CERRO DORADO, INC

Consolidated Financial Statements

December 31, 2015 and 2014

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Stayner Bates & Jensen P.C.
CERTIFIED PUBLIC ACCOUNTANTS & CONSULTANTS

ACCOUNTANTS' COMPILATION REPORT

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

Management is responsible for the accompanying financial statements of Cerro Dorado, Inc. and subsidiary (a corporation), which comprise the consolidated balance sheets as of December 31, 2015 and 2014, and the related consolidated statements of operations, stockholders' equity(deficit), and cash flows for the years then ended, and the related notes to the consolidated financial statements in accordance with accounting principles generally accepted in the United States of America. We have performed a compilation engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. We did not audit or review the financial statements nor were we required to perform any procedures to verify the accuracy or completeness of the information provided by management. Accordingly, we do not express an opinion, a conclusion, nor provide any form of assurance on these financial statements.

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

Stayner, Bates & Jensen, PC

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April 1, 2016

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

ASSETS

	For the year ended December 31, 2015	For the year ended December 31, 2014
CURRENT ASSETS		
Cash and cash equivalents	$ 4,571	$ 13,017
Prepaid expenses	759	5,300
Total Current Assets	5,330	18,317
FIXED ASSETS		
Machinery and equipment, net (Notes 2 and 3)	-	-
INTANGIBLE ASSETS		
Mining claims (Note 4)	409,500	409,500
TOTAL ASSETS	$ 414,830	$ 427,817

LIABILITIES AND STOCKHOLDERS' EQUITY (DEFICIT)

LIABILITIES		
Related-party advances (Note 6)	$ -	$ 641,686
Total Current Liabilities	-	641,686
STOCKHOLDERS' EQUITY (DEFICIT)		
Common stock (Par $0.001), 500,000,000 authorized, 285,833,349 and 263,279,928 issued and outstanding	285,833	263,280
Paid in capital in excess of par value	2,517,364	1,790,317
Non-controlling interest (Note 5)	204,750	204,750
Retained earnings	(2,593,117)	(2,472,216)
Total Stockholders' Equity (Deficit)	414,830	(213,869)
TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY (DEFICIT)	$ 414,830	$ 427,817

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

CERRO DORADO, INC. AND SUBSIDIARY

Consolidated Statements of Operations

(unaudited)

	For the year ended December 31, 2015	For the year ended December 31, 2014
INCOME	$ -	$ -
OPERATING EXPENSES	120,901	165,269
NET INCOME (LOSS)	$ (120,901)	$ (165,269)

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	Non-Controlling	Retained	Total Stockholders'
	Shares	Amount	Par Value	Interest	Earnings	Equity (Deficit)
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	1,500,000	1,500	23,500	-	-	25,000
Shares issued for cash at $0.0075 per share	1,333,333	1,333	8,667	-	-	10,000
Shares issued for credit at $0.0064 per share	234,375	234	1,266	-	-	1,500
Shares issued for conversion of debt	7,700,000	7,700	610,400	-	-	618,100
Shares issued for services at $0.001 per share	11,785,713	11,786	83,214	-	-	95,000
Net loss for the year ended December 31, 2015	-	-	-	-	(120,901)	(120,901)
Balance, December, 31 2015	285,833,349	$ 285,833	$ 2,517,364	$ 204,750	$ (2,593,117)	$ 414,830

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	Non-Controlling	Retained	Total Stockholders'
	Shares	Amount	Par Value	Interest	Earnings	Equity (Deficit)
Balance, December 31, 2013	199,991,004	199,991	437,222	204,750	(2,306,947)	(1,464,984)
Shares issued for cash at $0.001 per share	4,000,000	4,000	36,000	-	-	40,000
Shares issued for conversion of debt	52,597,257	52,597	1,189,953	-	-	1,242,550
Shares issued for services at $0.02 per share	6,691,667	6,692	127,142	-	-	133,834
Net loss for the year ended December 31, 2014	-	-	-	-	(165,269)	(165,269)
Balance, December 31, 2014	263,279,928	$ 263,280	$ 1,790,317	$ 204,750	$ (2,472,216)	$ (213,869)

