



ORHUB, INC.

FINANCIAL STATEMENTS

DECEMBER 31, 2018

ORHUB, INC.
(formerly MemReg, Inc.)
BASIS OF PRESENTATION
DECEMBER 31, 2018

The accompanying unaudited financial statements have been prepared from the books and records of the Company and include all normal and recurring adjustments, which, in the opinion of management, are necessary for a fair presentation in accordance with accounting principles generally accepted in the United States for interim financial information. Accordingly, these interim financial statements do not include all of the information and footnotes required for complete annual financial statements. Interim results are not necessarily indicative of the results that may be expected for the full year.

The financial statements for the six and three months ended December 31, 2018 have not been reviewed by our independent registered public accounting firm.

ORHUB, INC.
(formerly MemReg, Inc.)
BALANCE SHEET
DECEMBER 31, 2018
(UNAUDITED AND UNREVIEWED)

ASSETS

Current assets:	
Cash and cash equivalents	\$ 29,353
Marketable securities	987,851
Prepaid expenses and other current assets	<u>185,057</u>
Total current assets	<u>1,202,261</u>
Deposits	
Property and equipment, net	<u>103,745</u>
Other assets:	
Patents, net of accumulated amortization	68,445
Deposits	62,265
Due from related parties	<u>9,950</u>
Total other assets	<u>140,660</u>
Total Assets	<u>\$ 1,446,666</u>

LIABILITIES AND STOCKHOLDERS' EQUITY

Current liabilities:	
Accounts payable	\$ 228,620
Accrued liabilities	553,916
Accrued liabilities due to related party	23,293
Deferred revenue	<u>125,000</u>
Total current liabilities	<u>930,829</u>
Long-term liabilities:	
Convertible notes payable to related parties, net of unamortized discounts	175,070
Convertible notes payable, net of unamortized discounts	<u>2,333,257</u>
Total long-term liabilities	<u>2,508,327</u>
Total Liabilities	<u>3,439,156</u>
Stockholders' equity:	
Preferred stock - undesignated, \$0.001 par value; 7,775,827 shares authorized	-
Common stock, \$0.001 par value; 1,000,000,000 shares authorized, 152,942,319 issued and outstanding	152,942
Additional paid-in capital	27,109,190
Common stock to be issued - 345,332 shares	107,345
Deferred stock compensation	(316,175)
Accumulated other comprehensive income	(2,125)
Accumulated deficit	<u>(29,043,667)</u>
Total stockholders' equity	<u>(1,992,490)</u>
Total Liabilities and Stockholders' Equity	<u>\$ 1,446,666</u>

ORHUB, INC.
(formerly MemReg, Inc.)
STATEMENTS OF OPERATIONS AND COMPREHENSIVE INCOME (LOSS)
SIX AND THREE MONTHS ENDED DECEMBER 31, 2018
(UNAUDITED AND UNREVIEWED)

	Six Months Ended	Three Months Ended
	<u>December 31,</u>	
	<u>2018</u>	<u>2018</u>
REVENUES	\$ 75,000	\$ 37,500
COST OF REVENUES	<u>-</u>	<u>-</u>
GROSS MARGIN	<u>75,000</u>	<u>37,500</u>
OPERATING EXPENSES		
Software development	1,252,542	571,937
Selling and marketing	283,592	153,017
General and administrative	2,830,589	1,478,698
Legal and professional fees	407,881	272,872
Depreciation and amortization	28,892	15,412
Rescission of consulting agreement	(4,842,116)	(4,842,116)
Total operating expenses	<u>(38,620)</u>	<u>(2,350,180)</u>
INCOME FROM OPERATIONS	<u>113,620</u>	<u>2,387,680</u>
OTHER INCOME (EXPENSE):		
Interest expense	(1,191,887)	(589,680)
Dividend income and capital gains	35,996	11,886
Interest income	226	133
Total other income (expense)	<u>(1,155,665)</u>	<u>(577,661)</u>
NET INCOME (LOSS)	<u>\$ (1,042,045)</u>	<u>\$ 1,810,019</u>
OTHER COMPREHENSIVE INCOME (LOSS):		
Net change related to marketable securities	<u>(33,124)</u>	<u>(26,120)</u>
Total Other Comprehensive Loss	<u>(33,124)</u>	<u>(26,120)</u>
COMPREHENSIVE INCOME (LOSS)	<u>\$ (1,075,169)</u>	<u>\$ 1,783,899</u>
BASIC AND DILUTED NET INCOME (LOSS) PER SHARE	<u>\$ (0.01)</u>	<u>\$ 0.01</u>
BASIC AND DILUTED WEIGHTED AVERAGE NUMBER OF SHARES OUTSTANDING	<u>153,025,489</u>	<u>153,079,722</u>

ORHUB, INC.
(formerly MemReg, Inc.)
STATEMENTS OF STOCKHOLDERS' EQUITY
SIX AND THREE MONTHS ENDED DECEMBER 31, 2018
(UNAUDITED AND UNREVIEWED)

	Common stock		Additional Paid-in Capital	Common Stock To Be Issued	Deferred Stock Compensation	Accumulated Other Comprehensive Income	Accumulated Deficit	Total
	Shares	Amount						
Balance at July 1, 2018	162,885,176	\$ 162,885	\$ 30,460,770	\$ -	\$ -	\$ 30,999	\$ (28,001,622)	\$ 2,653,032
Common stock to be issued for the conversion of principal and interest	-	-	-	37,796	-	-	-	37,796
Common stock issued or to be issued for services	200,000	200	169,800	2,000	(86,100)	-	-	85,900
Amortization of deferred stock compensation	-	-	-	-	21,525	-	-	21,525
Adjustment to debt discounts on convertible debt	-	-	(51,987)	-	-	-	-	(51,987)
Stock-based compensation	-	-	417,948	-	-	-	-	417,948
Change in marketable securities	-	-	-	-	-	(7,004)	-	(7,004)
Net loss	-	-	-	-	-	-	(2,852,064)	(2,852,064)
Balance at September 30, 2018	163,085,176	163,085	30,996,531	39,796	(64,575)	23,995	(30,853,686)	305,146
Common stock to be issued for the conversion of principal and interest	-	-	-	67,549	-	-	-	67,549
Amortization of deferred stock compensation	-	-	-	-	21,525	-	-	21,525
Stock-based compensation	-	-	415,354	-	-	-	-	415,354
Adjustment to prior year stock compensation	-	-	119,591	-	-	-	-	119,591
Rescission of consulting agreement	(10,142,857)	(10,143)	(4,422,286)	-	(273,125)	-	-	(4,705,554)
Change in marketable securities	-	-	-	-	-	(26,120)	-	(26,120)
Net income	-	-	-	-	-	-	1,810,019	1,810,019
Balance at December 31, 2018	152,942,319	\$ 152,942	\$ 27,109,190	\$ 107,345	\$ (316,175)	\$ (2,125)	\$ (29,043,667)	\$ (1,992,490)