

ITEKNIK HOLDING CORPORATION  
AND SUBSIDIARY

FINANCIAL STATEMENTS

AS OF AND FOR THE THREE MONTHS ENDED  
SEPTEMBER 30, 2016 and SEPTEMBER 30, 2015

ITEKNIK HOLDING CORPORATION  
AND SUBSIDIARY

Index to Financial Statements

	Page(s)
Financial Statements:	
Balance Sheets, September 30, 2016 and September 30, 2015 (Unaudited)	F-1
Statements of Operations for the Three Months Ended September 30, 2016 and September 30, 2015 (Unaudited)	F-2
Statements of Shareholders' Equity (Deficit) for the Three Months ended September 30, 2016 and September 30, 2015 (Unaudited)	F-3
Statements of Cash Flows for the Three Months Ended September 30, 2016 and September 30, 2015 (Unaudited)	F-4
Notes to Financial Statements (Unaudited)	F-5

ITEKNIK HOLDING CORPORATION AND SUBSIDIARY  
CONSOLIDATED BALANCE SHEETS  
(Unaudited)

	September 30, 2016	June 30, 2016
<b>Assets</b>		
Total cash and cash equivalents	\$72	\$0
Trade receivables	0.00	0
Prepaid expenses		\$1251
Total Current Assets	\$72	\$1251
<b>Fixed Assets</b>		
Computer equipment and software	0.00	\$75,737
Furniture and equipment	0.00	\$386,179
Capitalized development expenses	0.00	\$231,786
Accumulated depreciation	0.00	-\$686,603
Total Fixed Assets	0.00	\$7,098
Other Assets	0.00	\$4,000
Total Assets	\$72	\$12,349
<b>Liabilities and Shareholder's Equity</b>		
<b>Payables within 1 year (current liabilities)</b>		
Accounts payable and accrued liabilities	\$6744	\$192,521
Deferred revenues	0.00	0.00
Accrued interest	\$3246	\$29,677
Accrued payroll and taxes	0.00	0.00
Notes Payable - third parties	\$168,822	\$149,954
American Express	\$970	0.00
Total current liabilities	\$178,813	\$371,954
<b>Payables after 1 year (long term liabilities)</b>		
Convertible Note Payable - Shareholder	\$36,112	\$25,500
Note Payable -	\$55,672	\$181,172
Total long term liabilities	\$91,784	\$106,672
Total Liabilities	\$270,597	\$478,626
Minority interests in Send Global Corporation	0.00	-\$113,398
<b>Stockholders' Equity</b>		
Series A Convertible preferred shares, \$0.001 par value; 2,000,000 shares authorized - 4,000 and 1,235,000 issued and outstanding as of June 30, 2015 and June 30, 2014, respectively.	\$4	\$4
Series B Convertible preferred shares, \$0.001 par value; 1,000,000 and 7,000 shares authorized - 4,999 and 0 issued and outstanding as of June 30, 2015 and June 30, 2014, respectively.	\$5	\$5
Series C Convertible preferred shares, \$0.001 par value; 2 shares authorized - 1 issued at June 30, 2015 and 2 issued at June 30, 2014.	-	-
Common stock, \$0.0001 par value; 496,999,998 shares authorized - 202,614,987 and 277,614,987, shares issued and outstanding, as of June 30, 2015 and June 30, 2014, respectively	\$20,262	\$ 20,2622
Additional paid in capital	\$423,617	\$423,617
Accumulated deficit	-\$714,557	-\$796,767
Total Stockholders' Equity / (Deficit)	-\$270,669	-\$352,879
Total Liabilities and Stockholders' Deficit	\$72	\$12,349

See accompanying notes to the financial statements

F-1

ITEKNIK HOLDING CORPORATION AND SUBSIDIARY  
CONSOLIDATED STATEMENTS OF OPERATIONS  
(Unaudited)

