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March ,2018

December 31, 2017
FINANCIAL STATEMENTS

REPORT OF INDEPENDENT REGISTERED PUBLIC ACCOUNTING FIRM

To the Board of Directors and Stockholders of
CMN Holdings, Inc.

Dated:______________________

CMN HOLDINGS, INC.
BALANCE SHEET

	December 31, 2017
Assets	
Current assets	
Cash	$ 38,417
Prepaid expenses and advances	35,548
Total current assets	73,965
Property and equipment	
Equipment and related software	446,424
Other assets	
Other assets	2,205
Total assets	**$ 522,594**
Liabilities and stockholders' deficit	
Current liabilities	
Accounts payable and accrued expenses	$ 22,157
Due to related party	11,216
Total current liabilities	33,373
Short-term liabilities	
Note payable, net of discount	1,803,590
Total long-term liabilities	1,803,590
Total liabilities	1,836,963
Stockholders' deficit	
Share capital	
Authorized:	
1,000,000 preferred shares of $ 0.0001 par value	
74,000,000 common shares of $ 0.0001 par value	
Issued and outstanding:	
30 Preferred shares	0
12,000,000 common shares	571,200
Additional paid-in capital	4,955
Accumulated deficit	(1,890,524)
Stockholders' deficit	(1,314,369)
Liabilities and stockholders' deficit	**$ 522,594**

The accompanying notes are an integral part of these financial statements.

CMN HOLDINGS, INC.
STATEMENT OF OPERATIONS
FOR THE PERIOD FROM INCEPTION (MARCH 7, 2017) TO DECEMBER 31, 2017

Revenues	**$ -**
Expenses	
Advertising and marketing	187,268
General and administrative expenses	912,723
Monitor installations	9,100
Content production	129,124
Loss from operations	(1,238,215)
Other expense	
Depreciation and amortization expense	(6,889)
Interest expense	(645,420)
Total other expense	(652,309)
Net loss	**$ (1,890,524)**

CMN HOLDINGS, INC.
STATEMENT OF CASH FLOWS
FOR THE PERIOD FROM INCEPTION (MARCH 7,2017) TO DECEMBER 31, 2017

Cash flows from operating activities:	
Net loss	**$ (1,890,524)**
Adjustment to reconcile net loss to net cash from operating activities:	
Amortization of debt discounts	641,590
Warrants issued for services	3,830
Changes in operating assets and liabilities:	
Prepaid expenses and advances	(35,548)
Accounts payable and accrued expenses	22,157
Due to related party	11,216
Net cash flow used in operating activities	**643,245**
Cash flows from investing activities:	
Rent Deposits	(2,205)
Purchase of property and equipment	(446,424)
Net cash used in investing activities	**(448,629)**
Cash flows from financing activities	
Proceeds from issuance of common shares	572,325
Proceeds from issuance of preferred shares	0
Proceeds from note payable	1,162,000
Net cash from financing activities	**1,734,325**
Net increase in cash	**38,417**
Cash, beginning of period	-
Cash, end of period	**$ 38,417**

Supplemental Disclosure of Cash Flow Information

Income taxes paid	**$ -**
Interest paid	**$ -**

Non-cash investing and financing activities

Original issuance debt discounts on notes payable	**$673,000**

CMN HOLDINGS, INC.
STATEMENT OF STOCKHOLDERS DEFICIT
FOR THE PERIOD FROM INCEPTION (MARCH 7, 2017) TO DECEMBER 31, 2017

	Preferred Stock		**Common Stock**				**Total Stockholders'**
	Number of Shares	**Par Value**	**Number of Shares**	**Par Value**	**Additional Paid In Capital**	**Accumulated Deficit**	**Deficit**
Balance at inception	-	$ -	-	$ -	$ -	$ -	$ -
Common stock issued for cash	-	-	13,140,000	571,200	1,125	-	572,325
Preferred stock issued for cash	-	-	-	-	-	-	-
Warrants issued for services	-	-	-	-	3,830	-	3,830
Loss for the period from inception to June 30, 2017	-	-	-	-	-	(1,890,524)	(1,890,524)
June 30, 2017	**-**	**$0**	**12,000,000**	**$571,200**	**$4,955**	**$(1,890,524)**	**$(1,314,369)**

CMN HOLDINGS, INC.
NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD FROM INCEPTION (MARCH 7, 2017) TO DECEMBER #!, 2017

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

CMN Holdings, Inc. (the "Company" or "CMN") has created a brand called the "Cannabis Medical Network". This will be an advertising supported place-based, private distributed network, which aims to provide cannabis-focused educational programming in medical marijuana doctors' offices, and at the dispensary point of purchase. The Company was incorporated in the State of Nevada on March 7, 2017.

