

Disclosure Statement Pursuant to the Pink Basic Disclosure Guidelines

Jun An Kang Group Inc.
formerly known as Interact Holdings Group, Inc
No. P7, 1st Floor, Building 3, No. 108, Taoqi Road,
Chenghua District, Chengdu City, Sichuan Province, China

+86 13162253315
junankang88@163.com
SIC CODE: 8059

Quarterly Report
For the period ending: March 31, 2023
(the "Reporting Period")

Outstanding Shares

The number of shares outstanding of our Common Stock was:

1,639,961,987 as of March 31, 2023

1,639,961,987 as of December 31, 2022

Shell Status

Indicate by check mark whether the company is a shell company (as defined in Rule 405 of the Securities Act of 1933, Rule 12b-2 of the Exchange Act of 1934 and Rule 15c2-11 of the Exchange Act of 1934):

Yes: ☐ No: ☒

Indicate by check mark whether the company's shell status has changed since the previous reporting period:

Yes: ☐ No: ☒

Change in Control

Indicate by check mark whether a Change in Control¹ of the company has occurred over this reporting period:

Yes: ☐ No: ☒

¹ "Change in Control" shall mean any events resulting in:

- (i) Any "person" (as such term is used in Sections 13(d) and 14(d) of the Exchange Act) becoming the "beneficial owner" (as defined in Rule 13d-3 of the Exchange Act), directly or indirectly, of securities of the Company representing fifty percent (50%) or more of the total voting power represented by the Company's then outstanding voting securities;
- (ii) The consummation of the sale or disposition by the Company of all or substantially all of the Company's assets;
- (iii) A change in the composition of the Board occurring within a two (2)-year period, as a result of which fewer than a majority of the directors are directors immediately prior to such change; or
- (iv) The consummation of a merger or consolidation of the Company with any other corporation, other than a merger or consolidation which would result in the voting securities of the Company outstanding immediately prior thereto continuing to represent (either by remaining outstanding or by being converted into voting securities of the surviving entity or its parent) at least fifty percent (50%) of the total voting power represented by the voting securities of the Company or such surviving entity or its parent outstanding immediately after such merger or consolidation.

1) Name and address(es) of the issuer and its predecessors (if any)

In answering this item, provide the current name of the issuer any names used by predecessor entities, along with the dates of the name changes.

Jun An Kang Group Inc. f.k.a. Interact Holdings Group, Inc. was incorporated on May 8, 2001 under the laws of the State of Florida as a development- stage company under the name, "The Jackson Rivers Company." In December 2006, the Company changed its name to "Interact Holdings Group, Inc." to reflect the diverse nature of its enterprises. The company had been at 2854 Johnson Ferry Road, Suite 250, Marietta, GA 30062 before changed to the current address.

An amendment was filed with the Secretary of State of the State of Florida on September 30, 2021 to change the name of the Company to Jun An Kang Group Inc.

The state of incorporation or registration of the issuer and of each of its predecessors (if any) during the past five years; Please also include the issuer's current standing in its state of incorporation (e.g. active, default, inactive):

Florida, Active;

Describe any trading suspension orders issued by the SEC concerning the issuer or its predecessors since inception:

None

List any stock split, stock dividend, recapitalization, merger, acquisition, spin-off, or reorganization either currently anticipated or that occurred within the past 12 months:

On December 14, 2022, the Company entered into an agreement with Jun Ankang Group Holding Ltd, a British Virgin Islands corporation ("JAKG"), whereunder the Company acquired 100% ownership interest in JAKG for the issuance of 10,000,000 shares of the Company's common stock. JAKG through its China based subsidiaries, Sichuan Junankang Aishang Health Technology Co., Ltd., is a health industry company mainly focusing on medical care, pension, combination of medical care, health care, community care, home care, community medical care, and home care, and has launched online and offline health care services. The transaction closed effective December 24, 2022 and has been treated as a business combination under common control.

The address(es) of the issuer's principal executive office:

No. P7, 1st Floor, Building 3, No. 108, Taoqi Road,
Chenghua District, Chengdu City, Sichuan Province,
China

The address(es) of the issuer's principal place of business:

☒ *Check if principal executive office and principal place of business are the same address:*

Has the issuer or any of its predecessors been in bankruptcy, receivership, or any similar proceeding in the past five years?

No: ☐ Yes: ☒ If Yes, provide additional details below:

Angela Collette was appointed as Receiver by Honorable Judge Kimberly A. Childs in Superior Court of Cobb County, Georgia in case number 19-0105682-CV (ID# 2019-0140152-CV; 19105682) on September 9, 2020.

