

NB Manufacturing, Inc.
Condensed Consolidated Balance Sheets

| | September 30, | December 31, |
|--|----------------------|---------------------|
| | 2012 | 2011 |
| | (unaudited) | (audited) |
| ASSETS | | |
| Current Assets: | | |
| Cash | \$ 158,733 | \$ 241,077 |
| Accounts receivable, net | 610,210 | 606,203 |
| Prepaid expenses | 201,190 | 197,297 |
| Accounts receivable, related party | - | 8,750 |
| Advancements to officer | 107,851 | - |
| Total current assets | 1,077,984 | 1,053,327 |
| Other assets: | | |
| Security deposit | 32,731 | 32,731 |
| Property and equipment, net | 1,379,400 | 31,036 |
| Intangibles | 2,908,200 | - |
| TOTAL ASSETS | \$ 5,398,315 | \$ 1,117,094 |
| LIABILITIES AND SHAREHOLDERS' EQUITY | | |
| Current Liabilities: | | |
| Accounts payable and accrued expenses | \$ 553,917 | \$ 357,890 |
| Accounts payable, related party | - | 14,820 |
| Accrued interest, related party | 7,554 | 6,579 |
| Notes payable, related party | 700,000 | 225,665 |
| Deferred lease incentive - current portion | 123,203 | - |
| Total current liabilities | 1,384,674 | 604,954 |
| Non-current Liabilities: | | |
| Deferred rent liability | 225,330 | 12,759 |
| Deferred lease incentive - non-current portion | 646,813 | - |
| Total liabilities | 2,256,817 | 617,713 |
| SHAREHOLDERS' EQUITY | | |
| Preferred stock, authorized 80,000,000 shares, \$.0001 par value, none issued or outstanding | - | - |
| Common stock, authorized 480,000,000 shares, \$.0001 par value, 67,310,726 and 66,583,676 issued and outstanding | 6,731 | 6,658 |
| Additional paid in capital | 3,756,883 | 828,726 |
| Accumulated deficit | (622,116) | (336,003) |
| Total shareholders' equity | 3,141,498 | 499,381 |
| TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY | \$ 5,398,315 | \$ 1,117,094 |

NB Manufacturing, Inc.
Unaudited Condensed Consolidated Statements of Operations

| | Three Months Ended | |
|--|--------------------|-------------------|
| | September 30, | |
| | 2012 | 2011 |
| Revenues | \$ 2,910,099 | \$ 2,193,099 |
| Cost of revenues | 1,303,730 | 1,703,771 |
| Gross profit | 1,606,369 | 489,328 |
| Operating expenses: | | |
| Sales and marketing | 266,158 | 63,485 |
| General and administrative | 944,080 | 287,048 |
| Research and development | 146,952 | 6,000 |
| Total operating expenses | 1,357,190 | 356,533 |
| Income from operations | 249,179 | 132,795 |
| Other income / (expense): | | |
| Interest expense | (17,655) | - |
| Other Income | 637 | - |
| Net Income | \$ 232,161 | \$ 132,795 |
| Net income per common share: | | |
| Basic | \$ 0 | \$ 0 |
| Diluted | \$ 0 | \$ 0 |
| Weighted-average shares used to calculate net income per common share: | | |
| Basic | 66,632,691 | 24,468,147 |
| Diluted | 66,632,691 | 24,468,147 |

NB Manufacturing, Inc.
Unaudited Condensed Consolidated Statements of Operations

| | Nine Months Ended | |
|---|---------------------|---------------------|
| | September 30, | |
| | 2012 | 2011 |
| Revenues | \$ 7,419,332 | \$ 4,251,262 |
| Cost of revenues | 4,139,066 | 2,360,911 |
| Gross profit | 3,280,266 | 1,890,351 |
| Operating expenses: | | |
| Sales and marketing | 754,419 | 188,852 |
| General and administrative | 2,438,497 | 489,101 |
| Research and development | 336,777 | 15,000 |
| Total operating expenses | 3,529,693 | 692,953 |
| Income (loss) from operations | (249,427) | 1,197,398 |
| Other income / (expense): | | |
| Interest expense | (37,323) | - |
| Other income | 637 | - |
| Net Income (Loss) | \$ (286,113) | \$ 1,197,398 |
| Net income (loss) per common share: | | |
| Basic | \$ (0.00) | \$ 0.05 |
| Diluted | \$ (0.00) | \$ 0.05 |
| Weighted-average shares used to calculate net income (loss) per common share: | | |
| Basic | 61,714,643 | 23,970,527 |
| Diluted | 61,714,643 | 23,970,527 |