Basis of Presentation
The financial statements include the accounts of CMN Holdings, Inc. under the accrual basis of accounting.

Management's 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 at the date of the financial statements and the reported amounts of revenues and expenses during the reporting periods. Significant estimates include revenue recognition, fair value of the Company's stock, stock-based compensation, fair values relating to warrant and other derivative liabilities and the valuation allowance related to deferred tax assets. Actual results may differ from these estimates.

Cash and Cash Equivalents
For purposes of the Statement of Cash Flows, the Company considers highly liquid investments with an original maturity of three months or less to be cash equivalents.

Accounts Receivable and Allowance for Doubtful Accounts
The Company monitors outstanding receivables based on factors surrounding the credit risk of specific customers, historical trends, and other information. The allowance for doubtful accounts is estimated based on an assessment of the Company's ability to collect on customer accounts receivable. There is judgment involved with estimating the allowance for doubtful accounts and if the financial condition of the Company's customers were to deteriorate, resulting in their inability to make the required payments, the Company may be required to record additional allowances or charges against revenues. The Company writes-off accounts receivable against the allowance when it determines a balance is uncollectible and no longer actively pursues its collection. As of December 31, 2017, the Company had no accounts receivable.

Property and Equipment
We record property and equipment at historical cost. We provide depreciation and amortization in amounts sufficient to match the cost of depreciable assets to operations over their estimated service lives or productive value. We capitalize expenditures for improvements that significantly extend the useful life of an asset. We charge expenditures for maintenance and repairs to operations when incurred. Depreciation is computed using the straight-line method over estimated useful lives as follows:

Computers and Equipment	3 years

Revenue Recognition
The Company recognizes revenue when customer advertising is displayed within the Company's programming aired at installed location and billed to customers so that is realized or realizable and earned, less estimated future doubtful accounts. 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 advertising services have been rendered and all required milestones achieved,
(iii) the sales price is fixed or determinable, and
(iv) collectability is reasonably assured.

CMN intends to primarily generate revenue by charging businesses to advertise on the network. CMN will have the ability to target advertisements directly to a clients' target audience, based on their location, on their mobile devices. All advertising services take between a few hours to up to one month to complete, unless otherwise noted. From inception through December 31, 2017 the company has generated no revenues.

Comprehensive Income (Loss)
The Company reports comprehensive income and its components following guidance set forth by section 220-10 of the FASB Accounting Standards Codification which establishes standards for the reporting and display of comprehensive income and its components in the financial statements. There were no items of comprehensive income (loss) applicable to the Company during the periods covered in the financial statements.

Stock-Based Compensation
The Company measures the cost of services received in exchange for an award of equity instruments based on the fair value of the award. For employees and directors, the fair value of the award is measured on the grant date and for non-employees, the fair value of the award is generally re-measured on vesting dates and interim financial reporting dates until the service period is complete. The fair value amount is then recognized over the period during which services are required to be provided in exchange for the award, usually the vesting period. December 31, 2017, the Company had no stock-based compensation agreements.

Fair Value of Financial Instruments
Accounting Standards Codification subtopic 825-10, Financial Instruments ("ASC 825-10") requires disclosure of the fair value of certain financial instruments. The carrying value of cash and cash equivalents, accounts payable and accrued liabilities as reflected in the balance sheets, approximate fair value because of the short-term maturity of these instruments. All other significant financial assets, financial liabilities and equity instruments of the Company are either recognized or disclosed in the financial statements together with other information relevant for making a reasonable assessment of future cash flows, interest rate risk and credit risk. Where practicable the fair values of financial assets and financial liabilities have been determined, and disclosed; otherwise only available information pertinent to fair value has been disclosed.

The Company follows Accounting Standards Codification subtopic 820-10, Fair Value Measurements and Disclosures ("ASC 820-10") and Accounting Standards Codification subtopic 825-10, Financial Instruments ("ASC 825-10"), which permits entities to choose to measure many financial instruments and certain other items at fair value.

Advertising, Marketing and Public Relations
The Company follows the policy of charging the costs of advertising, marketing, social media/website and public relations to expense as incurred. Such costs amounted to $187,268 for the period from inception to December 31, 2017.

