**INDEX TO CONSOLIDATED FINANCIAL STATEMENTS**

## REPORT OF INDEPENDENT REGISTERED PUBLIC ACCOUNTING FIRM

To: The Board of Directors and Stockholders of
SINORAMA CORPORATION

We have audited the accompanying consolidated balance sheets of SINORAMA CORPORATION and subsidiaries ("the Company") as of December 31, 2015 and 2014 and the related consolidated statements of income and comprehensive income, stockholders' equity and cash flows for the years then ended. These consolidated financial statements are the responsibility of the Company’s management. Our responsibility is to express an opinion on these consolidated financial statements based on our audit.

We conducted our audits in accordance with standards of the Public Company Accounting Oversight Board (United States). Those standards require that we plan and perform the audits to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audits provide a reasonable basis for our opinion.

In our opinion, the consolidated financial statements referred to above present fairly, in all material respects, the consolidated financial position of the Company as of December 31, 2015 and 2014 and the results of its operations and its cash flows for the year then ended in conformity with accounting principles generally accepted in the United States of America.

/s/ ANTON & CHIA, LLP
Certified Public Accountants

Newport Beach, CA
November 10, 2016

**SINORAMA CORPORATION**
**CONSOLIDATED BALANCE SHEETS**
**AS OF DECEMBER 31, 2015 AND 2014**
**(EXPRESSED IN US DOLLARS)**

| | December 31, 2015 | December 31, 2014 |
|---|---|---|
| **Assets** | | |
| **Current Assets:** | | |
| Cash and cash equivalents | $ 3,265,776 | $ 1,983,315 |
| Restricted cash | 2,560,354 | 2,729,420 |
| Short term investment | 901,663 | 217,734 |
| Accounts receivable | 57,624 | - |
| Amount due from related parties | 655,853 | 470,849 |
| Prepayments & deferred expenses | 9,318,623 | 7,112,184 |
| Other receivable | 162,050 | 90,045 |
| **Total current assets** | **16,921,943** | **12,603,547** |
| | | |
| Long term deposits | 2,079,926 | 1,145,723 |
| Property and Equipment, net | 149,675 | 192,115 |
| **Total assets** | **$ 19,151,544** | **$ 13,941,385** |
| | | |
| **Liabilities and shareholders' equity** | | |
| **Current Liabilities:** | | |
| Accounts payable and accrued liabilities | $ 1,225,328 | $ 934,641 |
| Customer deposits | 13,353,708 | 11,451,576 |
| Credit card payable | - | 23,914 |
| Payroll payable | 120,500 | 71,815 |
| Amount due to related party | 6,761,508 | 3,284,405 |
| Taxes payable | 1 | 213,080 |
| Other payable | 14,450 | 18,102 |
| **Total current liabilities** | **21,475,495** | **15,997,533** |
| **Total liabilities** | **$ 21,475,495** | **$ 15,997,533** |
| | | |
| **Shareholders' deficit** | | |
| Common stock; $0.001 par value, 100,000,000 shares authorized; 11,000,000 and 8,250,000 and issued and outstanding at December 31, 2015 and 2014, respectively | 11,000 | 8,250 |
| Additional paid-in capital | 786,802 | 789,552 |
| Accumulated Deficits | (2,060,763) | (1,948,091) |
| Accumulated other comprehensive income | 558,973 | 192,153 |
| **Total shareholders' deficit of the Company** | **(703,988)** | **(958,136)** |
| **Non-controlling interest** | (1,619,963) | (1,098,012) |
| **Total shareholders' deficit** | **(2,323,951)** | **(2,056,148)** |
| **Total liabilities and shareholders' deficit** | **$ 19,151,544** | **$ 13,941,385** |

*The accompanying notes are an integral part of these consolidated financial statements.*

**SINORAMA CORPORATION**
**CONSOLIDATED STATEMENTS OF OPERATIONS AND COMPREHENSIVE INCOME (LOSS)**
**FOR THE YEARS ENDED DECEMBER 31, 2015 AND 2014**
**(EXPRESSED IN US DOLLARS)**

| | For The Year Ended December 31, 2015 | For The Year Ended December 31, 2014 |
|---|---|---|
| **Revenue:** | | |
| Asian Tours | $ 25,965,460 | $ 20,409,861 |
| Bus Tours | 8,065,250 | 7,990,673 |
| Third party product sales | 7,026,217 | 7,638,060 |
| **Total revenue** | 41,056,927 | **36,038,594** |
| Cost of Sales | 35,969,224 | 33,072,865 |
| **Gross Profit** | **5,087,703** | **2,965,729** |
| **Operating costs and expenses:** | | |
| Salaries and employee benefits | 2,559,362 | 2,162,786 |
| Advertising and promotion | 1,449,214 | 1,399,213 |
| Rent and occupancy charges | 236,848 | 237,435 |
| Office and general | 210,058 | 265,507 |
| Bank charge and interest | 990,026 | 777,642 |
| Business taxes and licenses | 42,974 | 16,429 |
| Professional fees | 169,533 | 100,754 |
| Depreciation of property and equipment | 37,171 | 42,269 |
| Insurance | 7,221 | 17,863 |
| Other expense | 6,663 | 1,130 |
| **Total operating costs and expenses** | 5,709,070 | 5,021,028 |
| Losses from operations before other income and income taxes | (621,367) | (2,055,299) |
| Other income | 66,109 | 75,758 |
| **Losses from operations before income taxes** | (555,258) | (1,979,541) |
| Income tax | 36,625 | 232,898 |
| **Net loss** | **(591,883)** | **(2,212,439)** |
| Less: net income attributable to non-controlling interests | (479,211) | (1,077,462) |
| **Net loss attributable to the Company** | **$ (112,672)** | **$ (1,134,977)** |
| **Other comprehensive loss:** | | |
| Foreign currency translation adjustment | (324,080) | (178,403) |
| Foreign currency translation adjustment attributable to non-controlling interests | 42,740 | 13,750 |
| Foreign currency translation adjustment attributable to the Company | (366,820) | (192,153) |
| **Comprehensive loss** | **$ (267,803)** | **$ (2,034,036)** |
| Less: Comprehensive loss attributable to non-controlling interests | (521,951) | (1,091,212) |
| **Comprehensive income attributable to the Company** | **$ 254,148** | **$ (942,824)** |
| Basic and diluted earnings per share | **$ (0.01)** | **$ (0.22)** |
| Weighted average number of shares outstanding | **9,838,889** | **5,141,991** |

