

RJD Green, Inc.
Balance Sheets
As of November 30, 2017 and August 31, 2017

	November 30, 2017	As of August 31, 2017
<u>Assets:</u>		
Current assets:		
Cash and cash equivalents	\$ 188,852	\$ 229,304
Accounts Receivable	279,169	308,943
Inventory	274,780	285,309
Deposits	74,475	68,846
Due from related party	236,240	179,750
Total current assets	<u>\$1,053,516</u>	<u>\$ 1,072,152</u>
Long-term assets:		
Equipment	792,223	792,223
Intellectual Properties	481,752	481,752
Real Estate	59,989	59,889
Depreciation	(83,921)	(75,528)
Total long-term assets	<u>1,250,043</u>	<u>1,258,335</u>
Total Assets	<u>\$ 2,303,559</u>	<u>2,330,488</u>
<u>Liabilities and Shareholders' Equity:</u>		
Current liabilities:		
Accounts Payable	\$428,595	\$ 437,264
Due to related party	236,240	179,750
Accrued Liabilities	366,066	348,066
Contingency Convertible Debt	-	-
Current Portion of long-term debt	61,111	61,111
Total current liabilities	<u>1,092,012</u>	<u>1,026,191</u>
Long-term liabilities:		
Notes payable	133,359	262,742
Less current portion	(61,111)	(61,111)
Hyster Note	6,205	7,332
Total long-term liabilities	<u>78,453</u>	<u>208,953</u>
Total Liabilities	<u>1,170,465</u>	<u>1,235,144</u>
Stockholders' equity:		
Common Stock, 750,000,000 shares authorized		
226,169,569 and 226,169,569 shares issued and outstanding		
as of November 30, 2017		
and August 31, 2017, respectively		
	226,168	226,168
Additional paid-in capital	1,229,723	1,229,723
Donated capital	111,410	111,410
Discount on common stock	(27,500)	(27,500)
Accumulated deficit	(514,457)	(978,248)
Net Income	107,750	463,791
	<u>1,133,094</u>	<u>1,095,791</u>
Total liabilities and shareholders' equity	<u>\$ 2,303,559</u>	<u>\$2,330,448</u>

RJD Green, Inc.
Statements of Operations and Comprehensive Profit (Loss)

	Three Months Ended November 30, 2017	Three Months Ended November 30, 2016
Revenue	\$ 1,055,904	\$ 797,293
Cost of Goods	<u>590,654</u>	<u>496,092</u>
Gross Profit	\$ 465,251	300,391
Operating expenses:		
Payroll and payroll taxes	105,184	95,904
Filing fees	900	900
Legal and audit	1,604	1,166
Professional and management services	103,623	61,200
Bank fees	143	265
General & Administrative Expense	<u>146,047</u>	<u>71,826</u>
Total operating expenses	<u>357,501</u>	<u>231,261</u>
Profit or loss before other items	107,775	69,130
Other income	-	(791)
Net loss and comprehensive loss	<u>\$ 107,775</u>	<u>\$ 68,339</u>
Net loss per common share (basic and diluted)	<u>\$ (0.00)</u>	<u>\$ (0.00)</u>
Weighted average common shares (basic and diluted)	<u>226,169,569</u>	<u>165,524,820</u>

RJD Green Inc.
Statement of Stockholders' Equity (Deficiency)

	Common Shares	Stock Amount	Additional Paid-in Capital	Donated Capital	Discount on Common Stock	Deficit Accumulated During Development Stage	Total Shareholders' Equity (Deficiency)
Balance as of August 31, 2015	137,090,000	\$137,090	\$717,078	\$56,410	\$(27,500)	(1,775,301)	\$(892,223)
Conversion of \$46,350 debt to 13,434,380 shares of common stock on June 25, 2016	13,434,380	13,434	32,916	-	-	-	46,350
Conversion of \$75,000 debt to 15,000,000 common shares on July 8, 2016	15,000,000	15,000	60,000	-	-	-	75,000
Donated Capital	-	-55,000	-	-	55,000	-	-
Net profit and comprehensive profit 2016	-	-	-	797,053	797,053	-	-
Balance as of August 31, 2016	165,524,380	\$165,524	\$809,994	\$111,410	\$(27,500)	(978,248)	\$81,180
Sale of 11,052,631 shares of 144 restricted stock on October 25, 2016	11,052,631	11,052	43,948	-	-	-	55,000
Issuance of Stock in lieu of compensation for officers & directors on October 25, 2016	11,150,000	11,150	44,334	-	-	-	55,484
Issuance of 21,948,108 shares of common stock on December 05, 2016 for the purchase of \$110,000 of vendor debt	21,948,108	21,948	88,052	-	-	-	110,000
Issuance of 16,494,450 shares for the conversion of debt valued at \$329,889	16,494,450	16,494	313,395	-	-	-	329,889
Donated Capital	-	-	-	-	-	-	-
Net Profit and comprehensive profit	-	-	-	-	-	463,791	463,791
Balance as of August 31, 2017	226,169,569	226,168	1,299,723	111,410	(27,500)	(978,248)	463,791
Balance as of August 31, 2017	226,169,569	226,168	1,299,723	111,410	(27,500)	(514,457)	107,750
1,133,094							

