Alternative Reporting Standard: Pink® Basic Disclosure Guidelines

Federal securities laws, such as Rules 10b-5 and 15c2-11 of the Securities Exchange Act of 1934 ("Exchange Act") as well as Rule 144 of the Securities Act of 1933 ("Securities Act"), and state Blue Sky laws, require issuers to provide *current information* to the public markets. With a view to facilitating compliance with these laws, OTC Markets Group has created these Pink Basic Disclosure Guidelines ("Guidelines").[1] These Guidelines set forth the disclosure obligations that make up the "Alternative Reporting Standard" for Pink companies. These Guidelines have been designed to encompass the "Catch All" information required in Rule 15c2-11,[2] however they have not been reviewed by the U.S. Securities and Exchange Commission or any state securities regulator. We use information provided by companies under these Guidelines to designate the appropriate tier in the Pink Market: Current Information or Limited Information.[3]
These Guidelines may be amended from time to time, in the sole and absolute discretion of OTC Markets Group, with or without notice. The information provided by companies under these Guidelines is subject to our Privacy Policy.

Pink Current Information Tier

Companies that make the information described below publicly available on a timely basis (90 days after fiscal year end for Annual Reports; 45 days after each fiscal quarter end for Quarterly Reports) may qualify for the Current Information Tier.

Qualification Process:

1. Subscribe to the OTC Disclosure & News Service by submitting an OTCIQ Order Form (available on www.otciq.com).

2. Upload the following documents through OTCIQ:
   - **Quarterly Reports** for Current Fiscal Year– must include Disclosure Statement and Financial Reports listed below
   - **Annual Report** for Most Recently Completed Fiscal Year– must include Disclosure Statement and Financial Reports listed below
   - **Annual Report** for Prior Completed Fiscal Year – must include Financial Reports listed below

     - ***Disclosure Statements:*** Disclosure information pursuant to these Guidelines for the applicable period. (see the fillable form staring on Page 4).

     - ***Financial Statements:*** Financial reports must be prepared according to U.S. GAAP or International Financial Reporting Standards (IFRS) but are not required to be audited. Required financial statements include:
       - Balance Sheet
       - Statement of Income
       - Statement of Cash Flows
       - Statement of Retained Earnings (Statement of Changes in Stockholders' Equity)
       - Notes to Financial Statements
       - Audit Letter, if audited

.

3. If financial statements are not audited by a PCAOB registered firm, provide the following:

---

[1] This is not legal advice, and OTC Markets Group makes no assurance that compliance with our disclosure requirements will satisfy any legal requirements.

[2] Publication of information pursuant to these Guidelines does not guarantee or ensure that the Company will be designated as having "current information" or eligible for public quotations pursuant to Rule 15c2-11 or any other applicable regulation.

[3] OTC Markets Group may require companies with securities designated as Caveat Emptor to make additional disclosures in order to qualify for the Pink Current Information tier.

- ***Attorney Letter Agreement:*** Submit a signed Attorney Letter Agreement according to the instructions on www.otcmarkets.com.

- ***Attorney Letter:*** After following the appropriate procedures with a qualified attorney, upload an "Attorney Letter With Respect to Current Information" in accordance with the Attorney Letter Guidelines through OTCIQ. Attorney Letters must reference all required reports as set forth in Section 2 above.

4. Verified Profile: Verify the Company Profile through OTCIQ. Profile information includes, but is not limited to, a complete list of officers, directors and service providers, outstanding shares, a business description and contact information.

5. Allow OTC Markets Group to process the posted documents (typically three to five business days) and provide any comments.

6. Companies will be only be evaluated for Current Information once all required documentation has been submitted. A new Attorney Letter is required upon amendment of any referenced report.

7. To qualify for Current Information on an ongoing basis, companies must:
    - Upload reports through OTCIQ on the following schedule:
        - Quarterly Report within **45** days of the quarter end
        - Annual Report within **90 days** of the fiscal year end
        - Attorney Letter within **120 days** of the fiscal year end.
    - Maintain a Verified Profile. At least once every six months, review and verify the Company's profile information through OTCIQ.

Pink Limited Information Tier

Companies that make the information described below publicly available through OTCIQ may qualify for the Limited Information Tier.

8. Annual Financial Statements: Companies must upload the below financial statements for a completed Fiscal Year within the past 16 months. Financial reports must be prepared according to U.S. GAAP or International Financial Reporting Standards (IFRS) but are not required to be audited.
    - Balance Sheet
    - Statement of Income
    - Statement of Cash Flows
    - Statement of Retained Earnings (Statement of Changes in Stockholders' Equity)
    - Notes to Financial Statements
    - Audit Letter, if audited

9. Verified Profile: The Company must verify the Company Profile through OTCIQ, including, but not limited to, a complete list of officers, directors and service providers; outstanding shares; a business description and contact information.

10. To Qualify for Limited Information on an ongoing basis, companies must:
    - Upload reports through OTCIQ on the following schedule:
        - **Annual Report** (including the required financial statements outlined in Item 8) within 120 days of the fiscal year end
    - Maintain a Verified Profile. At least once every six months, review and verify their the Company's profile information through OTCIQ.

Current Reporting of Material Corporate Events

Companies are expected to release quickly to the public any news or information regarding corporate events that may be material to the issuer and its securities (including adverse information). Persons with knowledge of such events would be considered to be in possession of material nonpublic information and may not buy or sell the issuer's securities until or unless such information is made public. If not included in the issuer's previous public disclosure documents or if any of the following events occur after the publication of such disclosure documents, the issuer shall publicly disclose such events by disseminating a news release within 4 business days following their occurrence and posting such news release through an Integrated Newswire or OTCIQ.[4]

Material corporate events include:

