

ENZOLYTICS, INC.
BALANCE SHEETS
(Unaudited)

	December 31, 2020	December 31, 2019
ASSETS		
Current assets:		
Cash and cash equivalents	\$ 560,389	\$ 2,091
A/R Related party - Patten Energy, Inc.	36,290	36,290
Allowance for bad debt	(36,290)	(36,290)
Total current assets	<u>560,389</u>	<u>2,091</u>
Property and equipment, net	5,063	22,027
Other assets:		
Intangible assets	2,167,975	2,167,975
Deposit	2,960	-
Investment in Subsidiaries	18,761,993	3,406,315
Total other assets	<u>20,932,928</u>	<u>5,574,290</u>
	<u>\$ 21,498,380</u>	<u>\$ 5,598,408</u>
LIABILITIES AND SHAREHOLDERS' DEFICIT		
Current liabilities:		
Accounts payable	\$ 222,585	\$ 254,459
Accrued expenses and other current liabilities	1,995,741	1,160,981
Common stock payable	3	553,000
Convertible notes, net of discount of \$21,282 and \$30,029 at December 31, 2020 and 2019, respectively	396,018	657,896
Derivative liabilities	8,795,075	1,008,604
Due to related parties:		
Promissory note - Former director and officer	35,000	35,000
Officers, Directors and stockholders	343,101	376,839
License fee payable	-	1,550,000
Current liabilities - Discontinued Operations	485,153	485,153
Total current liabilities	<u>12,272,675</u>	<u>6,081,932</u>
Total long term liabilities	<u>866,452</u>	<u>866,452</u>
Shareholders' Equity/(Deficit)		
Preferred stock, Series A \$.0001 par value; 100,000,000 shares authorized, 60,000,000 issued and outstanding at December 31, 2020 and 2019, respectively	6,000	6,000
Preferred stock, Series B \$.0001 par value; 465,000,000 shares authorized, 445,180,000 and 2,000,000 issued and outstanding at December 31, 2020 and 2019, respectively	44,518	2,000
Preferred stock, Series C \$.0001 par value; 465,000,000 shares authorized, 941,078 and 0 issued and outstanding at December 31, 2020 and 2019, respectively	94	-
Common stock, \$.0001 par value; 3,000,000,000 shares authorized, 2,797,935,953 and 1,066,020,359 issued and outstanding at December 31, 2020 and 2019, respectively	279,794	106,602
Additional paid-in-capital	38,931,963	17,788,436
Preferred stock subscribed	5	
Common stock subscribed	12,809	12,809
Additional paid-in-capital subscribed	1,122,209	260,147
Accumulated Deficit	(32,038,139)	(19,525,970)
Total shareholders' equity/(deficit)	<u>8,359,253</u>	<u>(1,349,976)</u>
Total liabilities and shareholders' deficit	<u>\$ 21,498,380</u>	<u>\$ 5,598,408</u>

See accompanying notes to condensed consolidated financial statements.

ENZOLYTICS, INC.
CONSOLIDATED
STATEMENTS OF OPERATIONS
(Unaudited)

	For the Year Ended December 31, 2020	For the Year Ended December 31, 2019
Continuing Operations:		
Expenses:		
General and administrative	\$ 20,017	\$ 7,041
Salaries, wages and related costs	233,497	328,166
Consulting	1,900,000	310,000
Professional fees	66,639	200
Depreciation and amortization	16,964	16,964
Total expenses	<u>2,237,118</u>	<u>662,371</u>
Loss from operations	<u>(2,237,118)</u>	<u>(662,371)</u>
Other income (expense):		
Interest income	1	-
Interest expense	(180,362)	(118,821)
Gain/(loss) on derivative liabilities	(10,094,691)	1,701,621
Total other income (expense)	<u>(10,275,052)</u>	<u>1,582,800</u>
Net income/(loss)	<u>\$ (12,512,169)</u>	<u>\$ 920,429</u>
Basic and diluted loss per common share	<u>\$ (0.01)</u>	<u>\$ 0.00</u>
Weighted average shares outstanding - Basic and Diluted	<u>1,541,462,729</u>	<u>959,334,531</u>

See accompanying notes to condensed consolidated financial statements.

Enzolytics, Inc.
Statement of Stockholder's Equity (Deficit)
For the Period from December 31, 2018 to September 30, 2020
(Unaudited)

	Preferred Stock Series A	Preferred Stock Series A Amount	Preferred Stock Series B	Preferred Stock Series B Amount	Preferred Stock Series C	Preferred Stock Series C Amount	Common Stock	Common Stock Amount	Additional Paid-in Capital	Preferred Stock Subscribed	Common Stock Subscribed	Additional Paid- in Capital Subscribed	Earnings (Deficit) Accumulated	Total
Balance, December 31, 2018	60,000,000	\$ 6,000	20,000,000	\$ 2,000	-	\$ -	817,748,470	\$ 81,775	\$ 17,512,278	\$ -	\$ 12,809	\$ 260,147	\$ (20,446,399)	\$ (2,571,390)
Stock issued for claim purchase agreement			-	-	-	-	235,023,000	23,502	211,521	-	-	-	-	235,023
Stock issued for a loan			-	-	-	-	13,248,889	1,325	64,637					65,962
Net loss, December 31, 2019													920,429	920,429
Balance, December 31, 2019	60,000,000	\$ 6,000	20,000,000	\$ 2,000	-	\$ -	1,066,020,359	\$ 106,602	\$ 17,788,436	\$ -	\$ 12,809	\$ 260,147	\$ (19,525,970)	\$ (1,349,976)
Stock issued			-	-	-	-	15,000,000	1,500	1,000	-	-	-	-	2,500
Stock issued for services			150,000,000	15,000	-	-	130,000,000	13,000	1,654,500	-	-	-	-	1,682,500
Stock issued for exchange of shares of subsidiary			-	-	-	-	4,000,000	400	19,200	-	-	(19,600)	-	-
Stock issued for claim purchase agreement			-	-	-	-	357,239,556	35,724	352,928	-	-	-	-	388,652
Stock issued for a convertible note			-	-	941,078	94	1,025,676,038	102,568	3,001,348	5	-	881,662	-	3,985,677
Stock issued for an acquisition			295,180,000	29,518	-	-	-	-	16,072,551	-	-	-	-	16,102,069
Stock converted from preferred to common			(20,000,000)	(2,000)	-	-	200,000,000	20,000	(18,000)	-	-	-	-	-
Adjustment for derivative liabilities									60,000	-	-	-	-	60,000
Net loss, December 31, 2020								-					(12,512,169)	(12,512,169)
Balance, December 31, 2020	60,000,000	\$ 6,000	445,180,000	\$ 44,518	941,078	\$ 94	2,797,935,953	\$ 279,794	\$ 38,931,963	\$ 5	\$ 12,809	\$ 1,122,209	\$ (32,038,139)	\$ 8,359,253

See accompanying notes to condensed consolidated financial statements

ENZOLYTICS, INC.
Statements of Cash Flows
(Unaudited)

	For the Year Ended December 31, 2020	For the Year Ended December 31, 2019
Cash flows from operating activities		
Net loss	\$ (12,512,169)	\$ 920,429
Adjustments to reconcile net loss to net cash provided by operating activities:		
Non-cash expenses:		
Depreciation and amortization	16,964	16,964
Stock based compensation	1,094,266	160,000
Stock based reduction of convertible notes	3,672,234	-
Stock based reduction of payables	317,974	240,985
Stock based reduction of accrued interest	14,978	-
Loss on derivative liability	-	-
Change in fair value of derivative liabilities	10,094,691	(1,701,621)
Changes in operating assets and liabilities:		
Increase (decrease) in accounts payable	(31,874)	4,977
Increase (decrease) in accrued expenses and other current liabilities	281,763	356,025
Net cash provided by operating activities	<u>2,948,826</u>	<u>(2,241)</u>
Cash flows from investing activities		
Investment of subsidiaries	(2,404,950)	-
Net cash used by investing activities	<u>(2,404,950)</u>	<u>-</u>
Cash flows from financing activities		
Payments on notes payable	-	(5,000)
Proceeds on notes payable	23,000	2,500
Payments on loans to related parties - Directors and stockholders	(28,384)	(14,600)
Proceeds on loans from related parties - Directors and stockholders	17,306	21,290
Proceeds from sale of stock	2,500	-
Net cash provided by financing activities	<u>14,422</u>	<u>4,190</u>
Increase in cash	558,298	1,949
Cash at beginning of period	2,091	142
Cash at end of period	<u>\$ 560,389</u>	<u>\$ 2,091</u>
Supplemental Cash Flow Information:		
Cash paid for interest	<u>\$ -</u>	<u>\$ -</u>
Cash paid for income taxes	<u>\$ -</u>	<u>\$ -</u>

See accompanying notes to condensed consolidated financial statements.

ENZOLYTICS, INC.
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2020

(1) Basis of Presentation and Organization

Enzolytics, Inc. (“Enzolytics” or the “Company”) is a Delaware corporation. On November 25, 2004, the Company changed its name to Falcon Media Services, Ltd. On November 12, 2008, the Company changed its name to Extreme Mobile Coatings Corp., Ltd. On March 2, 2009, the Company changed its name to Extreme Mobile Coatings Worldwide Corp. On May 19, 2010, the Company changed its name to Structural Enhancement Technologies Corp. (“Structural”). On November 16, 2012, the Company changed its name to Eco-Petroleum Solutions, Inc. (“Eco-Petroleum”). On March 22, 2018, the Company changed its name to Enzolytics, Inc. (“Enzolytics”).

On March 9, 2017, the Company entered into an agreement with the shareholders of Immunotech Laboratories, Inc. (Immunotech) to acquire all of the outstanding shares, both preferred and common stock, of Immunotech for 60,000,000 shares of the Company’s Series A preferred stock and 391,578,947 shares of the Company’s Series B preferred stock. The current shareholders of Immunotech’s ownership of the Company will not be less than the equivalent of 80% of the issued and outstanding shares of ECPO common stock at any given time. At the effective time of the Acquisition, all options to acquire common stock of Immunotech issued and outstanding, whether vested or unvested, shall automatically be converted into and become options to purchase shares of Common Stock. Immunotech’s 200 Million outstanding Series B Preferred convert one for two but do have a voting preference and shall be exchanged for 100 Million Series B Preferred shares of ECPO with the exact same voting preferences as the Immunotech Series B Preferred. The Series B outstanding will be included in the 80% calculation for the Newly Created Preferred. The Company will issue 291,578,947 series B preferred in exchange of 574,964,967 of common stock of Immunotech. As part of the share exchange agreement, all the liabilities of Immunotech Laboratories, Inc. were assumed by Enzolytic, Inc. on March 9, 2017.

On June 22, 2017, Eco Petroleum Solutions, Inc. (OTC Markets "ECPO" or the “Company”) announces that IMMB BG, a subsidiary of Immunotech Laboratories, Inc., the Company’s subsidiary, has issued an exclusive Distribution Agreement (the “Agreement”) for the territory of the Ukraine to LLC Project Development and Implementation Centre Omega (“Omega”). The term of the agreement is for an initial ten-year period with an option to renew the agreement for an additional ten years. The Agreement establishes a price of €3,300 (Euros) per one 8-week cycle of injections or 16 vials. The treatment protocol requires two 8-week cycles of injections administered twice a week with a one-week break between cycles. The ITV-1 treatment will be administered with a combination of different variations of Protease Inhibitors used in the treatment of HIV/AIDS.

