# RJD Green, Inc.
# Balance Sheets
# As of August 31, 2017 and 2016

| | As of August 31, 2017 | August 31, 2016 |
|---|---|---|
| **Assets:** | | |
| **Current assets:** | | |
| Cash and cash equivalents | $ 229,304 | $ 156,757 |
| Accounts Receivable | 308,943 | 213,672 |
| Inventory | 285,309 | 202,129 |
| Deposits | 68,846 | 44,367 |
| Due from related party | 179,750 | - |
| Total current assets | $ 1,072,152 | $ 616,925 |
| **Long-term assets:** | | |
| Equipment | 792,223 | 253,721 |
| Intellectual Properties | 481,752 | 481,752 |
| Real Estate | 59,889 | 30,000 |
| Depreciation | (75,528) | (83,921) |
| Total long-term assets | 1,258,336 | 681,552 |
| **Total Assets** | $ 2,330,488 | $ 1,298,477 |
| **Liabilities and Shareholders' Equity:** | | |
| **Current liabilities:** | | |
| Accounts Payable | $ 437,264 | $ 371,980 |
| Due to related party | 179,750 | - |
| Accrued Liabilities | 348,066 | 296,400 |
| Contingency Convertible Debt | - | 302,264 |
| Current Portion of long-term debt | 61,111 | 61,111 |
| Total current liabilities | 1,026,191 | 1,031,755 |
| **Long-term liabilities:** | | |
| Notes payable | 262,742 | 235,357 |
| Less current portion | (61,111) | (61,111) |
| Hyster Note | 7,322 | 11,296 |
| Total long-term liabilities | 208,953 | 185,542 |
| **Total Liabilities** | $ 1,235,144 | $ 1,217,297 |
| **Stockholders' equity:** | | |
| Common Stock, 750,000,000 shares authorized, 226,169,569 and 165,524,380 shares issued and outstanding as of August 31, 2017 and August 31, 2016, respectively | 226,168 | 165,524 |
| Additional paid-in capital | 1,299,723 | 809,994 |
| Donated capital | 111,410 | 111,410 |
| Discount on common stock | (27,500) | (27,500) |
| Accumulated deficit | (978,248) | (1,775,301) |
| Net Income | 463,791 | 797,053 |
| | 1,095,344 | 81,180 |
| Total liabilities and shareholders' equity | $ 2,330,488 | $ 1,298,477 |

The accompanying notes are an integral part of these financial statements

# RJD Green, Inc.
## Statements of Operations and Comprehensive Profit

| | For the Year Ended August 31, 2017 | For the Year Ended August 31, 2016 |
|---|---|---|
| **Revenue** | $ 3,714,472 | $ 3,798,009 |
| **Cost of Goods** | 2,261,721 | 2,000,698 |
| **Gross Profit** | $ 1,452,751 | $ 1,797,311 |
| | | |
| **Operating expenses:** | | |
| Organization fees | - | - |
| Filing fees | 6,900 | 6,153 |
| Legal and audit | 7,886 | 9,420 |
| Professional and management services | 225,752 | 172,107 |
| Bank fees | 572 | - |
| General & Administrative Expense | 748,734 | 780,707 |
| Total operating expenses | 989,844 | 968,387 |
| | | |
| **Profit before other items** | $ 462,907 | $ 828,924 |
| Other income | 884 | (31,871) |
| **Net comprehensive profit** | $ 463,791 | $ 797,053 |
| | | |
| Net profit per common share (basic and diluted) | $ 0.00 | $ 0.00 |
| | | |
| Weighted average common shares (basic and diluted) | 209,083,216 | 151,357,212 |

