



**ANNUAL REPORT
OF
ADVANCED DEFENSE TECHNOLOGIES INC.**

(1) Name of the issuer and its predecessor (if any)

In answering this item, please also provide any names used by predecessor entities in the past five years and the dates of the name changes.

Advanced Defense Technologies, Inc. (the "Issuer" or the "Company")

Names used by predecessor entities in the past five years and the dates of the name change

Formerly **Medcore Holdings, Inc.** until January 19, 2010

Formerly **June 1 Project Corp** until April 13, 2007

(2) Address of the issuer's principal executive offices

Company Headquarters:

Advanced Defense Technologies Inc
2331 W. Lincoln Avenue, Ste# 310,
Anaheim, CA 92801

Phone: 714-772-8274 - Fax: 714-772-0650

Email: rtahim@theadti.com

Website: www.theadti.com

IR Contact:

Mr. R. S. Tahim, President
2331 W. Lincoln Avenue, Ste# 310
Anaheim, CA 92801

Phone: 714-772-8274- Fax: 714-772-0650

Email: rtahim@theadti.com

Website: www.theadti.com

(3) Security Information:

Trading Symbol: ADCF

Exact title and class of securities
outstanding:

113,280,990 shares of Common Stock as of
December 31, 2012 CUSIP Number:
00752Y105

Par or Stated value:

Common Stock: \$0.001 par value

Common stock: The holders of our Common Stock are entitled to one vote per share on all matters to be voted on by our stockholders, including the election of directors. Our stockholders are not entitled to cumulative voting rights. The holders of the Company's Common Stock are entitled to receive ratably such dividends, if any, as may be declared from time to time by the board of directors, in its discretion, from funds legally available there for. Upon the Company's liquidation, dissolution or winding up, if any, the holders of our Common Stock are entitled to receive on a pro rata basis our remaining assets available for distribution. Holders of the Company's Common Stock have no preemptive or other subscription rights, and there are no conversion rights or redemption or sinking fund provisions with respect to such shares.

Total shares authorized: 1,000,000,000 as of December 31, 2012

Total Shares Outstanding: 113,280,990 as of December 31, 2012

Transfer agent:

PACIFIC STOCK TRANSFER COMPANY

4045 South Spencer Street, Suite 403

Las Vegas, NV 89119

Tel: (702) 361-3033- Fax: (702) 433-1979

[E-mail: info@pacificstocktransfer.com](mailto:info@pacificstocktransfer.com)

Is the Transfer Agent registered under the exchange Act? YES

List any restrictions on the transfer of security: NONE

Describe any trading suspension orders issued by the SEC in the past 12 months:

NONE

(4) Issuance History:

List below any events, in chronological order, that resulted in changes in total shares outstanding by the issuer in the past two fiscal years and any interim

period. The list shall include all offerings of securities, whether private or public, and all shares or any other securities or options to acquire such securities issued for services, describing (1) the securities, (2) the persons or entities to whom such shares were issued and (3) the services provided by such persons or entities.

On June 1, 2010, the Company implemented a Reverse Split (1–500) of its common stock resulting in an aggregate of 150,465 shares.

On June 16, 2010, the Company issued an aggregate of 50,000,000 shares related to the Asset Purchase Agreement with RST Research, Inc. to Raghbir S. Tahim and Anne Tahim, affiliates of the Company. The shares were valued at \$50,000 and issued under Section 4(2) of the Securities Act of 1933 for transactions by the issuer not involving a public offering and with a Rule 144 restricted legend.

On June 16, 2010, the Company issued an aggregate of 5,000,000 shares to Catapilco Holdings Ltd as fund raising fees. The principal of Catapilco Holdings Ltd is Rene Berlinger who is not an affiliate of the Company. The shares were valued at \$6,100 and issued under Section 4(2) of the Securities Act of 1933 for transactions by the issuer not involving a public offering and with a Rule 144 restricted legend.

On June 16, 2010, the Company issued an aggregate of 1,100,000 shares to five persons who consisted of staff of principals of legal counsel for their fees related to the Asset Purchase Agreement with RST Research, Inc. The shares were valued at \$1,100 and issued under Section 4(2) of the Securities Act of 1933 for transactions by the issuer not involving a public offering and with a Rule 144 restricted legend.

On June 16, 2010, the Company issued an aggregate of 150,000 shares to Cheinn Consulting Company LLC for its fees related to the Asset Purchase Agreement with RST Research Inc. The members of this LLC are not affiliates of the Company. The shares were valued at \$150 and issued under Section 4(2) of the Securities Act of 1933 for transactions by the issuer not involving a public offering and with a Rule 144 restricted legend.

