

**READEN HOLDING CORP.  
CONSOLIDATED BALANCE SHEET  
FOR THE PERIODS ENDED  
JUNE 30, 2018 & JUNE 30, 2017**

(unaudited)

**ASSETS in US dollars**

	<b>As at 30/06/2018</b>	<b>As at 30/06/2017</b>
<b>Current assets</b>		
Cash and cash equivalents	21,787	50,984
Accounts receivable	588,735	667,043
Inventory	783,666	1,888,277
Note receivable - related party	56,773	152,883
Current Taxes	97,978	137,940
Other current assets	47,899	(79,484)
<b>Total current assts</b>	1,596,838	2,817,643
<b>Other assets</b>		
Property and equipment, net	2,066,242	9,148,863
<b>Total other assets</b>	<b>2,066,242</b>	<b>9,148,863</b>
<b>Total assets</b>	<b>3,663,080</b>	<b>11,966,506</b>

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CONSOLIDATED BALANCE SHEET  
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(unaudited)

<b>ASSETS in US dollars</b>	<b>As at 30/06/2018</b>	<b>As at 30/06/2017</b>
<b>LIABILITIES AND STOCKHOLDERS' EQUITY</b>		
<b>Current liabilities</b>		
Accounts payable	365,789	2,004,581
Interest payable	13,675	46,789
Advances payable - related parties	87,990	98,569
Loans payable	320,580	397,617
Notes payable	711,371	810,605
Other current liabilities	211,687	106,504
<b>Total current liabilities</b>	<b>1,711,092</b>	<b>3,464,665</b>
<b>Other liabilities</b>		
Notes payable		
Notes payable - related parties	31,622	216,858
Loans payable, net of current portion	1,167,654	8,345,270
Other non-current liabilities	28,790	(213,721)
<b>Total liabilities</b>	<b>1,228,066</b>	<b>8,348,407</b>
<b>Stockholders' Equity</b>		
Convertible preferred stock	767	767
Common stock	263,476	189,986
Additional paid-in capital	544,500	-
Exchange reserve	33,198	105,392
Subordinated loan Non-controlling interest provision	1,725,318	1,725,318
	20,160	42,471
Other reserve		52,278
Retained earnings previous periods	-2,012,266	-1,550,000
Retained earnings this period	138,769	-412,778
<b>Total Stockholders' equity</b>	<b>723,922</b>	<b>153,434</b>
<b>Total liabilities &amp; stockholders' equity</b>	<b>3,663,080</b>	<b>11,966,506</b>

**READEN HOLDING CORP.**  
**CONSOLIDATED STATEMENT OF OPERATIONS**  
**FOR THE TWELVE MONTHS ENDED**  
**JUNE 30, 2018 & JUNE 30, 2017**  
**(unaudited)**

	Fiscal Year 30/06/2018	Fiscal Year 30/06/2017
Revenue	11,260,021	2,703,574
Cost of goods sold	8,651,252	1,495,989
Gross profit	<u>2,608,769</u>	<u>1,207,585</u>
Operating expenses		
General and administrative expenses	2,830,060	3,235,714
Total operating expenses	2,830,060	3,235,714
Income (loss) from operations	<u>-221,291</u>	<u>-2,028,129</u>
Profit attributable from sales of Properties	372,616	0
Other income / (expense)		
Finance costs	-34,343	-22,947
Income tax	-61,325	
Other income/ loss	83,112	-241,067
Total other income / (expense)	<u>360,060</u>	<u>-264,014</u>
Tax		
Net income (loss)	<u><u>138,769</u></u>	<u><u>-2,292,143</u></u>

**READEN HOLDING CORP.**  
**CONSOLIDATED STATEMENT OF CASH FLOWS**  
**FOR THE TWELVE MONTHS ENDED**  
**JUNE 30, 2018 & JUNE 30, 2017**  
**(unaudited)**

	Y2018	Y2017
<b>Cash flows from operating activities</b>		
Net Income (loss)	138,769	
Depreciation and amortization		
	-----	138,769
 <b>Changes in operating assets and liabilities:</b>		
Accounts receivable	decrease -78,308	
Inventory	decrease -1,104,611	
Note receivable - related party	decrease -96,110	
Current taxes	decrease -39,962	
Other current assets	increase 121,795	
	-----	1,197,196
Property and equipment	decrease -7,082,621	
	-----	-7,082,621
Accounts payable	-1,638,792	
Consignment stock		
Interest payable	decrease -33,114	
Advances payable related parties	decrease -10,579	
Notes payable	decrease -99,234	
Other current liabilities	increase 105,183	
	-----	-1,733,919
Notes payable	increase 31,622	
Notes payable - related parties	increase 950,796	
Loans payable, net of current portion	increase 242,511	
Other non-current liabilities		
	-----	1,224,929
Change in earnings previous periods	increase	2,430,912
		-----
<b>Net change in cash and cash equivalent</b>		-6,161,743
 <b>Cash and cash equivalent at beginning of period</b>		89,915,00
<b>Cash and cash equivalent at end of period</b>		----- ----- 21,787

