

DIAMOND LAKE MINERALS, INC.

Financial Statement

For the Three Months Ended

March 31, 2017

Consolidated

## CONTENTS

Balance Sheet.....	Page 2
Statement of Operations.....	Page 3
Statement of Stockholders' Equity (Deficit).....	Page 4
Statement of Cash Flows.....	Page 5
Notes to Financial Statements.....	Page 6 - 8
Diamond Lake Minerals Inc - not consolidated 2016/2015.....	Page 9 - 12
Tioga Industries, LLC.....	Page 13 - 18
Consolidation Supplement.....	Page 19 - 20

DIAMOND LAKE MINERALS, INC.  
11700 Mukilteo Speedway Suite 201-1030  
Mukilteo, Washington 98275  
Consolidated

To the Board of Directors  
Diamond Lake Minerals, Inc.  
Mukilteo, Washington

Management is responsible for the accompanying financial statements of Diamond Lake Minerals, Inc. (a corporation), which comprise the balance sheet as of March 31, 2017 and the related statements of operations, stockholders' equity (deficit), and cash flows for the Twelve months then ended and the related notes to the financial statements in accordance with accounting principles generally accepted in the United States of America. The statements have not been audited or reviewed. Accordingly no opinion has been expressed, nor provide any form of assurance on these financial statements.

We are not independent with respect to Diamond Lake Minerals, Inc.

DIAMOND LAKE MINERALS, INC.  
11700 Mukilteo Speedway Suite 201-1030  
Mukilteo, Washington 98275  
Consolidated  
Unaudited compilation only

Assets

	<u>3/31/2017</u>	<u>3/31/2016</u>
Cash	\$ 132,555	\$ -
Accounts Receivable	\$ 169,687	\$ -
Other	\$ (1,000)	\$ -
 Total Current Assets	 \$ 301,242	 \$ -
 Fixed Assets	 \$ 3,554	 \$ -
 Other Assets	 \$ 76,742	
 Total Assets	 \$ 381,538	 \$ -

Liabilities & Stockholders' Equity

Current Liabilities:

Accounts Payable	\$ 315,691	\$ -
Accrued Expenses	\$ -	\$ -
Taxes Due	\$ 10,220	\$ -
Operating Lines	\$ 45,802	\$ -
 Total Current Liabilities	 \$ 371,713	 \$ -

Total Liabilities	\$ 371,713	\$ -
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Stockholder Equity:

Retained Earnings	\$ 78,644	\$ -
Contributions/Withdrawals	\$ (96,838)	\$ -
Net Income (Loss)	\$ 26,790	\$ -
Stockholder Equity (Deficit)	\$ 8,595	\$ -

Total Liabilities and Stockholders' Equity (Deficit)	\$ 380,309	\$ -
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DIAMOND LAKE MINERALS, INC.  
11700 Mukilteo Speedway Suite 201-1030  
Mukilteo, Washington 98275  
Consolidated  
Statement of Operations

	For the Period ended	
	3/31/2017	3/31/2016
Income	\$ 51,189	\$ -
Operating Expenses	\$ 27,259	\$ -
Other Expenses		
Total Expenses for the Period	<u>\$ 27,259</u>	<u>\$ -</u>
Net Operating Income	\$ 23,930	\$ -
Interest Earned	\$ -	\$ -
Depreciation	\$ (469)	\$ -
Miscellaneous	\$ -	\$ -
Total Other Income and Expenses	<u>\$ (469)</u>	<u>\$ -</u>
Net Operating Income (Loss)	\$ 26,790	\$ -

DIAMOND LAKE MINERALS, INC.  
11700 Mukilteo Speedway Suite 201-1030  
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Consolidated  
Stockholders' Equity (Deficit)

	Authorized	Common Stock Issued	Amount	Paid in Capital	Retained Income (Deficit)
Balance 12/31/2016	100,000,000	1,616,019	\$ -	\$ -	\$ 15,374
Net Operating Income (Loss)					\$ 26,790
Contributions / Withdrawals Net					\$ (23,347)
Balance March 31, 2017	100,000,000	1,616,019	-	-	\$ 18,816

	Authorized	Common Stock Issued	Amount	Paid in Capital	Retained Income (Deficit)
Balance 12/31/2015	100,000,000	100,000,000	\$ -	\$ -	
1*Reverse Stock Split	100,000,000	616,019			
3*Acquisition of Tioga Industries, LLC		1,000,000	\$ 2,616		\$ 2,616
Net Operating Income (Loss)					\$ 86,249
Contributions / Withdrawals Net				\$ 28,244	\$ (73,491)
Balance 12/31/2016	100,000,000	1,616,019	\$ -	\$ -	\$ 15,374

1\* 170-for-1 reverse split approved by FINRA on November 2, 2016. No shareholder will be reduced below 100 shares.