Research and Development Costs
The Company accounts for research and development costs in accordance with the Accounting Standards Codification subtopic 730-10, Research and Development ("ASC 730-10"). Under ASC 730-10, all research and development costs must be charged to expense as incurred. Accordingly, internal research and development costs are expensed as incurred. Third-party research and developments costs are expensed when the contracted work has been performed or as milestone results have been achieved. Company-sponsored research and development costs related to both present and future products are expensed in the period incurred. The Company incurred no research and development expenses from inception to December 31, 2017

Income Taxes
The Company follows Accounting Standards Codification subtopic 740-10, Income Taxes ("ASC 740-10") for recording the provision for income taxes. Deferred tax assets and liabilities are computed based upon the difference between the financial statement and income tax basis of assets and liabilities using the enacted marginal tax rate applicable when the related asset or liability is expected to be realized or settled. Deferred income tax expenses or benefits are based on the changes in the asset or liability during each period. If available evidence suggests that it is more likely than not that some portion or all of the deferred tax assets will not be realized, a valuation allowance is required to reduce the deferred tax assets to the amount that is more likely than not to be realized. Future changes in such valuation allowance are included in the provision for deferred income taxes in the period of change. Deferred income taxes may arise from temporary differences resulting from income and expense items reported for financial accounting and tax purposes in different periods.

Deferred taxes are classified as current or non-current, depending on the classification of assets and liabilities to which they relate. Deferred taxes arising from temporary differences that are not related to an asset or liability are classified as current or non-current depending on the periods in which the temporary differences are expected to reverse and are considered immaterial.

Net Income (loss) Per Common Share
The Company computes earnings (loss) per share under Accounting Standards Codification subtopic 260-10, Earnings per Share ("ASC 260-10"). Net loss per common share is computed by dividing net loss by the weighted average number of shares of

common stock outstanding during the year. Diluted earnings per share, if presented, would include the dilution that would occur upon the exercise or conversion of all potentially dilutive securities into common stock using the "treasury stock" and/or "if converted" methods as applicable.

The computation of basic and diluted loss per share as of December 31, 2017 excludes potentially dilutive securities when their inclusion would be anti-dilutive, or if their exercise prices were greater than the average market price of the common stock during the period. There were 1,350,000 common share equivalents excluded from the diluted loss per share calculation for the period ended December 31, 2017 because their effect would have been anti-dilutive.

Recently Issued Accounting Pronouncements

In May 2014, the FASB issued ASU No. 2014-09, "Revenue from Contracts with Customers" (Topic 606). This ASU provides guidance for revenue recognition and affects any entity that either enters into contracts with customers to transfer goods or services or enters into contracts for the transfer of nonfinancial assets and supersedes the revenue recognition requirements in Topic 605, "Revenue Recognition," and most industry specific guidance. The standard's core principle is the recognition of revenue when a company transfers promised goods or services to customers in an amount that reflects the consideration to which the company expects to be entitled in exchange for those goods or services. In doing so, companies will need to use more judgment and make more estimates than under the current guidance. These may include identifying performance obligations in the contract, estimating the amount of variable consideration to include in the transaction price and allocating the transaction price to each separate performance obligation. In August 2015, the FASB issued ASU 2015-14, "Revenue from Contracts with Customers" (Topic 606): Deferral of the Effective Date, which deferred the effective date of ASU 2014-09 to fiscal years beginning after December 15, 2017, including interim reporting periods within that reporting period. Early adoption is permitted for fiscal years beginning after December 15, 2016. The Company is currently evaluating the method and impact the adoption of ASU 2014-09 will have on the Company's consolidated financial statements and disclosures.

In August 2014, FASB issued ASU 2014-15, "Presentation of Financial Statements Going Concern (Subtopic 205-40) – Disclosure of Uncertainties about an Entity's Ability to Continue as a Going Concern". Currently, there is no guidance in U.S. GAAP about management's responsibility to evaluate whether there is substantial doubt about an entity's ability to continue as a going concern or to provide related footnote disclosures. The amendments in this ASU provide that guidance. In doing so, the amendments are intended to reduce diversity in the timing and content of footnote disclosures. The amendments require management to assess an entity's ability to continue as a going concern by incorporating and expanding upon certain principles that are currently in U.S. auditing standards. Specifically, the amendments (1) provide a definition of the term substantial doubt, (2) require an evaluation every reporting period including interim periods, (3) provide principles for considering the mitigating effect of management's plans, (4) require certain disclosures when substantial doubt is alleviated as a result of consideration of management's plans, (5) require an express statement and other disclosures when substantial doubt is not alleviated, and (6) require an assessment for a period of one year after the date that the financial statements are issued (or available to be issued). The amendments in this ASU are effective for public and nonpublic entities for annual periods ending after December 15, 2016. Early adoption is permitted. The Company is currently evaluating the impact of the adoption of ASU 2014-15 on the Company's financial statements.

