

W A Vandiver & Company
16475 Dallas Parkway, Ste 218
Addison, TX 75001-6255

KNOCEAN SCIENCES, INC.
F/K/A OCEANFUELS, INC.
6614 DARTBROOK DR
DALLAS, TX 75254

2012 Corporate Return prepared by:

W A Vandiver & Company
16475 Dallas Parkway, Ste 218
Addison, TX 75001-6255

KNOCEAN SCIENCES, INC.
F/K/A OCEANFUELS, INC.
6614 DARTBROOK DR
DALLAS, TX 75254

**W A VANDIVER & COMPANY
16475 DALLAS PARKWAY, STE 218
ADDISON, TX 75001-6255
972-460-0096**

May 9, 2013

KNOCEAN SCIENCES, INC.
F/K/A OCEANFUELS, INC.
6614 DARTBROOK DR
DALLAS, TX 75254

Dear Client:

Enclosed for your review:

Form 1120	2012 U.S. Corporation Income Tax Return
Form 05-163	Texas Franchise Tax Report

Each tax return or form listed above should be filed in accordance with the enclosed filing instructions.

Please be sure to call if you have any questions.

Sincerely,

WENDALL A. VANDIVER

2012

FEDERAL FILING INSTRUCTIONS

KNOCEAN SCIENCES, INC.
F/K/A OCEANFUELS, INC.

27-0522453

ELECTRONICALLY FILED:

FORM 1120 - 2012 U.S. CORPORATION INCOME TAX RETURN

THE ABOVE TAX RETURN WILL BE ELECTRONICALLY FILED WITH THE INTERNAL
REVENUE SERVICE UPON RECEIPT OF A SIGNED FORM 8879C - IRS E-FILE
SIGNATURE AUTHORIZATION.

PAYMENT:

NO PAYMENT IS REQUIRED.

Form **8879-C****IRS e-file Signature Authorization
for Form 1120**

OMB No. 1545-1864

Department of the Treasury
Internal Revenue ServiceFor calendar year **2012**, or tax year beginning _____, **2012**, ending _____, _____**2012**▶ **Do not send to the IRS. Keep for your records.**
▶ **Information about Form 8879-C and its instructions is at www.irs.gov/form1120.**Name of corporation **KNOCEAN SCIENCES, INC.
F/K/A OCEANFUELS, INC.**Employer identification number
27-0522453**Part I Tax Return Information (Whole dollars only)**

1 Total income (Form 1120, line 11)	1	0.
2 Taxable income (Form 1120, line 30)	2	-530,358.
3 Total tax (Form 1120, line 31)	3	
4 Amount owed (Form 1120, line 34)	4	
5 Overpayment (Form 1120, line 35)	5	

Part II Declaration and Signature Authorization of Officer (Be sure to get a copy of the corporation's return)

Under penalties of perjury, I declare that I am an officer of the above corporation and that I have examined a copy of the corporation's 2012 electronic income tax return and accompanying schedules and statements and to the best of my knowledge and belief, it is true, correct, and complete. I further declare that the amounts in Part I above are the amounts shown on the copy of the corporation's electronic income tax return. I consent to allow my electronic return originator (ERO), transmitter, or intermediate service provider to send the corporation's return to the IRS and to receive from the IRS **(a)** an acknowledgement of receipt or reason for rejection of the transmission, **(b)** the reason for any delay in processing the return or refund, and **(c)** the date of any refund. If applicable, I authorize the U.S. Treasury and its designated Financial Agent to initiate an electronic funds withdrawal (direct debit) entry to the financial institution account indicated in the tax preparation software for payment of the corporation's federal taxes owed on this return, and the financial institution to debit the entry to this account. To revoke a payment, I must contact the U.S. Treasury Financial Agent at **1-888-353-4537** no later than 2 business days prior to the payment (settlement) date. I also authorize the financial institutions involved in the processing of the electronic payment of taxes to receive confidential information necessary to answer inquiries and resolve issues related to the payment. I have selected a personal identification number (PIN) as my signature for the corporation's electronic income tax return and, if applicable, the corporation's consent to electronic funds withdrawal.

Officer's PIN: check one box only

☒ I authorize W A VANDIVER & COMPANY to enter my PIN 60018 as my signature
ERO firm name do not enter all zeros
 on the corporation's 2012 electronically filed income tax return.

☐ As an officer of the corporation, I will enter my PIN as my signature on the corporation's 2012 electronically filed income tax return.

Officer's signature ▶ _____ Date ▶ _____ Title ▶ PRESIDENT

Part III Certification and Authentication

ERO's EFIN/PIN. Enter your six-digit EFIN followed by your five-digit self-selected PIN. 75960233054
do not enter all zeros

I certify that the above numeric entry is my PIN, which is my signature on the 2012 electronically filed income tax return for the corporation indicated above. I confirm that I am submitting this return in accordance with the requirements of **Pub 3112**, IRS *e-file* Application and Participation, and **Pub 4163**, Modernized e-File (MeF) Information for Authorized IRS *e-file* Providers for Business Returns.

ERO's signature ▶ _____ Date ▶ _____

ERO Must Retain This Form – See Instructions
Do Not Submit This Form to the IRS Unless Requested To Do So

BAA For Paperwork Reduction Act Notice, see instructions.Form **8879-C** (2012)

**Application for Automatic Extension of Time To File Certain
Business Income Tax, Information, and Other Returns**

OMB No. 1545-0233

► File a separate application for each return.

► Information about Form 7004 and its separate instructions is at www.irs.gov/form7004.**Print
or
Type**

Name

KNOCEAN SCIENCES, INC.
F/K/A OCEANFUELS, INC.

Identifying number

27-0522453

Number, street, and room or suite number. (If P.O. box, see instructions.)

