# **Disclosure Statement Pursuant to the Pink Basic Disclosure Guidelines**

# REELCAUSE INC

4045 Spencer Street Suite A49 Las Vegas NV 89119

(702)405-6880 WWW.RCITGROUP.NET Director@rcitgroup.net SIC-3569 General Industrial Machinery

## Quarterly Report For the Period Ending: <u>June 30, 2022</u> (the "Reporting Period")

As of June 30. 2022, the number of shares outstanding of our Common Stock was:

62,227,646

As of March 31, 2022, the number of shares outstanding of our Common Stock was:

#### 62,227,646

As of <u>December 31, 2021</u>, the number of shares outstanding of our Common Stock was:

#### 62,227,646

Indicate by check mark whether the company is a shell company (as defined in Rule 405 of the Securities Act of 1933 and Rule 12b-2 of the Exchange Act of 1934):

Yes: □ No: ⊠

Indicate by check mark whether the company's shell status has changed since the previous reporting period:

Yes: □ No: ⊠

Indicate by check mark whether a Change in Control<sup>5</sup> of the company has occurred over this reporting period:

Yes: □ No: ⊠

<sup>&</sup>lt;sup>5</sup> "Change in Control" shall mean any events resulting in:

<sup>(</sup>i) Any "person" (as such term is used in Sections 13(d) and 14(d) of the Exchange Act) becoming the "beneficial owner" (as defined in Rule 13d-3 of the Exchange Act), directly or indirectly, of securities of the Company representing fifty percent (50%) or more of the total voting power represented by the Company's then outstanding voting securities;

<sup>(</sup>ii) The consummation of the sale or disposition by the Company of all or substantially all of the Company's assets;

<sup>(</sup>iii) A change in the composition of the Board occurring within a two (2)-year period, as a result of which fewer than a majority of the directors are directors immediately prior to such change; or

<sup>(</sup>iv) The consummation of a merger or consolidation of the Company with any other corporation, other than a merger or consolidation which would result in the voting securities of the Company outstanding immediately prior thereto continuing to represent (either by remaining outstanding or by being converted into voting securities of the surviving entity or its parent) at least fifty percent (50%) of the total voting power represented by the voting securities of the Company or such surviving entity or its parent outstanding immediately after such merger or consolidation.

# 1) Name and address(es) of the issuer and its predecessors (if any)

In answering this item, provide the current name of the issuer any names used by predecessor entities, along with the dates of the name changes.

December 11, 2014 to Current- Reelcause Inc September 1, 2010 to December 11, 2014- China Green Energy Industries, Inc. Inception to September 1, 2010: TradeOn, Inc.

The state of incorporation or registration of the issuer and of each of its predecessors (if any) during the past five years; Please also include the issuer's current standing in its state of incorporation (e.g. active, default, inactive):

December 11, 2014 to current date- Reelcause Inc Incoporated in State of Nevada on December 7, 2007. Active good standing

Describe any trading suspension orders issued by the SEC concerning the issuer or its predecessors since inception:

None

List any stock split, stock dividend, recapitalization, merger, acquisition, spin-off, or reorganization either currently anticipated or that occurred within the past 12 months:

None

The address(es) of the issuer's principal executive office:

4760 S Pecos Rd Suite 103 Las Vegas NV 89121The

address(es) of the issuer's principal place of business: Check box if principal executive office and principal place of business are the same address:

Has the issuer or any of its predecessors been in bankruptcy, receivership, or any similar proceeding in the past five years?

Yes: □ No: ⊠

If this issuer or any of its predecessors have been the subject of such proceedings, please provide additional details in the space below:

None

# 2) Security Information

Trading symbol: Exact title and class of securities outstanding: CUSIP: Par or stated value:	<u>RCIT</u> <u>COMMON STOCK</u> <u>75846 B105</u> <u>0.001</u>
Total shares authorized: Total shares outstanding: Number of shares in the Public Float <sup>6</sup> : Total number of shareholders of record:	100,000,000as of date:June 30, 202262,227,646as of date:June 30, 202256,025as of date:June 30, 2022381as of date:June 30, 2022
Trading symbol: Exact title and class of securities outstanding: CUSIP: Par or stated value: Total shares authorized: Total shares outstanding:	RCIT           PREFERRED STOCK           NONE           \$0.001           50,000,000           as of date: June 30, 2022           50,000,000           as of date: June 30, 2022
Transfer Agent	
Name: Convrition Transfer Corporation	

Name:	Securities Transfer Corporation
Phone:	(469)633-0101
Email:	
Address:	2901 N Dallas Parkway Suite 380 Plano, Texas 75093

Is the Transfer Agent registered under the Exchange Act?<sup>7</sup> Yes:  $\square$  No:  $\square$ 

<sup>&</sup>lt;sup>6</sup> "Public Float" shall mean the total number of unrestricted shares not held directly or indirectly by an officer, director, any person who is the beneficial owner of more than 10 percent of the total shares outstanding (a "control person"), or any affiliates thereof, or any immediate family members of officers, directors and control persons.

<sup>&</sup>lt;sup>7</sup> To be included in the Pink Current Information tier, the transfer agent must be registered under the Exchange Act.

## 3) Issuance History

The goal of this section is to provide disclosure with respect to each event that resulted in any direct changes to the total shares outstanding of any class of the issuer's securities in the past two completed fiscal years and any subsequent interim period.