*The accompanying notes are an integral part of these consolidated financial statements.*

**SINORAMA CORPORATION**
**CONSOLIDATED STATEMENT OF CHANGES IN SHAREHOLDERS' DEFICIT**
**FOR THE YEARS ENDED DECEMBER 31, 2015 AND 2014**
**(EXPRESSED IN US DOLLARS)**

| | Common Stock | | Additional paid-in capital | Accumulated Deficits | Accumulated Other comprehensive income | Non-Controlling Interest | Total Shareholders' deficit |
|---|---|---|---|---|---|---|---|
| | Shares | Amount | | | | | |
| **Balance at January 1, 2014** | 5,133,333 | $ 5,133 | $ 255,703 | $ (813,114) | $ - | $ (275,243) | $ (827,521) |
| Net loss | | | | (1,134,977) | | (1,077,462) | (2,212,439) |
| December 30, 2014 Shares issued | 3,116,667 | 3,117 | 533,849 | | | 268,443 | 805,409 |
| Foreign currency translation adjustment | | | | | 192,153 | (13,750) | 178,403 |
| **Balance at January 31, 2014** | 8,250,000 | $ 8,250 | $ 789,552 | $ (1,948,091) | $ 192,153 | $ (1,098,012) | $ (2,056,148) |
| **Net loss** | | | | (112,672) | | (479,211) | (591,883) |
| June 3, 2015 Shares issued | 2,750,000 | 2,750 | (2,750) | | | | - |
| Foreign currency translation adjustment | | | | | 366,820 | (42,740) | 324,080 |
| **Balance at December 31, 2015** | 11,000,000 | $ 11,000 | $ 786,802 | $ (2,060,763) | $ 558,973 | $ (1,619,963) | $ (2,323,951) |

*The accompanying notes are an integral part of these consolidated financial statements.*

**SINORAMA CORPORATION**
**CONSOLIDATED STATEMENTS OF CASH FLOWS**
**FOR THE YEARS ENDED DECEMBER 31, 2015 AND 2014**
**(EXPRESSED IN US DOLLARS)**

| | For The Year Ended December 31, | |
|---|---|---|
| | **2015** | **2014** |
| **Cash Flows from Operating Activities** | | |
| Net loss | $ (591,883) | $ (2,212,439) |
| **Adjustments to reconcile net loss to net cash provided by operating activities:** | | |
| Depreciation | 37,171 | 42,269 |
| **Changes in operating assets and liabilities:** | | |
| Accounts receivable | (62,377) | - |
| Prepayments & deferred expenses | (6,272,316) | (3,507,860) |
| Other receivable | (275,512) | (3,009) |
| Due from related parties | (247,813) | (374,435) |
| Term deposits | (1,125,265) | (570,657) |
| Accounts payable and accrued liabilities | 3,155,051 | 783,281 |
| Customer deposits | 3,662,193 | 6,165,347 |
| Payroll Payable | 59,333 | 8,883 |
| Income taxes payable | (194,672) | 230,624 |
| Other payable | (782) | 905 |
| Due to related parties | 4,322,594 | 2,174,479 |
| **Net cash provided by operating activities** | **2,465,722** | **2,737,388** |
| | | |
| **Cash Flows from Investing Activities** | | |
| Short term investment | (683,929) | 19,763 |
| Purchases of property and equipment | (24,802) | (7,684) |
| **Net cash used in investing activities** | **(708,731)** | **12,079** |
| | | |
| **Cash Flows from Financing Activities** | | |
| Credit card payable | (21,698) | (27,629) |
| **Net cash used in financing activities** | **(21,698)** | **(27,629)** |
| | | |
| **Effect of exchange rate fluctuation on cash and cash equivalents** | (621,898) | (580,878) |
| **Net decrease in cash and cash equivalents** | **1, 113,395** | **2,140,960** |
| | | |
| **Cash and cash equivalents, beginning of year** | **4,712,735** | **2,571,775** |
| **Cash and cash equivalents, ending of year** | **$ 5,826,130** | **$ 4,712,735** |
| | | |
| **Supplemental disclosure of cash flow information** | | |
| Cash paid for income taxes | $ (36,625) | $ (232,898) |
| Cash paid for interest | - | - |

*The accompanying notes are an integral part of these consolidated financial statements.*

**SINORAMA CORPORATION**
**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS**
**FOR THE YEARS ENDED DECEMBER 31, 2015 AND 2014**
**(EXPRESSED IN US DOLLARS)**

## NOTE 1. NATURE OF OPERATIONS AND BASIS OF PRESENTATION

SINORAMA CORPORATION (the "Company" or "Sinorama") was incorporated on June 30, 2016 under the laws of the United States and the State of Florida. The general nature of the business shall be to engage in any and all lawful business permitted under the laws of the United States and the State of Florida.

The Company's subsidiaries include Sinorama Tours Co., Ltd., Simon Qian Voyages, Inc., Vacances Sinorama Inc., and Sinorama Voyages.

SINORAMA TOURS CO., LTD ("Sinorama Tours"), which is a privately held Limited Liability Company registered in Samoa on June 03, 2015. SINORAMA TOURS was authorized to issue 1,000,000 shares of a single class each with par value of $1.00 per share to its shareholders, SINORAMA TOURS was issued 10,000 shares of a single class each with par value of $1.00 per share to its shareholders.

Simon Qian Voyages Inc. ("Simon Qian Voyages") was established on October 12, 2012 under the laws of Canada. Ms. JING Wenjia was 100% holding controlling interest of Simon Qian Voyages.

Vacances Sinorama Inc. ("Vacances Sinorama"), which was a privately held, for-profit travel producer and seller, incorporated in Montreal, Quebec, Canada on December 2004. Vacances Sinorama is a large integrated tour company providing Bus Tour, Asian Tour, Air Tickets, Hotel Reservation, Cruise and other solutions to its customers worldwide. Vacances Sinorama facilitate travel commerce with online and offline travel business, Vacances Sinorama is providing both business to customer (B2C) and business to business ("B2B") travel commerce marketplace.