READEN HOLDING CORP

CONSOLIDATED STATEMENT OF CHANGES IN STOCKHOLDERS' EQUITY

FOR THE YEAR ENDED June 30, 2018

(unaudited)

	Preferred Stock Series D		Common Stock		Additional Paid-in Capital and other Reserve	Exchange Reserve	Accumulated (loss)/Profits	Shareholders' Equity	Non- controlling Interest	Total Equity
	Shares	Par Value \$	Shares	Par Value \$						
As at July 1, 2017	766,667	767	263,476,074	263,467	298,000	105,392	(2,012,266)	153,434	-	153,434
Exchange difference						(72,194)				
Net Profit for the year ended Jun 30, 2018							138,769			
As at June 30, 2018	766,667	767	263,476,074	263,467	298,000	33,198	(1,873,497)	723,922	-	723,922

READEN HOLDING CORP.  
NOTE TO CONSOLIDATED STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2018  
(unaudited)

**1. Background**

Readen Holding Corp., a Nevada corporation, was originally incorporated in the state of Idaho under the name of "Beacon Light Mining Company" in 1953. In 1997, we created a wholly-owned subsidiary with the same name in the state of Nevada. We then merged into the Nevada subsidiary and became a Nevada corporation. We were reincorporated in Nevada on November 19, 1997, under the name "Beacon Light Mining Company." On February 18, 1998, we changed our name to "Beacon Light Holding Corporation." On August 3, 2001, we changed our name to Wellux International, Inc. and operated under that name until May 5, 2005, when we changed our name to Readen Holding Corp.

The Company is engaged in the business of identifying and acquiring privately held equity holdings in various entities worldwide.

**2. Basis of Presentation**

The accompanying consolidated financial statements include the accounts of the Company and its subsidiaries. All intercompany balances and transactions have been eliminated in consolidation.

The accompanying unaudited consolidated financial statements have been prepared in accordance with accounting principles generally accepted in the United States of America and in Management's opinion, reflect all adjustments, including normal recurring adjustments, necessary to present fairly the Company's financial position at June 30, 2018, and the results of operations and cash flows for the year ended June 30, 2018. The results of operations for the year ended June 30, 2018 are not necessarily indicative of the results that the Company will have for any subsequent fiscal year.

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 amounts reported in the financial statements and accompanying notes. Actual results could differ from those estimates.

**3. Liquidity and Operations**

The Company had net profit of \$138,769 for the year ended June 30, 2018.

As of June 30, 2018, the Company had cash of \$21,787, accounts receivable of \$588,735, inventory of \$783,666 and accounts Payable of \$365,789. At the Company's discretion, they may decide to raise additional capital in the future through equity or debt financing.

**4. Summary of Significant Accounting Policies**

**Cash and Cash Equivalents** - The Company considers all highly liquid debt instruments with original maturities of three months or less to be cash equivalents.

**Revenue Recognition** - The Company recognizes revenue from product sales when persuasive evidence of an arrangement exists, shipment has occurred, the seller's price to the buyer is fixed or determinable and collectability is reasonably assured.

**Research and Development Expenses** - Research and development expenses are charged to operations in the period incurred

**Selling and Marketing Expenses** - Selling and marketing expenses are expensed as incurred.

**General and Administrative Expenses** - General and administrative expenses are expensed as incurred. These expenses were \$2,830,060 for the Year ended June 30, 2018.

**Use of Estimates** - The preparation of the 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 disclosure of contingent assets and liabilities at the date of the balance sheet and the reported amounts of revenue and expenses during the reporting period. Significant estimates include the Company's debt discount, and share-based compensation expense. Actual results could differ from these estimates.

**Stock-Based Compensation** - The Company accounts for stock-based compensation under the provisions of FASB ASC 718 (Statement of Financial Accounting Standards No. 123 (revised 2004), "SHARE-BASED PAYMENT"), which requires the Company to measure the

stock-based compensation costs of share-based compensation arrangements based on the grant date fair value and generally recognizes the costs in the financial statements over the employee's requisite service period. Stock-based compensation expense for all stock-based compensation awards granted was based on the grant date fair value estimated in accordance with the provisions of FASB ASC 718.