Disclosure under this item shall include, in chronological order, all offerings and issuances of securities, including debt convertible into equity securities, whether private or public, and all shares, or any other securities or options to acquire such securities, issued for services. Using the tabular format below, please describe these events.

#### A. Changes to the Number of Outstanding Shares

Check this box to indicate there were no changes to the number of outstanding shares within the past two completed fiscal years and any subsequent periods: ⊠

Shares Outstanding Fiscal Year End:	g as of Second N	Most Recent							
	Opening	<u>Balance</u>		*Right	-click the row	s below and select	"Insert" to add rows	as needed.	
Date <u>December 31, 2</u>		<u>62,227,646</u> 50,000,000							
Date of Transaction	Transaction type (e.g. new issuance, cancellation, shares returned to treasury)	Number of Shares Issued (or cancelled)	Class of Securities	Value of shares issued (\$/per share) at Issuance	Were the shares issued at a discount to market price at the time of issuance? (Yes/No)	Individual/ Entity Shares were issued to (entities must have individual with voting / investment control disclosed).	Reason for share issuance (e.g. for cash or debt conversion) -OR- Nature of Services Provided	Restricted or Unrestricted as of this filing.	Exemption or Registration Type.
Shares Outstanding	g on Date of This	s Report:							
Date June 30, 2022 Ending Balance									
	Common:	62,227,646							
	Preferred: <u>50,000,000</u>								

*Example:* A company with a fiscal year end of December 31<sup>st</sup>, in addressing this item for its quarter ended June 30, 2021, would include any events that resulted in changes to any class of its outstanding shares from the period beginning on January 1, 2019 through June 30, 2021 pursuant to the tabular format above.

Use the space below to provide any additional details, including footnotes to the table above:

None

# B. Debt Securities, Including Promissory and Convertible Notes

Use the chart and additional space below to list and describe all outstanding promissory notes, convertible notes, convertible debentures, or any other debt instruments that may be converted into a class of the issuer's equity securities.

Check this box if there are no outstanding promissory, convertible notes or debt arrangements:  $\Box$ 

Date of Note Issuance	Outstanding Balance (\$)	Principal Amount at Issuance (\$)	Interest Accrued (\$)	Maturity Date	Conversion Terms (e.g. pricing mechanism for determining conversion of instrument to shares)	Name of Noteholder	Reason for Issuance (e.g. Loan, Services, etc.)
01/01/2019	\$9,372	\$9,372	*	*	No conversion term	Woo Duck Lee	Loan from shareholders
01/01/2018	\$252,725	\$252,725	*	*	No conversion term	Woo Duck Lee	Loan from shareholders
01/01/2017	\$256,100	\$256,100	*	*	No conversion term	Woo Duck Lee	Loan from shareholders

Use the space below to provide any additional details, including footnotes to the table above:

\*- the shareholder agreed with no interest charge and no maturity date.

#### 4) Financial Statements

A. The following financial statements were prepared in accordance with:

⊠ U.S. GAAP □ IFRS

B. The financial statements for this reporting period were prepared by (name of individual)<sup>8</sup>:

Name:	MUN & ASSOCIATES LLC
Title:	CERTIFIED PUBLIC ACCOUTANT
Relationship to Issuer:	CONTRACT CPA FIRM

Provide the financial statements described below for the most recent fiscal year or quarter. For the initial disclosure statement (qualifying for Pink Current Information for the first time) please provide reports for the two previous fiscal years and any subsequent interim periods.

- C. Balance Sheet;
- D. Statement of Income;
- E. Statement of Cash Flows;
- F. Statement of Retained Earnings (Statement of Changes in Stockholders' Equity)
- G. Financial notes; and
- H. Audit letter, if audited

You may either (i) attach/append the financial statements to this disclosure statement or (ii) file the financial statements through OTCIQ as a separate report using the appropriate report name for the applicable period end. ("Annual Report," "Quarterly Report" or "Interim Report").

If you choose to publish the financial statements in a separate report as described above, you must state in the accompanying disclosure statement that such financial statements are incorporated by reference. You may reference the document(s) containing the required financial statements by indicating the document name, period end date, and the date that it was posted to OTCIQ in the field below. Financial Statements must be compiled in one document.

Financial statement information is considered current until the due date for the subsequent report (as set forth in the qualifications section above). To remain qualified for Current Information, a company must post its Annual Report within 90 days from its fiscal year-end date and Quarterly Reports within 45 days of each fiscal quarter-end date.

<sup>&</sup>lt;sup>8</sup> The financial statements requested pursuant to this item must be prepared in accordance with US GAAP or IFRS by persons with sufficient financial skills.



## Standard Independent Accountant's Compilation Report

To Management Reelcause Inc Las Vegas, Nevada

We have compiled the accompanying balance sheet of Reelcause Inc as of June 30, 2022 and the related statements of income and cash flows for the period from April 1, 2022 through June 30, 2022.

Management is responsible for the accompanying financial statements of Reelcause Inc, which comprise the balance sheets as of June 30, 2022 and the related statements of income, changes in stockholder's equity, and cash flows for the quarter then ended, and the related notes to the financial statements in accordance with accounting principles generally accepted in the United States of America. We have performed compilation engagements in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. We did not audit or review the financial statements nor were we required to perform any procedures to verify the accuracy or completeness of the information provided by management. We do not express an opinion, a conclusion, nor provide any assurance on these financial statements.

