

**Quarterly Report  
For the Quarter ending September 30, 2011**

**US National Telecom**

**A Florida Corporation, Symbol USNL.PK**

**Item 1 Name:** US National Telecom  
Formerly Yi Wan Group, Inc  
Date of name change 24<sup>th</sup> Sept 2007 from Yi Wan Group, Inc, Inc to US National Telecom, Inc.  
**Address:** 201 South Biscayne Blvd 28<sup>th</sup> Floor  
Miami, Florida 33131  
Phone: 786 202 1023  
Fax: 786 221 0654

**Item 2 Shares Outstanding;**

**As of September 30, 2011**

Common Stock Issued and Outstanding: 250,391  
Preferred Stock Issued and Outstanding: 2,384,140 Series Preferred  
Cusip Number 90344A 10 3

**Par or Stated Value and Description of the security**

**A. Par Value is 0.00001 for the Common and Preferred stock.**

**Number of shares outstanding for each class of securities authorized.**

- i) As of 9/30/2011
- ii) Common Stock Authorized 40,000,000, Preferred Stock Authorized 25,000,001.
- iii) Common Stock outstanding 250,391 and 2,384,140 Preferred class stock issued and outstanding.
- iv) Public Float 40,358
- v) Beneficial Shareholders 1
- vi) Shareholders of record 55

**Item 3 Interim Financial Statements**

Our financial statements for the quarterly period ending September 30, 2011 are attached hereto and incorporated herein by this reference.

**Item 4 Management's discussion and analysis or plan of operation.**

US National Telecom is a development stage corporation actively targeting several acquisitions in the real estate market. The company plans to grow domestically and internationally. The products offered currently by US National Telecom are that the company has the ability to raise capital and partner with various industry professionals and firms with the vision to grow through acquisition. The company plans to complete this process through a combination of capital raises over the next two-five years. The company has an office located in Miami Florida and has no facilities to date.

The Issuer plans to acquire and grow organically within the general business sector of real estate acquisitions. The Company sees a range of opportunities in the ever increasing and growth in this sector. Future potential in real estate related businesses offers the issuer the ability to acquire, merge or engage in joint ventures with prospective businesses once capital financing is made available to the company.

US National Telecom's purpose is to seek, investigate and, if such investigation warrants, acquire an interest in business opportunities presented to it by persons or firms who or which desire to seek the perceived advantages of an Exchange Act registered corporation. This discussion of the proposed business is purposefully general and is not meant to be restrictive of the Company's virtually unlimited discretion to search for and enter into potential business opportunities. Management anticipates that the future profitability of the company relies on substantial future investment into the company. In the event that an active trading market commences, there can be no assurance as to the market price of our shares of common stock, whether any trading market will provide liquidity to investors, or whether any trading market will be sustained.

The Issuer over the past 2 years has spent approximately \$85,000 each fiscal year on research and development activities. These expenses have been directly borne by the company and its affiliates. The related expenses are shown on the company's financial statements.

**Financial Results**

We are a development stage company with limited operating revenues. For the three month period ending September 30, 2011 we had operating revenues of \$0. For the three month period ending September 30, 2011 we suffered a net loss of \$15,428. These losses resulted from our company writing down \$14,959 of expenses due to accounting balances. The business incurred minor expenses to manage, and fulfill company obligations to remain in business. We strive to improve our revenues and manage our expenses. No assurance is given that we will operate profitably in the future.

### **Liquidity and capital Reserves**

We are a development stage company with limited operating revenues and have never consistently operated at a profit. As of September 30 2011, we had cash on hand of \$0 during the quarter we used \$318 for expenses, marketing and general operating costs and debt reduction.

### **Future Expenditures**

Our future capital, marketing, research and development, and other expenditures, as well as our future staffing requirement will depend upon our ability to generate cash flow and profits. However, no assurance is given that we will be able to generate sufficient cash flow or operations necessary to sustain our operation.

### **Off Balance Sheet Arrangements**

We have no off balance sheet arrangements.

### **Item 5        Legal Proceedings**

We are not the subject of any past, current, pending or threatened legal proceedings or administrative actions, by or against us, that could have a material effect on our business, financial condition or operations, nor have we ever been the subject of any past, current, or pending trading suspension.