	For the Three Months Ended	
	September 30, 2016	September 30, 2015
<b>Revenues</b>	\$0.00	\$889,435
Cost of revenues	\$0.00	-760,974
Gross profit (loss)	\$0.00	128,4611
As percentage of revenues	--	14%
<b>Operating expenses</b>		
Employment costs	\$0.00	\$135,610
Sales and general administrative	\$7,009	\$47,566
Stock compensation costs	0.00	0.00
Earnings before interest, tax, depreciation and amortization (EBITDA)	-\$7009	-\$54,724
<b>Other Income / (expense)</b>		
Depreciation	\$0.00	-\$7,360
Financing fees	\$0.00	0.00
Interest expense	\$3,246	-\$36,762
Other income / (expense)	\$0.00	\$0.00
Gain on issuance of Series B preferred shares	\$0.00	0.00
Gain on sale of 49% of Send Global Corporation	\$0.00	\$0.00
Divestiture of Send Global interest and write down value to zero	-\$704,302	\$0.00
Total Other Income/Expense	-\$707,548	-\$44,122
Net Income / (Loss)	\$714,557	-\$109,147
Less Net Income attributable to non-controlling interests	-\$704,302	-\$49,992
Net Income/Loss Attributable to Iteknik	-\$10,255	\$59,155
<b>Net income / (loss) per share:</b>		
Basic	\$0.00	\$(0.00)
Diluted	\$0.00	\$(0.00)
<b>Weighted average shares outstanding:</b>		
Basic	202,614,987	202,614,987
Diluted	202,614,987	522,409,508

See accompanying notes to the financial statements

F-2

**ITEKNIK HOLDING CORPORATION AND SUBSIDIARY**  
**CONSOLIDATED STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY (DEFICIT)**  
(Unaudited)

	Preferred stock				Common stock				
	Class A Shares \$0.00 par value	Class B Shares \$0.001 par value	Class C Shares \$zero par value	Total \$ Amount of Preferred Stock	Shares	Amount	Additional paid-in capital	Accum. deficit	TOTAL
Balances at June 30, 2013	1,235,000		2	\$1,235	277,614,987	\$27,762	\$510,404	\$(892,256)	\$(352,855)
Net profit / (loss) for the period								(53,962)	(53,962)
Balances at June 30, 2014	1,235,000	0	2	\$1,235	277,614,987	\$27,762	\$510,404	\$(946,218)	\$(406,817)
Net profit / (loss) for the period								\$184,977	\$184,977
Balance at June 30, 2015 Reported	4,000	4,999	1	\$9	202,614,987	\$20,262	\$423,617	-\$761,241	-\$316,616
Net profit / (loss) for the period								-35,526	-35,526
Balances at June 30, 2016	4,000	4,999	1	\$9	202,614,987	\$20,262	\$423,617	-\$796,767	-\$352,879
Net Profit/(loss) for the 3-month period ended September 30 2016 (1)								-\$10,255	-\$10,255
Net Adjustments (2)								\$92,465	\$92,465
Balance at September 30, 2016 (3)	4,000	4,999	1	\$9	202,614,987	\$20,262	\$423,617	-\$714,557	-\$270,669

- (1) This is the net loss attributable to iTeknik Holding Corporation and does not reflect the one-time adjustment to earnings for the divestiture of controlling interest in Send Global Corporation and the write down of the value of the remaining interest in Send Global Corporation to Zero.
- (2) These adjustments reflect the net effects to the accumulated deficit and shareholders' equity from the divestiture of the controlling interest in Send Global Corporation and the write down of the value of the remaining interest in Send Global Corporation to Zero.
- (3) The Balances for the period ending September 30, 2016 account for the divestiture and the Company's controlling interest in Send Global Corporation and the write down of the value of the remaining minority interests in Send Global Corporation to Zero.

See accompanying notes to the financial statements

ITEKNIK HOLDING CORPORATION AND SUBSIDIARY  
CONSOLIDATED STATEMENTS OF CASH FLOWS  
(Unaudited)

	For the Three Months Ended September 30, 2016	For the three Months Ended September 30, 2015
<b>Cash Flows from Operating Activities:</b>		
Net Profit/ loss	-\$714,557	-\$35,526
Adjustments to reconcile net loss to net cash used in operations		
Depreciation		\$29,376
Non-Controlling Interests		-
Shares issued to consultants for services		-
Gain on sale of 49% of Send Global Corp.		-
Gain on conversion of Series A and common shares to Series B preferred shares		-
Gain on Settlements		\$98,529
Changes in assets and liabilities, net of acquisition and disposals:		
Accounts receivable and prepaid expenses		-\$46,306
Accounts payable & accrued liabilities	-\$7328	-\$190,487
Deferred revenue		-\$52,950
Divestiture of Controlling Interest in Send global and write off of assets	\$704,302	
Net cash (used) generated from operating activities	-\$2,925	-\$197,364
<b>Cash Flows from Investing Activities:</b>		
Net cash used in investing activities		-
<b>Cash Flows From Financing Activities:</b>		
Proceeds from debt/equity	\$3,000	
Proceeds from amounts advanced on receivables		-
Repayment of amounts advanced on receivables		-\$58,140
Net cash provided (used) by financing activities	\$3,000	-\$58,140
Net increase (decrease) in cash and cash equivalents	\$72	-\$160,336
Cash and cash equivalents, beginning of the period	\$0.00	\$191,864
Cash and cash equivalents, end of the period	\$72	\$31,528
<b>SUPPLEMENTAL CASH FLOW DISCLOSURE</b>		
Cash paid for interest	\$ -	\$ -
Cash paid for taxes	\$ -	\$ -