Mun à Azsociates uc

Mun & Associates LLC Las Vegas, Nevada August 8, 2022

#### Reelcause, Inc. Income Statement (Unaudited)

		-	<u>il-June</u> 022		il-June 2021
			022		.021
Revenue	Sales	\$	-	\$	-
	Cost of Goods Sold		-		-
	Gross profit		-		-
<b>Operating Expe</b>	nses				
	Selling, general and administrative expenses Depreciation and amortization		-		-
	Impair on goodwill Loss on disposal		-		-
Operating incon	ne (loss)		-		-
(Loss) before inc	come tax		-		-
Income tax expe	nse		-		-
Net loss		\$	-	\$	-
Net loss per share					
<b>W</b> 7 1. 4 1	Basic:	:	***		***
weighted average	e number of shares: Basic:		62,227,646	e	52,227,646
	Busic.				<u> </u>

\*\*\* less than \$0.01

#### Reelcause, Inc. Balance Sheet (Unaudited)

ASSETS Current assets Cash and cash equivalents			 June 30 2022	 June 30 2021
Cash and cash equivalents       \$       16       \$       16         Total current assets       16       16       16         Property and equipment, net       -       -       -         Other assets       Goodwill       -       -       -         Other assets       -       -       -       -       -         Other assets       -       -       -       -       -       -       -       -       -       -       -       -       -       -       -       -       -       -       -       -       -       -       -       -       -       -       -       -       -       -       -       -       -       -       -       -       -       -       -       -       -       -       -       -       -       -       -       -       -       -       -       -       -       -       -       -       -       -       -       -       -       -       -       -       -       -       -       -       -       -       -       -       -       -       -       -       -       -       -       -       -       - <th></th> <th>ASSETS</th> <th> 2022</th> <th> 2021</th>		ASSETS	 2022	 2021
Total current assets       16       16         Property and equipment, net       -       -         Other assets       Goodwill       -       -         Accumulated amortization       -       -       -         Security Deposit       -       -       -         Total other assets       -       -       -         Total other assets       -       -       -         Total other assets       -       -       -         LIABILITIES AND STOCKHOLDERS' EQUITY       -       -       -         Accounts Payable       S       -       S       16         LIABILITIES AND STOCKHOLDERS' EQUITY       -       -       -       -         Accounts Payable       520,197       518,197       518,197         Shareholders' equity       S       -       S       2,000         Common stock, \$0.001 par value; 50,000,000 shares authorized, issued and outstanding 25,200,000 and 25,000,000 shares authorized, issued and outstanding 62,227,646 shares.       62,228       62,228         Capital in excess of par value       52,772       52,772       52,772         Accumulated deficit       (660,181)       (660,181)       (660,181)         Total stockholders' equity       (520,181)	Current assets			
Property and equipment, net       -       -         Other assets       -       -         Goodwill       -       -         Accumulated amortization       -       -         Security Deposit       -       -         Total other assets       -       -         Itability       -       -         Accumulated amortization       -       -         Security Deposit       -       -         Total other assets       -       -         LIABILITIES AND STOCKHOLDERS' EQUITY       -       -         Accounts Payable       \$       -       \$         Loan payable to shareholders       520,197       \$ 518,197         Shareholders' equity       -       \$       25,000         Preferred stock, \$0.001 par value; 50,000,000 shares authorized, issued and outstanding 25,000,000 and 25,000,000 shares.       \$       25,000         Common stock, \$0.001 par value; 100,000,000 shares authorized, issued and outstanding 62,227,646 shares.       62,228       62,228         Capital in excess of par value       52,772       52,772       52,772         Accumulated deficit       (660,181)       (660,181)         Total stockholders' equity       (520,181)       (520,181) <td></td> <td>Cash and cash equivalents</td> <td>\$ 16</td> <td>\$ 16</td>		Cash and cash equivalents	\$ 16	\$ 16
Other assetsGoodwill-Accumulated amortization-Security Deposit-Total other assets-Total other assets- $\frac{1}{8}$ 16LIABILITIES AND STOCKHOLDERS' EQUITYAccounts Payable\$ -\$ -\$ -\$ -\$ 2,000LIABILITIES AND STOCKHOLDERS' EQUITYAccounts Payable\$ -\$ 2,000Loan payable to shareholders\$ -\$ 2,000\$ 25,000\$ 25,000\$ 25,000\$ 25,000\$ 25,000\$ 25,000\$ 25,000\$ 25,000\$ 25,000\$ 25,000\$ 25,000\$ 25,000\$ 25,000\$ 25,000\$ 25,000\$ 25,000\$ 25,000\$ 25,000\$ 25,000\$ 25,000\$ 25,000\$ 25,000\$ 25,000\$ 25,000\$ 25,000\$ 25,000\$ 2,228\$ 2,228\$ 2,228\$ 2,772 <t< td=""><td></td><td>Total current assets</td><td> 16</td><td> 16</td></t<>		Total current assets	 16	 16
GoodwillAccumulated amortizationSecurity DepositTotal other assets $\overline{S}$ 16 $\overline{S}$ 16LIABILITIES AND STOCKHOLDERS' EQUITYAccounts Payable-Shareholders-Shareholders $\overline{S}$ -S 2,000Common stock, \$0.001 par value; 50,000,000 shares authorized, issued and outstanding 25,000,000 shares authorized, issued and outstanding 62,227,646 shares. $\overline{S}$ 25,000Common stock, \$0.001 par value; 100,000,000 shares authorized, issued and outstanding 62,227,646 shares. $\overline{S}$ $\overline{S}$ $\overline{S}$ Capital in excess of par value $\overline{S}$ $\overline{S}$ $\overline{S}$ $\overline{S}$ $\overline{S}$ Total stockholders' equity $\overline{(660,181)}$ $\overline{(660,181)}$ $\overline{(660,181)}$	Property and equ	ipment, net	 	 
