

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

## **HEMP INC.**

7380 S. EASTERN AVE. #124-342

LAS VEGAS, NV 89123

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## **Annual Report**

**For the period ending 12.31.2022 (the "Reporting Period")**

### **Outstanding Shares**

The number of shares outstanding of our Common Stock was:

23,740,499,089 as of December 31, 2022

14,195,334,169 as of December 31, 2021

### **Shell Status**

Indicate by check mark whether the company is a shell company (as defined in Rule 405 of the Securities Act of 1933, Rule 12b-2 of the Exchange Act of 1934 and Rule 15c2-11 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: ☒

### **Change in Control**

Indicate by check mark whether a Change in Control<sup>1</sup> of the company has occurred over this reporting period:

Yes: ☐ No: ☒

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<sup>1</sup> "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.

**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.

HEMP INC., AUGUST 2012  
MARIJUANA INC., JULY 2012  
PREACHERS COFFEE, JANUARY 2008

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):

January 16, 2008; COLORADO; ACTIVE

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

N/A

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

N/A

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

1436 North MC  
Highway 581  
Spring Hope, NC 27882

The address(es) of the issuer's principal place of business:

☒ *Check 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?

No: ☒ Yes: ☐ If Yes, provide additional details below:

**2) Security Information**

**Transfer Agent**

Name: MADISON STOCK TRANSFER, INC.  
Phone: 718-627-4453  
Email: INFO@MADISONSTOCKTRANSFER.COM  
Address: 2500 CONEY ISLAND AVE, SUB LEVEL  
BROOKLYN, NY 11223

**Publicly Quoted or Traded Securities:**

*The goal of this section is to provide a clear understanding of the share information for its publicly quoted or traded equity securities. Use the fields below to provide the information, as applicable, for all outstanding classes of securities that are publicly traded/quoted.*

Trading symbol:	<u>HEMP</u>	
Exact title and class of securities outstanding:	<u>COMMON</u>	
CUSIP:	<u>4423 703 206</u>	
Par or stated value:	<u>\$0.00001</u>	
Total shares authorized:	<u>40,000,000,000</u>	<u>as of date: 12.31.2022</u>
Total shares outstanding:	<u>23,740,499,089</u>	<u>as of date: 12.31.2022</u>
Total number of shareholders of record:	<u>306</u>	<u>as of date: 12.31.2022</u>

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

Trading symbol:	<u>HEMP</u>	
Exact title and class of securities outstanding:	<u>FD K(p)</u>	
CUSIP:	<u>4423 703 206</u>	
Par or stated value:	<u>\$0.00001</u>	
Total shares authorized:	<u>83,673,428</u>	<u>as of date: 12.31.2022</u>
Total shares outstanding:	<u>29,979,600</u>	<u>as of date: 12.31.2022</u>
Total number of shareholders of record:	<u>23</u>	<u>as of date: 12.31.2022</u>

Trading symbol:	<u>HEMP</u>	
Exact title and class of securities outstanding:	<u>PFD Q</u>	
CUSIP:	<u>4423 703 206</u>	
Par or stated value:	<u>\$0.0001</u>	
Total shares authorized:	<u>200,000,000</u>	<u>as of date: 12.31.2022</u>
Total shares outstanding:	<u>39,390,909</u>	<u>as of date: 12.31.2022</u>
Total number of shareholders of record:	<u>11</u>	<u>as of date: 12.31.2022</u>

Trading symbol:	<u>HEMP</u>	
Exact title and class of securities outstanding:	<u>PFD K</u>	
CUSIP:	<u>4423 703 206</u>	
Par or stated value:	<u>\$0.0001</u>	
Total shares authorized:	<u>313,262,154</u>	<u>as of date: 12.31.2022</u>
Total shares outstanding:	<u>313,262,154</u>	<u>as of date: 12.31.2022</u>
Total number of shareholders of record:	<u>1</u>	<u>as of date: 12.31.2022</u>

Trading symbol:	<u>HEMP</u>	
Exact title and class of securities outstanding:	<u>PFD COLLECTABLE</u>	
CUSIP:	<u>4423 703 206</u>	
Par or stated value:	<u>\$0.0001</u>	
Total shares authorized:	<u>500,000,000</u>	<u>as of date: 12.31.2022</u>
Total shares outstanding:	<u>8,400,000</u>	<u>as of date: 12.31.2022</u>
Total number of shareholders of record:	<u>1</u>	<u>as of date: 12.31.2022</u>

Trading symbol:	<u>HEMP</u>	
Exact title and class of securities outstanding:	<u>PFD NEW</u>	
CUSIP:	<u>4423 703 206</u>	
Par or stated value:	<u>\$0.0001</u>	
Total shares authorized:	<u>250,000,000</u>	<u>as of date: 12.31.2022</u>
Total shares outstanding:	<u>85,347,800</u>	<u>as of date: 12.31.2022</u>
Total number of shareholders of record:	<u>1</u>	<u>as of date: 12.31.2022</u>

**Other classes of authorized or outstanding equity securities:**

*The goal of this section is to provide a clear understanding of the share information for its other classes of authorized or outstanding equity securities (e.g. preferred shares). Use the fields below to provide the information, as applicable, for all other authorized or outstanding equity securities.*

NA

**Security Description:**

*The goal of this section is to provide a clear understanding of the material rights and privileges of the securities issued by the company. Please provide the below information for each class of the company's equity securities, as applicable:*

1. **For common equity, describe any dividend, voting and preemption rights.**

None

2. **For preferred stock, describe the dividend, voting, conversion, and liquidation rights as well as redemption or sinking fund provisions.**

None

3. **Describe any other material rights of common or preferred stockholders.**

None

4. **Describe any material modifications to rights of holders of the company's securities that have occurred over the reporting period covered by this report.**

None

**3) Issuance History**

The goal of this section is to provide disclosure with respect to each event that resulted in any 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

Indicate by check mark whether there were any changes to the number of outstanding shares within the past two completed fiscal years:

No: ☐ Yes: ☒ (If yes, you must complete the table below)

Shares Outstanding as of Second Most Recent Fiscal Year End:  <u>Opening Balance</u>  Date <u>12.31.20</u> Common: <u>8,235,768,507</u> Preferred: <u>274,347,800</u>			*Right-click the rows below and select "Insert" to add rows as needed.						
Date of Transaction	Transaction type (e.g., new issuance, cancellation, shares returned to treasury)	Number of Shares Issued (or cancelled)	Class of Securities	Value of shares issued (\$/per share) at Issuance	Were the shares issued at a discount to market price at the time of issuance? (Yes/No)	Individual/ Entity Shares were issued to (entities must have individual with voting / investment control disclosed).	Reason for share issuance (e.g. for cash or debt conversion) -OR- Nature of Services Provided	Restricted or Unrestricted as of this filing.	Exemption or Registration Type.
1/13/2021	Cancelled	-83,334	Preferred Q	0.0065	NO	Kim Brady	Consulting	Restricted	144 Reg D
2/22/2021	New Issuance	93,334	Preferred Q	0.0162	NO	Jed Perlowin	Debt Service	Restricted	144 Reg D
2/22/2021	New Issuance	133,334	Preferred Q	0.0162	NO	Hotel Worldwide Inc: Richard Steward Sr	Consulting	Restricted	144 Reg D
2/24/2021	New Issuance	633,334	Preferred Q	0.0159	NO	Bruce Perlowin	Debt Service	Restricted	144 Reg D
3/30/2021	New Issuance	3,632,530	Preferred Q	0.0097	NO	North Cal Wood Products: Frank Van Vranken	Materials	Restricted	144 Reg D
2/26/2021	Cancelled	-2,200,000	Preferred K(P)	0.0137	NO	Frank Van Vranken	Consulting	Restricted	144 Reg D
1/13/2021	New Issuance	8,334,000	Common	0.0065	NO	Kim Brady	Consulting	Restricted	144 Reg D
1/13/2021	New Issuance	50,000,000	Common	0.0065	NO	Chicago Venture Partners: John Fife	Debt Service	Restricted	144 Reg D
1/26/2021	New Issuance	179,454,979	Common	0.0062	NO	Chicago Venture Partners: John Fife	Debt Service	Restricted	144 Reg D
1/28/2021	New Issuance	37,705,319	Common	0.0061	NO	North Cal Wood Products: Frank Van Vranken	Materials	Restricted	144 Reg D
2/5/2021	New Issuance	50,000,000	Common	0.0123	NO	Chicago Venture Partners: John Fife	Debt Service	Restricted	144 Reg D
2/16/2021	New Issuance	13,600,000	Common	0.0163	NO	Starwest Studios: Michael	Consulting	Restricted	144 Reg D
2/16/2021	New Issuance	14,375,000	Common	0.0163	NO	Christopher Tinney	Consulting	Restricted	144 Reg D
2/16/2021	New Issuance	10,800,000	Common	0.0163	NO	Strategic Stock	Consulting	Restricted	144 Reg D