6614 DARTBROOK DR

City, town, state, and ZIP code (If a foreign address, enter city, province or state, and country (follow the country's practice for entering postal code)).

DALLAS, TX 75254

Note. File request for extension by the due date of the return for which the extension is granted. See instructions before completing this form.**Part I Automatic 5-Month Extension**

1 a Enter the form code for the return that this application is for (see below).....

Application Is For:	Form Code	Application Is For:	Form Code
Form 1065	09	Form 1041 (estate other than a bankruptcy estate)	04
Form 8804	31	Form 1041 (trust)	05

Part II Automatic 6-Month Extension

b Enter the form code for the return that this application is for (see below).....

12

Application Is For:	Form Code	Application Is For:	Form Code
Form 706-GS(D)	01	Form 1120-ND (section 4951 taxes)	20
Form 706-GS(T)	02	Form 1120-PC	21
Form 1041 (bankruptcy estate only)	03	Form 1120-POL	22
Form 1041-N	06	Form 1120-REIT	23
Form 1041-QFT	07	Form 1120-RIC	24
Form 1042	08	Form 1120S	25
Form 1065-B	10	Form 1120-SF	26
Form 1066	11	Form 3520-A	27
Form 1120	12	Form 8612	28
Form 1120-C	34	Form 8613	29
Form 1120-F	15	Form 8725	30
Form 1120-FSC	16	Form 8831	32
Form 1120-H	17	Form 8876	33
Form 1120-L	18	Form 8924	35
Form 1120-ND	19	Form 8928	36

- 2 If the organization is a foreign corporation that does not have an office or place of business in the United States, check here. ☐
- 3 If the organization is a corporation and is the common parent of a group that intends to file a consolidated return, check here. ☐
If checked, attach a statement, listing the name, address, and Employer Identification Number (EIN) for each member covered by this application.

Part III All Filers Must Complete This Part

- 4 If the organization is a corporation or partnership that qualifies under Regulations section 1.6081-5, check here. ☐

5 a The application is for calendar year 20 12, or tax year beginning _____, 20 __, and ending _____, 20 __

- b **Short tax year.** If this tax year is less than 12 months, check the reason: ☐ Initial return ☐ Final return
☐ Change in accounting period ☐ Consolidated return to be filed ☐ Other (see instructions – attach explanation)

6 Tentative total tax	6	0.
7 Total payments and credits (see instructions)	7	0.
8 Balance due. Subtract line 7 from line 6 (see instructions)	8	0.

Form **1120**Department of the Treasury
Internal Revenue Service**U.S. Corporation Income Tax Return**For calendar year 2012 or tax year beginning _____, 2012, ending _____,
► Information about Form 1120 and its separate instructions is at www.irs.gov/form1120.

OMB No. 1545-0123

2012

A Check if: 1 a Consolidated return (attach Form 851) <input type="checkbox"/> b Life/nonlife consolidated return <input type="checkbox"/> 2 Personal holding company (attach Sch PH) <input type="checkbox"/> 3 Personal service corporation (see instrs) <input type="checkbox"/> 4 Schedule M-3 attached <input type="checkbox"/>		TYPE OR PRINT	KNOCEAN SCIENCES, INC. F/K/A OCEANFUELS, INC. 6614 DARTBROOK DR DALLAS, TX 75254	B Employer identification number 27-0522453 C Date incorporated 7/09/2009 D Total assets (see instructions) \$ 42,240.
		E Check if: (1) <input type="checkbox"/> Initial return (2) <input type="checkbox"/> Final return (3) <input type="checkbox"/> Name change (4) <input type="checkbox"/> Address change		

I N C O M E	1 a Gross receipts or sales	1 a	
	b Returns and allowances	1 b	
	c Balance. Subtract line 1b from line 1a	1 c	
	2 Cost of goods sold (attach Form 1125-A)	2	
	3 Gross profit. Subtract line 2 from line 1c	3	
	4 Dividends (Schedule C, line 19)	4	
	5 Interest	5	
	6 Gross rents	6	
	7 Gross royalties	7	
	8 Capital gain net income (attach Schedule D (Form 1120))	8	
	9 Net gain or (loss) from Form 4797, Part II, line 17 (attach Form 4797)	9	
10 Other income (see instructions — attach schedule)	10		
11 Total income. Add lines 3 through 10	11	0.	
D E D U C T I O N S S E E I N S T R U C T I O N S	12 Compensation of officers (see instructions — attach Form 1125-E)	12	18,058.
	13 Salaries and wages (less employment credits)	13	284,441.
	14 Repairs and maintenance	14	
	15 Bad debts	15	
	16 Rents	16	3,582.
	17 Taxes and licenses	17	65.
	18 Interest	18	
	19 Charitable contributions	19	
	20 Depreciation from Form 4562 not claimed on Form 1125-A or elsewhere on return (attach Form 4562)	20	
	21 Depletion	21	
	22 Advertising	22	
	23 Pension, profit-sharing, etc, plans	23	
	24 Employee benefit programs	24	
	25 Domestic production activities deduction (attach Form 8903)	25	
	26 Other deductions (attach statement) SEE STATEMENT 1	26	224,212.
	27 Total deductions. Add lines 12 through 26	27	530,358.
	28 Taxable income before net operating loss deduction and special deductions. Subtract line 27 from line 11	28	-530,358.
	T X R E F U N D A B L E	29a Net operating loss deduction (see instructions) SEE ST. 2	29 a
b Special deductions (Schedule C, line 20)		29 b	
c Add lines 29a and 29b		29 c	
30 Taxable income. Subtract line 29c from line 28 (see instructions)	30	-530,358.	
31 Total tax (Schedule J, Part I, line 11)	31	0.	
32 Total payments and refundable credits (Schedule J, Part II, line 21)	32	0.	
33 Estimated tax penalty (see instructions). Check if Form 2220 is attached <input type="checkbox"/>	33		
34 Amount owed. If line 32 is smaller than the total of lines 31 and 33, enter amount owed	34	0.	
35 Overpayment. If line 32 is larger than the total of lines 31 and 33, enter amount overpaid	35		
36 Enter amount from line 35 you want: Credited to 2013 estimated tax <input type="checkbox"/> Refunded <input type="checkbox"/>	36		