Accumulated amortizationSecurity DepositTotal other assets $\overline{\$}$ 16 $\overline{\$}$ LIABILITIES AND STOCKHOLDERS' EQUITYAccounts PayableLABILITIES AND STOCKHOLDERS' EQUITYAccounts PayableShareholdersSolution of the shareholdersSolution of the shareh	Other assets			
Security DepositTotal other assets $  \$$ 16 $\$$ 16LIABILITIES AND STOCKHOLDERS' EQUITY $\$$ $ \$$ Accounts Payable $\$$ $ \$$ $2,000$ Loan payable to shareholders $\$$ $ \$$ $2,000$ Loan payable to shareholders $\$$ $ \$$ $2,000$ Shareholders' equityPreferred stock, $\$0.001$ par value; $50,000,000$ shares authorized, issued and outstanding $25,000,000$ and $25,000,000$ shares authorized, issued and outstanding $62,227,646$ shares $$25,000$ $\$$ $25,000$ Common stock, $\$0.001$ par value $52,772$ $52,772$ $52,772$ $52,772$ Accumulated deficit $(660,181)$ $(660,181)$ $(660,181)$ Total stockholders' equity $(520,181)$ $(520,181)$ $(520,181)$		Goodwill	-	-
Total other assetsTotal other assets $\underline{\$}$ $\underline{\bullet}$ $\underline{\bullet}$ $\underline{\bullet}$ $\underline{\bullet}$ $\underline{\bullet}$ $\underline{\bullet}$ $\underline{\bullet}$ $\underline{\bullet}$ $\underline{\bullet}$ <td></td> <td>Accumulated amortization</td> <td>-</td> <td>-</td>		Accumulated amortization	-	-
\$         16         \$         16           LIABILITIES AND STOCKHOLDERS' EQUITY         \$         -         \$         2,000           Loan payable to shareholders		Security Deposit	 	 
LIABILITIES AND STOCKHOLDERS' EQUITY         Accounts Payable       \$ - \$ 2,000         Loan payable to shareholders       520,197         Shareholders' equity       520,197         Preferred stock, \$0.001 par value; 50,000,000 shares authorized, issued and outstanding 25,000,000 and 25,000,000 shares       \$ 25,000         Common stock, \$0.001 par value; 100,000,000 shares authorized, issued and outstanding 62,227,646 shares		Total other assets	-	-
Accounts Payable       \$       -       \$       2,000         Loan payable to shareholders       520,197       518,197         Shareholders' equity       Preferred stock, \$0.001 par value; 50,000,000 shares authorized, issued and outstanding 25,000,000 and 25,000,000 shares       \$       25,000       \$       25,000         Common stock, \$0.001 par value; 100,000,000 shares authorized, issued and outstanding 62,227,646 shares.       \$       25,000       \$       25,000         Capital in excess of par value       52,772       52,772       52,772       52,772         Accumulated deficit       (660,181)       (660,181)       (660,181)         Total stockholders' equity       (520,181)       (520,181)       (520,181)			\$ 16	\$ 16
Loan payable to shareholders         520,197         518,197           Shareholders' equity         Preferred stock, \$0.001 par value; 50,000,000 shares authorized, issued and outstanding 25,000,000 and 25,000,000 shares         \$ 25,000         \$ 25,000           Common stock, \$0.001 par value; 100,000,000 shares authorized, issued and outstanding 62,227,646 shares.         \$ 62,228         62,228           Capital in excess of par value         52,772         52,772         52,772           Accumulated deficit         (660,181)         (660,181)         (660,181)           Total stockholders' equity         (520,181)         (520,181)         (520,181)		LIABILITIES AND STOCKHOLDERS' EQUITY		
Shareholders' equity         Preferred stock, \$0.001 par value; 50,000,000 shares authorized, issued and outstanding 25,000,000 and 25,000,000 shares         \$ 25,000         \$ 25,000           Common stock, \$0.001 par value; 100,000,000 shares authorized, issued and outstanding 62,227,646 shares	Accounts Payable		\$ -	\$ 2,000
Shareholders' equity         Preferred stock, \$0.001 par value; 50,000,000 shares authorized, issued and outstanding 25,000,000 and 25,000,000 shares         \$ 25,000         \$ 25,000           Common stock, \$0.001 par value; 100,000,000 shares authorized, issued and outstanding 62,227,646 shares         \$ 25,072         \$ 22,772           Capital in excess of par value         \$ 52,772         \$ 52,772         \$ 52,772           Accumulated deficit         \$ (660,181)         \$ (660,181)         \$ (520,181)           Total stockholders' equity         \$ (520,181)         \$ (520,181)         \$ (520,181)	Loan navable to s	hareholders	520,197	518,197
Preferred stock, \$0.001 par value; 50,000,000 shares authorized, issued and outstanding 25,000,000 and 25,000,000 shares       \$ 25,000 \$ 25,000         Common stock, \$0.001 par value; 100,000,000 shares authorized, issued and outstanding 62,227,646 shares       62,228 62,228 62,228 62,228 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772 52,772			 	
Common stock, \$0.001 par value; 100,000,000 shares authorized, issued and outstanding 62,227,646 shares.       62,228       62,228         Capital in excess of par value       52,772       52,772         Accumulated deficit       (660,181)       (660,181)         Total stockholders' equity       (520,181)       (520,181)	•	•		
issued and outstanding 62,227,646 shares       62,228       62,228         Capital in excess of par value       52,772       52,772         Accumulated deficit       (660,181)       (660,181)         Total stockholders' equity       (520,181)       (520,181)		issued and outstanding 25,000,000 and 25,000,000 shares	\$ 25,000	\$ 25,000
Capital in excess of par value       52,772       52,772         Accumulated deficit       (660,181)       (660,181)         Total stockholders' equity       (520,181)       (520,181)		Common stock, \$0.001 par value; 100,000,000 shares authorized,		
Accumulated deficit       (660,181)       (660,181)         Total stockholders' equity       (520,181)       (520,181)			62,228	62,228
Total stockholders' equity			,	,
		Accumulated deficit	(660,181)	(660,181)
		Total stockholders' equity	 (520,181)	 (520,181)
			\$ 16	\$ 16