						Consulting: Kim Brady			
2/16/2021	New Issuance	14,375,000	Common	0.0163	NO	Darren Reed	Consulting	Restricted	144 Reg D
2/16/2021	New Issuance	30,000,000	Common	0.0163	NO	Rhys Lynn	Consulting	Restricted	144 Reg D
2/16/2021	New Issuance	30,000,000	Common	0.0163	NO	Aubree Arias	Consulting	Restricted	144 Reg D
2/16/2021	New Issuance	20,375,000	Common	0.0163	NO	Jed Perlowin	Consulting	Restricted	144 Reg D
2/16/2021	New Issuance	14,375,000	Common	0.0163	NO	This Land Is Your Land: Bruce Perlowin	Consulting	Restricted	144 Reg D
2/16/2021	New Issuance	6,100,000	Common	0.0163	NO	Vincent Salmu	Consulting	Restricted	144 Reg D
2/16/2021	New Issuance	60,000,000	Common	0.0163	NO	Chicago Venture Partners: John Fife	Debt Service	Restricted	144 Reg D
2/16/2021	New Issuance	106,951,872	Common	0.0163	NO	Iliad Research: John Fife	Consulting	Restricted	144 Reg D
2/22/2021	New Issuance	133,689,840	Common	0.0162	NO	Iliad Research: John Fife	Consulting	Restricted	144 Reg D
2/26/2021	New Issuance	22,000,000	Common	0.0137	NO	Frank Van Vranken	Consulting	Restricted	144 Reg D
3/23/2021	New Issuance	133,689,840	Common	0.0121	NO	Iliad Research: John Fife	Consulting	Restricted	144 Reg D
3/30/2021	New Issuance	9,803,921	Common	0.0097	NO	Curtis Gebers	Consulting	Restricted	144 Reg D
3/30/2021	New Issuance	9,803,921	Common	0.0097	NO	Curtis Gebers	Consulting	Restricted	144 Reg D
6/14/2021	Cancelled	-45,000,000	Preferred K(P)	0.0081	NO	Svetlana Ogorodnikova	Consulting	Restricted	144 Reg D
4/19/2021	Cancelled	-3,632,530	Preferred Q	0.0102	NO	North Cal Wood Products: Frank Van Vranken	Materials	Restricted	144 Reg D
6/3/2021	Cancelled	-1,633,639	Preferred Q	0.0074	NO	Homelless Village Kins Community: Bruce Perlowin		Restricted	144 Reg D
6/9/2021	Cancelled	-250,000	Preferred Q	0.0085	NO	This Land Is Your Land: Bruce Perlowin		Restricted	144 Reg D
6/15/2021	New Issuance	2,000,000	Preferred Q	0.0087	NO	Dynamics365 LLC: Jed Perlowin	Consulting	Restricted	144 Reg D
6/16/2021	Cancelled	2,000,000	Preferred Q	0.0081	NO	Dynamics365 LLC: Jed Perlowin	Consulting	Restricted	144 Reg D
4/14/2021	New Issuance	100,000,000	Common	0.0082	NO	Craig Perlowin	Consulting	Restricted	144 Reg D
4/14/2021	New Issuance	40,000,000	Common	0.0082	NO	Kim Brady	Consulting	Restricted	144 Reg D
4/14/2021	New Issuance	40,000,000	Common	0.0082	NO	Hotel Worldwide Inc: Richard Steward Sr	Services	Restricted	144 Reg D
4/15/2021	New Issuance	25,000,000	Common	0.0078	NO	Dynamics365 LLC: Jed Perlowin	Consulting	Restricted	144 Reg D
4/15/2021	New Issuance	14,375,000	Common	0.0078	NO	Peter Lang	Consulting	Restricted	144 Reg D
4/19/2021	Conversion	363,253,000	Common	0.0102	NO	North Cal Wood Products: Frank Van Vranken	Materials	Restricted	144 Reg D

5/3/2021	New Issuance	160,427,807	Common	0.0088	NO	Iliad Research & Trading LP: John Fife	Debt Service	Restricted	144 Reg D
5/7/2021	Conversion	25,000,000	Common	0.0077	NO	Dynamics365 LLC: Jed Perlowin	Consulting	Restricted	144 Reg D
6/3/2021	Conversion	163,363,900	Common	0.0074	NO	Homeless Village Kins Community: Bruce Perlowin	Consulting	Restricted	144 Reg D
6/8/2021	New Issuance	163,101,604	Common	0.0085	NO	Iliad Research & Trading LP: John Fife	Debt Service	Restricted	144 Reg D
6/9/2021	New Issuance	25,000,000	Common	0.0085	NO	This Land Is Your Land: Bruce Perlowin	Consulting	Restricted	144 Reg D
6/14/2021	Conversion	45,000,000	Common	0.0081	NO	Svetlana Ogorodnikova	Consulting	Restricted	144 Reg D
6/14/2021	New Issuance	400,000,000	Common	0.0081	NO	Craig Perlowin	Consulting	Restricted	144 Reg D
6/14/2021	New Issuance	160,000,000	Common	0.0081	NO	Hoteli Worldwide Inc: Richard Steward Sr	Services	Restricted	144 Reg D
6/14/2021	New Issuance	160,000,000	Common	0.0081	NO	Kim Brady	Consulting	Restricted	144 Reg D
6/16/2021	Cancelled	-160,000,000	Common	0.0081	NO	Kim Brady	Consulting	Restricted	144 Reg D
6/16/2021	Cancelled	-400,000,000	Common	0.0081	NO	Craig Perlowin	Consulting	Restricted	144 Reg D
6/16/2021	Cancelled	-160,000,000	Common	0.0081	NO	Hoteli Worldwide Inc: Richard Steward Sr	Services	Restricted	144 Reg D
6/18/2021	Cancelled	-40,000,000	Common	0.0081	NO	Kim Brady	Consulting	Restricted	144 Reg D
8/17/2021	Cancelled	-20,000,000	{referred K(P)}	0.0047	NO	North Cal Wood Products: Frank Van Vranken	Services	Restricted	144 Reg D
8/17/2021	Conversion	2,000,000	Preferred Q	0.0047	NO	North Cal Wood Products: Frank Van Vranken	Services	Restricted	144 Reg D
8/17/2021	New Issuance	1,820,911	Preferred Q	0.047	NO	Homeless Village Kins Community: Bruce Perlowin	Consulting	Restricted	144 Reg D
9/15/2021	New Issuance	4,500,000	Preferred Q	0.0034	NO	Calvin Processing LLC: John Fife	Services	Restricted	144 Reg D
9/15/2021	New Issuance	18,585,786	Preferred Q	0.0034	NO	Bruce Perlowin	Consulting	Restricted	144 Reg D
7/22/2021	Cancelled	-166,667	Preferred Q	0.0057	NO	Ferris Holding Inc: Barry Epling	Consulting	Restricted	144 Reg D
9/15/2021	Cancelled	-1,633,639	Preferred Q	0.0034	NO	Healers Village Kins Florida: Bruce Perlowin	Consulting	Restricted	144 Reg D
9/15/2021	Conversion	163,363,900	Common	0.0034	NO	Healers Village Kins Florida: Bruce Perlowin	Consulting	Restricted	144 Reg D
7/1/2021	Cancelled	-55,555,555	Preferred K(P)	0.0072	NO	Bruce Perlowin	Consulting	Restricted	144 Reg D
7/1/2021	Conversion	555,555,555	Common	0.0072	NO	Bruce Perlowin	Consulting	Restricted	144 Reg D
8/17/2021	Cancelled	-18,209,112	Preferred K(P)	0.0047	NO	Veteran's Village Kins:	Consulting	Restricted	144 Reg D

						Bruce Perlowin			
8/23/2021	Cancelled	-1,525,000	Preferred K(P)	0.0035	NO	Bruce Perlowin	Consulting	Restricted	144 Reg D
8/23/2021	Cancelled	-25,700,000	Preferred K(P)	0.0035	NO	Bruce Perlowin	Consulting	Restricted	144 Reg D
8/23/2021	Conversion	257,000,000	Preferred K	0.0035	NO	Bruce Perlowin	Consulting	Restricted	144 Reg D
8/30/2021	Cancelled	-1,200,000	Preferred K(P)	0.0032	NO	Vincent Salmu	Services	Restricted	144 Reg D
8/30/2021	Conversion	12,000,000	Common	0.0032	NO	Vincent Salmu	Services	Restricted	144 Reg D
9/23/2021	Cancelled	-10,000,000	Preferred K(P)	0.0032	NO	Kim Brady	Services	Restricted	144 Reg D
9/23/2021	Conversion	100,000,000	Common	0.0032	NO	Kim Brady	Services	Restricted	144 Reg D
8/23/2021	New Issuance	61,000,000	Preferred	0.0035	NO	Bruce Perlowin	Consulting	Restricted	144 Reg D
7/20/2021	New Issuance	173,796,791	Common	0.0063	NO	Illiad Research & Trading: John Fife	Debt Service	Restricted	144 Reg D
8/10/2021	New Issuance	25,000,000	Common	0.0052	NO	Dynamics365, LLC: Jed Perlowin	Consulting	Restricted	144 Reg D
8/10/2021	New Issuance	25,000,000	Common	0.0052	NO	Dynamics365, LLC: Jed Perlowin	Consulting	Restricted	144 Reg D
8/10/2021	New Issuance	25,000,000	Common	0.0052	NO	Dynamics365, LLC: Jed Perlowin	Consulting	Restricted	144 Reg D
8/23/2021	New Issuance	160,427,807	Common	0.0032	NO	Illiad Research & Trading: John Fife	Debt Service	Restricted	144 Reg D
8/30/2021	New Issuance	181,818,182	Common	0.0036	NO	Illiad Research & Trading: John Fife	Debt Service	Restricted	144 Reg D
9/15/2021	New Issuance	4,500,000	Common	0.0034	NO	Calvin Processing LLC: John Fife	Debt Service	Restricted	144 Reg D
10/21/2021	Conversion	163,363,900	Common	0.0031	NO	Russian Village Kins Community: Bruce Perlowin	Consulting	Restricted	144 Reg D
11/2/2021	Conversion	22,000,000	Common	0.0029	NO	Abigail Harrington	Consulting	Restricted	144 Reg D
11/3/2021	New Issuance	178,181,818	Common	0.0027	NO	Illiad Research & Trading: John Fife	Debt Service	Restricted	144 Reg D
11/5/2021	New Issuance	181,818,182	Common	0.0029	NO	Illiad Research & Trading: John Fife	Debt Service	Restricted	144 Reg D
11/11/2021	New Issuance	25,000,000	Common	0.0029	NO	Dynamics365, LLC: Jed Perlowin	Consulting	Restricted	144 Reg D
11/22/2021	Conversion	40,000,000	Common	0.003	NO	Aubree Arias	Consulting	Restricted	144 Reg D
11/24/2021	New Issuance	161,290,323	Common	0.0029	NO	United American Health Corp.	Debt Service	Restricted	144 Reg D
11/29/2021	Conversion	303,030,300	Common	0.003	NO	Joseph Trivigno	Consulting	Restricted	144 Reg D
12/2/2021	Conversion	163,363,900	Common	0.0028	NO	Buddhist Village Kins: Bruce Perlowin	Debt Service	Restricted	144 Reg D