All common stock amounts and per share amounts in these financial statements reflect the fifty-for-one and two-for-one stock splits of the Company, effective November 30, 2012 and March 31, 2013 respectively, including retrospective adjustment of common stock amounts to reflect a par value of \$0.001 per share (Note 4).702

The accompanying notes are an integral part of these financial statements

RJD GREEN INC.
Statements of Cash Flows

For the Three Months Ended
November 30, 20167 November 30, 2016

Operating Activities		
Net income (loss)	\$ 188,852	\$ 68,339
Adjustments to reconcile net loss to net cash:		
Donated capital	-	-
Changes in operating assets and liabilities	56,378	57,492
Increase (decrease) in accounts payable and accrued liabilities	9,340	-
Net Cash Provided By Operating Activities	<u>235,890</u>	<u>125,831</u>
Investing Activities		
Net Cash Used in Investing Activities	<u>-</u>	<u>-</u>
Financing Activities		
Common stock issued for debt	-	-
Net Cash Used in Financing Activities	<u>-</u>	<u>-</u>
Net Change in Cash	(40,452)	(30,926)
Cash and cash equivalents at the beginning of the quarter	<u>229,304</u>	<u>156,757</u>
Cash and cash equivalents at the end of the quarter	<u>188,852</u>	<u>125,831</u>
Supplemental disclosures of cash flow information		
Interest paid	\$ 9,600	\$ 38,400
Income taxes paid	\$ -	\$ -

The accompanying notes are an integral part of these financial statements

RJD GREEN INC.

Notes to the Financial Statements

NOTE 1 – ORGANIZATION AND DESCRIPTION OF BUSINESS

RJD Green Inc. (the “Company”) was incorporated under the laws of the State of Nevada on September 10, 2009. In June of 2013, the Company was repositioned as a holding company with a focus of acquiring and managing assets and companies within three sectors; green environmental, energy, and specialty contracting services. The first acquisition, Silex Holdings, was completed in first quarter of 2015. Silex is engaged in manufacturing for retail and wholesale distribution of kitchen and bath builder products including counter tops, sinks, facets, shower stalls, cabinets, and other related products.

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

BASIS OF PRESENTATION

These financial statements and notes are prepared in accordance with accounting principles generally accepted in the United States and are expressed in US dollars. The Company’s fiscal year-end is August 31.

GOING CONCERN

The Company has recurring revenues \$1,055,904, \$468,021 of working capital and an accumulated deficit of (\$514,457) as of November 30, 2017. The Company’s continuation as a going concern is dependent on its ability to continue to generate reoccurring revenues creating sufficient cash flows from operations to meet its obligations and/or obtain additional financing, as may be required.

The accompanying financial statements have been prepared assuming that the Company will continue as a going concern; however, the above condition raises substantial doubt about the Company’s ability to do so. The financial statements do not include any adjustments to reflect the possible future effects on the recoverability and classification of assets or the amounts and classifications of liabilities that may result should the Company be unable to continue as a going concern.

Management has completed the transaction with Silex Holdings Inc. (“Silex”) (Note 7), and plans to raise additional financing through the issuance of the Company’s common stock or debt.

USE OF ESTIMATES

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make certain estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements, and reported amounts of revenue and expenses during the reporting period. The Company regularly evaluates estimates relating to deferred income tax valuations and financial instrument valuations. Actual results could differ materially from those estimates.

REVENUE RECOGNITION

The Company’s revenue recognition policy complies with the requirements of ASC 605. Revenue is recognized when i) persuasive evidence of an arrangement exists, ii) delivery has occurred, iii) the sales price is fixed or determinable, iv) collection is probable and v) obligations have been substantially performed pursuant to the terms of the arrangement.