See accompanying notes to the financial statements

SUPPLEMENTAL DISCLOSURE OF NONCASH ACTIVITIES  
(Unaudited)

**None related to Stock or equity compensation during the quarter ended September 30, 2016 and 2015.**

ITEKNIK HOLDING CORPORATION AND SUBSIDIARY  
Notes to Financial Statements  
(Unaudited)

1. Organization and Formation

iTeknik Holding Corporation (“The Company”) was organized under the laws of the State of Nevada on January 12, 2007. On December 22, 2010, the Company changed its state of organization to Wyoming by filing the applicable legal documents with both Nevada and Wyoming. The Company has one subsidiary, Send Global Corporation. The Company provides wholesale and retail telecommunications services and products.

2. Summary of Significant Accounting Policies

Basis of presentation

The accompanying financial statements have been prepared in accordance with accounting principles generally accepted in the United States of America (“U.S. GAAP”).

Basis of consolidation

The consolidated financial statements for the twelve months ended December 31, 2015 and 2016 include 100% of the assets, liabilities, revenues, expenses and cash flows of iTeknik Holding Corporation. The Company also consolidated the financial statements of its operating subsidiary Send Global Corporation, which corporation the Company owned 51% of the issued and outstanding common shares and exercised control. All inter-company accounts and transactions have been eliminated in consolidation. The results of subsidiaries acquired or disposed of during the respective periods are included in the consolidated statements of operations from the effective date of acquisition or up to the effective date of disposal, as appropriate.

Use of estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States requires management to make certain estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Estimates are adjusted to reflect actual experience when necessary. Significant estimates and assumptions affect many items in the financial statements. These include estimates of fair value of common stock and related impact to stock-based compensation. Actual results may differ from those estimates and assumptions, and such results may affect income, financial position or cash flows.

Cash and cash equivalents

The Company adopted paragraph 230-10-45-24 of the FASB Accounting Standards Codification for cash flows reporting, classifies cash receipts and payments according to whether they stem from operating, investing, or financing activities and provides definitions of each category, and uses the indirect or reconciliation method (“Indirect method”) as defined by paragraph 230-10-45-25 of the FASB Accounting Standards Codification to report net cash flow from operating activities by adjusting net income to reconcile it to net cash flow from operating activities by removing the effects of (a) all deferrals of past operating cash receipts and payments and all accruals of expected future operating cash receipts and payments and (b) all items that are included in net income that do not affect operating cash receipts and payments.

The Company reports the reporting currency equivalent of foreign currency cash flows, using the current exchange rate at the time of the cash flows and the effect of exchange rate changes on cash held in foreign currencies is reported as a separate item in the reconciliation of beginning and ending balances of cash and cash equivalents and separately provides information about investing and financing activities not resulting in cash receipts or payments in the period pursuant to paragraph 830-230-45-1 of the FASB Accounting Standards Codification .

Fair Value of Financial Instruments

Management believes that the carrying values of financial instruments, including cash, accounts receivable, accounts payable and accrued liabilities, approximate fair value as a result of the short-term maturities of these instruments.

Risks and Uncertainties

The Company's operations are subject to significant risk and uncertainties including financial, operational, technological, and regulatory risks including the potential risk of business failure. Also see Footnote #3 regarding going concern matters.

Intellectual Property

Our success and ability to compete effectively are dependent in part upon our proprietary technology. We rely on a combination of copyright, trademark and trade secret laws, as well as non-disclosure agreements and other contractual restrictions, to establish and protect our proprietary rights. Employees are required to execute confidentiality and non-use agreements that transfer any rights they may have in



copyrightable works or patentable technologies to us. In addition, prior to entering into discussions with potential business partners or customers regarding our business and technologies, we generally require that such parties enter into nondisclosure agreements with us. If these discussions result in a license or other business relationships, we also generally require that the agreement setting forth the parties' respective rights and obligations include provisions for the protection of our intellectual property rights. The steps taken by us may not, however, be adequate to prevent the misappropriation of our proprietary rights or technology.