12/8/2021	Conversion	326,727,800	Common	0.0026	NO	Heal the Healers Village : Bruce Perlowin	Consulting	Restricted	144 Reg D
12/15/2021	New Issuance	189,393,939	Common	0.0023	NO	Illiad Research & Trading: John Fife	Debt Service	Restricted	144 Reg D
12/22/2021	Conversion	50,000,000	Common	0.0023	NO	Bruce Perlowin	Consulting	Restricted	144 Reg D
12/23/2021	New Issuance	86,956,522	Common	0.0022	NO	Ventura Seed Company	Consulting	Restricted	144 Reg D
12/28/2021	New Issuance	156,521,740	Common	0.002	NO	Albert Ellis		Restricted	144 Reg D
10/22/2021	New Issuance	6,500,000	Preferred Q	0.0029	NO	Bruce Perlowin	Loan Repayment	Restricted	144 Reg D
12/14/2021	New Issuance	961,538	Preferred Q	0.0023	NO	Sandra Williams	Compensation	Restricted	144 Reg D
10/21/2021	Cancelled	-1,633,639	Preferred Q	0.0031	NO	Russian Village Kins Community: Bruce Perlowin	Consulting	Restricted	144 Reg D
11/2/2021	Cancelled	-220,000	Preferred Q	0.0029	NO	Abigail Harrington	Consulting	Restricted	144 Reg D
11/29/2021	Cancelled	-3,030,303	Preferred Q	0.003	NO	Joseph Trivigno	Consulting	Restricted	144 Reg D
12/2/2021	Cancelled	-1,633,639	Preferred Q	0.0028	NO	Buddhist Village Kins: Bruce Perlowin	Consulting	Restricted	144 Reg D
12/8/2021	Cancelled	-3,267,278	Preferred Q	0.0026	NO	Heal the Healers Village : Bruce Perlowin	Consulting	Restricted	144 Reg D
12/22/2021	Cancelled	-500,000	Preferred Q	0.0023	NO	Bruce Perlowin	Consulting	Restricted	144 Reg D
11/22/2021	Cancelled	-4,000,000	Preferred K(P)	0.003	NO	Aubree Arias	Consulting	Restricted	144 Reg D
1/3/2022	Cancelled	-143,250	Preferred Q	0.0019	NO	Stacey Theis	Consulting	Restricted	144 Reg D
1/14/2022	Cancelled	-1,633,639	Preferred Q	0.0017	NO	Women & Children Village Kins	Consulting	Restricted	144 Reg D
1/19/2022	Cancelled	-1,633,639	Preferred Q	0.0016	NO	Vietnamese Village Kins Community	Consulting	Restricted	144 Reg D
1/19/2022	Cancelled	-1,633,639	Preferred Q	0.0016	NO	Asian Village Kins Community	Consulting	Restricted	144 Reg D
1/19/2022	Cancelled	-1,633,639	Preferred Q	0.0016	NO	Venezulan Village Kins Community	Consulting	Restricted	144 Reg D
1/19/2022	Cancelled	-1,633,639	Preferred Q	0.0016	NO	British Village Kins Community	Consulting	Restricted	144 Reg D
1/19/2022	Cancelled	-1,633,639	Preferred Q	0.0016	NO	Puerto Rican Village Kins Community	Consulting	Restricted	144 Reg D
1/20/2022	Cancelled	-166,667	Preferred Q	0.0017	NO	Craig Perlowin	Consulting	Restricted	144 Reg D
1/24/2022	Cancelled	-1,633,639	Preferred Q	0.0017	NO	Native American Village Kins Community	Consulting	Restricted	144 Reg D
2/2/2022	Cancelled	-1,820,911	Preferred Q	0.0017	NO	Veteran's Village Kins: Bruce Perlowin	Consulting	Restricted	144 Reg D

2/18/2022	Cancelled	-1,666,667	Preferred Q	0.0017	NO	Elite International Partners Inc.: Richard Steward Jr	Consulting	Restricted	144 Reg D
2/22/2022	Cancelled	-83,334	Preferred Q	0.0017	NO	Sandra Williams	Consulting	Restricted	144 Reg D
3/24/2022	Cancelled	-7,500,000	Preferred Q	0.0014	NO	Bruce Perlowin	Consulting	Restricted	144 Reg D
1/3/2022	Conversion	14,325,000	Common	0.0019	NO	Stacey Theis	Consulting	Restricted	144 Reg D
1/11/2022	New Issuance	25,000,000	Common	0.0018	NO	Gary Perlowin	Consulting	Restricted	144 Reg D
1/12/2022	New Issuance	233,766,234	Common	0.0018	NO	Illiad Research & Trading: John Fife	Debt Service	Restricted	144 Reg D
1/14/2022	Conversion	163,363,900	Common	0.0017	NO	Women & Children Village Kins: Bruce Perlowin	Consulting	Restricted	144 Reg D
1/19/2022	Conversion	163,363,900	Common	0.0016	NO	Vietnamese Village Kins Community: Craig Perlowin	Consulting	Restricted	144 Reg D
1/19/2022	Conversion	163,363,900	Common	0.0016	NO	Asian Village Kins Community: Craig Perlowin	Consulting	Restricted	144 Reg D
1/19/2022	Conversion	163,363,900	Common	0.0016	NO	Venezulan Village Kins Community: Kristin Oloso	Consulting	Restricted	144 Reg D
1/19/2022	Conversion	163,363,900	Common	0.0016	NO	British Village Kins Community	Consulting	Restricted	144 Reg D
1/19/2022	Conversion	163,363,900	Common	0.0016	NO	Puerto Rican Village Kins Community: Nicole Fey	Consulting	Restricted	144 Reg D
1/20/2022	Conversion	16,666,700	Common	0.0017	NO	Craig Perlowin	Consulting	Restricted	144 Reg D
1/24/2022	Conversion	163,363,900	Common	0.0017	NO	Native American Village Kins Community	Consulting	Restricted	144 Reg D
2/2/2022	Conversion	182,091,100	Common	0.0017	NO	Veteran's Village Kins: Bruce Perlowin	Consulting	Restricted	144 Reg D
2/11/2022	New Issuance	227,272,727	Common	0.0018	NO	Illiad Research & Trading LP: John Fife	Debt Service	Restricted	144 Reg D
2/18/2022	Conversion	166,666,700	Common	0.0017	NO	Elite International Partners Inc.: Richard Steward Jr	Consulting	Restricted	144 Reg D
2/22/2022	Conversion	8,333,400	Common	0.0017	NO	Sandra Williams	Consulting	Restricted	144 Reg D
3/24/2022	Conversion	750,000,000	Common	0.0014	NO	Bruce Perlowin	Consulting	Restricted	144 Reg D
3/25/2022	New Issuance	279,720,280	Common	0.0016	NO	Illiad Research & Trading: John Fife	Debt Service	Restricted	144 Reg D
2/18/2022	Cancelled	-1,111,111	Preferred FD K (P)	0.0013	NO	Clifford Perry	Consulting	Restricted	144 Reg D
5/17/2022	Conversion	-7,000,000	Preferred FD K (P)	0.0011	NO	Anastasia Foundation, SSM: Gabriel Miguel	Consulting	Restricted	144 Reg D

5/17/2022	Conversion	70,000,000	Common	0.0011	NO	Anastasia Foundation, SSM: Gabriel Miguel	Consulting	Restricted	144 Reg D
4/28/2022	New Issuance	346,320,346	Common	0.001	NO	Iliad Research & Trading: John Fife	Debt Service	Restricted	144 Reg D
6/14/2022	Cancelled	-10,000,000	Preferred	0.0008	NO	Harm Reduction Production, LLC: Richard Steward Jr	Consulting	Restricted	144 Reg D
6/14/2022	Cancelled	-10,000,000	Preferred	0.0008	NO	Harm Reduction Production, LLC: Richard Steward Jr	Consulting	Restricted	144 Reg D
9/1/2022	Conversion	-257,000,000	Preferred K	0.0006	NO	Bruce Perlowin	Conversion	Restricted	144 Reg D
9/9/2022	Cancelled	-3,043,741	Preferred K	0.0006	NO	ECO Harmony Festivals, Inc: Bruce Perlowin	Cancelled	Restricted	144 Reg D
9/9/2022	Cancelled	-12,902,241	Preferred K	0.0006	NO	ECO Harmony Festivals, Inc: Bruce Perlowin	Cancelled	Restricted	144 Reg D
9/15/2022	New Issuance	276,010,400	Preferred K	0.0007	NO	Gary Perlowin	New Issuance	Restricted	144 Reg D
7/5/2022	Conversion	-2,000,000	Preferred Q	0.0007	NO	North Cal Wood Products: Frank Van Vranken	Conversion	Restricted	144 Reg D
8/2/2022	Conversion	-3,030,000	Preferred Q	0.0011	NO	Joseph Trivigno	Conversion	Restricted	144 Reg D
8/9/2022	Conversion	-4,500,000	Preferred Q	0.0011	NO	Calvin Processing, LLC: Barry Epling	Conversion	Restricted	144 Reg D
8/29/2022	New Issuance	11,111,111	Preferred Q	0.0007	NO	Jed Perlowin	Consulting	Restricted	144 Reg D
9/1/2022	Conversion	-2,721,750	Preferred Q	0.0007	NO	Bruce Perlowin	Conversion	Restricted	144 Reg D
9/14/2022	Cancelled	-193,213	Preferred Q	0.0006	NO	Gary Perlowin	Cancelled	Restricted	144 Reg D
9/14/2022	Conversion	-2,760,104	Preferred Q	0.0006	NO	Gary Perlowin	Conversion	Restricted	144 Reg D
9/14/2011	Cancelled	-4,316,554	Preferred Q	0.0006	NO	Gary Perlowin	Cancelled	Restricted	144 Reg D
9/1/2022	Cancelled	-61,000,000	Preferred	0.0006	NO	Bruce Perlowin	Cancelled	Restricted	144 Reg D
9/15/2022	New Issuance	77,285,200	Preferred	0.0007	NO	Gary Perlowin	Consulting	Restricted	144 Reg D
7/5/2022	Conversion	200,000,000	Common	0.0007	NO	North Cal Wood Products: Frank Van Vranken	Conversion	Restricted	144 Reg D
7/11/2022	New Issuance	544,058,612	Common	0.0007	NO	Iliad Research & Trading LP: John Fife	Debt Service	Restricted	144 Reg D
8/2/2022	Conversion	303,000,000	Common	0.0011	NO	Joseph Trivigno	Conversion	Restricted	144 Reg D
8/9/2022	Conversion	450,000,000	Common	0.0011	NO	Calvin Processing, LLC: Barry Epling	Conversion	Restricted	144 Reg D
9/1/2022	New Issuance	15,250,000	Common	0.0007	NO	Bruce Perlowin	Consulting	Restricted	144 Reg D
9/1/2022	Conversion	257,000,000	Common	0.0007	NO	Bruce Perlowin	Consulting	Restricted	144 Reg D
9/1/2022	New Issuance	225,955,450	Common	0.0007	NO	Bruce Perlowin	Consulting	Restricted	144 Reg D