On October 1st, 2017, the company amended the consulting Agreement entered in June of 2014 between Immunotech Laboratories, Inc and Camelot Nevada Trust. The original agreement was for accounting and business development services with the amount invoiced being payable in cash or shares at the election of the Company when paid. The original conversion feature was set at a Fifty Percent (50%) discount to the lowest bid price in the proceeding 30 days of the original invoice of Immunotech Laboratories, Inc. The Company has negotiated a fixed price of \$.004 with a reset upon the issuance of any convertible instrument with a lower conversion price. The first payment due under the amended contract is upon the shipping of the first order. There is a default provision for non-payment and a cure period. Payment in stock or cash at the Company’s election applies. The balance accrued under this contract, included in the accounts payable balance is \$412,500.00 at September 30, 2017. This payable along with all the other liabilities of Immunotech Laboratories, Inc were assumed by the Company on March 9, 2017 as part of the Share Exchange Agreement.

ENZOLYTICS, INC.
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On January 15, 2018, the merger agreement with Immunotech Laboratories, Inc. was terminated except for Section 1.03(d)(i) which relates to the appointment of Harry Zhabilov as Chairman and CEO of ECPO which remained in effect.

On March 26, 2018, an asset purchase agreement was entered into with Immunotech Laboratories, Inc whereby the Exclusive License Agreement for the Patented Immunotherapy Treatment for the care of HIV/Aids and Hepatitis C patients, Forty Nine Percent ownership in Immunotech Laboratories BG, all equipment and intellectual property associated with the Patented treatment was purchased in exchange for a note payable and common stock of Enzolytics, Inc. issued to Immunotech Laboratories, Inc. and assumption of certain debt from Immunotech by Enzolytics, Inc. This debt included, but it not limited to the Zhabilov Trust Fee of \$1,550,000, the Camelot Nevada Trust Payable of \$530,000, Investors Loans of \$224,469 and Other Advances of \$282,500.

On June 25, 2018, the Company entered into a settlement agreement and stipulation ("Settlement Agreement") with Livingston Asset Management LLC ("Livingston") in connection with the settlement of \$563,000 of bona fide obligations the Company owed to certain of its creditors. The Settlement Agreement was subject to Federal court fairness hearing, and on August 21, 2018 a Federal court granted approval of the Settlement Agreement. If satisfied in full, pursuant to the Settlement Agreement the Company shall reduce the Company's debt obligations in exchange for the issuance of 563,000,000 shares of Company's common stock, in multiple tranches, pursuant to the terms of section 3(a)(10) of the Securities Act of 1933, as amended. At no time may Livingston beneficially own more than 9.99% of the Company's outstanding common stock. In connection with the transaction, the Company issued to Livingston a convertible promissory note in the principal amount of \$100,000 bearing interest of 10% per year to cover legal fees and other expenses, The Note is convertible into shares of the Company's common stock at 50% of the lowest closing bid price for 10 trading days prior to the date of conversion. Under the terms of a separate engagement letter, in connection with the settlement agreement, the Company is to pay a registered placement agent ten percent (10%) of the dollar amount of creditor obligations extinguished pursuant to the settlement agreement. As of December 31, 2020, a total of 602,024,556 shares have been converted on the note.

The Company focuses on Research and Development in the Bio-Tech Field as a drug development company committed to the commercialization of its proprietary proteins known as IRREVERSIBLE PEPSIN FRACTION (IPF) ITV-1 for the treatment of debilitating infectious disease such as HIV and Hepatitis Type C. These drugs have not been approved by the FDA but the Company has begun pre-clinical trial testing. The Company has also begun the final phase of clinical trials during the period ended March 31, 2016 in Bulgaria through a minority owned entity, Immunotech Laboratories, BG ("ILBG") which IMMB owns 49%. The Clinical Trials were successfully completed Bulgaria in the fourth quarter of 2016. In pursuit of this strategy, in December of 2009 we entered into a Licensing Agreement (the "Agreement"), with the Zhabilov Trust, a California Trust ("Z Trust" or the "Seller") and the Trustees of the Z Trust ("Trustees"). Pursuant to the terms of the Agreement, we agreed to pay \$1,550,000 Licensing fee to the Trust for exclusive rights to the Patent for proteins to be used to develop a drug treatment for HIV. The exclusivity is for a period of 20 years with approximately 12 years remaining.

On April 16, 2020, the Company announced its new physical address and telephone number, 2000 N. Central Express Way, Unit 104, Plano, Texas 75074, telephone number, (972) 292-9414.

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NOTES TO FINANCIAL STATEMENTS
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On April 30, 2020, the Company filed Foreign Profit Corporation Article of Continuance pursuant to Wyoming Statute W.S. 17-16-1810 to redomicile the Company from Delaware to Wyoming and increasing the authorized common shares to three billion. On May 21, 2020, the Company was approved by the State of Wyoming.

On September 15, 2020, Enzolytics, Inc. and BioClonetics Immunotherapy, Inc., a biotech company located in Dallas, TX, announced the execution of a Letter of Intent to merge the two entities together with the intent to combine the two proprietary technologies to evaluate the beneficial and synergistic effects of combining the two entities' therapeutics for treating patients with the HIV virus.

On October 22, 2020, the Company announced the appointment, by the Board of Directors of the Company, on October 20, 2020, of Charles Cotropia to the position of CEO of Enzolytics. Mr. Cotropia also serves as CEO of the Company's Merger target BioClonetics Immunotherapeutics, and Harry Zhabilov the former CEO of the Company has taken the position of CSO. Charles Cotropia was appointed to the Company's Board of Directors on October 1, 2020. Simultaneously, Harry Zhabilov was appointed to the BioClonetics Immunotherapeutics board.

On November 4, 2020 the company filed to redomicile to the State of Delaware.

On November 16, 2020, the issuer (having been renamed, immediately prior to this Holding Company Reorganization, from "Enzolytics, Inc." to "ENZC SUB, Inc.") completed a corporate reorganization (the "Holding Company Reorganization") pursuant to which ENZC SUB, Inc., as previously constituted (the "Predecessor") became a direct, wholly-owned subsidiary of a newly formed Delaware corporation, Enzolytics, Inc. (the "Holding Company"), which became the successor issuer. In other words, the Holding Company is now the public entity. The Holding Company Reorganization was effected by a merger conducted pursuant to Section 251(g) of the Delaware General Corporation Law (the "DGCL"), which provides for the formation of a holding company without a vote of the stockholders of the constituent corporations.

In accordance with Section 251(g) of the DGCL, Enzolytics Merger Corp. ("Merger Sub"), another newly formed Delaware corporation and, prior to the Holding Company Reorganization, was an indirect, wholly owned subsidiary of the Predecessor, merged with and into the Predecessor, with the Predecessor surviving the merger as a direct, wholly owned subsidiary of the Holding Company (the "Merger"). The Merger was completed pursuant to the terms of an Agreement and Plan of Merger among the Predecessor, the Holding Company and Merger Sub, dated November 16, 2020 (the "Merger Agreement").

As of the effective time of the Merger and in connection with the Holding Company Reorganization, all outstanding shares of common stock and preferred stock of the Predecessor were automatically converted into identical shares of common stock or preferred stock, as applicable, of the Holding Company on a one-for-one basis, and the Predecessor's existing stockholders and other holders of equity instruments, became stockholders and holders of equity instruments, as applicable, of the Holding Company in the same amounts and percentages as they were in the Predecessor prior to the Holding Company Reorganization.

The executive officers and board of directors of the Holding Company are the same as those of the Predecessor in effect immediately prior to the Holding Company Reorganization.

For purposes of Rule 12g-3(a), the Holding Company is the successor issuer to the Predecessor, now as the sole shareholder of the Predecessor. Accordingly, upon consummation of the Merger, the Holding

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Company's common stock was deemed to be registered under Section 12(b) of the Securities Exchange Act of 1934, as amended, pursuant to Rule 12g-3(a) promulgated thereunder.

The foregoing description of the Merger Agreement is qualified in its entirety by reference to the full text of the Merger Agreement, a copy of which is attached as an exhibit hereto and incorporated by reference herein.

The Holding Company adopted a certificate of incorporation (the "Certificate") and bylaws (the "Bylaws") that are, in all material respects, identical to the certificate of incorporation and bylaws of the Predecessor immediately prior to the Holding Company Reorganization, with the possible exception of certain amendments that are permissible under Section 251(g)(4) of the DGCL. The Holding Company has the same authorized capital stock and the designations, rights, powers and preferences of such capital stock, and the qualifications, limitations and restrictions thereof are the same as that of the Predecessor's capital stock immediately prior to the Holding Company Reorganization.

The common stock of the Holding Company trades on OTC Markets under the symbol "ENZC" under which the common stock of the Predecessor was previously listed and traded. As a result of the Holding Company Reorganization, the common stock of the Predecessor will no longer be publicly trade.

On November 30, 2020, Enzolytics, Inc. (the "Company") entered into a Business Combination Agreement with Bioclonetics Immunotherapeutics, Inc., ("Bioclonetics") a Texas Corporation controlled by Charles S. Cotropia, the Company's current Chief Executive Officer.

As consideration for the Business Combination, and in exchange for 100% of the issued and outstanding stock of BioClonetics, the Company has agreed to issue a total of 204,430,000 newly issued shares of Series B Preferred Stock to Charles S. Cotropia, and others Bioclonetics Designees and 90,570,000 shares of newly issued Series B Preferred Stock to Harry Zhabilov, the Company's current Chief Financial Officer.

Control Block Transfer Agreement

In addition, on November 30, 2020, the Zhabilov Trust, the Company's Controlling Shareholder, entered into a Control Block Transfer Agreement, under which the Zhabilov Trust has agreed to transfer 35,100,000 shares of Series A Preferred Stock and 231,000,000 shares of Common Stock (together the "Control Block") to Charles S. Cotropia and other Bioclonetics Designees.

Once such share issuances and transfers are completed, Charles S. Cotropia and other Bioclonetics Designees will be the Company's new Control Block holder and majority shareholder, in addition to his role as Chief Executive Officer of Enzolytics, Inc., resulting in a Change of Control. This transfer was completed on December 7, 2020.

Formation of Two New Wholly-Owned Subsidiaries

Pursuant to the terms of the Business Combination Agreement, on December 1, 2020, the Company formed two new Texas corporations as wholly-owned subsidiaries for the purpose of licensing certain patented technologies: Biogenesis, Inc. and Virogenics, Inc.

ENZOLYTICS, INC.
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Two Patent License Agreements

On December 1, 2020, Biogenysis, Inc., a wholly-owned subsidiary of Enzolytics, Inc., entered into a Patent License Agreement with Bioclonetics in order to license the U.S. Provisional Patent Application No. 63/078,482, filed September 15, 2020, entitled NOVEL HIV-BINDING PEPTIDES for treating, preventing and reducing the risks of HIV, including all patents issuing therefrom and any foreign counterparts thereof.

Also on December 1, 2020, Virogenetics, Inc., a wholly-owned subsidiary of Enzolytics, Inc., entered into a Patent License Agreement with the Zhabilov Trust in order to license the U.S. Patent No. 7,479,538, entitled Irreversibly - Inactivated pepsinogen fragment and Pharmaceutical composition the same for detecting preventing and treating HIV; U.S. Patent No. 8,066,982, Irreversibly - Inactivated pepsinogen fragment and Pharmaceutical composition compressing the same for detecting preventing and treating HIV, including all patents issuing therefrom and any foreign counterparts thereof.

Provisional Patent for Immunotherapy Treatment of Multiple Sclerosis

On December 9, 2020 the company filed a provisional patent with the U.S. Patent Office for an Immunotherapy treatment of Multiple Sclerosis developed by Harry Zhabilov, titled **NUCLEAR PROTEINS ISOLATED FROM MAMALIAN SPINAL CORD (SCNP) IMMUNE FACTOR**, Ser. No. 62/123341. The Company received confirmation of filing from the U.S. Patent Office on December 10, 2020.

