PRINCIPAL SOLAR, INC.

FINANCIAL STATEMENTS

FOR THE PERIOD ENDED

JUNE 30, 2022

PRINCIPAL SOLAR, INC.
BALANCE SHEETS

	Note	June 30, 2022 (Unaudited)	December 31, 2021 (Unaudited)
ASSETS			
CURRENT ASSETS			
Cash in Bank		$ 104,342	$ 386,789
Loan Origination Fees		—	53,424
TOTAL CURRENT ASSETS		104,342	440,213
NON-CURRENT ASSETS			
Note Receivable		420,000	—
Note Receivable – Related Party	8	1,000,000	1,000,000
Interest Receivable		200,000	160,000
Equity Investments	5	3,001,491	2,547,500
Investment in Oil & Gas Lease		597,347	533,750
TOTAL ASSETS		$ 5,323,180	$ 4,681,463
LIABILITIES AND STOCKHOLDERS' EQUITY			
CURRENT LIABILITIES			
Accounts Payable and Accrued Expenses	4	$ 368,128	263,622
Notes Payable and Accrued Interest		885,490	561,128
Discount on Notes Payable		(177,118)	(90,988)
Convertible Notes Payable and Accrued Interest	4	1,394,080	1,305,641
TOTAL CURRENT LIABILITIES		2,470,580	2,039,403
Mediation Settlement Payable	4	215,062	215,062
Liabilities arising from Reverse Merger	3	1,003,839	1,003,839
TOTAL LIABILITIES		3,689,481	3,258,304
STOCKHOLDERS' EQUITY			
Preferred Stock: $0.01 par value; 2,000,000 shares authorized; 1,000,000 designated as Series B issued and outstanding at March 31, 2022 and December 31, 2021, respectively		10,000	10,000
Common Stock: $0.01 par value; 1,000,000,000 shares authorized; 266,191,013 and 263,141,013 shares issued and outstanding at March 31, 2022 and December 31, 2021, respectively		3,838,172	2,631,411
Additional paid-in-capital		40,975,164	39,541,390
Accumulated Deficit		(43,189,637)	(40,759,642)
TOTAL EQUITY		1,633,699	1,423,159
TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY		$ 5,323,180	$ 4,681,463

PRINCIPAL SOLAR, INC.
STATEMENTS OF OPERATIONS
(Unaudited)

	For the Three Months Ended June 30, 2022	For the Three Months Ended June 30, 2021	For the Six Months Ended June 30, 2022	For the Six Months Ended June 30, 2021
REVENUE	$ —	$ —	$ —	$ —
OPERATING EXPENSE				
General and Administrative Expenses	925,231	732,317	1,345,889	1,084,525
OPERATING LOSS	925,231	732,317	1,345,889	1,084,525
OTHER (INCOME)/EXPENSE				
Interest Income	(20,000)	(20,000)	(40,000)	(40,000)
Interest Expense	234,172	(76,027)	452,702	337
Total Other (Income) Expense	214,172	(96,027)	(412,702)	(39,663)
NET LOSS FOR PERIOD	$ 1,139,403	$ 636,290	$ 1,758,591	$ 1,044,862
Net (loss) per share attributable to common stockholders, basic and diluted	$ 0.00	$ 0.00	$ (0.01)	$ (0.01)
Weighted average shares outstanding, basic and diluted	316,315,326	166,360,996	289,248,179	166,360,996

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

PRINCIPAL SOLAR, INC.
STATEMENTS OF CASH FLOWS
(Unaudited)

	For the Six Months Ended June 30, 2022	2021
CASH FLOWS FROM OPERATING ACTIVITIES:		
Net (loss)	$ (1,758,590)	$ (1,044,862)
Changes in non-cash items:		
Interest Receivable	(40,000)	(40,000)
Amortization of Debt Issuance Costs	—	32,417
Non-cash Interest	(1,547,670)	219,923
Changes in operating assets and liabilities:		
Note Payable – Related Party	—	(264,600)
Accounts Payable and Accrued Expenses	40,909	(188,900)
Net cash provided by (used in) operating activities	(3,305,351)	(1,286,022)
CASH FLOWS FROM INVESTING ACTIVITIES:		
Equity Investments	11,550	(2,235,000)
Net cash provided by (used in) investing activities	11,550	(2,235,000)
CASH FLOWS FROM FINANCING ACTIVITIES:		
Payment of ST Debt	(29,084)	(377,633)
Proceeds from ST Debt	383,542	80,000
Issuance of Common Stock – Private Placement	1,359,110	—
Issuance of Common Stock – In Lieu of Payments	66,000	3,619,165
Issuance of Common Stock – Debt Conversion	329,884	—
Payment of Convertible Notes	(1,735,814)	—
Proceeds from Issuance of Convertible Notes	2,637,716	377,633
Net cash provided by financing activities	3,011,354	3,699,165
Net increase (decrease) in cash and cash equivalents	(282,447)	178,143
Cash and cash equivalents at beginning of period	386,789	11,355
Cash and cash equivalents at end of period	$ 104,342	$ 189,498

