

|                                                                                                                                                                           | For the Year Ended<br>July 31, 2016 | For the Year Ended<br>July 31, 2015 |
|---------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-------------------------------------|-------------------------------------|
| <b>Assets</b>                                                                                                                                                             |                                     |                                     |
| Cash                                                                                                                                                                      | \$ 69                               | \$ 115                              |
| Stock Receivable                                                                                                                                                          | 134,403                             | 134,403                             |
| <b>Total Assets</b>                                                                                                                                                       | <b>\$ 134,472</b>                   | <b>\$ 134,518</b>                   |
| <b>Liabilities and Shareholders' Deficiency</b>                                                                                                                           |                                     |                                     |
| Accounts Payable                                                                                                                                                          | \$ 175                              | \$ -                                |
| Accrued director fees                                                                                                                                                     | 645,000                             | 585,000                             |
| Other current liabilities                                                                                                                                                 | 500                                 | 500                                 |
| Loan payable to officers                                                                                                                                                  | 123,304                             | 123,304                             |
| Note payable to Officer                                                                                                                                                   | 23,295                              | 18,080                              |
| Note payable to Officer (2)                                                                                                                                               | 672,988                             | 627,779                             |
| <b>Total Liabilities</b>                                                                                                                                                  | <b>\$ 1,465,262</b>                 | <b>\$ 1,354,663</b>                 |
| Preferred Stock, \$.001 par value, 200,000 shares<br>authorized; 100,000 shares issued and outstanding                                                                    | \$ 100                              | \$ 100                              |
| Preferred Stock B, \$.001 par value, 500,000 shares<br>authorized; 0 shares issued and outstanding<br>at July 31, 2016 and July 31, 2015, respectively                    | -                                   | -                                   |
| Common Stock, \$.001 par value, 1,000,000,000 shares<br>authorized and; 800,994,201 shares issued and<br>outstanding at July 31, 2016 and July 31, 2015,<br>respectively. | 800,993                             | 800,993                             |
| Additional paid in capital                                                                                                                                                | 17,435,106                          | 17,435,106                          |
| Accumulated Deficit                                                                                                                                                       | (19,566,989)                        | (19,456,344)                        |
| <b>Total Shareholders' Deficiency</b>                                                                                                                                     | <b>\$ (1,330,790)</b>               | <b>\$ (1,220,145)</b>               |
| <b>Total Liabilities and Shareholders' Deficiency</b>                                                                                                                     | <b>\$ 134,472</b>                   | <b>\$ 134,518</b>                   |

See accompanying notes

|                                        | For the Year Ended<br>July 31, 2016 | For the Year Ended<br>July 31, 2015 |
|----------------------------------------|-------------------------------------|-------------------------------------|
| <b>Revenue</b>                         | <u>\$ -</u>                         | <u>\$ -</u>                         |
| <b>Expenses</b>                        |                                     |                                     |
| Travel                                 | \$ -                                | \$ 1,736                            |
| Accounting                             | 700                                 | 775                                 |
| Director's Compensation                | 60,000                              | 60,000                              |
| Consulting Fees                        | 250                                 | 200,696                             |
| Legal Fees                             | -                                   | -                                   |
| General and administration             | 3,434                               | 13,225                              |
| <b>Total Expenses</b>                  | <u>\$ 64,384</u>                    | <u>\$ 276,432</u>                   |
| <b>Loss from continuing operations</b> | \$ (64,384)                         | \$ (276,432)                        |
| <b>Other Income (Expenses)</b>         |                                     |                                     |
| Interest expense                       | \$ (46,261)                         | \$ (49,135)                         |
| <b>Total Other income (Expenses)</b>   | <u>\$ (46,261)</u>                  | <u>\$ (49,135)</u>                  |
| <b>Net Loss</b>                        | <u><u>\$ (110,645)</u></u>          | <u><u>\$ (325,567)</u></u>          |