Sinorama Voyages ("Sinorama Voyages") was a privately held, for-profit travel producer and seller, incorporated in Paris, France on February 2012, Mr. QIAN Hong owned 51% of Sinorama Voyages. Sinorama Voyages is an integrated travel company providing Bus Tour, Asian Tour, Air Tickets and other solutions to its customers worldwide. Sinorama Voyages facilitate travel commerce with online and offline travel business, Sinorama Voyages providing both business to customer (B2C) and business to business ("B2B") travel commerce marketplace.

### Reorganization

On June 30, 2016, the Company engaged in a corporate reorganization to roll several controlled entities (now referred to as the subsidiaries) into one legal corporation (the Company). The specific transactions related to this reorganization are outlined below. During the years presented in these financial statements, the control of the entities has never changed (always under the control of husband (Mr. QIAN Hong) and/or wife (Ms. JING Wenjia). Accordingly, the combination has been treated as a corporate restructuring (reorganization) of entities under common control and thus the current capital structure has been retroactively presented in prior periods as if such structure existed at that time and in accordance with ASC 805-50-45-5, the entities under common control are presented on a combined basis for all periods to which such entities were under common control. Since all of the subsidiaries were under common control for the entirety of the years ended December 31, 2014 and 2015, the results of these subsidiaries are included in the financial statements for both periods. Non-controlling interests in the subsidiaries are related parties and thus were not adjusted to fair value as a result of the reorganization.

The transactions leading up to and including the reorganization are as follows:

On December 31, 2014, Mr. QIAN Hong was holding 100% of controlling interest of Vacances Sinorama. Mr. QIAN Hong transferred 66.67% of controlling interest to Simon Qian Voyages. Therefore, 66.67% of Vacances Sinorama is owned by Simon Qian Voyages owns and 33.33% is owned by Mr. QIAN Hong.

On May 09, 2016 QIAN Hong transferred 51% controlling interest of Sinorama Voyages to Sinorama Tours Co., Ltd.

On June 09, 2016, the sole Shareholder of Simon Qian Voyages Inc. Ms. JING Wenjia has transferred 100% controlling interest to Sinorama Tours Co., Ltd.

On June 30, 2016, the Company issued a total of 11,000,000 shares of its common stock, par value $0.001(the Sinorama Corporation shares) to the shareholders of Sinorama Tours Co., Ltd ("Sinorama Tours"), a company which was incorporated in Samoa on June 03, 2015, in exchange for 100% of Sinorama Tours Co., Ltd shares owned by the shareholders. Upon this completion of this transaction, all the shareholders had exchanged 100% of their shares for the shares of Sinorama, Sinorama Tours become a 100% owned subsidiary of Sinorama.

Sinorama, Sinorama Tours, Simon Qian Voyages, Vacances Sinorama and Sinorama Voyages are collectively referred as the "Group".

***Basis of presentation***

The Company’s consolidated financial statements are expressed in U.S. Dollars and are presented in accordance with the United States generally accepted accounting principles ("U.S. GAAP") and the rules and regulations of the Securities and Exchange Commission (“SEC”).

***Principles of consolidation***

The consolidated financial statements include the accounts of the Company and its subsidiaries. All inter-company transactions and balances have been eliminated in consolidation. Non-controlling interests represent the equity interest in Vacances Sinorama and Sinorama Voyages that are not attributable to the Company. Non-controlling interest is reported in the consolidated financial position within equity, separately from the Company’s equity and that net income or loss and comprehensive income or loss are attributable to the Company’s and the non-controlling interest.

**NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

***Use of estimates***

The preparation of audited consolidated financial statements in conformity with U.S. GAAP requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities, disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenue and expenses during the reporting periods. Management makes these estimates using the best information available at the time the estimates are made; however actual results could differ from those estimates. Significant items subject to such estimates and assumptions include valuation allowances for receivables and recoverability of carrying amount and the estimated useful lives of long-lived assets. These estimates are often based on complex judgments and assumptions that management believes to be reasonable but are inherently uncertain and unpredictable. Actual results could differ from these estimates.

***Reclassification***

The comparative figures have been reclassified to conform to current year presentation.

***Revenue recognition***

The Group's revenues are primarily derived from sale of our self-developed products, including Bus Tour Products and Asian Tour Products and the group is also selling Third Party Products (Air tickets/hotel and etc). Revenue is recognized only when the persuasive evidence of an arrangement exists, the service has been performed, the price is fixed or determinable, and the collectability of the related fee is reasonably assured in accordance with ASC 605, Revenue Recognition, or ASC 605. Specifically, contracts are signed to establish significant terms such as the price and specific services to be provided. The Group assesses the creditworthiness of our customers prior to signing the contracts to ensure collectability is reasonably assured. Non-refundable payments received before all of the relevant criteria for revenue recognition are satisfied are recorded as customer advances and deposits.

*Bus Tour Products Sales*

Revenues from bus tours are recognized when customers depart from the trips. Revenues from bus tour services are recognized on gross basis, which represent amounts charged to and received from customers, as the Group is the primary obligor in the arrangement and bear the risks and rewards, including the customers' acceptance of products and services delivered.

*Asian Tour Products Sales*

The Company recognize Asian tour services revenues and other travel-related services such as visa processing services on the date that tours or the flights departure, provided that evidence of an arrangement exists, the fees are fixed and determinable, no significant obligations remain at the end of the period, and collection of the resulting receivable is reasonably assured the full payment needs to be paid before flights departure.

*Third Party Products Sales*

Revenue from sales of the third party products reservations is recognized at the time of the booking of the reservation, the third party products sales are non-refundable. The third party products are normally derived from air ticket, hotel reservation, cruise, insurance and so on.

**NOTE 2. SUMMARIES OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUING)**

***Cash and cash equivalents***

Cash and cash equivalents consist of cash on hand and bank deposits and other liquid investments, which are unrestricted as to withdrawal and use. All highly liquid investments with original stated maturity of three months or less are classified as cash equivalents. Cash and cash equivalents approximates or equals fair value due to their short term nature. The Group's cash and cash equivalents consist of cash on hand and cash in bank, including bank term deposits. As of December 31, 2015 and 2014, the cash on hand and cash in bank were $1,844,904 and $653,248, respectively. As of December 31, 2015 and 2014, the term deposits for IATA were $8,672 and $119,991, respectively, the interest rate was between 0.30% to 0.90%, maturity was three months or less. As of December 31, 2015 and 2014, the short term deposits were $1,412,200 and $1,210,076, respectively, the interest rate was 0.50%, maturity was three months or less. Therefore, the total cash and cash equivalents, as of December 31, 2015 and 2014, were $3,265,776 and $1,983,315, respectively.

