

Consolidated Financial Statements
Unique Solutions Design Ltd.
June 30, 2013

(Confidential - unaudited)

Unique Solutions Design Ltd.

Consolidated Balance Sheet (unaudited)

As at June 30, 2013 and December 31, 2012

	<u>JUN 2013</u>	<u>DEC 2012</u>
<u>ASSETS</u>	\$	\$
Current assets:		
Cash	606,732	31,001
Accounts Receivable	81,486	28,267
Investment Tax Credits Receivable	130,164	86,534
Inventory	1,195,223	1,167,986
Prepaid Expenses	83,153	459,091
Total current assets	<u>2,096,758</u>	<u>1,772,879</u>
Fixed assets:		
Property Plant & Equipment	1,892,014	1,925,200
	<u>1,892,014</u>	<u>1,925,200</u>
Other assets:		
Intangible Assets	7,477,083	7,477,083
	<u>7,477,083</u>	<u>7,477,083</u>
TOTAL ASSETS	<u>11,465,855</u>	<u>11,175,162</u>
<u>LIABILITIES</u>		
Current liabilities:		
Accounts Payable and accrued liabilities	3,537,934	3,059,140
Demand loans & Convertible Promissory Notes	9,205,993	4,535,466
Current portion of Long term debt	167,120	167,120
Total current liabilities	<u>12,911,047</u>	<u>7,761,726</u>
Long term liabilities:		
Long-term debt	36,529,923	32,152,145
Capital Lease Obligation	137,036	265,371
Preferred shares	7,118,759	4,080,907
	<u>43,785,718</u>	<u>36,498,423</u>
Non-controlling interest	242,752	242,752
<u>SHAREHOLDER'S EQUITY</u>		
Capital stock	34,488,031	33,386,872
Contributed surplus and other	3,991,127	3,991,127
Deficit	(83,952,820)	(70,705,738)
Total shareholder's equity	<u>(45,473,662)</u>	<u>(33,327,739)</u>
TOTAL LIABILITIES & SHAREHOLDER'S EQUITY	<u>11,465,855</u>	<u>11,175,162</u>

Unique Solutions Design Ltd.
Consolidated Statement of Loss & Deficit (unaudited)
For The 6 Months Ending June 30, 2013

	JUNE 2013
	Year to Date
	\$
Revenue	15,000
Cost of sales *	132,128
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Gross loss	(117,128)
Operating expenses	
General, Administrative, and Other	3,617,717
Mall Kiosk expenses **	7,535,662
	11,153,379
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Loss from operations	(11,270,507)
Depreciation expense	407,090
Interest expense	1,420,067
Foreign exchange loss	149,418
	1,976,575
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Net loss before non-controlling interest	(13,247,082)
Net income applicable to non-controlling interest	-
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Net loss for the period	(13,247,082)
Opening deficit	(70,705,738)
Net loss	(13,247,082)
Closing deficit	(83,952,820)

* Mainly consists of royalty fees on Batelle patent

** Includes accrual for mall decommission costs