2) Security Information

Transfer Agent

Name: Transfer online
Phone: 503-227-2950
Email: info@transferonline.com
Address: 512 SE Salmon Street, Portland OR 97214

Publicly Quoted or Traded Securities:

The goal of this section is to provide a clear understanding of the share information for its publicly quoted or traded equity securities. Use the fields below to provide the information, as applicable, for all outstanding classes of securities that are publicly traded/quoted.

Trading symbol:	<u>IHGP</u>
Exact title and class of securities outstanding:	<u>Common Stock</u>
CUSIP:	<u>45839w507</u>
Par or stated value:	<u>0.00001</u>
Total shares authorized:	<u>7,500,000,000</u> as of date: <u>March 31, 2023</u>
Total shares outstanding:	<u>1,639,961,987</u> as of date: <u>March 31, 2023</u>
Total number of shareholders of record:	<u>1014</u> as of date: <u>March 31, 2023</u>

All additional class(es) of publicly quoted or traded securities (if any):

Trading symbol:	_____
Exact title and class of securities outstanding:	_____
CUSIP:	_____
Par or stated value:	_____
Total shares authorized:	_____ as of date: _____
Total shares outstanding:	_____ as of date: _____
Total number of shareholders of record:	_____ as of date: _____

Other classes of authorized or outstanding equity securities:

The goal of this section is to provide a clear understanding of the share information for its other classes of authorized or outstanding equity securities (e.g. preferred shares). Use the fields below to provide the information, as applicable, for all other authorized or outstanding equity securities.

Exact title and class of the security:	_____
CUSIP (if applicable):	_____
Par or stated value:	_____
Total shares authorized:	_____ as of date: _____
Total shares outstanding (if applicable):	_____ as of date: _____
Total number of shareholders of record (if applicable):	_____ as of date: _____

Security Description:

The goal of this section is to provide a clear understanding of the material rights and privileges of the securities issued by the company. Please provide the below information for each class of the company's equity securities, as applicable:

1. For common equity, describe any dividend, voting and preemption rights.

Each share of Common Stock is entitled to one vote, which shares do not have pre-emptive rights. Dividends, if any, are declared at the discretion of the Board of Directors.

2. For preferred stock, describe the dividend, voting, conversion, and liquidation rights as well as redemption or sinking fund provisions.

None

3. Describe any other material rights of common or preferred stockholders.

None

4. Describe any material modifications to rights of holders of the company's securities that have occurred over the reporting period covered by this report.

None

3) Issuance History

The goal of this section is to provide disclosure with respect to each event that resulted in any changes to the total shares outstanding of any class of the issuer's securities **in the past two completed fiscal years and any subsequent interim period**.

Disclosure under this item shall include, in chronological order, all offerings and issuances of securities, including debt convertible into equity securities, whether private or public, and all shares, or any other securities or options to acquire such securities, issued for services. Using the tabular format below, please describe these events.

A. Changes to the Number of Outstanding Shares

Indicate by check mark whether there were any changes to the number of outstanding shares within the past two completed fiscal years:

No: ☐ Yes: ☒ (If yes, you must complete the table below)

Shares Outstanding as of Second Most Recent Fiscal Year End: <u>Opening Balance</u> Date <u>Dec 31, 2021</u> Common: <u>749,961,987</u> Preferred: <u>0</u>			*Right-click the rows below and select "Insert" to add rows as needed.						
Date of Transaction	Transaction type (e.g., new issuance, cancellation, shares returned to treasury)	Number of Shares Issued (or cancelled)	Class of Securities	Value of shares issued (\$/per share) at Issuance	Were the shares issued at a discount to market price at the time of issuance? (Yes/No)	Individual/ Entity Shares were issued to. *You must disclose the control person(s) for any entities listed.	Reason for share issuance (e.g. for cash or debt conversion) - OR- Nature of Services Provided	Restricted or Unrestricted as of this filing.	Exemption or Registration Type.
<u>06/27/2022</u>	<u>New Issuance</u>	<u>880,000,000</u>	<u>Common</u>	<u>\$0.00001</u>	<u>Yes</u>	<u>Jun Ankang Group Holdings Ltd</u>	<u>Cash and Services</u>	<u>Restricted</u>	<u>Rule 504</u>

12/14/2022	New issuance	10,000,000	Common	\$0.00001	Yes	Zonghan Wu	Acquisition	restricted	Rule 144
Shares Outstanding on Date of This Report:									
Ending Balance:		Ending Balance							
Date Mar 31, 2023		Common: 1,639,961,987							
		Preferred: 0							

Example: A company with a fiscal year end of December 31st, in addressing this item for its quarter ended September 30, 2022, would include any events that resulted in changes to any class of its outstanding shares from the period beginning on January 1, 2020 through September 30, 2022 pursuant to the tabular format above.

