



Interim Financial Statements

June 30, 2015

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 the International Financial Reporting Standards established by the International Accounting Standards Board for a review of interim financial statements by an entity's auditor.

John D. Pennal
President

Jenifer Cho
Director of Finance

August 20, 2015

Aylen Capital Inc.
Interim Statements of Financial Position
(In Canadian Dollars)

	As at June 30, 2015 (Unaudited)	As At December 31, 2014 (Audited)
Assets		
Current		
Cash and cash equivalents (Note 4)	\$ 145,354	\$ 156,975
Marketable securities (Note 5)	123,910	84,305
Accounts receivable (Note 6)	38,521	27,675
HST recoverable	16,795	12,172
Prepaid expense and sundry assets (Note 7)	8,500	10,158
	330,080	291,285
Investments (Note 8)	1,037,668	1,037,668
Property and equipment (Note 9)	304	1,269
	\$ 1,371,052	\$ 1,330,222
Liabilities		
Current		
Accounts payable and accrued liabilities (Note 10)	\$ 110,815	\$ 121,594
Deferred revenue	339,587	296,578
	450,402	418,171
Note payable (Note 11)	713,839	713,839
	1,164,241	1,132,011
Shareholders' equity		
Capital Stock (Note 12)	1,350,570	1,350,570
Contributed surplus	287,386	286,514
Deficit	(1,431,145)	(1,438,873)
	206,811	198,211
	\$ 1,371,052	\$ 1,330,222

The accompanying notes form an integral part of these financial statements

Aylen Capital Inc.**Interim Statements of Income and Comprehensive Income - Unaudited
For the three months and six months ended June 30, 2015 and 2014**

(In Canadian Dollars)

	Three months ended		Six months ended	
	June 30, 2015	June 30, 2014	June 30, 2015	June 30, 2014
Revenues				
Sales revenue	\$ 215,540	\$ 219,440	\$ 434,914	\$ 449,480
Interest and other income	1,190	1,577	2,204	2,668
Gain on sale of marketable securities	980	2,930	2,769	4,360
Unrealized (loss) gain on fair value of marketable securities held for trading	(4,101)	4,345	(3,403)	9,897
	213,609	228,292	436,484	446,405
Expenses				
General and administrative	97,997	77,050	178,915	167,933
Selling expenses	125,405	100,024	248,005	192,322
Stock-based compensation (Note 12(b))	872	-	872	-
Amortization	482	482	964	843
	224,756	177,556	428,756	361,098
Net (loss) income and comprehensive (loss) income for the period	\$ (11,147)	\$ 50,736	\$ 7,728	\$ 105,307
Net income (loss) per share - basic and diluted	\$ (0.001)	\$ 0.003	\$ 0.001	\$ 0.006
Weighted average number of shares	16,856,632	16,856,632	16,856,632	16,856,632

The accompanying notes form an integral part of these financial statements

Aylen Capital Inc.
Interim Statements of Changes in Equity - Unaudited
For the six months ended June 30, 2015 and 2014
(In Canadian Dollars)

	Number of fully paid common shares	Capital stock	Contributed Surplus	Deficit	Total shareholders' equity
Balance at December 31, 2014	16,856,632	\$ 1,350,570	\$ 286,514	\$ (1,438,873)	\$ 198,211
Net income for the period	-	-	-	7,728	7,728
Options granted to directors	-	-	872	-	872
Balance at June 30, 2015	16,856,632	\$ 1,350,570	\$ 287,386	\$ (1,431,145)	\$ 206,811

Balance at December 31, 2013	16,856,632	\$ 1,350,570	\$ 286,514	\$ (497,095)	\$ 1,139,989
Net income for the period	-	-	-	105,307	105,307
Balance at June 30, 2014	16,856,632	\$ 1,350,570	\$ 286,514	\$ (391,788)	\$ 1,245,296

The accompanying notes form an integral part of these financial statements

Aylen Capital Inc.
Interim Statements of Cash Flows - Unaudited
For the three months and six months ended June 30, 2015 and 2014
(In Canadian Dollars)