On June 18, 2010, the Company issued an aggregate of 10,000,000 shares in satisfaction of debt conversion in the amount of \$10,000 related to the Asset Purchase Agreement with RST Research, Inc. to four investors. The shares were issued under Section 4(2) of the Securities Act of 1933 for transactions by the issuer not involving a public offering.

On July 22, 2010, the Company issued an aggregate of 533,528 shares for subscription money in the amount of \$50,236 received from fifteen investors. The shares were issued under Section 4(2) of the Securities Act of 1933 for transactions by the issuer not involving a public offering and with a Rule 144 restricted legend.

On July 26, 2010, the Company issued an aggregate of 235,475 shares for subscription money in the amount of \$42,772 received from eight investors. The shares were issued under Section 4(2) of the Securities Act of 1933 for transactions by the issuer not involving a public offering and with a Rule 144 restricted legend.

On August 11, 2010, the Company issued an aggregate of 463,249 shares for subscription money in the amount of \$34,885 received from twenty one investors. The shares were issued under Section 4(2) of the Securities Act of 1933 for transactions by the issuer not involving a public offering and with a Rule 144 restricted legend.

On September 2, 2010, the Company issued an aggregate of 156,285 shares for subscription money in the amount of \$39,475 received from eight investors. The shares were issued under Section 4(2) of the Securities Act of 1933 for transactions by the issuer not involving a public offering and with a Rule 144 restricted legend.

In the month of October, 2010, the Company issued an aggregate of 59,200 shares for subscription money in the amount of \$30,143 received from four investors. The shares were issued under Section 4(2) of the Securities Act of 1933 for transactions by the issuer not involving a public offering and with a Rule 144 restricted legend.

In the month of November, 2010, the Company issued an aggregate of 222,861 shares for subscription money in the amount of \$20,882 received from twenty six investors. The shares were issued under Section 4(2) of the Securities Act of 1933 for transactions by the issuer not involving a public offering and with a Rule 144 restricted legend.

In the month of December, 2010, the Company issued an aggregate of 96,465 shares for subscription money in the amount of \$26,666 received from fourteen investors. The shares were issued under Section 4(2) of the Securities Act of 1933 for transactions by the issuer not involving a public offering and with a Rule 144 restricted legend.

On March 16, 2011, the Company issued an aggregate of 25,000 shares for

subscription money in the amount of \$87,380 received from one investor. The shares were issued under Section 4(2) of the Securities Act of 1933 for transactions by the issuer not involving a public offering and with a Rule 144 restricted legend.

On April 7, 2011, the Company issued an aggregate of 38,462 shares for subscription money in the amount of \$25,000 received from one investor. The shares were issued under Section 4(2) of the Securities Act of 1933 for transactions by the issuer not involving a public offering and with a Rule 144 restricted legend.

On May 2, 2011, the Company issued an aggregate of 50,000 shares for subscription money in the amount of \$40,000 received from one investor. The shares were issued under Section 4(2) of the Securities Act of 1933 for transactions by the issuer not involving a public offering and with a Rule 144 restricted legend.

On August 22, 2011, the Company issued an aggregate of 1,000,000 shares for subscription in the amount of \$50,000 money received from one investor. The shares were issued under Section 4(2) of the Securities Act of 1933 for transactions by the issuer not involving a public offering and with a Rule 144 restricted legend.

On October 4, 2011, the Company issued an aggregate of 10,000,000 shares to consultants and legal counsel for their fees. The shares were valued at \$10,000 and issued under Section 4(2) of the Securities Act of 1933 for transactions by the issuer not involving a public offering and with a Rule 144 restricted legend.

On October 21, 2011, the Company issued an aggregate of 7,000,000 shares as executive compensation to Raghbir Tahim and Anne Tahim. The shares were valued at \$7,000 and issued under Section 4(2) of the Securities Act of 1933 for transactions by the issuer not involving a public offering and with a Rule 144 restricted legend.

On October 21, 2011, the Company issued an aggregate of 8,000,000 shares to consultants for their fees in the amount of \$8,000. The shares were issued under Section 4(2) of the Securities Act of 1933 for transactions by the issuer not involving a public offering and with a Rule 144 restricted legend.

On November 4, 2011, the Company issued an aggregate of 3,500,000 shares to independent contractors for their fees in the amount of \$3,500. The shares were issued under Section 4(2) of the Securities Act of 1933 for

transactions by the issuer not involving a public offering and with a Rule 144 restricted legend.

On March 26, 2012, the Company cancelled 5,000,000 shares which were issued to Catapilco on June 16, 2010.

On March 26, 2012, the Company issued 5,000,000 shares to Sonia Singh, an independent contractor for conversion of debt into equity in the amount of \$54,000.