CASH AND CASH EQUIVALENTS

Cash and cash equivalents include cash on hand and on deposit at banking institutions as well as all highly liquid short-term investments with original maturities of 90 days or less or may be redeemable within this period with insignificant penalties. The Company had cash of \$188,852 held in a bank and cash equivalents of \$74,475 as of November 30, 2017 and 229,304 of cash held in a bank and cash equivalents of \$68,846 as of August 31, 2017.

FAIR VALUE OF FINANCIAL INSTRUMENTS

The Financial Accounting Standards Board (FASB) issued Accounting Standards Codification (ASC) 820-10, "Fair Value Measurements and Disclosures" for financial assets and liabilities. FASB ASC 820-10 provides a framework for measuring fair value and requires expanded disclosures regarding fair value measurements. FASB ASC 820-10 defines fair value as the price that would be received for an asset or the exit price that would be paid to transfer a liability in the principal or most advantageous market in an orderly transaction between market participants on the measurement date. FASB ASC 820-10 also establishes a fair value hierarchy which requires an entity to maximize the use of observable inputs, where available.

Level 1: Quoted prices in active markets for identical assets or liabilities.

Level 2: Observable inputs other than Level 1 prices such as quoted prices for similar assets or liabilities; quoted prices in markets that are not active or other inputs that are observable or can be corroborated by observable market data for substantially the full term of the related assets or liabilities.

Level 3: Unobservable inputs that are supported by little or no market activity and that are significant to the fair value of the assets or liabilities.

RECENT ACCOUNTING PRONOUNCEMENTS – Not Yet Adopted

In April 2013, the FASB issued ASU No. 2013-07, Presentation of Financial Statements (Topic 205): Liquidation Basis of Accounting. The objective of ASU No. 2013-07 is to clarify when an entity should apply the liquidation basis of accounting and to provide principles for the measurement of assets and liabilities under the liquidation basis of accounting, as well as any required disclosures. The amendments in this standard is effective prospectively for entities that determine liquidation is imminent during annual reporting periods beginning after December 15, 2013, and interim reporting periods therein. The Company is evaluating the effect, if any, adoption of ASU No. 2013-07 will have on its financial statements.

RECENT ACCOUNTING PRONOUNCEMENTS – Adopted

In June 2014, the FASB issued ASU No. 2014-10, Development Stage Entities (Topic 915): Elimination of Certain Financial Reporting Requirements, including an Amendment to Variable Interest Entities Guidance in Topic 810 Consolidation. The objective of the amendments in ASU No. 2014-10 is to improve financial reporting by reducing the cost and complexity associated with the incremental reporting requirements for development stage entities. ASU No. 2014-10 is effective as of the first annual period beginning after December 15, 2014, at which time the presentation and disclosure requirements in Topic 915 will no longer be required. The revised consolidation standards are effective one year later, in annual periods beginning after December 15, 2015. Early adoption of those new standards is permitted.

The Company adopted ASU No. 2014-10 effective June 1, 2014. The amendments eliminate the requirements for development stage entities to (1) present inception-to-date information in the statements of income, cash flows, and shareholder equity, (2) label the financial statements as those of a development stage entity, (3) disclose a description of the development stage activities in which the entity is engaged, and (4) disclose in the first year in which entity is no longer a development stage entity that in prior years it had been in the development stage.

INCOME TAXES

Under ASC 740, "Income Taxes", deferred tax assets and liabilities are recognized for the future tax consequences attributable to temporary differences between the financial statement carrying amounts of existing assets and liabilities and their respective tax bases. Deferred tax assets and liabilities are measured using enacted tax rates expected to apply to taxable income in the years in which those temporary differences are expected to be recovered or settled. Valuation allowances are established when it is not more likely than not that some or all of the deferred tax assets will be realized.

LOSS PER COMMON SHARE

Basic loss per common share excludes dilution and is computed by dividing net loss by the weighted average number of common shares outstanding during the period. Diluted loss per common share reflect the potential dilution that could occur if securities or other contracts to issue common stock were exercised or converted into common stock or resulted in the issuance of common stock that then shared in the loss of the entity.