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

PRINCIPAL SOLAR, INC.
STATEMENT OF STOCKHOLDERS' DEFICIT
JUNE 30, 2022
(unaudited)

	Preferred Stock		Common Stock				
	Number of Shares	Amount	Number of Shares	Amount	Additional Paid-in Capital	Accumulated Deficit	Total
Balance, December 31, 2021	1,000,000	$ 10,000	263,141,013	$ 2,631,411	$ 39,541,391	$ (40,759,642)	$ 1,423,159
Correction of 2019 Acquisition	—	—	—	500	885,041	(52,216)	833,325
Common Stock Issued in lieu of cash payments	—	—	3,050,000	30,000	25,500	—	66,000
Net Income/(Loss)	—	—	—	—	—	(619,188)	(619,188)
Balance, March 31, 2022	**1,000,000**	**$ 10,000**	**266,191,013**	**$ 2,661,911**	**$ 40,462,432**	**$ (41,431,046)**	**$ 1,703,296**
Common Stock Issued – Private Placement	—	—	95,433,339	954,333	404,777	—	1,359,110
Common Stock Issued - Debt Conversion	—	—	22,192,831	221,928	107,955	—	329,881
Net Income/(Loss)	—	—	—	—	—	(1,758,591)	(1,758,591)
Balance, June 30, 2022	**1,000,000**	**$ 10,000**	**338,817,183**	**$ 3,838,172**	**$ 40,975,164**	**$ (43,189,637)**	**$ 1,633,669**
Balance, December 31, 2020	1,000,000	$ 10,000	62,014,392	$ 620,144	$ 28,116,502	$ (29,626,183)	$ (879,537)
Common Stock Issued	—	—	36,080,000	348,551	1,954,449	—	2,303,000
Net Income/(Loss)	—	—	—	—	—	(364,456)	(364,456)
Balance, March 31, 2021	**1,000,000**	**$ 10,000**	**98,094,392**	**$ 968,695**	**$ 30,070,951**	**$ (29,990,639)**	**$ 1,059,007**
Common Stock Issued	—	—	68,266,604	902,916	986,299	—	1,889,215
Net Income/(Loss)	—	—	—	—	—	(636,290)	(636,290)
Balance, June 30, 2021	**1,000,000**	**$ 10,000**	**166,360,996**	**$ 1,871,611**	**$ 31,057,250**	**$ (30,626,929)**	**$ 2,311,932**

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

PRINCIPAL SOLAR, INC.

Financial Footnotes

NOTE 1 – THE COMPANY

Principal Solar, Inc. ("PSI", the "Company", "our", "us", or "we") was incorporated on July 8, 2010, under the laws of the State of Texas and became a New York corporation upon consummation of a reverse merger. On March 7, 2011, the Company was acquired by Kupper Parker Communications, Inc. ("KPCG"), then a public shell company, in a reverse merger transaction whereby KPCG merged with and into PSI, with KPCG remaining as the surviving corporation and PSI becoming a wholly owned subsidiary of KPCG. In connection with the merger, the Company changed its corporate name from "Kupper Parker Communications, Inc." to "Principal Solar, Inc.". In accordance with the terms of this transaction, the shareholders of PSI exchanged all of their shares of PSI's $0.01 par value common stock ("Common Stock") for shares of KPCG common stock that, immediately following the transaction, represented approximately 82 percent of the issued and outstanding Common Stock of the Company.