On July 19, 2012, the Company issued an aggregate of 1,000,000 shares to Ramesh and Bindi Doshi (jointly owned) for subscription money received from one private investor in the amount of \$1,000. The shares were issued under Section 4(2) of the Securities Act of 1933 for transactions by the issuer not involving a public offering and with a Rule 144 restricted legend.

On August 8, 2012, the Company issued an aggregate of 4,000,000 shares as executive compensation to Raghbir Tahim and Anne Tahim. The shares were valued at \$4,000 and issued under Section 4(2) of the Securities Act of 1933 for transactions by the issuer not involving a public offering and with a Rule 144 restricted legend.

In October 2012, the Company issued an aggregate of 10,000,000 shares to two independent contractors as debt conversion in the amount of \$120,000.

In October 2012, the Company issued an aggregate of 500,000 shares to Tien Dihn Tran, an employee of the company as compensation in the amount of \$500. The shares were issued under Section 4(2) of the Securities Act of 1933 for transactions by the issuer not involving a public offering and with a Rule 144 restricted legend.

(5) Financial Statements:

Financial Statements for the year ended December 31, 2012 "Annual Report" are attached to this disclosure statement

(6) Describe the Issuer's Business, Products and Services:

a. A description of issuer's business operations:

Advanced Defense Technologies, Inc. ("ADTI" or the "Company") was originally incorporated as June Project 1 Corp. on May 26, 1998 in Florida with authorized common stock of 50,000,000 at \$.001 par value. June

Project 1 Corp was in the business of discovery, development and licensing of functional food, medical food and dietary supplement technologies.

Starting in May 2006 and through December 2006 the Company completed the acquisition of all outstanding stock of Collagen Treatments, Inc. and Mercer Labs Corporation by the issuance and transfer of 40,400,000 shares of its common capital stock, representing 81% of the outstanding stock of the Company after the acquisition.

Collagen Treatment, Inc. (subsidiary) was incorporated under the laws of the state of Nevada on November 3, 2006 and was in the business of the sales of cosmeceutical skincare products through the internet.

Mercer Labs Corporation provides analytical testing and lab services for dietary supplements, natural products, vitamins and cosmeceuticals.

On April 13, 2007 the name was changed to "Medcore Holdings, Inc." and the authorized common stock was changed to 100,000,000 shares and 20,000,000 preferred shares. None of the preferred shares were issued.

On December 19, 2009 the Company purchased the patents, technology, contracts, ongoing relationships, research projects, research and development funded by the government contracts and exclusive rights to use its patents from "RST Scientific Research Inc." In conjunction with this asset purchase the Company decided to change its name to Advance Defense Technologies Inc. and focus on developing and marketing new breakthrough technologies for applications in defense, homeland security and large scale use of communications systems in private sector. Further, the Company increased its common stock to 1,000,000,000 shares, \$.001 par value.

The Company completed its corporate restructuring including a name change, 1- for 500 reverse split, and ticker symbol change to ADCF.PK from MEDC.PK on June 1, 2010.

The Company develops systems and break through technologies for the military defense and homeland security industry. The Company's technology/products have been developed under several SBIR Programs with government agencies including the US military (USAF, ARMY, NAVY and MDA), NASA, DARPA and a prestigious defense contractor (Phillips Labs).

ADTI's new patented phased array technology provides leading edge solutions to the current issues of high cost, high power dissipation, size, and weight and system complexity. The major technology innovations include: small size multi-band phased array antennas, T/R modules, wideband transceivers, diplexer/multiplexer networks, electronically steered antennas (ESAs), and wideband RF antenna systems for high data rate multi-point

communications, mobile communications and wideband tracking radar and sensor systems.

The Company has been building proprietary and patented technology for the last three (3) years that provides exceptionally lightweight, extremely compact, and very inexpensive scanning antenna arrays and microwave transceiver designs that are capable of transmitting and receiving 1 billion bits per second, simultaneously.

The Company has entered into a joint venture with North Carolina based Halberd Corporation to build next generation drones and UAVs. The joint venture focuses on short and long range drones/UAV for both defense and commercial markets.

The joint venture combines ADTI's and Halberd's core technologies to develop a cost-effective, next generation drone and UAV system. The payload system will utilize ADTI's microwave/millimeter-wave circuits, subsystems and system designs including wideband phased array antenna designs, T/R modules, transceivers, electronically steered antennas (ESA), and wideband RF antenna systems. The aircraft systems will utilize Halberd's short and long-range unmanned aircraft and drone technology incorporating advanced composite construction techniques and ultra-light materials. The combined companies' plan is to deliver flexible, mission specific drones and UAVs that will perform various simple and complex missions.

The Company has also entered into a joint venture agreement with AeroSpy, an Austria-based leading technology supplier in the field of navigation, motion tracking, and mobile robotics, to develop and commercialize the first fully certified Sense & Avoid System that allows the integration of mission-specific UAVs into civilian airspace.