## Reelcause, Inc. Statement of Cash Flows (Unaudited)

Cash flows from operating activities       \$         Net income (loss)       \$         Adjustments to reconcile net income (loss) to net cash provided by operating activities       -         Accounts payable       -         Depreciation and amortization       -         Prepaid rent       -         Goodwill impairment       -         Loss on disposal       -         Net cash provided by operating activities       -         Cash flows from investing activities       -         Increase in goodwill       -         Increase in leaschold improvement       -         Net cash provided by investing activities       -         Cash flows from financing activities       -         Net cash provided by investing activities       -         Net cash provided by investing activities       -         Net cash provided by investing activities       -         Cash flows from financing activities       -         Net cash provided by financial activities       -         Reach provided by financial activities       -         Net cash increase f		Quarter ended Ju 30,	
Net income (loss)       \$       -         Adjustments to reconcile net income (loss) to net cash provided by operating activities       -         Accounts payable       -         Depreciation and amortization       -         Prepaid rent       -         Goodwill impairment       -         Loss on disposal       -         Net cash provided by operating activities       -         Cash flows from investing activities       -         Increase in goodwill       -         Increase in leasehold improvement       -         Net cash provided by investing activities       -         Cash flows from financing activities       -         Net cash provided by investing activities       -         Net cash provided by investing activities       -         Cash flows from financing activities       -         Net cash provided by investing activities       -         Cash flows from financing activities       -         Common Stock       -         Preferred Stock       -         Net cash provided by financial activities       -         Cash and cash equivalents       -         Net cash increase for the period       -         Balance, beginning of the period       - <th></th> <th>2022</th> <th></th>		2022	
Adjustments to reconcile net income (loss) to net cash provided by operating activities       -         Accounts payable       -         Depreciation and amortization       -         Prepaid rent       -         Goodwill impairment       -         Loss on disposal       -         Net cash provided by operating activities       -         Increase in goodwill       -         Increase in leasehold improvement       -         Net cash provided by investing activities       -         Cash flows from financing activities       -         Net cash provided by investing activities       -         Common Stock       -         Preferred Stock       -         Net cash provided by financial activities       -         Cash and cash equivalents       -         Net cash increase for the period       -         Balance, beginning of the period       -	Cash flows from operating activities		
operating activities       -         Accounts payable       -         Depreciation and amortization       -         Prepaid rent       -         Goodwill impairment       -         Loss on disposal       -         Net cash provided by operating activities       -         Cash flows from investing activities       -         Increase in goodwill       -         Increase in leasehold improvement       -         Net cash provided by investing activities       -         Common Stock       -         Preferred Stock       -         Net cash provided by financial activities       -         Cash and cash equivalents       -         Net cash increase for the period       -         Balance, beginning of the period       -         Io       -	Net income (loss)	\$	-
Accounts payable       -         Depreciation and amortization       -         Prepaid rent.       -         Goodwill impairment.       -         Loss on disposal       -         Net cash provided by operating activities       -         Cash flows from investing activities       -         Increase in goodwill       -         Increase in leasehold improvement       -         Net cash provided by investing activities       -         Cash flows from financing activities       -         Net cash provided by investing activities       -         Net cash provided by investing activities       -         Cash flows from financing activities       -         Net cash provided by financial activities       -         Cash and cash equivalents       -         Net cash increase for the period       -         Balance, beginning of the period       -         16       -	Adjustments to reconcile net income (loss) to net cash provided by		
Depreciation and amortization       -         Prepaid rent       -         Goodwill impairment.       -         Loss on disposal       -         Net cash provided by operating activities       -         Cash flows from investing activities       -         Increase in goodwill       -         Increase in leasehold improvement       -         Net cash provided by investing activities       -         Cash flows from financing activities       -         Net cash provided by investing activities       -         Common Stock       -         Preferred Stock       -         Net cash provided by financial activities       -         Cash and cash equivalents       -         Net cash increase for the period       -         Balance, beginning of the period       -	operating activities		
Prepaid rent.       -         Goodwill impairment.       -         Loss on disposal       -         Net cash provided by operating activities       -         Cash flows from investing activities       -         Cash flows from investing activities       -         Increase in goodwill       -         Increase in leasehold improvement       -         Net cash provided by investing activities       -         Net cash provided by investing activities       -         Cash flows from financing activities       -         Cash flows from financing activities       -         Net cash provided by investing activities       -         Cash flows from financing activities       -         Net cash provided by financial activities       -         Cash flows from financing activities       -         Loan payable to Shareholders       -         Order and provided by financial activities       -         Net cash provided by financial activities       -         Net cash provided by financial activities       -         Balance, beginning of the period       -         Balance, beginning of the period       -	Accounts payable		-
Goodwill impairment.       -         Loss on disposal       -         Net cash provided by operating activities       -         Cash flows from investing activities       -         Acquisition of furniture and equipment       -         Increase in goodwill       -         Increase in leasehold improvement       -         Net cash provided by investing activities       -         Net cash provided by investing activities       -         Cash flows from financing activities       -         Cash flows from financing activities       -         Net cash provided by investing activities       -         Cash flows from financing activities       -         Net cash provided by investing activities       -         Cash flows from financing activities       -         Cash flows from financing activities       -         Loan payable to Shareholders       -         Common Stock       -         Preferred Stock       -         Net cash provided by financial activities       -         Cash and cash equivalents       -         Net cash increase for the period       -         Balance, beginning of the period       -	Depreciation and amortization		-
Loss on disposal       -         Net cash provided by operating activities       -         Cash flows from investing activities       -         Acquisition of furniture and equipment       -         Increase in goodwill       -         Increase in leasehold improvement       -         Net cash provided by investing activities       -         Net cash provided by investing activities       -         Cash flows from financing activities       -         Common Stock       -         Preferred Stock       -         Net cash provided by financial activities       -         Net cash provided by financial activities       -         Increase for the period       -         Increase for the period       -	Prepaid rent.		-
Loss on disposal       -         Net cash provided by operating activities       -         Cash flows from investing activities       -         Acquisition of furniture and equipment       -         Increase in goodwill       -         Increase in leasehold improvement       -         Net cash provided by investing activities       -         Net cash provided by investing activities       -         Cash flows from financing activities       -         Common Stock       -         Preferred Stock       -         Net cash provided by financial activities       -         Net cash provided by financial activities       -         Increase for the period       -         Increase for the period       -	Goodwill impairment		-
Cash flows from investing activities       -         Increase in goodwill       -         Increase in leasehold improvement       -         Net cash provided by investing activities       -         Cash flows from financing activities       -         Cash flows from financing activities       -         Cash flows from financing activities       -         Common Stock       -         Preferred Stock       -         Net cash provided by financial activities       -         Cash and cash equivalents       -         Net cash increase for the period       -         Balance, beginning of the period       -			-
Acquisition of furniture and equipment       -         Increase in goodwill       -         Increase in leasehold improvement       -         Net cash provided by investing activities       -         Cash flows from financing activities       -         Common Stock       -         Preferred Stock       -         Net cash provided by financial activities       -         Increase for the period       -         Increase for	Net cash provided by operating activities		-
Increase in goodwill	8		
Increase in leasehold improvement			-
Net cash provided by investing activities       -         Cash flows from financing activities       -         Loan payable to Shareholders       -         Common Stock       -         Preferred Stock       -         Net cash provided by financial activities       -         Cash and cash equivalents       -         Net cash increase for the period       -         Balance, beginning of the period       16			-
Cash flows from financing activities       -         Loan payable to Shareholders       -         Common Stock       -         Preferred Stock       -         Net cash provided by financial activities       -         Cash and cash equivalents       -         Net cash increase for the period       -         Balance, beginning of the period       16	Increase in leasehold improvement		-
Loan payable to Shareholders       -         Common Stock       -         Preferred Stock       -         Net cash provided by financial activities       -         Cash and cash equivalents       -         Net cash increase for the period       -         Balance, beginning of the period       16	Net cash provided by investing activities		-
Common Stock Preferred Stock Net cash provided by financial activities Cash and cash equivalents Net cash increase for the period Balance, beginning of the period 16			
Preferred Stock       -         Net cash provided by financial activities       -         Cash and cash equivalents       -         Net cash increase for the period       -         Balance, beginning of the period       16			-
Net cash provided by financial activities       -         Cash and cash equivalents       -         Net cash increase for the period       -         Balance, beginning of the period       16			-
Cash and cash equivalents Net cash increase for the period Balance, beginning of the period			-
Net cash increase for the period       -         Balance, beginning of the period       16	Net cash provided by infancial activities		-
Balance, beginning of the period			
	Net cash increase for the period		-
Balance, end of the period			16
	Balance, end of the period		16