See accompanying notes

|                                                                | Preferred Stock |        | Common Stock |            | Additional<br>Paid-in<br>Capital | Retained<br>Earnings<br>(Accumulated<br>Deficit) | Total          |
|----------------------------------------------------------------|-----------------|--------|--------------|------------|----------------------------------|--------------------------------------------------|----------------|
|                                                                | shares          | amount | shares       | amount     |                                  |                                                  |                |
| Balance, July 31, 2014                                         | 100,000         | \$ 100 | 440,924,171  | \$ 440,993 | \$ 17,420,106                    | \$ (19,130,777)                                  | \$ (1,269,578) |
| Common stock issued<br>for services and<br>accrued liabilities | -               | -      | -            | -          | -                                | -                                                | -              |
| Net income/(loss) for the<br>period                            | -               | -      | -            | -          | -                                | (32,846)                                         | (32,846)       |
| Balance, October 31, 2014                                      | 100,000         | \$ 100 | 440,924,171  | \$ 440,993 | \$ 17,420,106                    | \$ (19,163,623)                                  | \$ (1,302,424) |
| Common stock issued<br>for services and<br>accrued liabilities | -               | -      | 5,000,000    | 5,000      | 15,000                           | -                                                | 20,000         |
| Net income/(loss) for the<br>period                            | -               | -      | -            | -          | -                                | (51,691)                                         | (51,691)       |
| Balance, January 31, 2015                                      | 100,000         | \$ 100 | 445,924,171  | \$ 445,993 | \$ 17,435,106                    | \$ (19,215,314)                                  | \$ (1,334,115) |
| Common stock issued<br>for services and<br>accrued liabilities | -               | -      | 60,000,000   | 60,000     | -                                | -                                                | 60,000         |
| Common stock issued for<br>debt reduction                      |                 |        | 175,000,000  | 175,000    |                                  |                                                  | 175,000        |
| Net income/(loss) for the<br>period                            | -               | -      | -            | -          | -                                | (92,188)                                         | (92,188)       |
| Balance, April 30, 2015                                        | 100,000         | \$ 100 | 680,924,171  | \$ 680,993 | \$ 17,435,106                    | \$ (19,307,502)                                  | \$ (1,191,303) |
| Common stock issued<br>for services and<br>accrued liabilities | -               | -      | 120,000,000  | 120,000    | -                                | -                                                | 120,000        |
| Net income/(loss) for the<br>period                            | -               | -      | -            | -          | -                                | (148,842)                                        | (148,842)      |
| Balance, July 31, 2015                                         | 100,000         | \$ 100 | 800,924,171  | \$ 800,993 | \$ 17,435,106                    | \$ (19,456,344)                                  | \$ (1,220,145) |
| Common stock issued<br>for services and<br>accrued liabilities | -               | -      | -            | -          | -                                | -                                                | -              |
| Net income/(loss) for the<br>period                            | -               | -      | -            | -          | -                                | (27,244)                                         | (27,244)       |
| Balance, October 31, 2015                                      | 100,000         | \$ 100 | 800,924,171  | \$ 800,993 | \$ 17,435,106                    | \$ (19,483,588)                                  | \$ (1,247,389) |

|                                                                | Preferred Stock |        | Common Stock |            | Additional    | Retained        |                |
|----------------------------------------------------------------|-----------------|--------|--------------|------------|---------------|-----------------|----------------|
|                                                                | shares          | amount | shares       | amount     | Paid-in       | Earnings        | Total          |
|                                                                |                 |        |              |            | Capital       | (Accumulated    |                |
|                                                                |                 |        |              |            |               | Deficit)        |                |
| Common stock issued<br>for services and<br>accrued liabilities | -               | -      | -            | -          | -             | -               | -              |
| Net income/(loss) for the<br>period                            | -               | -      | -            | -          | -             | (27,946)        | (27,946)       |
| Balance, January 31, 2016                                      | 100,000         | \$ 100 | 800,924,171  | \$ 800,993 | \$ 17,435,106 | \$ (19,511,534) | \$ (1,275,335) |
| Common stock issued<br>for services and<br>accrued liabilities | -               | -      | -            | -          | -             | -               | -              |
| Net income/(loss) for the<br>period                            | -               | -      | -            | -          | -             | (27,698)        | (27,698)       |
| Balance, April 30, 2016                                        | 100,000         | \$ 100 | 800,924,171  | \$ 800,993 | \$ 17,435,106 | \$ (19,539,232) | \$ (1,303,033) |
| Common stock issued<br>for services and<br>accrued liabilities | -               | -      | -            | -          | -             | -               | -              |
| Net income/(loss) for the<br>period                            | -               | -      | -            | -          | -             | (27,757)        | (27,757)       |
| Balance, July 31, 2016                                         | 100,000         | \$ 100 | 800,924,171  | \$ 800,993 | \$ 17,435,106 | \$ (19,566,989) | \$ (1,330,790) |
| See accompanying notes                                         |                 |        |              |            |               |                 |                |

