

CERRO DORADO, INC
Consolidated Financial Statements
March 31, 2015 and 2014

CONTENTS

Accountant's Compilation Report.....	3
Consolidated Balance Sheets	4
Consolidated Statements of Operations.....	5
Consolidated Statements of Stockholders' Equity (Deficit)	6
Consolidated Statements of Cash Flows.....	8
Notes to the Consolidated Financial Statements	9



Stayner Bates & Jensen P.C.

CERTIFIED PUBLIC ACCOUNTANTS & CONSULTANTS

ACCOUNTANT'S COMPILATION REPORT

To the Board of Directors
Cerro Dorado, Inc. and subsidiary
Salt Lake City, UT

We have compiled the accompanying consolidated balance sheets of Cerro Dorado, Inc. and subsidiary (a corporation) as of March 31, 2015 and 2014, and the related consolidated statements of operations, consolidated stockholders' equity (deficit), and consolidated cash flows for the three months then ended. We have not audited or reviewed the accompanying consolidated financial statements and, accordingly, do not express an opinion or provide any assurance about whether the consolidated financial statements are in accordance with accounting principles generally accepted in the United States of America.

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America and for designing, implementing, and maintaining internal control relevant to the preparation and fair presentation of the financial statements.

Our responsibility is to conduct the compilation in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. The objective of a compilation is to assist the owners in presenting financial information in the form of financial statements without undertaking to obtain or provide any assurance that there are no material modifications that should be made to the financial statements.

We are not independent with respect to Cerro Dorado, Inc.

Stayner Bates & Jensen P.C.

Stayner, Bates & Jensen, P.C.

April 24, 2015

CERRO DORADO, INC. AND SUBSIDIARY
Consolidated Balance Sheets
(unaudited)

	<u>ASSETS</u>	For the three months ended March 31, 2015	For the three months ended March 31, 2014
CURRENT ASSETS			
Cash and cash equivalents		\$ 6,309	\$ 2,396
Prepaid expenses		3,845	-
Total Current Assets		<u>10,154</u>	<u>2,396</u>
FIXED ASSETS			
Machinery and equipment, net (Notes 2 and 3)		-	-
INTANGIBLE ASSETS			
Mining claims (Note 4)		409,500	409,500
TOTAL ASSETS		<u>\$ 419,654</u>	<u>\$ 411,896</u>
<u>LIABILITIES AND STOCKHOLDERS' EQUITY (DEFICIT)</u>			
LIABILITIES			
Accounts payable		\$ -	\$ 7,226
Related-party advances (Note 6)		-	1,870,874
Total Current Liabilities		<u>-</u>	<u>1,878,100</u>
STOCKHOLDERS' EQUITY (DEFICIT)			
Common stock (Par 0.001), 500,000,000 authorized, 274,265,641 and 199,991,004 issued and outstanding		274,266	199,991
Paid in capital in excess of par value		2,467,431	437,222
Non-controlling interest (Note 5)		204,750	204,750
Retained earnings		<u>(2,526,793)</u>	<u>(2,308,167)</u>
Total Stockholders' Equity (Deficit)		<u>419,654</u>	<u>(1,466,204)</u>
TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY (DEFICIT)		<u>\$ 419,654</u>	<u>\$ 411,896</u>

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

CERRO DORADO, INC. AND SUBSIDIARY**Consolidated Statements of Operations**
(unaudited)

	For the three months ended March 31, 2015	For the three months ended March 31, 2014
INCOME	<u>\$ -</u>	<u>\$ -</u>
OPERATING EXPENSES	<u>54,577</u>	<u>1,220</u>
NET INCOME (LOSS)	<u>\$ (54,577)</u>	<u>\$ (1,220)</u>

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

CERRO DORADO, INC. AND SUBSIDIARY
Consolidated Statement of Stockholders' Equity (Deficit)
(unaudited)

	Common Stock		Paid in Capital in Excess of Par Value	Non-Controlling Interest	Retained Earnings	Total Stockholders' Equity (Deficit)
	Shares	Amount				
Balance, December 31, 2014	263,279,928	\$ 263,280	\$ 1,790,317	\$ 204,750	\$ (2,472,216)	\$ (213,869)
Shares issued for cash at \$0.001 per share	1,250,000	1,250	23,750	-	-	25,000
Shares issued for conversion of debt	7,950,000	7,950	610,150	-	-	618,100
Shares issued for services at \$0.001 per share	1,785,713	1,786	43,214	-	-	45,000
Net loss for the three months ended March 31, 2015	-	-	-	-	(54,577)	(54,577)
Balance, March 31, 2015	<u>274,265,641</u>	<u>\$ 274,266</u>	<u>\$ 2,467,431</u>	<u>\$ 204,750</u>	<u>\$ (2,526,793)</u>	<u>\$ 419,654</u>