To date, we do not have any federally registered trademarks.

We do not currently have any patents or patent applications in process. Any future patent applications with respect to our technology may not be granted, and, if granted, patents may be challenged or invalidated. In addition, issued patents may not provide us with any competitive advantages and may be challenged by third parties. Our practice is to affix copyright notices on our product literature in order to assert copyright protection for these works.

Despite our efforts to protect our proprietary rights, unauthorized parties may attempt to duplicate aspects of our products or to obtain and use information that we regard as proprietary. Our steps to protect our proprietary technology may not be adequate to prevent misappropriation of such technology, and may not preclude competitors from independently developing products with functionality or features similar to our products. If we fail to protect our proprietary technology, our business, financial condition and results of operations could be harmed significantly.

Consumer technology markets have been characterized by substantial litigation regarding patent and other intellectual property rights. Litigation, which could result in substantial cost to and diversion of our efforts, may be necessary to enforce trademarks issued to us or to determine the enforceability, scope and validity of the proprietary rights of others. Adverse determinations in any litigation or interference proceeding could subject us to costs related to changing names and a loss of established brand recognition.

#### Income Taxes

In assessing the realization of deferred tax assets, the Company considers whether it is more likely than not that some portion or all of the deferred tax assets will not be realized. The ultimate realization of deferred tax assets is dependent upon the generation of future taxable income during the periods in which those temporary differences become deductible. The Company considers the scheduled reversal of deferred tax liabilities, projected future taxable income, and tax planning strategies in making this assessment. Based on the level of historical operating results and the uncertainty of the economic conditions, the Company has recorded a full valuation allowance against its deferred tax assets at June 30, 2016 and June 30, 2015 where it cannot conclude that it is more likely than not that those assets will be realized.

#### Revenue Recognition

The Company applies paragraph 605-10-S99-1 of the FASB Accounting Standards Codification for revenue recognition. The Company recognizes revenue when it is realized or realizable and earned. The Company considers revenue realized or realizable and earned when all of the following criteria are met: (i) persuasive evidence of an arrangement exists, (ii) the product has been shipped or the services have been rendered to the customer, (iii) the sales price is fixed or determinable, and (iv) collectability is reasonably assured.

The Company currently derives virtually all of its revenues from prepaid telecom services. Cash received from customers is initially recorded as deferred and subsequently recognized as revenue when minutes used by customers, are appropriately rated for the calls made by customers and deducted from the prepaid funds balance. We are obligated to deliver service to end customers for active accounts until the prepaid balance is fully used and therefore we accrue unused minute costs for activated cards and active accounts at the end of each period and this is recorded as Deferred Revenue in the financial statements. During this period these accounts have been drawn down and or funds returned to customers. where applicable leaving a zero balance at the end of the period.

#### Stock-Based Compensation

The Company accounts for stock-based compensation in accordance with ASC 718. Under the fair value recognition provisions of this statement, stock-based compensation cost is measured at the grant date based on the fair value of the award and is recognized as expense on a straight-line basis over the requisite service period, which is the vesting period. The Company elected the modified-prospective method, under which prior periods are not revised for comparative purposes. The valuation provisions of ASC 718 apply to new grants and to grants that were outstanding as of the effective date and subsequently modified. During the year ended June 30th 2016 there was no stock based compensation.

#### Basic and Diluted Net Earnings (Loss) per Share

Basic net earnings (loss) per common share is computed by dividing net earnings (loss) applicable to common shareholders by the weighted-average number of common shares outstanding during the period. Diluted net earnings (loss) per common share is determined using the weighted-average number of common shares outstanding during the period, adjusted for the dilutive effect of common stock equivalents, consisting of shares that might be issued upon exercise of common stock options. In periods where losses are reported, the weighted-average number of common shares outstanding excludes common stock equivalents, because their inclusion would be anti-dilutive. The amount of earning was insignificant when considered as an earnings per share calculation.

#### Commitments and contingencies

The Company follows subtopic 450-20 of the FASB Accounting Standards Codification to report accounting for contingencies. Certain conditions may exist as of the date the financial statements are issued, which may result in a loss to the Company but which will only be resolved when one or more future events occur or fail to occur. The Company assesses such contingent liabilities, and such assessment inherently involves an exercise of judgment. In assessing loss contingencies related to legal proceedings that are pending against the Company or un-asserted claims that may result in such proceedings, the Company evaluates the perceived merits of any legal proceedings or un-asserted claims as well as the perceived merits of the amount of relief sought or expected to be sought therein.