- Entry into or termination of a material definitive agreement
- Completion of an acquisition or disposition of assets, including but not limited to merger transactions
- Creation of a direct financial obligation or an obligation under an off-balance sheet arrangement of an issuer
- Triggering events that accelerate or increase a direct financial obligation or an obligation under an off-balance sheet arrangement
- Costs associated with exit or disposal activities
- Material impairments
- Sales of equity securities
- Material modification to rights of security holders
- Changes in issuer's certifying accountant
- Non-reliance on previously issued financial statements or a related audit report or completed interim review
- Changes in control of issuer
- Departure of directors or principal officers; election of directors; appointment of principal officers
- Amendments to articles of incorporation or bylaws; change in fiscal year
- Amendments to the issuer's code of ethics, or waiver of a provision of the code of ethics
- Any changes to litigation the issuer may be involved in, or any new litigation surrounding the issuer
- Officer, director, or insider transactions in the issuer's securities
- Disclosure regarding stock promotion campaigns deemed material by the issuer
- Changes to the company's shell status
- Other events the issuer considers to be of importance

[4] "Integrated Newswire" shall mean a newswire service that is integrated with the OTC Disclosure & News Service and is included on OTC Markets Group's list of Integrated Newswires, as published on https://www.otcmarkets.com/corporate-services/products/disclosure-and-news-service

Disclosure Statement Pursuant to the Pink Basic Disclosure Guidelines

Rightscorp, Inc.

3100 Donald Douglas Loop North
Santa Monica, California 90405

775-881-8091
http://www.rightscorp.com
support@rightscorp.com
7374, 7375

Quarterly Report
For the Period Ending: June 30, 2022
(the "Reporting Period")

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

163,920,065

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

163,920,065

As of the year ended December 31, 2021, the number of shares outstanding of our Common Stock was:

163,920,065

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[5] of the company has occurred over this reporting period:

Yes: ☐ No: ☒

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.

[5] "Change in Control" shall mean any events resulting in:

(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;
(ii) The consummation of the sale or disposition by the Company of all or substantially all of the Company's assets;
(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
(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.

Rightscorp, Inc.; from July, 2013 to present;
Stevia Agritech Corp.; from May, 2012 to July 2013;
Kids Only Market, Inc. from April, 2010 to May, 2012.

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):

Nevada; the company is active and in good standing in the State of Nevada.

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:

3100 Donald Douglas Loop North
Santa Monica, California 90405

The 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:

_____

2) Security Information

Trading symbol:	RIHT	
Exact title and class of securities outstanding:	Common	
CUSIP:	0001506270	
Par or stated value:	0.001	
Total shares authorized:	250,000,000	as of date: June 30, 2022
Total shares outstanding:	163,920,065	as of date: June 30, 2022

Number of shares in the Public Float[6]: 66,830,623 as of date: July 25, 2022
Total number of shareholders of record: 125 as of date: June 30, 2022

All additional class(es) of publicly traded securities (if any):

Trading symbol: _____
Exact title and class of securities outstanding: _____
CUSIP: _____
Par or stated value: _____
Total shares authorized: _____ as of date: _____
Total shares outstanding: _____ as of date: _____

Transfer Agent

Name: Issuer Direct
Phone: 919-744-2722
Email: krista.riley@issuerdirect.com
Address: One Glenwood Avenue, Suite 1001, Raleigh, North Carolina 27603

Is the Transfer Agent registered under the Exchange Act?[7] Yes: ☒ No: ☐

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 as of Second Most Recent Fiscal Year End: Opening Balance Date December 31, 2021 Common: 163,920,065 Preferred: 0			*Right-click the rows below and select "Insert" to add rows as needed.						
Date of Transaction	**Transaction type (e.g. new issuance, cancellation, shares**	**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**	**Individual/ Entity Shares were issued to (entities must have individual with voting /**	**Reason for share issuance (e.g. for cash or debt conversion) -OR- Nature of**	**Restricted or Unrestricted as of this filing.**	**Exemption or Registration Type.**

[6] "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.

[7] To be included in the Pink Current Information tier, the transfer agent must be registered under the Exchange Act.

	returned to treasury)				the time of issuance? (Yes/No)	investment control disclosed).	Services Provided		
_______	_______	_______	_______	_______	_______	_______	_______	_______	_______
_______	_______	_______	_______	_______	_______	_______	_______	_______	_______
_______	_______	_______	_______	_______	_______	_______	_______	_______	_______
Shares Outstanding on Date of This Report: Ending Balance Ending Balance: Date 12/31/2021 Common: 163,920,065 Preferred: 0									

Example: A company with a fiscal year end of December 31st, 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:

____

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: ☐

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 (entities must have individual with voting / investment control disclosed).	Reason for Issuance (e.g. Loan, Services, etc.)
3-28-18	$24,265.54	$27,430	$11,652.06	3-28-19	Straight Note-No Conversion	Hampton Growth Resources, LLC Andrew Haag	Loan
8-30-18	$36,102.00	$25,000	$11,102.	8-30-19	Straight Note-No Conversion	Ed Frymer	Loan
7-27-18	$26,256.16	$15,000	$11,256.16	9-25-18	50% discount to the lower of (a) the lowest closing price for the Common Stock during the 60 calendar days prior to the Conversion Date or (b) the 10-day Volume Weighted Average Price ("VWAP") prior to the Conversion Date.	Hampton Growth Resources, LLC Andrew Haag	Loan
11-10-18	$7,082.61	$5,000	$2,082.61	1-20-19	Straight Note-No Conversion	Ed Frymer	Loan