Use the space below to provide any additional details, including footnotes to the table above:

B. Promissory and Convertible Notes

Indicate by check mark whether there are any outstanding promissory, convertible notes, convertible debentures, or any other debt instruments that may be converted into a class of the issuer's equity securities:

No: ☒ Yes: ☐ (If yes, you must complete the table below)

Date of Note Issuance	Outstanding Balance (\$)	Principal Amount at Issuance (\$)	Interest Accrued (\$)	Maturity Date	Conversion Terms (e.g. pricing mechanism for determining conversion of instrument to shares)	Name of Noteholder. *You must disclose the control person(s) for any entities listed.	Reason for Issuance (e.g. Loan, Services, etc.)
_____	_____	_____	_____	_____	_____	_____	_____

Use the space below to provide any additional details, including footnotes to the table above:

4) Issuer's Business, Products and Services

The purpose of this section is to provide a clear description of the issuer's current operations.
(Please ensure that these descriptions are updated on the Company's Profile on www.otcmarkets.com).

A. Summarize the issuer's business operations (If the issuer does not have current operations, state "no operations")

On December 14, 2022, the Company acquired 100% ownership interest in Jun Ankang Group Holding Ltd, a British Virgin Islands corporation ("JAKG"). JAKG through its China based subsidiaries, Sichuan Junankang Aishang Health Technology Co., Ltd., provides is a health industry company mainly focusing on medical care, pension, combination of medical care, health care, community care, home care, community medical care, and home care, and has launched online and offline health care services.

B. List any subsidiaries, parent company, or affiliated companies.

Jun An Kang Group Ltd, which is organized in the British Virgin Islands, owns 67.4% of the outstanding shares of Jun An Kang Group Inc. formerly known as Interact Holdings Group, Inc

The Company has the following subsidiaries:

100% controlled: Jun Ankang Group Holding Ltd, a British Virgin Islands corporation, and Sichuan Junankang Aishang Health Technology Co., Ltd., a Chinese corporation.

C. Describe the issuers' principal products or services.

The company is a health industry company mainly focusing on medical care, pension, combination of medical care, health care, community care, home care, community medical care, and home care, and has launched online and offline health care services.

5) Issuer's Facilities

The goal of this section is to provide a potential investor with a clear understanding of all assets, properties or facilities owned, used or leased by the issuer and the extent in which the facilities are utilized.

In responding to this item, please clearly describe the assets, properties or facilities of the issuer, give the location of the principal plants and other property of the issuer and describe the condition of the properties. If the issuer does not have complete ownership or control of the property (for example, if others also own the property or if there is a mortgage on the property), describe the limitations on the ownership.

If the issuer leases any assets, properties or facilities, clearly describe them as above and the terms of their leases.

As of March 31, 2023, the issuer rents an office at No. P7, 1st Floor, Building 3, No. 108, Taoqi Road, Chenghua District, Chengdu City, Sichuan Province, China for its staff on a month to month basis at a rate of approximately \$18,000 RMB per month.

6) Officers, Directors, and Control Persons

Using the table below, please provide information, as of the period end date of this report, regarding any officers, or directors of the company, individuals or entities controlling more than 5% of any class of the issuers securities, or any person that performs a similar function, regardless of the number of shares they own. **If any insiders listed are corporate shareholders or entities, provide the name and address of the person(s) beneficially owning or controlling such corporate shareholders, or the name and contact information (City, State) of an individual representing the corporation or entity in the note section.**

Include Company Insiders who own any outstanding units or shares of any class of any equity security of the issuer.

The goal of this section is to provide an investor with a clear understanding of the identity of all the persons or entities that are involved in managing, controlling or advising the operations, business development and disclosure of the issuer, as well as the identity of any significant or beneficial shareholders.

Names of All Officers, Directors and Control Persons	Affiliation with Company (e.g. Officer Title /Director/Owner of more than 5%)	Residential Address (City / State Only)	Number of shares owned	Share type/class	Ownership Percentage of Class Outstanding	Names of control person(s) if a corporate entity
<u>Hongbin Xu</u>	<u>Chairman, President, Chief Executive Officer, and Treasurer</u>	<u>New York, NY</u>	<u>1,106,135,255</u>	<u>Common</u>	<u>67.4%</u>	<u>Jun An Kang Group Ltd (Director Hongbin Xu)</u>
<u>Zonghan Wu</u>	<u>Director and Secretary</u>	<u>Pakarunga, New Zealand</u>	<u>10,000,000</u>	<u>Common</u>	<u>0.6%</u>	
<u>Hua Li</u>	<u>5%</u>	<u>Qingyang District, China</u>	<u>82,612,500</u>	<u>Common</u>	<u>5.06%</u>	

7) Legal/Disciplinary History

A. Identify whether any of the persons or entities listed above have, in the past 10 years, been the subject of:

1. A conviction in a criminal proceeding or named as a defendant in a pending criminal proceeding (excluding traffic violations and other minor offenses);

