

WHAM INC.

Consolidated Financial Statements

As of and for the six-month period ended June 30, 2016

WHAM INC.  
Consolidated Balance Sheet  
As of June 30, 2016

ASSETS

Cash	\$ 99,356	
Note receivable - reserve	-	
Accounts receivable	243,000	
Officer advances	16,037	
Prepaid and other assets	12,399	
Current assets	<u>370,792</u>	
Signed Contracts		<u>\$ 113,000,000</u>
Security deposits	9,400	
Capitalized software development costs	461,944	
Fixed assets	<u>37,263</u>	
<b>TOTAL ASSETS</b>	<b><u>\$ 879,399</u></b>	
LIABILITIES		
Accounts payable, accrued expenses and other liabilities	<u>\$ 43,889</u>	
STOCKHOLDERS' EQUITY		
Common stock	947,768	
Retained earnings	<u>(112,258)</u>	
<b>TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY</b>	<b><u>\$ 879,399</u></b>	

UNAUDITED – FOR MANAGEMENT PURPOSES ONLY

WHAM INC.  
Consolidated Income Statement  
For the six-month period ended June 30, 2016

Revenue	\$463,595
Cost of revenue	64,519
Gross margin	<u>399,076</u>
Expenses	
Rent	24,800
Operating cost staff	33,605
Travel and entertainment	13,791
Bank charges	1,557
Website development	4,814
Corporate filing fees	8,262
Legal & professional fees	51,204
Marketing expenses	10,394
Miscellaneous expenses	7,719
Write-down of note receivable and investments	<u>206,264</u>
Total Expense	<u>362,410</u>
Net Income	<u><b>\$ 36,666</b></u>

WHAM INC.  
Consolidated Statement of Cash Flows  
For the six-month period ended June 30, 2016

<b>Cashflows from operating activities:</b>	
Net Income	\$ 36,666
Adjustments to reconcile net income to net cash provided by operating activities:	
Non-cash write-down of note receivable and investments	206,264
Deprecitaion	516
Change in operating assets and liabilities, net of acquisitions:	
Accounts receivable	(243,000)
Other	9,033
	<u>9,479</u>
<b>Net cash provided by operating activities</b>	<b>9,479</b>
<b>Cashflow from investing activities:</b>	
Acquisition of business, net of cash acquired	(26,204)
Investment in software	(40,000)
	<u>(66,204)</u>
<b>Net cash used in investing activities</b>	<b>(66,204)</b>
<b>Cashflow from financing activities:</b>	
Proceeds from sale of common stock	188,784
	<u>148,784</u>
<b>Net cash provied by financing activites</b>	<b>148,784</b>
<b>Net increase in cash</b>	<b>92,059</b>
<b>Cash, beginning of period</b>	<u>7,297</u>
<b>Cash, end of period</b>	<u><u>\$ 99,356</u></u>

WHAM INC.  
Notes to Consolidated Financial Statements

**Note 1 – Acquisitions**

During the six-month period ended June 30, 2016, WHAM INC. (“WHAM” or the “Company”) acquired Towers Investors.com, Inc. and related entities, February 2, 2016; American Services, Inc., March 24, 2016; and Vogt Masonry, Inc., June 14, 2016, with a combination of common stock, cash and contingent consideration. While the consolidated financial statements include the operations of those acquisitions from such acquisition dates through the end of the reporting period; final valuation of the transactions and assets acquired are in process and scheduled to be completed in the next reporting period.

**Note 2 – Capitalized Software Development Costs**

In prior periods, the Company invested in stock of a software development company and paid that company to develop certain technology. Those costs, previously classified as investments, have been reclassified to Capitalized software development costs in the accompanying consolidated balance sheet. The Company is in the process of evaluating the realizability of these assets.

**Note 3 – Write-down of Notes Receivable and Investments**

During the three-month period ended June 30, 2016, the Company evaluated its Note receivable from former officer and certain cost method investments and determined such assets were not realizable. Accordingly, the Company took a write-down of approximately \$200,000 in the accompanying consolidated income statement.

**Note 4 – Signed Contracts**

The Company has executed two contracts for performance based consulting services with third-parties valued at \$113,000,000. Such contracts are presented on the face of the accompanying balance sheet; but not considered in the overall financial position or results of operations at this time. The Company expects these executed contracts will produce revenue in future periods as such services are rendered.