3-18-19	$6,642.47	$5,000	$1,642.47	3-30-19	Straight Note- No Conversion	Hampton Growth Resources, LLC Andrew Haag	Loan
4-28-21	$7,840	$7,000	$840	4-28-22	50% discount to the lower of (a) the lowest closing price for the Common Stock during the 60 calendar days prior to the Conversion Date or (b) the 10-day Volume Weighted Average Price ("VWAP") prior to the Conversion Date.	Westside Strategic Partners, LLC Robert Haag	Loan
4-29-21	$11,000	$10,000	$1000	4-9-22	50% discount to the lower of (a) the lowest closing price for the Common Stock during the 60 calendar days prior to the Conversion Date or (b) the 10-day Volume Weighted Average Price ("VWAP") prior to the Conversion Date.	Jose H. Martinez	Loan
8-3-21	$11,000	$10,000	$1,000	8-3-22	Converts into common stock at $0.02 per share & includes a warrant exercisable for one year at $0.03 per share at 50% coverage.	Jose H. Martinez	Loan
8-8-21	$16,500	$15,000	$1500	8-8-22	Converts into common stock at $0.02 per share & includes a warrant exercisable for one year at $0.03 per share at 50% coverage.	Harvey Lloyd Carmichael	Loan
9-2-21	$5,500	$5,000	$500	9-2-22	Converts into common stock at $0.02 per share & includes a warrant exercisable for one year at $0.03 per share at 50% coverage.	Mitchell Munson	Loan
9-7-21	$22,000	$20,000	$2,000	9-7-22	Converts into common stock at $0.02 per share & includes a warrant exercisable for one year at $0.03 per share at 50% coverage.	David Walter	Loan
9-24-21	$1,100	$1,000	$100	9-24-22	Converts into common stock at $0.02 per share & includes a warrant exercisable for one year at $0.03 per share at 50% coverage.	Jennifer Gersbach	Loan
10/29/21	$5,500	$5,000	$500	10/29/22	Converts into common stock at $0.02 per share & includes a warrant exercisable for one year at $0.03 per share at 50% coverage.	Michael Bakios	Loan
11/8/21	$22,000	$20,000	$2,000	11/8/22	Converts into common stock at $0.02 per share & includes a warrant exercisable for one year at $0.03 per share at 50% coverage.	David Walter	Loan
11/29/21	$11,000	$10,000	$1,000	11/29/22	Converts into common stock at $0.02 per share & includes a warrant exercisable for one year at $0.03 per share at 50% coverage.	David Walter	Loan
11/30/21	$33,000	$30,000	$3,000	11/30/22	Converts into common stock at $0.02 per share & includes a warrant exercisable for one year at $0.03 per share at 50% coverage.	John Mouawad	Loan
12/7/21	22,000	$20,000	$2,000	12/7/22	Converts into common stock at $0.02 per share & includes a warrant exercisable for one year at $0.03 per share at 50% coverage.	David Walter	Loan
12/22/21	$5,500	$5,000	$500	12/22/22	Converts into common stock at $0.02 per share & includes a warrant exercisable for one year at $0.03 per share at 50% coverage.	Steven Rayfield	Loan
01/07/22	$75,000	$75,000	–	01-07-23	Converts into common stock at $0.02 per share & includes a	David Walter	Loan

					warrant exercisable for one year at $0.03 per share at 50% coverage.		
01-24-22	$6,100	$6,100	–	01-24-23	Converts into common stock at $0.02 per share & includes a warrant exercisable for one year at $0.03 per share at 50% coverage.	Christine Gaukel	Loan
01-24-22	$12,500	$12,500	–	01-24-23	Converts into common stock at $0.02 per share & includes a warrant exercisable for one year at $0.03 per share at 50% coverage.	Maximillian Walter	Loan
01-24-22	$12,500	$12,500	–	01-24-23	Converts into common stock at $0.02 per share & includes a warrant exercisable for one year at $0.03 per share at 50% coverage.	Nina Walter	Loan
02-09-22	$6,100	$6,100	–	02-09-23	Converts into common stock at $0.02 per share & includes a warrant exercisable for one year at $0.03 per share at 50% coverage.	Christine Gaukel	Loan
02-24-22	$42,200	$42,200	–	02-24-23	Converts into common stock at $0.02 per share & includes a warrant exercisable for one year at $0.03 per share at 50% coverage.	David Walter	Loan
03-07-22	$6,100	$6,100	–	03-07-23	Converts into common stock at $0.02 per share & includes a warrant exercisable for one year at $0.03 per share at 50% coverage.	David Walter	Loan
03-08-22	$12,250	$12,250	–	03-08-23	Converts into common stock at $0.02 per share & includes a warrant exercisable for one year at $0.03 per share at 50% coverage.	Maximillian Walter	Loan
03-08-22	$12,250	$12,250	–	03-08-23	Converts into common stock at $0.02 per share & includes a warrant exercisable for one year at $0.03 per share at 50% coverage.	Nina Walter	Loan
03-23-22	$6,100	$6,100	–	03-23-23	Converts into common stock at $0.02 per share & includes a warrant exercisable for one year at $0.03 per share at 50% coverage.	Michael Altobell	Loan
03-29-22	$6,100	$6,100	–	03-29-23	Converts into common stock at $0.02 per share & includes a warrant exercisable for one year at $0.03 per share at 50% coverage.	David Walter	Loan
03-29-22	$12,500	$12,500	–	03-29-23	Converts into common stock at $0.02 per share & includes a warrant exercisable for one year at $0.03 per share at 50% coverage.	David Walter	Loan
4-1-22	$5,500	$5,000	$500	4-1-23	Converts into common stock at $0.02 per share & includes a warrant exercisable for one year at $0.03 per share at 50% coverage.	John Fawcett	Loan
4-1-22	$22,000	$20,000	$2,000	4-1-23	Converts into common stock at $0.02 per share & includes a warrant exercisable for one year	Dominic Power	Loan

