



Fiscal Year Ended September 30, 2019

October 15, 2019

B-SCADA, INC

547 W. FORT ISLAND TRAIL, SUITE A CRYSTAL FIVER, FL 34429

B-Scada Inc.

CONSOLIDATED BALANCE SHEETS [UNAUDITED]

	<u>Sept 30</u> <u>2019</u>	<u>June 30</u> <u>2019</u>	<u>Mar 30</u> <u>2019</u>
ASSETS			
Current Assets			
Cash and Cash Equivalents	350,233	482,237	612,365
Accounts Receivable – Net	(3,267)	(7,411)	(15,105)
Accrued Revenue	-	-	-
Inventory	23,751	23,751	23,751
Prepaid Expenses and Other Current Assets	750	2,491	4,232
Total Current Assets	<u>371,467</u>	<u>501,068</u>	<u>625,243</u>
Property and Equipment – Net	(339,752)	(314,037)	(288,199)
Other Assets			
Intangible Assets -- Net	420,645	420,645	420,645
Deferred Income Tax	-	-	-
Security Deposits	-	-	-
Total Other Assets	<u>420,645</u>	<u>420,645</u>	<u>420,645</u>
Total Assets	<u><u>\$452,360</u></u>	<u><u>\$607,676</u></u>	<u><u>\$757,689</u></u>
LIABILITIES AND EQUITY			
Current Liabilities			
Accounts Payable	176	21,376	566
Accrued Liabilities	16,970	1,209	27,539
Deferred Revenue	10,000	24,670	51,863
Total Current Liabilities	<u>27,146</u>	<u>47,256</u>	<u>79,968</u>
Long Term Liabilities			
Mortgage Payable	-	-	-
Total Liabilities	<u><u>27,146</u></u>	<u><u>47,256</u></u>	<u><u>79,968</u></u>
Stockholders' Equity			
Preferred Stock, \$0.0001 Par Value, 5,000,000 Shares Authorized and Unissued			
Common Stock, \$0.0001 Par Value; 10,000,000 Shares Authorized; Shares Issued and Outstanding, 3,059,341 at January 31, 2017 and October 31, 2016	3,060	3,060	3,060
Additional Paid in Capital	8,669,068	8,669,068	8,669,068
Accumulated Deficit	(8,246,914)	(8,111,707)	(7,994,406)
Total Stockholders' Equity	<u>425,214</u>	<u>560,420</u>	<u>677,721</u>
Total Liabilities and Stockholders' Equity	<u><u>\$452,360</u></u>	<u><u>\$607,676</u></u>	<u><u>\$757,689</u></u>

B-Scada Inc.

CONSOLIDATED STATEMENTS OF OPERATIONS
[UNAUDITED]

	For the Nine Months Ended Sept 30, 2019	For the Six Months Ended June 30, 2019	For the Three Months Ended March 31, 2019
Revenue			
Technology Licensing and Support	90,050	60,050	30,000
Commercial Software	60,142	43,097	18,071
Saas Revenue	2,942	1,192	892
Other Hardware/Software Sales	0	0	0
Other Income-Service/FeeBased	1,011	1,063	710
Other / Misc Revenue	7,810	7,810	4,550
Total Revenues	\$161,955	\$113,212	\$54,223
COGS	5,897	3,902	2,627
GrossProfit	156,057	109,310	51,596
Operating Expenses			
Sales and Marketing	10,340	1,314	837
Research and Development	232,981	134,597	55,138
General and Administrative	229,810	174,856	105,476
Depreciation and Amortization	77,504	51,789	25,951
Total Operating Expenses	550,635	362,555	187,402
Other Income (Expenses)			
Interest Income	8,018	1,732	1,593
Interest Expense			
Other Income (Expenses)			
Total Other Income (Expenses) - Net	8,018	1,732	1,593
Net Income (Loss)	(386,560)	(251,514)	(134,213)

B-Scada Inc.

Consolidated Statement of Cash Flows [UNAUDITED]

	For the Three Months Ended September 30,	
	2019	2018
OPERATING ACTIVITIES		
Net Income (Loss)	(141,749)	(64,880)
Adjustments to reconcile Net Income to Net Cash provided by operations:		
Accounts Receivable	(4,144)	67,718
Accrued Revenue	0	0
Deferred Revenue	(14,670)	(22,753)
Inventory	0	0
IVA Tax Receivable-Net	0	0
Prepaid Expenses and Other Current Assets	1,741	3,636
Security Deposits	0	0
Accounts Payable and Accrued Liabilities	(5,440)	(11,428)
Depreciation and Amortization	25,715	26,070
Total Adjustments to reconcile Net Income to Net Cash provided by operations:	\$3,202	\$63,245
Net cash provided by operating activities	(\$138,547)	(\$1,635)
INVESTING ACTIVITIES		
Capitalized Technology Development	0	0
Acquisition of Property and Equipment	0	0
Net cash provided by investing activities	\$0	\$0
FINANCING ACTIVITIES		
Mortgage Payable	0	0
Proceeds from Sale of Common Stock	0	0
Net Cash Provided by (Used for) Financing Activities	\$0	\$0
FOREIGN CURRENCY TRANSLATION EFFECT	0	0
Change in Cash and Cash Equivalents	(\$138,547)	(\$1,635)
Cash and Cash Equivalents – Beginning of Period	482,237	522,872
Cash and Cash Equivalents – End of Period	\$ 343,690	\$ 521,237

Results of the Operations (Unaudited)

Comparison of the Three Months Ended September 30, 2019 and 2018

The following tables set forth, for the periods indicated, certain items from the consolidated statements of operations along with a comparative analysis of ratios of costs and expenses (percentage) to revenues.

	For the Three Months Ended September 30,			
	2019		2018	
	Amounts	% of Revenues	Amounts	% of Revenues
Revenue				
Technology Licensing and Support	30,000	61.55%	47,800	76.46%
Commercial Software	17,045	34.97%	61,880	15.18%
SaaS Revenue	1,750	3.59%	6,267	4.25%
Other Hardware/Software Sales	0		0	1.44%
Other Income-Service/FeeBased	(53)	(0.11%)	2,945	0.14%
Other / Misc Revenue	0	0.00%	314	2.52%
Total Revenues	\$48,743	100.00%	\$119,206	100.00%
COGS	1,996	4.09%	2,695	4.46%
Gross Profit	46,747	95.91%	116,511	95.54%
Operating Expenses				
Sales and Marketing	9,026	18.52%	882	2.87%
Research and Development	98,384		38,471	
General and Administrative	54,954		116,257	
Depreciation and Amortization	25,715	52.76%	26,070	36.43%
Total Operating Expenses	188,080	385.86%	181,680	256.30%
Other Income (Expenses)				
Interest Income	6,286	12.90%	361	0.58%
Interest Expense			(71)	0.00%
Other Income (Expenses)				0.00%
Total Other Income (Expenses) - Net	6,286	12.90%	289	0.58%
Net Income (Loss)	(135,047)	(277.06%)	(64,880)	(160.18%)