Engagement of BTS Research for Planned Toxicity Test

On December 14, 2020 the Company engaged SAMM SOLUTIONS, INC. (DBA BTS Research), through a Master Service Agreement ("MSA"), to conduct a toxicity study on the Company's Flagship compound ITV-1. The Company has previously tested the compound in successful Clinical Trials in Bulgaria, but FDA regulations require separate Toxicity tests before an Investigational New Drug process may begin in the United States. The Company is still in the planning stages and based on the Mutual Recognition Agreement between the European Medicines Agency and the U. S, Federal Drug Administration may preempt the need for additional planned toxicity study.

Texas A&M Facilities

Effective December 1, 2020, the Company entered into a lease with Texas A & M for office and laboratory space on the campus of Texas A&M University in the University's Institute for Preclinical Studies in order to expand the Company's development capabilities for the production of additional monoclonal antibodies.

Financial Statements

The accompanying financial statements of Enzolytics for December 31, 2020 and December 31, 2019 have been prepared in accordance with U.S. generally accepted accounting principles (GAAP). The accompanying financial statements have not been audited or reviewed.

In the opinion of management, the financial statements include all known adjustments (which consist primarily of normal, recurring accruals, estimates, and assumptions that impact the financial statements) necessary to present fairly the financial position as of the balance sheet dates and the results of operations for the years then ended, and cumulative from inception.

ENZOLYTICS, INC.
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2020

Fair Value of Financial Instruments

SFAS No. 107, “Disclosures about Fair Value of Financial Instruments”, requires disclosures of information about the fair value of certain financial instruments for which it is practicable to estimate that value. For purposes of this disclosure, the fair value of a financial instrument is the amount at which the instrument could be exchanged in a current transaction between willing parties, other than in a forced sale or liquidation. The carrying amounts of the Company’s financial instruments, including cash and cash equivalents, accounts receivable, advances to suppliers, accounts payable and accrued expenses, line of credit, notes maturity for these instruments.

Cash and Cash Equivalents

For the Statements of Cash Flows, all highly liquid investments with maturity of three months or less are considered to be cash equivalents.

Property and Equipment

Property and equipment are recorded at historical cost. Major additions and renewals are capitalized and depreciated over their estimated useful lives. The Company uses the straight-line method of depreciation. The estimated useful lives for significant property and equipment categories are as follows:

Office and computer equipment	3-7 years
Machinery and equipment	5-10 years

Impairment of Long-Lived Assets

The Company evaluates the recoverability of long-lived assets and the related estimated remaining lives at each balance sheet date. The Company records an impairment or change in useful life whenever events or changes in circumstances indicate that the carrying amount may not be recoverable or the useful life has changed. During the periods ended December 31, 2020 and December 31, 2019, the assets of Enzolytics were fully depreciated as no longer using the assets for that division of business when the Company decided to acquire the assets of Immunotech and no events or circumstances occurred for which an evaluation of the recoverability of long-lived assets was required in 2020.

Loss per Common Share

Basic net loss per share is calculated based on the weighted-average number of common shares outstanding. Diluted net loss per share is calculated using the weighted-average number of common shares outstanding plus common stock equivalents. Common stock equivalents are excluded from the calculation of diluted net loss per share when their effect is anti-dilutive.

Stock-Based Compensation Arrangements

The Company accounts for stock-based compensation arrangements in accordance with guidance provided by the Financial Accounting Standards Board Accounting Standards Codification (“ASC”). This guidance addresses all forms of share-based payment awards including shares issued under employee stock purchase plans, stock options, restricted stock and stock appreciation rights, as well as share grants and other awards issued to employees and non-employees under free-standing arrangements. These awards are recorded at costs that are measured at fair value on the awards’ grant dates, based on the estimated number of awards that are expected to vest and will result in charges to operations.

From time to time, the Company’s shares of common stock have been issued as payment to employees and non-employees for services and the reduction of debt. These are non-cash transactions that require

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management to make judgments related to the fair value of the shares issued, which affects the amounts reported in the Company's accompanying financial statements for certain of its assets and expenses.

Income Taxes

The Company account for income taxes pursuant to ASC Topic 740, "*Income Taxes*". Under ASC Topic 740, deferred tax assets and liabilities are determined based on temporary differences between the bases of certain assets and liabilities for income tax and financial reporting purposes. The deferred tax assets and liabilities are classified according to the financial statement classification of the assets and liabilities generating the differences.

Deferred Offering Costs

The Company defers as other assets the direct incremental costs of raising capital until such time as the offering is completed. At the time of the completion of the offering, the costs are charged against the capital raised. Should the offering be terminated, deferred offering costs are charged to operations during the period in which the offering is terminated.

Recent Accounting Pronouncements

The management of the Company does not believe that any recently issued, but not yet effective, accounting standards, if currently adopted, would have a material effect on the accompanying financial statements.

(2) Going Concern

Management of the Company believes that the Company will be successful in its capital formation and operating activities, there can be no assurance that it will be able to raise additional equity capital, or be able to generate sufficient revenues to sustain its operations. The Company also intends to conduct additional capital formation activities through the issuance of its common stock to establish sufficient working capital and to expand its operations.

The accompanying financial statements have been prepared in conformity with U.S. generally accepted accounting principles (GAAP), which contemplate continuation of the Company as a going concern.

The Company has incurred an operating loss since inception and the cash resources of the Company are insufficient to meet its planned business objectives. These and other factors raise substantial doubt about the Company's ability to continue as a going concern. The accompanying financial statements do not include any adjustments to reflect the possible future effects on the recoverability and classification of assets or the amounts and classification of liabilities that may result from the possible inability of the Company to continue as a going concern.

ENZOLYTICS, INC.
NOTES TO FINANCIAL STATEMENTS
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(3) Investment in Subsidiaries

As of December 31, 2020, and December 31, 2019, the summary of Investment in Subsidiaries were as follows:

	As of	
	December 31, 2020	December 31, 2019
Investment in IMMB	\$ 3,406,315	\$ 3,406,315
Investment in ENZO Sub	5,298,224	
Investment in Bioclonetics	10,057,455	-
Totals	<u>\$ 18,761,994</u>	<u>\$ 3,406,315</u>

(4) Related Party Transactions

As of December 31, 2020, and December 31, 2019, the Company owed to Directors, officers, and stockholders of the Company \$343,101 and \$376,839, respectively. The amounts are unsecured, non-interest bearing, and have no terms for repayment. The individual amounts owed to Directors, officers and stockholders are presented as follows:

	As of	
	December 31, 2020	December 31, 2019
James W. Zimmer	\$ 142,646	\$ 142,646
Harry Zhabilov	200,455	227,503
	<u>\$ 343,101</u>	<u>\$ 376,839</u>

The remaining balance of \$343,101 outstanding at December 31 2020 was subject to the 251G reorganization and is now debt recognized as convertible debt of the private entity ENZC Sub, Inc. (“Predecessor”).

On May 20, 2010, a Director and former officer of the Company loaned \$35,000 and received a promissory note from the Company with an annual interest rate of 8%. The note has a term of six months, at which time, the principal and accrued interest are due and payable. The note can be prepaid at any time and from time to time at par and accrued interest. The principal and interest of the note are also convertible to 20,000 shares of the Company’s common stock (post reverse stock split) at the end of the six-month term at the designation of the holder. As of December 31, 2020, and December 31, 2019, the promissory note was in default, and the amount of \$35,000 of principal on the note was due and payable to the note holder plus accrued interest of \$29,707, and \$26,907, respectively. Interest expense related to this loan was \$2,800 and \$2,800 for the twelve months ended December 31, 2020 and December 31, 2019, respectively. The balance remaining is \$35,000.00 and was subject to the 251G reorganization and is not convertible into ENZC shares but is now debt recognized as convertible debt of the private entity ENZC Sub, Inc. (“Predecessor”).

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On October 20, 2020, the Company entered into a three-year employment agreement with the Chief Executive officer with a base salary of \$96,000 per year and a grant of 5,000,000 three-year stock options.

On October 20, 2020, the Company entered into a three-year employment agreement with the Chief Scientific Officer of the Company with a base salary of \$108,000 per year and a grant of 5,000,000 three-year stock options.

On October 20, 2020, the Company entered into a three-year employment agreement with an Executive of the Company with a base salary of \$96,000 per year and a grant of 5,000,000 three-year stock options.

(5) Notes Payable

Notes payable and long-term debt as of December 31, 2020 and December 31, 2019, consisted of the following:

Short-term notes payable as of December 31, 2020 and December 31, 2019, consisted, in part, of two separate notes given to the same holder, one for \$100,000, dated November 3, 2009, and the other for \$50,000, dated January 11, 2010. Both notes had six-month terms and accrued interest at 8 percent per annum. As of December 31, 2020, and December 31, 2019, both notes were in default and, as such, the holder has the right to convert the amounts to shares of restricted common stock at a 25 percent discount to the thirty-day average closing price prior to the date of conversion. Subsequent to December 31, 2010, the holder agreed not to convert the debt to shares and to settle these obligations for \$150,000, plus accrued interest, in connection with the completion of a merger transaction with Landmark Consulting, Inc. The transaction with Landmark was not completed by the Company. Subsequently, on February 14, 2012, the Company issued 50,000 shares of registered common stock to the holder (post reverse stock split) in satisfaction of \$50,000 in principal on the notes. The balance remaining is \$140,000.00 and was subject to the 251G reorganization and is not convertible into ENZC shares but is now debt recognized as convertible debt of the private entity ENZC Sub, Inc. ("Predecessor").

On April 13, 2012, the Company issued a promissory note, due October 31, 2012, to a stockholder for \$15,000. The note carries an interest rate of 10 percent per annum, and may be either repaid, at the election of the note holder in cash plus the issuance of shares of common stock of the Company in the amount of \$30,000 in value, or by the conversion of the principal and interest due into a total of \$45,000 in value of common stock of the Company, along with additional warrants to purchase common stock of the Company with an additional value of \$10,000, with such warrants being exercisable within one year from the date of issuance, and shall have an exercise price equal to 50 percent of the average closing price of the common stock of the Company on the five trading days prior to exercise. As of December 31, 2020, and December 31, 2019, the promissory note was in default. The promissory note is guaranteed by shares of common stock of the Company owned by James W. Zimbler, a Director and stockholder of the Company and was subject to the 251G reorganization and is not convertible into ENZC shares but is now debt recognized as convertible debt of the private entity ENZC Sub, Inc. ("Predecessor").

On September 25, 2013, the Company issued a promissory note, due December 24, 2013, to an unrelated entity for \$50,000 in proceeds. The note carries an interest rate of 10 percent per annum, and may be repaid with appropriate interest to the note holder by the Company on the earlier of the due date or the date the Company raises in excess of \$500,000 from its current capital formation activities, or all or a portion of the

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principal and accrued and unpaid interest may be converted, at the election of the note holder, into shares of common stock of the Company at a price equal to 85 percent of the market price (meaning the average of the lowest two trading prices for the five-day trading period before the date of conversion) of the Company's common stock. As of December 31, 2020, and December 31, 2019, the promissory note was in default, and the Company obtained a written waiver from the note holder dated March 26, 2014, and a subsequent verbal waiver, confirming that all terms and conditions contained in the promissory note would remain in effect as the Company was continuing with its capital formation activities. Further, on February 11, 2014, the Company issued 100,000 shares of common stock to the note holder, with a value of \$5,000, as an incentive to continue working with the Company on its capital formation and other merger activities and was subject to the 251G reorganization and is not convertible into ENZC shares but is now debt recognized as convertible debt of the private entity ENZC Sub, Inc. ("Predecessor").