	Three months ended		Six months ended	
	June 30,	June 30,	June 30,	June 30,
	2015	2014	2015	2014
Net Inflow (Outflow) of Cash Related to the Following Activities:				
Operating				
Net (loss) gain for the period	\$ (11,147)	\$ 50,736	\$ 7,728	\$ 105,307
Items not affecting cash:				
Unrealized loss (gain) on fair value of marketable securities held for trading	4,101	(4,345)	3,403	(9,897)
Amortization	482	482	964	843
Stock-based compensation (Note 12(b))	872	-	872	-
Gain on sale of marketable securities	(980)	(2,930)	(2,769)	(4,360)
	(6,672)	(43,943)	(10,198)	(91,893)
Net changes in non-cash working capital balances:				
Accounts receivable	22,669	(4,214)	(10,846)	9,919
Prepaid expenses and sundry assets	-	-	1,659	1,267
Accounts payable and accrued liabilities	27,038	(5,260)	(10,779)	(70,959)
Deferred revenue	78,465	(13,431)	43,010	(105,405)
HST receivable	(2,530)	(9,431)	(4,623)	(15,156)
	118,970	11,607	28,619	(88,441)
Investing				
Purchase of office equipment	-	(1,455)	-	(1,455)
Proceeds from sale of marketable securities	4,534	34,705	(40,240)	57,524
Purchase of investment	-	-	-	(12,000)
	4,534	33,250	(40,240)	44,069
Increase (decrease) in cash position during the period	123,504	44,857	(11,621)	(44,372)
Cash and cash equivalents, beginning of period	21,850	10,943	156,975	100,172
Cash and cash equivalents, end of period	\$ 145,354	\$ 55,800	\$ 145,354	\$ 55,800

The accompanying notes form an integral part of these financial statements

Aylen Capital Inc.
Notes to the Interim financial statements - Unaudited
June 30, 2015 and 2014
(In Canadian Dollars)

These interim financial statements should be read in conjunction with the 2014 annual financial statements of Aylen Capital Inc.

1. NATURE OF BUSINESS

Aylen Capital Inc. ("Aylen" or the "Company") was incorporated on October 28, 2010 under the Canada Business Corporations Act. The Company's registered head office is located at Royal Bank Plaza, South Tower, Suite 3800, 200 Bay Street, Toronto, Ontario, M5J 2Z4, Canada.

Grapevine Solutions ("Grapevine"), an unincorporated division of Aylen, operates a web-based survey and data-collection business. Aylen also has an equity interest in a technology-based company, Leonardo Worldwide Corporation and a portfolio of marketable securities.

2. BASIS OF PREPARATION

Statement of Compliance

These financial statements have been prepared in accordance with International Financial Reporting Standards ("IFRS") as issued by the International Accounting Standard Board ("IASB"). The interim financial statements do not include all of the notes required in annual financial statements. These financial statements were authorized for issuance by the Board of Directors of the Company on August 20, 2015.

3. SIGNIFICANT ACCOUNTING POLICIES

The accounting policies set out in Note 3 in the Company's financial statements for the year ended December 31, 2014 have been applied consistently to all periods presented in these financial statements. The policies applied in these financial statements are based upon IFRS issued and outstanding as of December 31, 2014.

4. CASH AND CASH EQUIVALENTS

The Company's cash and cash equivalents consist of the following:

	June 30, 2015	December 31, 2014
Cash in banks	\$ 141,789	\$ 87,597
Cash held with broker	3,565	69,378
	\$ 145,354	\$ 156,975

5. MARKETABLE SECURITIES

The Company has the following marketable securities:

	June 30, 2015		December 31, 2014	
	Cost	Fair value	Cost	Fair value
Investment in equities	\$ 129,085	\$ 123,910	\$ 86,076	\$ 84,305

Investment in equities are publicly-traded investments on a recognized securities exchange and for which no sales restrictions apply. The fair value of these securities is based on quoted closing prices at the period end date or the closing price on the last day the security traded if there were no trades at the period end date. If the closing price is outside of the bid-ask spread, management determines appropriate price for the security within the bid-ask spread. The fair value of mutual funds is determined using the net asset value per unit of each fund. The decline in the value of marketable securities was recognized in the statement comprehensive of loss.

6. ACCOUNTS RECEIVABLE

Details of the Company's trade and other receivables are as follows:

	June 30, 2015	December 31, 2014
Canadian and U.S. customers	\$ 38,521	\$ 27,675

Accounts receivable are amounts due from subscriptions that remain uncollected at the financial statements date. These amounts are classified as current because collection is expected in one year or less. Accounts receivable are recognized initially at the amount expected to be received less any discount to reduce the recoverable amount to fair value. Subsequently, accounts receivable are measured at amortized cost using the effective interest method less a provision for impairment.

