

RXT 110 INC.

INTERIM FINANCIAL STATEMENTS

MARCH 31, 2011

NOTICE OF NO AUDITOR REVIEW OF INTERIM FINANCIAL STATEMENTS

Under National Instrument 51-102, Part 4, subsection 4.3(3)(a), if an auditor has not performed a review of the interim financial statements, they must be accompanied by a notice indicating that the financial statements have not been reviewed by an auditor.

The accompanying unaudited interim financial statements of the Company have been prepared by and are the responsibility of the Company's management.

The Company's independent auditor has not performed a review of these financial statements in accordance with standards established by the Canadian Institute of Chartered Accountants for a review of interim financial statements by an entity's auditor.

RXT 110 INC.

INTERIM FINANCIAL STATEMENTS

MARCH 31, 2011

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INTERIM STATEMENT OF INCOME AND RETAINED EARNINGS

FOR THE 3 MONTHS PERIOD ENDED MARCH 31, 2011

	2011 (3 months)	2010 (3 months)
SALES	0 \$	0 \$
ADMINISTRATIVE EXPENSES	45,224 \$	2,599 \$
LOSS FROM OPERATIONS	(45,224)	(2,599)
Interest revenue	0	0
INCOME (LOSS) BEFORE INCOME TAXES	(45,224)	(2,599)
Current (recovered)	-	-
NET INCOME (NET LOSS)	(45,224) \$	(2,599) \$
RETAINED EARNINGS, BEGINNING OF PERIOD	(814,241)	(307,905)
RETAINED EARNINGS, END OF PERIOD	(859,465)	(310,504) \$
NET INCOME (NET LOSS) PER SHARE	(0.00165) \$	(0.00015) \$

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INTERIM STATEMENT OF INCOME AND RETAINED EARNINGS

FOR THE 6 MONTHS PERIOD ENDED MARCH 31, 2011

	2011 (6 months)	2010 (6 months)
SALES	0 \$	0 \$
ADMINISTRATIVE EXPENSES	63,052 \$	18,880 \$
LOSS FROM OPERATIONS	(63,052)	(18,880)
Interest revenue	0	0
INCOME (LOSS) BEFORE INCOME TAXES	(63,052)	(18,880)
Current (recovered)	-	-
NET INCOME (NET LOSS)	(63,052) \$	(18,880) \$
RETAINED EARNINGS, BEGINNING OF PERIOD	(796,413)	(291,624)
RETAINED EARNINGS, END OF PERIOD	(859,465)	(310,504) \$
NET INCOME (NET LOSS) PER SHARE	(0.0023) \$	(0.0011) \$

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INTERIM CASH FLOW STATEMENT

FOR THE 3 MONTHS PERIOD ENDED MARCH 31, 2011

	2011 (3 months)	2010 (3 months)
OPERATING ACTIVITIES		
Net income (Net loss)	(45,224) \$	(2,599) \$
Non-cash items:	-	-
	(45,224)	(2,599)
Net change in non-cash working capital items	<u>99,936</u>	<u>9,406</u>
	<u>54,712</u>	<u>6,807</u>
INVESTING ACTIVITIES		
	-	-
FINANCING ACTIVITIES		
	-	-
CASH AND CASH EQUIVALENTS INCREASE (DECREASE)	54,712	6,807
CASH AND CASH EQUIVALENTS, BEGINNING OF PERIOD	<u>637</u>	<u>(6,570)</u>
CASH AND CASH EQUIVALENTS, END OF PERIOD	<u><u>55,349</u></u> \$	<u><u>237</u></u> \$

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INTERIM CASH FLOW STATEMENT

FOR THE 6 MONTHS PERIOD ENDED MARCH 31, 2011

	2011 (6 months)	2010 (6 months)
OPERATING ACTIVITIES		
Net income (Net loss)	(63,052) \$	(18,880) \$
Non-cash items:	-	-
	(63,052)	(18,880)
Net change in non-cash working capital items	<u>118,159</u>	<u>18,974</u>
	<u>55,107</u>	<u>94</u>
INVESTING ACTIVITIES	<u>(500,000) \$</u>	-
FINANCING ACTIVITIES	<u>500,000 \$</u>	-
CASH AND CASH EQUIVALENTS INCREASE (DECREASE)	55,107	94
CASH AND CASH EQUIVALENTS, BEGINNING OF PERIOD	<u>242</u>	<u>143</u>
CASH AND CASH EQUIVALENTS, END OF PERIOD	<u><u>55,349 \$</u></u>	<u><u>237 \$</u></u>

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BALANCE SHEET

AS AT MARCH 31, 2011 AND SEPTEMBER 30, 2010

	2011 MARCH 31	2010 SEPTEMBER 30
CURRENT ASSETS		
Cash	55,349 \$	242 \$
Promissory note to receive from a related company, 12%, maturing in September 2011	0	0
Sales taxes	9,303	2,565
Prepaid expenses	<u>10,000</u>	<u>0</u>
	\$ 74,652	\$ 2,807
License	500,000	0
TOTAL ASSETS	574,652	2,807
CURRENT LIABILITIES		
Accounts payable and accrued liabilities	<u>182,054</u>	<u>47,159 \$</u>
SHAREHOLDERS EQUITY		
CAPITAL STOCK (27,470,003 class A shares)	1,252,063	752,063
RETAINED EARNINGS	<u>(859,465)</u>	<u>(796,415)</u>
	<u>392,598</u>	<u>(44,352)</u>
TOTAL LIABILITIES AND EQUITY	574,652 \$	2,807 \$

ON BEHALF OF THE BOARD

(s) Bruce Lewis Director

NOTES TO THE INTERIM FINANCIAL STATEMENTS**AS AT MARCH 31, 2011****1. ACCOUNTING POLICIES**

These unaudited interim financial statements and the notes thereto should be read in conjunction with the most recent annual financial statements of the Company as they have been prepared using the same accounting policies.

2. ACCOUNTING CHANGES

The Accounting Standards Board has confirmed that the adoption of International Financial Reporting Standards (IFRS) will be effective for interim and annual periods beginning on or after January 1, 2011, for Canadian publicly accountable profit-oriented enterprises. The Company adopted these new standards effective in the second quarter of fiscal 2011 which had no material effect on the company's business operations or cash flow.

3. LICENSE

On November 26, 2010, the Company entered into an exclusive license agreement with Rx100 Inc. to manufacture, import, market and sell in Canada filler products for stopping mould at source.

Pursuant to the terms of the License Agreement, and as compensation for Rx100 Inc. entering into the License Agreement, the Company issued to Rx100 Inc. 10,000,000 Class A shares in the capital of the company and granted an ongoing royalty equal to 3% of all the company's revenues generated from the sale of Rx products. The term of the License Agreement continues until the expiration of the last of the Rx patents.

4. SEGMENTED INFORMATION

All the company's sales are derived from management. The company operates in Canada.