In September 2012, the Company was re-domiciled to Delaware. The Company was authorized to issue 300,000,000 shares of Common Stock with a par value of $0.01 per share and 100,000,000 shares of preferred stock with a par value of $0.01 per share ("Preferred Stock"). In April 2016, the Company amended its Certificate of Incorporation reducing authorized shares to 15,000,000 shares of Common Stock and 2,000,000 shares of Preferred Stock. Par value of $0.01 per share remained unchanged. In November 2019, the Board of Directors adopted a new series of 1,000,000 shares of $0.01 par value Preferred Stock ("Series B Preferred Stock"). In January 2020, the Company amended its Certificate of Incorporation increasing authorized shares to 1,000,000,000 shares of Common Stock and 2,000,000 shares of Series B Preferred Stock. Par value of $0.01 per share remained unchanged. Principal Solar, Inc. is traded on the OTCPink® market under the symbol "PSWW", but trading activity has waned since mid-2016.

Principal Solar's operations are derived from its subsidiary company – Bayou Road Investments. Bayou Road Investments seeks to acquire licenses for patented technology, primarily in the "Green Energy" Sector, and to subsequently monetize these technologies.

Business
Historically, our business plan has been to acquire, build, own, and operate profitable, large-scale solar generation facilities (collectively, "solar development"). The Company has failed to secure sufficient project financing to build large-scale solar generation facilities as planned and is not considering any new large utility-scale solar projects at this time. The Company has re-focused its business strategy to invest in organizations and technologies that support next-generation opportunities in traditional, renewable, and clean energy sectors as well as an acquirer and operator of undervalued petroleum-producing properties.

Basis of Presentation
The accompanying financial statements have been prepared in accordance with generally accepted accounting principles in the U.S. ("GAAP") and the rules of the Securities and Exchange Commission. In the opinion of management, all adjustments, consisting of normal recurring adjustments, necessary for a fair presentation of the periods presented have been reflected herein.

Going Concern - The accompanying financial statements have been prepared assuming the Company will continue as a going concern. As of March 31, 2022, the Company has an accumulated deficit of approximately $43.2 million, and the Company has had negative cash flows from operations since inception. Further, the Company is not considering any new large utility-scale solar projects at this time. Its ability to continue as a going concern is dependent upon the ability of the Company to potentially develop and execute upon a new business strategy. The company will need to raise capital in order to fund its operations. This need may be adversely impacted by uncertain market conditions. To address its financing requirements, the company will seek financing through debt and equity financings.

The outcome of these matters cannot be predicted with any certainty at this time and raise substantial doubt that the Company will be able to continue as a going concern. These financial statements do not include any adjustments to the amounts and classification of assets and liabilities that may be necessary should the Company be unable to continue as a going concern.

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Fair Value
Fair value is defined as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants on the measurement date. We believe the carrying values of our current assets and current liabilities approximate their fair values, and the carrying value of our notes payable approximate their estimated fair value for debts with similar terms, interest rates, and remaining maturities currently available to companies with similar credit ratings.

All related party transactions are evaluated by our officers and/or Board of Directors who take into account various factors, including their fiduciary duty to the Company; the relationships of the related parties to the Company; the material facts underlying each transaction; the anticipated benefits to the Company and related costs associated with such benefits; and the terms the Company could receive from an unrelated third party. Despite this review, related party transactions may not be recorded at fair value.

Use of Estimates
The preparation of our financial statements in accordance with U.S. GAAP requires us, on an ongoing basis, to make significant estimates and judgments that affect the reported values of assets, liabilities, revenues, expenses and related disclosure of contingent assets and liabilities. We base our estimates on historical experience and on various other assumptions we believe are reasonable under the circumstances, the results of which form the basis for our conclusions. Actual results may differ from these estimates under different assumptions or conditions. Such differences could have a material impact on our future financial position, results of operations, and cash flows.

Intangible Assets
Goodwill and indefinite-lived intangible assets are not subject to amortization but are tested for impairment annually or more often whenever events or circumstances change, such as a significant adverse change in the economic climate that would make it more likely than not that impairment may have occurred. If the carrying value of goodwill or an indefinite-lived intangible asset exceeds its fair value, an impairment loss is recognized. Intangible assets with finite lives are recorded at cost less accumulated amortization. Finite-lived tangible assets are amortized on a straight-line basis over the expected useful lives of the respective assets.

Cash and Cash Equivalents
We consider cash, deposits, and short-term investments with original maturities of three months or less as cash and cash equivalents.