There were various other updates recently issued, most of which represented technical corrections to the accounting literature or application to specific industries and are not expected to a have a material impact on the Company's financial position, results of operations or cash flows.

NOTE 2 GOING CONCERN

The accompanying consolidated financial statements have been prepared on a going concern basis, which contemplates the realization of assets and the satisfaction of liabilities in the normal course of business. As shown in the accompanying consolidated financial statements, the Company incurred a net loss of $1,890,524 during the period ended December31,2017, and has not generated any revenues from inception to December 31, 2017. These factors among others indicate that the Company may be unable to continue as a going concern for a reasonable period of time.

The Company's existence is dependent upon management's ability to develop profitable operations and to obtain additional funding sources. There can be no assurance that the Company's financing efforts will result in profitable operations or the resolution of the Company's liquidity problems. The accompanying statements do not include any adjustments that might result should the Company be unable to continue as a going concern.

Management is currently working to make changes that will result in profitable operations and to obtain additional funding sources to meet the Company's need for cash during the next twelve months and beyond.

NOTE 3 PROPERTY AND EQUIPMENT

The Company's property and equipment were comprised of the following as of December 31, 2017:

		June 30, 2017
Computers and equipment	$	453,313
Less: Accumulated depreciation		(6,889)
Property and equipment, net	$	446,424

Depreciation expense for the period ended June 30, 2017 was $-0-.

NOTE 4 SHORT TERM NOTE PAYABLE

As bridge financing to fund its initial start-up operations, on March 10,2017, CMN issued a Senior Promissory Note in the principal amount of $1,100,000 due October 31, 2017 (the "maturity date"). The actual proceeds under this Note total $700,000, of which $550,000 was received by CMN on March 9, 2017 and $150,000 received on April 21, 2017. The original issue discount ("OID") of $400,000 is being charged to interest expense on a straight-line basis as interest from March 10, 2017 through October 31, 2017. This Senior Promissory Note's maturity has been extended to December 31, 2017. An additional $66,000 of interest has been expensed from October 31, 2017 to December 31, 2017 at .10% per day on a 360 day basis. Such interest expense totaled $1,166,000 for the period from March 10, 2017 through December 31, 2017.

Additional bridge financing of the start-up operations CMN has issued Senior Promissory Notes from July 13,2017 to December 31,2017 in the principal amount of $690,000 due October 31,2018(the "maturity date").. The actual proceeds over that period for this Note total $462,000 received by CMN. The original issue discount ("OID") of $228,000 is being charged to interest expense on a straight-line basis as interest from March 10, 2017 through October 31, 2017. This Senior Promissory Note's maturity has been extended to December 31, 2017. An additional $175,590 of interest has been expensed from July 13, 2017 to December 31, 2017.

The total interest expense recorded as of December 31,2017 for all bridge financing was $641,590.

NOTE 5 SHAREHOLDERS EQUITY

The following is a summary of the capital stock transactions incurred during the period from inception on March 7, 2017 and ended on June 30, 2017:

The Company established an authorized share capital of 75,000,000 shares of $ 0.0001 par value each, consisting of 74,000,000 common shares and 1,000,000 "blank check" preferred shares. On March 31, 2017, the Company authorized the issuance of 12,000,000 common shares for $2,352 or $ 0.00016 per share. On May 24, 2017, the Company issued 30 Series A convertible preferred shares for cash proceeds of $30,000. The Series A preferred shares were converted into 60,000 common shares on October 27, 2017. The Company issued 1,080,000 common shares for $540,000 or $.50 as of December 31, 2017.