NOTE 3 - PROPERTY AND EQUIPMENT

Property and equipment consists of the following:

	As at November 30, 2017			As at August 31, 2017		
	Cost	Accumulated	Net Book	Cost	Accumulated	Net Book
	\$	\$	\$	\$	\$	\$
Real Estate	59,989	-	59,989	59,989	-	59,989
Vehicles	18,511	4,402	14,109	18,511	4,032	14,479
Equipment	792,223	49,340	742,883	792,223	44,447	747,776
Leasehold improvements	71,740	2,540	69,200	71,740	2,040	69,700
Furniture and fixtures	70,011	27,009	43,002	70,011	25,009	45,002
	<u>1012474</u>	<u>83,921</u>	<u>929,183</u>	<u>1012474</u>	<u>75,528</u>	<u>936,946</u>

Note 4 - CONTINGENCY CONVERTIBLE DEBT

November 30, 2016 August 31, 2017

Amount due to Equitas Group LLC bearing interest at 10% per annum, secured by 30,000,000 shares of the Company's common stock, matures in July 2016; convertible into shares of the Company's common stock at a conversion price equal to 10% of the lowest trading price during the 30 trading days prior to the date of the conversion notice, contingent upon the Company becoming publicly traded.

-	-
\$ -	\$ -

Note 5 - LONG-TERM DEBT

November 30, 2017 August 31, 2017

Loan payable to Borrego Springs Bank, National Association, bearing interest at prime plus 4.5% per annum, blended monthly payments of principal and interest of \$755, unsecured, matures in October 2017.

\$ 6,205 \$9,412

Note payable to Logix bearing interest 21% annual interest maturing on May 31, 2016 with monthly payments of \$13862.

Working Capital Loan bearing interest of 8% annual interest Maturing August 31, 2018

\$ 81,417 167,646

Note payable to Central Bank of Oklahoma (formerly ONB Bank), bearing interest at the higher of prime plus 2% and 6% per annum, blended monthly payments of principal and interest of \$4,814, matures in May 2018, secured by certain property and equipment and accounts receivable.

51,942 94,006

Total

\$139,564 \$ 271,064

Less estimated current portion of long-term debt

- 61,111

Non-current portion of long-term debt

\$139,564 \$ 209,953

NOTE 6 - DUE TO RELATED PARTIES AND RELATED PARTY TRANSACTIONS

During the quarter ended November 30, 2017

- The Company received no donated capital

During the year ended August 31, 2007

- Received no donated capital

During the year ended August 31, 2016

- The Company received \$55,000 donated capital

During the year ended August 31, 2015:

- the Company received \$10,565 donated capital

During the year ended August 31, 2014:

- the Company received donated capital from a company controlled by a common director for \$29,001
- the Company provided advisory services to a company controlled by a common director for \$1,000
- the Company received investor relations services from a company controlled by a common director for \$1,615

As at August 31, 2015, previously in March 2013 the Company converted \$25,980 of debt due to a former director into 350,000,000 shares of the Company. The debt bore no interest, was unsecured, and was due on demand.

As at August 31, 2014, the Company had no amounts owing to related parties.

The above transactions were recorded at their exchange amounts, being the amounts agreed to by the related parties.

NOTE 4 COMMON STOCK

The Company is authorized to issue 750,000,000 shares of common stock at a par value of \$0.001.

Fiscal year ended August 31, 2012

The Company had 75,500,000 common shares issued and outstanding.

Fiscal year ended August 31, 2013

On November 30, 2012, the Company effectuated a fifty-for-one forward stock split increasing the issued and outstanding shares of the Company to 75,500,000.

On March 18, 2013, the Company issued 350,000,000 restricted common shares, to a former director and member of management, for the conversion of debt payable of \$25,980.

As of March 21, 2013, the Company increased the authorized common shares from 500,000,000 to 750,000,000 common shares.

On March 31, 2013, the Company effectuated a two-for-one forward split increasing the issued and outstanding shares of the Company to 425,500,000 common shares.

As of August 31, 2013, the Company had 425,500,000 common shares issued and outstanding.

Fiscal year ended August 31, 2014

On November 7, 2013, the Company issued 129,090,000 shares to the shareholders of Silex as part of a share purchase agreement entered into with Silex (Note 7). The completion date of the definitive agreement has not been set and the transaction has not closed. The Company recorded this transaction as a deposit in Silex with an estimated fair value of \$231,773 on the date of deposit. As part of the definitive agreement, the Company was also required to retire 387,500,000 shares to treasury stock on June 25, 2014.

As of August 31, 2014, the Company had 167,090,000 common shares issued and outstanding.

Fiscal year ended August 31, 2015

On November 21, 2014, the Company retired 30,000,000 share issued as mutually agreed by the Company and Equitas Resources, Inc. as the shares were part of the compensation for franchising work not completed.