					at $0.03 per share at 50% coverage.		
4-1-22	$27,500	$25,000	$2,500	4-1-23	Converts into common stock at $0.02 per share & includes a warrant exercisable for one year at $0.03 per share at 50% coverage.	Dave Walter	Loan
4-4-22	$5,500	$5,000	$500	4-4-23	Converts into common stock at $0.02 per share & includes a warrant exercisable for one year at $0.03 per share at 50% coverage.	Brent Fawcett	Loan
4-5-22	$6,710	$6,100	$610	4-5-23	Converts into common stock at $0.02 per share & includes a warrant exercisable for one year at $0.03 per share at 50% coverage.	Walter Khalil	Loan
4-13-22	$2,750	$2,500	$250	4-13-23	Converts into common stock at $0.02 per share & includes a warrant exercisable for one year at $0.03 per share at 50% coverage.	Brent Fawcett	Loan
4-13-22	$2,750	$2,500	$250	4-13-23	Converts into common stock at $0.02 per share & includes a warrant exercisable for one year at $0.03 per share at 50% coverage.	John Fawcett	Loan
4-19-22	$5,500	$5,000	$500	4-19-23	Converts into common stock at $0.02 per share & includes a warrant exercisable for one year at $0.03 per share at 50% coverage.	Steven Rayfield	Loan
4-25-22	$6,710	$6,100	$610	4-25-23	Converts into common stock at $0.02 per share & includes a warrant exercisable for one year at $0.03 per share at 50% coverage.	Maximillian Walter	Loan
4-25-22	$6,710	$6,100	$610	4-25-23	Converts into common stock at $0.02 per share & includes a warrant exercisable for one year at $0.03 per share at 50% coverage.	Nina Walter	Loan
5-2-22	$3,355	$3,050	$305	5-2-23	Converts into common stock at $0.02 per share & includes a warrant exercisable for one year at $0.03 per share at 50% coverage.	Walter Levy	Loan
5-2-22	$3,355	$3,050	$305	5-2-23	Converts into common stock at $0.02 per share & includes a warrant exercisable for one year at $0.03 per share at 50% coverage.	Walter Rosenthal	Loan
5-18-22	$11,000	$10,000	$1,000	5-18-23	Converts into common stock at $0.02 per share & includes a warrant exercisable for one year at $0.03 per share at 50% coverage.	David Walter	Loan
5-19-22	$110,000	$100,000	$10,000	5-19-23	Converts into common stock at $0.02 per share & includes a warrant exercisable for one year at $0.03 per share at 50% coverage.	Greg Boswell (1)	Loan
5-19-22	$165,000	$150,000	$15,000	5-19-23	Converts into common stock at $0.02 per share & includes a warrant exercisable for one year	Cecil Kyte (2)	Loan

					at $0.03 per share at 50% coverage.		
5-19-22	$110,000	$100,000	$10,000	5-19-23	Converts into common stock at $0.02 per share & includes a warrant exercisable for one year at $0.03 per share at 50% coverage.	Markus Rainak (3)	Loan

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

(1)(2)(3) The respective amounts paid are as reductions to accrued wages owed to Messrs. Rainak, Kyte and Boswell, respectively. See Note 4 to the financial statements included with this filing.

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)[8]:

Name: **Atlas Bookkeeping, Inc.**
Title:
Relationship to Issuer: **Independent Contractors**

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.

The Company's financial statements for the year ended December 31, 2020 are included herewith.

Financial statement information is considered current until the due date for the subsequent report (as set forth in the

[8] The financial statements requested pursuant to this item must be prepared in accordance with US GAAP or IFRS by persons with sufficient financial skills.

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.

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")

We are a technology company and have a patent-pending, proprietary method for collecting payments from illegal downloaders of copyrighted content via notifications sent to their internet service providers (ISPs).

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

None

C. Describe the issuers' principal products or services.

According to Netnames, 22% of all internet traffic is used for peer-to-peer filesharing, the great majority of which infringes on copyrights, while according to Sandivine, 27% of all US internet upload traffic is peer-to-peer filesharing, the majority of which infringes on copyrights. We believe that this means that every creator of music, movies, TV shows, books and software is faced with the reality that their work, their property and their content may end up being distributed on the internet against their wishes, to their economic detriment and without receiving compensation. We protect copyright holders' rights by seeking to assure they get paid for their copyrighted IP. We offer and sell a service to copyright owners under which copyright owners retain us to identify infringements and collect settlement payments from Internet users who have infringed on their copyrights. With our service, content creators have the opportunity to get compensated for copyright infringement and enforce their rights.

After we receive an order from a client, our software monitors the global P2P file sharing networks to detect illegally distributed digital media. The technology sends automated notices of the infringing activity to ISPs and the ISP forwards these notices, which contain settlement offers, to their infringing customers. The notice to ISPs and settlement offers identify the date, time, title of copyrighted intellectual property and other specific technology identifiers to confirm the infringement by the ISPs customer. Infringers who accept our settlement offers then remit payment to us for the copyright infringement and we share the payments with the copyright owners.

We generate revenues by retaining a portion of the settlement payments we receive from copyright infringers. Our customers, the copyright holders, benefit from our service as we share a portion of the settlement with them. This helps them recapture the revenues they lost when their copyrighted material was illegally copied and distributed. Current customers include, but are not limited to, BMG Rights Management, Round Hill Music, Shapiro/Bernstein and The Orchard. We previously successfully obtained settlement payments from more than 180,000 individual cases of copyright infringement. Previously, we closed infringements and received settlement payments from subscribers on more than 233 ISPs including five of the top 10 US ISPs: Comcast, Charter, CenturyLink, Mediacom and Suddenlink. We believe ISPs that participate with us and our clients by forwarding notices of infringement achieve compliance with their obligations under Digital Millennium Copyright Act (or DMCA).

Our second but more relevant business model is for data litigation services. This service allows us to present our traditional data analytics as evidence to be pressure tested throughout a legal process that ultimately results in a courtroom trial, in support of our client's ownership rights.

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.

The Company utilizes corporate office space located at 3100 Donald Douglas Loop North, Santa Monica, CA 90405. There is no lease for the office space, which is provided free of charge to the Company.

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 or Control Person	Affiliation with Company (e.g. Officer Title /Director/Owner of more than 5%)	Residential Address (City / State Only)	Number of shares owned	Share type/class	Ownership Percentage of Class Outstanding	Note
Cecil Bond-Kyte	Sole Officer and Director	Carson City, NV	7,000,000	Common	4.27%	Restricted
Edward Frymer	5% + Owner	Newbury Park, CA	16,500,000	Common	10.066%	Restricted
Christopher Sabec Trust, Christopher Sabe, Trustee	5% + Owner	Forest Knolls, CA	10,875,000	Common	6.634%	Restricted
Hampton Growth Resources, LLC[1] Andrew Haag	Aggregated 5% + Owner	Santa Monica, CA	14,000,000	Common	8.541%	Restricted
IRTH Communications, LLC[1] Andrew Haag	Aggregated 5%+ Owner	Santa Monica, CA	2,479,748	Common	1.513%	Restricted
Andrew Haag[1]	Aggregated 5%+ Owner	Santa Monica, CA	8,000,010	Common	4.88%	Restricted

[1] The aggregate number of shares owned and controlled by Andrew Haag individually, and as a control person of Hampton Growth Resources, LLC and IRTH Communications, LLC is 14.934%.