***Restricted cash***

In accordance with the Quebec Consumer Protection Act and the Travel Agents Act, the Company is required to deposit into trust certain customer deposits until suppliers are paid for their services. The company can access the trust account only to administer it as trustee, cannot use funds from this account for personal or corporate purposes until the supplier is paid. As of December 31, 2015 and 2014, the restricted cash in the trust account was $2,560,354 and $2,729,420, respectively.

***Short term investments***

Short-term investments are comprised of investments in financial products issued by banks or other financial institutions, which contain a fixed or variable interest rate and a term to maturity of greater than 3 months but less than 12 months. Such investments are generally not permitted to be redeemed early or are subject to non interest for redemption prior to maturity. The Company classifies these investments as held-to-maturity as it has both the positive intent and ability to hold them until maturity. These investments are classified as short-term investments based on the maturity date. The short term investments maturities are exceeding three months. As of December 31, 2015 and 2014, the short term investments were $901,663 and $217,734, respectively, the interest rate were between 0.65% to1.5%, the maturity was exceeding three months.

***Fair Value Measurement***

The Company applies the provisions of ASC Subtopic 820-10, Fair Value Measurements, for fair value measurements of financial assets and financial liabilities and for fair value measurements of nonfinancial items that are recognized or disclosed at fair value in the financial statements. ASC 820 also establishes a framework for measuring fair value and expands disclosures about fair value measurements.

Fair value is defined as the price that would be received when selling an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. In determining the fair value for the assets and liabilities required or permitted to be recorded, the Company considers the principal or most advantageous market in which it would transact and it considers assumptions that market participants would use when pricing the asset or liability.

ASC 820 establishes a fair value hierarchy that requires an entity to maximize the use of observable inputs and minimize the use of unobservable inputs when measuring fair value. ASC 820 establishes three levels of inputs that may be used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements) and the lowest priority to measurements involving significant unobservable inputs (Level 3 measurements). The three levels of the fair value hierarchy are as follows:

Level 1: Unadjusted quoted prices in active markets that are accessible at the measurement date for identical, unrestricted assets or liabilities;

Level 2: Quoted prices in markets that are not active, or inputs that is observable, either directly or indirectly, for substantially the full term of the asset or liability;

Level 3: Prices or valuation techniques that require inputs that are both significant to the fair value measurement and unobservable (supported by little or no market activity).

(EXPRESSED IN US DOLLARS)

There were no transfers between level 1, level 2 or level 3 measurements for the years ended December 31, 2015 and 2014.

Financial assets and liabilities of the Company primarily comprise of cash and cash equivalents, restricted cash, accounts receivable, amount due from related parties, other receivable, accounts payable, short-term loan, payroll payable, amount due to related party and other payable. As at December 31, 2015 and 2014, the carrying values of these financial instruments approximated to their fair values due to the short-term maturity of these instruments.

***Accounts receivable***

Accounts receivable are recognized and carried at original invoiced amount less an allowance for any potential uncollectible amounts. An estimate for doubtful debts is made when the collection of the full amount is no longer probable. Bad debts are written off as incurred.

The Company maintains allowances for doubtful accounts for estimated losses resulting from the failure of customers to make payments on time. The Company reviews the accounts receivable on a periodic basis and makes allowances when there is doubt as to the collectability of individual balances. In evaluating the collectability of individual receivable balances, the Company considers many factors, including the age of the balance, the customer's historical payment history, its current credit-worthiness and current economic trends.

The Company experienced nil and nil bad debts during the year ended December 31, 2015 and 2014, respectively.

***Property and equipment***

Property and equipment are stated at cost. Computer Equipment, Furniture & Fixtures and Office Equipment are depreciated using the declining balance depreciation method basis reflective of the useful lives of the assets. Leasehold Improvement are stated at cost and are depreciated using the straight-line method over the shorter of the estimated useful lives of the asset or the term of the related lease, as follows:

| | |
|---|---|
| Computer Equipment | Declining Balance Method at rate 30% per year |
| Furniture & Fixtures | Declining Balance Method at rate 20% per year |
| Office Equipment | Declining Balance Method at rate 20% per year |
| Leasehold Improvement | 10 years |

Repair and maintenance costs are charged to expenses as incurred, whereas the cost of renewals and betterment that extends the useful lives of property and equipment is capitalized as additions to the related assets. Retirements, sales and disposals of assets are recorded by removing the cost and accumulated depreciation from the assets and accumulated depreciation accounts with any resulting gain or loss reflected in the consolidated statements of comprehensive loss.

***Functional currency and foreign currency translation***

As of and for the years ended December 31, 2015 and 2014, all foreign subsidiaries use the local currency of their respective countries as their functional currency, which is the U.S. Dollars for Sinorama and Sinorama Tours, and the Canadian dollar ("Canada dollar") for Simon Qian Voyages and Vacances Sinorama and the Euro ("€") for Sinorama Voyages.

The Company's reporting currency is U.S. dollars. Assets and liabilities of Simon Qian Voyages, Vacances Sinorama and Sinorama Voyages are translated into U.S. dollars at the exchange rates set forth in the Bank of Canada at the balance sheet dates, revenues and expenses are translated into U.S. dollars at average exchange rates set forth in the Bank of Canada for the reporting periods. Gains and losses resulting from translation are recorded as a component of accumulated other comprehensive income (loss).

Realized gains and losses from foreign currency transactions are recognized as gain or loss on foreign currency in the consolidated statements of operations.

The exchange rates used for foreign currency translation are as follows:

| | | 2015<br>(CAD to USD/EUR to USD) | 2014<br>(CAD to USD/EUR to USD) |
|---|---|---|---|
| Assets and liabilities | period end exchange rate | 0.7225/1.0858 | 0.8620/1.2143 |
| Revenue and expenses | period weighted average | 0.7821/1.1092 | 0.9053/1.3287 |

## NOTE 2. SUMMARIES OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUING)

### *Income taxes*

The Company adopts FASB ASC Topic 740, "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 future years of differences between the tax bases of assets and liabilities and their financial reporting amounts at each period end 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.