The Company authorized and issued two classes of warrants. The Company issued 1,350,000 warrants (designated as Series F-1 Warrants). Each F-1 warrant entitles the holder to purchase one (1) share of CMN Holdings, Inc. common stock at a price of $2.00 from January 1, 2018 to April 1, 2022. Additionally, the Company issued 350,000 warrants (designated as Series F-2 Warrants). Each F-2 warrant entitles the holder to purchase one (1) share of CMN Holdings, Inc. common stock at a price of $3.00 from the time all of the Series F-1 Warrants have been exercised up and through April 1, 2024.Upon presenting the Notice of Exercise, the holder has the option to pay for the common shares in full or chose the cashless exercise option. The "cashless exercise option" allows the holder to elect to receive the "warrant shares" equal to the then value of the warrants.

The securities described above were issued to investors in reliance upon the exemption from registration requirements of the Securities Act, as set forth in Section 4(2) under the Securities Act and Regulation D promulgated thereunder relating to transactions by an issuer not involving any public offering. No commissions were paid and no agreements to register shares were offered in the private placements. All Purchasers of shares described above represented to us in connection with their purchase that they were accredited investors and were acquiring the shares for their own account for investment purposes only and not with a view to, or for sale in connection with, any distribution thereof. The purchasers received written disclosures that the securities had not been registered under the Securities Act and that any resale must be made pursuant to a registration statement or an available exemption from such registration

NOTE 6 COMMITMENTS AND CONTINGENCIES

Facility lease

There are no lease commitments as of June 30, 2017.

Equipment purchase agreement

Immediately following the inception of the Company, the Company entered into a significant written commitment with Seatac Digital Resources, Inc. ("Seatac"), a third-party supplier of digital equipment, to provide the Company with up to 2,000 digital signage kits which the Company plans to within its first two years' of operations in medical marijuana doctor's offices and/or dispensary points of purchase contracting with the Company for its digital programming delivery services. The custom designed digital signage kits include a LCD display screen, a wall mount and a 4 GB addressable media player for the combined installed cost of $2,000 for the doctor's office kit and up to $2,800 for dispensary location kits. At this time only the doctor's office kits have been purchased. Each kit will have Wi-Fi connectivity and the addressable media player will be capable of receiving and storing content, while also allowing the Company's central office to monitor the installed equipment for usage and to confirm operating hours. The system is a closed system and is not usable as TV at the location where it is installed. To obtain beneficial pricing from this supplier, the Company's President and CEO, Philip M. Cohen provided a personal guarantee to the vendor Seatac in an amount of up to $2 million, representing payment in full for 1,000 sets of hardware and site installations.

Employment agreement with Philip M. Cohen, CEO. The Company entered into an Employment Agreement with Mr. Philip Cohen as of April 1, 2017 for his services as Chairman, President and Chief Executive Officer at the compensation rate of $20,000 per month. Mr. Cohen has waived any and all compensation from the Company through July31, 2017. No compensation has been paid as of December 31,2017.

The Company entered into a consulting contract with an independent third party at the compensation rate of $20,000 per month for a period of five years with a five-year extension. The third party has waived any and all compensation through July 31, 2017. No compensation has been paid as of December 31,2017.

NOTE 6 – RELATED PARTY TRANSACTIONS

Philip M. Cohen is presently the Company's sole director, Chairman of the Board, CEO/President, Secretary and Treasurer. As described in Note 5, Mr. Cohen has provided a personal guarantee to the Company's sole provider of digital signage hardware and related installation of up to $2 million to guarantee the payment on up to 1,000 digital signage kits.

In recognition of Mr. Cohen's personal guarantee, on April 2, 2017, the Company issued 750,000 warrants (designated as Series F-1 Warrants) to Philip M. Cohen. Each warrant entitles the holder to purchase one (1) share of CMN Holdings, Inc. common stock at a price of $2.00 from January 1, 2018 to April 1, 2022. Upon presenting the Notice of Exercise, the holder has the option to pay for the common shares in full or chose the cashless exercise option. The "cashless exercise option" allows the holder to elect to receive the "warrant shares" equal to the then value of the warrants.

In recognition of Mr. Cohen's personal guarantee, on April 2, 2017, the Company issued 350,000 warrants (designated as Series F-2 Warrants) to Philip M. Cohen. Each warrant entitles the holder to purchase one (1) share of CMN Holdings, Inc. common stock at a price of $3.00 from the time all of the Series F-1 Warrants have been exercised up and through April 1, 2024. Upon presenting the Notice of Exercise, the holder has the option to pay for the common shares in full or chose the "cashless exercise option". The "cashless exercise option" allows the holder to elect to receive the "warrant shares" equal to the then value of the warrants.