No

2. The entry of an order, judgment, or decree, not subsequently reversed, suspended or vacated, by a court of competent jurisdiction that permanently or temporarily enjoined, barred, suspended or otherwise limited such person's involvement in any type of business, securities, commodities, or banking activities;

No

3. A finding or judgment by a court of competent jurisdiction (in a civil action), the Securities and Exchange Commission, the Commodity Futures Trading Commission, or a state securities regulator of a violation of federal or state securities or commodities law, which finding or judgment has not been reversed, suspended, or vacated; or

No

4. The entry of an order by a self-regulatory organization that permanently or temporarily barred, suspended, or otherwise limited such person's involvement in any type of business or securities activities.

No

B. Describe briefly any material pending legal proceedings, other than ordinary routine litigation incidental to the business, to which the issuer or any of its subsidiaries is a party or of which any of their property is the subject. Include the name of the court or agency in which the proceedings are pending, the date instituted, the principal parties thereto, a description of the factual basis alleged to underlie the proceeding and the relief sought. Include similar information as to any such proceedings known to be contemplated by governmental authorities.

No

8) Third Party Service Providers

Provide the name, address, telephone number and email address of each of the following outside providers. You may add additional space as needed.

Securities Counsel (must include Counsel preparing Attorney Letters).

Name: Jeffrey Turner
Address 1: 897 W. Baxter Dr
Address 2: South Jordan, UT 84095
Phone: 801.810.4465
Email: jeff@jdt-legal.com

Accountant or Auditor

Name: Caren Currier
Firm: _____
Address 1: 2313 Hollyhill Lane
Address 2: Denton, TX 76205

Phone: 626.429.2780
Email: carenlarsen@hotmail.com

Investor Relations

None

All other means of Investor Communication:

Twitter: _____
Discord: _____
LinkedIn: _____
Facebook: _____
[Other] _____

Other Service Providers

Provide the name of any other service provider(s) that **that assisted, advised, prepared, or provided information with respect to this disclosure statement**. This includes counsel, broker-dealer(s), advisor(s), consultant(s) or any entity/individual that provided assistance or services to the issuer during the reporting period.

Name: _____
Firm: _____
Nature of Services: _____
Address 1: _____
Address 2: _____
Phone: _____
Email: _____

9) Financial Statements

A. The following financial statements were prepared in accordance with:

- ☐ IFRS
☒ U.S. GAAP

B. The following financial statements were prepared by (name of individual)²:

Name: **Danny Pan**
Title: **Consultant**
Relationship to Issuer: **Consultant**

Describe the qualifications of the person or persons who prepared the financial statements: **Bachelor's degree**

Provide the following financial statements for the most recent fiscal year or quarter. For the initial disclosure statement (qualifying for Pink Current Information for the first time) please provide reports for the two previous fiscal years and any subsequent interim periods.

- a. Audit letter, if audited;
- b. Balance Sheet;
- c. Statement of Income;

² The financial statements requested pursuant to this item must be prepared in accordance with US GAAP or IFRS and by persons with sufficient financial skills.

- d. Statement of Cash Flows;
- e. Statement of Retained Earnings (Statement of Changes in Stockholders' Equity)
- f. Financial Notes

10) Issuer Certification

Principal Executive Officer:

The issuer shall include certifications by the chief executive officer and chief financial officer of the issuer (or any other persons with different titles but having the same responsibilities) in each Quarterly Report or Annual Report.

The certifications shall follow the format below:

I, Hongbin Xu certify that:

1. I have reviewed this Disclosure Statement for Jun An Kang Group Inc. formerly known as Interact Holdings Group, Inc.;
2. Based on my knowledge, this disclosure statement does not contain any untrue statement of a material fact or omit to state a material fact necessary to make the statements made, in light of the circumstances under which such statements were made, not misleading with respect to the period covered by this disclosure statement; and
3. Based on my knowledge, the financial statements, and other financial information included or incorporated by reference in this disclosure statement, fairly present in all material respects the financial condition, results of operations and cash flows of the issuer as of, and for, the periods presented in this disclosure statement.

May 8, 2023 [Date]

/s/ Hongbin Xu [CEO's Signature]

(Digital Signatures should appear as "/s/ [OFFICER NAME]")

Principal Financial Officer:

I, Hongbin Xu certify that:

1. I have reviewed this Disclosure Statement for Jun An Kang Group Inc. formerly known as Interact Holdings Group, Inc.;
2. Based on my knowledge, this disclosure statement does not contain any untrue statement of a material fact or omit to state a material fact necessary to make the statements made, in light of the circumstances under which such statements were made, not misleading with respect to the period covered by this disclosure statement; and
3. Based on my knowledge, the financial statements, and other financial information included or incorporated by reference in this disclosure statement, fairly present in all material respects the financial condition, results of operations and cash flows of the issuer as of, and for, the periods presented in this disclosure statement.

