

MENTOR CAPITAL, INC.
BALANCE SHEET
December 31, 2009

ASSETS

ASSETS

CASH & CASH EQUIVALENTS	\$ 98,380
ACCOUNTS RECEIVABLE	141,373
PREPAID TAXES	800
NOTE RECEIVABLE - RELATED PARTY	598,061
INVESTMENT IN SECURITIES	150,000
MANAGEMENT FEE RECEIVABLE	309,572
NOTE RECEIVABLE	39,500
INTEREST RECEIVABLE	16,565
INVESTMENT IN BIOTECH	62,000
FIXED ASSETS	3,872
INVESTMENT IN QUANTUM IMMUNOLOGICS	34,000
OTHER ASSETS	400
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TOTAL ASSETS	\$ 1,454,523

LIABILITIES AND STOCKHOLDERS' EQUITY

LIABILITIES

ACCOUNTS PAYABLE	\$ 2,415
US BANK LINE OF CREDIT	3,735
ACCRUED SALARY AND BENEFITS - RELATED PARTY	642,385
WARRANT REDEMPTION LIABILITY	488,290
ACCRUED RETIREMENT AND OTHER BENEFITS - RELATED PARTY	492,335
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TOTAL LIABILITIES	1,629,160

STOCKHOLDERS' DEFICIT

PREFERRED STOCK-NO PAR VALUE, 100,000,000 SHARES AUTHORIZED, NO SHARES ISSUED AND OUTSTANDING AT DECEMBER 31, 2009 COMMON STOCK, NO PAR VALUE: 400,000,000 SHARES AUTHORIZED, 1,236,270 AND 1,821,862 SHARES ISSUED AND OUTSTANDING AT DECEMBER 31, 2009 AND MARCH 31, 2010	
CAPITAL STOCK	1,011,138
NET INCOME	(124,520)
RETAINED EARNINGS	(1,061,255)
ACCUMULATED DEFICIT	(1,185,775)
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TOTAL STOCKHOLDERS' EQUITY	(174,637)
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TOTAL LIABILITIES AND AND STOCKHOLDERS' EQUITY	\$ 1,454,523

MENTOR CAPITAL, INC.
STATEMENT OF OPERATIONS
For the Period Ending December 31, 2010

REVENUE		
Administration fees	\$	37,553
Management and performance fees		92,517
Total revenue		<u>130,070</u>
OPERATING EXPENSES		
		268,467
Operating income		<u>(138,397)</u>
OTHER EXPENSE (INCOME)		
Interest income		(17,300)
Interest expense		3,424
Total other income		<u>13,876</u>
INCOME FROM OPERATIONS		(124,521)
NET INCOME		
	\$	<u>(124,521)</u>
Basic earnings per common share		<u>\$(0.18)</u>
Weighted average shares - basic		<u>683,280</u>

MENTOR CAPITAL, INC.
CONSOLIDATED - SCHEDULE 1
SUPPLEMENTARY INFORMATION
For the Period Ending December 31, 2010

OPERATING EXPENSES			
ACCOUNTING	\$	19,184	\$
ADVERTISING		2,177	
AUDIT FEES		42,186	
BANK CHARGES		2,445	
AUTO EXPENSE		558	
DEPRECIATION		989	
DUES & SUBSCRIPTIONS		726	
EMPLOYEE BENEFITS		8,664	
INSURANCE - LIFE		4,540	
INSURANCE-OFFICERS MEDICAL		14,397	
LEGAL		5,494	
MEALS		216	
OFFICE SUPPLIES		12,536	
OFFICERS SALARIES		104,000	
OUTSIDE SERVICES		4,434	
PAYROLL TAXES		9,972	
POSTAGE		3,518	
RENT		13,689	
SALARIES/WAGES-OFFICE		11,282	
TAXES-OTHER		888	
TELEPHONE		5,185	
UTILITIES		1,386	
TOTAL OPERATING EXPENSES	\$	<u>268,466</u>	\$

Mentor Capital, Inc.
STATEMENT OF CASH FLOWS
For the Period Ending December 31, 2009

	2010
CASH FLOWS FROM OPERATING ACTIVITIES	
Net Income (Loss)	\$ (124,520)
Adjustments to reconcile net income (loss) to net cash provided/used by operating activities:	
Depreciation expense	989
Accounts receivable	(50,659)
Management fee receivable	(42,517)
Note receivable - related party	(103,288)
Interest receivable	(4,194)
Prepaid expenses	(497)
Accounts payable	(16,945)
Redemption fee liability	3,280
Accrued salaries and benefits - related party	(25,085)
Accrued retirement and other benefits - related party	8,664
Line of Credit	771
Total adjustments	(229,481)
Net cash provided by operating activities	(354,001)
CASH FLOWS FROM INVESTING ACTIVITIES	
Investment in Biotech	(62,000)
Investment in QI	(34,000)
Investment in Securities	(50,000)
Long-term Debt, Net	(12,500)
Net cash used in investing activities	(158,500)
CASH FLOWS FROM FINANCING ACTIVITIES	
Capital stock	603,281
Cost of raising capital	(165,659)
Net cash provided from financing activities	437,622
NET INCREASE IN CASH AND CASH EQUIVALENTS	(74,879)
CASH AND CASH EQUIVALENTS - beginning of period	173,259
CASH AND CASH EQUIVALENTS - end of period	\$ 98,380
Supplemental disclosures of cash flow information	
Interest paid	\$ 3,424