In July 2006, the FASB issued FIN 48(ASC 740-10), Accounting for Uncertainty in Income Taxes-An Interpretation of FASB Statement No. 109 (ASC 740), which requires income tax positions to meet a more-likely-than-not recognition threshold to be recognized in the financial statements. Under FIN 48(ASC 740-10), tax positions that previously failed to meet the more-likely-than-not threshold should be recognized in the first subsequent financial reporting period in which that threshold is met. Previously recognized tax positions that no longer meet the more-likely-than-not threshold should be derecognized in the first subsequent financial reporting period in which that threshold is no longer met.

The application of tax laws and regulations is subject to legal and factual interpretation, judgment and uncertainty. Tax laws and regulations themselves are subject to change as a result of changes in fiscal policy, changes in legislation, the evolution of regulations and court rulings. Therefore, the actual liability may be materially different from our estimates, which could result in the need to record additional tax liabilities or potentially reverse previously recorded tax liabilities or deferred tax asset valuation allowance.

As a result of the implementation of FIN 48 (ASC 740-10), the company made a comprehensive review of its portfolio of tax positions in accordance with recognition standards established by FIN 48 (ASC 740-10). The Company recognized no material adjustments to liabilities or shareholder's equity as a result of the implementation. The adoption of FIN 48 did not have a material impact on the Company's audited consolidated financial statements.

The Company income tax was $36,625 and $232,898 for the years ended December 31, 2015 and 2014, respectively.

### *Earnings per share*

The Company computes earnings per share ("EPS") in accordance with ASC 260, Earnings Per Share. ASC 260 requires companies with complex capital structures to present basic and diluted EPS. Basic EPS is measured as net income divided by the weighted average common shares outstanding during the period.

Diluted EPS is similar to basic EPS but presents the dilutive effect on a per share basis of contracts to issue ordinary common shares (e.g., convertible securities, options and warrants) as if they had been converted at the beginning of the periods presented, or issuance date, if later. The computation of diluted EPS includes the estimated impact of the exercise of contracts to purchase common stocks using the treasury stock method and the potential shares of converted common stock associated with the convertible debt using the if-converted method. Potential common shares that have an anti-dilutive effect (i.e., those that increase earnings per share or decrease loss per share) are excluded from the calculation of diluted EPS.

### *Comprehensive Income (Loss)*

Comprehensive income (loss) is comprised of net income (loss) and other comprehensive income (loss). Other comprehensive income (loss) includes unrealized gains or losses resulting from translating Simon Qian Voyages, Vacances Sinorama and Sinorama Voyages' functional currency, the Canadian dollar and Euro dollar to its reporting currency, U.S. dollar.

### *Segment Information and Geographic Data*

The Company reports segment information based on the "management" approach. The management approach designates the internal reporting used by management for making decisions and assessing performance as the source of the Company's reportable operating segments.

The Company manages its business primarily on a geographic basis. The Company's reportable operating segments consist of the Vacances Sinorama (Canada) and Sinorama Voyages (France). Although each reportable operating segment provides similar travel products and similar services, they are managed separately to better align with the location of the Company's customers and distribution partners and the unique market dynamics of each geographic region. The accounting policies of the various segments are the same as those described in Note 2, "Summary of Significant Accounting Policies" of the Notes to Consolidated Financial Statements in this report.

The Company evaluates the performance of its reportable operating segments based on net sales and operating income. Net sales for geographic segments are generally based on the location of customers and sales through the Company's office located in those geographic locations. Operating income for each segment includes net sales to third parties, related cost of sales and operating expenses directly attributable to the segment. Advertising expenses and salaries and employee benefits are generally included in the geographic segment in which the expenditures are incurred. Operating income for each segment excludes other income and expense and certain expenses managed outside the reportable operating segments. Costs excluded from segment operating income include income taxes and foreign currency translation adjustment. The Company does not include intercompany transfers between segments for management reporting purposes.

(EXPRESSED IN US DOLLARS)

The following table shows information by reportable operating segment for the year ended December 31, 2015 and December31, 2014:

| | The Year Ended December 31, 2015 | 2014 |
|---|---|---|
| Vacances Sinorama (Canada) | | |
| Net sales | $ 30,019,167 | $ 29,647,201 |
| Operating income | 1,217,266 | 23,025 |
| | | |
| Sinorama Voyages (France): | | |
| Net sales | 11,037,760 | 6,391,393 |
| Operating loss | (1,838,633) | (2,078,324) |

A reconciliation of the Company's segment operating income to the Consolidated Statements of Operations for the year ended December 31, 2015 and December 31, 2014:

| | The Year Ended December 31, 2015 | 2014 |
|---|---|---|
| Segment operating loss | $ (555,258) | $ (1,979,541) |
| Income tax expense | 36,625 | 232,898 |
| Foreign currency translation adjustment | 324,080 | 178,403 |
| **Total operating income** | **$ (267,803)** | **$ (2,034,036)** |

***Concentration of Credit Risk***

Financial instruments that potentially subject the Company to concentrations of credit risk are cash and cash equivalents, restricted cash, accounts receivable, prepayments and deferred expenses and other receivables arising from its normal business activities. The carrying amounts of these financial instruments represent the maximum amount of loss due to credit risk. The deposits placed with financial institutions are not protected by statutory or commercial insurance. In the event of bankruptcy of one of these financial institutions, the Company may be unlikely to claim its deposits back in full. Management believes that these financial institutions are of high credit quality and continually monitors the credit worthiness of these financial institutions. The Company places its cash in what it believes to be credit-worthy financial institutions. The Company has a diversified customer base. The majority of sales are cash receipt in advance. For those credit sales, the Company routinely assesses the financial strength of its customers and, based upon factors surrounding the credit risk, establishes an allowance, if required, for uncollectible accounts and, as a consequence, believes that its accounts receivable credit risk exposure beyond such allowance is limited.

***Recently accounting pronouncements***

In August 2014, the FASB issued an accounting standard update that requires management to perform interim and annual assessments of an entity's ability to continue as a going concern within one year of the date the financial statements are issued and provides guidance on determining when and how to disclose going concern uncertainties in the financial statements. Certain disclosures will be required if conditions give rise to substantial doubt about an entity's ability to continue as a going concern. This accounting standard update applies to all entities and is effective for the annual period ending after December 15, 2016, and for annual periods and interim periods thereafter, with early adoption permitted. This accounting standard update will be effective for the Company on January 1, 2017. The adoption of this accounting standard update is not expected to have a material impact on the Company's consolidated results of operations, financial position or cash flows.