Sign Here	Under penalties of perjury, I declare that I have examined this return, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete. Declaration of preparer (other than taxpayer) is based on all information of which preparer has any knowledge.		May the IRS discuss this return with the preparer shown below (see instructions)? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No
	Signature of officer _____	Date _____	

Paid Preparer Use Only	Print/Type preparer's name WENDALL A. VANDIVER	Preparer's signature _____	Date _____	Check <input checked="" type="checkbox"/> if self-employed	PTIN P00186012
	Firm's name ► W A VANDIVER & COMPANY			Firm's EIN ► 38-3742061	
	Firm's address ► 16475 DALLAS PARKWAY, STE 218 ADDISON, TX 75001-6255			Phone no. 972-460-0096	

Schedule C Dividends and Special Deductions
(see instructions)

	(a) Dividends received	(b) Percentage	(c) Special deductions (a) x (b)
1 Dividends from less-than-20%-owned domestic corporations (other than debt-financed stock)		70	
2 Dividends from 20%-or-more-owned domestic corporations (other than debt-financed stock)		80	
3 Dividends on debt-financed stock of domestic and foreign corporations		see instructions	
4 Dividends on certain preferred stock of less-than-20%-owned public utilities		42	
5 Dividends on certain preferred stock of 20%-or-more-owned public utilities		48	
6 Dividends from less-than-20%-owned foreign corporations and certain FSCs		70	
7 Dividends from 20%-or-more-owned foreign corporations and certain FSCs		80	
8 Dividends from wholly owned foreign subsidiaries		100	
9 Total. Add lines 1 through 8. See instructions for limitation			
10 Dividends from domestic corporations received by a small business investment company operating under the Small Business Investment Act of 1958		100	
11 Dividends from affiliated group members		100	
12 Dividends from certain FSCs		100	
13 Dividends from foreign corporations not included on lines 3, 6, 7, 8, 11, or 12			
14 Income from controlled foreign corporations under subpart F (attach Form(s) 5471)			
15 Foreign dividend gross-up			
16 IC-DISC and former DISC dividends not included on lines 1, 2, or 3			
17 Other dividends			
18 Deduction for dividends paid on certain preferred stock of public utilities			
19 Total dividends. Add lines 1 through 17. Enter here and on page 1, line 4			
20 Total special deductions. Add lines 9, 10, 11, 12, and 18. Enter here and on page 1, line 29b			

Schedule J Tax Computation and Payment (see instructions)**Part I – Tax Computation**

1	Check if the corporation is a member of a controlled group (attach Schedule O (Form 1120))	<input type="checkbox"/>	
2	Income tax. Check if a qualified personal service corporation (see instructions)	<input type="checkbox"/>	0.
3	Alternative minimum tax (attach Form 4626)		
4	Add lines 2 and 3		0.
5a	Foreign tax credit (attach Form 1118)	5a	
b	Credit from Form 8834, line 30 (attach Form 8834)	5b	
c	General business credit (attach Form 3800)	5c	
d	Credit for prior year minimum tax (attach Form 8827)	5d	
e	Bond credits from Form 8912	5e	
6	Total credits. Add lines 5a through 5e	6	
7	Subtract line 6 from line 4	7	
8	Personal holding company tax (attach Schedule PH (Form 1120))	8	
9a	Recapture of investment credit (attach Form 4255)	9a	
b	Recapture of low-income housing credit (attach Form 8611)	9b	
c	Interest due under the look-back method – completed long-term contracts (attach Form 8697)	9c	
d	Interest due under the look-back method – income forecast method (attach Form 8866)	9d	
e	Alternative tax on qualifying shipping activities (attach Form 8902)	9e	
f	Other (see instructions – attach statement)	9f	
10	Total. Add lines 9a through 9f	10	
11	Total tax. Add lines 7, 8, and 10. Enter here and on page 1, line 31	11	0.

Part II – Payments and Refundable Credits

12	2011 overpayment credited to 2012	12	
13	2012 estimated tax payments	13	
14	2012 refund applied for on Form 4466	14	
15	Combine lines 12, 13, and 14	15	0.
16	Tax deposited with Form 7004	16	
17	Withholding (see instructions)	17	
18	Total payments. Add lines 15, 16 and 17	18	0.
19	Refundable credits from:		
a	Form 2439	19a	
b	Form 4136	19b	
c	Form 8827, line 8c	19c	
d	Other (attach statement – see instructions)	19d	
20	Total credits. Add lines 19a through 19d	20	
21	Total payments and credits. Add lines 18 and 20. Enter here and on page 1, line 32	21	0.