9/1/2022	Conversion	272,175,000	Common	0.0007	NO	Bruce Perlowin	Conversion	Restricted	144 Reg D
9/6/2022	Cancelled	-8,900,000	Common	0.0007	NO	Jed Perlowin	Cancelled	Restricted	144 Reg D
9/6/2022	New Issuance	890,000,000	Common	0.0007	NO	Jed Perlowin	Consulting	Restricted	144 Reg D
9/9/2022	New Issuance	12,902,241	Common	0.0006	NO	Bruce Perlowin	Consulting	Restricted	144 Reg D
9/9/2022	New Issuance	3,043,741	Common	0.0006	NO	Bruce Perlowin	Consulting	Restricted	144 Reg D
9/29/2022	New Issuance	60,390,000	Common	0.0003	NO	Sanders Roberts, LLP	Consulting	Restricted	144 Reg D
10/3/2022	Conversion	-1,633,639	Preferred Q	0.0002	NO	Friends & Family Village Kins: Craig Perlowin	Conversion	Restricted	144 Reg D
10/3/2022	Conversion	-1,633,639	Preferred Q	0.0002	NO	Ancient Aliens: Craig Perlowin	Conversion	Restricted	144 Reg D
10/6/2022	Conversion	-1,639,633	Preferred Q	0.0005	NO	Anastasia Foundation, SSM: Gabriel Miguel	Conversion	Restricted	144 Reg D
10/6/2022	Conversion	-1,633,639	Preferred Q	0.0005	NO	Homeless Village Kins Community: Bruce Perlowin	Conversion	Restricted	144 Reg D
10/6/2022	Conversion	-1,617,639	Preferred Q	0.0005	NO	Cana Sense: Stacey Theis	Conversion	Restricted	144 Reg D
10/27/2022	Conversion	-1,633,639	Preferred Q	0.0004	NO	Silver Tour, LLC: Robert Platshoren	Conversion	Restricted	144 Reg D
11/3/2022	Conversion	-1,633,639	Preferred Q	0.0004	NO	Sikh Village Kins: Chris Tinney	Conversion	Restricted	144 Reg D
11/17/2022	Conversion	-1,633,639	Preferred Q	0.0004	NO	Craig Perlowin	Conversion	Restricted	144 Reg D
12/29/2022	Conversion	-2,571,913	Preferred Q	0.0004	NO	Calvin Processing, LLC Barry Epling	Conversion	Restricted	144 Reg D
12/29/2022	Conversion	-1,197,030	Preferred Q	0.0004	NO	Gary Perlowin	Conversion	Restricted	144 Reg D
12/29/2022	Conversion	-2,205,445	Preferred Q	0.0004	NO	Jed Perlowin	Conversion	Restricted	144 Reg D
10/11/2022	New Issuance	909,090,909	Common	0.0004	NO	Illiad Research & Trading: John Fife	Debt Service	Restricted	144 Reg D
10/26/2022	New Issuance	10,000,000	Common	0.0004	NO	Sanders Roberts, LLP	Consulting	Restricted	144 Reg D
12/29/2022	New Issuance	6,336,380	Common	0.0004	NO	Gary Perlowin	Consulting	Restricted	144 Reg D
12/29/2022	New Issuance	11,970,330	Common	0.0004	NO	Gary Perlowin	Consulting	Restricted	144 Reg D
12/29/2022	New Issuance	190,000,000	Common	0.0004	NO	Gary Perlowin	Consulting	Restricted	144 Reg D
10/3/2022	Conversion	163,363,900	Common	0.0002	NO	Friends & Family Village Kins: Craig Perlowin	Consulting	Restricted	144 Reg D
10/3/2022	Conversion	163,363,900	Common	0.0002	NO	Ancient Aliens: Craig Perlowin	Consulting	Restricted	144 Reg D
10/6/2022	Conversion	163,963,300	Common	0.0005	NO	Anastasia Foundation, SSM: Gabriel Miguel	Consulting	Restricted	144 Reg D
10/6/2022	Conversion	163,363,900	Common	0.0005	NO	Homeless Village Kins Community: Bruce Perlowin	Consulting	Restricted	144 Reg D

10/6/2022	Conversion	161,763,900	Common	0.0005	NO	Cana Sense, LLC: Stacey Theis	Consulting	Restricted	144 Reg D
10/27/2022	Conversion	163,363,900	Common	0.0004	NO	Siver Tour, LLC: Robert Platshoren	Consulting	Restricted	144 Reg D
11/3/2022	Conversion	163,363,900	Common	0.0004	NO	Sikh Village Kins: Chris Tinney	Consulting	Restricted	144 Reg D
11/17/2022	Conversion	163,363,900	Common	0.0004	NO	Craig Perlowin	Consulting	Restricted	144 Reg D
12/29/2022	Conversion	557,191,300	Common	0.0004	NO	Calvin Processing, LLC Barry Epling	Consulting	Restricted	144 Reg D
12/29/2022	Conversion	220,544,500	Common	0.0004	NO	Jed Perlowin	Consulting	Restricted	144 Reg D
12/29/2022	Cancelled	-63,363,900	Common	0.0004	NO	Gary Perlowin	Consulting	Restricted	144 Reg D
Number of Shares outstanding as of 12.31.22	Opening Balance								
	Common	<u>23,740,499,089</u>							
	Preferred	<u>475,660,086</u>							

**Example:** A company with a fiscal year end of December 31<sup>st</sup>, in addressing this item for its Annual Report, would include any events that resulted in changes to any class of its outstanding shares from the period beginning on January 1, 2021 through December 31, 2022 pursuant to the tabular format above.

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

N/A

## B. Promissory and Convertible Notes

Indicate by check mark whether there are any outstanding promissory, convertible notes, convertible debentures, or any other debt instruments that may be converted into a class of the issuer's equity securities:

No: ☐ Yes: ☒ (If yes, you must complete the table below)

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.  *You must disclose the control person(s) for any entities listed.	Reason for Issuance (e.g. Loan, Services, etc.)
11/9/2016	806,432	393,202	413,230	9/9/2018	*See Below*	Chicago Venture Partners, LP: John Fife	Loan

1/13/2017	316,312	1,972,339		5/13/2019	*See Below*	Iliad Research and Trading, LP: John Fife	Loan
3/17/2017	3,497,190	2,031,661	1,465,529	7/17/2019	*See Below*	Odyssey Research and Trading, LP: John Fife	Loan
7/27/2017	1,404,513	753,200	651,313	10/27/2018	*See Below*	Odyssey Research and Trading, LP: John Fife	Loan
3/23/2018	1,772,835	2,032,928		7/23/2020	*See Below*	Chicago Venture Partners, LP: John Fife	Loan
7/24/2018	3,282,187	2,028,575	1,253,612	11/24/2020	*See Below*	Iliad Research and Trading, LP: John Fife	Loan
11/16/2018	3,159,726	2,029,387	1,130,339	3/16/2021	*See Below*	Chicago Venture Partners, LP: John Fife	Loan
3/28/2019	3,023,991	2,028,750	995,241	7/28/2022	*See Below*	Iliad Research and Trading, LP: John Fife	Loan
5/22/2019	1,457,699	1,000,000	457,699	11/22/2020	*See Below*	Chicago Venture Partners, LP: John Fife	Loan
8/8/2019	2,780,320	2,032,936	747,384	12/8/2021	*See Below*	Chicago Venture Partners, LP: John Fife	Loan
10/22/2019	1,421,538	1,000,000	421,538	4/22/2021	*See Below*	Chicago Venture Partners, LP: John Fife	Loan
11/25/2019	908,358	665,090	243,268	4/25/2021	*See Below*	Chicago Venture Partners, LP: John Fife	Loan
1/16/2020	1,228,184	1,006,480	221,704	5/16/2022	*See Below*	Chicago Venture Partners, LP: John Fife	Loan

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

\*Conversion Terms: 60% of the average of the two (2) lowest Closing Bid Prices in the twenty (20) Trading Days immediately preceding the applicable Conversion

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

The purpose of this section is to provide a clear description of the issuer's current operations.  
(Please ensure that these descriptions are updated on the Company's Profile on [www.otcm Markets.com](http://www.otcm Markets.com)).

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

Hemp Inc. is a publicly-traded company, founded in 2008, that has grown to become one of the most recognizable global leaders in the industrial hemp industry with an 85,000 square foot multipurpose industrial hemp processing facility in Spring

Hope, North Carolina. The Company has more than ten years' experience in growing and processing hemp in North America. Hemp, Inc. has an established network of industry professionals in every segment of the industrial hemp industry.

While hemp is primarily grown to produce seed, fiber, medicine and oil, the byproducts that remain after harvest could serve as feed for animals. This may include leaves, fodder and residual plant fibers. Since these byproducts are predominantly "cellulose-containing plant materials" the best type of animals to utilize these byproducts are ruminants (cattle, sheep, goats, buffalo, deer, elk, giraffes and camels) because of their unique digestive system. This opens the door for segments of the agricultural industry to take advantage of opportunities in the hemp market by using hemp as animal feed.