2 The majority stock holder is Emil Sciarretta. He owed 57,962,465 shares before the split. The share ownership after the 170-for-1 split is 340,956 shares.

3\* Newly issued restricted stock (1,000,000) for the acquisition of Tioga Industries, LLC. This stock was issued after the 170-for-1 reverse stock split.

DIAMOND LAKE MINERALS, INC.  
11700 Mukilteo Speedway Suite 201-1030  
Mukilteo, Washington 98275  
Consolidated  
Statement of Cash Flows

	Twelve Months Ended 3/31/2017	Twelve Months Ended 3/31/2016
CASHFLOW		
Net Income (Loss)	\$ 26,790	\$ -
Adjustments:		
Net Contributions and withdrawals	\$ (23,347)	\$ -
Depreciation	\$ 469	\$ -
Cash flow from operating accounts	\$ 127,408	
Cash flow from investing activities	\$ (2,200)	
Cash flow from Financing Activities	\$ (11,374)	
Net increase (decrease) in cash	\$ 117,746	\$ -
Cash at the beginning of the period	\$ 14,810	\$ -
Cash at the end of the period	\$ 132,555	\$ -

DIAMOND LAKE MINERALS, INC.  
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Notes to the Financial Statement  
March 31, 2017  
Consolidated

Note 1 - History and Accounting Methods:

a. Organization

Diamond Lake Minerals, Inc. (the Company) was incorporated in the State of Utah on January 5, 1954 under the name of G & L Equipment Co., Inc. It later changed its name to G & L Energy, Inc. on August 10, 1982. The Company operated as a Yamaha motorcycle dealership and ceased doing business in 1983. All assets and liabilities were liquidated by 1985 and the Company became inactive.

On November 30, 1993, the Company acquired all of the issued and outstanding stock of Graphite Mountain, Inc. (an Ontario, Canada corporation) by issuing 16,812,000 shares of common stock. It was formed on November 1, 1990 and changed its name to Diamond Lake Minerals, Inc. The acquisition of Graphite Mountain, Inc. was recorded as a recapitalization of Graphite Mountain, Inc. whereby the acquired company is treated as the surviving entity for accounting purposes.

In 1996, the Company started a new company named Environmental Carbonates Incorporated (ECI). ECI purchased real property in the amount of \$19,196. ECI was considered a development stage company per Statement on Financial Accounting Standards #7.

Around 2005, Diamond Lake Minerals, Inc. and its subsidiaries ceased all operations. The remaining assets and liabilities of the company were disposed over the next several years. The final disposition for accounting purposes was completed in 2012 and reflected on the 2013 tax return.

There is no remaining real property. There are no current, intermediate, fixed or intangible assets remaining. The assets were disposed of prior to 2013. The only remaining liabilities are reflected on the financials statement in the form of State income taxes due to Utah.

Presently, there are no ongoing actives of the company. The company is currently inactive.

b. Accounting Method

The Company's financial statements are prepared using the accrual method of accounting. The company has adopted a calendar year end.



DIAMOND LAKE MINERALS, INC.  
11700 Mukilteo Speedway Suite 201-1030  
Mukilteo, Washington 98275  
Notes to the Financial Statement  
March 31, 2017  
Consolidated

Notes to financial statement continued:

c. Cash Equivalents

The company considers all highly liquid investments with a maturity of three months or less when purchased to be cash equivalents.

d. Principles of Consolidation

The company has not operated for several years. There are no assets and no liabilities outside of the income taxes owed to the state of Utah. A consolidation is unnecessary at this time.

Note 2 - Operations

The company has not operated since 2005. The remaining assets and liabilities were cleared from the books in 2013. There were no operations in 2016 outside those of Tioga Industries LLC.

The only remaining liabilities are income taxes due to the State of Utah. There are no federal income taxes due.

Note 3 - Subsequent Events

a. The Company has evaluated subsequent events through 3-21-2017, the date which the financial statements were available to be issued, and noted no material subsequent events that would require adjustment in or disclosure to these financials statements beyond what is disclosed in notes 4, 5 and 6 below.

Note 4 - Change in majority stockholder and new Chairman and CEO

In July 2016, the former majority shareholder sold all owned shares to Emil Sciarretta. The number of shares purchased was 57,962,465. Emil Sciarretta is the new Chairman and CEO of the company.

