

# AXIS ENERGY CORPORATION

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## Interim Financial Statements

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(An Exploration Stage Company)

March 31, 2014

(Unaudited – prepared by Management)

**AXIS ENERGY CORPORATION**  
**INTERIM BALANCE SHEETS**  
**(An Exploration Stage Company)**  
**March 31, 2014**  
**(Unaudited)**

	March 31, 2014	December 31, 2013
<b>ASSETS</b>		
CURRENT ASSETS		
Cash	\$ 27,389	\$ 27,412
Total Current Assets	27,389	27,412
OIL EXPLORATION DATA	80,000	80,000
<b>TOTAL ASSETS</b>	<b>\$ 107,389</b>	<b>\$ 107,412</b>
<b>LIABILITIES &amp; STOCKHOLDERS' EQUITY</b>		
CURRENT LIABILITIES		
Accounts payable and accrued liabilities	\$ 2,750	\$ 2,250
Loans payable, related party - NOTE 7	11,106	11,106
Total Current Liabilities	13,856	13,356
GOING CONCERN - NOTE 1		
STOCKHOLDERS' EQUITY		
Preference stock, 10,000,000 shares authorized, \$0.01 par value, none outstanding - NOTE 4		
Common stock, 75,000,000 shares authorized, \$0.001 par value issued and outstanding - NOTE 5	41,664	41,664
Additional paid-in capital	763,901	763,901
Deficit accumulated during exploration stage	(712,032)	(711,509)
TOTAL STOCKHOLDERS' EQUITY	93,533	94,056
<b>TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY</b>	<b>\$ 107,389</b>	<b>\$ 107,412</b>

**AXIS ENERGY CORPORATION**  
**INTERIM STATEMENT OF OPERATIONS**  
**(An Exploration Stage Company)**  
**March 31, 2014**  
**(Unaudited)**

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	3 Months ended March 31,		Period from June 10, 1998 (Inception of Exploration Stage) To March 31, 2014
	<u>2014</u>	<u>2013</u>	<u></u>
REVENUE	\$ <u>-</u>	\$ <u>-</u>	\$ <u>-</u>
EXPENSES			
Amortization	-	-	2,546
Audit and accounting	500	684	46,217
Consulting fees	-	-	8,700
Exploration and property acquisition costs	-	-	325,000
Filing fees	-	-	22,575
Legal fees	-	-	34,148
Management fees	-	-	37,200
Office	23	38	22,398
Transfer agent fees	-	-	34,427
Travel	-	1,500	45,721
TOTAL EXPENSES	<u>523</u>	<u>2,222</u>	<u>578,932</u>
LOSS BEFORE OTHER INCOME (EXPENSE)	(523)	(2,222)	(578,932)
OTHER INCOME (EXPENSE)			
Loss on disposal of mineral property	-	-	(3,400)
Loss on writeoff of advances	-	-	(129,700)
NET LOSS AND COMPREHENSIVE LOSS	<u>\$ (523)</u>	<u>\$ (2,222)</u>	<u>\$ (712,032)</u>

**AXIS ENERGY CORPORATION**  
**INTERIM STATEMENT OF EQUITY**  
**(An Exploration Stage Company)**  
**March 31, 2014**  
**(Unaudited)**

	Common Stock		Additional Paid-in Capital	Subscriptions Receivable	Accumulated Deficit During Exploration Stage	Total Stockholders' Equity (Deficit)
	Number of Shares	Amount				
Issuance of stock for debt at \$0.01 per common share	187,600	\$ 188	\$ 13,212	\$ -	\$ -	\$ 13,400
Issuance of stock for cash at \$0.01 per common share	302,400	302	19,243	-	-	19,545
Net loss	-	-	-	-	(20,603)	(20,603)
Balance, December 31, 1998	490,000	490	32,455	-	(20,603)	12,342
Issuance of stock for cash at \$.01	600,000	600	5,400	-	-	6,000
Net loss for year ending December 31, 1999	-	-	-	-	(18,564)	(18,564)
Balance, December 31, 1999	1,090,000	1,090	37,855	-	(39,167)	(222)
Issuance of stock for cash at \$.01	2,704,500	2,705	24,340	-	-	27,045
Net loss for year ending December 31, 2000	-	-	-	-	(28,426)	(28,426)
Balance, December 31, 2000	3,794,500	3,795	62,195	-	(67,593)	(1,603)
Issuance of stock for cash at \$.01	170,000	170	1,530	-	-	1,700
Net loss for year ending December 31, 2001	-	-	-	-	(11,238)	(11,238)
Balance, December 31, 2001	3,964,500	3,965	63,725	-	(78,831)	(11,141)
Cash received for common shares	-	-	-	138,800	-	138,800
Net loss for year ending December 31, 2002	-	-	-	-	(135,686)	(135,686)
Balance, December 31, 2002	3,964,500	3,965	63,725	138,800	(214,517)	(8,027)
Issuance of stock for cash at \$0.50 per common share	27,760	28	138,772	(138,800)	-	-
Subscription - common shares	-	-	-	22,000	-	22,000
Net loss for year ending December 31, 2003	-	-	-	-	(20,422)	(20,422)
Balance, December 31, 2003	3,992,260	3,993	202,497	22,000	(234,939)	(6,449)
Forward stock split - 5 for 1	15,969,040	15,969	(15,969)	-	-	-
Net loss for the year ending December 31, 2004	-	-	-	-	(3,141)	(3,141)
Balance, December 31, 2004 - CONTINUED	19,961,300	\$ 19,962	\$ 186,528	\$ 22,000	\$ (238,080)	\$ (9,590)