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

CERRO DORADO, INC. AND SUBSIDIARY
Consolidated Statement of Stockholders' Equity (Deficit)
(unaudited)

	<u>Common Stock</u>		<u>Paid in Capital in Excess of Par Value</u>	<u>Non-Controlling Interest</u>	<u>Retained Earnings</u>	<u>Total Stockholders' Equity (Deficit)</u>
	<u>Shares</u>	<u>Amount</u>				
Balance, December 31, 2013	199,991,004	199,991	437,222	204,750	(2,306,947)	(1,464,984)
Net loss for the three months ended March 31, 2014	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(1,220)</u>	<u>(1,220)</u>
Balance, March 31, 2014	<u>199,991,004</u>	<u>\$ 199,991</u>	<u>\$ 437,222</u>	<u>\$ 204,750</u>	<u>\$ (2,308,167)</u>	<u>\$ (1,466,204)</u>

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

CERRO DORADO, INC. AND SUBSIDIARY
Consolidated Statements of Cash Flows
(unaudited)

	For the three months ended March 31, 2015	For the three months ended March 31, 2014
CASH FLOWS FROM OPERATING ACTIVITIES:		
Net income (loss)	\$ (54,577)	\$ (1,220)
Adjustments to reconcile net loss to net cash used by operating activities:		
Common stock for services rendered	45,000	-
Increase in accounts payable	-	1,130
Increase in related-party advances	-	100
Decrease in prepaid expenses	1,455	-
Net Cash Used by Operating Activities	<u>(8,122)</u>	<u>10</u>
CASH FLOWS FROM INVESTING ACTIVITIES:	<u>-</u>	<u>-</u>
CASH FLOWS FROM FINANCING ACTIVITIES:		
Common Shares	25,000	-
Decrease in advances	<u>(23,586)</u>	<u>-</u>
Net Cash Provided by Financing Activities	<u>1,414</u>	<u>-</u>
NET INCREASE IN CASH	(6,708)	10
CASH AT BEGINNING OF PERIOD	<u>13,017</u>	<u>2,386</u>
CASH AT END OF PERIOD	<u>\$ 6,309</u>	<u>\$ 2,396</u>
SUPPLEMENTAL DISCLOSURES		
Cash Paid For:		
Interest	\$ -	\$ -
Income taxes	\$ -	\$ -
NON-CASH FINANCING ACTIVITIES		
Conversion of debt to equity	\$ 610,150	\$ -

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

Cerro Dorado, Inc. and Subsidiary
Notes to the Consolidated Financial Statements
March 31, 2015 and 2014

NOTE 1 - ORGANIZATION AND DESCRIPTION OF BUSINESS

B.C. Realty Partners, Inc. was incorporated under the laws of the State of Florida on September 23, 1988, which is considered date of inception. By amendment to the Articles of Incorporation, its name was changed to Weather All Manufacturing USA, Inc. on November 23, 1998 and subsequently it changed its name to Cerro Dorado, Inc. on March 24, 1999. On July 14, 1999 as part of a merger the domicile was changed to the State of Nevada.

Cerro Dorado, Inc. is the parent company of a 50% owned subsidiary, Sociedad Contractual Minera Cerro Dorado Chile, trade name Cerro Dorado Chile. Cerro Dorado Chile was created on February 18, 2000. Collectively, they are referred to as "the Company."

The Company is principally in the business of acquiring and seeking to develop copper and gold mining interests in Chile, South America.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies of Cerro Dorado, Inc. and its Subsidiary (the Company) conform to U.S. generally accepted accounting principles. The following is a summary of the more significant of such policies:

a. Accounting Method

The Company's consolidated financial statements are prepared using the accrual method of accounting. The Company has elected a calendar year-end.

b. Cash and Cash Equivalents

For purposes of the statement of cash flows, the Company considers all cash accounts and highly liquid investments with original maturities of three months or less to be cash equivalents.

c. Machinery and Equipment

Machinery and equipment are stated at cost less accumulated depreciation. Expenditures for minor replacements, maintenance and repairs which do not increase the useful lives of the property and equipment are charged to operations as incurred. Major additions and improvements are capitalized. Depreciation and amortization are computed using the straight-line method over an estimated useful life of 3 to 7 years.