The accompanying notes are an integral part of these financial statements

# RJD Green Inc.
## Statement of Stockholders' Equity (Deficit)

| | Common Stock Shares | Common Stock Amount | Additional Paid-in Capital | Donated Capital | Discount on Common Stock | Deficit Accumulated During Development Stage | Total Shareholders' Equity (Deficiency) |
|---|---|---|---|---|---|---|---|
| Balance as of August 31, 2013 | 425,500,000 | $425,500 | $ 50,475 | $16,844 | $(27,500) | $(1,739,307) | $(1,273,988) |
| Issuance of 129,090,000 restricted shares on November 7, 2013 | 129,090,000 | 129,090 | 259,668 | - | - | - | 388,758 |
| Retirement of 387,500,000 shares to treasury stock on June 25, 2014 | (387,500,000) | (387,500) | 387,500 | - | - | - | - |
| Donated capital | - | - | - | 29,001 | - | - | 29,001 |
| Net loss and comprehensive loss 2014 | - | - | - | - | - | (179,696) | (179,696) |
| Balance as of August 31, 2014 | 167,090,000 | $167,090 | $697,643 | $45,845 | $(27,500) | (1,919,003) | $(1,035,925) |
| Retirement of 30,000,000 Shares to treasury stock on November 21, 2014 | (30,000,000) | (30,000) | 19,435 | - | - | - | (10,565) |
| Donated Capital | - | - | - | 10,565 | - | - | 10,565 |
| Net loss and comprehensive profit 2015 | - | - | - | - | - | 143,702 | 143,702 |
| Balance as of August 31, 2015 | 137,090,000 | $137,090 | $717,078 | $56,410 | $(27,500) | (1,775,301) | $(892,223) |
| Conversion of $46,350 debt to 13,434,380 shares of common stock on June 25, 2016 | 13,434,380 | 13,434 | 32,916 | - | - | - | 46,350 |
| Conversion of $75,000 debt to 15,000,000 common shares on July 8, 2016 | 15,000,000 | 15,000 | 60,000 | - | - | - | 75,000 |
| Donated Capital | - | - | - | 55,000 | - | - | 55,000 |
| Net profit and comprehensive profit 2016 | - | - | - | - | - | 797,053 | 797,053 |
| Balance as of August 31, 2016 | 165,524,380 | $165,524 | $809,994 | $111,410 | $(27,500) | (978,248) | $81,180 |
| Issuance of 11,052,631 common shares on October 25, 2016 | 11,052,631 | 11,052 | 43,948 | - | - | - | 55,000 |
| Issuance of 11,150,000 common in lieu of compensation for officers & directors on October 25, 2016 | 11,150,000 | 11,150 | 44,334 | - | - | - | 55,484 |
| Issuance of 21,948,108 common shares on December 05, 2016 for the purchase vendor debt | 21,948,108 | 21,948 | 88,052 | - | - | - | 110,000 |
| Issuance of 16,494,450 shares for the conversion of debt valued at $329,889 on February 27, 2017 | 16,494,450 | 16,494 | 313,395 | - | - | - | 329,889 |
| Net Profit and comprehensive profit | - | - | - | - | - | 463,791 | 463,791 |
| Balance as of August 31, 2017 | 226,169,569 | 226,168 | 1,299,723 | 111,410 | (27,500) | (514,457) | 1,095,344 |

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

The accompanying notes are an integral part of these financial statements

# RJD GREEN INC.
## Statements of Cash Flows

| | For the Year Ended August 31, 2017 | For the Year Ended August 31, 2016 |
|---|---|---|
| **Operating Activities** | | |
| Net income (loss) | $ 463,791 | $ 797,054 |
| Adjustments to reconcile net loss to net cash: | | |
| Director's Compensation non-cash stock Compensation at $.00497619 per share | 55,484 | |
| Donated capital | - | 55,000 |
| Changes in operating assets and liabilities | (728,678) | - |
| Increase (decrease) in accounts payable and accrued liabilities | (212,939) | (683,411) |
| **Net Cash Provided By Operating Activities** | (422,342) | 168,643 |
| **Investing Activities** | - | - |
| **Net Cash Used in Investing Activities** | - | - |
| **Financing Activities** | | |
| Common stock issued for debt | 494,889 | (121,350) |
| **Net Cash Used in Financing Activities** | 494,889 | (121,350) |
| **Net Change in Cash** | 72,547 | 47,293 |
| **Cash and cash equivalents at the beginning of the year** | 156,757 | 109,464 |
| **Cash and cash equivalents at the end of the year** | $ 229,304 | $ 156,757 |
| **Supplemental disclosures of cash flow information** | | |
| Interest paid | $ 32,310 | $ 35,650 |
| Income taxes paid | $ - | $ - |

The accompanying notes are an integral part of these financial statements

**RJD GREEN INC.**
**Notes to the Financial Statements**

NOTE 1 - ORGANIZATION AND DESCRIPTION OF BUSINESS

RJD Green Inc. (the "Company") was incorporated under the laws of the State of Nevada on September 10, 2009. In June of 2013, the Company was repositioned as a holding company with a focus of acquiring and managing assets and companies within three sectors; green environmental, energy, and specialty contracting services. The first acquisition, Silex Holdings, was completed in first quarter of 2015. Silex is engaged in manufacturing for retail and wholesale distribution of kitchen and bath builder products including counter tops, sinks, facets, shower stalls, cabinets, and other related products. IoSoft Inc. was acquired in the fourth quarter of 2106. IoSoft develops software platforms for healthcare, insurance, and banking sectors.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Presentation

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

Going Concern

The Company has recurring revenues of $3,714,472, working capital of $229,304 and an accumulated deficit of $(514,457) as of August 31, 2017. The Company's continuation as a going concern is dependent on its ability to continue to generate reoccurring revenues creating sufficient cash flows from operations to meet its obligations and/or obtain additional financing, as may be required.