As part of the joint venture, ADTI will combine its phased array antenna technology with AeroSpy's "Sense and Avoid" technology to form a significant global alliance. The goal of the project is to integrate the AeroSpy Sense and Avoid prototype and autopilot with ADTI's customized and enhanced UAV technology to demonstrate the system to different customers. In order to implement and integrate UAVs into civil airspace it is crucial to have a system with the capability to react to traffic by avoiding it.

The joint ventures with both Halberd Corporation and Aerospy are in active research and development stage.

b. Date and State (or Jurisdiction) of Incorporation:

Date of incorporation: May 26, 1998

State of Incorporation: Florida

c. The issuer's primary and secondary SIC Code:

The Primary SIC Code is 3699.

- d. The issuer's fiscal year end date:

December 31

- e. Principal products or services, and their markets:

The Company develops solutions to the current defense and homeland security applications related to high cost, high power dissipation, size, and weight and system complexity. The major technology innovations include: small size multi-band phased array antennas, T/R modules, wideband transceivers, diplexer/multiplexer networks, electronically steered antennas (ESA), and wideband RF antenna systems for high data rate multi-point communications, mobile communications and wideband tracking radar and sensor systems.

The Company's proprietary and patented technology provides exceptionally lightweight, extremely compact, and very inexpensive scanning antenna arrays and microwave transceiver designs that are capable of transmitting and receiving 1 billion bits per second, simultaneously.

The new technology/products have potential for dual use applications in both the defense and commercial sectors. The expected customers for ADTI technology/products will include both defense and public sectors. The anticipated customers will include:

US Air Force
US Navy
US Army
Boeing
Raytheon
TECOM Industries
Lockheed Martin
Northrop Grumman
General Dynamics
Harris
SATCOM Industry
UAV Industry
Wireless wideband communications companies
Antenna companies

The Company has also entered into a joint venture with North Carolina based Halberd Corporation to build next generation drones and UAVs. The joint venture focuses on short and long range drones/UAV for both defense and commercial markets.

The joint venture combines ADTI's and Halberd's core technologies to develop a cost-effective, next generation drone and UAV system. The payload system will utilize ADTI's microwave/millimeter-wave circuits, subsystems and system designs including wideband phased array antenna designs, T/R modules, transceivers, electronically steered antennas (ESA), and wideband RF antenna systems. The aircraft systems will utilize Halberd's short and long-range Unmanned Aircraft and drone technology incorporating advanced composite construction techniques and ultra-light materials. The combined companies will be delivering flexible, mission specific drones and UAVs that will perform various simple and complex missions.

The Company has also entered into a joint venture agreement with AeroSpy, an Austria-based leading technology supplier in the field of navigation, motion tracking, and mobile robotics, to develop and commercialize the first fully certified Sense & Avoid System that allows the integration of mission-specific UAVs into civilian airspace. The Sense and Avoid System is being designed to provide the public safety specifications needed to allow the Company's products to be sold for both private and governmental use in such diverse industries as military, oil and gas, municipal, meteorological, forestry, agriculture and coastal/border surveillance.

As part of the joint venture, ADTI will combine its phased array antenna technology with AeroSpy's Sense and Avoid technology to form a significant global alliance. The goal of the project is to integrate the AeroSpy Sense and Avoid prototype and autopilot with ADTI's customized and enhanced UAV technology to demonstrate the system to different customers. In order to integrate UAVs into civil airspace it is crucial to have a system with the capability to react to traffic by avoiding it.

Our UAV designs are intended for both private and governmental use in such diverse industries as military, oil and gas, municipal, meteorological, forestry, agriculture and coastal/border surveillance.

The Company is also in the process of building alliances with prime contractors such as BAE, Boeing, Lockheed Martin, Northrop Grumman etc. for future technology needs and insertion of its current

technologies into their systems. There is no assurance that the Company will be able to attain these objectives.

ADTI technology/products include:

- (1) Wideband (2 to 40 GHz) low cost, low loss beam scan technology (Phase shifter Technology)
- (2) Multi-band phased array antenna systems operating at X, Ku and Ka band
- (3) Beam scanning from 3 to 12 GHz, 8 to 20 GHz, and 8 to 35 GHz
- (4) T/R modules (operating from 8 to 40 GHz)
- (5) Multi-channel (2, 4 and 6-channel) transceiver designs, each channel capable of high data rate (over 1 Giga bit/s data) transfer
- (6) Multi-channel Diplexer/Multiplexers for wideband duplex data links
- (7) Low noise receiver front-end technology

Research and development continues for drone and UAV with integrated Sense and Avoid systems.

