

**Kat Exploration Inc.**  
**Financial Statements**  
**( Unaudited )**  
**November 30, 2015**

Contents

Review Engagement Report.....	3
Balance Sheet.....	4
Statement of Earnings.....	5
Statement of Retained Earnings.....	6
Statement of Cash Flow.....	7
Statement of Shareholder Equity.....	8
Notes to Financial Statements.....	9-10

Page 2  
**Kat Exploration Inc.**  
**Review Engagement Report**  
**( Unaudited )**  
**November 30, 2015**

To the  
Directors

We have reviewed the balance sheet of Kat Exploration Inc. as at November 30, 2015 and the statements of earnings, retained earnings, and cash flows for the proceeding twelve months. Our review was made in accordance with generally accepted standards for review engagements and accordingly consisted primarily of enquiry, analytical procedures, and discussion related to information supplied to us by the company.

A review does not constitute an audit and consequently we do not express an audit opinion on these financial statements.

Based on our review, nothing has come to our attention that causes us to believe that these financial statements are not, in all material respects, in accordance with generally accepted accounting principles.

Ken's Accounting  
Services

Page 3  
**Kat Exploration Inc.**  
**Balance Sheet**  
**November 30, 2015**  
**( Unaudited )**

	2015	2014
<b>Assets</b>		
Current		
Bank	1,290	117
	<u>1,290</u>	<u>117</u>
Capital assets (Note 1 and 2)	5,736	7,492
Mineral Properties	373,794	373,794
Investment -Jeep	1,900,000	0
	<u>2,280,820</u>	<u>381,403</u>
<b>Liabilities and Shareholders' Equity</b>		
Current		
Accounts payable and accruals (Note 3)	15,000	87,529
	<u>15,000</u>	<u>87,529</u>
Long Term Loans (note 4)	1,900,000	0
Total liabilities	<u>1,915,000</u>	<u>87,529</u>
Shareholders' Equity		
Convertible		
Debenture	536,244	342,859
Shareholder Common Shares (Note 5)	2,623,371	2,440,404

Retained earnings	(2,793,795)	(2,489,389)
	365,820	293,874
	<u>\$2,280,820</u>	<u>\$381,403</u>

Page 4  
**Kat Exploration Inc.**  
**Statement of Earnings**  
**November 30, 2015**  
**( Unaudited )**

	2015	2014
<b>Revenue</b>	\$0	\$0
<b>Expenses</b>		
Accounting & Legal	50,946	11,486
Advertising & promotions	5,865	0
Amortization	1,756	2,755
Interest and bank charges	19,102	51,041
Office Supplies	1,531	0
Rent	1,500	0
Staking		
Fees	5,400	600
Subcontracting	206,616	0
Telephone	167	0
Travel & Exploration	10,200	0
Vehicle	1,323	75
Wages and benefits	0	2,903
	<u>304,406</u>	<u>68,860</u>
<b>Net earnings for the period</b>	<u>(\$304,406)</u>	<u>(\$68,860)</u>

Page 5  
**Kat Exploration Inc.**  
**Statement of Retained Earnings**  
**November 30, 2015**  
**( Unaudited )**

	2015	2014
Retained earnings, beginning of period	(2,489,389)	(2,420,529)
Net earnings for the period	(304,406)	(68,860)
Retained earnings, end of period	<u>(\$2,793,795)</u>	<u>(\$2,489,389)</u>

Page 6  
**Kat Exploration Inc.**  
**Statement of Cash Flows**  
**November 30, 2015**  
**( Unaudited )**

	<u>2015</u>	<u>2014</u>
Cash flows from operating activities		
Earnings from operations	(304,406)	(68,860)
Add item not involving an outlay of funds		
Amortization	1,756	2,755
	<u>(302,650)</u>	<u>(66,105)</u>
Changes in non-cash working capital		
Mineral Properties	0	0
Accounts payable	(87,041)	25,370
	<u>(87,041)</u>	<u>25,370</u>
Cash flows from investing activities		
Purchase of capital assets	1,900,000	(28,195)

	1,900,000	(28,195)
Cash flows from financing activities		
Investment	390,864	40,852
Increase in long term debt	(1,900,000)	0
	(1,509,136)	40,852
Net increase in cash	1,173	(28,078)
Cash at beginning of period	117	28,195
Cash at end of period	1,290	117

Page 7  
**Kat Exploration Inc.**  
**Statement of Stockholders Equity**  
**November 30, 2015**  
**( Unaudited )**

	Common Stock	Purchase Common Stock	Addition Common Stock	Retained Earnings	Total Stock Equity
Balance, at Nov 30, 2014	-79,920	0	0	0	(79,920)
1st Quarter Addition		132,803	0	(116,675)	16,128
2nd Quarter Addition		373,794	177,141	(217,453)	333,482
3th Quarter Addition		66,408	0	41,588	107,996
4th Quarter Addition		0	0	(11,866)	(11,866)

Net Income for the period

Balance, at Nov 30, 2015	-79,920	0	0	-304,406	365,820
--------------------------	---------	---	---	----------	---------

Note: The common stock issued has a par value of \$0.0001.

Page 8  
**Kat Exploration Inc.**  
**Notes to Financial Statements**  
**November 30, 2015**  
**( Unaudited )**

The Company was incorporated under the laws of the Province of Newfoundland and Labrador on December 02, 2005. The company explores for mineral deposits.

**1. Summary of significant accounting policies**

The accounting policies of the company are in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year. Outlined below are those policies considered particularly significant.

**Capital Assets and Amortization**

Capital assets are recorded at cost. Amortization has been calculated using the



declining balance method with rates as follows, except in the year of acquisition when one half of the rate is used.

Equipment	20%
Computer	30%

## 2. Capital Assets

	Rate	Cost	Accum Amort	Net Book Value	Net Book Value
Equipment	20%	21,506	17,548	3,958	4,950
Computers	30%	16,925	15,147	1,778	2,542
		<u>\$38,431</u>	<u>\$32,695</u>	<u>\$5,736</u>	<u>\$7,492</u>

## 3. Accounts Payable

	2015	2014
Accounts Payables	15,000	87,529
Net Payable	<u>\$15,000</u>	<u>\$87,529</u>

Page 9

**Kat Exploration Inc.**  
**Notes to Financial Statements**  
**November 30, 2015**  
**( Unaudited )**

## 4. Security Deposits

This represents a \$60. refundable deposit to government for each claim staked. Once an assessment report has been submitted to the Department of Mines and Energy the company is eligible for a refund of \$50. per claim.

## 5. Shared Capital:

Authorized:

- 2,450,000,000 common shares, par value of \$0.0001 per share.
- 30,000,000 shares of preferred A stock, par value \$0.0001 per share.
- 5,000,000 shares of preferred B stock, par value \$0.0001 per share.

Issued:

Limited number of no par value common shares of 948,022,592,  
9 class A preferred outstanding. Share restricted of 108,949,812.

Persons owning more than five percent (5%) of the issuer's securities.

Ken Stead	78,131,688 shares	8.58%
Tim Stead	24,008,515 shares	2.53%