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; please see disclosure below:

On July 22, 2020, Andrew Haag and Irth Communications, LLC ("Irth"), an entity in which Mr. Haag is the majority owner and managing partner, consented to the entry of an administrative order ("Settlement Order") of the U.S. Securities and Exchange Commission. Mr. Haag and Irth did so without admitting or denying the allegations or findings contained in the Settlement Order. The Settlement Order alleged that between December 2017 and February 2018, Irth tweeted or re-tweeted positive news articles describing the business, products, and securities of 9 of Irth's clients, for which Irth received $35,000 in compensation attributable to the tweets from these 9 clients. The Settlement Order further alleged that Irth failed to disclose the source or amount of the compensation it received from the 9 clients and that, as a result, Irth and Mr. Haag violated Section 17(b) of the Securities Act of 1933. Mr. Haag agreed to a civil penalty of $7,500, which he paid on July 28, 2020. Irth agreed to a civil penalty of $35,000, plus disgorgement of $35,000 and prejudgment interest of $4,233.71, which it also paid on July 28, 2020. Mr. Haag and Irth also agreed to a cease and desist order, contained within the Settlement Order. The Settlement Order did not include a censure, and is not scienter or fraud based.

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.

None

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.

Title:	American Films, LLC and American Films, Inc. v. Rightscorp, Inc.
Case No.:	2021-CA-000817-00001
Jurisdiction:	Circuit Court of the Twentieth Judicial Circuit for Collier County, Florida
Status:	Pending in discovery stage
Allegations:	On March 23, 2021, Plaintiffs American Films, LLC and American Films, inc. ("Plaintiffs") filed a complaint against Rightscorp, Inc. (the "Company"). The complaint alleged a breach of contract cause of action for damages greater than $30,000. The Company filed an Answer denying liability and asserting affirmative defenses. Following withdrawal of Plaintiffs' counsel, Plaintiffs retained new counsel, and the complaint was subsequently amended to add an additional plaintiff, an individual defendant and various causes of action. The amended complaint alleges, among other things, that Company and the individual defendant released confidential information about contemplated funding for the Company in violation of its contractual obligations. The amended complaint also alleges that Plaintiffs lost business opportunities seeking monetary damages. The complaint was further amended to seek a trial by jury. In response, the Company

filed a motion to dismiss the amended complaint on various grounds. The motion is currently pending before the Judge.

9) Third Party Providers

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

Securities Counsel

Name: Edward S. Gelfand
Firm: Gartenberg, Gelfand & Hayton LLP
Address 1: 15260 Ventura Boulevard, Ste. 1920
Address 2: Sherman Oaks, CA 91403
Phone: 213-542-2100
Email: egelfand@gghslaw.com

Accountant or Auditor

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

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: Tad Mailander
Firm: Mailander Law Office, Inc.
Nature of Services: Legal
Address 1: 4811 49th Street
Address 2: San Diego, CA 92115
Phone: 619-239-9034
Email: tad@mailanderlaw.net

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, Cecil Bond-Kyte, Chief Executive Officer certify that:

1. I have reviewed this quarterly report for the period ended March 31, 2022 of Rightscorp, 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.

August 12, 2022

/s/ Cecil Bond-Kyte, Chief Executive Officer

(Digital Signatures should appear as "/s/ [OFFICER NAME]")

Principal Financial Officer:

I, Cecil Bond-Kyte, Chief Financial Officer certify that:

1. I have reviewed this quarterly report for the period ended March 31, 2022 of Rightscorp, 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.

August 12, 2022

/s/ Cecil Bond-Kyte, Chief Financial Officer

(Digital Signatures should appear as "/s/ [OFFICER NAME]")

Rightscorp, Inc. and Subsidiary
Consolidated Balance Sheets

Assets		**June 30, 2022**		**December 31, 2021**
Current assets				
Cash	$	1,475	$	7,779
Accounts receivable		250,000		-
Prepaid expenses and other assets		5,390		3,500
Total assets	$	256,865	$	11,279
Liabilities and Stockholders' Deficit				
Current Liabilities:				
Accounts payable and accrued liabilities	$	2,316,406		$ 3,574,554
Deferred revenue		-		200,000
Notes payable		97,913		97,913
Convertible notes payable		1,292,010		182,000
Total Liabilities		3,706,329		4,054,467
Stockholders' deficit				
Preferred stock, $.001 par value; 10,000,000 shares authorized; null shares issued and outstanding		-		-
Common stock, $.001 par value; 250,000,000 shares authorized; 163,920,065 shares issued and outstanding		163,920		163,920
Additional paid in capital		10,819,467		10,819,467
Accumulated deficit		(14,432,851)		(15,026,575)
Total stockholders' deficit		(3,449,464)		(4,043,188)
Total liabilities and stockholders' deficit	$	256,865	$	11,279

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

Rightscorp, Inc. and Subsidiary
Consolidated Statements of Operations

	Three Month Ended June 30, 2022	Three Month Ended June 30, 2021	Six Month Ended June 30, 2022	Six Month Ended June 30, 2021
Revenue	$ 1,095,660	$ -	$ 1,096,040	$ 63,000
Cost of goods sold	-	-	-	-
Gross Profit	1,095,660	-	1,096,040	63,000
Operating Expenses				
Copyright holder fees	-	-	-	-
General and administrative	226,940	288,452	421,098	437,700
Total operating expenses	226,940	288,452	421,098	437,700
Operating loss	868,720	(288,452)	674,942	(374,700)
Other Expenses (Income)				
Interest expense	53,485	2,320	81,216	4,303
Gain on settlement of liabilities	-	-	-	-
Total other expenses (income)	53,485	2,320	81,216	4,303
Income (loss) from operations before income taxes	815,235	(290,772)	593,726	(379,003)
Provision for income taxes	-	-	-	-
Net income (Loss)	$ 815,235	$ (290,772)	$ 593,726	$ (379,003)
Net loss per share – basic and diluted	$ 0.00	$ (0.00)	$ 0.00	$ (0.00)
Weighted average common shares – basic and diluted	163,920,065	163,920,065	163,920,065	163,920,065

