

**Newchip Inc.**  
**Balance Sheet**

	As of Dec 31, 2018	As of Dec 31, 2017
<b>Current Assets</b>		
Cash	148,181.62	240,431.58
Accounts Receivable	-	-
Other Current Assets	4,322.76	
<b>Total Current Assets</b>	<b>152,504.38</b>	<b>240,431.58</b>
<b>Non-Current Assets</b>		
Property and Equipment, Net	13,973.48	-
Investments	60,000.00	-
<b>Total Assets</b>	<b>226,477.86</b>	<b>240,431.58</b>
<b>Liabilities and Equity</b>		
<b>Current Liabilities</b>		
Accounts Payable	78,545.29	30,958.70
Accrued Expenses	10,004.36	
Other Current Liabilities	40,497.16	-
<b>Total Current Liabilities</b>	<b>129,046.81</b>	<b>30,958.70</b>
<b>Non-Current Liabilities</b>		
Notes Payable	3,045,294.30	1,154,240.20
<b>Total Liabilities</b>	<b>3,174,341.11</b>	<b>1,185,198.90</b>
<b>Shareholders' Equity</b>		
<b>Total Shareholders' Equity</b>	<b>(2,947,863.25)</b>	<b>(944,767.32)</b>
<b>Total Liabilities And Shareholders' Equity</b>	<b>226,477.86</b>	<b>240,431.58</b>

**Newchip Inc.**  
**Income Statement**

	Jan - Dec 2018	Jan - Dec 2017
<b>Income</b>		
Sales	42,879.73	1,000.00
Cost of Sales		
Gross Profit	42,879.73	1,000.00
General and Administrative	947,108.24	357,340.78
Research and Development	455,574.57	319,460.17
Sales and Marketing	620,399.22	72,382.16
<b>Net Income from Operations</b>	<b>(1,980,202.30)</b>	<b>(748,183.11)</b>
Other Income (Expense)	(8.08)	
Depreciation & Amortization Expense	500.64	
<b>Net Income before Provision for Income Tax</b>	<b>(1,980,711.02)</b>	<b>(748,183.11)</b>
Provision for Income Taxes	-	-
<b>Net Income</b>	<b>(1,980,711.02)</b>	<b>(748,183.11)</b>

**Newchip Inc.**  
**Statement of Cash Flows**

	Jan - Dec 2018	Jan - Dec 2017
<b>Cash Flows from Operating Activities</b>		
Net Income (Loss) For the Period	(2,003,095.93)	(748,183.11)
Change in Payables	53,768.83	12,458.70
Change in Taxes Payable	40,497.16	
<b>Net Cash Flows from Operating Activities</b>	<b>(1,908,829.94)</b>	<b>(735,724.41)</b>
<b>Cash Flows from Investing Activities</b>		
Purchase or Sale of Software and Equipr	(14,474.12)	
Change in Investments	(60,000.00)	
<b>Net Cash Flows From Investing Activities</b>	<b>(74,474.12)</b>	
<b>Cash Flows From Financing Activities</b>		
Change in Lease Payables, Long Term		(6,202.59)
Change in Convertible Notes	1,891,054.10	971,414.80
Change in Additional Paid In Capital		254.66
<b>Net Flows From Financing Activities</b>	<b>1,891,054.10</b>	<b>965,466.87</b>
<b>Cash at Beginning of Period</b>	<b>240,431.58</b>	<b>10,689.12</b>
Net Increase (Decrease) In Cash	92,249.96	229,742.46
<b>Cash at End of Period</b>	<b>148,181.62</b>	<b>240,431.58</b>