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

Management has completed the transaction with Silex Holdings Inc. ("Silex") (Note 7), and plans to raise additional financing through the issuance of the Company's common stock or debt, and the transaction with IoSoft Inc. and will raise growth capital through the issuance of stock or debt.

Use of Estimates

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

### Revenue Recognition

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

### Cash and Cash Equivalents

Cash and cash equivalents include cash on hand and on deposit at banking institutions as well as all highly liquid short-term investments with original maturities of 90 days or less or may be redeemable within this period with insignificant penalties.

### Fair value of Financial Instruments

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

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

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

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

### Recent Accounting Pronouncements - Not Yet Adopted

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

### Recent Accounting Pronouncements -Adopted

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

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

### Income Taxes

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

### Loss Per Common Share

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

## NOTE 3 - DUE TO RELATED PARTIES AND RELATED PARTY TRANSACTIONS

During the year ended August 31, 2017, the Company received a loan of $179,750 from Southbridge Advisory Group, an entity controlled by Ronald Brewer, an officer and director of the Company. The loan is non-interest bearing and due on demand.

During the year ended August 31, 2016, the Company received $55,000 donated by Ronald Brewer, an officer and director.

During the year ended August 31, 2015, the Company received $10,565 donated by Ronald Brewer, an officer and director.

During the year ended August 31, 2014:

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

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

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

NOTE 4 - COMMON STOCK

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

Fiscal year ended August 31, 2013
On November 30, 2012, the Company effectuated a fifty-for-one forward stock split increasing the issued and outstanding shares of the Company to 75,500,000.

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

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

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

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

Fiscal year ended August 31, 2014
On November 7, 2013, the Company issued 129,090,000 shares to the shareholders of Silex as part of a share purchase agreement entered into with Silex (Note 7). The completion date of the definitive agreement has not been set and the transaction has not

closed. The Company recorded this transaction as a deposit in Silex with an estimated fair value of $231,773 on the date of deposit. As part of the definitive agreement, the Company was also required to retire 387,500,000 shares to treasury stock on June 25, 2014.

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

Fiscal year ended August 31, 2015
On November 21, 2014, the Company retired 30,000,000 share issued as mutually agreed by the Company and Equitas Resources, Inc. as the shares were part of the compensation for franchising work not completed.

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

Fiscal year ended August 31, 2016
On June 25, 2016, the Company issued 13,434,380 common shares for the conversion of debt valued at $46,350.

On July 8, 2016, the Company issued 15,000,00 common shares for the conversion of debt valued at $75,000.

As of August 31, 2016, the Company has 165,524,380 common shares issued and outstanding

Fiscal year ended August 31, 2017
On October 25, 2016, the Company issued 11,052,631 common shares for $55,000.

On October 25, 2016, the Company issued 11,150,000 common shares in lieu of officers and directors compensation.

On December 05, 2016, the Company issued 21,948,108 common shares for the purchase of $110,000 in vendor debt.

On February 27, 2017, the Company issued 16,494,450 common shares for the conversion of debt valued at $329,889.

As of August 31, 2017, the Company had 226,169,569 common shares issued and outstanding.

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

NOTE 5 - INCOME TAXES

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

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

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

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

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

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

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

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

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

NOTE 6 - FAIR VALUE MEASUREMENTS

The following table provides a summary of the Company's financial assets and liabilities

| | As at August 31, 2017 | | | As at August 31, 2016 | | |
|---|---|---|---|---|---|---|
| | Level 1 | Level 2 | Level 3 | Level 1 | Level 2 | Level 3 |
| *Assets* | | | | | | |
| Cash and cash equivalents | 229,304 | - | - | 201,124 | - | - |

that are measured at fair value on a recurring basis:

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

NOTE 7 - COMMITMENT

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

On July 20, 2016, the Company completed the acquisition of IoSoft Inc. for 2,000,000 shares of common stock and working capital funding agreement for up to $500,000 of growth working capital. IoSoft is a wholly owned subsidiary of the registrant.