#### Reelcause, Inc. Statements of Shareholders' Equity For the quarter ended June 30, 2022 (Unaudited)

	Preferred	Stock	Common Stock		Additional Paid-			Retained		Treasury		mulated Other		
_	Shares	Par Value	Shares	Par Value	in	Capital	F	Carnings	5	Stock	Comp	rehensive Loss		Total
Balance December 31, 2021 Net Income Dividends on preferred stock Dividends on common stock	25,000,000	\$ 25,000	62,227,646	\$ 62,228	\$	52,772	\$ \$	(660,181)	\$	-	\$	-	\$ \$	(520,181)
Treasury stock purchases Balance March 31, 2022 Net Income Dividends on preferred stock Dividends on common stock Treasury stock purchases	25,000,000	\$ 25,000	62,227,646	\$ 62,228	\$	52,772	\$ \$	(660,181)	\$	-	\$	-	\$ \$	(520,181)
Balance June 30, 2022	25,000,000	\$ 25,000	62,227,646	\$ 62,228	\$	52,772	\$	(660,181)	\$	-	\$	-	\$	(520,181)

# REELCAUSE, INC. NOTES TO FINANCIAL STATEMENTS FOR THE PERIOD ENDING JUNE 30, 2022 (UNAUDITED)

# **NOTE 1- BASIS OF PRESENTATION**

The accompanying financial statements of Company have been prepared in accordance with accounting principles generally accepted in the United State of America (U.S. GAAP) under the accrual basis of accounting. The Company has adopted a December 31<sup>st</sup> year end.