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

Rightscorp, Inc. and Subsidiary

Consolidated Statements of Stockholders' Deficiency

	Common stock				Total
	Shares	Amount	Additional Paid in Capital	Accumulated Deficit	Stockholders' Equity/(Deficit)
Balance as of December 31, 2021	163,920,065	163,920	10,819,467	(15,026,574)	(4,043,187)
Net loss	-	-	-	593,726	593,726
Balance as of June 30, 2022	163,920,065	163,920	10,819,467	(14,432,848)	(3,449,461)

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

Rightscorp, Inc. and Subsidiary
Consolidated Statements of Cash Flows

	Six Month Ended June 30, 2022	Six Month Ended June 30, 2021
Cash Flows from Operating Activities		
Net income (loss)	$ 593,724	$ (379,004)
Changes in operating assets and liabilities:		
Accounts receivable	(250,000)	-
Prepaid expense	(1,890)	1,995
Deferred revenue	(200,000)	-
Accounts payable and accrued liabilities	(1,258,148)	359,766
Net cash used in operating activities	(1,116,314)	(17,243)
Cash Flows from Financing Activities		
Proceeds from convertible notes	1,110,010	17,000
Net cash provided by financing activities	1,110,010	17,000
Net increase (decrease) in cash	(6,304)	(243)
Cash, beginning of period	7,779	1,131
Cash, end of period	$ 1,475	$ 888

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

Rightscorp, Inc. and Subsidiary
Notes to Consolidated Financial Statements
For the 6 months ended June 30, 2022 and 2021

Note 1 – Nature of the Business

Rightscorp, Inc., a Nevada corporation (the "Company") was organized under the laws of the State of Nevada on April 9, 2010, and its fiscal year end is December 31. The Company is the parent company of Rightscorp, Inc., a Delaware corporation formed on January 20, 2011 ("Rightscorp Delaware"). On October 25, 2013, the Company acquired Rightscorp Delaware in a transaction treated as a reverse acquisition, and the business of Rightscorp Delaware became the business of the Company.

The Company has developed products and intellectual property rights relating to providing data and analytics regarding copyright infringement on the Internet. The Company is dedicated to the vision that digital creative works should be protected economically so that the next generation of great music, movies, video games and software can be made and their creators can prosper. The Company has a patent-pending, proprietary method for gathering and analyzing infringement data and for solving copyright infringement by collecting payments from illegal downloaders via notifications sent to their ISP's.

Note 2 – Summary of Significant Accounting Policies

Going Concern

The accompanying consolidated financial statements have been prepared assuming the Company will continue as a going concern, which contemplates the realization of assets and the settlement of liabilities and commitments in the normal course of business. As reflected in the accompanying consolidated financial statements, during the quarter ended June 30, 2022 and year ended December 31, 2021, the Company incurred a net income of $815,235 and a net loss of $602,952, respectively, and used cash for operations of $1,116,314 and $160,352, respectively. At June 30, 2022, the Company had a stockholders' deficiency of $3,449,464. These factors raise substantial doubt about the Company's ability to continue as a going concern within one year after the date that financial statements are issued. The Company's financial statements do not include any adjustments that might be necessary should the Company be unable to continue as a going concern.

At June 30, 2022, the Company had cash of $1,475. Management believes that the Company will need a minimum of $250,000 to fund operations for the 12-month period from the date of this filing based on its current operating plans. Management's plans to continue as a going concern include raising additional capital through borrowings and/or the sale of common stock. No assurance can be given that any future financing will be available or, if available, that it will be on terms that are satisfactory to the Company. Even if the Company is able to obtain additional financing, it may contain undue restrictions on our operations, in the case of debt financing, or cause substantial dilution for its stockholders, in case of an equity financing.

Principles of Consolidation

The financial statements include the accounts of Rightscorp Inc., and its wholly-owned subsidiary Rightscorp Delaware. Intercompany balances and transactions have been eliminated in consolidation.

Use of Estimates

The preparation of the financial statements in conformity with accounting principles generally accepted in the United States requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities, and disclosure of contingent liabilities at the date of the financial statements and the reported amounts of expenses during the reporting period. Significant estimates include accounting for potential liabilities, and the assumptions made in valuing share-based instruments issued for services, and derivative liabilities. Actual results could differ from those estimates.

Cash and Cash Equivalents

The Company considers all cash, certificates of deposit and other highly liquid investments with original maturities of three months or less, when purchased, to be cash and cash equivalents. As of June 30, 2022 and December 31, 2021 the Company had no cash equivalents.

Property and equipment

Property and equipment are stated at cost and are depreciated using the straight-line method over their estimated useful lives of three years. Expenditures for maintenance and repairs are charged to operations as incurred while renewals and betterments are capitalized. Gains and losses on disposals are included in the consolidated statements of operations.

Management assesses the carrying value of property and equipment whenever events or changes in circumstances indicate that the carrying value may not be recoverable. If there is indication of impairment, management prepares an estimate of future cash flows expected to result from the use of the asset and its eventual disposition. If these cash flows are less than the carrying amount of the asset, an impairment loss is recognized to write down the asset to its estimated fair value. For the periods ended June 30, 2022 and December 31, 2021, the Company did not recognize any impairments for its property and equipment.

Revenues

Copyright settlement revenue

The Company provides a service to copyright owners under which copyright owners retain the Company to identify and collect settlement payments from Internet users who have infringed on their copyrights. Revenue is recognized when the Company collects a fee from an infringer which acts as a settlement of the infringement liability. Generally, the Company has agreed to remit 50% of such collections to the copyright holder. The Company also provides services to copyright holders. Service fee revenue is recognized when the service has been provided.