Hemp offers products such as King of Hemp®, a unique and one of kind, CBD product, in addition to CBD/CBG/CBN Power Capsules, Coffee Enhancer, Midnight Express Pre-Rolls, flavored Pre-Rolls, Fortified Pre-Rolls, Caviar, Diamonds and SuperTinctures.

It has been Hemp, Inc.'s intent to continually invest in building its hemp infrastructure, especially since none existed previously. In fact, the Company has instinctively been following the same path as Amazon, by reinvesting profits and operating capital back into building the infrastructure. This is a business strategy that has been proven and works well.

All the years leading up to this point were building and finishing the largest hemp infrastructure in America and now the Company is focusing 90% of its efforts on marketing and generating revenues.

According to the latest Allied Market Research Report, projects the global industrial hemp market to "reach \$18.6 billion by 2027, growing at a compound annual growth rate (CAGR) of 22.4% from 2021 to 2027." The rise in usage of hemp seed and hemp seed oil in several food applications, increase in awareness regarding advantages of recreational hemp and surge in demand for hemp-based beauty and personal care products drive the growth of the global industrial hemp market.

B. List any subsidiaries, parent company, or affiliated companies.

**Hemp, Inc.'s 9 divisions are as follows:**

<i>Division One</i>	The Industrial Hemp Infrastructure
<i>Division Two</i>	The Hemp Farming Infrastructure
<i>Division Three</i>	Hemp CBD/CBG/CBG Products
<i>Division Four</i>	The Hemp Educational Infrastructure
<i>Division Five</i>	The Hemp Marketing Infrastructure
<i>Division Six</i>	Accessories Products and Services
<i>Division Seven</i>	Research and Development
<i>Division Eight</i>	Industrial Hemp Investments and Joint Ventures
<i>Division Nine</i>	Industrial Hemp Consulting

C. Describe the issuers' principal products or services.

**Division One – The Industrial Hemp Infrastructure**

The Industrial Hemp Infrastructure (Division One) currently consists of its multi-purpose industrial hemp processing facility and milling operation in Spring Hope, North Carolina. The 85,000 square foot facility sits on nine acres. It is environmentally sustainable and was built from the ground up, in hopes of "Making America Hemp Again". The North Carolina facility is currently on hiatus from manufacturing products, but is still selling the Company's unique kenaf-hemp blend, the all-green natural loss circulation material (LCMs), called DrillWall™. The DrillWall™ can be sold to the oil and gas drilling industry, along with an all-green natural oil spill absorbent, a second industrial kenaf-hemp product called Spill-Be-Gone™.

**Division One Products:**

DrillWall™ (a loss circulation material)

Spill-Be-Gone™ (an oil spill cleanup product)

## **Division Two – The Hemp Farming Infrastructure**

The Hemp Farming Infrastructure (*Division Two*) consists (between Hemp, Inc. and its associates) of hemp and kenaf growing in multiple locations, farm equipment, cloning rooms, clones and seeds, grow rooms, greenhouses, hemp drying facilities and a large amount of peripheral farming tools and equipment. Hemp, Inc. has increased its focus on its agricultural endeavors over the course of four years. In 2020, Hemp Inc., celebrated five years successfully growing hemp.

## **Division Three –Hemp CBD/CBG/CBN Products**

*Division Three* is primarily focused on CBD/CBG/CBN Products such as the Company's new Super Tincture with 10,000 mg of CBD/CBG, and two versions of our new Super Capsules -- one with 250mg CBD and 100mg CBG per serving and another with 150mg CBD, 50mg CBG and 25mg CBN per serving as well as the King of Hemp® Pre-Roll Blends, Fortified Pre-Rolls (now infused with Hemp Terpenes); Bubba Kush Hemp; Caviar/Moon Rocks; and Diamonds and Crumbles (smaller Diamond pieces) The CBD oil that was extracted from the 2018 hemp grows in North Carolina has been made into pure crystalline CBD isolate which was added to the Company's "King of Hemp®" branded line of pre-rolls.

In lieu of building its own extraction laboratories, Hemp, Inc. plans to utilize the facilities of other labs in the industry, when needed, to manufacture its own line of CBD oil products. With 150 different cannabinoids, over 300 terpenes and more of each being discovered almost monthly, the product range and possibilities in this area are endless.

Consumers can also shop on the newly redesigned website [hempinc.com](http://hempinc.com) for the King of Hemp® pre-rolls and hemp tinctures. Each pre-roll contains a smooth, nearly odorless natural hemp smoke. They are tightly rolled into a filtered cigarette rice paper for the ultimate discreet smoke. Many users have said the King of Hemp® pre-rolls present a calming experience, perfect for alleviating feelings of anxiousness and gaining mental clarity. It contains .3% or less THC so it's federally legal nationwide.

## **Division Four – The Hemp Educational Infrastructure**

The Hemp Educational Infrastructure (*Division Four*) includes Hemp, Inc.'s **Hemp University** which focuses on educating and empowering Hemp farmers and entrepreneurs with knowledge, processing, infrastructure and support. The **educational seminars**, through the Hemp University, are held periodically (as needed). These seminars are to teach farmers and landowners how to create a profitable income stream by maximizing the per-acre crop revenue. Through this division, Hemp, Inc. has trained well over 500 farmers in its first two years by doing a total of nine Hemp University seminars in North Carolina and Oregon.

The Hemp University has helped transform the livelihoods of North Carolina and Oregon farmers transitioning from tobacco and other crops to industrial hemp by providing them with the tools and support needed to gain a foothold in this burgeoning industry. This division is currently not holding seminars due to the onset of COVID.

## **Division Five – The Hemp Marketing Infrastructure**

Hemp, Inc. believes there must be a keen focus on its marketing infrastructure. The demand for CBD, CBG and other hemp products is massive. To supply that type of volume/demand being experienced, there needs to be a strong foundation or infrastructure in place. While Hemp, Inc. continues to grow its Hemp Marketing Infrastructure, this infrastructure must be able to support an aggressive industry growth. The cannabidiol (CBD) market is on track to grow to \$23.7 billion through 2023, according to the Brightfield Group.

## **Division Six – Accessories, Products and Services**

*Division Six (currently not active)* will focus on the sale of hemp industry accessories such as the sale of extractors, harvesters, storage bags, containers, fertilizer, soil amendments, humidifiers, dehumidifiers, balers, greenhouses, and greenhouse equipment; the drying, trimming, curing, storing and brokering for other farmers harvesting hemp and ultimately anything else a hemp farmer may need to be successful.

## **Division Seven – Research and Development**

Research and Development has been an integral part of Hemp, Inc. since day one and a more formal research and



development project is planned for the future. The King Of Hemp Brand products (available on the website [www.KingOfHempUSA.com](http://www.KingOfHempUSA.com)) are evolving products where we research the best methods of formulating our products and increase their bio-availability.

### **Division Eight – Industrial Hemp Investments and Joint Ventures**

Hemp, Inc. established its eighth division (Industrial Hemp Investments and Joint Ventures). Since the passing of the 2018 hemp bill, Hemp, Inc. has been flooded with inquiries of people who want to invest in the hemp industry but do not know where to start. As the Avant-guard of the industrial hemp industry, Hemp, Inc. has put together numerous joint venture investment opportunities for the medium to large-scale investor. Our joint venture agreements state, “they put up the money and we put up the expertise in a 50/50 revenue share, *after all the initial investment money is paid back*”. This will save the large-scale hemp investor often two years and dozens of multimillion-dollar mistakes, that they will often make without an expert in the hemp industry.

### **Division Nine – Industrial Hemp Consulting**

Hemp, Inc.’s Industrial Hemp and Medical Marijuana Consulting Company (IHMMCC) was recently restructured, as its ninth division and is now “Division Nine - Industrial Hemp Consulting”. With an influx of public companies wanting to expand into the industrial hemp industry, Hemp, Inc. has received numerous potential consulting agreements. To keep up, Hemp, Inc. revamped its consulting division to work hands-on with each company to provide its years of expertise. There is a sense of a “Community of Companies” whereby companies are working together to pool their resources, marketing connections and strategies in order to grow simultaneously.

Typically, companies seeking in depth consulting services from Hemp, Inc., pay mostly in stock, since cashflow is often times tight during the developmental stage of companies in this industry. Through Hemp, Inc.’s Division Nine – Industrial Hemp Consulting, a wide range of services are forged from the experiences of creating the first publicly traded company in the cannabis sector (Medical Marijuana, Inc.) and having over a decade of experience in the industrial hemp industry’s public sector.

## **5) 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.

Hemp, Inc. owns and operates an 85,000 square foot multi-purpose industrial hemp processing facility and milling operation on 9 acres, in Spring Hope, North Carolina. With a patent pending manufacturing process, the North Carolina facility has processed millions of pounds of its unique kenaf-hemp blend to manufacture all-green natural loss circulation material (LCMs), called [DrillWall™](#), that is to be sold to the oil and gas drilling industry. The Company also produces an all- green natural oil spill absorbent kenaf-hemp product called [Spill-Be-Gone™](#).

## **6) Officers, Directors, and Control Persons**

Using the table below, please provide information, as of the period end date of this report, regarding any officers, or directors of the company, individuals or entities controlling more than 5% of any class of the issuers securities, 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.**

Include Company Insiders who own any outstanding units or shares of any class of any equity security of the issuer.

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.

Names of All Officers, Directors and Control Persons	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	Names of control person(s) if a corporate entity
<u>Bruce Perlowin</u>	<u>Owner of more than 5%</u>	<u>Fort Pierce/ Florida</u>	<u>8,400,000</u>	<u>Preferred A Shares</u>	<u>100%</u>	<u>N/A</u>
<u>Bruce Perlowin</u>	<u>Owner of more than 5%</u>	<u>Fort Pierce/ Florida</u>	<u>71,595,597</u>	<u>Preferred Q Shares</u>	<u>100%</u>	<u>N/A</u>
<u>Bruce Perlowin</u>	<u>Owner of more than 5%</u>	<u>Fort Pierce/ Florida</u>	<u>61,000,000</u>	<u>Preferred</u>	<u>71.5%</u>	<u>N/A</u>
<u>Bruce Perlowin</u>	<u>Owner of more than 5%</u>	<u>Fort Pierce/ Florida</u>	<u>286,595,545</u>	<u>Preferred K Shares</u>	<u>57.3%</u>	<u>N/A</u>
<u>Gary Perlowin</u>	<u>CEO/CFO/Officer/Director</u>	<u>Fort Pierce/ Florida</u>	<u>N/A</u>	<u>N/A</u>	<u>N/A</u>	<u>N/A</u>

## 7) Legal/Disciplinary History

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

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

NONE

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

NONE

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

NONE

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

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.