After the 170-for-1 reverse stock split the ownership shares by the majority stock holder are 340,955.67 shares.

DIAMOND LAKE MINERALS, INC.  
11700 Mukilteo Speedway Suite 201-1030  
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Notes to the Financial Statement  
March 31, 2017  
Consolidated

Notes to financial statement continued:

Note 5 - Stock Reverse Split of Outstanding Common Stock

During the last quarter of 2016, the Company approved a reduction of all issued and outstanding shares of common stock in the Company at a ratio of 1 new share for 170 shares of old common stock, and that any Shareholder receiving such new shares shall receive not less than 100 shares of new common stock regardless of the number of old shares actually owned by such shareholder.

Note 6 - Acquisition of Company

An acquisition was completed in the 4th quarter of 2016 of Tioga Industries LLC, which is owned by Emil Sciarretta. This company is involved in mining and related industries. The company is headquartered in Mukilteo, Washington.

The acquisition of Tioga Industries, LLC was completed on November 18, 2016. The Tioga Members shall assign, transfer, and deliver to Diamond Lake, free and clear of all liens, pledges, encumbrances, charges, restrictions, or claims of any kind, nature, or description, 100% of their issued and outstanding membership interest of Tioga held by Tioga Members (the "Tioga Membership Interests") which shares shall represent 100% of all issued and outstanding share of Tioga common stock, and Diamond Lake agrees to acquire such shares on such date by issuing and delivering in exchange therefor an aggregate of 1,000,000 (One Million) restricted shares of Diamond Lake common stock, par value \$.001 per share, (the "Diamond Lake Common Stock"), post split following the 170-for-1 reverse split approved by FINRA on November 2, 2016.

DIAMOND LAKE MINERALS, INC.  
11700 Mukilteo Speedway Suite 201-1030  
Mukilteo, Washington 98275  
March 31, 2017

Unaudited compilation only - not consolidated  
Comparative

Assets

	<u>3/31/2017</u>	<u>3/31/2016</u>
Current Assets	-0-	-0-
Total Current Assets	-0-	-0-
Fixed Assets	-0-	-0-
Intangible Assets	-0-	-0-
Total Assets	-0-	-0-

Liabilities & Stockholders' Equity

Current Liabilities:

	\$ -	\$ -
	\$ -	\$ -
	\$ -	\$ -
Total Current Liabilities	<u>\$ -</u>	<u>\$ -</u>
Other Liabilities	-0-	-0-
Total Liabilities	\$ -	\$ -
Stockholder Equity:		
Retained Deficit	\$ -	\$ -
Operating Loss	<u></u>	<u></u>
Total Liabilities and Stockholders' Equity (Deficit)	\$ -	\$ -

DIAMOND LAKE MINERALS, INC.  
11700 Mukilteo Speedway Suite 201-1030  
Mukilteo, Washington 98275  
March 31, 2017

Statement of Operations - not consolidated

	For the Period ended	
	3/31/2017	3/31/2016
Income	\$ -	\$ -
Operating Expenses	\$ -	\$ -
Utah State Income Taxes		\$ -
Total Expenses for the Period	\$ -	\$ -
Net Operating Income (Loss)	\$ -	\$ -

DIAMOND LAKE MINERALS, INC.  
11700 Mukilteo Speedway Suite 201-1030  
Mukilteo, Washington 98275  
March 31, 2017

Stockholders' Equity (Deficit) - not consolidated

	Authorized	Common Stock Issued	Amount	Paid in Capital	Retained Income (Deficit)
Balance 12/31/2016	100,000,000	1,616,019	\$ -	\$ -	\$ 15,374
Net Operating Income (Loss)					\$ -
Contributions / Withdrawals Net					\$ -
Balance	100,000,000	1,616,019	-	-	\$ 15,374

  

	Authorized	Common Stock Issued	Amount	Paid in Capital	Retained Income (Deficit)
Balance 12/31/2015	100,000,000	100,000,000	\$ -	\$ -	
1*Reverse Stock Split	100,000,000	616,019			
3*Acquisition of Tioga Industries, LLC		1,000,000	\$ 2,616		\$ 2,616
Net Operating Income (Loss)					\$ 86,249
Contributions / Withdrawals Net				\$ 28,244	\$ (73,491)
Balance 12/31/2016	100,000,000	1,616,019	\$ -	\$ -	\$ 15,374

1\* 170-for-1 reverse split approved by FINRA on November 2, 2016. No shareholder will be reduced below 100 shares.