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 year ended December 31, 2015	For the year ended December 31, 2014
CASH FLOWS FROM OPERATING ACTIVITIES:		
Net loss	$ (120,901)	$ (165,269)
Adjustments to reconcile net loss to net cash used by operating activities:		
Common stock for services rendered	95,000	133,834
Increase in accounts payable	-	8,666
Decrease in prepaid expenses	6,041	-
Net Cash Used in Operating Activities	(19,860)	(22,769)
CASH FLOWS FROM INVESTING ACTIVITIES:	-	-
CASH FLOWS FROM FINANCING ACTIVITIES:		
Common Shares	35,000	40,500
Decrease in advances	(23,586)	(7,100)
Net Cash Provided by Financing Activities	11,414	33,400
NET INCREASE (DECREASE) IN CASH	(8,446)	10,631
CASH AT BEGINNING OF PERIOD	13,017	2,386
CASH AT END OF PERIOD	$ 4,571	$ 13,017
SUPPLEMENTAL DISCLOSURES		
Cash Paid For:		
Interest	$ -	$ -
Income taxes	$ -	$ -
NON-CASH FINANCING ACTIVITIES		
Conversion of debt to equity	$ 618,100	$ 1,221,988
Conversion of payables to equity	$ -	$ 14,762
Common stock issued for services rendered	$ 95,000	$ -
Stock issuance for prepaid expenses	$ 1,500	$ 5,300

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

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.

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 December 31, 2015.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

i. Recent Accounting Pronouncements

The Company has reviewed all recently issued, but not yet adopted, accounting standards in order to determine their effects, if any, on its results of operations, financial position or cash flows. Based on that review, the Company believes that the following pronouncement will have a significant effect on its financial statements.

In May 2014, the FASB issued ASU 2014-09, Revenue From Contracts with Customers (Topic 606), to supersede nearly all existing revenue recognition guidance under U.S. GAAP. The core principle of ASU 2014-09 is to recognize revenues when promised goods or services are transferred to customers in an amount that reflects the consideration to which an entity is expected to be entitled for those goods or services. ASU 2014-09 defines a five-step process to achieve this core principle and, in doing so, it is possible more judgment and estimates may be required within the revenue recognition process than required under existing U.S. GAAP, including identifying performance obligations in the contract, estimating the amount of variable consideration to include in the transaction price and allocating the transaction price to each performance obligation. ASU 2014-09 will be effective for the Company's year ending December 30, 2018 using either of two methods: (a) retrospective to each prior reporting period presented with the option to elect certain practical expedients as defined with ASU 2014-09; or (b) retrospective with the cumulative effect of initially applying ASU 2014-09 recognized at the date of initial application and providing certain additional disclosures as defined in ASU 2014-09. The Company has not yet selected a transition method and is currently evaluating the impact of the pending adoption of ASU 2014-09 on its reviewed financial statements.

The Company has evaluated all other recent accounting pronouncements and believes such pronouncements do not have a material effect on the Company's financial statements.

NOTE 3 - MACHINERY AND EQUIPMENT

As of December 31, 2015 and 2014 machinery and equipment had a basis and accumulated depreciation balance of $1,288. No depreciation expense was recorded for the years ended December 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. However, management has recently confirmed that it presently does not have any ownership in the Colihues 1/40 and Antonio 1/20, and they are presently owned by another company. Management has recognized an impairment for the full value of those assets. At this time management believes that it still has some right in them because the shares were paid.

As of December 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.

As explained in Note 7 subsequent to year end all of these mining claims were exchanged subsequent to year end.

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 are the mining claims Lonco Millarepu 1/60 and Fortuna 61/120. These intangible assets have been reported at an impaired value of $409,500 which results in a non-controlling interest equity balance of $204,750 as of December 31, 2015 and 2014.

As explained in Note 7 subsequent to year end Cerro Dorado, Inc.'s ownership of Sociedad Contractual Minera Cerro Dorado Chile increased from 50% to 99.8%. Consideration for the additional ownership is still under negotiation.

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 $641,686 as of December 31, 2015 and 2014, respectively.

The balance payable at December 31, 2014 of $641,686 was converted to 7,950,000 shares of common stock during the year ended December 31, 2015.

NOTE 7 - SUBSEQUENT EVENTS

During February 2016 Cerro Dorado, Inc.'s ownership of Sociedad Contractual Minera Cerro Dorado Chile increased from 50% to 99.8%. Consideration for the additional ownership is still under negotiation. The Company also exchanged all of its mining claims in exchange for 5,000,000 shares (approximately 5% ownership) of a Chile based mining company.

The Company has evaluated subsequent events through April 1, 2016, 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 December 31, 2015, other than those listed above.