In April 2015, the FASB issued ASU 2015-03, Interest- Imputation of Interest, which requires that debt issuance costs related to a recognized debt liability be presented in the balance sheet as a direct deduction from the carrying amount of that debt liability. The new standard is effective for fiscal years, and interim periods within those fiscal years, beginning after December 15, 2015. Early adoption is permitted. This accounting standard update will be effective for the Company on January 1, 2017. The adoption of this standard is not expected to have a material impact on the Company's consolidated statement of financial position.

In November 2015, the FASB issued ASU No. 2015-17, "Income Taxes (Topic 740): Balance Sheet Classification of Deferred Taxes" ("ASU 2015-17"), which simplifies the presentation of deferred income taxes by requiring deferred tax assets and liabilities be classified as noncurrent on the balance sheet. ASU 2015-17 is effective for annual and interim periods beginning after December 15, 2016 and early adoption is permitted. The group early adopted the new standard on a retrospective basis as of December 31, 2015. The early adoption has no impact on the consolidated financial statements as there was a fully valuation allowance on the deferred tax assets.

In January 2016, the FASB issued ASU 2016-01 Financial Instruments Overall (Subtopic 825-10) Recognition and Measurement of Financial Assets and Liabilities. ASU 2016-01 amends the guidance in US GAAP on classification, measurement and disclosure of financial instruments. It revises an entity's accounting related to: 1) classification and measurement of investments in equity securities; 2) presentation of certain fair value changes for financial liabilities measured at fair value; and, 3) amends disclosure requirements associated with the fair value of financial instruments. ASU 2016-01 is effective for years beginning after December 15, 2017 and early adoption is permitted. The adoption of ASU 2016-01 is not expected to have a material effect on the Company's consolidated financial statements.

In February 2016, the FASB issued ASU 2016-02 Leases (Topic 842). ASU 2016-02 establishes new guidance for the recording and disclosure of assets and liabilities that arise from leasing activity. ASU 2016-02 will require most lessees to record lease assets and lease liabilities that arise from leases on the statement of financial condition and disclose qualitative and quantitative information related to lease transactions such as variable lease payments and options to renew and terminate leases. ASU 2016-02 is effective for years beginning after December 18, 2018 and early adoption is permitted. The Company is evaluating ASU 2016-02 to determine its impact, if any, on the consolidated financial statements.

In March 2016, the FASB issued ASU No. 2016-08, Revenue from Contracts with Customers (Topic 606): Principal versus Agent Considerations (Reporting Revenue Gross versus Net). The amendment in this update affect entities with transactions included within the scope of Topic 606, The scope of that Topic includes entities that enter into contracts with customers to transfer goods or services (that are an output of the entity's ordinary activities) in exchange for consideration. The amendments are intended to improve the operability and understandability of the implementation guidance on principal versus agent considerations. In April 2016, the FASB issued ASU No. 2016-10, The amendments in ASU 2016-10 provide more detailed guidance, including additional implementation guidance and examples in the following key areas: 1) identifying performance obligations and 2) licenses of intellectual property. In May 2016, the FASB issued ASU No. 2016-12 a proposed Update, Revenue from Contracts with Customers (Topic 606): Narrow-Scope Improvements and Practical Expedients, on September 30, 2015. The amendments do not change the core principles of the standard, but clarify the guidance on assessing collectability, presenting sales taxes, measuring noncash consideration and certain transition matters. This update becomes effective concurrently with ASU No. 2014-09. The Company is currently evaluating the effect of this new standard, including the transition method, to determine the impact on the Company's consolidated financial position, results of operations, cash flows, or related disclosures.

As of October 31, 2016, except for the above, there are no recently issued accounting standards not yet adopted that would have a material effect on the Company's financial statements.

(EXPRESSED IN US DOLLARS)

## NOTE 3. PREPAYMENTS & DEFERRED EXPENSES

Our travel suppliers require prepayments for reserving tour availabilities. The prepayment is record in prepayments and deferred expenses on the consolidated balance sheets. Deferred expenses include prepaid insurance, advertising fees and income tax prepayments. The Company prepayments and deferred expenses for reserving tour availabilities were $9,318,623 and $7,112,184 for the years ended December 31, 2015 and 2014, respectively. The Company prepayments and deferred expenses for income tax were $184,394 and $nil.

## NOTE 4. OTHER RECEIVABLE

At December 31, 2015 and 2014, other receivable consists of the following:

| | December 31, | |
|---|---|---|
| | 2015 | 2014 |
| Value Added Tax (TVA) | $ 162,050 | $ 90,045 |
| **Total other receivable** | **$ 162,050** | **$ 90,045** |

## NOTE 5. LONG TERM DEPOSITS

Long term deposits are the deposits made by the Company held at third institutions for operation purposes. As of December 2015, the Company has $1,085,845 air ticket security deposit with CAGEP, who is a member of the International Air Transport Association (IATA), CAGEP has the license to sale the air ticket to Sinorama Voyages. As of December 31, 2015 and 2014, the Company has $626,129 and $747,022 security deposits with JP Morgan Chase, which is the security deposit for credit card usage without any interest. As of December 31, 2015 and 2014, the Company has $272,113 and $303,245 bank deposit with Bank of China Paris Branch as travel company bankruptcy guarantee, without any interest. As of December 31, 2015 and 2014, the Company has $54,188 and $64,650 deposit with OPC as travel company bankruptcy guarantee, without any interest.

## NOTE 6. PROPERTY AND EQUIPMENT

At December 31, 2015 and 2014, property and equipment, at cost, consist of:

| | December 31, | |
|---|---|---|
| | 2015 | 2014 |
| Computer equipment | $ 16,391 | $ 13,772 |
| Furniture & Fixture | 5,518 | 1,099 |
| Office equipment | 77,662 | 76,283 |
| Leasehold Improvement | 240,026 | 286,370 |
| **Total property and equipment at cost** | **339,597** | **377,524** |
| Accumulated depreciation | 189,922 | 185,409 |
| **Total property and equipment, net** | **$ 149,675** | **$ 192,115** |

Depreciation expense was $37,171 and $42,269 for the years ended December 31, 2015 and 2014, respectively.