7. PREPAID EXPENSE AND SUNDRY ASSETS

The following table shows the details of prepaid expense and sundry assets:

	June 30, 2015	December 31, 2014
Hosting services	\$ 8,500	\$ 9,575
Service fees	-	583
	\$ 8,500	\$ 10,158

Aylen Capital Inc.
Notes to the Interim financial statements - Unaudited
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8. INVESTMENTS

The Company has the following venture investments:

	June 30, 2015		December 31, 2014	
	Number of shares	Amount	Number of shares	Amount
Privately held investments:				
Leonardo Worldwide Corporation				
Common shares	15,075,359	\$ 349,778	3,075,359	\$ 349,778
Class A preferred shares	2,436,685	687,890	2,436,685	687,890
		\$ 1,037,668		\$ 1,037,668

As at June 30, 2015, the Company owns an equity interest of 12.6% in Leonardo Worldwide Corporation ("Leonardo") representing approximately 11.6% on a fully-diluted basis, should all options and warrants be exercised.

9. PROPERTY AND EQUIPMENT

	Cost	Accumulated amortization	Net book value	
			June 30, 2015	December 31, 2014
Office equipment	\$ 5,790	\$ 5,486	\$ 304	\$ 1,269
Equipment	7,581	7,581	-	-
	\$ 13,371	\$ 13,067	\$ 304	\$ 1,269

10. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

The Company's contractual maturities are broken down as follows:

	June 30, 2015	December 31, 2014
Trade payables	\$ 66,293	\$ 592
Accrued expenses	27,051	107,649
Credit cards	17,471	13,353
	\$ 110,815	\$ 121,594

Accounts payable and accrued liabilities are current financial instruments expected to be settled in the normal course of operations.

11. NOTE PAYABLE

The Company issued a demand promissory note in the amount of \$842,832 to Spackman Equities Group Inc. (formerly Centiva Capital Inc) on October 31, 2011 pursuant to the plan of arrangement. The note is secured by a Security Agreement over the Grapevine operating assets. The note is non-interest bearing and is only repayable subject to the assets of the Company being sold (namely the marketable securities, available for sale investments (Leonardo Worldwide Corporation) and operating assets of Grapevine). The amount repayable is limited to the lesser of the face value of the note or the proceeds on sale.

The note has been accounted for initially as contingent consideration due to the uncertainty of the liquidity event occurring. Using IFRS 3 (Business Combinations) as a precedent, the contingent consideration has been fair valued using a probability adjusted discounted cash flow analysis based approach using likelihoods of liquidity events occurring for the key assets in question. These probabilities are adjusted each year and any changes in fair value are recorded in income. During the year ended December 31, 2014 and during the six months ended June 30, 2015, such fair value changes were not considered material. In 2013, a fair value adjustment of \$23,839 was recognized.

After the date of transfer, certain marketable securities were sold for proceeds of \$645,789. As such, this amount is eligible for repayment on demand. The holder has waived the right to demand repayment until January 1, 2016. Accordingly, the amount has not been presented as a current liability.

12. SHARE CAPITAL

(a) Authorized

An unlimited number of common shares, an unlimited number of Class A common shares and unlimited number of preferred shares issuable in series.

(b) Stock options

The Company has an incentive stock option plan for the officers and directors enabling them to purchase common shares. Each option granted under the plan is for a maximum term of 10 years. The exercise price is determined by the Company's board of directors at the time the option is granted, subject to regulatory approval, and may not be less than the most recent closing price of the common shares at the date of grant. Vesting provisions are also determined at the time of grant by the Company's board of directors.

A total of 100,000 new stock options were granted to two directors during the second quarter of 2015 at an exercise price of \$0.05 per share and with a term of 5 years from the date of grant. The total fair value of the stock options compensation amounting to \$872 was expensed during the quarter and credited to Contributed Surplus.

The Company used a zero forfeiture rate in valuing the stock options as all stock options were vested immediately on the date of the grant.

Aylen Capital Inc.
Notes to the Interim financial statements - Unaudited
June 30, 2015 and 2014
(In Canadian Dollars)

The following table shows the stock options held by officers and directors as at June 30, 2015:

Number of options outstanding	Exercise Price \$	Expiry Date	Number of options exercisable
50,000	0.10	November 19, 2015	50,000
50,000	0.05	December 5, 2016	50,000
50,000	0.05	November 26, 2017	50,000
150,000	0.05	November 28, 2018	150,000
100,000	0.05	May 30, 2020	100,000
835,663	0.05	December 5, 2021	835,663
1,235,663	0.05		1,235,663

The following summarizes information on the stock options outstanding as at June 30, 2015:

Weighted average exercise price	\$ 0.055
Options outstanding as at June 30, 2015	1,235,663
Weighted average remaining contractual life	5.32 years
Options exercisable as at June 30, 2015	1,235,663