The accompanying notes are an integral part of these financial statements

**AXIS ENERGY CORPORATION**  
**INTERIM STATEMENT OF EQUITY**  
**(An Exploration Stage Company)**  
**March 31, 2014**  
**(Unaudited)**

	Common Stock		Additional Paid-in Capital	Subscriptions Receivable	Accumulated Deficit During Exploration Stage	Total Stockholders' Equity (Deficit)
	Number of Shares	Amount				
Balance, December 31, 2004	19,961,300	\$ 19,962	\$ 186,528	\$ 22,000	\$ (238,080)	\$ (9,590)
Issuance of stock for cash at \$0.088 per share	250,000	250	21,750	-	-	22,000
Issuance of stock for services at \$0.001 per share	10,000,000	10,000	(10,000)	-	-	-
Stock dividend - 1 for 1	30,211,300	30,211	(30,211)	-	-	-
Subscription - common shares	-	-	-	(22,000)	-	(22,000)
Net profit for year ending December 31, 2005	-	-	-	-	(2,007)	(2,007)
Balance, December 31, 2005	60,422,600	60,423	168,067	-	(240,087)	(11,597)
Cancellation of shares	(20,000,000)	(20,000)	20,000	-	-	-
Issuance of stock for cash - \$0.50 per share, net	600,000	600	269,400	-	-	270,000
Subscription - common shares	-	-	-	268,500	-	268,500
Net loss for year ending December 31, 2006	-	-	-	-	(14,573)	(14,573)
Balance, December 31, 2006	41,022,600	41,023	457,467	268,500	(254,660)	512,330
Issuance of stock for cash - \$0.50 per share, net	641,000	641	306,434	(268,500)	-	38,575
Net loss for year ending December 31, 2007	-	-	-	-	(64,316)	(64,316)
Balance, September 30, 2007	41,663,600	41,664	763,901	-	(318,976)	486,589
Net loss for year ending December 31, 2008	-	-	-	-	(71,713)	(71,713)
Balance, December 31, 2008	41,663,600	41,664	763,901	-	(390,689)	414,876
Net loss for year ending December 31, 2009	-	-	-	-	(269,508)	(269,508)
Balance, December 31, 2009	41,663,600	41,664	763,901	-	(660,197)	145,368
Net loss for year ending December 31, 2010	-	-	-	-	(22,812)	(22,812)
Balance, December 31, 2010	41,663,600	41,664	763,901	-	(683,009)	122,556
Net loss for the year ending December 31, 2011	-	-	-	-	(12,824)	(12,824)
Balance, December 31, 2011	41,663,600	41,664	763,901	-	(695,833)	109,732
Net loss for the year ending December 31, 2012	-	-	-	-	(5,365)	(5,365)
Balance, December 31, 2012	41,663,600	41,664	763,901	-	(701,198)	104,367
Net loss for the year ending December 31, 2013	-	-	-	-	(10,311)	(10,311)
Balance, December 31, 2013	41,663,600	41,664	763,901	-	(711,509)	94,056
Net loss for the period ending March 31, 2014	-	-	-	-	(523)	(523)
Balance, March 31, 2014	41,663,600	\$ 41,664	\$ 763,901	\$ -	\$ (712,032)	\$ 93,533

The accompanying notes are an integral part of these financial statements

**AXIS ENERGY CORPORATION**  
**INTERIM STATEMENT OF CASH FLOWS**  
**(An Exploration Stage Company)**  
**March 31, 2014**  
**(Unaudited)**

	3 Months ended March 31,		Period from June 10, 1998 (Inception of Exploration Stage) To March 31, 2014
	2014	2013	
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Net loss	\$ (523)	\$ (2,222)	\$ (712,032)
Adjustments to reconcile net loss to net cash used by operating activities:			
Amortization	-	-	2,545
Write-off of mineral property	-	-	3,400
Write-off of advances	-	-	129,700
	(523)	(2,222)	(576,387)
Decrease (increase) in:			
Accounts payable	500	(750)	2,750
Net cash used by operating activities	(23)	(2,972)	(573,637)
<b>INVESTING ACTIVITIES</b>			
Equipment	-	-	(2,255)
Oil exploration data	-	-	(80,000)
Reorganization advances	-	-	(129,700)
Mineral property acquisition cost	-	-	(3,400)
Organization costs	-	-	(289)
Cash used in investing activities	-	-	(215,644)
<b>FINANCING ACTIVITIES</b>			
Capital stock issued - net of issuing costs	-	-	805,564
Due to related party	-	-	11,106
Cash from financing activities	-	-	816,670
<b>NET INCREASE (DECREASE) IN CASH</b>	(23)	(2,972)	27,389
Cash at beginning of the period	27,412	36,973	-
Cash, at end of period	\$ 27,389	\$ 34,001	\$ 27,389
<b>SUPPLEMENTAL DISCLOSURES</b>			
Interest	\$ -	\$ -	\$ -
Income taxes	\$ -	\$ -	\$ -