Income Taxes - The Company accounts for its income taxes under the provisions of FASB-ASC-10 "Accounting for Income Taxes." This statement requires the use of the asset and liability method of accounting for deferred income taxes. Deferred income taxes reflect the net tax effects of temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the amounts used for income tax reporting purposes, at the applicable enacted tax rates. The Company provides a valuation allowance against its deferred tax assets when the future realization of the assets is no longer considered to be more likely than not.

Convertible Notes Payable - The Company accounts for any convertible notes payable under the provisions of FASB ASC 470 (Staff Position No. APB 14-1 "Accounting for Convertible Debt Instruments that may be Settled in Cash upon Conversion (including partial cash settlement)"). FASB ASC 470 clarifies that convertible debt instruments that may be settled in cash upon conversion (including partial cash settlement) are not addressed by FASB ASC 470-20-65-1 (paragraph 12 of APB Opinion No. 14, "Accounting for Convertible Debt Instruments", Debt and Debt Issued with Stock Purchase Warrants"). Additionally, FASB ASC 470 specifies that issuers of such instruments should separately account for the liability and equity components in a manner that will reflect the entity's nonconvertible debt borrowing rate when interest cost is recognized in subsequent periods.

## 5. Balance Sheet Information

Property and equipment - As of June 30, 2018, the Company owned buildings, furniture, plant and equipment with a net value of \$2,066,242. Property and equipment are stated at cost, net of accumulated depreciation. Expenditures for maintenance and repairs are expensed as incurred; additions, renewals and betterments are capitalized. Depreciation of property and equipment is provided using the straight-line method with estimated lives ranging from 3 to 27.5 years as follows:

Total Property and equipment \$2,066,242

Other assets – As of June 30, 2018 there are no other assets than property and equipment

Advances Payable - related parties - during the year ended June 30, 2018 is \$94,468

Interest Payable: during the year ended June 30, 2018 is \$13,675

Director fees payable - As of June 30, 2018, \$0 is owed primarily to Gerardus Ronald Steenbergen.

Other current liabilities - As of June 2018, the Company owes \$(211,687) to various companies.

## 6. Stockholders' Equity

### DESCRIPTION OF SECURITIES:

The Company is authorized to issue up to 295,000,000 shares of common stock (1), par value \$.001 per share, of which 263,467,074 shares were issued and outstanding as of June 30, 2018. The Company is also authorized to issue up to 5,000,000 shares of Series B Preferred convertible stock, par value \$.001 per share, of which 766,667 shares were issued and outstanding as of June 30, 2018.

#### Common stock:

The Company is authorized to issue up to 295,000,000 shares of common stock, par value \$.001 per share, of which 263,467,074 shares were issued and outstanding as of June 30, 2018.

Each shareholder is entitled to one vote for each share of common stock owned of record. The holders of shares of common stock do not possess cumulative voting right, which means that the holders of more than 50% of the outstanding shares voting for the election of directors can elect all of the directors, and in such event the holders of the remaining shares will be unable to elect any of our directors. Holders of outstanding shares of common stock are entitled to receive dividends out of assets legally available at such times and in such amounts as our Board of Directors may determine. Upon our liquidation, dissolution, or winding, the assets legally available for distribution to our shareholders will be distributable ratably among the holders of the shares outstanding at the time. Holders of our shares of common stock have no pre-emptive, conversion, or subscription rights, and our shares of common stock are not subject to redemption. All our shares of common stock are fully paid and non-assessable.

#### Preferred stock:

The Company is authorized to issue 5,000,000 shares of Series B Preferred Stock at a par value of \$0.001 per share. The Company had 766,667 issued and outstanding Series B Preferred Stock shares as of June 30, 2018.

The Series B Preferred Shares have no voting rights, may each be converted into one share of common stock and bear dividends at a rate of 8.5% of their stated value per annum, which are cumulative and accrue daily from the date they are issued at an interest rate of 1.5% per month.

#### **7. Stock Options and Warrants**

As of June 30, 2018, the Company had not issued any options or warrants.

#### **8. Commitments and Contingencies**

Employment agreements - The Company has recorded all commitments as of June 30, 2018.

The Company, as of June 30, 2018 has no additional financial commitments that would represent long term commitments on behalf of the Company.

#### **9. Related Party Transactions**

As described in Note 5, above, the Company has a note receivable – related party, advances payable – related parties, director fees payable and interest payment commitments with certain related individuals.

#### **10. Share Based Compensation**

As described in Note 5, above, the Company compensates its officers, directors and management with common stock shares pursuant to the terms of the employment agreements.

#### **11. Legal Matters**

None.

#### **12. Subsequent Events**

The Company is not aware of any subsequent matters requiring disclosure at this time.

- End of Report -