Schedule K Other Information (see instructions)

1	Check accounting method	a <input type="checkbox"/> Cash	b <input checked="" type="checkbox"/> Accrual	c <input type="checkbox"/> Other (specify) ▶	Yes	No
2	See the instructions and enter the:					
a	Business activity code no.	▶ 339900				
b	Business activity	▶ MANUFACTURING				
c	Product or service	▶ HEALTHCARE PRODUCTS				
3	Is the corporation a subsidiary in an affiliated group or a parent-subsidary controlled group?					X
	If 'Yes,' enter name and EIN of the parent corporation ▶					
4	At the end of the tax year:					
a	Did any foreign or domestic corporation, partnership (including any entity treated as a partnership), trust, or tax-exempt organization own directly 20% or more, or own, directly or indirectly, 50% or more of the total voting power of all classes of the corporation's stock entitled to vote? If 'Yes,' complete Part I of Schedule G (Form 1120) (attach Schedule G)					X
b	Did any individual or estate own directly 20% or more, or own, directly or indirectly, 50% or more of the total voting power of all classes of the corporation's stock entitled to vote? If 'Yes,' complete Part II of Schedule G (Form 1120) (attach Schedule G)				X	

Schedule K Other Information *continued* (see instructions)

5 At the end of the tax year, did the corporation:				Yes	No
a Own directly 20% or more, or own, directly or indirectly, 50% or more of the total voting power of all classes of stock entitled to vote of any foreign or domestic corporation not included on Form 851 , Affiliations Schedule? For rules of constructive ownership, see instructions.					X
If 'Yes,' complete (i) through (iv) below.					
(i) Name of Corporation	(ii) Employer Identification Number (if any)	(iii) Country of Incorporation	(iv) Percentage Owned in Voting Stock		
b Own directly an interest of 20% or more, or own, directly or indirectly, an interest of 50% or more in any foreign or domestic partnership (including an entity treated as a partnership) or in the beneficial interest of a trust? For rules of constructive ownership, see instructions.				Yes	No
If 'Yes,' complete (i) through (iv) below.					X
(i) Name of Entity	(ii) Employer Identification Number (if any)	(iii) Country of Organization	(iv) Maximum Percentage Owned in Profit, Loss, or Capital		
6 During this tax year, did the corporation pay dividends (other than stock dividends and distributions in exchange for stock) in excess of the corporation's current and accumulated earnings and profits? (See sections 301 and 316.)					X
If 'Yes,' file Form 5452 , Corporate Report of Nondividend Distributions.					
If this is a consolidated return, answer here for the parent corporation and on Form 851 for each subsidiary					
7 At any time during the tax year, did one foreign person own, directly or indirectly, at least 25% of (a) the total voting power of all classes of the corporation's stock entitled to vote or (b) the total value of all classes of the corporation's stock?					X
For rules of attribution, see section 318. If 'Yes,' enter:					
(i) Percentage owned ▶ _____ and (ii) Owner's country ▶ _____					
(c) The corporation may have to file Form 5472 , Information Return of a 25% Foreign-Owned U.S. Corporation or a Foreign Corporation Engaged in a U.S. Trade or Business. Enter the number of Forms 5472 attached ▶ _____					
8 Check this box if the corporation issued publicly offered debt instruments with original issue discount. ▶ <input type="checkbox"/>					
If checked, the corporation may have to file Form 8281 , Information Return for Publicly Offered Original Issue Discount Instruments.					
9 Enter the amount of tax-exempt interest received or accrued during the tax year ▶ \$ _____ NONE					
10 Enter the number of shareholders at the end of the tax year (if 100 or fewer) ▶ <u>1</u>					
11 If the corporation has an NOL for the tax year and is electing to forego the carryback period, check here. ▶ <input checked="" type="checkbox"/>					
If the corporation is filing a consolidated return, the statement required by Regulations section 1.1502-21(b)(3) must be attached or the election will not be valid.					
12 Enter the available NOL carryover from prior tax years (do not reduce it by any deduction on line 29a.) ▶ \$ _____ <u>1,116,282</u>					
13 Are the corporation's total receipts (line 1c plus lines 4 through 10 on page 1) for the tax year and its total assets at the end of the tax year less than \$250,000?				X	
If 'Yes,' the corporation is not required to complete Schedules L, M-1, and M-2 on page 5. Instead, enter the total amount of cash distributions and the book value property distributions (other than cash) made during the tax year. ▶ \$ _____ NONE					
14 Is the corporation required to file Schedule UTP (Form 1120), Uncertain Tax Position Statement (see instructions)?					X
If 'Yes,' complete and attach Schedule UTP.					
15a Did the corporation make any payments in 2012 that would require it to file Form(s) 1099?				X	
b If 'Yes,' did or will the corporation file required Forms 1099?				X	
16 During this tax year, did the corporation have an 80% or more change in ownership, including a change due to redemption of its own stock?					X
17 During or subsequent to this tax year, but before the filing of this return, did the corporation dispose of more than 65% (by value) of its assets in a taxable, non-taxable, or tax deferred transaction?					X
18 Did the corporation receive assets in a section 351 transfer in which any of the transferred assets had a fair market basis or fair market value of more than \$1 million.					X

Schedule L Balance Sheets per Books		Beginning of tax year		End of tax year	
Assets		(a)	(b)	(c)	(d)
1	Cash.....				
2a	Trade notes and accounts receivable.....				
b	Less allowance for bad debts.....				
3	Inventories.....				
4	U.S. government obligations.....				
5	Tax-exempt securities (see instructions)....				
6	Other current assets (attach statement) SEE ST. 3.				25,000.
7	Loans to shareholders.....				17,240.
8	Mortgage and real estate loans.....				
9	Other investments (attach statement).....				
10a	Buildings and other depreciable assets.....				
b	Less accumulated depreciation.....				
11a	Depletable assets.....				
b	Less accumulated depletion.....				
12	Land (net of any amortization).....				
13a	Intangible assets (amortizable only).....				
b	Less accumulated amortization.....				
14	Other assets (attach statement).....				
15	Total assets.....		0.		42,240.
Liabilities and Shareholders' Equity					
16	Accounts payable.....				
17	Mortgages, notes, bonds payable in less than 1 year....				
18	Other current liabilities (attach stmt) SEE ST. 4.		250.		381.
19	Loans from shareholders.....				13,500.
20	Mortgages, notes, bonds payable in 1 year or more.....				
21	Other liabilities (attach statement).....				
22	Capital stock: a Preferred stock.....	3,748.		3,835.	
	b Common stock.....	2,400.	6,148.	2,400.	6,235.
23	Additional paid-in capital.....		1,116,150.		1,676,313.
24	Retained earnings — Approp (att stmt).....				
25	Retained earnings — Unappropriated.....		-1,122,548.		-1,654,189.
26	Adjmt to shareholders' equity (att stmt).....				
27	Less cost of treasury stock.....				
28	Total liabilities and shareholders' equity.....		0.		42,240.