If the assessment of a contingency indicates that it is probable that a material loss has been incurred and the amount of the liability can be estimated, then the estimated liability would be accrued in the Company's financial statements. If the assessment indicates that a potential material loss contingency is not probable but is reasonably possible, or is probable but cannot be estimated, then the nature of the contingent liability, and an estimate of the range of possible losses, if determinable and material, would be disclosed.

Loss contingencies considered remote are generally not disclosed unless they involve guarantees, in which case the guarantees would be disclosed. Management does not believe, based upon information available at this time that these matters will have a material adverse effect on the Company's financial position, results of operations or cash flows. However, there is no assurance that such matters will not materially and adversely affect the Company's business, financial position, and results of operations or cash flows.

#### Long-Lived Assets

The Company reviews and evaluates its long-lived assets for impairment whenever events or changes in circumstances indicate that their net book value may not be recoverable. When such factors and circumstances exist, including those noted above, the Company compares the assets' carrying amounts against the estimated undiscounted cash flows to be generated by those assets over their estimated useful lives. If the carrying amounts are greater than the undiscounted cash flows, the fair values of those assets are estimated by discounting the projected cash flows. Any excess of the carrying amounts over the fair values are recorded as impairments in that fiscal period.

### **3. Going Concern**

The financial statements for the three months ended September 30, 2016 and 2015 have been prepared on a going concern basis, which contemplates the realization of assets and the settlement of liabilities in the normal course of our business. As reflected in the accompanying financial statements, we had a net loss of \$714,557 for the quarter ended September 30, 2016, which included a one time charge related to the divestiture of the controlling interest in Send global corporation of \$704,302 and the net loss attributable to the operation so the Company excluding that charge for the period was \$10, 255. This compares to a net loss of \$109,147 for the quarter ended September 30, 2015; accumulated stockholder's deficit of \$270,669 and \$375,281 for the quarter ended September 30, 2016 and 2015, respectively and a continued working capital deficit. Management has cut expenses such that there are virtually no ongoing carrying costs to the business while Management seeks new opportunities.

For the period ended September 30th, 2016 the net loss attributable to Iteknik Holdings Corporation is \$10,255 and does not reflect the one-time charge of \$704,302 regarding the divestiture of controlling interest in Send Global Corporation and the write down to zero in the value of the remaining minority interest. The entire write down of the interests and the removal of the assets and liabilities by no longer being required to consolidate the results of operations for Send Global Corporation resulted in an increase adjustment of \$92,465 to the shareholder equity account and a net decrease of \$92,465 in the accumulated deficit account.

As a result, the accompanying financial statements do not include any adjustments related to recoverability and classification of asset carrying amounts or the amount and classification of liabilities that might result should the company be unable to continue as a going concern.

The Company plans to seek additional funds to finance its immediate and long-term operations and business plan through debt and/or equity financing. The successful outcome of future financing activities cannot be determined at this time and there is no assurance that if achieved, the Company will have sufficient funds to execute its intended business plan.

Ultimately, the company's ability to continue as a going concern is dependent upon its ability to attract new sources of capital, complete planned acquisitions and exploit the growing cloud communications and mobile payments markets in order to attain a reasonable threshold of operating efficiency and achieve sustained profitable operations.

#### 4. Notes Payable

At the beginning of the period ended September the Company consolidated for reporting all prior accrued interest payable into the gross amount due each note holder and therefore without receiving additional funds the reported face amounts of the notes have increased and the amount of the accrued interest has decreased.

As of September 30, 2016 the Company had \$260,607 of principal balance on promissory notes issued and outstanding, \$36,112 of which is convertible into 255,000,000 common shares (subject to a limitation that prevents the holder owning more the 9.99% of the then outstanding common stock at time of conversion).

As of September 30, 2015 and 2016, the Company had accrued interest payable of \$3,236 and \$25,818, respectively. Interest expense totaled \$3,246 for the three months ended September 30, 2016.