(7) Describe the Issuer's facilities:

The Issuer occupies approximately 1,000 square feet of leased office space at the rate of \$1,200 per month. The Company believes that the space is in good condition and properly insured. The Company subleases its office premises on a month-to-month basis from Tahim and Associates, APC, owned by one of its officers and stockholders. Office lease expenses for the twelve months ended December 31, 2012 of \$14,400 has been recorded and accrued to Tahim and Associates, APC.

(8) Officers, Directors, and Control persons:

- a. Name of Officers, Directors, and Control Persons:

Raghbir S. Tahim -Chairman of the Board, President and CEO

Anne Tahim-Secretary, Treasurer, CFO and Director

- b. Legal/Disciplinary History:

Please identify whether any of the foregoing persons have, in the past five years, been the subject of:

1. A conviction in a criminal proceeding or named as a defendant in a pending criminal proceeding (excluding traffic violations and other minor offenses) NONE

2. The entry of an order, judgment, or decree, not subsequently reversed, suspended or vacated, by a court of competent jurisdiction that permanently or temporarily enjoined, barred, suspended or otherwise limited such person's involvement in any type of business, securities, commodities, or banking activities; NONE

3. A finding or judgment by a court of competent jurisdiction (in a civil action), the Securities and Exchange Commission, the Commodity Futures trading Commission, or a state securities regulator of a violation of federal or state securities or commodities law, which finding or judgment has not been reversed, suspended, or vacated; or NONE

4. The entry of an order by a self-regulatory organization that permanently or temporarily barred, suspended or otherwise limited such person's involvement in any type of business or securities activities. NONE

c. Beneficial Shareholders:

Provide a list of the name, address and shareholdings or the percentage of shares owned by all persons beneficially owning more than (10%) of any class of the issuer's equity securities.

1. Raghbir S. Tahim -Chairman of the Board, President and CEO
c/o 2331 W. Lincoln Avenue, Ste# 310
Anaheim, CA 92801

Owns 33,690,000 Common Shares

2. Anne Tahim-Secretary, Treasurer, CFO and Director
c/o 2331 W. Lincoln Avenue, Ste# 310
Anaheim, CA 92801

Owns 26,740,000 Common Shares

If any of the beneficial shareholders are corporate shareholders, provide the name and address of the person(s) owning or controlling such corporate shareholders and the resident agents of the corporate shareholders.

NONE

(9) Third Party providers:

Please provide the name, address, telephone number, and e mail address of each of the following outside providers that advise your company on matters relating to operations, business development and disclosure:

Legal Counsel:

Weed & Co. LLP

4695 MacArthur Ct., Suite 1430

Newport Beach, CA 92660

T. (949) 475-9086

F. (949) 475-9087

www.weedco.com

Accountant or Auditor:

Tahim and Associates, APC

2331 West Lincoln Avenue, Suite 300,

Anaheim, California 92801

Anne Tahim is the principal of Tahim and Associates, APC. The Company does not have an outside accountant.

Investor Relations Consultant:

NONE

Other Advisor: Any other advisor(s) that assisted, advised, prepared or provided

Information with respect to this disclosure statement

NONE

(10) **Issuer Certification:**

Raghbir S. Tahim, certify that:

1. I have reviewed this annual disclosure statement of Advanced Defense Technologies Inc.;
2. Based on my knowledge, this disclosure statement does not contain any untrue statement of a material fact or omit to state a material fact necessary to make the statements made, in light of the circumstances under which such statements were made, not

misleading with respect to the period covered by this disclosure statement; and

3. Based on my knowledge, the financial statements, and other financial information included or incorporated by reference in this disclosure statement, fairly present in all material aspects the financial condition, results of operations and cash flows of the issuer as of, and for, the periods presented in this disclosure statement.

Date: May 6th, 2013



By: Raghbir Tahim, CEO

I, Anne Tahim, certify that:

1. I have reviewed this annual disclosure statement of Advanced Defense Technologies Inc.:
2. Based on my knowledge, this disclosure statement does not contain any untrue statement of a material fact or omit to state a material fact necessary to make the statements made, in light of the circumstances under which such statements were made, not misleading with respect to the period covered by this disclosure statement; and
3. Based on my knowledge, the financial statements, and other financial information included or incorporated by reference in this disclosure statement, fairly present in all material aspects the financial condition, results of operations and cash flows of the issuer as of, and for, the periods presented in this disclosure statement.

Date: May 6th, 2013



By: Anne Tahim, CFO

ADVANCED DEFENSE TECHNOLOGIES, INC

2331 W LINCOLN AVE. SUITE 310

ANAHEIM, CALIFORNIA 92801 TEL: 714 772 8274 FAX 714 772 0650

UNAUDITED FINANCIAL STATEMENTS

The accompanying restated comparative balance sheets of ADVANCED DEFENSE TECHNOLOGIES, INC. as of December 31, 2012 and December 31, 2011, and the related comparative statements of operations, stockholders' equity, and cash flows for the periods then ended have been prepared by the Company's management and they include all information and notes to the financial statements necessary for a complete presentation of the financial position and the results of the Company's operations.