### **Item 6        Defaults upon Senior Securities**

Not applicable, We have no securities that can be converted due to a debt owing.

### **Item 7        Other Information**

Not Applicable

### **Item 8        Exhibits**

Articles and Bylaws are exhibited in the 211 information statement as provided previously in the 211 information statement.

**Item 9 Certifications**

I, Rebecca Guthrie, President, Secretary and Treasurer of US National Telecom, Inc. certify that:

- i. I have reviewed this quarterly disclosure statement of US National Telecom;
- ii. Based on my knowledge, this disclosure statement does not contain any untrue statement of 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
- iii. Based on my knowledge, the financial statements, and other financial information included or incorporated or reference in this disclosure statement, fairly present in all material respects the financial condition, results of operations and cash flows of the issuer as of, and for, the periods presented in this disclosure statement.

November 15, 2011

By: /s/ Rebecca Guthrie

Rebecca Guthrie

Chief Executive Officer,

**US NATIONAL TELECOM**  
**Balance Sheet**  
As of September 30, 2011

	Sep 30, 11
<b>ASSETS</b>	
<b>Current Assets</b>	
<b>Checking/Savings</b>	
bank of america	257,919.56
Checking	-257,879.56
refund	-40.00
<b>Total Checking/Savings</b>	0.00
<b>Other Current Assets</b>	
Bank Account	1.00
<b>Total Other Current Assets</b>	1.00
<b>Total Current Assets</b>	1.00
<b>TOTAL ASSETS</b>	1.00
<b>LIABILITIES &amp; EQUITY</b>	
<b>Liabilities</b>	
<b>Current Liabilities</b>	
Accounts Payable	
Accounts Payable	3,906.50
<b>Total Accounts Payable</b>	3,906.50
<b>Other Current Liabilities</b>	
Due to Consulting Co.	43.75
Due to Lender Co.	155,639.38
<b>Total Other Current Liab...</b>	155,683.13
<b>Total Current Liabilities</b>	159,589.63
<b>Total Liabilities</b>	159,589.63
<b>Equity</b>	
APIC	230,108.47
Common Stock	329.03
equity	250,441.10
loan	1,000.00
National Residential Develop	100.00
palatine investments	33,000.00
Preferred Stock	2.00
Retained Earnings	-60,273.37
Net Income	-71,834.86
<b>Total Equity</b>	-159,588.63
<b>TOTAL LIABILITIES &amp; EQUITY</b>	1.00

**US NATIONAL TELECOM**  
**Statement of Cash Flows**  
July through September 2011

	<u>Jul - Sep ...</u>
<b>OPERATING ACTIVITIES</b>	
Net Income	-15,428.83
Net cash provided by Operating Acti...	-15,428.83
<b>FINANCING ACTIVITIES</b>	
loan	150.00
Net cash provided by Financing Acti...	150.00
Net cash increase for period	-15,278.83
Cash at beginning of period	15,278.83
Cash at end of period	<u>0.00</u>

**US NATIONAL TELECOM, INC  
(A FLORIDA CORPORATION)**

**STATEMENT OF STOCKHOLDERS EQUITY (DEFICIT)  
AS OF SEPTEMBER 30 2011**

	Preferred Stock Series		Common Stock		Additional Paid in Capital	Deficit Accumulated	Total
	Shares	Par \$0.000001	Shares	Par \$0.000001			
<b>Balance as of June 30,2011</b>	<b>2,384,140.00</b>	<b>-</b>	<b>250,391</b>			<b>(457,949.15)</b>	<b>(144,310.00)</b>
<b>Income/loss as of septermber 30, 2011</b>						<b>(15,428.83)</b>	
<b>Balance as of September 30,2011</b>	<b>2,384,140.00</b>		<b>250,391</b>			<b>(473,377.98)</b>	<b>(159,738.83)</b>

**US NATIONAL TELECOM**  
**Statement of Income**  
July through September 2011

	<u>Jul - Sep ...</u>
<b>Ordinary Income/Expense</b>	
<b>Expense</b>	
Balance	14,959.98
Bank Service Char...	124.85
Insurance	344.00
	<hr/>
<b>Total Expense</b>	<b>15,428.83</b>
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<b>Net Ordinary Income</b>	<b>-15,428.83</b>
	<hr/>
<b>Net Income</b>	<b>-15,428.83</b>
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**US National Telecom, Inc.**  
**Notes to Financial Statements (Unaudited)**

**Note 1 Basis of Presentation**

The accompanying unaudited financial statements of US National Telecom, Inc. have been prepared in accordance with accounting principles generally accepted in the United States of America and the rules and regulations of the United States Securities and Exchange Commission for interim financial information. Accordingly, they do not include all the information and footnotes necessary for a comprehensive presentation of financial position and results of business operations.