## NOTE 7. CUSTOMER DEPOSITS

Customer deposits are the deposits made by all customers for reservation or the full payment must be paid by either check, debit card, credit card or cash before it can be confirmed. Customers must settle the total of all sums (due three months before departure). Otherwise, The Company reserves the right to cancel the reservation and retain the full amount of the initial deposit. Cancellation of a reservation can only be made through the Company as the following conditions will apply: more than 90 days prior to the departure date: 50% refund of the balance per-person, including taxes and service charge. If its marked “Final Sale”, which is non-refundable, nor changeable, nor transferable, whenever the purchase is made. Customer deposits are recognized as revenue on departure date, when services are provided to the customers. Customer deposits from all customers were $13,353,708 and $11,451,576 at December 31, 2015 and 2014, respectively, and were recorded as a current liability in the consolidated balance sheets.

(EXPRESSED IN US DOLLARS)

## NOTE 8. NON-CONTROLLING INTERESTS

Vacances Sinorama Inc. and Sinorama Voyages are the Company's majority-owned subsidiary which is consolidated in the Company's financial statements with a non-controlling interest recognized.

33.33% of Vacances Sinorama interest held by QIAN Hong is subjecting to non-controlling interest ("NCIs"), which was stated under ASC810-10-45, the ownership interest in the subsidiary that are held by owners other than the parent is a non-controlling interest. 66.67% of Vacances Sinorama interest held by Simon Qian Voyages Inc.

39% of Sinorama Voyages interest held by YANG Ming, 10% of Sinorama Voyages interest held by ZHAO Hongxi is subjecting to non-controlling interest, which was stated under ASC810-10-45, the ownership interest in the subsidiary that are held by owners other than the parent is a non-controlling interest. 51% of Sinorama Voyages interest held by Sinorama Tours.

According to ASC 810-10-50 requirements, the group have separately disclosed amounts attributable to shareholders' equity and NCIs in the financial statements. As of December 31, 2015, the comprehensive income attributable to shareholders' equity and NCIs is 254,148 and $(521,951), respectively. As of December 31, 2014, the comprehensive income attributable to shareholders' equity and NCIs is $(942,824) and $(1,091,212), respectively.

## NOTE 9. INCOME TAX

The Company accounts for income taxes in accordance with ASC 740, Income Taxes, which requires that the Company recognize deferred tax liabilities and assets based on the differences between the financial statement carrying amounts and the tax basis of assets and liabilities, using enacted tax rates in effect in the years the differences are expected to reverse. Deferred income tax benefit (expense) results from the change in net deferred tax assets or deferred tax liabilities. A valuation allowance is recorded when, in the opinion of management, it is more likely than not that some or all of any deferred tax assets will not be realized.

*United States*

Sinorama Corporation is subject to the United States of America Tax law at tax rate of 34%. No provision for the US federal income taxes has been made as the Company had no US taxable income for the periods presented, and its earnings are permanently invested in Canada and Paris.

*Samoa*

Sinorama Tours Co., Ltd was incorporated in the Samoa and, under the current laws of the Samoa, it is not subject to income tax.

Canada

Simon Qian Voyages Inc. and Vacances Sinorama Inc. were incorporated in Canada and is subject to Canada profits tax. Simon Qian Voyages Inc. and Vacances Sinorama Inc. are subject to Canada taxation on its activities conducted in Canada and income arising in or derived from Canada. The applicable statutory tax rate is 38%.

*France*

Sinorama Voyages was incorporated in France and is subject to France profit tax. Sinorama Voyages are subject to France taxation on its activities conducted in France and income arising in or derived from France. The applicable statutory tax is 33.33 %.

The provision (benefit) for income taxes consists of the following for the years ended December 31, 2015 and 2014:

| **Current:** | **2015** | **2014** |
|---|---|---|
| United States | $ - | $ - |
| Canada | 16,132 | 74,356 |
| France | 20,493 | 158,542 |
| **Total current provision** | **36,625** | 232,898 |

| **Deferred:** | **2015** | **2014** |
|---|---|---|
| United States | $ - | $ - |
| Canada | 123,313 | 81,308 |

| | | |
|---|---|---|
| France | (116,178) | 144,952 |
| **Total deferred provision** | 7,135 | 226,260 |

The reconciliation of the income tax provision (benefit) to the amount computed by applying the U.S. statutory federal income tax rate to income before income taxes is as follows:

| | 2015 | 2014 |
|---|---|---|
| Income tax provision (benefit) at the U.S. statutory tax rate | $ 154,526 | $ 323,719 |
| Valuation allowance on U.S. net operating loss carryforwards | - | (79,785) |
| Impact of foreign operations | - | - |
| Other | (117,901) | (11,036) |
| Total income tax provision (benefit) | $ 36,625 | $ 232,898 |

At December 31, 2015, the company had U.S. net operating loss carryforwards of approximately $3,600,000 which expire in 2035. Based on the available evidence, it is uncertain whether future U.S. taxable income will be sufficient to offset the estimated net loss carryforwards, accordingly.

(EXPRESSED IN US DOLLARS)

## NOTE 10. RELATED PARTY TRANSACTIONS

**Amount due from related parties**

Amount due from related parties consisted of the following as of the periods indicated:

| | December 31, | |
|---|---|---|
| **Name of related parties** | **2015** | **2014** |
| Sinorama Reisen GmbH, | $ 600,502 | $ 383,028 |
| Sinorama Group LLC | 807 | 431 |
| Sinorama Holiday Limited | - | 40,367 |
| ZHAO Hongxi | 4,496 | 2,420 |
| QIAN Hong & JING Wenjia | 42,344 | 38,246 |
| YANG Ming | 6,004 | 6,357 |
| Others | 1,700 | - |
| **Total** | **$ 655,853** | **$ 470,849** |

As of December 31, 2015 and 2014, the Company has a balance due from Sinorama Reisen GmbH, which is 65% owned by the Chief Executive Officer (JING Wenjia) of the Company, of $600,502 and $383,028, respectively. The amount is the prepayment for the supplier in China, in order to reserving tour availabilities. The prepayment was non-interest bearing, payable on demand.

As of December 31, 2015 and 2014, the Company has a balance due from Sinorama Group LLC., which is 100% owned by the Chairman (QIAN Hong) of the Company, of $807 and $431, respectively.

As of December 31, 2015 and 2014, the Company has a balance due from Sinorama Holiday Limited, which is 51% owned by the Chairman (QIAN Hong) of the Company, of Nil and $40,367, respectively. The prepayment was to vendor in China for reserving tour availabilities. The prepayment was non-interest bearing, payable on demand.