Cerro Dorado, Inc. and Subsidiary
Notes to the Consolidated Financial Statements
March 31, 2015 and 2014

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

d. Estimates

The preparation of consolidated financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

e. Fair Value of Financial Instruments

The carrying amounts reported in the accompanying consolidated financial statements for cash and cash equivalents, accounts payable, and advances approximate fair values because of the immediate or short-term maturities of these financial instruments.

f. Concentrations of Risk

The Company maintains its cash in bank deposit accounts which, at times, may exceed the federally insured limits. Accounts are guaranteed by the Federal Deposit Insurance Corporation (FDIC) up to certain limits. The Company has not experienced any losses in such accounts or lack of access to its cash, and believes it is not exposed to significant risk of loss with respect to cash. However, no assurance can be provided that access to the Company's cash will not be impacted by adverse economic conditions in the financial markets.

g. Principles of Consolidation

The accompanying consolidated financial statements include the accounts of Cerro Dorado, Inc., and its 50% owned subsidiary, Sociedad Contractual Minera Cerro Dorado Chile. All significant intercompany transactions have been eliminated. In addition, the Company evaluates its relationships with other entities to identify whether they are variable interest entities in accordance with the Variable Interest Entity Subsections of FASB ASC Subtopic 810-10, *Consolidation – Overall*, and to assess whether it is the primary beneficiary of such entities. If the determination is made that the Company is the primary beneficiary, then that entity is included in the consolidated financial statements.

h. Impairment of Long-Lived Assets

The Company evaluates its long-lived assets for impairment whenever events or changes in circumstances indicate that the carrying amount of such assets may not be recoverable. Recoverability of assets to be held and used is measured by a comparison of the carrying amount of the asset to future non-discounted net cash flows expected to be generated by the asset. If such assets are considered to be impaired, the impairment to be recognized is measured by the amount by which the carrying amount of the assets exceeds the fair value of the assets. No assets were deemed to be impaired at March 31, 2015.

Cerro Dorado, Inc. and Subsidiary
Notes to the Consolidated Financial Statements
March 31, 2015 and 2014

NOTE 3 - MACHINERY AND EQUIPMENT

As of March 31, 2015 and 2014 Machinery and equipment had a basis and accumulated depreciation balance of \$1,288. No depreciation expense was recorded for the three months ended March 31, 2015 and 2014.

NOTE 4 - INTANGIBLE ASSETS

In 1999 the Company did a reverse merger and signed an agreement to acquire the Lonco Millarepu 1/60 claim from a Chilean company. The Chilean company's owner was issued shares of Cerro Dorado in exchange for the claims. The agreement was signed on April 7, 1999. The agreement also called for creating a new subsidiary called Sociedad Contractual Minera Cerro Dorado Chile, trade name Cerro Dorado Chile.

On May 3, 2006 Cerro Dorado Chile issued shares to acquire 3 more claims: Fortuna 61/120, Colihues 1/40, and Antonio 1/20. It is being represented to management that two of those claims, Colihues 1/40 and Antonio 1/20, were acquired by another company. Management is currently looking into those representations to verify that information is correct. Management has recognized an impairment for the full value of those assets until it is able to verify that it has the rights to the claims. At this time management believes that it has some right in them because the shares were paid.

As of March 31, 2015 and 2014 the mining claims of Lonco Millarepu 1/60 and Fortuna 61/120 are reported at an impaired value of \$409,500 because the Company is unable to verify that the assets are currently held in the Company's name.

NOTE 5 - NON-CONTROLLING INTEREST

As explained in Notes 1 and 4, the subsidiary Sociedad Contractual Minera Cerro Dorado Chile is owned 50% by Cerro Dorado, Inc. and 50% by a non-controlling interest. The only assets owned by Sociedad Contractual Minera Cerro Dorado Chile is the mining claim Lonco Millarepu 1/60. This intangible asset has been reported at an impaired value of \$409,500 which results in a non-controlling interest equity balance of \$204,750 as of March 31, 2015 and 2014.

NOTE 6 - RELATED PARTY TRANSACTIONS

The Company has received advances from various related parties primarily to cover financing needs of the Company. Such advances are short term, due on demand, and non-interest bearing. The balance of related party advances was \$-0- and \$1,870,874 as of March 31, 2015 and 2014, respectively.

NOTE 7 - SUBSEQUENT EVENTS

The Company has evaluated subsequent events through April 24, 2015, the date which the financial statements were available to be issued, and noted no material subsequent events that would require adjustment in or disclosure to these financial statements as of March 31, 2015.