On October 18, 2013, the Company issued a second promissory note, due January 16, 2014, to the same note holder as the September 25, 2013 promissory note, for \$100,000 in proceeds. The note carries an interest rate of 10 percent per annum, and may be repaid with appropriate interest to the note holder by the Company on the earlier of the due date or the date the Company raises in excess of \$750,000 from its current capital formation activities, or all or a portion of the principal and accrued and unpaid interest may be converted, at the election of the note holder, into shares of common stock of the Company at a price equal to 85 percent of the market price (meaning the average of the lowest two trading prices for the five-day trading period before the date of conversion) of the Company's common stock. As of December 31, 2020, and December 31, 2019, the promissory note was in default, and the Company obtained a written waiver from the note holder dated March 26, 2014, and a subsequent verbal waiver, confirming that all terms and conditions contained in the promissory note would remain in effect as the Company was continuing with its capital formation and other merger activities. Further, on February 11, 2014, as a condition of the promissory note, the Company issued 200,000 shares of common stock to the note holder, with a value of \$10,000, as an incentive to make the loan. This loan and was subject to the 251G reorganization and is not convertible into ENZC shares but is now debt recognized as convertible debt of the private entity ENZC Sub, Inc. ("Predecessor").

On September 21, 2012, the Company entered into a Settlement Agreement with Mr. Peter Mergenthaler, individually and as the agent for Eastern Glow Investments, Ltd. and Kingsgate Development, Ltd., entities who were initial stockholders of the Company when it was known as Falcon Media Services, Ltd., James W. Zimmler, Challenger Brands Corp., and the Company.

A debt purchase agreement was entered in on January 29, 2015. On February 10, 2015, the Company issued a total of 10,000,000 shares to Mr. Mergenthaler in settlement of \$190,000 of the amount due him, reducing the total amount owed of the note payable from \$283,500 to the amount of \$71,500. On December 31, 2020 and 2019, the balance was \$59,800 and was subject to the 251G reorganization and is not convertible into ENZC shares but is now debt recognized as convertible debt of the private entity ENZC Sub, Inc. ("Predecessor").

On February 27, 2017, the Company issued a promissory note to an unrelated party, due March 27, 2018, for \$10,800 in proceeds. The note carries an interest rate of 12 percent per annum. Note was converted to series C Preferred share on November 16, 2020 through a stock exchange agreement.

On March 9, 2017, the Company issued a promissory note to an unrelated party, due March 9, 2018, for \$25,000 in proceeds. The note carries an interest rate of 12 percent per annum, compounded, and may be either repaid, at the election of the note holder in cash or the issuance of shares of common stock of the

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Company at a discount to market equal to 50% discount to the lowest closing bid during the past 10 days. The Holder's right to convert the note will be triggered upon the occurrence of one of the following: (i) 6 months from the date of said note, (ii) changed in control of the Company, (iii) the filing of a registration statement or offering, or (iv) election by the holder. Note paid in full on September 17, 2020 and was subject to the 251G reorganization and is not convertible into ENZC shares but is now debt recognized as convertible debt of the private entity ENZC Sub, Inc. ("Predecessor").

On May 23, 2017, the Company issued a promissory note to an unrelated party, due May 22, 2018, for \$6,500 in proceeds. The note carries an interest rate of 12 percent per annum, compounded, and may be either repaid, at the election of the note holder in cash or the issuance of shares of common stock of the Company at a discount to market equal to 50% discount to the lowest closing bid during the past 10 days. The Holder's right to convert the note will be triggered upon the occurrence of one of the following: (i) 6 months from the date of said note, (ii) changed in control of the Company, (iii) the filing of a registration statement or offering, or (iv) election by the holder. Note was converted to series C Preferred share on November 16, of 2020 through a stock exchange agreement.

On May 26, 2017, the Company issued a promissory note to an unrelated party, due June 23, 2018, for \$5,000 in proceeds. The note carries an interest rate of 12 percent per annum, compounded, and may be either repaid, at the election of the note holder in cash or the issuance of shares of common stock of the Company at a discount to market equal to 50% discount to the lowest closing bid during the past 10 days. The Holder's right to convert the note will be triggered upon the occurrence of one of the following: (i) 6 months from the date of said note, (ii) changed in control of the Company, (iii) the filing of a registration statement or offering, or (iv) election by the holder and was subject to the 251G reorganization and is not convertible into ENZC shares but is now debt recognized as convertible debt of the private entity ENZC Sub, Inc. ("Predecessor").

On June 20, 2017, the Company issued a promissory note to an unrelated party, due June 19, 2018, for \$3,000 in proceeds. The note carries an interest rate of 12 percent per annum, compounded, and may be either repaid, at the election of the note holder in cash or the issuance of shares of common stock of the Company at a discount to market equal to 50% discount to the lowest closing bid during the past 10 days. The Holder's right to convert the note will be triggered upon the occurrence of one of the following: (i) 6 months from the date of said note, (ii) changed in control of the Company, (iii) the filing of a registration statement or offering, or (iv) election by the holder. Note was converted to series C Preferred share on November 16, 2020 through a stock exchange agreement.

On September 14, 2017, the Company issued a promissory note to an unrelated party, due September 14, 2018, for \$25,000 in proceeds. The note carries an interest rate of 12 percent per annum, compounded, and may be either repaid, at the election of the note holder in cash or the issuance of shares of common stock of the Company at a discount to market equal to 50% discount to the lowest closing bid during the past 10 days. The Holder's right to convert the note will be triggered upon the occurrence of one of the following: (i) 6 months from the date of said note, (ii) changed in control of the Company, (iii) the filing of a registration statement or offering, or (iv) election by the holder. On March 22, 2019, \$5,000 was converted to stock. Note was converted to series C Preferred share on November 16, 2020 through a stock exchange agreement.

On November 16, 2017, the Company issued a promissory note to an unrelated party, due December 27, 2018, for \$22,800 in proceeds. The note carries an interest rate of 12 percent per annum, compounded, and may be either repaid, at the election of the note holder in cash or the issuance of shares of common stock

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of the Company at a discount to market equal to 50% discount to the lowest closing bid during the past 10 days. The Holder's right to convert the note will be triggered upon the occurrence of one of the following: (i) 6 months from the date of said note, (ii) changed in control of the Company, (iii) the filing of a registration statement or offering, or (iv) election by the holder. Note was converted to series C Preferred share on November 16, 2020 through a stock exchange agreement.

On March 14, 2017, the Company issued a promissory note to an unrelated party, due March 14, 2018, for \$23,900 in proceeds. The note carries an interest rate of 12 percent per annum, compounded, and may be either repaid, at the election of the note holder in cash or the issuance of shares of common stock of the Company at a discount to market equal to 50% discount to the lowest closing bid during the past 10 days. The Holder's right to convert the note will be triggered upon the occurrence of one of the following: (i) 6 months from the date of said note, (ii) changed in control of the Company, (iii) the filing of a registration statement or offering, or (iv) election by the holder. Note was converted to series C Preferred share on November 16, 2020 through a stock exchange agreement.

On September 14, 2017, the Company issued a promissory note to an unrelated party, due September 14, 2018, for \$10,000 in proceeds. The note carries an interest rate of 12 percent per annum, compounded, and may be either repaid, at the election of the note holder in cash or the issuance of shares of common stock of the Company at a discount to market equal to 50% discount to the lowest closing bid during the past 10 days. The Holder's right to convert the note will be triggered upon the occurrence of one of the following: (i) 6 months from the date of said note, (ii) changed in control of the Company, (iii) the filing of a registration statement or offering, or (iv) election by the holder and was subject to the 251G reorganization and is not convertible into ENZC shares but is now debt recognized as convertible debt of the private entity ENZC Sub, Inc. ("Predecessor").

On April 13, 2018, the Company issued a promissory note to an unrelated party, due April 13, 2019, for \$12,500 in proceeds. The note carries an interest rate of 12 percent per annum, compounded, and may be either repaid, at the election of the note holder in cash or the issuance of shares of common stock of the Company at a discount to market equal to 50% discount to the lowest closing bid during the past 10 days. The Holder's right to convert the note will be triggered upon the occurrence of one of the following: (i) 6 months from the date of said note, (ii) changed in control of the Company, (iii) the filing of a registration statement or offering, or (iv) election by the holder and was subject to the 251G reorganization and is not convertible into ENZC shares but is now debt recognized as convertible debt of the private entity ENZC Sub, Inc. ("Predecessor").

On April 19, 2018, the Company issued a promissory note to an unrelated party, due April 19, 2019, for \$4,000 in proceeds. The note carries an interest rate of 12 percent per annum, compounded, and may be either repaid, at the election of the note holder in cash or the issuance of shares of common stock of the Company at a discount to market equal to 50% discount to the lowest closing bid during the past 10 days. The Holder's right to convert the note will be triggered upon the occurrence of one of the following: (i) 6 months from the date of said note, (ii) changed in control of the Company, (iii) the filing of a registration statement or offering, or (iv) election by the holder. Note was converted to series C Preferred share on November 16, 2020 through a stock exchange agreement.

On April 26, 2018, the Company issued a promissory note to an unrelated party, due April 26, 2019, for \$5,850 in proceeds. The note carries an interest rate of 12 percent per annum, compounded, and may be either repaid, at the election of the note holder in cash or the issuance of shares of common stock of the

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Company at a discount to market equal to 50% discount to the lowest closing bid during the past 10 days. The Holder's right to convert the note will be triggered upon the occurrence of one of the following: (i) 6 months from the date of said note, (ii) changed in control of the Company, (iii) the filing of a registration statement or offering, or (iv) election by the holder. Note was converted to series C Preferred share on November 16, 2020 through a stock exchange agreement.

On June 15, 2018, the Company issued a promissory note to an unrelated party, due June 15, 2019, for \$2,275 in proceeds. The note carries an interest rate of 12 percent per annum, compounded, and may be either repaid, at the election of the note holder in cash or the issuance of shares of common stock of the Company at a discount to market equal to 50% discount to the lowest closing bid during the past 10 days. The Holder's right to convert the note will be triggered upon the occurrence of one of the following: (i) 6 months from the date of said note, (ii) changed in control of the Company, (iii) the filing of a registration statement or offering, or (iv) election by the holder. Note was converted to series C Preferred share on November 16, 2020 through a stock exchange agreement.

On October 3, 2018, the Company issued a promissory note to an unrelated party, due October 3, 2019, for \$5,000 in proceeds. The note carries an interest rate of 12 percent per annum, compounded, and may be either repaid, at the election of the note holder in cash or the issuance of shares of common stock of the Company at a discount to market equal to 50% discount to the lowest closing bid during the past 10 days. The Holder's right to convert the note will be triggered upon the occurrence of one of the following: (i) 6 months from the date of said note, (ii) changed in control of the Company, (iii) the filing of a registration statement or offering, or (iv) election by the holder. Note was converted to series C Preferred share on November 16, 2020 through a stock exchange agreement.

On November 5, 2018, the Company issued a promissory note to an unrelated party, due November 5, 2019, for \$3,000 in proceeds. The note carries an interest rate of 12 percent per annum, compounded, and may be either repaid, at the election of the note holder in cash or the issuance of shares of common stock of the Company at a discount to market equal to 50% discount to the lowest closing bid during the past 10 days. The Holder's right to convert the note will be triggered upon the occurrence of one of the following: (i) 6 months from the date of said note, (ii) changed in control of the Company, (iii) the filing of a registration statement or offering, or (iv) election by the holder. Note was converted to series C Preferred share on November 16, 2020 through a stock exchange agreement.

