

# MERGENT INDUSTRIAL

NEW LISTING

August 9, 2011



This Supplemental News Reports is published as required, is part of the annual MERGENT INDUSTRIAL, OTC and OTCUNLISTED Manuals and will be included in the bound 2011 August Monthly News Reports and is published on our Website.

## BITZIO, INC

Company Website: [www.bitzio.com](http://www.bitzio.com)

**History:** Incorporated in Utah on Jan. 4, 1990 as Valerie's Country Candy, Inc. Reincorporated in Nevada on Jan. 16, 2008. Name changed to RV & S Enterprises on Aug. 9, 1992. Name changed to Rocky Mountain Fudge Company, Inc. on July 28, 1998. Present name adopted on June 14, 2011.

On Jan. 16, 2008, Co. merged with Rocky Mountain Fudge Company of Nevada. Rocky Mountain Fudge Company, Nevada was the surviving entity.

On Jan. 16, 2008 Co. formed a new wholly owned subsidiary, Wasatch Candy Company, Inc., in Utah.

On May 21, 2010, Co. formed Eveps International, Inc., a Nevada company, as a wholly-owned subsidiary. On Sept. 24, 2010, Co. changed the name of the subsidiary to Wireless Power Controls, Inc.

**Business Summary:** Bitzio, Inc. is a development stage company focused on social media and entertainment-based applications for smartphones and other mobile devices. Its strategy is to acquire smartphone application companies to increase its customer base and marketing reach to develop cross-promotional sales opportunities, increase sales conversion and maximize revenue. Co. has entered into agreements to acquire The Empire Group LLC and Bitzio Corp., both mobile application developers.

**Property:** Co. maintains its principal executive offices in San Francisco, CA.

### Subsidiary

Wasatch Candy Company, Inc.  
Wireless Power Controls, Inc.

### Officers

Gordon Campbell McDougall, President; Chief Executive Officer

Steven D. Moulton, Treasurer; Secretary

### Directors

Gordon Campbell McDougall Steven D. Moulton

**Auditors:** Sadler, Gibb & Associates, LLC

**Shareholder Relations:** Phoebe Yong Tel: 604-760-3085

**No. of Stockholders:** Feb. 28, 2011, 65

**No. of Employees:** July 19, 2011, 1

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**Email:** gordon@bitzio.com **Web:** www.bitzio.com

**Consolidated Income Account, years ended Dec. 31**  
(in \$):

	2010	2009 (revised)	2008 (revised)
Revs		11,485	8,450
Cost of sales		8,450	3,035
Gross profit (loss)		3,035	36,682
Gen & admin	37,226	25,509	36,682
Deprec	341		
Tot exps	37,567	25,509	36,682
Oper income (loss)	(37,567)	(25,509)	(33,647)
Int exp	645	778	229
Tot other income (expense)	(645)	(778)	(229)
Income (loss) bef inc tax	(38,212)	(26,287)	(33,876)
<b>Net income (loss)</b>	<b>(38,212)</b>	<b>(26,287)</b>	<b>(33,876)</b>
Common shares:			
Weigh avg shares outstg-basic	24,517,808	9,000,000	9,000,000
Weigh avg shares outstg-diluted	24,517,808	9,000,000	
Yr end shares outstg	33,000,000	9,000,000	9,000,000
Net earnings (loss) per sh-basic			(\$0.01)
Net earnings (loss) per share -diluted			
Total number of employees	1		
No of com stkhlders	65	60	60

Reclassified to conform with 2010 presentation.  
 2 Adjusted for 4-for-1 stock split, June 14, 2011. 3 As of July 19, 2011 4 Approximately 5 As of February 28, 2011 6 As of March 25, 2010. 7 As of March 10, 2009.

**Consolidated Balance Sheet, as of Dec. 31 (in \$):**

	2010	2009 (revised)
<b>Assets:</b>		
Cash	18,068	5,476
Ppd exps	108	
Tot curr assets	18,176	5,476
Computer equipment, net	1,706	
Tot assets	19,882	5,476
<b>Liabilities:</b>		
Accts pay	146	1,500
Accrued int pay - rel party		1,007
Note pay - rel party	392	22,413
Tot curr liabil	538	24,920
Com stk	8,250	2,250

**Addit paid-in cap** . . . . . 233,200 162,200

**Retain earnings (deficit) accum durin** . . . . . (222,106) (183,894)

**Tot stkhlders equity (deficit)** . . . . . 19,344 (19,444)

**Auditor's Report:** The following is an excerpt from the Report of the Independent Auditors, Sadler, Gibb & Associates, LLC, as it appeared in Co.'s 2010 10K:

"In our opinion the consolidated financial statements referred to above present fairly, in all material respects, the financial position of Rocky Mountain Fudge Company, Inc. as of December 31, 2010, and the results of their operations and their cash flows for the year then ended and for the period from inception on January 4, 1990 through December 31, 2010, in conformity with U.S. generally accepted accounting principles.

The accompanying consolidated financial statements have been prepared assuming that the Company will continue as a going concern. As discussed in Note 2 to the consolidated financial statements, the Company had accumulated losses of \$222,106 as of December 31, 2010, which raises substantial doubt about its ability to continue as a going concern. Management's plans concerning these matters are also described in Note 2. The financial statements do not include any adjustments that might result from the outcome of this uncertainty."

**Capital Stock: 1. Bitzio, Inc common; par \$0.001.**

AUTHORIZED — 75,000,000 shs.

OUTSTANDING — Dec. 31, 2010, 8,250,000 shs; par \$0.001.

STOCK SPLITS — \$0.001 par shares split 4-for-1 Aug. 10, 1990; reverse split 1-for-5 Jan. 16, 2008; split 4-for-1 June 14, 2011.

OWNERSHIP — As of Feb. 28, 2011, all officers and directors as a group beneficially owned 87.3% of Co.'s outstanding common stock.

PRIMARY EXCHANGE — Over-the-Counter (OTC): BTZO

OFFERED — (50,000 shares) at \$1.00 a share on Oct. 1, 1998.

CAPITAL HISTORY — On Oct. 15, 1990, Co. increased its authorized capital from 1,000,000 to 10,000,000 shares of common stock.

On Jan. 16, 2008, Co. changed its authorized capitalization to 50,000,000 shares of common stock.

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