Equity Transaction Fair Values

The estimated fair value of our Common Stock issued in share-based payments is measured by the more relevant of (1) the prices received in private placement sales of our stock or (2) the Company's publicly quoted market price. We estimate the fair value of simple warrants and stock options when issued or, in the case of issuances to non-employees, when vested, using the Black-Scholes option-pricing ("Black-Scholes") model that requires the input of subjective assumptions. When valuing more complex warrants, options, or other derivative equity instruments, we use a binomial lattice-based option pricing model or Monte Carlo option pricing model, whichever management deems more appropriate under the circumstances. Recognition in stockholders' equity and expense of the fair value of stock options awarded to employees is on a straight-line basis over the requisite service period. Subsequent changes in fair value are not recognized.

Net Loss per Share
Basic net income or loss per share is computed by dividing the net income or loss for the period by the weighted average number of shares of Common Stock outstanding for the period. Diluted income per share reflects the potential dilution of derivative securities by including other potential issuances of Common Stock including shares to be issued upon exercise of options and warrants and upon conversion of convertible debt. Potentially dilutive shares are not included in the event of a loss as the effect of doing so would be anti-dilutive.

NOTE 3 - LIABILITIES ARISING FROM REVERSE MERGER

Liabilities arising from the reverse merger represent long term real estate leases which had been abandoned, general unsecured liabilities, commercial liens, and tax liens filed with various states all associated with the Company's pre-reverse merger operations, which were unknowingly assumed in the March 2011 reverse merger transaction. The statute of limitations for most of such liabilities is five years and for most liens is ten years, subject to renewal at the lien holders' option, depending upon the jurisdiction. Although the liens accrue interest at between 8% and 12% per year, the Company has ceased accruing interest as it believes the liability recorded to date is adequate to cover the ultimate claims that may, one day, be presented. Liabilities not associated with a lien have been accrued based upon management's estimation of the amount to be paid. Liabilities associated with a lien have been accrued at face value. Management believes all such liabilities have been indemnified by Pegasus Funds, LLC (and/or its affiliates or related parties, "Pegasus") to which (including its assigns) the Company issued 534,654 shares of its common stock as part of the reverse merger transaction. However, as the Company is obligor, the Company has recorded the liability. To date, only one lien holder has approached the Company concerning payment. Such lien holder is pursuing the former management of the Company first through litigation. To the extent such lien holder recovers the liability from the former management, the lien against the Company will be reduced.

NOTE 4 - NOTES PAYABLE

Arowana Note
On August 20, 2015, the Company issued a promissory note and security agreement to Arowana in the original principal amount of $1.6 million. The note matured on December 31, 2016 and had simple interest at the rate of 6% per annum (the "Arowana Note").

On March 2, 2017, the Company issued to Arowana a promissory note in the amount of $208 thousand to replace the earlier note. The replacement note bore interest at a rate of 10% per annum and is unsecured. The replacement note was payable in installments of $5,000 per month, beginning on the effective date of the note and each month thereafter with a balloon payment of $181 thousand due on September 30, 2017. The Company missed the final payment and the note went into default. In default, the interest rate increased to 12% per annum calculated retroactively to the original date of the note.

On December 7, 2018, the District Court of Dallas County Texas issued a judgment against the Company in the amount of $215 thousand to include unpaid principal, pre-judgment interest, plaintiff's attorney fees, and court expenses. The court also ordered the Company to pay plaintiff's stated attorney fees in punitive amounts in the event of an appeal, which is not anticipated at this time. As of March 31, 2022, the judgment amount has not been paid in full. The Company has attempted to contact the judgment holder but the attorney representing the judgment holder no longer represents such holder and the judgment holder has not been responsive. No collection efforts have been made on the judgment.

AJB Capital Note
On October 1, 2021, the Company issued a promissory note to AJB Capital Investments, LLC in the original principal amount of $350,000. The note matures on October 1, 2022. The note was issued at a 10% discount. The note is convertible only if an event of default occurs.

Other Short-Term Funding
During the six months ended June 30, 2022, the Company utilized short-term funding options with payments due daily and maturity dates ranging from 30 to 200 days. The balance remaining on this collective funding is $365,889.

CONVERTIBLE NOTES

GPL Convertible Debenture
On July 10, 2020, the Company issued a convertible promissory note to GPL in the original principal amount of $3,500. The note matured on July 10, 2021. The note carries a 10% interest rate and has a convertible feature that allows the note to be converted at any time at share price of $0.0001.

Steffonetti Convertible Debenture
On July 30, 2020, the Company issued a convertible promissory note to Jeanne Marie Steffonetti in the original principal amount of $5,000. The note matured on July 30, 2021. The note carries a 12% interest rate and has a convertible feature that allows the note to be converted at any time at $0.01 per share.

