



PILGRIM PETROLEUM CORPORATION

FINANCIAL STATEMENTS

MARCH 31, 2016

BULLOCH, DUPERTUIS, SCHULMAN, SEGER & COMPANY, P.C.

CERTIFIED PUBLIC ACCOUNTANTS

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Bulloch, DuPertuis, Schulman, Seger and Company, PC
Certified Public Accountants
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To the shareholders
Pilgrim Petroleum Corporation
Dallas, Texas

We have compiled the accompanying balance sheet of Pilgrim Petroleum Corporation (an Delaware Corporation) as of March 31, 2014 and the related statements of income, stockholders' equity, and cash flows for the three and twelve months then ended, in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants.

A compilation is limited to presenting in the form of financial statements information that is the representation of management. We have not audited or reviewed the accompanying financial statements and, accordingly, do not express an opinion or any other form of assurance on them.

The information in the accompanying supplemental schedule; Administrative Expenses are presented only for supplementary analysis purposes.

Bulloch, DuPertuis, Seger & Company, PC
Dallas, Texas
May 8, 2017

PILGRIM PETROLEUM CORPORATION
BALANCE SHEET
March 31, 2016

ASSETS

CURRENT ASSETS:

Cash & cash equivalents	\$ 3,304
TOTAL CURRENT ASSETS	3,304

FIXED ASSETS:

Transportation equipment	77,109
Computer equipment	17,667
Field equipment	59,786
Office equipment	6,241
	160,803
Less Accumulated depreciation	(155,989)
TOTAL FIXED ASSETS	4,814

OTHER ASSETS

Investments - Other	57,282,664
TOTAL OTHER ASSETS	57,282,664
TOTAL ASSETS	57,290,782

LIABILITIES & STOCKHOLDERS' EQUITY

CURRENT LIABILITIES:

Accrued liabilities	\$ 188,158
Related party payable	5,005
TOTAL CURRENT LIABILITIES	193,163

OTHER LIABILITIES

Accrued liabilities - deferred	8,684,851
Note Payables	51,250
TOTAL OTHER LIABILITIES	8,736,101
TOTAL LIABILITIES	8,829,105

STOCKHOLDERS' EQUITY

Common Stock, \$0.0001 par value, 2,000,000,000
shares authorized and 1,152,459,514 shares

issued and outstanding at March 31, 2016	115,246
Additional paid in capital	2,532,299
Retained earnings	<u>45,714,382</u>
 TOTAL STOCKHOLDERS' EQUITY	 <u>48,361,782</u>
 TOTAL LIABILITIES & STOCKHOLDERS' EQUITY	 <u>\$57,290,782</u>

See accountants' report and accompanying notes

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PILGRIM PETROLEUM CORPORATION
INCOME STATEMENT
FOR THE THREE MONTHS ENDED MARCH 31, 2016

Revenue - net	\$ <u>0</u>
Cost of Production:	
Lease operating expenses	0
Subcontract expenses	<u>0</u>
Total cost of production	0
 Gross Profit	 <u>0</u>
Expenses:	
Administrative	600
Depreciation	<u>1,608</u>
Total Expenses	<u>2,208</u>
 Operating Income	 <u>(2,208)</u>
Other income/(loss)	
Income taxes - current	594
Income taxes - deferred	(172,907)
Interest expense	(761)
Other Income/(loss) - unrealized	<u>864,533</u>
Total other income/(loss)	691,459
 Net Income	 <u>\$ 690,251</u>

See accountants' report and accompanying notes

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PILGRIM PETROLEUM CORPORATION
STATEMENT OF CASH FLOWS
MARCH 31, 2016

Cash Flows From Operating Activities:

Net Income/(Loss)	\$ 690,251
Adjustments to reconcile net income to net cash provided by operations:	
Depreciation	1,608
Net changes in certain working capital items	<u>(692,459)</u>
Net cash provided by/(used) In operating activities:	<u>(600)</u>
Investment Activities:	
Fixed asset purchases	<u>(0)</u>
Net cash used in investment activities:	<u>(0)</u>
Financing Activities:	
Common Stock Issuance	<u>0</u>
Net cash realized in financing activities:	<u>0</u>
Increase/(decrease) in cash	(600)
Cash, beginning of period 01-01-14	

	<u>3,904</u>
Cash, end of period 03-31-14	<u>\$ 3,304</u>

See accountants' report and accompanying notes

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**PILGRIM PETROLEUM CORPORATION
STATEMENT OF STOCKHOLDERS' EQUITY
MARCH 31, 2016**

	<u>Common Stock</u>	<u>Additional Paid in Capital</u>	<u>Retained Earnings</u>	<u>Total</u>
Balances at beginning of year	\$115,246	\$2,532,299	\$45,024,131	\$47,671,676
Common Stock issuance				
Net income			690,251	690,251
Balances at end of year	<u>\$115,246</u>	<u>\$2,532,299</u>	<u>\$45,714,382</u>	<u>\$48,361,927</u>

See accountants' report and accompanying notes

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**PILGRIM PETROLEUM CORPORATION
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2016**

A. Nature of Business

Pilgrim Petroleum Corporation (the "Company") is a Delaware corporation incorporated in 1998. The Company will invest in working interests and oil and gas leases throughout the United States.

B. Accounting Policies

A summary of the Company's significant accounting policies consistently applied in the preparation of the accompanying consolidated financial statements follows:

Basis of Accounting

The accounts are maintained and the financial statements have been prepared using the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America.

Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect certain reported amounts in the financial statements and accompanying notes. Actual results could differ from these estimates and assumptions.

Cash and Cash Equivalents

The Company considers all highly liquid investments with a maturity of three months or less when purchased to be cash equivalents. At March 31, 2016 the Company had no such investments included in cash and cash equivalents.

Revenue Recognition

The Company generally recognizes revenue upon performance of services for its customers.

Reserves

The company as of March 31, 2016 had a NPV of \$15,642,667 in estimated net remaining proved undeveloped reserves of 800,000 barrels valued at \$100.27 per barrel less an estimated \$2,000,000 cost to recover at twenty percent of the estimated total.

Stock Issuance

The company has not issued shares of common stock this current year.



The financial statements present fairly, in all material aspects, the financial position of the company and the results of its operation and cash flow for the period presented, in conformity with accounting principals generally accepted in the United States, consistently applied and hereby certified by Rafael Pinedo, President of Pilgrim Petroleum Corporation

PILGRIM PETROLEUM CORPORATION
May 8, 2017
Certified By_/s/Rafael Pinedo
Rafael Pinedo, President