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ADVANCED DEFENSE TECHNOLOGIES. INC.
COMPARATIVE BALANCE SHEETS
As of December 31, 2012 and December 31, 2011

	As of December 31, 2012	As of December 31, 2011
ASSETS:		
Current Assets:		
Cash	\$ 7,765	\$ 5,239
Accounts Receivable	90,250	90,250
Prepaid Expenses	-	300
Total Current Assets	98,015	95,789
Property and Equipment (net of accumulated depreciation)	6,495	6,677
Other Assets:		
Notes Receivable	-	6,100
Deferred income taxes - asset	94,164	94,164
Intellectual Properties	50,000	50,000
Business Development Costs	436,800	252,800
Total Other Assets	580,964	403,064
TOTAL ASSETS	685,474	505,530
LIABILITIES AND STOCKHOLDERS' EQUITY:		
Current Liabilities:		
Accrued Expenses	8,100	9,036
Loans Payable-Officers	125,648	47,648
Loans Payable-Tahim & Associates, APC	58,200	43,800
Loans Payable-M. T. Mughal	4,500	4,500
Total Current Liabilities	196,448	104,984
Long Term Liabilities:		
Notes Payables - Consultants	174,000	174,000
Total Liabilities	370,448	278,984
Stockholders' Equity:		
Common Stock:		
1,000,000,000 shares authorized at \$0.001 par value		
113,280,990 shares issued and outstanding		
See statement of changes in stockholders' equity	315,025	226,546
	-	-
TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY	\$ 685,474	\$ 505,530

ADVANCED DEFENSE TECHNOLOGIES, INC.
COMPARATIVE STATEMENTS OF OPERATIONS
For The Years Ended December 31, 2012 and December 31, 2011

	For the Year Ended December 31, 2012	For the Year Ended December 31, 2011
REVENUE:		
Consulting Income	\$ -	\$ 120,250
Total Revenue	-	120,250
EXPENSES:		
Consulting Fees	-	40,250
Depreciation	182	1,640
Professional Fees		9,900
Rent	14,400	14,400
Salaries - officer		62,500
Salaries - employees	42,000	63,500
Subcontracted services		15,000
Office expense and supplies	922	2,950
System simulations		3,500
Payroll taxes	3,542	10,605
Website expenses	650	-
Technology assessment Fees		19,000
General and administrative	26,923	89,979
Total Expenses	88,621	333,224
NET OPERATING PROFIT (LOSS)	(88,621)	(212,974)
PROVISION FOR INCOME TAXES		
Taxes - State	800	800
NET LOSS	\$ (89,421)	\$ (213,774)
NET PROFIT PER COMMON SHARE:		
Basic and diluted	\$ -	\$ -
Average Outstanding shares		
Basic (stated in 1,000's)	113,281	97,781

ADVANCED DEFENSE TECHNOLOGIES, INC.
STATEMENT OF STOCKHOLDERS' EQUITY
For The Years Ended December 31, 2012

	Common Stock Shares	Common Stock Amount	Additional Paid In Capital	Accumulated Deficit from Operations During Development Stage	Total Equity
Balance December 31, 2009	75,000,000	\$ 1,000	\$ -	\$ -	\$ 1,000
Reverse Split 1-500 (Note 1)	(74,849,535)	-	-	-	-
Balance June 1, 2010	150,465	1,000	-	-	1,000
Issuance of Common Stock for Asset purchase	50,000,000	50,000	-	-	50,000
Issuance of Common Stock for Services-Legal & Consulting	11,250,000	11,250	-		11,250
Issuance of Common Stock for Debt Conversion	5,000,000	5,000	-		5,000
Issuance of Common Stock subscribed by investors	1,767,063	1,767	243,392	-	245,159
Deficit for the year	-	-	-	(196,283)	(196,283)
Balance December 31, 2010	68,167,528	69,017	243,392	(196,283)	116,126
Issuance of Common Stock subscribed by investors	1,113,462	1,113	201,267	-	202,380
Issuance of Common Stock for Services	28,500,000	28,500			28,500
Prior year's income tax adjustment				(850)	(850)
Deferred income taxes				94,164	94,164
Deficit for the year	-	-	-	(213,774)	(213,774)
Balance December 31, 2011	97,780,990	\$ 98,630	\$ 444,659	\$ (316,743)	\$ 226,546
Cancellation of Note Receivable and Issued Shares	(5,000,000)	(5,000)	(1,100)		(6,100)
Issuance of Common Stock	1,000,000	1,000			1,000
Issuance of Common Stock for Services	4,500,000	4,500	4,500		9,000
Issuance of Common Stock for Debt Conversion	15,000,000	15,000	159,000		174,000
Deficit for the period				(89,421)	(89,421)
Balance December 31, 2012	113,280,990	\$ 114,130	\$ 607,059	\$ (406,164)	\$ 315,025