On April 2, 2017, the Company acquired from SJS CMN Holdings, Inc., a library of completed digital programming content, including 229 short-form general medical educational video segments. In connection with the acquisition of the digital content from SJS CMN Holdings LLC the Company issued 600,000 warrants designated as Series F-1 Warrants. Each warrant entitles the holder to purchase one (1) share of CMN Holdings, Inc. common stock at a price of $2.00 from January 1, 2018 to April 1, 2022. Upon presenting the Notice of Exercise, the holder has the option to pay for the common shares in full or chose the "cashless exercise option". The "cashless exercise option" allows the holder to elect to receive the "warrant shares" equal to the then value of the warrants. On July 21, 2017 300,000 of the Series F-1 Warrants were transferred to Keith W. Hughes the Chief Financial Officer.

Because the Warrant carries no determinable realizable value at the date of issuance, no cost to the Company has been recorded for the acquisition of these digital assets. However, from an estimate provided by a third-party content the Company's management believes that a cost of approximately $3,500,000 would be incurred by the Company if the 229 digital segments were to be produced from scratch at today's market rates.

Employment agreement with Philip M. Cohen CEO. The Company entered into an Employment Agreement with Mr. Philip Cohen as of April 1, 2017 for his services as Chairman, President and Chief Executive Officer at the compensation rate of $20,000 per month. Mr. Cohen has waived any and all compensation from the Company through July 31, 2017. No compensation has been paid as of December 31,2017.

As bridge financing to fund its initial start-up operations, on March 10, 2017 CMN issued a Senior Promissory Notes in the principal amounts of $ $1,100,000 due October 31, 2017 (the "maturity date") and $ $690,000 due October 31, 2018 (the "maturity date") to SJS CMN Holdings LLC a holder of 6,000,000 shares of CMN Holdings, Inc. Common stock. The actual proceeds under the Notes total $1,162,000, of which $550,000 was received by CMN on March 9, 2017, $ 150,000 received on April 21, 2017 and $462,000 of recurring Notes from July 13,2017 to December 31,2017. The original issue discount ("OID") of $ 628,000 is being expensed on a straight-line basis as interest from March 10, 2017 through October 31, 2017. Such interest expense totaled $641,590 for the period from March 10 through December 31, 2017**.**

While no interest is payable on the Note through its maturity date, commencing from that maturity date until all principal and interest is paid in full, CMN is subject to pay interest at the rate of 0.10% per day (36.5% per annum) payable in arrears as of the first day of each month on any outstanding principal balance. The Company is required to mandatorily prepay the Note in whole or in part upon the completion of any equity financing by applying the lesser of (i) 20% of the gross proceeds received upon such completion and (ii) the full remaining amount due. The Company may in its discretion prepay the Note in whole or in part at any other time prior to the maturity date.

SJS CMN Holdings LLC entered into a consulting contract with the company at the compensation rate of $20,000 per month for a period of five years with a five-year extension. SJS CMN Holdings LLC has waived any and all compensation through July 31, 2017. No compensation has been paid as of December 31,2017.

As of December 31, 2017, Mr. Cohen had unreimbursed business expenses of $11,216 which are reflected in current liabilities as an amount due related party.

NOTE 7 – INCOME TAXES

The Company follows Accounting Standards Codification subtopic 740-10, Income Taxes (“ASC 740-10”) for recording the provision for income taxes. Deferred tax assets and liabilities are computed based upon the difference between the financial statement and income tax basis of assets and liabilities using the enacted marginal tax rate applicable when the related asset or liability is expected to be realized or settled. Deferred income tax expenses or benefits are based on the changes in the asset or liability during each period. If available evidence suggests that it is more likely than not that some portion or all of the deferred tax assets will not be realized, a valuation allowance is required to reduce the deferred tax assets to the amount that is more likely than not to be realized. Future changes in such valuation allowance are included in the provision for deferred income taxes in the period of change. Deferred income taxes may arise from temporary differences resulting from income and expense items reported for financial accounting and tax purposes in different periods.

The cumulative net operating loss and the cumulative tax effect at the expected composite rate of 34 percent of significant items comprising our net deferred tax amount is as follows:

	From Inception (March 7, 2017) to June 30, 2017
Net loss for period	$(1,890,524)
Tax at statutory rate (34%)	$(642,778)
Allowance for Original Issue Discount	218,141
Change in Warrant Valuation	1,302
Valuation allowance	$ 423,335
Income tax provision	$0

NOTE 8 SUBSEQUENT EVENTS

Subsequent to December 31, 2017 the Company