NONE

## 8) Third Party Service Providers

Provide the name, address, telephone number and email address of each of the following outside providers. You may add additional space as needed.

Securities Counsel (must include Counsel preparing Attorney Letters).

Name: Gary L. Blum  
Address 1: Law Offices of Gary L. Blum  
Address 2: 3278 Wilshire Blvd. Ste 603  
Phone: Los Angeles, CA 90010  
Email: [gblum@gblumlaw.com](mailto:gblum@gblumlaw.com)

Accountant or Auditor

Name: Dana Banks  
Firm: Bello Business Solutions  
Address 1: 108 Stekoa Ln Suite 102  
Address 2: Knoxville, TN 37912  
Phone: 865-512-9400  
Email: [dana.bello@bellobusinesssolutions.com](mailto:dana.bello@bellobusinesssolutions.com)

Investor Relations

Name: \_\_\_\_\_  
Firm: \_\_\_\_\_  
Address 1: \_\_\_\_\_  
Address 2: \_\_\_\_\_  
Phone: 855-436-7688  
Email: [ir@hempinc.com](mailto:ir@hempinc.com)

*All other means of Investor Communication:*

Twitter: \_\_\_\_\_  
Discord: \_\_\_\_\_  
LinkedIn: \_\_\_\_\_  
Facebook: \_\_\_\_\_  
[Other ] [hempinc.com](http://hempinc.com)

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), consultant(s) or any entity/individual that provided assistance or services to the issuer during the reporting period.

NONE

## 9) Financial Statements

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

- ☐ IFRS  
☒ U.S. GAAP

B. The following financial statements were prepared by (name of individual)<sup>2</sup>:

Name: **B Stiles**

Title: **NA**

Relationship to Issuer: **Outside Service Provider**

Describe the qualifications of the person or persons who prepared the financial statements: **Degreed Accountant**

Provide the following financial statements 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.

- a. Audit letter, if audited;
- b. Balance Sheet;
- c. Statement of Income;
- d. Statement of Cash Flows;
- e. Statement of Retained Earnings (Statement of Changes in Stockholders' Equity)
- f. Financial Notes

## 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, Gary Perlowin certify that:

1. I have reviewed this Disclosure Statement for HEMP 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.

March 30, 2023 [Date]

/S/ Gary Perlowin [CEO's Signature]

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

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<sup>2</sup> The financial statements requested pursuant to this item must be prepared in accordance with US GAAP or IFRS and by persons with sufficient financial skills.

*Principal Financial Officer:*

I, Gary Perlowin certify that:

1. I have reviewed this Disclosure Statement for HEMP 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.

March 30, 2023 [Date]

/S/ Gary Perlowin [CFO's Signature]

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

Hemp, Inc. and Subsidiaries  
Balance Sheets  
(Unaudited)

	December 31, 2022	December 31, 2021
<u>ASSETS</u>		
CURRENT ASSETS		
Cash and cash equivalents	\$ 96,163	\$ 247,504
Securities held for sale	86,105	86,105
Receivables	1,990,411	1,979,524
Inventory	4,585,758	4,593,483
Notes Receivable	183,195	183,195
Prepaid interest	8,581,758	8,581,758
Prepaid rent	20,000	20,000
Total Current Assets	<u>15,543,389</u>	<u>15,691,569</u>
OTHER ASSETS		
LPO Software	1,810,775	1,810,775
Tax tracking software	156,250	156,250
Property, Plant, and Equipment-net	<u>26,835,623</u>	<u>27,433,602</u>
Total Other Assets	<u>28,802,648</u>	<u>29,400,627</u>
TOTAL ASSETS	<u>\$ 44,346,037</u>	<u>\$ 45,092,196</u>
<u>LIABILITIES AND STOCKHOLDERS' EQUITY/(DEFICIT)</u>		
CURRENT LIABILITIES		
Accounts payable and accrued liabilities	\$ 301,935	\$ 884,244
Due to B. Perlowin	0	(65,023)
Due to D. Tobias	0	50
Payroll taxes payable	0	57
TOTAL CURRENT LIABILITIES	<u>301,935</u>	<u>819,328</u>
NON-CURRENT LIABILITIES		
Contingent disputed liability - JS	12,105	12,105
Note payable and accrued interest	<u>30,861,540</u>	<u>29,111,540</u>
TOTAL NON-CURRENT LIABILITIES	<u>30,873,645</u>	<u>29,123,645</u>
TOTAL LIABILITIES	<u>31,175,580</u>	<u>29,942,973</u>
STOCKHOLDERS' DEFICIT		
Preferred Collectible stock:		
500,000,000 shares authorized, \$0.00001 par value		
8,400,000 and 8,400,000 shares issued	84	84
Preferred stock:		
31,835,578 shares authorized, \$0.00001 par value		
0 and 0 shares issued	-	-
New Preferred stock:		
250,000,000 shares authorized, \$0.00001 par value		
85,347,800 and 85,347,800 and shares issued	853	853
Preferred K stock:		
313,262,154 shares authorized, \$0.00001 par value		
313,262,154 and 313,262,154 shares issued	3,133	3,133
Preferred K(P) stock:		
83,673,428 shares authorized, \$0.00001 par value		
29,979,600 and 36,520,716 shares issued	300	365
Preferred Q stock:		
200,000,000 shares authorized, \$0.00001 par value		
39,390,909 and 98,551,215 shares issued	394	986
Common Stock:		
40,000,000,000 common shares, \$0.00001 par value		
23,740,499,089 and 14,195,334,169 shares issued	237,405	141,953
Additional paid-in capital	183,818,974	180,404,270
Subscriptions payable	2,247,287	2,247,287
Other comprehensive income/(expense)	(6,327,539)	(6,327,539)
Retained earnings/(deficit)	<u>(166,810,434)</u>	<u>(161,328,282)</u>
Total Stockholders' Equity/(Deficit)	<u>13,170,457</u>	<u>15,149,223</u>
TOTAL LIABILITIES AND STOCKHOLDERS' DEFICIT	<u>\$ 44,346,037</u>	<u>\$ 45,092,196</u>

The accompanying notes are an integral part of these statements

**Hemp, Inc. and Subsidiaries**  
**Statements of Operations**  
(Unaudited)

	For the Year Ended December 31,	
	2022	2021
SALES	\$ 184,396	\$ 42,520
Cost of sales	<u>96,553</u>	<u>22,070</u>
GROSS MARGIN	87,842	20,450
OPERATING EXPENSES		
Compensation - stock based	1,047,843	10,551,270
Professional and consulting fees	682,549	700,171
Occupancy expenses	222,163	269,763
Travel	18,216	25,903
Advertising and Promotion	43,032	83,869
General and administrative	<u>1,380,463</u>	<u>2,198,424</u>
Total Operating Expenses	<u>3,394,266</u>	<u>13,829,400</u>
NET INCOME (LOSS) FROM OPERATIONS	(3,306,424)	(13,808,950)
OTHER INCOME (EXPENSE)		
Interest income	-	-
Other income	192,493	-
Settle lawsuit	-	-
Interest expense - stock based	(2,368,220)	(11,548,595)
Interest expense	<u>-</u>	<u>-</u>
Total other income (expense)	<u>(2,175,728)</u>	<u>(11,548,595)</u>
NET INCOME (LOSS) BEFORE TAXES	<u>(5,482,152)</u>	<u>(25,357,545)</u>
Provision for income taxes	-	-
NET INCOME (LOSS)	<u><u>(5,482,152)</u></u>	<u><u>(25,357,545)</u></u>
PER SHARE DATA:		
Basic and diluted income (loss) per common share	<u>\$ (0.00)</u>	<u>\$ (0.00)</u>
Weighted average number of common shares outstanding	<u>23,740,499,089</u>	<u>14,195,344,169</u>

The accompanying notes are an integral part of these statements

**Hemp, Inc. and Subsidiaries**  
**Statements of Cash Flows**  
(Unaudited)

	For the Year Ended December 31, 2022
<b>CASHFLOWS FROM OPERATING ACTIVITIES</b>	
Net income (loss)	\$ (5,482,152)
Adjustments to reconcile net income (loss) to net cash from operating activities:	
Issuance of stock for services	1,047,843
Issuance of stock for interest	-
Issuance of stock to settle lawsuit	-
Changes in Operating Assets and Liabilities:	
Inventory	7,725
Prepaid interest	(0)
Prepaid rent	-
Receivables	(10,886)
Accounts payable and accrued liabilities	(582,309)
Net cash from operating activities	<u>(5,019,779)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>	
Securities held for sale	-
Property, plant, and equipment	597,979
Net cash from investing activities	<u>\$ 597,979</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>	
Advances from related parties	-
Notes payable	1,750,000
Stock for debt service	2,368,220
Subscriptions payable	-
Net cash from financing activities	<u>4,118,221</u>
<b>NET CHANGE IN CASH</b>	<b>(151,341)</b>
<b>CASH AT BEGINNING OF PERIOD</b>	<b>247,504</b>
<b>CASH AT END OF PERIOD</b>	<b><u>\$ 96,163</u></b>
<b>SUPPLEMENTAL CASH FLOW DISCLOSURES</b>	
Cash paid for interest	\$ -
Cash paid for income taxes	\$ -
<b>NON-CASH INVESTING AND FINANCING ACTIVITIES</b>	
Common stock issued for debt service	\$ 2,368,220
Warrants issued for prepaid interest	\$ -

The accompanying notes are an integral part of these statements



Hemp, Inc. and Subsidiaries  
Statement of Stockholders' Equity (Deficit)  
(Unaudited)