ADVANCED DEFENSE TECHNOLOGIES, INC.
COMPARATIVE STATEMENTS OF CASH FLOWS
For The Years Ended December 31, 2012 and December 31, 2011

	For the Year Ended December 31, 2012	For the Year Ended December 31, 2011
Cash Flows From Operating Activities:		
Net Loss	\$ (89,421)	\$ (213,774)
Prior year's adjustment to retained earnings	-	(850)
Adjustments to reconcile net loss to net cash provided by operating activities		
Depreciation	182	1,640
<u>(Increase) /Decrease in assets:</u>		
Prepaid Expenses	300	(300)
Accounts Receivable	-	(90,250)
<u>Increase / (Decrease) in liabilities:</u>		
Accrued Expense	(937)	(45,977)
Net Cash Used in Operating Activities	<u>(89,874)</u>	<u>(349,511)</u>
Cash Flows From Investing Activities:		
Purchase of assets	-	(4,967)
Net Cash Used in Investing Activities	<u>-</u>	<u>(4,967)</u>
Cash Flows From Financing Activities:		
Loans from Officers and Related Parties	92,400	76,105
Common Stock issued for cash	-	192,230
Net Cash Provided from Financing	<u>92,400</u>	<u>268,335</u>
Net Change (Decrease) in Cash	2,526	(86,143)
Cash at Beginning of year	5,239	91,382
Cash at End of the period	<u><u>7,765</u></u>	<u><u>5,239</u></u>
Supplemental Information:		
Cash paid for income taxes	\$ 800	\$ 1,600
Cash Paid for interest expense	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

ADVANCED DEFENSE TECHNOLOGIES, INC.
NOTES TO FINANCIAL STATEMENTS
December 31, 2012

NOTE 1: GENERAL

The Company was originally organized as “June Project 1 Corp” on May 26, 1998 under the corporate laws of the State of Florida. The Company operated as a Florida for Profit Corporation from then until it changed its name to “Medcore Holdings Inc” on April 13, 2007. The Company operated as a Florida for Profit Corporation from then until it changed its name to Advanced Defense Technologies, Inc on January 19, 2010.

On December 19, 2009 the Company purchased the patents, technology, contracts, ongoing relationships, research projects, research and development funded by the government contracts and exclusive rights to use its patents from “RST Scientific Research Inc”. In conjunction with this asset purchase the Company decided to change its name to Advanced Defense Technologies Inc and focus on developing and marketing new breakthrough technologies for applications in defense, home land security and large scale use of communications systems in private sector.

The Company completed its corporate restructuring including a name change, 1- for 500 reverse split, and ticker symbol change to ADCF.PK from MEDC.PK on June 1, 2010.

NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

This summary of significant accounting policies of the Company is presented to assist in understanding the Company’s financial statements. These accounting policies conform to generally accepted accounting principles and have been applied in the preparation of the financial statements. The books and records of the Company are maintained on an accrual basis of accounting for financial statements and tax reporting purposes.

a. **Revenue Recognition**

The Company recognizes revenue at the time the services are fully performed.

b. **Cash and cash equivalents**

The Company considers demand deposits and certificates of deposits, with an original maturity of one year or less, to be cash equivalents. Management believes that as of December 31 2012, the company had no cash equivalents.

ADVANCED DEFENSE TECHNOLOGIES, INC.
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c. **Concentration of credit risk**

The Company currently maintains substantially all of its cash with major financial institutions. The Federal Deposit Insurance Corporation ("FDIC") insures each depositor for up to \$250,000. As of December 31, 2012, the Company had no funds in excess of FDIC insured limits. The Company has not experienced any losses in such accounts.

d. **Fair value of financial instruments**

Statement of Financial Accounting Standards ("SFAS") No. 107 "*Disclosures about Fair Value of Financial Instruments*" requires disclosure of fair value information about financial instruments when it is practicable to estimate that value. Management believes that the carrying amounts of the Company's financial instruments, consisting primarily of accounts payable and accrued liabilities approximated their fair values as of December 31, 2012. The fair value of related party transactions are not determinable due to their related-party nature.

e. **Basic and Diluted Net Income (Loss) Per share**

Basic net income (loss) per share amounts is computed based on the weighted average number of shares actually outstanding. Diluted net income (loss) per share amounts are computed using the weighted average number of common shares and common equivalent shares outstanding as if shares had been issued on the exercise of any common share rights unless the exercise becomes anti dilutive and then only the basic per share amounts are shown in the report.

