

DIGITAL GOALS, INC

FINANCIAL STATEMENTS

Period Ending December 31, 2017
TOGETHER WITH INDEPENDENT
ACCOUNTANT AUDIT REPORT

TABLE OF CONTENTS

<u>Description</u>	<u>Page</u>
Independent Accountants' Audit Report	1
Balance Sheet	3
Statement of Operations	4
Statement of Members Equity	5
Statement of Cash Flows	6
Notes to Accompanied Financial Statements	7-9



Michael J Hadzipanajotis, CPA
CPA & Consulting Services

INDEPENDENT AUDITOR REPORT

To the Board of Digital Goals, Inc

We have audited the accompanying financial statements of Digital Goals Inc which comprise the balance sheets as of December 31, 2017 and December 31, 2016, and the related statements of operations for the period then ended, and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Digital Goals, Inc as of December 31, 2017, and the results of its operations and its cash flows for the period then ended in accordance with accounting principles generally accepted in the United States of America.

Michael J Hadzipanajotis, CPA

MICHAEL J HADZIPANAJOTIS, CPA

Belmont, MA
July 7, 2018

DIGITAL GOALS, INC
BALANCE SHEET
DECEMBER 31, 2017

	December 31, 2017	December 31, 2016
ASSETS		
Current Assets		
Cash & Cash Equivalents	6,434	6,575
Accounts Receivables	-	-
Prepaid Expenses	-	-
Total Current Assets	6,434	6,575
Property & Equipment		
Furniture & Fixtures	-	-
Accumulated Depreciation	-	-
Total Property & Equipment	-	-
Other Assets	-	-
Other Assets	-	-
TOTAL ASSETS	\$ 6,434	\$ 6,575
LIABILITIES & SHAREHOLDERS EQUITY		
Accounts Payable	-	-
Credit Cards	-	-
Other Current Liabilities	-	-
Total Current Liabilities	-	-
Long Term Debt	-	-
TOTAL LIABILITIES	\$ -	\$ -
Shareholders' Equity		
Common Stock	-	-
Distributions/ Contributions	60,000	10,000
Retained Earnings	(53,566)	(3,425)
Total Shareholders Equity	6,434	6,575
TOTAL LIABILITIES & SHAREHOLDERS EQUITY	\$ 6,434	\$ 6,575

DIGITAL GOALS, INC
STATEMENT OF OPERATIONS
DECEMBER 31, 2017

	2017	2016
Revenue		
Revenue	6,543	-
Total Revenue	\$ 6,543	\$ -
Cost of Goods Sold	-	-
Gross Profit	\$ 6,543	\$ -
Operating Expenses		
Rent & Occupancy	-	6,000
Computer Expense	7,618	544
Automobile Expenses	988	250
Interest Expense	-	-
Travel & Entertainment	10,269	1,004
Contributions	-	-
Legal & Professional	-	1,895
State & Franchise Taxes	4,558	195
Bank Fees	19,227	196
Office Expenses	5,253	1,030
Other Business Expenses	8,771	684
Total Operating Expenses	\$ 56,684	\$ 11,798
Net Income Before Taxes	\$ (50,141)	\$ (11,798)

DIGITAL GOALS, INC
STATEMENT OF EQUITY
DECEMBER 31, 2017

	Opening Equity Balance	Yearly Changes	Total
Balance, December 31, 2016	\$ 6,575	\$ -	\$ 6,575
Net Profit for the period ending December 31, 2017	-	(50,141)	(50,141)
			-
Equity Contributions/ Adjustments	-	50,000	50,000
Balance, December 31, 2017	\$ 6,575	\$ (141)	\$ 6,434