On January 2, 2019, the Company issued a promissory note to an unrelated party, due January 2, 2020, for \$5,000 in proceeds. On October 19, 2020, the Company signed an agreement to modify the note as follows: The note carries an interest rate of 12 percent per annum, compounded. The Note shall be secured by the common stock of the Company and The Note holder (the "Holder") in its sole discretion may elect to convert the Note into shares of the Company's common stock. The Holder may convert the Note, or portion thereof, into shares of the Company's common stock at a conversion price equal to the Lower of (i) fifty percent (50%) Closing Bid Price of the Common Stock for the thirty (30) Trading Days preceding the Conversion Date or (ii) \$0.0001 per share (the "Conversion Price"). The Holder's right to convert the Note will be triggered upon the occurrence of any one of the following: (i) 6 months from the date of said note, (ii) change in control the Company, (iii) the filing of a registration statement or offering, or (iv) election by the Holder. No fractional shares of common stock shall be issued upon conversion of the Note, and in lieu thereof, the number of shares of common stock to be issued for the Note converted shall be rounded down to the nearest whole number of shares of common stock. Note was converted to series C Preferred share on November 16, 2020 through a stock exchange agreement.

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On February 1, 2019, the Company issued a promissory note to an unrelated party, due February 1, 2020, for \$5,000 in proceeds. On October 19, 2020, the Company signed an agreement to modify the note as follows: The note carries an interest rate of 12 percent per annum, compounded, The Note shall be secured by the common stock of the Company and The Note holder (the "Holder") in its sole discretion may elect to convert the Note into shares of the Company's common stock. The Holder may convert the Note, or portion thereof, into shares of the Company's common stock at a conversion price equal to the Lower of (i) fifty percent (50%) Closing Bid Price of the Common Stock for the thirty (30) Trading Days preceding the Conversion Date or (ii) \$0.0001 per share (the "Conversion Price"). The Holder's right to convert the Note will be triggered upon the occurrence of any one of the following: (i) 6 months from the date of said note, (ii) change in control the Company, (iii) the filing of a registration statement or offering, or (iv) election by the Holder. No fractional shares of common stock shall be issued upon conversion of the Note, and in lieu thereof, the number of shares of common stock to be issued for the Note converted shall be rounded down to the nearest whole number of shares of common stock. Note was converted to series C Preferred share on November 16, 2020 through a stock exchange agreement.

On March 1, 2019, the Company issued a promissory note to an unrelated party, due March 1, 2020, for \$5,000 in proceeds. On October 19, 2020, the Company signed an agreement to modify the note as follows: The note carries an interest rate of 12 percent per annum, compounded, The Note shall be secured by the common stock of the Company and The Note holder (the "Holder") in its sole discretion may elect to convert the Note into shares of the Company's common stock. The Holder may convert the Note, or portion thereof, into shares of the Company's common stock at a conversion price equal to the Lower of (i) fifty percent (50%) Closing Bid Price of the Common Stock for the thirty (30) Trading Days preceding the Conversion Date or (ii) \$0.0001 per share (the "Conversion Price"). The Holder's right to convert the Note will be triggered upon the occurrence of any one of the following: (i) 6 months from the date of said note, (ii) change in control the Company, (iii) the filing of a registration statement or offering, or (iv) election by the Holder. No fractional shares of common stock shall be issued upon conversion of the Note, and in lieu thereof, the number of shares of common stock to be issued for the Note converted shall be rounded down to the nearest whole number of shares of common stock. Note was converted to series C Preferred share on November 16, 2020 through a stock exchange agreement.

On April 1, 2019, the Company issued a promissory note to an unrelated party, due April 1, 2020, for \$5,000 in proceeds. On October 19, 2020, the Company signed an agreement to modify the note as follows: The note carries an interest rate of 12 percent per annum, compounded, The Note shall be secured by the common stock of the Company and The Note holder (the "Holder") in its sole discretion may elect to convert the Note into shares of the Company's common stock. The Holder may convert the Note, or portion thereof, into shares of the Company's common stock at a conversion price equal to the Lower of (i) fifty percent (50%) Closing Bid Price of the Common Stock for the thirty (30) Trading Days preceding the Conversion Date or (ii) \$0.0001 per share (the "Conversion Price"). The Holder's right to convert the Note will be triggered upon the occurrence of any one of the following: (i) 6 months from the date of said note, (ii) change in control the Company, (iii) the filing of a registration statement or offering, or (iv) election by the Holder. No fractional shares of common stock shall be issued upon conversion of the Note, and in lieu thereof, the number of shares of common stock to be issued for the Note converted shall be rounded down to the nearest whole number of shares of common stock. Note was converted to series C Preferred share on November 16, 2020 through a stock exchange agreement.

On May 1, 2019, the Company issued a promissory note to an unrelated party, due May 1, 2020, for \$5,000 in proceeds. On October 19, 2020, the Company signed an agreement to modify the note as follows: The note carries an interest rate of 12 percent per annum, compounded, The Note shall be secured by the

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common stock of the Company and The Note holder (the "Holder") in its sole discretion may elect to convert the Note into shares of the Company's common stock. The Holder may convert the Note, or portion thereof, into shares of the Company's common stock at a conversion price equal to the Lower of (i) fifty percent (50%) Closing Bid Price of the Common Stock for the thirty (30) Trading Days preceding the Conversion Date or (ii) \$0.0001 per share (the "Conversion Price"). The Holder's right to convert the Note will be triggered upon the occurrence of any one of the following: (i) 6 months from the date of said note, (ii) change in control the Company, (iii) the filing of a registration statement or offering, or (iv) election by the Holder. No fractional shares of common stock shall be issued upon conversion of the Note, and in lieu thereof, the number of shares of common stock to be issued for the Note converted shall be rounded down to the nearest whole number of shares of common stock. Note was converted to series C Preferred share on November 16, 2020 through a stock exchange agreement.

On June 1, 2019, the Company issued a promissory note to an unrelated party, due June 1, 2020, for \$5,000 in proceeds. On October 19, 2020, the Company signed an agreement to modify the note as follows: The note carries an interest rate of 12 percent per annum, compounded, The Note shall be secured by the common stock of the Company and The Note holder (the "Holder") in its sole discretion may elect to convert the Note into shares of the Company's common stock. The Holder may convert the Note, or portion thereof, into shares of the Company's common stock at a conversion price equal to the Lower of (i) fifty percent (50%) Closing Bid Price of the Common Stock for the thirty (30) Trading Days preceding the Conversion Date or (ii) \$0.0001 per share (the "Conversion Price"). The Holder's right to convert the Note will be triggered upon the occurrence of any one of the following: (i) 6 months from the date of said note, (ii) change in control the Company, (iii) the filing of a registration statement or offering, or (iv) election by the Holder. No fractional shares of common stock shall be issued upon conversion of the Note, and in lieu thereof, the number of shares of common stock to be issued for the Note converted shall be rounded down to the nearest whole number of shares of common stock. Note was converted to series C Preferred share on November 16, 2020 through a stock exchange agreement.

On July 1, 2019, the Company issued a promissory note to an unrelated party, due July 1, 2020, for \$5,000 in proceeds. On October 19, 2020, the Company signed an agreement to modify the note as follows: The note carries an interest rate of 12 percent per annum, compounded, The Note shall be secured by the common stock of the Company and The Note holder (the "Holder") in its sole discretion may elect to convert the Note into shares of the Company's common stock. The Holder may convert the Note, or portion thereof, into shares of the Company's common stock at a conversion price equal to the Lower of (i) fifty percent (50%) Closing Bid Price of the Common Stock for the thirty (30) Trading Days preceding the Conversion Date or (ii) \$0.0001 per share (the "Conversion Price"). The Holder's right to convert the Note will be triggered upon the occurrence of any one of the following: (i) 6 months from the date of said note, (ii) change in control the Company, (iii) the filing of a registration statement or offering, or (iv) election by the Holder. No fractional shares of common stock shall be issued upon conversion of the Note, and in lieu thereof, the number of shares of common stock to be issued for the Note converted shall be rounded down to the nearest whole number of shares of common stock. Note was converted to series C Preferred share on November 16, 2020 through a stock exchange agreement.

On August 1, 2019, the Company issued a promissory note to an unrelated party, due August 1, 2020, for \$5,000 in proceeds. On October 19, 2020, the Company signed an agreement to modify the note as follows: The note carries an interest rate of 12 percent per annum, compounded, The Note shall be secured by the common stock of the Company and The Note holder (the "Holder") in its sole discretion may elect to convert the Note into shares of the Company's common stock. The Holder may convert the Note, or portion thereof, into shares of the Company's common stock at a conversion price equal to the Lower of (i) fifty

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percent (50%} Closing Bid Price of the Common Stock for the thirty (30) Trading Days preceding the Conversion Date or (ii) \$0.0001 per share (the "Conversion Price"). The Holder's right to convert the Note will be triggered upon the occurrence of any one of the following: (i) 6 months from the date of said note, (ii) change in control the Company, (iii) the filing of a registration statement or offering, or (iv) election by the Holder. No fractional shares of common stock shall be issued upon conversion of the Note, and in lieu thereof, the number of shares of common stock to be issued for the Note converted shall be rounded down to the nearest whole number of shares of common stock. Note was converted to series C Preferred share on November 16, 2020 through a stock exchange agreement.

On September 1, 2019, the Company issued a promissory note to an unrelated party, due September 1, 2020, for \$5,000 in proceeds. On October 19, 2020, the Company signed an agreement to modify the note as follows: The note carries an interest rate of 12 percent per annum, compounded, The Note shall be secured by the common stock of the Company and The Note holder (the "Holder") in its sole discretion may elect to convert the Note into shares of the Company's common stock. The Holder may convert the Note, or portion thereof, into shares of the Company's common stock at a conversion price equal to the Lower of (i) fifty percent (50%} Closing Bid Price of the Common Stock for the thirty (30) Trading Days preceding the Conversion Date or (ii) \$0.0001 per share (the "Conversion Price"). The Holder's right to convert the Note will be triggered upon the occurrence of any one of the following: (i) 6 months from the date of said note, (ii) change in control the Company, (iii) the filing of a registration statement or offering, or (iv) election by the Holder. No fractional shares of common stock shall be issued upon conversion of the Note, and in lieu thereof, the number of shares of common stock to be issued for the Note converted shall be rounded down to the nearest whole number of shares of common stock. Note was converted to series C Preferred share on November 16, 2020 through a stock exchange agreement.

On October 1, 2019, the Company issued a promissory note to an unrelated party, due October 1, 2020, for \$5,000 in proceeds. On October 19, 2020, the Company signed an agreement to modify the note as follows: The note carries an interest rate of 12 percent per annum, compounded, The Note shall be secured by the common stock of the Company and The Note holder (the "Holder") in its sole discretion may elect to convert the Note into shares of the Company's common stock. The Holder may convert the Note, or portion thereof, into shares of the Company's common stock at a conversion price equal to the Lower of (i) fifty percent (50%} Closing Bid Price of the Common Stock for the thirty (30) Trading Days preceding the Conversion Date or (ii) \$0.0001 per share (the "Conversion Price"). The Holder's right to convert the Note will be triggered upon the occurrence of any one of the following: (i) 6 months from the date of said note, (ii) change in control the Company, (iii) the filing of a registration statement or offering, or (iv) election by the Holder. No fractional shares of common stock shall be issued upon conversion of the Note, and in lieu thereof, the number of shares of common stock to be issued for the Note converted shall be rounded down to the nearest whole number of shares of common stock. Note was converted to series C Preferred share on November 16, 2020 through a stock exchange agreement.