Consulting revenue

Revenue is recognized in the period services are rendered and earned under service arrangements with clients where service fees are fixed or determinable and collectability is reasonably assured.

Income Taxes

The Company accounts for income taxes using the asset and liability method whereby deferred tax assets are recognized for deductible temporary differences, and deferred tax liabilities are recognized for taxable temporary differences. Temporary differences are the differences between the reported amounts of assets and liabilities and their tax bases. Deferred tax assets are reduced by a valuation allowance when, in the opinion of management, it is more likely than not that some portion or all of the deferred tax assets will be realized. Deferred tax assets and liabilities are adjusted for the effects of changes in tax laws and rates on the date of enactment.

Stock-Based Compensation

The Company periodically grants stock options and warrants to employees and non-employees in non-capital raising transactions as compensation for services rendered. The Company accounts for stock option and stock warrant grants to employees based on the authoritative guidance provided by the Financial Accounting Standards Board where the value of the award is measured on the date of grant and recognized over the vesting period. The Company accounts for stock option and stock warrant grants to non-employees in accordance with the authoritative guidance of the Financial Accounting Standards Board where the value of the stock compensation is determined based upon the measurement date at either a) the date at which a performance commitment is reached, or b) at the date at which the necessary performance to earn the equity instruments is complete. Non-employee stock-based compensation charges generally are amortized over the vesting period on a straight-line basis. In certain circumstances where there are no future performance requirements by the non-employee, option or warrant grants are immediately vested and the total stock-based compensation charge is recorded in the period of the measurement date.

The fair value of the Company’s common stock option and warrant grants is estimated using a Black-Scholes option pricing model, which uses certain assumptions related to risk-free interest rates, expected volatility, expected life of the common stock options, and future dividends. Compensation expense is recorded based upon the value derived from the Black-Scholes option pricing model, and based on actual experience. The assumptions used in the Black-Scholes option pricing model could materially affect compensation expense recorded in future periods.

Derivative Financial Instruments

The Company evaluates its financial instruments to determine if such instruments are derivatives or contain features that qualify as embedded derivatives. For derivative financial instruments that are accounted for as liabilities, the derivative instrument is initially recorded at its fair value and is then re-valued at each reporting date, with changes in the fair value reported in the statements of operations. The Company uses a probability weighted average Black-Scholes-Merton model to value the derivative instruments. The classification of derivative instruments, including whether such instruments should be recorded as liabilities or as equity, is evaluated at the end of each reporting period. Derivative instrument liabilities are classified in the balance sheet as current or non-current based on whether or not net-cash settlement of the derivative instrument could be required within 12 months of the balance sheet date.

Fair Value Measurements

Disclosures about fair value of financial instruments require disclosure of the fair value information, whether or not recognized in the balance sheet, where it is practicable to estimate that value.

In accordance with ASC Topic 820, "Fair Value Measurements and Disclosures," the Company measures certain financial instruments at fair value on a recurring basis. ASC Topic 820 defines fair value, established a framework for measuring fair value in accordance with accounting principles generally accepted in the United States, and expands disclosures about fair value measurements.

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 at the measurement date. ASC Topic 820 established a three-tier fair value hierarchy, which prioritizes the inputs used in measuring fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements) and the lowest priority to unobservable inputs (Level 3 measurements). These tiers include:

- Level 1, defined as observable inputs such as quoted prices for identical instruments in active markets;

- Level 2, defined as inputs other than quoted prices in active markets that are either directly or indirectly observable such as quoted prices for similar instruments in active markets or quoted prices for identical or similar instruments in markets that are not active; and

- Level 3, defined as unobservable inputs in which little or no market data exists, therefore requiring an entity to develop its own assumptions, such as valuations derived from valuation techniques in which one or more significant inputs or significant value drivers are unobservable.

Financial assets are considered Level 3 when their fair values are determined using pricing models, discounted cash flow methodologies or similar techniques and at least one significant model assumption or input is unobservable.

The carrying amounts of the Company's financial assets and liabilities, including cash, accounts receivable, prepaid expenses, accounts payable, accrued expenses, and other current liabilities, approximate their fair values because of the short maturity of these instruments. The fair value of notes payable and convertible notes approximates their fair values since the current interest rates and terms on these obligations are the same as prevailing market rates.

Basic and diluted loss per share

Basic loss per share is computed by dividing net loss applicable to common stockholders by the weighted average number of outstanding common shares during the period. Diluted loss per share is computed by dividing the net loss applicable to common stockholders by the weighted average number of common shares outstanding plus the number of additional common shares that would have been outstanding if all dilutive potential common shares had been issued. Potential common shares are excluded from the computation when their effect is anti-dilutive.

At June 30, 2022 and December 31, 2021, the dilutive impact of outstanding stock options for 5,600,000 and 5,600,000 shares, respectively, have been excluded because their impact on the loss per share is anti-dilutive.

Recent Accounting Pronouncements

In February 2016, the FASB issued ASU No. 2016-02, Leases. ASU 2016-02 requires a lessee to record a right of use asset and a corresponding lease liability on the balance sheet for all leases with terms longer than 12 months. ASU 2016-02 is effective for all interim and annual reporting periods beginning after December 15, 2018. Early adoption is permitted. A modified retrospective transition approach is required for lessees for capital and operating leases existing at, or entered into after, the beginning of the earliest period presented in the financial statements. The Company is currently evaluating the expected impact that the standard could have on its financial statements and related disclosures.

In March 2016, the FASB issued the ASU 2016-09, Compensation - Stock Compensation (Topic 718): Improvements to Employee Share-Based Payment Accounting. The amendments in this ASU require, among other things, that all income tax effects of awards be recognized in the income statement when the awards vest or are settled. The ASU also allows for an employer to repurchase more of an employee's shares than it can today for tax withholding purposes without triggering liability accounting and allows for a policy election to account for forfeitures as they occur. The amendments in this ASU are effective for fiscal years beginning after December 15, 2016, including interim periods within those fiscal years. Early adoption is permitted for any entity in any interim or annual period. The Company is currently evaluating the expected impact that the standard could have on its financial statements and related disclosure

Other recent accounting pronouncements issued by the FASB, including its Emerging Issues Task Force, the American Institute of Certified Public Accountants, and the Securities and Exchange Commission did not or are not believed by management to have a material impact on the Company's present or future consolidated financial statements.