Schedule M-1 Reconciliation of Income (Loss) per Books With Income per Return

Note: Schedule M-3 required instead of Schedule M-1 if total assets are \$10 million or more — see instructions

1	Net income (loss) per books.....	-531,641.	7	Income recorded on books this year not included on this return (itemize):	
2	Federal income tax per books.....			Tax-exempt interest \$	
3	Excess of capital losses over capital gains ..				
4	Income subject to tax not recorded on books this year (itemize):				
5	Expenses recorded on books this year not deducted on this return (itemize):		8	Deductions on this return not charged against book income this year (itemize):	
a	Depreciation..... \$		a	Depreciation.. \$	
b	Charitable contributions.. \$		b	Charitable contribns \$	
c	Travel & entertainment .. \$	1,283.			
		1,283.	9	Add lines 7 and 8.....	0.
6	Add lines 1 through 5.....	-530,358.	10	Income (page 1, line 28) — line 6 less line 9.....	-530,358.

Schedule M-2 Analysis of Unappropriated Retained Earnings per Books (Line 25, Schedule L)

1	Balance at beginning of year.....	-1,122,548.	5	Distributions..... a Cash.....	
2	Net income (loss) per books.....	-531,641.	b	Stock..... c Property ..	
3	Other increases (itemize):		6	Other decreases (itemize):	
			7	Add lines 5 and 6.....	
4	Add lines 1, 2, and 3.....	-1,654,189.	8	Balance at end of year (line 4 less line 7).....	-1,654,189.

SCHEDULE G
(Form 1120)

(Rev December 2011)

Department of the Treasury
Internal Revenue Service**Information on Certain Persons Owning the
Corporation's Voting Stock**► **Attach to Form 1120.**► **See instructions.**

OMB No. 1545-0123

Name KNOCEAN SCIENCES, INC. F/K/A OCEANFUELS, INC.	Employer identification number (EIN) 27-0522453
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Part I **Certain Entities Owning the Corporation's Voting Stock.** (Form 1120, Schedule K, Question 4a).
Complete columns (i) through (v) below for any foreign or domestic corporation, partnership (including any entity treated as a partnership), trust, or tax-exempt organization that owns directly 20% or more, or owns, directly or indirectly, 50% or more of the total voting power of all classes of the corporation's stock entitled to vote (see instructions).

(i) Name of Entity	(ii) Employer Identification Number (if any)	(iii) Type of Entity	(iv) Country of Organization	(v) Percentage Owned in Voting Stock

Part II **Certain Individuals and Estates Owning the Corporation's Voting Stock.** (Form 1120, Schedule K, Question 4b).
Complete columns (i) through (iv) below for any individual or estate that owns directly 20% or more, or owns, directly or indirectly, 50% or more of the total voting power of all classes of the corporation's stock entitled to vote (see instructions).

(i) Name of Individual or Estate	(ii) Identifying Number (if any)	(iii) Country of Citizenship (see instructions)	(iv) Percentage Owned in Voting Stock
TONY COPP	457-68-5512	UNITED STATES	65.42%
LARRY ANIOL	452-86-3118	UNITED STATES	12.35%
JO ANN ANIOL	457-64-2636	UNITED STATES	12.36%

KNOCEAN SCIENCES, INC.
F/K/A OCEANFUELS, INC.

27-0522453

STATEMENT 1
FORM 1120, LINE 26
OTHER DEDUCTIONS

BANK CHARGES.....	\$	2,052.
CONSULTING.....		113,327.
DELIVERY AND FREIGHT.....		4,238.
LEGAL AND PROFESSIONAL.....		48,000.
MARKETING.....		6,200.
MEALS AND ENTERTAINMENT.....		1,283.
OFFICE EXPENSE.....		3,264.
RESEARCH & DEVELOPMENT.....		30,583.
SUPPLIES.....		100.
TELEPHONE.....		716.
TRAVEL.....		14,449.
TOTAL	\$	<u>224,212.</u>

STATEMENT 2
FORM 1120, LINE 29A
NET OPERATING LOSS DEDUCTION

CARRYOVER GENERATED FROM YEAR END 12/31/09	\$	12,578.
AVAILABLE FOR CARRYOVER TO 2012.....		12,578.
CARRYOVER GENERATED FROM YEAR END 12/31/10	\$	460,742.
AVAILABLE FOR CARRYOVER TO 2012.....		460,742.
CARRYOVER GENERATED FROM YEAR END 12/31/11	\$	642,962.
AVAILABLE FOR CARRYOVER TO 2012.....		642,962.
NET OPERATING LOSSES AVAILABLE IN 2012.....	\$	<u>1,116,282.</u>
TAXABLE INCOME.....		-530,358.
TOTAL NET OPERATING LOSS DEDUCTION (LIMITED TO TAXABLE INCOME).....		<u>0.</u>

STATEMENT 3
FORM 1120, SCHEDULE L, LINE 6
OTHER CURRENT ASSETS

	BEGINNING	ENDING
PREPAID EXPENSE - FINDER FEE.....	\$ 0.	\$ 25,000.
TOTAL	<u>\$ 0.</u>	<u>\$ 25,000.</u>

2012

FEDERAL STATEMENTS

PAGE 2

KNOCEAN SCIENCES, INC.
F/K/A OCEANFUELS, INC.