On November 1, 2019, the Company issued a promissory note to an unrelated party, due November 1, 2020, for \$5,000 in proceeds. On October 19, 2020, the Company signed an agreement to modify the note as follows: The note carries an interest rate of 12 percent per annum, compounded, The Note shall be secured by the common stock of the Company and The Note holder (the "Holder") in its sole discretion may elect to convert the Note into shares of the Company's common stock. The Holder may convert the Note, or portion thereof, into shares of the Company's common stock at a conversion price equal to the Lower of (i) fifty percent (50%} Closing Bid Price of the Common Stock for the thirty (30) Trading Days preceding the Conversion Date or (ii) \$0.0001 per share (the "Conversion Price"). The Holder's right to convert the Note will be triggered upon the occurrence of any one of the following: (i) 6 months from the date of said

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note, (ii) change in control the Company, (iii) the filing of a registration statement or offering, or (iv) election by the Holder. No fractional shares of common stock shall be issued upon conversion of the Note, and in lieu thereof, the number of shares of common stock to be issued for the Note converted shall be rounded down to the nearest whole number of shares of common stock. Note was converted to series C Preferred share on November 16, 2020 through a stock exchange agreement.

On December 1, 2019, the Company issued a promissory note to an unrelated party, due December 1, 2020, for \$5,000 in proceeds. On October 19, 2020, the Company signed an agreement to modify the note as follows: The note carries an interest rate of 12 percent per annum, compounded, The Note shall be secured by the common stock of the Company and The Note holder (the "Holder") in its sole discretion may elect to convert the Note into shares of the Company's common stock. The Holder may convert the Note, or portion thereof, into shares of the Company's common stock at a conversion price equal to the Lower of (i) fifty percent (50%) Closing Bid Price of the Common Stock for the thirty (30) Trading Days preceding the Conversion Date or (ii) \$0.0001 per share (the "Conversion Price"). The Holder's right to convert the Note will be triggered upon the occurrence of any one of the following: (i) 6 months from the date of said note, (ii) change in control the Company, (iii) the filing of a registration statement or offering, or (iv) election by the Holder. No fractional shares of common stock shall be issued upon conversion of the Note, and in lieu thereof, the number of shares of common stock to be issued for the Note converted shall be rounded down to the nearest whole number of shares of common stock. Note was converted to series C Preferred share on November 16, 2020 through a stock exchange agreement.

On January 2, 2020, the Company issued a promissory note to an unrelated party, due January 2, 2020, for \$5,000 in proceeds. On October 19, 2020, the Company signed an agreement to modify the note as follows: The note carries an interest rate of 12 percent per annum, compounded. The Note shall be secured by the common stock of the Company and The Note holder (the "Holder") in its sole discretion may elect to convert the Note into shares of the Company's common stock. The Holder may convert the Note, or portion thereof, into shares of the Company's common stock at a conversion price equal to the Lower of (i) fifty percent (50%) Closing Bid Price of the Common Stock for the thirty (30) Trading Days preceding the Conversion Date or (ii) \$0.0001 per share (the "Conversion Price"). The Holder's right to convert the Note will be triggered upon the occurrence of any one of the following: (i) 6 months from the date of said note, (ii) change in control the Company, (iii) the filing of a registration statement or offering, or (iv) election by the Holder. No fractional shares of common stock shall be issued upon conversion of the Note, and in lieu thereof, the number of shares of common stock to be issued for the Note converted shall be rounded down to the nearest whole number of shares of common stock. Note was converted to series C Preferred share on November 16, 2020 through a stock exchange agreement.

On February 1, 2020, the Company issued a promissory note to an unrelated party, due February 1, 2020, for \$5,000 in proceeds. On October 19, 2020, the Company signed an agreement to modify the note as follows: The note carries an interest rate of 12 percent per annum, compounded, The Note shall be secured by the common stock of the Company and The Note holder (the "Holder") in its sole discretion may elect to convert the Note into shares of the Company's common stock. The Holder may convert the Note, or portion thereof, into shares of the Company's common stock at a conversion price equal to the Lower of (i) fifty percent (50%) Closing Bid Price of the Common Stock for the thirty (30) Trading Days preceding the Conversion Date or (ii) \$0.0001 per share (the "Conversion Price"). The Holder's right to convert the Note will be triggered upon the occurrence of any one of the following: (i) 6 months from the date of said note, (ii) change in control the Company, (iii) the filing of a registration statement or offering, or (iv) election by the Holder. No fractional shares of common stock shall be issued upon conversion of the Note, and in lieu thereof, the number of shares of common stock to be issued for the Note converted shall be

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rounded down to the nearest whole number of shares of common stock. Note was converted to series C Preferred share on November 16, 2020 through a stock exchange agreement.

On March 1, 2020, the Company issued a promissory note to an unrelated party, due March 1, 2020, for \$5,000 in proceeds. On October 19, 2020, the Company signed an agreement to modify the note as follows: The note carries an interest rate of 12 percent per annum, compounded, The Note shall be secured by the common stock of the Company and The Note holder (the "Holder") in its sole discretion may elect to convert the Note into shares of the Company's common stock. The Holder may convert the Note, or portion thereof, into shares of the Company's common stock at a conversion price equal to the Lower of (i) fifty percent (50%) Closing Bid Price of the Common Stock for the thirty (30) Trading Days preceding the Conversion Date or (ii) \$0.0001 per share (the "Conversion Price"). The Holder's right to convert the Note will be triggered upon the occurrence of any one of the following: (i) 6 months from the date of said note, (ii) change in control the Company, (iii) the filing of a registration statement or offering, or (iv) election by the Holder. No fractional shares of common stock shall be issued upon conversion of the Note, and in lieu thereof, the number of shares of common stock to be issued for the Note converted shall be rounded down to the nearest whole number of shares of common stock. Note was converted to series C Preferred share on November 16, 2020 through a stock exchange agreement.

On April 1, 2020, the Company issued a promissory note to an unrelated party, due April 1, 2020, for \$5,000 in proceeds. On October 19, 2020, the Company signed an agreement to modify the note as follows: The note carries an interest rate of 12 percent per annum, compounded, The Note shall be secured by the common stock of the Company and The Note holder (the "Holder") in its sole discretion may elect to convert the Note into shares of the Company's common stock. The Holder may convert the Note, or portion thereof, into shares of the Company's common stock at a conversion price equal to the Lower of (i) fifty percent (50%) Closing Bid Price of the Common Stock for the thirty (30) Trading Days preceding the Conversion Date or (ii) \$0.0001 per share (the "Conversion Price"). The Holder's right to convert the Note will be triggered upon the occurrence of any one of the following: (i) 6 months from the date of said note, (ii) change in control the Company, (iii) the filing of a registration statement or offering, or (iv) election by the Holder. No fractional shares of common stock shall be issued upon conversion of the Note, and in lieu thereof, the number of shares of common stock to be issued for the Note converted shall be rounded down to the nearest whole number of shares of common stock. Note was converted to series C Preferred share on November 16, 2020 through a stock exchange agreement.

On May 1, 2020, the Company issued a promissory note to an unrelated party, due May 1, 2020, for \$5,000 in proceeds. On October 19, 2020, the Company signed an agreement to modify the note as follows: The note carries an interest rate of 12 percent per annum, compounded, The Note shall be secured by the common stock of the Company and The Note holder (the "Holder") in its sole discretion may elect to convert the Note into shares of the Company's common stock. The Holder may convert the Note, or portion thereof, into shares of the Company's common stock at a conversion price equal to the Lower of (i) fifty percent (50%) Closing Bid Price of the Common Stock for the thirty (30) Trading Days preceding the Conversion Date or (ii) \$0.0001 per share (the "Conversion Price"). The Holder's right to convert the Note will be triggered upon the occurrence of any one of the following: (i) 6 months from the date of said note, (ii) change in control the Company, (iii) the filing of a registration statement or offering, or (iv) election by the Holder. No fractional shares of common stock shall be issued upon conversion of the Note, and in lieu thereof, the number of shares of common stock to be issued for the Note converted shall be rounded down to the nearest whole number of shares of common stock. Note was converted to series C Preferred share on November 16, 2020 through a stock exchange agreement.

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On June 1, 2020, the Company issued a promissory note to an unrelated party, due June 1, 2020, for \$5,000 in proceeds. On October 19, 2020, the Company signed an agreement to modify the note as follows: The note carries an interest rate of 12 percent per annum, compounded, The Note shall be secured by the common stock of the Company and The Note holder (the "Holder") in its sole discretion may elect to convert the Note into shares of the Company's common stock. The Holder may convert the Note, or portion thereof, into shares of the Company's common stock at a conversion price equal to the Lower of (i) fifty percent (50%) Closing Bid Price of the Common Stock for the thirty (30) Trading Days preceding the Conversion Date or (ii) \$0.0001 per share (the "Conversion Price"). The Holder's right to convert the Note will be triggered upon the occurrence of any one of the following: (i) 6 months from the date of said note, (ii) change in control the Company, (iii) the filing of a registration statement or offering, or (iv) election by the Holder. No fractional shares of common stock shall be issued upon conversion of the Note, and in lieu thereof, the number of shares of common stock to be issued for the Note converted shall be rounded down to the nearest whole number of shares of common stock. Note was converted to series C Preferred share on November 16, 2020 through a stock exchange agreement.

On July 1, 2020, the Company issued a promissory note to an unrelated party, due July 1, 2020, for \$5,000 in proceeds. On October 19, 2020, the Company signed an agreement to modify the note as follows: The note carries an interest rate of 12 percent per annum, compounded, The Note shall be secured by the common stock of the Company and The Note holder (the "Holder") in its sole discretion may elect to convert the Note into shares of the Company's common stock. The Holder may convert the Note, or portion thereof, into shares of the Company's common stock at a conversion price equal to the Lower of (i) fifty percent (50%) Closing Bid Price of the Common Stock for the thirty (30) Trading Days preceding the Conversion Date or (ii) \$0.0001 per share (the "Conversion Price"). The Holder's right to convert the Note will be triggered upon the occurrence of any one of the following: (i) 6 months from the date of said note, (ii) change in control the Company, (iii) the filing of a registration statement or offering, or (iv) election by the Holder. No fractional shares of common stock shall be issued upon conversion of the Note, and in lieu thereof, the number of shares of common stock to be issued for the Note converted shall be rounded down to the nearest whole number of shares of common stock. Note was converted to series C Preferred share on November 16, 2020 through a stock exchange agreement.

On July 21, 2020, the Company issued a promissory note to an unrelated party, due July 21, 2021, for \$25,000. The note carries an interest rate of 10 percent per annum, compounded, and may be either repaid, at the election of the note holder in cash or the issuance of shares of common stock of the Company at the lowest 50% of the lowest closing bid price for the (30) trading days immediately prior to a conversion date. On November 16, 2020, the Noteholder agreed to accept, in full satisfaction of the Note, including accrued interest, (a) 51,940 shares of the Borrower's Series C Convertible Preferred Stock (the "Preferred Shares") based on an exchange price of \$0.005 per share of common, and (b) warrants to purchase that number of shares of common stock of the Company (the "Common Shares" and, together with the Preferred Shares, the "Shares") equal to the same number of shares of common stock into which the Preferred Shares are convertible, exercisable for a period of Three (3) years at an exercise price of \$0.0075 per share. Note was converted to series C Preferred share on November 16, 2020 through a stock exchange agreement, but shares have not been issued yet.