As of December 31, 2015 and 2014, the Company has a balance due from ZHAO Hongxi, who is the Director of the Company, of $4,496 and $2,420. The amount was a temporary borrowing, it was non-interest bearing and due on demand.

As of December 31, 2015 and 2014, the Company has a balance due from QIAN Hong, who is the Chairman of the Company, and JING Wenjia, who is the Chief Executive Officer of the Company, of $42,344 and $38,246. These amounts was temporary borrowings between the Company to managements, it was non-interest bearing and due on demand.

As of December 31, 2015 and 2014, the Company has a balance due from YANG Ming, who is one shareholder of the Company, of $6,004 and $6,357. It was temporary borrowings, without interest bearing and due on demand.

**Amount due to related parties**

Amount due to related parties consisted of the following as of the periods indicated:

| | December 31, | |
|---|---|---|
| **Name of related parties** | **2015** | **2014** |
| Sinorama Holiday Limited | $ 33,050 | $ - |
| Sinorama Travel Vancouver Inc. | 5,993,970 | 1,872,849 |
| Sinorama Holiday Inc. | 734,488 | 1,411,556 |
| | **$ 6,761,508** | **$ 3,284,405** |

As of December 31, 2015 and 2014, the Company has a balance due to Sinorama Holiday Limited, of $33,050 and Nil, respectively. The amount was prepayment for securing tour availabilities to the supplier in China, without interest charge and it was due on demand.

As of December 31, 2015 and 2014, the Company has a balance due to Sinorama Travel Vancouver Inc., which is 51% owned by the Chairman (QIAN Hong) of the Company, of $5,993,970 and $1,872,849, respectively. The supplier in China is required us to pay in advance, in order to booking tour availabilities. The amount was non-interest bearing; it was due on demand.

As of December 31, 2015 and 2014, the Company has a balance due to Sinorama Holiday Inc., which is 40% owned by the Chairman (QIAN Hong) of the Company, 20% owned by the Chief Executive Officer (JING Wenjia) of the Company, of $734,488 and $1,411,556, respectively.

It was the payment made to vendor in China, to reserving tour availabilities. It was due on demand, without interest.

(EXPRESSED IN US DOLLARS)

## NOTE 11. CONTINGENCIES AND COMMITMENT

Certain conditions may exist as of the date the consolidated financial statements are issued, which may result in a loss to the Company but which will only be resolved when one or more future events occur or fail to occur. The Company's management and legal counsel assess such contingent liabilities, and such assessment inherently involves an exercise of judgment. In assessing loss contingencies related to legal proceedings that are pending against the Company or unasserted claims that may result in such proceedings, the Company's legal counsel evaluates the perceived merits of any legal proceedings or unasserted claims as well as the perceived merits of the amount of relief sought or expected to be sought. There was no contingency of this type as of December 31, 2015 and 2014.

If the assessment of a contingency indicates that it is probable that a material loss has been incurred and the amount of the liability can be estimated, then the estimated liability would be accrued in the Company's financial statements. If the assessment indicates that a potential material loss contingency is not probable but is reasonably possible, or is probable but cannot be estimated, then the nature of the contingent liability, together with an estimate of the range of possible loss if determinable and material would be disclosed. There was no contingency of this type as of December 31, 2015 and 2014.

Loss contingencies considered to be remote by management are generally not disclosed unless they involve guarantees, in which case the guarantee would be disclosed.

Vacances Sinorama leases office space under non-cancellable operating lease agreements that expire on various dates through 2016. Under the terms of the lease, Vacances Sinorama paid approximately $21,401 in lease deposits and is committed to lease and management fee payments of approximately $12,514 per month for 60 months.

In March 2016, entered into renew lease agreement which replaced its expired operating lease agreements. Under terms of the lease, Vacances Sinorama is committed to lease and management fee payments of approximately $16,072 per month for 60 months.

In July 2015, Vacances Sinorama entered into a new lease agreement for bus tour department office. Under terms of the lease, Vacances Sinorama paid approximately $14,739 in lease deposits is committed to lease and management fee payments of approximately $5,318 per month for 60 months.

In February, 2015 Sinorama Voyages leases office space under non-cancellable operating lease agreements. Under the terms of the lease, Sinorama Voyages paid approximately $14,640 in lease deposits, lease expense payments of approximately $4,880 per month. Under terms of the lease agreement, from February, 2015, Sinorama Voyages is committed to lease expense payments of approximately $4,925 per month for 96 months.

Future annual minimum lease payments, for non-cancellable operating leases are as follows:

| **Year ending December 31** | **Amount $** |
|---|---|
| 2016 | 313,780 |
| 2017 | 313,780 |
| 2018 | 313,780 |
| 2019 | 313,780 |
| 2020 | 313,780 |

## NOTE 12. Basic and Diluted Earnings Per Share

Basic net income per share is computed using the weighted average number of common shares outstanding during the period. Diluted net income per share is computed using the weighted average number of common shares and, if dilutive, potential common shares outstanding during the period. Potential common shares comprise shares issuable upon the exercise of share based awards, using the treasury stock method. The reconciliation of the numerators and denominators of the basic and diluted earnings per share computations for income from continuing operations is shown as follows:

| | **The Year Ended December 31,** | |
|---|---|---|
| | **2015** | **2014** |
| **Numerator:** | | |
| Net income available to common stockholders | $ (112,672) | $ (1,134,977) |
| **Denominator:** | | |
| Basic and diluted weighted-average number of shares outstanding | 9,838,889 | 5,141,991 |

| | | |
|---|---|---|
| **Net income per share:** | | |
| Basic and diluted | $ (0.01) | $ (0.22) |

**NOTE 13. SUBSEQUENT EVENT**

On May 09, 2016 QIAN Hong transferred 51% controlling interest of Sinorama Voyages to Sinorama Tours Co., Ltd.

On June 09, 2016, the sole Shareholder of Simon Qian Voyages Inc. Ms. JING Wenjia has transferred 100% controlling interest to Sinorama Tours Co., Ltd.

On June 16, 2016, Mr. QIAN Hong transferred all 2,400 Sinorama Tours Co., Ltd shares to Ms. JING Wenjia, subsequently making Ms. JING Wenjia holdings 7,500 Sinorama Tours Co., Ltd shares.

The Management of the Company determined that there were no other reportable subsequent events to be disclosed.