It is management's opinion, however, that all material adjustments have been made which are necessary for a fair statement presentation. The results for the interim period are not necessarily indicative of the results to be expected for the year.

**Note 2 Nature of Operations and Summary of Significant Accounting Policies**

US National telecom, Inc ("The Company") was incorporated in the State of Florida in May 1999.

**A) Nature of Operations**

US National Telecom's operating focus has been on investing in the real estate market in the form of financing and direct ownership of cash flow real estate through its subsidiary. The Company previous to this was involved in the telecommunication industry except radio. The previous name held by the Company was Yi Wan group.

The Company is a development stage company and therefore has limited revenues from operations. The Company plans to invest in the real estate market over the next two to three years via the sale of restricted stock.

**B) Concentration of Credit Risk**

Financial instruments that potentially subject the Company to concentration of credit risk had consisted principally of investments in available for sale marketable securities.

**C) Net Loss per Share**

"Earnings per Share" SFAS requires companies with complex capital structures or common stock equivalents to present both basic and diluted earnings per share ("EPS") on the face of the income statement. Basic EPS is calculated as the income or loss available to common stockholders divided by

the weighted average number of common shares outstanding during the period. Diluted EPS is calculated using the "if converted" method for common share equivalents such as convertible securities and options and warrants outstanding. The accompanying basic and diluted EPS computations are the same since inclusion of any common stock equivalents in the diluted computation for periods with a net loss would be anti-dilutive. For periods with net income, basic and diluted EPS are the same since there were no dilutive securities outstanding other than the preferred stock which is restricted. At September 30, 2011, there were no common stock equivalents outstanding which may dilute future earnings per share. Preferred stock issued in the past may dilute earnings per share when converted.

**D) Use of Estimates**

Our financial statements are prepared in accordance with generally accepted accounting principles in the United States ("GAAP"). These accounting principles require us to make certain estimates, judgments and assumptions. We believe that the estimates, judgments and assumptions upon which we rely are reasonable based upon financial information available to us at the time that these estimates, judgments and assumptions are made. These estimates, judgments and assumptions can affect the reported amounts of assets and liabilities as of the date of our financial statements as well as the reported amounts of revenues and expenses during the periods presented. Our financial statements would be affected to the extent there are material differences between these estimates and actual financial results. In many circumstances, the accounting treatment of a particular transaction is specifically dictated by GAAP and does not require management's judgment in its application. There are also areas in which management's judgment in selecting any available alternative would not produce a materially different result.

**E) Allowance for Bad Debt**

Based on the review of accounts by management, we do not require an allowance for bad debt at this time. In the case that customers open invoices are deemed uncollectable, Legal judgments would be pursued against the customers to recover funds that are due.

**F) Equipment**

The company does not have equipment. If equipment is acquired Depreciation would be provided over the estimated lives of the assets principally on the declining-balance method.

**G) Intangible Assets**

The company has not entered into any agreements that would require intangible assets to be listed. If so the investment would be Amortized straight line over 15 years.

**H) Lease for Office Space**

## **US National Telecom**

**A lease was entered into with Regus in 2009. The office is located in Miami Florida; the amount of Lease currently is \$65 per month and is a 6 month period that can be extended indefinitely. Lease space in North central Florida is being located and will be leased upon the company receiving funds to perform and operate its business successfully.**

### **Note 3 Income Taxes**

**There were no federal or state income taxes due. This is the direct result of the company operating at a net income loss that is carried forward.**

**During the three months ended June 30, 2011 the Company reported net ordinary loss of \$1,707. The Company has not recorded a provision for federal income taxes since the tax effect of the net operating loss carry forward exceeded the provision.**

**The Company has a net operating loss carry forward of \$212,706 available at December 31, 2010 to offset future taxable income and a capital loss carry forward of \$473,377.**