On August 1, 2020, the Company issued a promissory note to an unrelated party, due August 1, 2020, for \$5,000 in proceeds. On October 19, 2020, the Company signed an agreement to modify the note as follows: The note carries an interest rate of 12 percent per annum, compounded, The Note shall be secured by the common stock of the Company and The Note holder (the "Holder") in its sole discretion may elect to

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convert the Note into shares of the Company's common stock. The Holder may convert the Note, or portion thereof, into shares of the Company's common stock at a conversion price equal to the Lower of (i) fifty percent (50%) Closing Bid Price of the Common Stock for the thirty (30) Trading Days preceding the Conversion Date or (ii) \$0.0001 per share (the "Conversion Price"). The Holder's right to convert the Note will be triggered upon the occurrence of any one of the following: (i) 6 months from the date of said note, (ii) change in control the Company, (iii) the filing of a registration statement or offering, or (iv) election by the Holder. No fractional shares of common stock shall be issued upon conversion of the Note, and in lieu thereof, the number of shares of common stock to be issued for the Note converted shall be rounded down to the nearest whole number of shares of common stock. Note was converted to series C Preferred share on November 16, 2020 through a stock exchange agreement.

On September 1, 2020, the Company issued a promissory note to an unrelated party, due September 1, 2020, for \$5,000 in proceeds. On October 19, 2020, the Company signed an agreement to modify the note as follows: The note carries an interest rate of 12 percent per annum, compounded, The Note shall be secured by the common stock of the Company and The Note holder (the "Holder") in its sole discretion may elect to convert the Note into shares of the Company's common stock. The Holder may convert the Note, or portion thereof, into shares of the Company's common stock at a conversion price equal to the Lower of (i) fifty percent (50%) Closing Bid Price of the Common Stock for the thirty (30) Trading Days preceding the Conversion Date or (ii) \$0.0001 per share (the "Conversion Price"). The Holder's right to convert the Note will be triggered upon the occurrence of any one of the following: (i) 6 months from the date of said note, (ii) change in control the Company, (iii) the filing of a registration statement or offering, or (iv) election by the Holder. No fractional shares of common stock shall be issued upon conversion of the Note, and in lieu thereof, the number of shares of common stock to be issued for the Note converted shall be rounded down to the nearest whole number of shares of common stock. Note was converted to series C Preferred share on November 16, 2020 through a stock exchange agreement.

On October 1, 2020, the Company issued a promissory note to an unrelated party, due October 1, 2020, for \$5,000 in proceeds. On October 19, 2020, the Company signed an agreement to modify the note as follows: The note carries an interest rate of 12 percent per annum, compounded, The Note shall be secured by the common stock of the Company and The Note holder (the "Holder") in its sole discretion may elect to convert the Note into shares of the Company's common stock. The Holder may convert the Note, or portion thereof, into shares of the Company's common stock at a conversion price equal to the Lower of (i) fifty percent (50%) Closing Bid Price of the Common Stock for the thirty (30) Trading Days preceding the Conversion Date or (ii) \$0.0001 per share (the "Conversion Price"). The Holder's right to convert the Note will be triggered upon the occurrence of any one of the following: (i) 6 months from the date of said note, (ii) change in control the Company, (iii) the filing of a registration statement or offering, or (iv) election by the Holder. No fractional shares of common stock shall be issued upon conversion of the Note, and in lieu thereof, the number of shares of common stock to be issued for the Note converted shall be rounded down to the nearest whole number of shares of common stock. Note was converted to series C Preferred share on November 16, 2020 through a stock exchange agreement.

On November 1, 2020, the Company issued a promissory note to an unrelated party, due November 1, 2020, for \$5,000 in proceeds. On October 19, 2020, the Company signed an agreement to modify the note as follows: The note carries an interest rate of 12 percent per annum, compounded, The Note shall be secured by the common stock of the Company and The Note holder (the "Holder") in its sole discretion may elect to convert the Note into shares of the Company's common stock. The Holder may convert the Note, or portion thereof, into shares of the Company's common stock at a conversion price equal to the Lower of (i) fifty percent (50%) Closing Bid Price of the Common Stock for the thirty (30) Trading Days preceding

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the Conversion Date or (ii) \$0.0001 per share (the "Conversion Price"). The Holder's right to convert the Note will be triggered upon the occurrence of any one of the following: (i) 6 months from the date of said note, (ii) change in control the Company, (iii) the filing of a registration statement or offering, or (iv) election by the Holder. No fractional shares of common stock shall be issued upon conversion of the Note, and in lieu thereof, the number of shares of common stock to be issued for the Note converted shall be rounded down to the nearest whole number of shares of common stock. Note was converted to series C Preferred share on November 16, 2020 through a stock exchange agreement.

On December 1, 2020, the Company issued a promissory note to an unrelated party, due December 1, 2020, for \$5,000 in proceeds. On October 19, 2020, the Company signed an agreement to modify the note as follows: The note carries an interest rate of 12 percent per annum, compounded, The Note shall be secured by the common stock of the Company and The Note holder (the "Holder") in its sole discretion may elect to convert the Note into shares of the Company's common stock. The Holder may convert the Note, or portion thereof, into shares of the Company's common stock at a conversion price equal to the Lower of (i) fifty percent (50%) Closing Bid Price of the Common Stock for the thirty (30) Trading Days preceding the Conversion Date or (ii) \$0.0001 per share (the "Conversion Price"). The Holder's right to convert the Note will be triggered upon the occurrence of any one of the following: (i) 6 months from the date of said note, (ii) change in control the Company, (iii) the filing of a registration statement or offering, or (iv) election by the Holder. No fractional shares of common stock shall be issued upon conversion of the Note, and in lieu thereof, the number of shares of common stock to be issued for the Note converted shall be rounded down to the nearest whole number of shares of common stock. Note was converted to series C Preferred share on November 16, 2020 through a stock exchange agreement.

On December 19, 2020, the Company issued a promissory note to an unrelated party, due December 19, 2020, for \$2,500 in proceeds. The note carries an interest rate of 12 percent per annum, compounded, and may be either repaid, at the election of the note holder in cash or the issuance of shares of common stock of the Company at the lower of (i) 50% of the lowest closing bid price for the (30) trading days immediately prior to a conversion date or (ii) at \$0.0001 per share. The Holder's right to convert the note will be triggered upon the occurrence of one of the following: (i) 6 months from the date of said note, (ii) changed in control of the Company, (iii) the filing of a registration statement or offering, or (iv) election by the holder. Note was converted to series C Preferred share on November 16, 2020 through a stock exchange agreement.

Included below is a summary of the Company's notes payable:

		As of	
	December 31,		December 31,
	2020		2019
Convertible promissory notes, due on April 28, 2010, interest at 8.0% per annum, unsecured	\$ 140,000	\$	140,000
Convertible promissory notes, due on December 24, 2013, interest at 10.0% per annum, unsecured	50,000		50,000

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Convertible promissory notes, due on January 16, 2014, interest at 10.0% per annum, unsecured	100,000	100,000
Convertible promissory notes, due on October 31, 2012, interest at 10.0% per annum, unsecured	15,000	15,000
Promissory note, no interest, unsecured	59,800	59,800
Convertible promissory notes, due on March 9, 2018, interest at 12.0% per annum, unsecured	25,000	25,000
Convertible promissory notes, due on March 27, 2018, interest at 12.0% per annum, unsecured	-	10,800
Convertible promissory notes, due on May 22, 2018, interest at 12.0% per annum, unsecured	-	6,500
Convertible promissory notes, due on June 23, 2018, interest at 12.0% per annum, unsecured	5,000	5,000
Convertible promissory notes, due on June 23, 2018, interest at 12.0% per annum, unsecured	-	1,000
Convertible promissory notes, due on June 19, 2018, interest at 12.0% per annum, unsecured	-	3,000
Convertible promissory notes, due on September 14, 2018, interest at 12.0% per annum, unsecured	-	20,000
Convertible promissory notes, due on September 14, 2018, interest at 12.0% per annum, unsecured	-	22,800
Convertible promissory notes, due on September 14, 2018, interest at 12.0% per annum, unsecured	-	23,900
Convertible promissory notes, due on September 14, 2018, interest at 12.0% per annum, unsecured	10,000	10,000
Convertible promissory notes, due on April 13, 2019, interest at 12.0% per annum, unsecured	12,500	12,500
Convertible promissory notes, due on April 19, 2019, interest at 12.0% per annum, unsecured	-	4,000
Convertible promissory notes, due on April 26, 2019, interest at 12.0% per annum, unsecured	-	5,850

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Convertible promissory notes, due on June 15, 2019, interest at 12.0% per annum, unsecured	-	2,275
Convertible promissory notes, due on November September 25, 2019, interest at 18.0% per annum, unsecured	-	100,000
Convertible promissory notes, due on October 3, 2019, interest at 12.0% per annum, unsecured	-	5,000
Convertible promissory notes, due on November 5, 2019, interest at 12.0% per annum, unsecured	-	3,000
Convertible promissory notes, due on January 2, 2020 interest at 12.0% per annum, unsecured	-	5,000
Convertible promissory notes, due on February 1, 2020, interest at 12.0% per annum, unsecured	-	5,000
Convertible promissory notes, due on March 1, 2020, interest at 12.0% per annum, unsecured	-	5,000
Convertible promissory notes, due on April 1, 2020, interest at 12.0% per annum, unsecured	-	5,000
Convertible promissory notes, due on May 1, 2020, interest at 12.0% per annum, unsecured	-	5,000
Convertible promissory notes, due on June 1, 2020 interest at 12.0% per annum, unsecured	-	5,000
Convertible promissory notes, due on July 1, 2020, interest at 12.0% per annum, unsecured	-	5,000
Convertible promissory notes, due on August 1, 2020, interest at 12.0% per annum, unsecured	-	5,000
Convertible promissory notes, due on September 1, 2020 interest at 12.0% per annum, unsecured	-	5,000
Convertible promissory notes, due on October 1, 2020 interest at 12.0% per annum, unsecured	-	5,000
Convertible promissory notes, due on November 1, 2020 interest at 12.0% per annum, unsecured	-	5,000
Convertible promissory notes, due on December 1, 2020 interest at 12.0% per annum, unsecured	-	5,000

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Convertible promissory notes, due on
December 19, 2020 interest at 12.0% per
annum, unsecured

- 2,500

Less Debt Discount	\$	(21,281)	\$	(30,029)
Notes Payable	\$	396,018	\$	657,896

Accrued interest on the Notes Payable and Long-term Debt was \$259,525 at December 31, 2020 and \$258,405 at December 31, 2019.

Derivative liabilities

Certain of the Company's convertible notes are convertible into a variable number of shares of common stock for which there is not a floor to the number of common stock shares the Company might be required to issue. Based on the requirements of ASC 815 Derivatives and Hedging, the conversion feature represented an embedded derivative that is required to be bifurcated and accounted for as a separate derivative liability. The derivative liability is originally recorded at its estimated fair value and is required to be revalued at each conversion event and reporting period. Changes in the derivative liability fair value are reported in operating results each reporting period. The Company uses the Black-Scholes option pricing model for the valuation of its derivative liabilities as further discussed below. There are no material differences between using the Black-Scholes option pricing model for these estimates as compared to the Binomial Lattice model.

As of December 31, 2019, the Company had existing derivative liabilities of \$1,008,604 related to various convertible notes. During the year ended December 31, 2020, \$64,624 in principal of these convertible notes along with accrued interest and fees of \$52,121 were converted into 1,025,676,038 shares of common stock. Also, \$185,378 in principal of these convertible notes along with accrued interest and fees of \$58,871 were converted into 941,078 shares of Series C Preferred stock. At each conversion date, the Company recalculated the value of the derivative liability associated with the convertible note recording a gain (loss) in connection with the change in fair market value. In addition, the pro-rata portion of the derivative liability as compared to the portion of the convertible note converted was reclassified to additional paid-in capital. During the year ended December 31, 2020, the Company recorded \$2,167,344 to additional paid-in capital for the relief of the derivative liabilities. The derivative liabilities were revalued using the Black-Scholes option pricing model with the following assumptions: conversion prices ranging from \$0.0001 to \$0.0002, the closing stock price of the Company's common stock on the dates of valuation ranging from \$0.0003 to \$0.0058, an expected dividend yield of 0%, expected volatility ranging from 324% to 383%, risk-free interest rates ranging from 0.12% to 1.53%, and expected terms of 0.25 years.