May 8, 2023 [Date]

/s/ Hongbin Xu [CFO's Signature]

(Digital Signatures should appear as "/s/ [OFFICER NAME]")

Jun An Kang Group Inc.
Condensed Consolidated Balance Sheets
(unaudited)

	Mar 31, 2023	Mar 31, 2022
Assets		
Current assets		
Cash	\$ 850,451	\$ -
Accounts Receivable	\$ 5,979,969	
Prepaid expense	1,709,116	-
Inventory	2,970,810	
Fixed Assets, net	31,899,375	
Total assets	\$ 43,409,720	\$ -
Liabilities and Stockholders' Deficit		
Current Liabilities		
Accounts payable and accrued liabilities	10,428,141	
Related party notes payable	47,307	6,228
Non-current Liabilities	3,942,650	6,228
Total liabilities	\$ 14,418,097	\$ 6,228
Stockholders' Deficit		
Common stock: 7,500,000,000 authorized; \$0.00001 par value; 1,629,961,987 and 749,961,987 shares issued and outstanding in March 31, 2023 and March 31, 2022, respectively	163,996	74,996
Additional paid in capital	29,313,206	1,497,930
Accumulated deficit	(485,580)	(1,579,154)
Total stockholders' deficit	28,991,623	(6,228)
Total liabilities and stockholders' deficit	\$ 43,409,720	\$ 0

Jun An Kang Group Inc.
Condensed Consolidated Statements of Operations
(unaudited)

	Three months ended Mar 31, 2023	Three months ended Mar 31, 2022
Revenue	\$ 2,156,137	\$ -
Operating expenses		
General and administrative expenses	\$ 523,872	
Sales and marketing	\$ 542,471	
Depreciation	\$ 691,453	
Professional fees	\$ 200,943	1,400
Total operating expenses	1,958,739	1,400
Income (loss) from Operations	197,398	(1,400)
Other income (expense)		
Interest income	-	-
Total other income	-	-
Net loss from discontinued operations		
Net income (loss)	\$ 197,398	\$ (1,400)
Earnings per share		
Net gain (loss) per common share – basic and diluted	\$ 0.0001	\$ (0.0000)
Weighted average number of ordinary shares		
Basic and diluted	1,639,961,987	749,961,987

The accompanying notes are an integral part of these financial statements

Jun An Kang Group Inc.
Condensed Consolidated Statements of Changes in Stockholders' Equity (Deficit)
(unaudited)

	Common Stock		Additional paid in capital	Accumulated Deficit	Total
	Shares	Amount			
Balance, Decemeber 31, 2021	749,961,987	\$ 74,996	\$ 1,497,930	\$ (1,577,754)	\$ (4,828)
Net loss				(1,400)	(1,400)
Balance, March 31, 2022	749,961,987	\$ 74,996	\$ 1,497,930	\$ (1,579,154)	\$ (6,228)
Stock issued for services	880,000,000	\$ 88,000			88,000
Net loss				(92,600)	(92,600)
Balance, June 30, 2022	1,629,961,987	\$ 162,996	\$ 1,497,930	\$ (1,671,754)	\$ (10,828)
Net loss				(17,297)	(17,297)
Balance, September 30, 2022	1,629,961,987	\$ 162,996	\$ 1,497,930	\$ (1,689,051)	\$ (28,125)
Stock issued for acquire JAKG	10,000,000	1,000	27,815,276		27,816,276
Net income (loss)				1,006,073	1,006,073
Balance, Decemeber 31, 2022	1,639,961,987	\$ 163,996	\$ 29,313,206	\$ (682,978)	\$ 28,794,224
Stock cancelled	(10,000,000)				-
Net income (loss)				197,398	197,398
Balance, Decemeber 31, 2022	1,629,961,987	\$ 163,996	\$ 29,313,206	\$ (485,580)	\$ 28,991,623

The accompanying notes are an integral part of these financial statements

Jun An Kang Group Inc.
Condensed Consolidated Statements of Cash Flows
(unaudited)