Granite Global Convertible Debenture
On June 7, 2021, the Company issued a convertible redeemable note to Granite Global Value Investments Ltd. in the original principal amount of $112,500. The note matured on June 7, 2022. The note carried a 6% interest rate and had a convertible feature that allowed the note to be converted at the final offering price of the Company's Regulation A offering when qualified. During 2021, this note was fully converted into 1,253,025 shares of our Common Stock at $0.10 per share. In addition, this note included an inducement offering of 4,440,670 shares of our Common Stock which were issued in 2021.

On August 23, 2021, the Company issued a convertible redeemable note to Granite Global Value Investments Ltd. in the original principal amount of $250,000. The note matures on August 23, 2022. The note carries a 6% interest rate and has a convertible feature that allows the note to be converted at the final offering price of the Company's Regulation A offering when qualified. During 2021, this note was fully converted into 3,318,223 shares of our Common Stock at $0.08 per share.

On September 22, 2021, the Company issued a convertible redeemable note to Granite Global Value Investments Ltd. in the original principal amount of $330,000. The note matures on September 22, 2022. The note carries a 6% interest rate and has a convertible feature that allows the note to be converted at the final offering price of the Company's Regulation A offering when qualified. During 2021, this note was fully converted into 4,380,054 shares of our Common Stock at $0.08 per share.

On October 14, 2021, the Company issued a convertible redeemable note to Granite Global Value Investments Ltd. in the original principal amount of $770,000. The note matures on October 14, 2022. The note carries a 6% interest rate and has a convertible feature that allows the note to be converted at the final offering price of the Company's Regulation A offering when qualified. During 2021, this note was fully converted into 10,202,500 shares of our Common Stock at $0.08 per share.

On November 19, 2021, the Company issued a convertible redeemable note to Granite Global Value Investments Ltd. in the original principal amount of $2.1 million. The note matures on November 19, 2022. The note carries a 24% interest rate and has a convertible feature that allows the note to be converted at the final offering price of the Company's Regulation A offering when qualified. Approximately $1.7 million of this note has been converted into 43,182,100 shares of our Common Stock at $0.0475 per share.

AES Capital Management Convertible Debentures
On June 14, 2021, the Company issued a convertible redeemable note to AES Capital Management in the original principal amount of $70,560. The note matured on June 14, 2022. The note carried a 6% interest rate and has a convertible feature that allows the note to be converted at the final offering price of the Company's Regulation A offering when qualified.

On November 18, 2021, the Company issued a convertible redeemable note to AES Capital Management in the original principal amount of $78,400. The note matures on November 18, 2022. The note carries a 6% interest rate and has a convertible feature that allows the note to be converted at $0.01 per share. During 2022, this note was fully converted into 71,211 shares of our Common Stock at $0.10 per share.

Westland Properties Convertible Debenture
On September 10, 2021, the Company issued a convertible redeemable note to Westland Properties in the original principal amount of $200,000. The note matures on September 10, 2022. The note carries a 2% interest rate and has a convertible feature that allows the note to be converted at the final offering price of the Company's Regulation A offering when qualified.

Wisner Convertible Debenture
On February 16, 2022, the Company issued a convertible redeemable note to Brandon Wisner in the original principal amount of $62,500. The note matures on February 16, 2023. The note carries a 2% interest rate and has a convertible feature that allows the note to be converted at the final offering price of the Company's Regulation A offering when qualified.

Godfrey Davis Convertible Debenture
On March 8, 2022, the Company issued a convertible redeemable note to Godfrey Davis Holdings, LLC in the original principal amount of $210,000. The note matures on March 8, 2023. The note carries a 2% interest rate and has a convertible feature that allows the note to be converted at the final offering price of the Company's Regulation A offering when qualified.

Coventry Convertible Debenture
On June 24, 2022, the Company issued a convertible redeemable note to Coventry Enterprises LLC in the original principal amount of $150,000. The note matures on June 24, 2023. The note was issued with an original discount of 20%. The note carries a 10% interest rate and has a convertible feature that allows the note to be converted at the final offering price of the Company's Regulation A offering when qualified.

NOTE 5 – INVESTMENT

Investment in Double H
In February 2021, the Company made its first of a series of investments in Double H Services, LLC ("Double H"), an Oklahoma-based company currently providing contracted oilfield services to 16 companies. As of June 30, 2022, the Company's cumulative investment in Double H was $222,500.