2 The majority stock holder is Emil Sciarretta. He owed 57,962,465 shares before the split. The share ownership after the 170-for-1 split is 340,956 shares.

3\* Newly issued restricted stock (1,000,000) for the acquisition of Tioga Industries, LLC. This stock was issued after the 170-for-1 reverse stock split.

DIAMOND LAKE MINERALS, INC.  
11700 Mukilteo Speedway Suite 201-1030  
Mukilteo, Washington 98275  
March 31, 2017

Statement of Cash Flows - not consolidated

	For the Period ended	
	3/31/2017	3/31/2016
CASHFLOW		
Net Loss	\$ -	\$ -
Adjustments:		
Increase in taxes payable	\$ -	\$ -
Cash flow from investing activities	\$ -	\$ -
Cash flow from Financing Activities	\$ -	\$ -
Net decrease in cash	\$ -	\$ -
Cash at the beginning of the period	\$ -	\$ -
Cash at the end of the period	\$ -	\$ -

Tioga Industries LLC  
11700 Mukilteo Speedway Suite 201-1030  
Mukilteo, Washington 98275

Unaudited compilation only

Assets

	<u>3/31/2017</u>	<u>12/31/2016</u>
Cash	\$ 132,555	\$ 14,810
Accounts Receivable	\$ 169,687	\$ 273,544
Miscellaneous	\$ (1,000)	\$ (1,000)
Total Current Assets	\$ 301,242	\$ 287,354
Equipment	\$ 36,757	\$ 36,757
Accumulated Depreciation	\$ (33,203)	\$ (32,734)
Fixed Assets	\$ 3,554	\$ 4,023
*Other Assets - Investment Diamond Lake Minerals (See note 8)	\$ 76,742	\$ 74,542
Intangible Assets		\$ -
Total Assets	\$ 381,538	\$ 365,919

Tioga Industries LLC  
11700 Mukilteo Speedway Suite 201-1030  
Mukilteo, Washington 98275

Unaudited compilation only

Liabilities & Stockholders' Equity

Current Liabilities:	3/31/2017	12/31/2016
Accounts Payable	\$ 315,691	\$ 293,369
Accrued Expenses	\$ -	\$ -
Sales Tax	\$ 1,229	\$ -
Chase Bank	\$ 3,500	\$ 7,200
Wells Fargo Bank	\$ 42,302	\$ 49,976
 Total Current Liabilities	 <u>\$ 362,722</u>	 <u>\$ 350,545</u>
 Other Debt	 \$ -	 \$ -
	\$ -	\$ -
 Total Liabilities	 \$ 362,722	 \$ 350,545
 Equity:		
Retained Earnings	\$ 88,864	\$ 2,616
Contributions	\$ 28,244	\$ 28,244
Withdrawals	\$ (125,082)	\$ (101,735)
Operating Profit (Loss)	<u>\$ 26,790</u>	<u>\$ 86,249</u>
 Total Liabilities and Stockholders' Equity (Deficit)	 \$ 381,538	 \$ 365,919



Tioga Industries LLC  
11700 Mukilteo Speedway Suite 201-1030  
Mukilteo, Washington 98275

Statement of Operations

	For the Period ended	
	3/31/2017	12/31/2016
Sales	\$ 246,608	\$ 444,496
Trucking Revenue	\$ -	\$ 13,954
Gross Income	\$ 246,608	\$ 458,450
Less Cost of Goods Sold	\$ (195,419)	\$ (321,065)
Total Income	\$ 51,189	\$ 137,385
Expenses:		
Advertising		\$ 350
Auto	\$ 1,131	\$ 11,871
Bank Charges	\$ 546	\$ 1,163
Commission and Fees	\$ 11,462	\$ 16,754
Insurance	\$ 1,164	\$ 10,522
Interest Expense	\$ 475	\$ 2,287
Professional fees	\$ 1,000	\$ 236
Office Expense	\$ 4,275	\$ 3,136
Professional Services	\$ 3,050	\$ 4,734
Telephone	\$ 359	\$ 1,616
Travel	\$ 469	\$ 6,520
Other Expenses	\$ -	\$ 1,477
Total Expenses	\$ 23,930	\$ 60,666
Net Operating Income (Loss)	\$ 27,259	\$ 76,719
Other Income and Expenses		
Interest Earned		\$ 4
Depreciation	\$ (469)	\$ (1,675)
Miscellaneous	\$ -	\$ 11,201
Total Other Income and Expenses	\$ (469)	\$ 9,530
Net Income	\$ 26,790	\$ 86,249

Tioga Industries LLC  
11700 Mukilteo Speedway Suite 201-1030  
Mukilteo, Washington 98275