The following table reflects the total debt balances of the Company as of September 30, 2016 and September 30, 2016:

For the Period Ending September 2016 Accrued Interest has been included in the Balance of the note.	<u>September 30,</u> <u>2016</u>	<u>June 30,</u> <u>2016</u>
Principal Balance on Convertible Promissory Notes – third parties	\$36,112	\$ 25,500
Principal Balance on Promissory Notes - related parties		0.00
Balance on MCC receivables finance agreement	\$	\$ -
Principal Balance of unsecured third party notes	\$224,494	205,429
Total Principal Balance (including accrued interest to June 30, 2016)	\$260,607	\$254,375
Accrued Interest on Promissory Notes Outstanding (beginning July 1, 2016)	\$3,246	\$27,329

#### 5. Commitments and Contingencies

##### Litigation

The Company is not currently involved in any litigation that it believes could have a material adverse effect on its financial condition or results of operations. There is no action, suit, proceeding, inquiry or investigation before or by any court, public board, government agency, self-regulatory organization or body pending or, to the knowledge of the executive officers of the Company or any of its subsidiaries, threatened against or affecting the Company, our common stock, any of our subsidiaries or of our companies or our subsidiaries' officers or directors in their capacities as such, in which an adverse decision could have a material adverse effect.

In the ordinary course of business, we are from time to time involved in various pending or threatened legal actions. The litigation process is inherently uncertain and it is possible that the resolution of such matters might have a material adverse effect upon our financial condition and/or results of operations. However, in the opinion of our management, other than as set forth herein, matters currently pending or threatened against us are not expected to have a material adverse effect on our financial position or results of operations.

#### 6. Shareholder's Equity

##### Common Stock:

As of September 30, 2016 and 2015, 500,000,000 and 499,007,000, respectively, total shares were authorized, including 496,999,998 shares of common stock, par value \$0.001 per share, were authorized, and 202,614,987 and 277,614,987 shares, respectively, were issued and outstanding. There are no special voting or economic rights or privileges. Dividends may be paid on the outstanding shares as declared by our board of directors. Each share of common stock is entitled to one vote.

##### Preferred Stock:

Preferred Series A: As of September 30, 2016 and 2015, 2,000,000 shares of Series A Preferred Stock, par value \$0.001 per share, were authorized, and 4,000 shares of Series A were issued and outstanding, with a conversion rate of 1 for 100, with voting rights.

Preferred Series B: As of September 30, 2016 and 2015, 7,000 and 1,000,000 shares of Series B Preferred Stock, respectively, par value \$0.001 per share, were authorized, and 4,999 and 0 shares of Series B, respectively, were issued and outstanding. Each share of Series B Preferred Stock is convertible into 0.01% of the Corporation's common stock on a fully diluted basis as of the date of conversion; See attached Certificate of Designation of Series B filed as an exhibit to the Company's Supplemental Report filed with the OTC Markets on June 8, 2015 for more details.

Preferred Series C: As of September 30, 2016 and 2015, 2 shares of Series C Preferred Stock were authorized, no par value, and 2 and 1 share, respectively, were issued and outstanding, respectively, with a conversion rate of 1,000,000,000 votes per share.

Preferred Series D. Subsequent to the end of the quarter, The Company with the unanimous consent of the shareholders, less than 10 in number representing more than 51% of the voting stock of the company authorized the amendment to its Articles of Incorporation to allow for a fourth series of Preferred Shares to be used to obtain funds for the Company's future needs: The series would have a total of 100 authorized shares each with a par value of \$0.001 which would be convertible into the common stock of the Company at a value on the date of conversion of \$50,000 per share.

### **Three Months Ended September 30, 2016:**

During the three months ended September 30, 2016, the Company issued no common or preferred shares or warrants of any kind.

#### **Warrants:**

As at September 30, 2016 and 2015, respectively, the Company had no outstanding warrants allowing employees or other individuals or groups to purchase common shares.

Subsequent to the End of the Quarter the Company entered into a subscription agreement with a Trust that the Chairman is the Executive Trustee to obtain funds for the Annual report as well as other immediate needs. Under the terms of that Subscription Agreement the company issued 2million shares of common stock, 400,000 shares of Series A. Preferred Stock, 2,001 shares of Series B preferred stock and 2 shares of Series C preferred Stock to the Tiger Prodigy Trust in exchange for an aggregate of \$6,100.00.

## **7. Earnings (Loss) Per Share**

In accordance with accounting guidance now codified as FASB ASC Topic 260, "Earnings per Share," basic earnings (loss) per share is computed by dividing net income (loss) by weighted average number of shares of common stock outstanding during each period. Diluted earnings (loss) per share is computed by dividing net income (loss) by the weighted average number of shares of common stock, common stock equivalents and potentially dilutive securities outstanding during the period.