As of August 31, 2015 the Company had 137,090,000 common shares issued and outstanding

Fiscal year ended August 31, 2016

On June 25, 2016, Equitas Group LLC converted \$46,350 of debt to 13,434,350 shares of common stock

On July8, 2016 EROP Capital LLC converted \$75,000 of debt to 15,000,000 shares of common stock

As of August 31, 2016 the Company had 165, 524,820 common shares issued and outstanding.

As of August 31, 2017 the Company had 226,169,569 common shares of stock issued

As of November 30, 2017 the Company had 226,169,569 common shares issued

All common stock amounts and per share amounts in these financial statements reflect the fifty-for-one and two-for-one stock splits of the Company, effective November 30, 2012 and March 31, 2013 respectively, including retrospective adjustment of common stock amounts to reflect a par value of \$0.001 per share.

NOTE 7 - INCOME TAXES

The items accounting for the difference between income taxes computed at the federal statutory rate and the benefit for income taxes were as follow:

	August 31, 2017	August 31, 2016
Benefit computed at federal statutory rate	34.00%	34.00%
State tax, net of federal tax benefit	0.00%	0.00%
Valuation allowance	(34.00%)	(34.00%)
Effective income tax rate	0.00%	0.00%

Deferred tax assets resulting from the net operating losses ("NOL") are reduced by a valuation allowance, when, in the opinion of management, utilization is not more likely than not. The following summarizes the deferred tax assets:

	August 31, 2017	August 31, 2016
Deferred tax asset - NOL	\$ 357,846	\$1357,846
Less valuation allowance	(357,846)	(357,846)
Net deferred tax asset	\$ 0	\$ 0

As at August 31, 2017, the Company has \$357,846 of NOL carryforwards expiring during various years up to 2034.

The Company periodically evaluates the likelihood of the realization of deferred tax assets, and adjusts the carrying amount of the deferred tax assets by a valuation allowance to the extent the future realization of the deferred tax assets is not judged to be more likely than not.

The Company considers many factors when assessing the likelihood of future realization of our deferred tax assets, including recent cumulative earnings experience by taxing jurisdiction, expectations of future taxable income or loss, the carry-forward periods available to it for tax reporting purposes, and other

relevant factors.

At August 31, 2017, based on the weight of available evidence, including cumulative losses in recent years and expectations of future taxable income, the Company determined that it was not more likely than not that its deferred tax assets would be realized. Accordingly, the Company has recorded a valuation allowance equivalent to 100% of its cumulative deferred tax assets.

As a result of the implementation of certain provisions of ASC 740, the Company performed an analysis of its previous tax filings and determined that there were no positions taken that it considered materially uncertain. Therefore, there was no provision for uncertain tax positions for the fiscal year ended August 31, 2016 and for the year ended August 31, 2015. Future changes in uncertain tax positions are not expected to have an impact on the effective tax rate due to the existence of the valuation allowance.

NOTE 8 - FAIR VALUE MEASUREMENTS

The following table provides a summary of the Company's financial assets and liabilities that are measured at fair value on a recurring basis:

	As at November 30, 2017			As at August 31, 2017		
	Level 1	Level 2	Level 3	Level 1	Level 2	Level 3
<i>Assets</i>						
Cash and cash equivalents	282,023	-	-	298,150	-	-

There were no transfers into or out of Level 1, Level 2 or Level 3 assets and liabilities for any of the years presented.

9 - COMMON STOCK

The Company is authorized to issue 750,000,000 shares of common stock with a par value of \$0.001 per share. All shares have equal voting rights, are non-assessable and have one vote per share. Voting rights are not cumulative and, therefore, the holders of more than 50% of the common stock could, if they choose to do so, elect all of the directors of the Company.

On May 21, 2013, the Company entered into a definitive agreement with the shareholders of Silex. Pursuant to the agreement, and subsequent amendment on November 1, 2013, the Company purchased all of the outstanding securities of Silex in exchange for 129,090,000 common shares of the Company and the retirement of 387,500,000 shares. The shares were issued and retired respectively during the year ended August 31, 2014 in anticipation of the completion of the agreement. The acquisition was completed in the fiscal year ended August 31, 2015. Silex is a wholly owned subsidiary of the registrant.

10 - COMMITMENTS

On November 2, 2015, the Company entered into a lease agreement for office and showroom space in Edmond, Oklahoma. The initial lease was for a five-year period ending on November 2, 2020. Lease payments are \$12,500 monthly.

On November 30, 2015, the Company entered into a lease agreement for office and showroom space in Tulsa, Oklahoma. The lease expires on December 30, 2020. Lease payments are \$1,500 monthly.