Note 3 – Accounts Payable and Accrued Liabilities

As of June 30, 2022 and December 31, 2021, accounts payable and accrued liabilities consisted of the following:

	June 30, 2022	December 31, 2021
Accounts payable	$ 1,101,035	$ 1,080,147
Due to copyright holders	70,947	715,947
Accrued payroll	1,059,455	1,232,781
Due to officers	38,404	83,024
Interest payable	46,565	18,549
Total	**$ 2,316,406**	**$ 3,130,448**

Note 4 - Debt

During the quarter ended June 30, 2022, the Company issued $494,340 of additional debt in the form of convertible notes, and had a total of $522,010 in principal due from existing convertible notes. The total accrued interest due on these notes was $46,564. At June 30, 2022 the Company also had $97,913 due in the form of term notes or loans payable, and accrued interest due on these notes was $21,952.

During the year ended December 31, 2021, had a total of $188,800 in principal due from convertible notes, and interest due on these notes of $11,827. At December 31, 2021 the Company also had $97,913 due in the form of term notes or loans payable, and interest due on these notes of $20,412.

The debt of the Company consists of the following:

- On July 27, 2018 the Company issued a convertible note in the amount of $15,000 which matured on September 25, 2018. The note is convertible at a 50% discount to the lower of (a) the lowest closing price for the Common Stock during the 60 calendar days prior to the Conversion Date or (b) the 10-day Volume Weighted Average Price ("VWAP") prior to the Conversion Date.

- From August 2018 to March 2019 the Company issued 4 term notes in the aggregate principal amount of $71,705. These term notes are unsecured and were due 1 year from the date of issue. All of these term notes are currently in default of their original payment terms.

- From April, 2021 to December, 2021 the Company issued 13 convertible notes in the aggregate amount of $173,800 for cash proceeds of $158,000, net of original issue discount ("OID") of $15,800 (the "2021 Notes"). The 2021 Notes become due 12 months from the date of original issue. The 2021 Notes implied interest rate is 10%, and are convertible into common stock at a 10% discount to the lower of (a) the lowest closing price for the Common Stock during the 60 calendar days prior to the Conversion Date or (b) the 10-day Volume Weighted Average Price ("VWAP") prior to the Conversion Date.

- During the three months ended March 31, 2022 the Company issued 12 convertible notes in the aggregate amount of $230,670 for cash proceeds of $209,700, net of original issue discount ("OID") of $20,970 (the "Q1 2022 Notes"). The Q1 2022 Notes become due 12 months from the date of original issue.

- During the three months ended June 30, 2022 the Company issued 13 convertible notes in the aggregate amount of $109,340 for cash proceeds of $99,400, net of original issue discount ("OID") of $9,940 (the "Q2 2022 Notes"). The Q2 2022 Notes become due 12 months from the date of original issue.

- During the three months ended June 30, 2022 the Company issued three convertible notes to three employees in the aggregate amount of $385,000 for the conversion of accrued wages in the amount of $350,000, net of original issue discount ("OID") of $35,000 (the "Q2 2022 Employee Notes"). The Q2 2022 Employee Notes become due 12 months from the date of original issue.

Note 5 – Common Stock

At June 30, 2022, the authorized capital of the Company consisted of 250,000,000 shares of capital stock, comprised of 250,000,000 shares of common stock with a par value of $0.001 per share.

As of June 30, 2022, there were 163,920,065 shares of common stock issued and outstanding.

As of December 31, 2021, there were 163,920,065 shares of common stock issued and outstanding.

Note 6 – Commitments & Contingencies

Legal Proceedings

Title:	American Films, LLC and American Films, Inc. v. Rightscorp, Inc.
Case No.:	2021-CA-000817-00001
Jurisdiction:	Circuit Court of the Twentieth Judicial Circuit for Collier County, Florida
Status:	On March 23, 2021, Plaintiffs American Films, LLC and American Films, inc. ("Plaintiffs") filed a complaint against Rightscorp, Inc. (the "Company"). The complaint alleged a breach of contract cause of action for damages greater than $30,000. The Company filed an Answer denying liability and asserting affirmative defenses. Following withdrawal of Plaintiffs' counsel, Plaintiffs retained new counsel, and the complaint was subsequently amended to add an additional plaintiff, an individual defendant and various causes of action. The amended complaint alleges, among other things, that Company and the individual defendant released confidential information about contemplated funding for the Company in violation of its contractual obligations. The amended complaint also alleges that Plaintiffs lost business opportunities seeking monetary damages. The complaint was further amended to seek a trial by jury. In response, the Company filed a motion to dismiss the amended complaint on various grounds. The motion is currently pending before the Judge. A 10-day jury trial is set for February 15, 2023. The matter is currently pending and defendants deny all liability.

Title:	UMG Recordings, Inc., et al., v. RCN Telecom Services, LLC, et al.

Case No.:	19-17272
Jurisdiction:	United States District Court, District of New Jersey
Status:	Late last year, the RCN defendants asserted a counterclaim against Rightscorp, Inc. alleging violations of California's Unfair Competition Law, among others. Rightscorp successfully moved to dismiss under FRCP 12(b)(6). The RCN defendants filed an amended counterclaim against Rightscorp and other parties. Rightscorp filed another motion to dismiss RCN's amended counterclaim. RCN has not yet filed its opposition to that motion. Briefing is expected to be completed in the next month. On April 29th, 2022 this case was dismissed with prejudice to Rightscorp's benefit.

Note 7 – Subsequent Events

Subsequent to the period ended June 30, 2022 the Company received a request from a warrant holder to exercise 550,000 shares of its warrant into common stock. The Company issued the common stock and received $15,000 as a result of the exercise.

Subsequent to the period ended June 30, 2022 the Company received $150,000 as a partial payment on the accounts receivable it reported as of June 30, 2022.