Since we reported a profit for the three months ended September 30, 2016 potential shares would have been included in the shares used to calculate the diluted EPS as their effect is dilutive, but there were no potentially issuable securities vested and outstanding. Since the Company reflected a net loss for the three month periods ended September 30, 2015, the effect of considering any common stock equivalents, if outstanding, would have been anti-dilutive. A separate computation of diluted earnings (loss) per share is not presented.

	For the three Months Ended Septemb 30, 2016	For the Three Months Ended September 30, 2015
Net income / (loss) (1)	-\$10,255	-59,155
Net earnings / (loss) per share – basic and diluted	\$(0.00)	\$ (0.00)
Weighted average number of shares outstanding – basic	202,614,988	202,614,988

(1) For the period ended September 30th, 2016 reported above is the net loss attributable to Iteknik Holdings corporation and does not reflect the one time charge of \$704,302 regarding the divestiture of controlling interest in Send Global Corporation and the write down to Zero in the value of the remaining minority interest. The entire write down of the interests and the removal of the assets and liabilities by no

longer being required to consolidate the results of operations for Send Global Corporation resulted in an increase adjustment of \$92,465 to the shareholder equity account and a net decrease of \$92,465 to the accumulated deficit account.

## **8. Related Party Transactions**

On December 31, 2009, the Company assumed a \$225,000 debt obligation from its subsidiary company, TeleCents Communications, which ceased operations on that date. This note was payable to Jeffrey Lauzon, the Company's former executive officer and director. As of June 30, 2015 and 2014, \$147,007 and \$142,007, respectively, were outstanding and owed to Mr. Lauzon on this note. This debt is payable on demand and accrues 3% annual interest and the interest has been accrued in the amount of \$19,776. During the quarter Mr. Lauzon advanced an additional \$2,750 to our subsidiary Send Global and that subsidiary is responsible for repayment. There is no written note evidencing this obligation of our subsidiary.

Between April and November of 2014, Fredrick Wicks, our CEO, loaned the Company a total of \$47,634 on a series of promissory notes with interest rates of 6% per annum. As of June 30, 2016 and 2016, Mr. Wicks was owed by the Company \$47,634 plus accrued interest of \$5,288.14. During the quarter ended June 30th, 2016 Mr. Wicks Loan the Company an additional \$2750.. All of these notes, together with the accrued interest were wrapped into a new 24 month note with an annual interest rate of 5% which was then sold/transferred to WMG Investments, a third party.

The Company (ITKH) entered into a definitive Stock Swap Agreement (the "SWA") on May 28, 2015 with its wholly owned subsidiary, Send Global Corp. and Jeffrey Lauzon, ITKH's now former executive officer and director. Pursuant to the SWA ITKH transferred 490 shares of Send Global common stock, representing a 49% beneficial ownership interest in Send Global Corp., to Lauzon in exchange for the return of certain shares of ITKH owned by Lauzon. These shares consisted of 50,000,000 common shares of ITKH, 600,000 shares of ITKH Series A Preferred Stock and 1 share of ITKH Series C Preferred Stock (together, the "ITKH Shares") (leaving 200,000 ITKH Series A Preferred Shares with Lauzon which automatically converted into 499 shares of Series B Convertible Preferred Stock, representing 4.899% beneficial ownership and with other terms and conditions as set forth in the attached Certificate of Designation of Series B Convertible Preferred Stock). In addition, on or at any time after the first annual anniversary date of the Closing, Lauzon shall have the option to purchase an additional 210 shares of common stock of Send Global, representing an additional 21% beneficial ownership interest in Send Global, from ITKH in exchange for the transfer and assignment to Send Global of the entire outstanding balance (currently approximately \$166,000) of a promissory note issued by ITKH to Lauzon.

The Closing occurred on May 28, 2015. On the Closing and as part of the SWA, Jeffrey Lauzon resigned as ITKH's President and as a member of the Board of Directors of ITKH, and Mr. Lauzon became Send Global's CEO, and Corporate Secretary.

During the Quarter ( on September, 26, 2016) the Company incurred expenses of \$3,000 for the services of a consultant and settled payment for those services by transferring 30 of the Company's shares in Send Global corporation to that consultant. The result of that transfer is that The Company now owns 48% of Send Global stock. As a result of this transaction Send Global is no longer a subsidiary of the Company and the Company no longer has control over Send Global. The Company will no longer report the activities of Send Global in its financial statements beginning in this quarter, but instead lists the stock of Send Global as an asset on its balance sheet.