On December 31, 2020, the derivative liabilities on the remaining convertible notes were revalued at \$8,795,075 resulting in a loss of \$10,094,691 for the year ended December 31, 2020 related to the change in fair value of the derivative liabilities. The derivative liabilities were revalued using the Black-Scholes option pricing model with the following assumptions: conversion prices ranging from \$0.0001 to \$0.0034, the closing stock price of the Company's common stock on the date of valuation of \$0.0054, an expected dividend yield of 0%, expected volatility of 383%, risk-free interest rate of 0.12%, and an expected term ranging from 0.25 to 1 year.

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The Company amortizes the discounts over the term of the convertible promissory notes using the straight-line method which is similar to the effective interest method. During the year ended December 31, 2020, the Company amortized \$109,138 to interest expense. As of December 31, 2020, discounts of \$21,282 remained for which will be amortized through September 2021.

(6) Discontinued Operations

Effective September 30, 2014, the Board of Directors of the Company resolved to discontinue the operations of EMC, its wholly owned subsidiary. As such, the assets and accumulated depreciation of EMC's property and equipment were removed from the accounts, and all remaining liabilities were classified as Discontinued Operations in the accompanying Balance Sheets. As of December 31, 2020, and December 31, 2019, the summaries of liabilities pertaining to discontinued operations were as follows:

	As of	
	December 31, 2020	December 31, 2019
Bank loan, monthly payments of \$2,736 through 2015, interest at 8.5% per annum, secured	\$ 33,359	\$ 33,359
Accounts payable - Trade	6,000	6,000
Accrued liabilities	36,800	36,800
Payroll and sales taxes payable	8,200	8,200
Due to related party - Stockholder	400,794	400,794
Totals	<u>\$ 485,153</u>	<u>\$ 485,153</u>

The impacts of the discontinued operations of EMC are also disclosed in the accompanying Statements of Operations.

SABA Asset Purchase

As of December 31, 2020, and December 31, 2019, EMC owed \$33,359, and \$33,359, respectively, on the loan from Central Bank FSG related to the SABA Asset Purchase Agreement dated March 5, 2007. EMC has not been able to obtain clear title of the construction equipment for the purpose of selling the equipment to recover funds to repay the bank loan. The outstanding balance as of December 31, 2020 recognized as part of the discontinued operations was subject to the 251G reorganization and is now debt recognized as convertible debt of the private entity ENZC Sub, Inc. ("Predecessor").

(7) Common Stock

On January 24, 2019, the Company issued 66,376,000 shares of Common Stock at \$0.014 for services.

On February 7, 2019, the Company issued 72,660,000 shares of Common Stock at \$0.0012 for services.

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On February 13, 2019, the Company issued 13,248,000 shares of Common Stock at \$0.0009 for services.

On February 7, 2019, the Company issued 139,036,000 shares of Common stock at \$0.0010 for a claim purchase agreement.

On February 23, 2019, the Company issued 13,248,889 shares of Common Stock at \$0.00045 in conversion of a note.

On December 6, 2019, the Company issued 38,762,000 shares of Common Stock at \$0.0010 for a claim purchase agreement.

On December 18, 2019, the Company issued 57,225,000 shares of Common Stock at \$0.0010 for a claim purchase agreement.

On January 22, 2020, the Company issued 51,392,000 shares of Common Stock at \$0.0010 for a claim purchase agreement.

On January 29, 2020, the Company issued 47,000,000 shares of Common Stock at \$0.0010 for a claim purchase agreement.

On January 29, 2020, the Company issued 63,972,603 shares of Common Stock at \$0.0010 for services.

On March 1, 2020, the Company issued 114,444,000 shares of Common Stock at \$0.0010 for a claim purchase agreement.

On April 13, 2020, the Company issued 105,137,000 shares of Common Stock at \$0.0010 for a claim purchase agreement.

On June 4, 2020, the Company issued 68,534,900 shares of Common Stock at \$0.0010 for a claim purchase agreement's accrued interest.

On June 18, 2020, the Company issued 31,308,550 shares of Common Stock at \$0.0010 for a claim purchase agreement.

On June 25, 2020, the Company issued 48,616,000 shares of Common Stock at \$0.0010 for a claim purchase agreement's accrued interest.

On July 9, 2020, the Company issued 100,403,400 shares of Common Stock at \$0.0010 for a claim purchase agreement.

On July 15, 2020, the Company issued 57,882,900 shares of Common Stock at \$0.0010 for a claim purchase agreement.

On July 16, 2020, the Company issued 100,567,400 shares of Common Stock at \$0.0010 for a claim purchase agreement

On August 20, 2020, the Company issued 138,571,000 shares of Common Stock at \$0.0010 for a claim purchase agreement.

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On August 26, 2020, the Company issued 10,000,000 shares of Common Stock at \$0.0006 for services.

On August 26, 2020, the Company issued 15,000,000 shares of Common Stock at \$0.0006 for services.

On September 9, 2020, the Company issued 4,000,000 shares of Common Stock at \$0.0006 for services.

On September 18, 2020, the Company issued 195,795,288 shares of Common Stock at \$0.0001 for services.

On September 22, 2020, the Company issued 220,023,997 shares of Common Stock at \$0.0001 for a claim purchase agreement.

On September 29, 2020, the Company issued 150,000,000 shares of Series B convertible preferred stock, par value of \$0.0006 for consulting services.

On October 9, 2020, the Company issued 39,265,856 shares of Common Stock at \$0.0001 for a convertible note at \$0.0018.

On October 14, 2020, the Company issued 50,000,000 shares of Common Stock at \$0.013 to a related party for services.

On October 14, 2020, the Company issued 70,000,000 shares of Common Stock at \$0.013 for services.

On October 16, 2020, the Company issued 200,000,000 shares of Common Stock for the conversion of 20,000,000 shares of Series B preferred stock.

On December 7, 2020, the Company issued 86,882,750 shares of the Company's Series B preferred stock, par value of \$0.0001, to the Chief Executive Officer.

On December 7, 2020, the Company issued 86,882,750 shares of the Company's Series B preferred stock, par value of \$0.0001, to the Co-Chief Scientific Officer.

On December 7, 2020, the Company issued 30,664,500 shares of the Company's Series B preferred stock, par value of \$0.0001, to the Co-Chief Scientific Officer.

On December 7, 2020, the Company issued 90,750,000 shares of the Company's Series B preferred stock, par value of \$0.0001, to the Chief Financial Officer.

On December 22, 2020 the Company issued 941,078 shares of the Company's Series C preferred stock, par value of \$0.0001 in exchange for convertible debt and subscription agreements.

On December 31, 2020, the Company issued 14,917,500 shares of the Company's Series A preferred stock, par value of \$0.0001, to the Chief Executive Officer.

On December 31, 2020, the Company issued 14,917,500 shares of the Company's Series A preferred stock, par value of \$0.0001, to the Co-Chief Scientific Officer.

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On December 31, 2020, the Company issued 5,265,000 shares of the Company's Series A preferred stock, par value of \$0.0001, to the Co-Chief Scientific Officer.

As of December 31, 2020, and December 31, 2019, there were 2,797,935,953 and 1,066,020,359 shares, respectively, of the registrant's common stock, par value of \$0.0001, were outstanding.

(8) Preferred Stock

On March 9, 2017, the Company created two new classes of Preferred Stock, 60,000,000 shares of Series A, authorized, and 465,000,000 shares of Series B, authorized. .

On November 9, 2020, the Company created one new class of Preferred Stock, 10,000,000 shares of Series C, authorized.

As of December 31, 2020, and December 31, 2019, 60,000,000 and 60,000 shares, respectively, of the registrant's preferred stock-Series A, par value of \$0.0001, were outstanding and 445,180,000 and 20,000,000 shares, respectively, of the registrant's preferred stock-Series B, par value of \$0.0001, were outstanding.

(9) Subsequent Events

January 11, 2021, the Company accepted a proposal from a Houston based PCAOB Audit firm to Audit the Company's year-end financial statements, subject to the receipt and acceptance of the engagement letter. The proposal covers the 2019 and 2020 calendar years for filing with the OTC Markets.

January 19, 2021 the Company received the official filing receipt from the U.S. Patent Office confirming the filing of its patent application for "Nuclear Proteins Isolated from Mammalian Spinal Cord Immune Factor - Pharmaceutical Composition for Treatment" and has received the third tranche of the \$1.2 million dollar financing.

February 1, 2021, the Company announced it had identified seven additional conserved, expectedly immutable sites on the HIV virus against which it plans to produce targeted anti-HIV monoclonal antibodies.

February 16, 2021, Enzolytics, Inc. completed an in vitro study of the Company's ITV-1/IPF peptide treatment that demonstrated the broad efficacy with low toxicity. The Company's ITV-1 peptide was tested against human corona virus 229E Strain (HCoV-229E) and exhibited comparable efficacy but with a 20-fold lower toxicity than the widely used anti-influenza medicine Tamiflu®.

February 22, 2021, the Company executed Articles of Association to form International Medical Partners ("IMPL") a Bulgarian Limited Liability Company of which the Company is 50% owner.

February 22, 2021, the Company identified eleven conserved, expectedly immutable sites (epitopes) on the Coronavirus against which it is producing targeted anti-SARS-CoV-2 monoclonal antibodies.

March 8, 2021, the Company today announced it has filed for patent protection on the identified 8 conserved sites on the HIV-1 virus, some with over 98% conserved sequences.

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March 16, 2021, the Company formalized the corporate legal documents pursuant to Articles of Association forming International Medical Partners ("IMPL") a Bulgarian Limited Liability Company of which the Company is 50% owner.

March 22, 2021, the Company today filed NIH grant applications seeking funding for its production of monoclonal antibodies targeting the identified conversed epitope sites on both the HIV-1 and the SARS-CoV-2 viruses.

March 22, 2021, The Company has entered negotiations with Pro Wave Ad Product ("PWA"), a Bulgarian Company, to supply the raw material for PWA's Contract in India for the production of a spray modulating the immune system under U.S. Patent No. 8,309,072 owned by Zhabilov Trust.

March 22, 2021, As a result of the necessity to perform Clinical trials under the EMA guidelines, the agreements with IMMB BG, which were in default, have been cancelled and superseded by the new agreements with IMBL and PAW. The ITV-1 treatment that successfully completed Phase 3 clinical trials on August 7, 2014, with the Final Report being issued in November of 2016 by Assoc. Prof. Ivaylo Elenkov, MD, Chief researcher at the Specialized Hospital for Active Treatment of Infectious and Parasite Diseases. This report and the associated clinical trials were conducted under Bulgarian Drug Administration (BDA) guidelines. With Bulgaria joining the EMA in April of 2019, the BDA can no longer issue permits for mass use for the HIV/AIDS virus. Under the Company's new business arrangement with International Medical Partners, Ltd. (IMBL), new clinical trials are being planned and scheduled with Clinical Design, a Clinical Research Organization (CRO) in Bulgaria. The Company is finalizing negotiations with a Contract Manufacturer, also located in Bulgaria, for the production of the ITV-1 Immunotherapy treatment. The new clinical trials for the Patented and licensed ITV-1 treatment under the EMA guidelines will be submitted upon completion. When the EMA permit for mass use is issued, the Company plans to pursue Federal Drug Administration (FDA) approval under the Mutual Recognition Agreement between the FDA and EMA.

In accordance with ASC 855, the Company has analyzed its operations subsequent to December 31, 2020 through the date these financial statements were issued, and has determined that it does not have any other material subsequent events to disclose in these financial statements.