	For Three Months Ended	
	Mar 31,	
	2023	2022
Cash Flows From Operating Activities:		
Net income (loss)	\$ 197,398	\$ (1,400)
Adjustments to reconcile net loss to net cash used in operating activities:		
Expenses paid by related party	3,836	1,400
Accounts payable and accrued liabilities	(818,546)	
Depreciation	691,453	
Impairment of goodwill		
Accounts receivable	3,607,958	
Stock-based compensation		
Net cash used in operating activities	<u>3,682,100</u>	<u>-</u>
Cash Flows From Investing Activities:		
Deconsolidation - cash held for sale		
Purchase fixed assets		
Net cash provided by investing activities	<u>-</u>	<u>-</u>
Cash Flows From Financing Activities:		
Proceeds from related party loans	(4,658,842)	-
Net cash provided by financing activities	<u>(4,658,842)</u>	<u>-</u>
Net change in cash	(976,742)	-
Cash, beginning of period	<u>1,827,193</u>	<u>-</u>
Cash, end of period	<u><u>\$ 850,451</u></u>	<u><u>\$ -</u></u>

The accompanying notes are an integral part of these financial statements

JUN AN KANG GROUP INC.
NOTES TO CONDENSED FINANCIAL STATEMENTS
(Unaudited)

Note 1 – Organization and basis of accounting.

Business Description

Jun An Kang Group Inc. f.k.a. Interact Holdings Group, Inc. was incorporated on May 8, 2001 under the laws of the State of Florida as a development- stage company under the name, “The Jackson Rivers Company.” In December 2006, the Company changed its name to “Interact Holdings Group, Inc.” to reflect the diverse nature of its enterprises. The company had been at 2854 Johnson Ferry Road, Suite 250, Marietta, GA 30062 before changed to the current address. The Company is active in Florida. An amendment was filed with the Secretary of State of the State of Florida on September 30, 2021 to change the name of the Company to Jun An Kang Group Inc.

On December 14, 2022, the Company entered into an agreement with Jun Ankang Group Holding Ltd, a British Virgin Islands corporation (“JAKG”), whereunder the Company acquired 100% ownership interest in JAKG for the issuance of 10,000,000 shares of the Company's common stock. JAKG through its China based subsidiaries, Sichuan Junankang Aishang Health Technology Co., Ltd., is a health industry company mainly focusing on medical care, pension, combination of medical care, health care, community care, home care, community medical care, and home care, and has launched online and offline health care services. The transaction closed effective December 24, 2022 and has been treated as a business combination under common control.

COVID 19

The recent COVID-19 pandemic could have an adverse impact on the Company going forward. COVID-19 has caused significant disruptions to the global financial markets, which may severely impact the Company's ability to raise additional capital and to pursue certain planned business activities. The full impact of the COVID-19 outbreak continues to evolve as of the date of this report and is highly uncertain and subject to change. Management is actively monitoring the situation but given the daily evolution of the COVID-19 outbreak, the Company is not able to estimate the effects of the COVID-19 outbreak on its operations or financial condition in the next 12 months. There are no assurances that the Company will be able to meet its obligations, raise additional funds or continue to implement its planned business objectives to obtain profitable operations.

Basis of Presentation and Organization

This summary of significant accounting policies of Jun An Kang Group Inc. (“the Company”) is presented to assist in understanding the Company's financial statements. These accounting policies conform to accounting principles generally accepted in the United States of America and have been consistently applied in the preparation of the accompanying financial statements. While the Company has commenced generating revenues from its principal business purpose during the most recently completed quarter ended March 31, 2023, we remain in the development stage in accordance with Financial Accounting Standards Board (“FASB”) Accounting Standards Codification (“ASC”) Topic No. 915 (SFAS No. 7). The Company has elected a fiscal year end of December 31.

The accompanying financial statements are prepared on the basis of accounting principles generally accepted in the United States of America (“GAAP”). The accompanying financial statements have been prepared assuming the continuation of the Company as a going concern. To continue as a going concern, the Company is actively pursuing additional funding and strategic partners to enable it to implement its business plan. In addition, the Company is also working to devote more efforts to improve its operation and generate more profits. Management believes that these actions will allow the Company to continue its operations through the next fiscal year.

Note 2 – Summary of significant accounting policies

Principals of Consolidation

The unaudited condensed consolidated financial statements include the accounts of the Company and its 100% controlled subsidiaries: Jun Ankang Group Holding Ltd, a British Virgin Islands corporation, and Sichuan Junankang Aishang Health Technology Co., Ltd., a Chinese corporation. All significant intercompany balances and transactions have been eliminated.

Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Significant items subject to estimates and assumptions include timing of recognition of commission revenue on insurance policy renewals and expenses related thereto, along with costs associated with policy acquisition and our allowance for doubtful accounts. Actual results could differ from those estimates.

Cash and Cash Equivalents

For purposes of reporting within the statement of cash flows, the Company considers all cash on hand, cash accounts not subject to withdrawal restrictions or penalties, and all highly liquid debt instruments purchased with a maturity of three months or less to be cash and cash equivalents.

Share-based compensation

We account for stock-based compensation in accordance with ASC 718, *Compensation – Stock Compensation*. Under the fair value recognition provision of this guidance, share-based compensation cost is measured at the grant date based on the fair value of the award and is recognized as expense over the requisite service period and reduced for actual forfeitures in the period they occur. Stock-based compensation is included as consulting expenses in our consolidated statements of operations.