On June 8, 2015, ITKH entered into a definitive Stock Purchase Agreement with Growthcap Investments, Inc. and Fredrick W. Wicks (the "SPA") pursuant to which ITKH sold to Growthcap, in exchange for services rendered, 1,000 shares of Series B Convertible Preferred Stock, with an additional 2,000 shares of Series B Convertible Preferred Stock to be issued when certain performance targets have been achieved. As part of this SPA, John McQuillan was appointed as a member of ITKH's Board of Directors. Also as part of this SPA, Mr. Wicks converted ITKH securities he owned (including 50,000,000 shares of common stock and 431,000 shares of Series A Preferred Stock, and except for 1 share of Series C Preferred Stock (which shall be cancelled upon the final issuance of Series B Stock to Growthcap) into a total of 3,500 shares of Series B Convertible Preferred Stock.

## **9. Management and Board of Directors Changes**

On June 8, 2015, Mr. John McQuillan was named a Member of the Company's Board of Directors. As of September 15, 2016 Mr McQuillan is no longer an Officer or Director of the Company.

Fredrick W. Wicks remains as the Company's Chairman of the Board and CEO, (sole board member and officer)

## **10. Income taxes**

As of September 30, 2016, the Company had a consolidated federal net operating loss carryover amounting to approximately \$1,000,000. The net operating loss, if not utilized, will expire in 2030. This Net Operating Loss may no longer be applicable (see below) but as the Company is still operating at a loss this is not material at this time.

For the year ended June 30, 2016 as well as the quarter ended September 30, 2016 the Company reported a net loss. As of September 30, 2016 the Company continued to have a net loss post incorporation of the divestiture of the controlling interest in Send Global corporation

which is no longer a subsidiary. Below is a reconciliation of the estimated federal income tax provision at applicable statutory rates to the amount actually reflected in the financial statements:

Income Tax Calculation for:  
Quarter Ended September 30, 2016:

**Qtr Ended  
September 30, 2016**

Federal at statutory rate	\$0.00
Less benefit from utilization of NOL	-N/A
Tax provision per financials	\$ 0

The components of deferred tax assets/liabilities are as follows:

With the current divestiture of the controlling interest in Send Global Corporation and the write down on the minority interest to zero this deferred tax assets/liabilities may be impaired and of for that reason we do not recognize a tax asset on our balance sheet. The NOL itself may be impaired, and or may no longer be applied or may have been lost as a result of the aforementioned divestiture. Management will consult with its Tax Professionals before the year end to make a final determination for incorporation in the Company's financial statements and in preparation of its tax returns. As the Company is still running at a net loss from operations the effect to the Company of the effective life of the NOL does not at this time impact the financial statements. The chart below is provided for information purposes only.

Deferred tax assets:	
NOL carry forward: June 30, 2016	\$918,749
Plus estimated current qtr NOL	10,255
	929,004
Deferred Tax asset – Depreciation	N/a
Net deferred tax asset before valuation allowance	\$929,004
Less: Valuation Allowance	-929,006
Net deferred tax assets	-

## 12. Subsequent Events

In accordance with ASC 855, Subsequent Events, we have evaluated subsequent events through September 30, 2016, the date of available issuance of these un-audited financial statements. During this period, we did not have any materially recognizable subsequent events, other than as indicated in the affected area in this report.

## 13. Other Information

These financial statements were prepared by Management from records available to Fredrick Wicks as the books of original entry were unavailable. Since the Company had little or no activity during the 3 and 6 months ending September 30th, 2016 Management relied upon the 3rd quarter financials and the known changes for the following two 3 month period in order to prepare this report. This report is management's best efforts to provide complete and accurate reporting, but the changes that occurred in the two 3 month periods ended September 30th, 2016 are not deemed by management to be material to the overall results of the Company.

Management's Certification

I, Fredrick Wicks, Chief Executive Officer, Chairman of the Board and Acting Chief Financial Officer, of iTeknik Holding Corporation hereby certify to the best of my knowledge and belief that the unaudited financial statements and related footnotes hereto present fairly, in all material respects, the financial position of iTeknik Holding Corporation and the results of its operations and cash flows as of and for the year ended June 30, 2016, in conformity with accounting principles generally accepted in the United States, consistently applied.  
November 17, 2016

By: /s/ Fredrick Wicks  
iTeknik Holding Corporation