# NOTE 2- ORGANIZATION AND BUSINESS BACKGROUND

Reelcause, Inc. (the "Company") was originally incorporated on December 7, 2007 in the State of Nevada under the name of TradeOn, Inc. On December 11, 2014, the Company changed its name to Reelcause, Inc. to reflect the acquisition of Reelcause, Inc., a corporation organized and exiting under the laws of the State of Delaware ("Reelcause"), pursuant to which the Company acquired 100% of the Capital Shares of Reelcause in exchange for an issuance by the Company of 50,000,000 shares of Common Stock to Reelcause Shareholders, and/or their assigns. The Company's common shares are quoted on the "Pink Sheets" quotation market under the symbol "RCIT".

The Company and Reelcause were hereby reorganized, such that the Company acquired 100% of the Capital Shares of Reelcause, and Reelcause, Inc. became wholly-owned subsidiary of the Company. However, the Company had no business activities after the acquisition of Reelcause Inc incorporated in Delaware and generated no revenue since 2013.

On August 9, 2016, the Company is reverse merged with a private company owned by James Ford, which obtained a majority of the issued and outstanding voting power, or 87 % of capital shares (54,342,800) of the Company, resulting in a change in control of the Company.

Since this transaction has been accounted for as a reverse merger there are required forms to submit required by OTCBB. However, because the Company is classified as non-reporting shell, quoted on the "Pink Sheets" these required forms are waived to file with OTCBB.

During this reverse merger transaction there were no assets and liabilities assumed. Therefore, the financial statements includes recapitalization of the Company. Due to the fact of unavailability of the Company financial information prior to the reverse merger the financial statements is limited to the period after the reverse merger. In addition, comparable financial statement cannot be issued for the periods prior to year 2016.

# NOTE 3- SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

**Management's use of estimates.** The consolidated financial statements have been prepared in conformity with accounting principles generally accepted in the United States of America. These

principles require the Company's 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 financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

**Cash and cash equivalents.** Cash and cash equivalents include investments and interest bearing instruments with maturities of 90 days or less at the date of acquisition. Such investments are carried at cost, which approximates market value. Book overdraft balances resulting from the Company's cash management program are recorded as accounts payable, construction payable, or other accrued liabilities, as applicable.

**Fixed assets.** Fixed assets are stated at cost. Depreciation and amortization are provided on a straight-line basis over the estimated useful lives of the assets.

**Reimbursed expenses.** The Company recognizes costs reimbursed pursuant to management services as revenue in the period it incurs the costs.

**Goodwill**. The Company has the excess amount paid over the fair value of the reporting unit. Subsequent to recording goodwill as part of a business combination, the Company will annually test goodwill at a reporting unit level for any impairment. Goodwill is no longer amortized.

**Net loss per share.** The Company reports earnings (loss) per share in accordance with FASB Accounting Standards. Basic net income (loss) per share is computed by dividing net income (loss) by the weighted average number of shares of common stock outstanding during the period. The Company has not issued any options or warrants or similar securities since inception.

# Note 4- CAPITAL STRUCTURE

As of June 30, 2022, the Company is authorized to issue 100,000,000 shares of Common Stock, Par Value \$0.001, of which 62,227,646 shares issued and outstanding. As of June 30, 2022, the Company was authorized to issue 50,000,000 shares of Preferred Stock, par value \$0.001, of which 25,000,000 shares were designated as Convertible Preferred Series A Stock which a conversion ratio of 1:1 shares of common. The total 25,000,000 shares of Convertible Preferred Series A Stock were issued and outstanding as of June 30, 2022.

# NOTE 5- CHANGE IN CONTROL

There is no change in control since 2017.

## 5) Issuer's Business, Products and Services

The purpose of this section is to provide a clear description of the issuer's current operations. In answering this item, please include the following:

A. Summarize the issuer's business operations (If the issuer does not have current operations, state "no operations")

Upon the change of control, on July 29, 2016, the Company altered its business plan in order to manufacture renewable energy products.

B. Please list any subsidiaries, parents, or affiliated companies.

<u>N/A</u>

C. Describe the issuers' principal products or services.

General Industrial machinery and equipment. The Company is now focusing on commercializing patented technology related to new renewable energy projects. The patents are for a product that produces energy using water.

## 6) Issuer's Facilities

The goal of this section is to provide a potential investor with a clear understanding of all assets, properties or facilities owned, used or leased by the issuer and the extent in which the facilities are utilized.

In responding to this item, please clearly describe the assets, properties or facilities of the issuer, give the location of the principal plants and other property of the issuer and describe the condition of the properties. If the issuer does not have complete ownership or control of the property (for example, if others also own the property or if there is a mortgage on the property), describe the limitations on the ownership.

If the issuer leases any assets, properties or facilities, clearly describe them as above and the terms of their leases. Rcit has two offices. Both offices total to around 620 sq.ft. There are no restrooms inside..