Acquisition

The Company accounts for business combinations in accordance with Accounting Standards Codification (“ASC”) 805, Business Combinations. The results of businesses acquired in a business combination are included in the Company’s consolidated financial statements from the date of the acquisition. Purchase accounting results in assets and liabilities of an acquired business generally being recorded at their estimated fair values on the acquisition date. Any excess consideration over the fair value of assets acquired and liabilities assumed is recognized as goodwill. Transaction costs associated with business combinations are expensed as incurred and are included in general and administrative related costs in the consolidated statements of operations. The Company performs valuations of assets acquired and liabilities assumed and allocates the purchase price to its respective assets and liabilities. Determining the fair value of assets acquired and liabilities assumed requires management to use significant judgment and estimates.

Accounts Receivable

The Company’s accounts receivables arise from provision of services to customers and reimbursements for our of pocket costs invoiced to customers. In general the Company invoices for services rendered at the time the service is provided or the cost incurred. In the event the Company does have accounts receivable, the Company will evaluate each reporting period to provide a reserve against accounts receivable for estimated losses that may result from a customer’s inability to pay based on customer-specific analysis and general matters such as current assessments of past due balances, economic conditions and forecasts, and historical credit loss activity. Amounts determined to be uncollectible will be charged or written-off.

Revenue Recognition

The Company has adopted ASC 606 — Revenue from Contracts with Customers. Under ASC 606, the Company recognizes

revenue from service-related agreements and contracts by applying the following steps: (1) identify the contract with a customer; (2) identify the performance obligations in the contract; (3) determine the transaction price; (4) allocate the transaction price to each performance obligation in the contract; and (5) recognize revenue when each performance obligation is satisfied. Customers are billed for services in installments as they are performed either based on agreed contract terms or on a monthly basis for those clients to whom we provide recurring monthly services.

Property and Equipment, Net

Property and equipment are stated at cost less accumulated depreciation and amortization. Depreciation of property and equipment is computed using the straight-line method over their estimated useful lives of five to seven years for furniture and equipment and three to five years for computer hardware and software. Leasehold improvements are amortized on a straight-line basis over the lesser of their useful life or the term of the lease. Upon retirement or sale, the cost and related accumulated depreciation or amortization are removed from the Condensed Consolidated Balance Sheets and the resulting gain or loss is reflected in the Condensed Consolidated Statements of Operations. Repairs and maintenance are expensed as incurred.

Goodwill and Other Long-Lived Assets

Goodwill represents the excess of the cost of an acquired business over the fair value of the identifiable tangible and intangible assets acquired and liabilities assumed in a business combination.

In accordance with guidance within FASB ASC 350 "Intangibles - Goodwill and Other," goodwill and identifiable intangible assets with indefinite lives are not subject to amortization but must be evaluated for impairment.

We evaluate long-lived assets, including finite-lived intangible assets, for impairment by comparison of the carrying amounts to future net undiscounted cash flows expected to be generated by such assets when events or changes in circumstances indicate the carrying amount of an asset may not be recoverable. Should an impairment exist, the impairment loss would be measured based on the excess carrying value of the asset over the asset's fair value or estimates of future discounted cash flows.

For goodwill and indefinite-lived intangible assets, in-process research and development, we review for impairment annually and upon the occurrence of certain events as required by ASC Topic 350, "Intangibles — Goodwill and Other." Goodwill and indefinite-lived intangible assets are tested at least annually for impairment and more frequently if events or changes in circumstances indicate that the asset might be impaired. We review goodwill for impairment by first assessing qualitative factors to determine whether it is more likely than not that the fair value of a reporting unit is less than its carrying amount as a basis for determining whether it is necessary to perform the two-step goodwill impairment test. If we are able to determine that it is not more likely than not that the fair value of a reporting unit is less than its carrying amount, we would conclude that goodwill is not impaired. If the carrying amount of a reporting unit is zero or negative, the second step of the impairment test is performed to measure the amount of impairment loss, if any, when it is more likely than not that a goodwill impairment exists.

Basic and Diluted Net Income (Loss) Per Share

The Company computes net income (loss) per share in accordance with ASC 260, *Earning per Share*. ASC 260 requires presentation of both basic and diluted earnings per share (EPS) on the face of the income statement. Basic EPS is computed by dividing net income (loss) available to common shareholders (numerator) by the weighted average number of shares outstanding (denominator) during the period. Diluted EPS gives effect to all dilutive potential common shares outstanding during the period using the treasury stock method and convertible preferred stock using the if-converted method. In computing Diluted EPS, the average stock price for the period is used in determining the number of shares assumed to be purchased from the exercise of stock options or warrants. Diluted EPS excludes all dilutive potential shares if their effect is anti-dilutive. At March 31, 2023 there were no potentially dilutive shares.