|                                                                                             | For the Year Ended<br>July 31, 2016 | For the Year Ended<br>July 31, 2015 |
|---------------------------------------------------------------------------------------------|-------------------------------------|-------------------------------------|
| Cash flows from operating and activities of discontinued operation                          |                                     |                                     |
| Net loss                                                                                    | (110,645)                           | (325,567)                           |
| Adjustments to reconcile net loss to net cash<br>(used in) provided by operating activities |                                     |                                     |
| Accounts Payable                                                                            | 175                                 | (425)                               |
| Current Liabilities                                                                         | -                                   | 500                                 |
| Accrued Expenses                                                                            | 60,000                              | 60,000                              |
| Note receivable                                                                             | -                                   | -                                   |
| Note payable - Officer                                                                      | 50,424                              | (109,417)                           |
|                                                                                             | - - - - -                           | - - - - -                           |
| Net cash (used) provided by operating activities                                            | (46)                                | (374,909)                           |
|                                                                                             | - - - - -                           | - - - - -                           |
| Cash flows from investing activities of discontinued operation                              |                                     |                                     |
| Purchase of property and equipment                                                          | -                                   | -                                   |
|                                                                                             | - - - - -                           | - - - - -                           |
| Net cash used in investing activities                                                       | -                                   | -                                   |
|                                                                                             | - - - - -                           | - - - - -                           |
| Cash flows from financing activities                                                        |                                     |                                     |
| Preferred Stock                                                                             | -                                   | -                                   |
| Common Stock                                                                                | -                                   | 360,000                             |
| Additional Paid-in-Capital                                                                  | -                                   | 15,000                              |
| Repayments of long-term debt                                                                | -                                   | -                                   |
|                                                                                             | - - - - -                           | - - - - -                           |
| Net cash provided by (used in) financing activities                                         | -                                   | 375,000                             |
|                                                                                             | - - - - -                           | - - - - -                           |
| Net (Decrease) increase in cash                                                             | (46)                                | 91                                  |
| Cash at beginning of period                                                                 | 115                                 | 24                                  |
|                                                                                             | - - - - -                           | - - - - -                           |
| Cash at end of period                                                                       | 69                                  | 115                                 |
|                                                                                             | = = = = =                           | = = = = =                           |
| Supplemental disclosure of cash flow information                                            |                                     |                                     |
| Cash paid during the year for                                                               |                                     |                                     |
| Interest                                                                                    | -                                   | -                                   |
|                                                                                             | = = = = =                           | = = = = =                           |
| Income taxes                                                                                | -                                   | -                                   |
|                                                                                             | = = = = =                           | = = = = =                           |

# Schedule of Noncash Operating and Investing Transactions

|                                                                        |               |               |
|------------------------------------------------------------------------|---------------|---------------|
| Preferred stock issued for debt                                        | -             | -             |
|                                                                        | = = = = =     | = = = = =     |
| Common stock issued for investment                                     | 778,877,601   | 778,877,601   |
|                                                                        | = = = = =     | = = = = =     |
| Common stock issued for services and accrued liabilities               | 1,740,085,556 | 1,740,085,556 |
|                                                                        | = = = = =     | = = = = =     |
| See accompanying notes to condensed consolidated financial statements. |               |               |