# 7) Company Insiders (Officers, Directors, and Control Persons)

The goal of this section is to provide an investor with a clear understanding of the identity of all the persons or entities that are involved in managing, controlling or advising the operations, business development and disclosure of the issuer, as well as the identity of any significant or beneficial shareholders.

Using the tabular format below, please provide information, as of the period end date of this report, regarding any person or entity owning 5% of more of any class of the issuer's securities, as well as any officer, and any director of the company, or any person that performs a similar function, regardless of the number of shares they own. If any insiders listed are corporate shareholders or entities, provide the name and address of the person(s) beneficially owning or controlling such corporate shareholders, or the name and contact information (City, State) of an individual representing the corporation or entity in the note section.

Name of Officer/Director and Control Person	Affiliation with Company (e.g. Officer/Director/Owner of more than 5%)	Residential Address (City / State Only)	Number of shares owned	Share type/class	Ownership Percentage of Class Outstanding	Note
GYUHEYN JEON	CEO	SUWON, KOREA SOUTH	0		0%	
MYUNG SONG	SECRETARY	LAS VEGAS, NV	0		0%	
WOODUCK LEE	OWNER OF MORE THAN 5 %	SUWON, KOREA SOUTH	18,474,799	COMMON	29.69%	
MATTHEW KINDNESS	OWNER MORE THAN 5%	FORT WAYNE, IN	14,950,000	COMMON	24.03%	

#### 8) Legal/Disciplinary History

A. Please identify whether any of the persons or entities listed above have, in the past 10 years, been the subject of:

1. A conviction in a criminal proceeding or named as a defendant in a pending criminal proceeding (excluding traffic violations and other minor offenses);

#### NONE

2. The entry of an order, judgment, or decree, not subsequently reversed, suspended or vacated, by a court of competent jurisdiction that permanently or temporarily enjoined, barred, suspended or otherwise limited such person's involvement in any type of business, securities, commodities, or banking activities;

#### NONE

3. A finding or judgment by a court of competent jurisdiction (in a civil action), the Securities and Exchange Commission, the Commodity Futures Trading Commission, or a state securities regulator of a violation of federal or state securities or commodities law, which finding or judgment has not been reversed, suspended, or vacated; or

#### NONE

4. The entry of an order by a self-regulatory organization that permanently or temporarily barred, suspended, or otherwise limited such person's involvement in any type of business or securities activities.

<u>NONE</u>

B. Describe briefly any material pending legal proceedings, other than ordinary routine litigation incidental to the business, to which the issuer or any of its subsidiaries is a party or of which any of their property is the subject. Include the name of the court or agency in which the proceedings are pending, the date instituted, the principal parties thereto, a description of the factual basis alleged to underlie the proceeding and the relief sought. Include similar information as to any such proceedings known to be contemplated by governmental authorities.

<u>NONE</u>

## 9) Third Party Providers

Please provide the name, address, telephone number and email address of each of the following outside providers:

#### Securities Counsel

Name:	Matthew McMurdo, Esq
Firm:	McMurdo Law Group, LLC
Address 1:	1185 Avenue of the Americas 3rd Floor
Address 2:	New York, NY 10036
Phone:	(917)318-2865
Email:	matt@nannaronelaw.com

#### Accountant or Auditor

Name:	Emily Yeji Mun
Firm:	Mun & Associates LLC
Address 1:	6480 Spring Mountain RD Suite 6
Address 2:	Las Vegas, NV 89146
Phone:	
Email:	emun@muncpa.com

#### **Investor Relations**

Name:	
Firm:	
Address 1:	
Address 2:	
Phone:	
Email:	

## **Other Service Providers**

Provide the name of any other service provider(s) that **that assisted**, **advised**, **prepared or provided information with respect to this disclosure statement**. This includes counsel, broker-dealer(s), advisor(s) or consultant(s) or provided assistance or services to the issuer during the reporting period.

Name:	
Firm:	
Nature of Services:	
Address 1:	
Address 2:	
Phone:	
Email:	

## 10) Issuer Certification

#### Principal Executive Officer:

The issuer shall include certifications by the chief executive officer and chief financial officer of the issuer (or any other persons with different titles but having the same responsibilities) in each Quarterly Report or Annual Report.

The certifications shall follow the format below:

#### I, <u>GYUHEYN JEON</u> certify that:

1. I have reviewed this Quarterly report of Reelcause Inc;

2. Based on my knowledge, this disclosure statement does not contain any untrue statement of a material fact or omit to state a material fact necessary to make the statements made, in light of the circumstances under which such statements were made, not misleading with respect to the period covered by this disclosure statement; and

3. Based on my knowledge, the financial statements, and other financial information included or incorporated by reference in this disclosure statement, fairly present in all material respects the financial condition, results of operations and cash flows of the issuer as of, and for, the periods presented in this disclosure statement.

#### 08/08/2022

#### <u>/S/ GYUHEYN JEON,</u> CEO

#### Principal Financial Officer:

- I, GYUHEYN JEON certify that:
  - 1. I have reviewed this Quarterly report of Reelcause Inc;

2. Based on my knowledge, this disclosure statement does not contain any untrue statement of a material fact or omit to state a material fact necessary to make the statements made, in light of the circumstances under which such statements were made, not misleading with respect to the period covered by this disclosure statement; and

3. Based on my knowledge, the financial statements, and other financial information included or incorporated by reference in this disclosure statement, fairly present in all material respects the financial condition, results of operations and cash flows of the issuer as of, and for, the periods presented in this disclosure statement.

#### 08/08/2022

/S/GYUHEYN JEON, CFO