LEATT CORPORATION
CONSOLIDATED BALANCE SHEETS

ASSETS

	September 30, 2015 Unaudited	December 31, 2014 Audited
Current Assets		
Cash and cash equivalents	$ 647,191	$ 724,707
Short-term investments	58,159	58,153
Accounts receivable	3,708,170	4,239,298
Inventory	3,646,222	3,403,854
Payments in advance	310,136	345,406
Income tax refunds receivable	299	25,299
Deferred tax asset	108,000	108,000
Prepaid expenses and other current assets	439,044	994,003
Total current assets	8,917,221	9,898,720
Property and equipment, net	903,888	995,537
Other Assets		
Other receivables	120,000	210,000
Deposits	16,879	17,980
Intangible assets	67,294	81,323
Total other assets	204,173	309,303
Total Assets	$ 10,025,282	$ 11,203,560

LIABILITIES AND STOCKHOLDERS' EQUITY

	September 30, 2015 Unaudited	December 31, 2014 Audited
Current Liabilities		
Accounts payable and accrued expenses	$ 1,859,720	$ 2,980,885
Income taxes payable	399,000	331,000
Short term loan, net of finance charges	37,226	626,129
Total current liabilities	2,295,946	3,938,014
Deferred tax liabilities	87,603	88,468
Commitments and contingencies		
Stockholders' Equity		
Preferred stock, $.001 par value, 1,120,000 shares authorized, 120,000 shares issued and outstanding	3,000	3,000
Common stock, $.001 par value, 28,000,000 shares authorized, 5,231,823 and 5,200,623 shares issued and outstanding as of September 30, 2015 and December 31, 2014	130,040	130,008
Additional paid - in capital	7,346,782	7,314,136
Accumulated other comprehensive loss	(603,462)	(378,431)
Retained earnings	765,373	108,365
Total stockholders' equity	7,641,733	7,177,078
Total Liabilities and Stockholders' Equity	$ 10,025,282	$ 11,203,560

LEATT CORPORATION
CONSOLIDATED STATEMENTS OF OPERATIONS AND COMPREHENSIVE INCOME (LOSS)

	Three Months Ended September 30		Nine Months Ended September 30	
	2015 Unaudited	2014 Unaudited	2015 Unaudited	2014 Unaudited
Revenues	$ 4,655,450	$ 3,468,761	$ 13,869,961	$ 11,159,630
Cost of Revenues	2,201,924	1,584,460	6,407,946	5,070,624
Gross Profit	2,453,526	1,884,301	7,462,015	6,089,006
Product Royalty Income	75,268	65,083	147,469	136,346
Operating Expenses				
Salaries and wages	501,156	547,955	1,649,801	1,651,178
Commissions and consulting expenses	108,020	134,692	445,396	441,943
Professional fees	126,407	209,168	587,572	823,690
Advertising and marketing	504,017	320,449	1,128,772	995,502
Office rent and expenses	60,775	61,807	183,826	183,792
Research and development costs	298,200	288,904	884,583	903,231
Bad debt expense	59,314	16,357	78,775	38,652
General and administrative expenses	435,517	565,004	1,349,849	1,611,242
Depreciation	95,677	67,075	279,953	214,583
Total operating expenses	2,189,083	2,211,411	6,588,527	6,863,813
Income (Loss) from Operations	339,711	(262,027)	1,020,957	(638,461)
Other Income (Expense)				
Interest and other income (expense), net	18,840	(914)	26,821	4,680
Total other income (expense)	18,840	(914)	26,821	4,680
Income (Loss) Before Income Taxes	358,551	(262,941)	1,047,778	(633,781)
Income Taxes	179,585	250	390,770	130
Net Income (Loss) Available to Common Shareholders	$ 178,966	$ (263,191)	$ 657,008	$ (633,911)
Net Income (Loss) per Common Share				
Basic	$ 0.03	$ (0.05)	$ 0.13	$ (0.12)
Diluted	$ 0.03	$ (0.05)	$ 0.12	$ (0.12)
Weighted Average Number of Common Shares Outstanding				
Basic	5,231,823	5,200,623	5,211,370	5,200,623
Diluted	5,542,844	5,200,623	5,522,391	5,200,623
Comprehensive Income (Loss)				
Net Income (Loss)	$ 178,966	$ (263,191)	$ 657,008	$ (633,911)
Other comprehensive income (loss), net of $0 and $0 deferred income taxes in 2015 and 2014				
Foreign currency translation	(138,140)	(102,235)	(225,031)	(93,180)
Total Comprehensive Income (Loss)	$ 40,826	$ (365,426)	$ 431,977	$ (727,091)