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**AXIS ENERGY CORPORATION**  
**NOTES TO INTERIM FINANCIAL STATEMENTS**  
**(An Exploration Stage Company)**  
**March 31, 2014**  
**(Unaudited)**

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**NOTE 1 – NATURE OF BUSINESS AND ORGANIZATION**

Axis Energy Corporation (hereinafter "the Company") was incorporated in June 10 of 1998 under the laws of the State of Nevada primarily for the purpose of acquiring and developing resource properties. The Company conducts operations primarily from its offices in Vancouver, British Columbia, Canada. The Company had an option at incorporation to acquire a resource property in British Columbia, but after a period of exploration, the property was abandoned in the year ended December 31, 2000. Since then, the Company has examined various opportunities but has not as yet made a commitment to any project.

These interim financial statements have been prepared in accordance with generally accepted accounting principles applicable to a going concern, which assumes that the Company will be able to meet its obligations and continue its operations for its next twelve months. Realization values may be substantially different from carrying values as shown and these financial statements do not give effect to adjustments that would be necessary to the carrying values and classification of assets and liabilities should the Company be unable to continue as a going concern. At March 31, 2014, the Company had not yet achieved profitable operations, has accumulated losses of \$712,032 since its inception and expects to incur further losses in the development of its business, all of which casts substantial doubt about the Company's ability to continue as a going concern. The Company's ability to continue as a going concern is dependent upon its ability to generate future profitable operations and/or to obtain the necessary financing to meet its obligations and repay its liabilities arising from normal business operations when they come due. Management has no formal plan in place to address this concern but considers that the Company will be able to obtain additional funds by equity financing and/or related party advances, however there is no assurance of additional funding being available

The Company's year-end is December 31.

**NOTE 2 – INTERIM REPORTING**

While the information presented in the accompanying interim three months financial statements is unaudited, it includes all adjustments, which are, in the opinion of management, necessary to present fairly the financial position, results of operations and cash flows for the interim periods presented in accordance with accounting principles generally accepted in the United States of America. These interim financial statements follow the same accounting policies and methods of their application as the Company's December 31, 2013 annual financial statements. All adjustments are of a normal recurring nature. It is suggested that these interim financial statements be read in conjunction with the Company's December 31, 2013 annual financial statements. Operating results for the three months ended March 31, 2014 are not necessarily indicative of the results that can be expected for the year ended December 31, 2014.

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**INTERIM STATEMENT OF EQUITY**  
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**NOTE 3 – RECENT ACCOUNTING PRONOUNCEMENTS**

The Company adopts new pronouncements relating to generally accepted accounting principles applicable to our company as they are issued, which may be in advance of their effective date. Management does not believe that any recently issued, but not yet effective accounting standards, if currently adopted, would have a material effect on the accompanying financial statements.

**NOTE 4 – PREFERRED STOCK**

The Company's directors authorized 10,000,000 preferred shares with a par value of \$0.01. The preferred shares will have rights and preferences set from time to time by the Board of Directors. As of March 31, 2014, the Company has no preferred shares issued and outstanding.

**NOTE 5 – COMMON STOCK**

The Company is authorized to issue 75,000,000 shares of \$0.001 par value common stock. All shares have equal voting rights, are non-assessable and have one vote per share. Voting rights are not cumulative and, therefore, the holders of more than 50% of the common stock could, if they choose to do so, elect all of the directors of the Company.

On February 18, 2000, the Company declared a forward stock split of 1.4 shares for 1. On February 15, 2003, the Company declared a reverse split of 10 shares to 1 share. These financial statements give retroactive effect to those stock splits.

During the year ending December 31, 2007, the Company received a further \$52,000 in share subscriptions. The Company issued 641,000 at \$.50 per shares for a net cash of \$307,075, after payment of commission.

**NOTE 6 – WARRANTS AND OPTIONS**

On February 16, 2007, the Company reserved 5,000,000 shares of the Company's common stock for two year warrants, exercisable at \$1.00 per share. In addition, 500,000 warrants were granted to directors and officers of the Company. No warrants were exercised and there were no options or warrants outstanding at the period end.



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**INTERIM STATEMENT OF EQUITY**  
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**NOTE 7 – RELATED PARTY TRANSACTIONS**

At December 31, 2014, Due to Related Party amounted to \$11,106 representing advances made by a director of the Company. These amounts are unsecured, non-interest bearing, and have no specific terms of repayment.