Fair Value of Financial Instruments

FASB ASC 820, Fair Value Measurements and Disclosures, defines fair value as the exchange price that would be received for an asset or paid to transfer a liability (an exit price) in the principal or most advantageous market for the asset or liability in an orderly transaction between market participants on the measurement date. FASB ASC 820 also

establishes a fair value hierarchy which requires an entity to maximize the use of observable inputs and minimize the use of unobservable inputs when measuring fair value. FASB ASC 820 describes three levels of inputs that may be used to measure fair value:

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

Level 2 – Observable inputs other than Level 1 prices, such as quoted prices for similar assets or liabilities; or other inputs that are observable or can be corroborated by observable market data for substantially the full term of the assets or liabilities.

Level 3 – Unobservable inputs that are supported by little or no market activity and that are financial instruments whose values are determined using pricing models, discounted cash flow methodologies, or similar techniques, as well as instruments for which the determination of fair value requires significant judgment or estimation.

If the inputs used to measure the financial assets and liabilities fall within more than one level described above, the categorization is based on the lowest level of input that is significant to the fair value measurement of the instrument.

Foreign Currency

Translation and Remeasurement Items included in the condensed consolidated financial statements of the Company and its subsidiaries are measured using the currency of the primary economic environment in which the entity operates (the 'functional currency'). The Company's reporting currency is the U.S. dollar. The functional currency of subsidiaries based in China is the RMB. Companies based in the British Virgin Islands operate in US Dollars. All transactions initiated in RMB are translated into U.S. dollars in accordance with Accounting Standards Codification ("ASC") 830-30, "Translation of Financial Statements," as follows: monetary assets and liabilities are translated into U.S. dollars at exchange rates as of the balance sheet date and non-monetary assets, liabilities and equity are translated at historical rates. Sales and expenses are translated using a weighted average exchange rate for the period. All resulting exchange differences are recognized as other comprehensive income, a separate component of equity.

Income taxes

Deferred tax assets and liabilities are recognized for the future tax consequences attributable to differences between the financial statement carrying amounts of existing assets and liabilities and their respective tax bases and net operating loss and credit carryforwards. Deferred tax assets and liabilities are measured at rates expected to apply to taxable income in the years in which those temporary differences and carryforwards are expected to be recovered or settled. The effect on deferred tax assets and liabilities of a change in tax rates is recognized in the statement of operations in the period that includes the enactment date. A valuation allowance is recorded when it is not more likely than not that all or a portion of the net deferred tax assets will be realized.

Recently issued accounting pronouncements

The Company has reviewed other recently issued accounting pronouncements and plans to adopt those that are applicable to it. The Company does not expect the adoption of any other pronouncements to have an impact on its results of operations or financial position.

Note 3 – Acquisitions

On December 14, 2022, the Company entered into an agreement with Jun Ankang Group Holding Ltd, a British Virgin Islands corporation ("JAKG"), whereunder the Company acquired 100% ownership interest in JAKG for the issuance of 10,000,000 shares of the Company's common stock. JAKG through its China based subsidiaries, Sichuan Junankang Aishang Health Technology Co., Ltd., is a health industry company mainly focusing on medical care, pension, combination of medical care, health care, community care, home care, community medical care, and home care, and has launched online and offline health care services. The transaction closed effective December 24, 2022 and has been treated as a business combination under common control.

Tangible and intangible assets acquired were recorded based on their estimated fair values at the acquisition date. The excess of the purchase price over the fair value of the net assets acquired was recorded to goodwill. The Company fully

impaired the goodwill during the year ended March 31, 2023.

Note 4 – Property and Equipment, Net

Depreciation expense amounted to \$691,453 and \$0, for the years ended March 31, 2023 and 2022, respectively.

Note 5 – Related Party Transactions

During the quarter ended March 31, 2023, Mr. Hongbin Xu advanced a total of \$3,836 to the Company for payment of administrative expenses and legal fees., which amount remains due and payable. The total amount remains due and payable is \$47,307 as at March 31, 2023.

Note 6 – Equity

On December 14, 2022, the Company issued 10,000,000 shares of common stock with respect to the acquisition of Jun Ankang Group Holding Ltd, (BVI) discussed in Note 3 above.

As of March 31, 2023, the Company is authorized to issue 7,500,000,000 shares of common stock with a par value of \$0.00001. All shares have equal voting rights, are non-assessable, and have one vote per share. The total number of shares of Company common stock issued and outstanding as of March 31,2023 and March 31, 2022, was 1,639,961,987 and 749,961,987 shares, respectively.