	Preferred A Series Shares		Preferred Stock		New Preferred Stock		Preferred K Stock		Preferred K(P) Stock		Preferred Q Stock		Common Stock		Additional Paid-in Capital	Sub- scriptions Payable	Other Com- prehensive Income (Expense)	Retained Earnings/ (Deficit)	Total Stockholders' Deficit
	Shares	Amount	Shares	Amount	Shares	Amount	Shares	Amount	Shares	Amount	Shares	Amount	Shares	Amount					
Balance- December 31, 2020	8,400,000	\$ 84	0	\$ -	24,347,800	\$ 243	68,262,164	\$ 683	179,410,383	\$ 1,794	80,642,394	\$ 806	8,238,768,607	\$ 82,368	\$ 167,499,638	\$ 2,247,287	\$ (6,327,639)	\$ (135,970,738)	\$ 17,634,384
QE March 31, 2021 - Preferred K(P) Cancelled							(2,200,000)	(22)											
QE March 31, 2021 - PQ P(Q) Cancelled									(83,334)	(1)									
QE March 31, 2021 - PQ P(Q) issued for services									93,334	1					1,511				1,512
QE March 31, 2021 - PQ P(Q) issued for services									133,334	1					2,169				2,160
QE March 31, 2021 - PQ P(Q) issued for services									633,334	6					10,064				10,070
QE March 31, 2021 - PQ P(Q) issued for services									3,632,630	36					35,199				35,236
QE March 31, 2021 - Common stock issued for services											8,334,000	83			54,088				54,171
QE March 31, 2021 - Common stock issued for services											50,000,000	500			324,500				325,000
QE March 31, 2021 - Common stock issued for services											179,454,979	1,795			1,110,826				1,112,621
QE March 31, 2021 - Common stock issued for services											37,706,319	377			229,625				230,002
QE March 31, 2021 - Common stock issued for services											50,000,000	500			614,500				615,000
QE March 31, 2021 - Common stock issued for services											13,600,000	136			221,544				221,680
QE March 31, 2021 - Common stock issued for services											14,375,000	144			234,169				234,313
QE March 31, 2021 - Common stock issued for services											10,800,000	108			175,932				176,040
QE March 31, 2021 - Common stock issued for services											14,375,000	144			234,169				234,313
QE March 31, 2021 - Common stock issued for services											30,000,000	300			488,700				489,000
QE March 31, 2021 - Common stock issued for services											30,000,000	300			488,700				489,000
QE March 31, 2021 - Common stock issued for services											20,375,000	204			331,909				332,113
QE March 31, 2021 - Common stock issued for services											14,375,000	144			234,169				234,313
QE March 31, 2021 - Common stock issued for services											6,100,000	61			99,369				99,430
QE March 31, 2021 - Common stock issued for services											60,000,000	600			977,400				978,000
QE March 31, 2021 - Common stock issued for services											106,951,872	1,070			1,742,246				1,743,316
QE March 31, 2021 - Common stock issued for services											133,689,840	1,337			2,164,439				2,165,775
QE March 31, 2021 - Common stock issued for services											22,000,000	220			301,180				301,400
QE March 31, 2021 - Common stock issued for services											133,689,840	1,337			1,616,310				1,617,647
QE March 31, 2021 - Common stock issued for services											9,803,921	98			95,000				95,098
QE March 31, 2021 - Common stock issued for services											9,803,921	98			95,000				95,098
Income/(Loss) for the Quarter Ended Balance-March 31, 2021	8,400,000	84	0	0	24,347,800	243	68,262,164	683	237,922,619	2,379	166,598,389	1,666	11,677,660,812	116,779	169,361,586	2,247,287	(6,327,639)	(12,367,462)	(12,367,462)
QE June 30, 2021 - K(P) K(P) Cancelled							(4,500,000)	(45)											
QE June 30, 2021 - PFD Q P(Q) Cancelled									(3,632,630)	(36)									
QE June 30, 2021 - PFD Q P(Q) Cancelled									(1,633,639)	(16)									
QE June 30, 2021 - PFD Q P(Q) Cancelled									(250)	(0.002)									
QE June 30, 2021 - Common stock issued for services											100,000,000	1,000			53,171				54,171
QE June 30, 2021 - Common stock issued for services												0			54,171				54,171
QE June 30, 2021 - Common stock issued for services											25,000,000	250			53,921				54,171
QE June 30, 2021 - Common stock issued for services											14,375,000	144			54,027				54,171
QE June 30, 2021 - Common stock issued for services											160,427,807	1,604			52,567				54,171
QE June 30, 2021 - Common stock issued for services											25,000,000	250			53,921				54,171
QE June 30, 2021 - Common stock issued for services											163,101,604	1,631			52,540				54,171
QE June 30, 2021 - Common Conversion											0	0			0				
QE June 30, 2021 - Common Conversion											40,000,000	400			(400)				
QE June 30, 2021 - Common Conversion											363,263,900	3,633			(3,633)				
QE June 30, 2021 - Common Conversion											163,363,900	1,634			(1,634)				
QE June 30, 2021 - Common Conversion											25,000,000	250			(250)				
QE June 30, 2021 - Common Conversion											45,000,000	450			(450)				
Income/(Loss) for the Quarter Ended Balance-June 30, 2021	8,400,000	84	0	0	24,347,800	243	68,262,164	683	233,422,619	2,334	147,814,942	1,613	12,702,382,123	127,024	169,719,638	2,247,287	(6,327,639)	(4,794,431)	(4,794,431)
QE Sept 30, 2021 - K(P) K(P) Cancelled							(20,000,000)	(200)											
QE Sept 30, 2021 - PFD Q PFD Q Conversion									2,000,000	20									
QE Sept 30, 2021 - PQ P(Q) issued for services									1,820,911	18					8,540				8,558
QE Sept 30, 2021 - PQ P(Q) issued for services									4,500,000	45					15,255				15,300
QE Sept 30, 2021 - PQ P(Q) issued for services									18,585,786	186					63,006				63,192
QE Sept 30, 2021 - PFD Q P(Q) Cancelled									(166,667)	(1.667)									
QE Sept 30, 2021 - PFD Q P(Q) Cancelled									(1,633,639)	(16.336)									
QE Sept 30, 2021 - Common Conversion											163,363,900	1,634			(1,634)				
QE Sept 30, 2021 - K(P) K(P) Cancelled							(55,555,555)	(556)											
QE Sept 30, 2021 - Common Conversion											555,555,555	5,556			(5,556)				

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Cash and cash equivalents include cash in hand and cash in time deposits, certificates of deposit and all highly liquid debt instruments with original maturities of three months or less.

### **Securities Held for Sale**

The Company owns a portfolio of marketable securities held for sale, acquired directly from the issuer in payment for providing consulting services and or direct purchase from the issuer. The portfolio is evaluated from time to time and the carrying value is adjusted in accordance with the "Mark to Market" procedure.

### **Deposits**

Deposits are the balances outstanding that have not been redeemed as of the date of the financial statements.

### **Accounts Receivable/Other Receivable**

Accounts Receivable are amounts due to the company from sales or services rendered.

### **Notes Receivable**

Notes Receivable are executed contractual obligations to the Company reflecting amounts due for sales or services rendered by the Company.

### **Property and Equipment**

Property and Equipment are stated at cost. Expenditures for maintenance and repairs are charged to earnings as incurred; additions, renewals and betterments are capitalized. When property and equipment are retired or otherwise disposed of, the related cost and accumulated depreciation are removed from the respective accounts and any gain or loss is included in operations. Depreciation of property and equipment is provided using the straight-line method, over their useful lives.

### **Inventory**

Inventory has been recorded at the lower of cost or fair market value.

### **Revenue Recognition**

The Company's Revenue Recognition policies are in compliance with SEC Staff Accounting Bulletin ("SAB") 104.

### **Stock-Based Compensation**

The Company accounts for its Stock-Based compensation in accordance with SFAS No. 123R, "Share Based Payment, an Amendment of FASB Statement no. 123." The Company recognizes in the statement of operations the grant-date fair value of stock options and other equity-based compensation issued to employees and non-employees.

### **Income Taxes**

The Company utilizes the SFAS No. 109, "Accounting for Income Taxes," which requires the recognition of deferred tax assets and liabilities for the expected future tax consequences of events that have been included in the financial statements or tax returns. Under this method, deferred income taxes are recognized for the tax consequences in the future years of differences between the tax bases of assets and liabilities and their financial reporting amounts at each period and based on enacted tax laws and statutory tax rates applicable to the periods in which the differences are expected to affect taxable income. Valuation allowances are established, when necessary, to reduce deferred tax assets to the amount expected to be realized.

### **Basic and Diluted Earnings per Share**

Earnings per Share is calculated in accordance with the SFAS No. 128 ("SFAS No. 128"), "Earnings per Share." Net earnings per share for all periods presented have been restated to reflect the adoption of SFAS No. 128. Basic earnings per share is based upon the weighted average number of common shares outstanding. Diluted earnings per share is based on the assumption that all dilutive convertible shares and stock options were converted or exercised. There are convertible shares as discussed in Note 8. There are no options or warrants. Dilution is computed by applying the treasury

stock method. Under this method, options and warrants are assumed to be exercised at the beginning of the period (or at the time of issuance, if later), and as if funds obtained thereby were used to purchase common stock at the average market price during the period. At this time there are no stock options granted.

### **Note 3 - Going Concern**

The accompanying financial statements have been prepared in conformity with generally accepted accounting principles in the United States of America, which contemplates continuation of the Company is a going concern.

There are material uncertainties that may cast significant doubt upon the entity's ability to continue as a going concern.

### **Note 4 - Accounts Payable**

Accounts Payable represent amounts owed to vendors for products and/or services rendered but not yet paid for in full.

### **Note 5 - Notes Payable**

Notes Payable was incurred for plant, property, equipment and inventory financing. The past president of the Company, pledged 23,500,000 shares of the Company's Preferred K stock to further secure this financing. The Company recorded \$951,150 in additional interest expense related to this collateral pledge.