27-0522453

STATEMENT 4
FORM 1120, SCHEDULE L, LINE 18
OTHER CURRENT LIABILITIES

	<u>BEGINNING</u>	<u>ENDING</u>
BANK OVERDRAFT.....	\$ 250.	\$ 381.
TOTAL	<u>\$ 250.</u>	<u>\$ 381.</u>

KNOCEAN SCIENCES, INC.
F/K/A OCEANFUELS, INC.

27-0522453

**COMPUTATION OF NET INCOME (LOSS) PER BOOKS
FORM 1120, SCHEDULE M-1, LINE 1**

INCOME (LOSS) PER RETURN (PAGE 1, LINE 28)	-530,358.
INCREASES:	
DEDUCTIONS ON RETURN NOT RECORDED ON BOOKS (SCH. M-1, LINE 8)	0.
INCOME RECORDED ON BOOKS NOT INCLUDED ON RETURN (SCH. M-1, LINE 7)	0.
DECREASES:	
EXPENSES RECORDED ON BOOKS NOT DEDUCTED ON RETURN (SCH. M-1, LINE 5)	-1,283.
INCOME SUBJECT TO TAX NOT RECORDED ON BOOKS (SCH. M-1, LINE 4)	0.
EXCESS OF CAPITAL LOSSES OVER CAPITAL GAINS (SCH. M-1, LINE 3)	0.
FEDERAL INCOME TAX PER BOOKS (SCH. M-1, LINE 2)	0.
COMPUTED NET INCOME (LOSS) PER BOOKS (SCH. M-1, LINE 1)	<u><u>-531,641.</u></u>

COMPUTATION OF 2012 NET OPERATING LOSS

1. TOTAL INCOME	0.
2. TOTAL DEDUCTIONS	530,358.
3. TAXABLE INCOME (LINE 1 LESS LINE 2)	-530,358.
4. SPECIAL DEDUCTIONS UNLIMITED	0.
5. 2012 NET OPERATING LOSS (LINE 3 MINUS LINE 4)	<u><u>530,358.</u></u>

COMPUTATION OF 2012 ALTERNATIVE TAX NET OPERATING LOSS

1. 2012 NET OPERATING INCOME (LOSS)	-530,358.
2. TAX PREFERENCE ITEMS/ADJUSTMENTS	0.
3. 2012 ATNOL (LINE 1 PLUS LINE 2)	<u><u>530,358.</u></u>

COMPUTATION OF ALLOWABLE ATNOL
Alternative Minimum Tax – Corporations

OMB No. 1545-0175

Form **4626**

Department of the Treasury
Internal Revenue Service

▶ **Attach to the corporation's tax return.**
▶ Information about Form 4626 and its separate instructions is at **www.irs.gov/form4626**.

2012

Name **KNOCEAN SCIENCES, INC.
F/K/A OCEANFUELS, INC.**

Employer identification number
27-0522453

Note: See the instructions to find out if the corporation is a small corporation exempt from the alternative minimum tax (AMT) under section 55(e).

1 Taxable income or (loss) before net operating loss deduction.....	1	-530,358.
2 Adjustments and preferences:		
a Depreciation of post-1986 property.....	2 a	
b Amortization of certified pollution control facilities.....	2 b	
c Amortization of mining exploration and development costs.....	2 c	
d Amortization of circulation expenditures (personal holding companies only).....	2 d	
e Adjusted gain or loss.....	2 e	
f Long-term contracts.....	2 f	
g Merchant marine capital construction funds.....	2 g	
h Section 833(b) deduction (Blue Cross, Blue Shield, and similar type organizations only).....	2 h	
i Tax shelter farm activities (personal service corporations only).....	2 i	
j Passive activities (closely held corporations and personal service corporations only).....	2 j	
k Loss limitations.....	2 k	
l Depletion.....	2 l	
m Tax-exempt interest income from specified private activity bonds.....	2 m	
n Intangible drilling costs.....	2 n	
o Other adjustments and preferences.....	2 o	530,358.
3 Pre-adjustment alternative minimum taxable income (AMTI). Combine lines 1 through 2o.....	3	0.
4 Adjusted current earnings (ACE) adjustment:		
a ACE from line 10 of the ACE worksheet in the instructions.....	4 a	
b Subtract line 3 from line 4a. If line 3 exceeds line 4a, enter the difference as a negative amount (see instructions).....	4 b	
c Multiply line 4b by 75% (.75). Enter the result as a positive amount.....	4 c	
d Enter the excess, if any, of the corporation's total increases in AMTI from prior year ACE adjustments over its total reductions in AMTI from prior year ACE adjustments (see instructions). Note: You must enter an amount on line 4d (even if line 4b is positive).....	4 d	0.
e ACE adjustment.		
• If line 4b is zero or more, enter the amount from line 4c.....	4 e	0.
• If line 4b is less than zero, enter the smaller of line 4c or line 4d as a negative amount.....		
5 Combine lines 3 and 4e. If zero or less, stop here; the corporation does not owe any AMT.....	5	0.
6 Alternative tax net operating loss deduction (see instructions).....	6	0.
7 Alternative minimum taxable income. Subtract line 6 from line 5. If the corporation held a residual interest in a REMIC, see instructions.....	7	
8 Exemption phase-out (if line 7 is \$310,000 or more, skip lines 8a and 8b and enter -0- on line 8c):		
a Subtract \$150,000 from line 7 (if completing this line for a member of a controlled group, see instructions). If zero or less, enter -0-.....	8 a	
b Multiply line 8a by 25% (.25).....	8 b	
c Exemption. Subtract line 8b from \$40,000 (if completing this line for a member of a controlled group, see instructions). If zero or less, enter -0-.....	8 c	
9 Subtract line 8c from line 7. If zero or less, enter -0-.....	9	
10 Multiply line 9 by 20% (.20).....	10	
11 Alternative minimum tax foreign tax credit (AMTFTC) (see instructions).....	11	
12 Tentative minimum tax. Subtract line 11 from line 10.....	12	
13 Regular tax liability before applying all credits except the foreign tax credit.....	13	
14 Alternative minimum tax. Subtract line 13 from line 12. If zero or less, enter -0-. Enter here and on Form 1120, Schedule J, line 3, or the appropriate line of the corporation's income tax return.....	14	

BAA For Paperwork Reduction Act Notice, see separate instructions.