NOTE 3: INTELLECTUAL PROPERTIES & BUSINESS DEVELOPMENT COSTS

On December 19, 2009 the Company purchased intellectual properties which include patents, technology, contracts, ongoing relationships, research projects, research and development funded by the government contracts and exclusive rights to use its patents from "RST Scientific Research Inc" for \$50,000. As agreed by "RST Scientific Research Inc", Raghbir Tahim and Anne Tahim, officers of "RST Scientific Research Inc" have been issued 50,000,000 shares (25,000,000 shares to each officer) of the Company at par value of \$0.001.

Business development costs include the payments for attorneys' fees, filing fees and expenses relating to change of name, corporate restructuring and change of ticker symbol. In addition, consultants were engaged to provide services relating to capital structure, reorganization, broker/dealer and institutional investor relations. The Company also retained the services of a human resource management consultant, to provide service relating to human resource management, preparation and review of memorandum of understanding and Independent Contractors' service agreements.

ADVANCED DEFENSE TECHNOLOGIES, INC.
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As of December 31, 2011 the Company has Business Development Costs and Intellectual Properties of \$252,800 and \$50,000, respectively.

As of December 31, 2012, the Company has Business Development Costs and Intellectual Properties of \$436,800 and \$50,000, respectively.

NOTE 4: NOTE PAYABLE TO OFFICERS, CONSULTANTS AND RELATED PARTY TRANSACTIONS

The Company has outstanding note payable to officers amounting to \$125,648 as of December 31, 2012. The note is payable on demand and does not bear interest.

The Company has outstanding notes payable to consultants, for services rendered, amounting to \$174,000 as of December 31, 2012. The note is payable on demand and do not bear interest.

Notes payable to Tahim and Associates, APC and M.T. Mughal, amounting to \$58,200 and \$4,500, respectively were incurred for various services rendered to the Company. These loans do not bear interest.

The Company subleases its office premises on a month to month basis from Tahim and Associates, APC, owned by one of its officers and stockholders. Office lease expenses for the period ended December 31, 2012 of \$14,400 have been recorded and accrued.

NOTE 5: EQUITY TRANSACTIONS

In 2010 the Company issued 5,000,000 Common stock, in exchange of note receivable amounting to \$6,100. However, in March, 2012, the note receivable was cancelled together with the shares issued.

In March, 2012, the Company issued 5,000,000 shares of common stock for conversion of debt into equity in the amount of \$54,000. The amount of note payable to consultants has been reduced by \$54,000.

On July 19, 2012 the Company issued an aggregate of 1,000,000 shares for subscription money received from one investor in the amount of \$1,000.

On August 8, 2012, the Company issued an aggregate of 4,000,000 shares as executive compensation to Raghbir Tahim and Anne Tahim.

In October 2012, the Company issued 10,000,000 shares of common stock for conversion of debt into equity in the amount of \$120,000. The amount of notes payable to consultants has been reduced by the same amount.

In October, 2012, the Company issued 500,000 shares of common stock for services rendered.

ADVANCED DEFENSE TECHNOLOGIES, INC.
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NOTE 6: ARTICLE: IV OF THE ARTICLE OF ASSOCIATION –CHANGE IN THE AUTHORIZED CAPITAL STOCK OF THE CORPORATION

Per Article IV “Shares” of Articles of Association dated April 30, 2007, the Capital Stock of the corporation was consisting of 100,000,000 shares of common stock, no par value and 20,000,000 shares of preferred stock. On July 16, 2010 Article IV “Shares” of Articles of Association was amended. Per amendment to Article IV “Shares” the authorized capital stock of the corporation will now be consisting of 1,000,000,000 shares of common stock, \$0.001 par value. Further, effective July 16, 2010, 20,000,000 shares of preferred stock will not be part of the authorized capital stock of the corporation.

NOTE 7: INCOME TAX PROVISION, PAYABLE AND DEFERRED TAXES

The Company accounts for income taxes under the provisions of SFAS No. 109, “*Accounting for Income Taxes*.” SFAS No. 109 requires recognition of deferred tax liabilities and assets for the expected future tax consequences of events that have been included in the financial statements or tax returns. Under this method, deferred tax liabilities and assets are determined based on the difference between the financial statement and tax bases of assets and liabilities using enacted tax rates for the year in which the differences are expected to reverse. A valuation allowance is established when necessary to reduce deferred tax assets to the amount expected to be realized.

For the year ended December 31, 2012, the Company incurred losses. Franchise fees of \$800 was recorded as income taxes for the year then ended. Deferred income tax asset of \$94,164 represents the benefit on the net operating losses as of December 31, 2011. No additional deferred income tax benefit was recorded for the year ended December 31, 2012.