Membership Equity (Deficit)

	Retained Earning
Equity Balance 12/31/2016	\$ 15,374
Net Operating Income (Loss)	\$ 26,790
Withdrawals	\$ (23,347)
Contributions	\$ -
Equity Balance 3/31/2017	\$ 18,816
	Retained Earning
Equity Balance 12/31/2015	\$ 2,616
Net Operating Income (Loss)	\$ 86,249
Withdrawals	\$ (101,735)
Contributions	\$ 28,244
Equity Balance 12/31/2016	\$ 15,374

Tioga Industries LLC  
11700 Mukilteo Speedway Suite 201-1030  
Mukilteo, Washington 98275

Statement of Cash Flows

Three  
Months  
Ended  
3/31/2017

CASHFLOW

Net Income	\$ 26,790
Contributions	\$ -
Withdrawals	\$ (23,347)
Depreciation	\$ 469
Adjustments:	
Increase in Accounts Receivable	\$ 103,857
Increase in Other Current Assets	\$ -
Increase (Decrease) in Accounts Payable	\$ 22,322
Increase (Decrease) in Accrued Expenses	\$ 1,229
Cash flow from investing activities	\$ (2,200)
Repayment of Debt	\$ -
Cash flow from Financing Activities	\$ (11,374)
Net decrease in cash	\$ 117,746
Cash at the beginning of the period	\$ 14,810
Cash at the end of the period	\$ 132,555

## Notes to Financial Statements:

### Note 7

Tioga Industries LLC is a single member limited liability company. The single member is Emil Sciarretta. Tioga is a sales business, selling gravel products in the Bakken oil play in North Dakota since 2011. Tioga has recently expanded into the real estate business of buying, remodeling and selling foreclosed houses in the Phoenix, Arizona area.

### Note 8

Diamond Lake Minerals Inc acquisition capital and expenditures related to the acquisition.

Purchase of Stock	\$	50,000
Legal fees related to the stock acquisition	\$	13,500
Acquisition reporting fees	\$	7,250
Prior tax return preparation (2013, 2014, 2015)	\$	1,450
Other related expenses	\$	2,342
Legal and reporting	\$	2,200
Total	\$	76,742

Diamond Lake Minerals, Inc.  
11700 Mukilteo Speedway Suite 201-1030  
Mukilteo, Washington 98275

Consolidation Supplement

	3/31/2017		
	Diamond Lake	Tioga Industries	Consolidated
Cash		\$ 132,555	\$ 132,555
Accounts Receivable		\$ 169,687	\$ 169,687
Other		\$ (1,000)	\$ (1,000)
			\$ -
Total Current Assets		\$ 301,242	\$ 301,242
			\$ -
Fixed Assets		\$ 3,554	\$ 3,554
			\$ -
Other Assets		\$ 76,742	\$ 76,742
Total Assets	\$ -	\$ 381,538	\$ 381,538
Current Liabilities:			
Accounts Payable		\$ 315,691	\$ 315,691
Accrued Expenses		\$ -	\$ -
Taxes Due	\$ -	\$ 1,229	\$ 1,229
Operating Lines		\$ 45,802	\$ 45,802
Total Current Liabilities	\$ -	\$ 362,722	\$ 362,722
Other Debt	\$ -	\$ -	\$ -
Total Liabilities	\$ -	\$ 362,722	\$ 362,722
Stockholder Equity:			\$ -
Retained Earnings	\$ -	\$ 88,864	\$ 88,864
Contributions/Withdrawals		\$ (96,838)	\$ (96,838)
Net Income (Loss)		\$ 26,790	\$ 26,790
Total Liabilities and Stockholders' Equity (Deficit)	\$ -	\$ 381,538	\$ 381,538

Diamond Lake Minerals, Inc.  
11700 Mukilteo Speedway Suite 201-1030  
Mukilteo, Washington 98275

Consolidation Supplement

	For the Period ended 3/31/2017		
	Diamond Lake	Tioga Industries	Consolidated
Income	\$ -	\$ 51,189	\$ 51,189
Expenses	\$ -	\$ 23,930	\$ 23,930
Operating Income	\$ -	\$ 27,259	\$ 27,259
Interest Earned	\$ -	\$ -	\$ -
Depreciation	\$ -	\$ (469)	\$ (469)
Miscellaneous	\$ -	\$ -	\$ -
Total Other Income and Expenses	\$ -	\$ (469)	\$ (469)
Net Operating Income (Loss)	\$ -	\$ 26,790	\$ 26,790