DIGITAL GOALS, INC
STATEMENT OF CASH FLOWS AND
CONSOLIDATED FINANCIAL NOTES
DECEMBER 31, 2017

	<u>December 31, 2017</u>	<u>December 31, 2016</u>
OPERATING ACTIVITIES		
Net Income	(50,141)	(11,798)
Adjustments Needed To Reconcile To Net Cash Provided By Operations:		
Accounts Payable	-	-
Other	-	-
Net Cash Provided By Operations	<u>(50,141)</u>	<u>(11,798)</u>
INVESTING ACTIVITIES		
Depreciation	-	-
Purchase of Fixed Assets	-	-
Net Cash Used By Investing Activities	<u>-</u>	<u>-</u>
FINANCING ACTIVITIES		
Loan Payables	-	-
Owner Contributions	50,000	10,000
Other Financing	-	-
Net Cash Provided By Financing	<u>50,000</u>	<u>10,000</u>
Net Cash Change For Period	(141)	(1,798)
Cash Beginning Of Period	<u>6,575</u>	<u>8,373</u>
Cash End Of Period	<u>6,434</u>	<u>6,575</u>

DIGITAL GOALS, INC
STATEMENT OF CASH FLOWS AND
CONSOLIDATED FINANCIAL NOTES
DECEMBER 31, 2017

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Nature of Activities

DigitalGoals is a technology development and holding company. As of 2018, the primary focus of DigitalGoals is the development, improvement & maintenance of the bitcoinR blockchain & associated cryptocurrency. The bitcoinR network and its currency XBR is administered by XBR, LLC.

The foundation of bitcoinR is a harmony of mathematical precision, designed upon the economic principles of supply and demand, medium of exchange & store of value.

Basis of Accounting

The financial statements of the Company have been prepared on the accrual basis and as a result, the Company records revenue when earned and expenses when incurred.

Cash and Cash Equivalents

For purposes of the Balance Sheets, the Company considers all highly liquid investments available for current use with an initial maturity of three months or less to be cash equivalents.

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 estimates and assumptions that affect the reported amounts of assets and liabilities, and the disclosures of contingent assets and liabilities and other items, as well as the reported revenues and expenses. Actual results could differ from those estimates.

Property and Depreciation

The Company capitalizes significant purchases of property and equipment expected to be utilized over more than one fiscal year. Purchased property and equipment are stated on the basis of cost and donated items are recorded at their current estimated fair market value at date of donation. Depreciation is computed using the straight-line method over the estimated useful lives of the assets.

Income Taxes

No Provision for Federal and State income tax has been calculated. The Company is structured as an S Corporation. Under these provisions, the Company does not pay local, state, or federal income taxes on its taxable income. Instead, the members of the S Corporation are personally liable for individual income taxes on the Company's net income.

DIGITAL GOALS, INC
STATEMENT OF CASH FLOWS AND
CONSOLIDATED FINANCIAL NOTES
DECEMBER 31, 2017

NOTE 2 – CASH AND CASH EQUIVALENTS

Cash and cash equivalents at interim period end consist of the following:

Checking and money market accounts:

	December 31, 2017	December 31, 2016
	<hr/>	
Cash	\$ 6,434	\$ 6,575
	<hr/>	
Total	\$ 6,434	\$ 6,575
	<hr/>	

NOTE 3 – CONCENTRATIONS OF CREDIT AND MARKET RISK

Financial instruments that potentially expose the Company to concentrations of credit and market risk consist primarily of cash and cash equivalents. Cash and cash equivalents are maintained at financial institutions and accounts at each institution are insured by the Federal Deposit Insurance Corporation up to \$250,000. At December 31, 2017, the Company had \$0 of uninsured balances at these institutions.

DIGITALS GOALS, INC
STATEMENT OF CASH FLOWS AND
CONSOLIDATED FINANCIAL NOTES
DECEMBER 31, 2017

NOTE 4 – FAIR VALUE MEASUREMENTS

Fair values of assets measured on a recurring basis at December 31, 2017 are as follows:

	Quoted Prices in Active markets for Identical Assets (Level 1)	Observable Inputs (Level 2)	Unobservable Inputs (Level 3)
	FMV		
Cash-2017:			
Cash	\$6,434	NONE	NONE

NOTE 5. SUBSEQUENT EVENTS

Management has evaluated subsequent events through July 7, 2018, the date on which the financial statements were available to be issued. Management has determined that none of the events occurring after the date of the balance sheet through the date of Management's review substantially affect the amounts and disclosure of the accompanying financial statements.