Form **4626** (2012)

KNOCEAN SCIENCES, INC.
F/K/A OCEANFUELS, INC.

27-0522453

	2012	2011	DIFF
INCOME			
TOTAL INCOME.....	0	0	0
DEDUCTIONS			
COMPENSATION OF OFFICERS.....	18,058	0	18,058
SALARIES/WAGES LESS EMPLOYMENT CREDITS...	284,441	107,243	177,198
RENTS.....	3,582	0	3,582
TAXES AND LICENSES.....	65	17,006	-16,941
OTHER DEDUCTIONS.....	224,212	518,713	-294,501
TOTAL DEDUCTIONS.....	530,358	642,962	-112,604
TAXABLE INCOME			
TAXABLE INCOME (LINE 28).....	-530,358	-642,962	112,604
TAXABLE INCOME.....	-530,358	-642,962	112,604
TAX COMPUTATION			
INCOME TAX.....	0	0	0
TOTAL TAX.....	0	0	0
PAYMENTS AND CREDITS			
TOTAL PAYMENTS AND CREDITS.....	0	0	0
REFUND OR AMOUNT DUE			
OVERPAYMENT.....	0	0	0
TAX DUE.....	0	0	0
SCHEDULE L			
BEGINNING ASSETS.....	0	61,912	-61,912
BEGINNING LIABILITIES & EQUITY.....	0	61,912	-61,912
ENDING ASSETS.....	42,240	0	42,240
ENDING LIABILITIES & EQUITY.....	42,240	0	42,240
TAX RATES			
MARGINAL TAX RATE.....	0.0%	0.0%	0.0%

2012

FEDERAL BALANCE SHEET SUMMARY

PAGE 1

KNOCEAN SCIENCES, INC.
F/K/A OCEANFUELS, INC.

27-0522453

ENDING ASSETS

OTHER CURRENT ASSETS.....	25,000
LOANS TO SHAREHOLDERS.....	17,240
TOTAL ASSETS.....	42,240

ENDING LIABILITIES & EQUITY

OTHER CURRENT LIABILITIES.....		381
LOANS FROM SHAREHOLDERS.....		13,500
PREFERRED STOCK.....	3,835	
COMMON STOCK.....	2,400	6,235
ADDITIONAL PAID-IN CAPITAL.....		1,676,313
UNAPPROPRIATED RETAINED EARNINGS.....		-1,654,189
TOTAL LIABILITIES AND EQUITY.....		42,240

2012

TEXAS INCOME TAX SUMMARY

KNOCEAN SCIENCES, INC.
F/K/A OCEANFUELS, INC.

PAGE 1

32039880797

TAX RATES

MARGINAL TAX RATE.....	0.0%
EFFECTIVE TAX RATE.....	0.0%

TX2013
VER. 4.0

05-163
(Rev.9-11/5)

Texas Franchise Tax No Tax Due Information Report

■ Tcode 13255 ANNUAL

■ Taxpayer number	■ Report year	Due date	Privilege period covered by this report
32039880797	2013	05/15/2013	01/01/2013 —12/31/2013

Taxpayer name KNOCEAN SCIENCES, INC.					Secretary of State file number or Comptroller file number	
Mailing address 6614 DARTBROOK DR					801144829	
City DALLAS	State TX	Country UNITED STATES	ZIP Code 75254	Plus 4	Check box if the address has changed	
Check box if this is a combined report			SIC code		NAICS code	
			2833		339900	
Check box if Total Revenue is adjusted for Tiered Partnership Election, see instructions.*			Check box to request a Certificate of Account Status			
Check box if this is a Corporation or Limited Liability Company			Check box if this is an Entity other than a Corporation or Limited Liability Company			

*Note: Upper tiered partnerships do not qualify to use this form.

If any of the statements below are true, you qualify to file this No Tax Due Information Report:

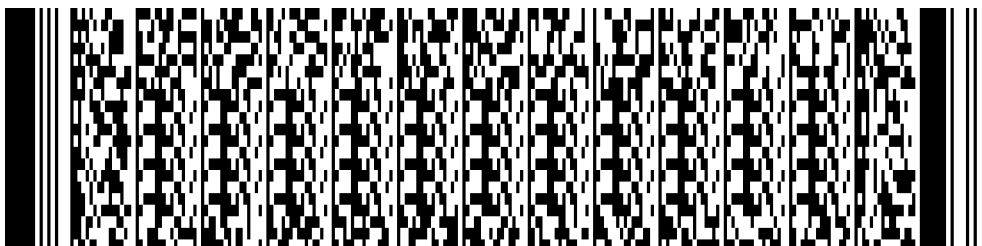
(Check all boxes that apply)

- This entity is a passive entity as defined in Chapter 171 of the Texas Tax Code. (see instructions)
(Passive income does NOT include rent) 1. ■ ☐
- This entity's annualized total revenue is below the no tax due threshold. (see instructions) 2. ■ ☒
- This entity has zero Texas Gross Receipts. 3. ■ ☒
- This entity is a Real Estate Investment Trust (REIT) that meets the qualifications specified
in section 171.0002(c)(4). 4. ■ ☐
- Accounting year begin date 5a. ■ 5b. Accounting year end date 5b. ■
- TOTAL REVENUE (Whole dollars only) 6. ■

Print or type name EMMANUEL A. COPP		Area code and phone number (214) 738-7973
I declare that the information in this document and any attachments is true and correct to the best of my knowledge and belief.		Mail original to: Texas Comptroller of Public Accounts P.O. Box 149348 Austin, TX 78714-9348
sign here ▶	Date	

If you have any questions regarding franchise tax, you may contact the Texas Comptroller's field office in your area or call (800) 252-1381 or (512) 463-4600.
Instructions for each report year are online at www.window.state.tx.us/taxinfo/taxforms/05-forms.html.