On May 25, 2015, the lender exercised its right to foreclose on a 4,000,000 share Preferred K certificate pledged by the past president, which triggered debt assumption, by the previous president.

Subsequently issued working capital note payables were issued pursuant to a continuing financing agreement and are classified as non-current, due to repayment characteristics.

The past President and major shareholder, entered into a series of personal loans and advanced the loan proceeds to the Company. The past President has personally guaranteed these loans and has pledged personal assets to collateralize these loans. Loan proceeds have been used by the Company to purchase the property, plant, and equipment located in North Carolina and to fund the ongoing operations of the Company. , The past President continues to be in "technical default" and as such, the Lender immediately foreclosed on the previous President's pledged assets. The advances to the Company are classified as Subscriptions Payable, as directed by the past President.

On November 9, 2016, the Company became obligated under a convertible promissory note, with an accredited investor, for a total amount of \$533,800. The note matured on September 9, 2018 and bears an interest rate of 12%. The conversion price for the note is 60% of the average of the two lowest closing bids for the 20 consecutive trading days prior to the conversion date.

On January 13, 2017, the Company became obligated under a convertible promissory note, with an accredited investor, for a total amount of \$2,705,000, which includes a legal fee of \$5,000 and \$700,000 OID. The note matured on May 23, 2019 and bears an interest rate of 12%. The conversion price for the note is 60% of the average of the two lowest closing bids, for the 20 consecutive trading days prior to the conversion date.

On March 17, 2017, the Company became obligated under a convertible promissory note with an accredited investor for a total amount of \$2,705,000, which includes a legal fee of \$5,000 and \$700,000 OID. The note matures on July 31, 2019 and bears an interest rate of 12%. The conversion price for the note is 60% of the average of the two lowest closing bids, for the 20 consecutive trading days prior to the conversion date.

On July 27, 2017, the Company became obligated under a convertible promissory note, with an accredited investor for a total amount of \$1,017,500 which includes a legal fee of \$5,000 and \$262,500 OID. The note matured on October 28, 2018 and bears an interest rate of 12%. The conversion price for the note is 60% of the average of the two lowest closing bids, for the 20 consecutive trading days prior to the conversion date.

On November 13, 2017, the Company became obligated under a convertible promissory note, with an accredited investor, for a total amount of \$2,705,000, which includes a legal fee of \$5,000 and \$700,000 OID. The note matures on March 21, 2020 and bears an interest rate of 12%. The conversion price for the note is 60% of the average of the two lowest closing bids, for the 20 consecutive trading days prior to the conversion date.



On March 23, 2018, the Company became obligated under a convertible promissory note with an accredited investor for a total amount of \$2,705,000, which includes a legal fee of \$5,000 and \$700,000 OID. The note matures on July 30, 2020 and bears an interest rate of 12%. The conversion price for the note is 60% of the average of the two lowest closing bids, for the 20 consecutive trading days prior to the conversion date.

On July 24, 2018, the Company became obligated under a convertible promissory note with an accredited investor for a total amount of \$2,705,000, which includes a legal fee of \$5,000 and \$700,000 OID. The note matures on December 3, 2020 and bears an interest rate of 12%. The conversion price for the note is 60% of the average of the two lowest closing bids, for the 20 consecutive trading days prior to the conversion date.

On November 16, 2018, the Company became obligated under a convertible promissory note with an accredited investor for a total amount of \$2,705,000, which includes a legal fee of \$5,000 and \$700,000 OID. The note matures on March 16, 2021 and bears an interest rate of 12%. The conversion price for the note is 60% of the average of the two lowest closing bids, for the 20 consecutive trading days prior to the conversion date.

On March 28, 2019, the Company became obligated under a convertible promissory note with an accredited investor for a total amount of \$2,705,000, which includes a legal fee of \$5,000 and \$700,000 OID. The note matures on July 29, 2021 and bears an interest rate of 12%. The conversion price for the note is 60% of the average of the two lowest closing bids, for the 20 consecutive trading days prior to the conversion date.

On May 22, 2019, the Company became obligated under a convertible promissory note with an accredited investor for a total amount of \$1,355,000 which includes a legal fee of \$5,000 and \$350,000 OID. The note matures on November 23, 2020 and bears an interest rate of 12%. The conversion price for the note is 60% of the average of the two lowest closing bids, for the 20 consecutive trading days prior to the conversion date.

On August 8, 2019, the Company became obligated under a convertible promissory note with an accredited investor for a total amount of \$2,705,000, which includes a legal fee of \$5,000 and \$700,000 OID. The note matures on December 15, 2021 and bears an interest rate of 12%. The conversion price for the note is 60% of the average of the two lowest closing bids, for the 20 consecutive trading days prior to the conversion date.

On October 22, 2019, the Company became obligated under a convertible promissory note with an accredited investor for a total amount of \$1,355,000, which includes a legal fee of \$5,000 and \$350,000 OID. The note matures on April 22, 2021 and bears an interest rate of 12%. The conversion price for the note is 60% of the average of the two lowest closing bids, for the 20 consecutive trading days prior to the conversion date.

On November 25, 2019, the Company became obligated under a convertible promissory note with an accredited investor for a total amount of \$1,355,000, which includes a legal fee of \$5,000 and \$350,000 OID. The note matures on May 25, 2021 and bears an interest rate of 12%. The conversion price for the note is 60% of the average of the two lowest closing bids, for the 20 consecutive trading days prior to the conversion date.

On January 16, 2020, the Company became obligated under a convertible promissory note with an accredited investor for a total amount of \$2,705,000, which includes a legal fee of \$5,000 and \$700,000 OID. The note matures on June 16, 2022 and bears an interest rate of 12%. The conversion price for the note is 60% of the average of the two lowest closing bids for the 20 consecutive trading days prior to the conversion date.

#### **Note 6 - Loans To/From Officers**

Loans are stated at par and are represented in aggregate. Such sum represents the loan of funds and/or withdrawal of funds by officers and is not considered revenue to the company, not income to individual officers.

The past President and major shareholder has entered a series of personal loans and has advanced the loan proceeds to the Company. He has personally guaranteed these loans and has pledged personal assets to collateralize these loans. Loan proceeds have been used by the Company to purchase the property, plant, and equipment located in North Carolina and to fund the ongoing operations of the Company. The past President continued to be in "technical default" and as such the Lender immediately foreclosed on the previous President's pledged assets. The advances to the Company are classified as Subscriptions Payable as directed by the previous President.

## **Note 7 - Stock Options and Warrants**

Pursuant to the financing agreement(s) for the purchase of the decortication plant, land, and equipment, the Company issued 10,000,000 Warrants.

## **Note 8 - Preferred Shares**

The company has several types of preferred shares: Preferred A, Preferred, New Preferred, Preferred K, Preferred K(P), and Preferred Q.

## **Note 9 – Potential Conflicts of Interest**

From time-to-time members of management and or stakeholders may enter into financial arrangements that must be examined to determine if such arrangements pose a conflict of interest, that would precipitate the Company intervention.

## **Note 10 – Dividends**

The Company has not declared, or distributed any cash dividends.

## **Note 11 – Decortication Plant**

On May 12, 2014, the Company purchased decortication equipment for processing kenaf, a fibrous plant used in industrial, commercial, and consumer applications and for the anticipated future processing of hemp. On August 7, 2014, the Company acquired a 70,000 square-foot North Carolina factory building on 9 acres to house the decortication equipment along rolling stock and forklifts. The Company's past CEO advanced the \$17,000 to open escrow on the purchase. The Company borrowed \$1,600,000 to finance the purchase of the land, building, equipment and to provide working capital on a long-term convertible note payable. The land, building, equipment, and 8,000,000 Preferred K shares are pledged as collateral against the Note. The previous CEO supplied the 8,000,000 Preferred K shares from his own personal portfolio. The Note further required the Company to issued 5,000,000 Common shares, 10,000,000 five-year \$0.10 Common stock warrants, and six amortizing payments of \$296,667 for a total of \$1,760,000 beginning on May 12, 2015. The Note is convertible to Common stock at the election of the Company. The 5,000,000 Common shares issued pursuant to the terms of the Note were recorded as prepaid interest at \$286,000, the closing price of the shares. The Company used the Black Scholes method to calculate the derivative cost of the 10,000,000 Common stock warrants at \$565,771 and was also recorded as prepaid interest.

The past President and major shareholder has entered a series of personal loans and has advanced the loan proceeds to the Company. He has personally guaranteed these loans and has pledged personal assets to collateralize these loans. Loan proceeds have been used by the Company to purchase the property, plant, and equipment located in North Carolina and to fund the ongoing operations of the Company. The previous President continued to be in "technical default" and as such the Lender immediately foreclosed on the past President's pledged assets. The advances to the Company are classified as Subscriptions Payable, as directed by the previous President.

## **Note 12 – Hemp Inc.'s King of Hemp Products**

On March 22, 2022, the Company announced a transcendent product with rapid absorption and 4 times the potency of hemp-derived tinctures currently on the market, at a fraction of the price. Hemp, Inc. delivered its reformulated CBD/CBG "super" tincture that includes 7,500mg of CBD and 2,500mg of CBG. The three flavors for the CBD/CBG "super" tincture include plain (or natural), vanilla, and cherry. The premium CBD/CBG "super" tincture blend promotes enhanced mood and clarity with regenerative capabilities. It has been independently tested by a third-party lab and manufactured in the USA at Hemp, Inc.'s manufacturing facility in Nevada. The CBD/CBG "super" tincture is 100% sustainably sourced, offers premium vegan grade, gluten-free and is non-psychoactive. It contains 0% THC with proven compliant testing for microbials, heavy metals, pesticides, and dangerous chemicals.

## **Note 13 – Subsequent Events**

On July 19, 2022, the Company announced that its CBDA and CBGA capsules were in stock and available for immediate sale.



On August 9, the Company announced that its Chief Visionary Consultant, Bruce Perlowin, entered into a profit-sharing agreement, which gives Hemp Inc. a percentage of profits generated from non-fungible tokens (NFTs) produced by Smuggleverse ([www.smuggleverse.com](http://www.smuggleverse.com)).