Investment in Lazy Jacks Petroleum
In March 2021, the Company made its first of a series of investments into a Joint Venture with Lazy Jacks Petroleum ("Lazy Jacks"), a company having over 20 years of combined experienceworking the in the Texas Oil Patch and specialized in bringing orphaned wells back to economical production. As of June 30, 2022, the Company's cumulative investment in Lazy Jacks was $533,750. We have also invested $83,597 in mineral rights of various wells.

Investment in Apollo LTMS a division of IntelliMedia
In April 2021, the Company made its first of a series of investments in Apollo LTMS a division of IntelliMedia Networks Inc. ("IntelliMedia"), a U.S. based company committed to the delivery of world-class media delivery solutions for customers worldwide. As of June 30, 2022, the Company's cumulative investment in IntelliMedia was $420,000. This agreement was rescinded December 27, 2021 and the investment was replaced with a note receivable from IntelliMedia.

Investment in E-Truck Transportation
In April 2021, the Company made its first of a series of investments in eTruck Transportation ("eTruck"), an industry-leading heavy electric vehicle conversion company. As of June 30, 2022, the Company's cumulative investment in eTruck was $1,525,000.

Investment in IPLTech Electric
In July 2021, the Company made its first of a series of investments in IPLTech Electric ("IPLT"), an innovative developer of pure electric, heavy duty commercial goods carriers with wide-ranging applications in mines, ports, infrastructure development, construction, and inter-warehouse goods transportation. As of June 30, 2022, the Company's cumulative investment in eTruck was $380,000.

NOTE 6 – CAPITAL STOCK

Preferred Stock
As of June 30, 2022, the Company has authorized 500,000 shares of $.01 par value Class A Preferred Stock with none outstanding. As of June 30, 2022, the Company has authorized 2,000,000 shares of $.01 par value Class B Preferred Stock with 1,000,000 shares issued and outstanding.

Class B Preferred Stock - Except as otherwise required by law or by the Articles of Incorporation and the outstanding shares of Series B Non-Convertible Preferred Stock shall vote together with the shares of Common Stock and other voting securities of the Corporation as a single class and, regardless of the number of shares of Series B Non-Convertible Preferred Stock outstanding and as long as at least one of such shares of Series B Non-Convertible Preferred Stock is outstanding shall represent eighty percent (80%) of all votes entitled to be voted at any annual or special meeting of shareholders of the Corporation or action by written consent of shareholders. Each outstanding share of the Series B Non-Convertible Preferred Stock shall represent its proportionate share of the 80% which is allocated to the outstanding shares of Series B Non-Convertible Preferred Stock.

Common Stock
At June 30, 2022, the Company had authorized 1,000,000,000 shares of $.01 par value Common Stock, and it trades on the OTC Pink ® under the symbol "PSWW." Holders of our Common Stock are entitled to one vote per share and receive dividends or other distributions when, and if, declared by our Board of Directors.

Common Stock Issuances
During the first half of 2022, we issued 3,000,000 common shares in lieu of payment to a consultant, 22,192,831 common shares upon the conversion of debt and 100,483,339 common shares to investors. In addition, during the first half of 2022, we cancelled 5,000,000 shares of our common stock which was returned to us at no charge.

NOTE 7 – PROMISSORY NOTES PAYABLE (BAYOU ROAD ACQUISITION)

Term Notes Payable arising from the acquisition of Bayou Road Investments consisted of the following:

	June 30, 2022	December 31,2020
Note 1 – Unsecured Note Payable; Original Issue date January 2018; Interest at 20%	$25,000	$25,000
Note 2 – Unsecured Note Payable; Original Issue date January 2018; Interest at 20%	$25,000	$25,000
Note 3 – Unsecured Note Payable; Original Issue date February 2018; Interest at 20%	$50,000	$50,000
Note 4 – Unsecured Note Payable; Original Issue date December 2014; Interest at 17%	$ —	$250,000
Total Notes Payable	$100,000	$350,000

Accrued interest payable at June 30, 2022 was $79,600.The Company is in default on all notes.

NOTE 8 – NOTE RECEIVABLE - RELATED PARTY

On December 27, 2019, the Company closed an acquisition with an entity (Bayou Road Investments, Inc.) that was owned by the Company's Interim Chief Executive Officer and majority shareholder, K. Bryce Toussaint. The entity held a $1,000,000 promissory note receivable from a Company majority owned by the Company's Interim CEO, accruing interest of 8% per annum, payable to the Company. No payments have been made on the promissory note to date.