Texas Comptroller Official Use Only



VE/DE	<input type="radio"/>
PM Date	<input type="text"/>



1032

TX2013

VER. 4.0 05-102
(Rev.9-11/30)**Texas Franchise Tax Public Information Report**

To be filed by Corporations, Limited Liability Companies (LLC) and Financial Institutions

This report **MUST** be signed and filed to satisfy franchise tax requirements

Tcode 13196

Taxpayer number

Report year

You have certain rights under Chapter 552 and 559, Government Code, to review, request, and correct information we have on file about you. Contact us at (800) 252-1381 or (512) 463-4600.

32039880797

2013

Taxpayer name

KNOCEAN SCIENCES, INC.

Mailing address

6614 DARTBROOK DR

Secretary of State (SOS) file number or
Comptroller file number

City

DALLAS

State

TX

ZIP Code

75254

Plus 4

801144829

☐ Check box if there are currently no changes from previous year; if no information is displayed, complete the applicable information in Sections A, B and C.

Principal office

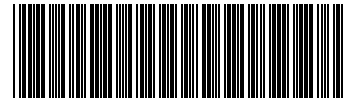
6614 DARTBROOK DR, DALLAS, TX 75254

Principal place of business

6614 DARTBROOK DR, DALLAS, TX 75254

Please sign below!

Officer, director and member information is reported as of the date a Public Information Report is completed. The information is updated annually as part of the franchise tax report. There is no requirement or procedure for supplementing the information as officers, directors, or members change throughout the year.



3203988079713

SECTION A Name, title and mailing address of each officer, director or member.

Name TONY COPP	Title PRESIDENT	Director <input checked="" type="checkbox"/> YES	Term expiration m m d d y y
Mailing address 6614 DARTBROOK DR	City DALLAS	State TX	ZIP Code 75254
Name	Title	Director <input type="checkbox"/> YES	Term expiration m m d d y y
Mailing address	City	State	ZIP Code
Name	Title	Director <input type="checkbox"/> YES	Term expiration m m d d y y
Mailing address	City	State	ZIP Code

SECTION B Enter the information required for each corporation or LLC, if any, in which this entity owns an interest of 10 percent or more.

Name of owned (subsidiary) corporation or limited liability company	State of formation	Texas SOS file number, if any	Percentage of ownership
Name of owned (subsidiary) corporation or limited liability company	State of formation	Texas SOS file number, if any	Percentage of ownership

SECTION C Enter the information required for each corporation or LLC, if any, that owns an interest of 10 percent or more in this entity or limited liability company.

Name of owned (parent) corporation or limited liability company	State of formation	Texas SOS file number, if any	Percentage of ownership
---	--------------------	-------------------------------	-------------------------

Registered agent and registered office currently on file. (see instructions if you need to make changes)

Agent: **GLENN A. BELLINGER**☐ Check box if you need forms to change the registered agent or registered office information.

Office:

10000 N. CENTRAL EXPWY, STE. 900

City

DALLAS

State

TX

ZIP Code

75231

The above information is required by Section 171.203 of the Tax Code for each corporation or limited liability company that files a Texas Franchise Tax Report. Use additional sheets for Sections A, B, and C, if necessary. The information will be available for public inspection.

I declare that the information in this document and any attachments is true and correct to the best of my knowledge and belief, as of the date below, and that a copy of this report has been mailed to each person named in this report who is an officer, director or member and who is not currently employed by this, or a related, corporation or limited liability company.

sign here ▶

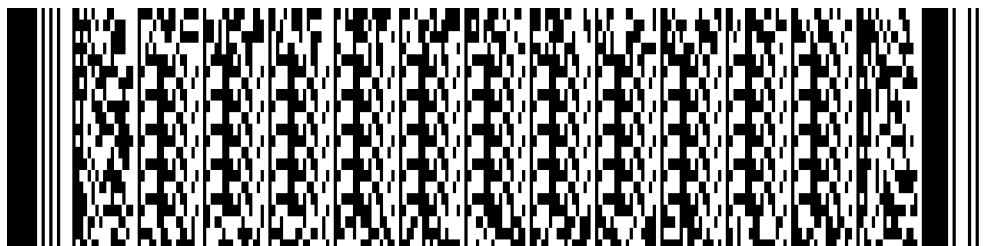
Title

PRESIDENT

Date

Area code and phone number

(214) 738-7973

Texas Comptroller Official Use Only

VE/DE	<input type="radio"/>	PIR IND	<input type="radio"/>
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**TEXAS FRANCHISE TAX
WAGES AND CASH COMPENSATION**

SALARIES AND WAGES, OTHER THAN OFFICERS.....	284,441.
TONY COPP (LIMITED TO \$330,000).....	18,058.
TOTAL WAGES AND CASH COMPENSATION FROM REPORTING ENTITY	<u>302,499.</u>
TOTAL WAGES AND CASH COMPENSATION	<u><u>302,499.</u></u>