

WHAM INC.

Consolidated Financial Statements

March 31st 2017

WHAM INC.
Consolidated Balance Sheet
March 31, 2017

ASSETS

Current Assets

Cash	\$ 28,117.95
Other Receivables	3,166.78
Due from Towers Investors – Note 4	64,000.00
Other Current Assets	<u>6,772.00</u>

Total Current Assets	102,056.73
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Property and Equipment

Equipment	856.00
Automobiles	16,227.78
Accumulation Depreciation – Equipment	(774.24)
Accumulation Depreciation - Autos	<u>(3,200.21)</u>

Total Property and Equipment	13,109.33
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Other Assets

Investment in Stock - Note 1	250,000.00
Investment in Software - Note 2	<u>229,089.17</u>
Total Other Assets	<u>479,089.17</u>

Total Assets	<u>\$ 594,255.23</u>
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LIABILITIES AND CAPITAL

Current Liabilities

Other Current Liabilities	\$ <u>30,719.80</u>
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Total Current Liabilities	30,719.80
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Long Term Liabilities

Shareholder Loans	<u>106,370.89</u>
Total Long Term Liabilities	<u>106,370.89</u>
Total Liabilities	137,090.69

Capital

Common Stock - Note 3	886,028.23
Retained earnings	(447,681.09)
Net Income	18,817.40
Total Capital	<u>457,164.54</u>

Total Liabilities & Capital	<u>\$ 594,255.23</u>
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Unaudited - For Management Purposes Only

WHAM INC.
Consolidated Income Statement
For the Three Months Ended March 31, 2017

	Current Month		Year to Date	%
Revenues				
Other Regular Income	\$ <u>136,186.90</u>	100.00	\$ <u>136,186.90</u>	100.00
Total Revenues	<u>136,186.90</u>	100.00	<u>136,186.90</u>	100.00
Cost of Sales				
Cost of Sales	73,745.33	54.15	73,745.33	54.15
Total Cost of Sales	73,745.33	54.15	73,745.33	54.15
Gross Profit	<u>62,441.57</u>	<u>45.85</u>	<u>62,441.57</u>	<u>45.85</u>
Expenses				
Bank Charges	124.35	0.09	124.35	0.09
Computer Systems	82.93	0.06	82.93	0.06
Corporate fee & other taxes	383.75	2.48	3,383.75	2.48
Depreciation Expense	135.56	0.83	1,135.56	0.83
Insurance Expense	172.54	2.33	3,172.54	2.33
Legal & Professional Expense	364.38	2.47	3,364.38	2.47
Marketing Expense	145.00	0.11	145.00	0.11
Miscellaneous Expense	846.44	4.29	5,846.44	4.29
Office Expense	737.80	0.54	737.80	0.54
Rent or Lease Expense	600.00	0.44	600.00	0.44
Telephone Expense	675.80	0.50	675.80	0.50
Vehicle Expense	1,676.78	1.23	1,676.78	1.23
Wages Expense	<u>22,678.84</u>	<u>16.65</u>	<u>22,678.84</u>	<u>16.65</u>
Total Expense	<u>43,624.17</u>	<u>32.03</u>	<u>43,624.17</u>	<u>32.03</u>
Net Income	\$ <u>18,817.40</u>	<u>13.82</u>	\$ <u>18,817.40</u>	<u>13.82</u>

Unaudited - For Management Purposes Only

WHAM INC.
Consolidated Statement of Cash Flow
For the Three Months Ended March 31, 2017

	Current Month	Year to Date
Cash Flows from Operating Activities		
Net Income	\$ 18,817.40	\$ 18,817.40
Adjustments to reconcile net income to net cash provided by operating activities		
Accumulation Depreciation – Autos	1,135.56	1,135.56
Other Receivables	(1,097.80)	(1,097.80)
Other Current Liabilities	<u>(8,626.99)</u>	<u>(8,626.99)</u>
Total Adjustments	<u>(8,589.23)</u>	<u>(8,589.23)</u>
Net Cash provided by Operations	<u>10,228.17</u>	<u>10,228.17</u>
 Cash Flow from investing activities		
Used For		
Investment in Software – Note 2	(2,281.50)	(2,281.50)
Net cash used in investing	<u>(2,281.50)</u>	<u>(2,281.50)</u>
 Cash Flow from financing activities		
Proceeds From		
Shareholder Loans	9,793.92	9,793.92
Used For		
Common Stock – Note 3	<u>(5,918.47)</u>	<u>(5,918.47)</u>
Net cash used in financing	<u>3,875.45</u>	<u>3,875.45</u>
Net increase <decrease> in cash	<u>\$ 11,822.12</u>	<u>\$ 11,822.12</u>
 Summary		
Cash Balance at End of Period	\$ 28,117.95	\$ 28,117.95
Cash Balance at Beg of Period	<u>(4,606.27)</u>	<u>(4,606.27)</u>
Net Increase <Decrease> in Cash	<u>\$ 23,511.68</u>	<u>\$ 23,511.68</u>

Unaudited - For Management Purposes Only

WHAM INC.
Notes to Consolidated Financial Statements
March 31, 2017

1. Investment in Stock - The Company invested \$250,000 into Uponus Technologies for the right to obtain an exclusive licensing agreement, to market, and sell their consumer mobile encryption application. Subsequently, Uponus did not deliver a working or marketable product and the engagement with them ended. Currently, the company is unable to value its original capital investment other than by cost due to not having all the requested documents. Further information on *Investment in Stock* is on pages 8 & 9 of the company's Informational Disclosure Statement located on the OTCMarkets at <http://www.otcmarkets.com/stock/WFMC/filings>.
2. Investment in Software – New research and development costs incurred with the development of the company's new mobile encryption application. The grand total for the research, and development costs for both software applications comes to \$229,089.17. Further information on the research, and development of both software applications is on pages 8 & 9 of the company's Informational Disclosure Statement located on the OTCMarkets at <http://www.otcmarkets.com/stock/WFMC/filings>
3. Common Stock - In 2015, the company sold its restricted common stock between the prices of \$.0045-\$.12 and in 2016 the company sold its restricted common stock between the prices of \$.008 to \$.035. Further information regarding issuance of stock is on pages 13-14 on the Company's Information Disclosure Statement located on the OTCMarkets at <http://www.otcmarkets.com/stock/WFMC/filings>
4. Due from Towers Investors - These notes represent a total of \$64,000.00 that was invested into the companies purchased with the February 2nd, 2016 acquisition agreement between WHAM INC. and the New York Post Publishing, Inc. On November 2nd, 2016, the said agreement was rescinded in its entirety, and at this point, these investment funds are being classified as Towers Receivables. Further information is noted on pages 9 and 13 of the Company's Information and Disclosure Statement located on the OTCMarkets at <http://www.otcmarkets.com/stock/WFMC/filings>.