

# **Disclosure Statement Pursuant to the Pink Basic Disclosure Guidelines**

**Sixty Six Oilfield Services, Inc.**

**1248 Fern Forest Run**

**Oviedo, FL 32765**

**Website - none**

**SIC Code - 64209**

**Annual Report**

**For the Period Ending: December 31, 2021**  
(the "Reporting Period")

As of December 31, 2021, the number of shares outstanding of our Common Stock was:

699,991,000

As of September 30, 2021, the number of shares outstanding of our Common Stock was:

699,991,000

As of December 31, 2020, the number of shares outstanding of our Common Stock was:

699,991,000

Indicate by check mark whether the company is a shell company (as defined in Rule 405 of the Securities Act of 1933 and Rule 12b-2 of the Exchange Act of 1934):

Yes: ☒ No: ☐

Indicate by check mark whether the company's shell status has changed since the previous reporting period:

Yes: ☐ No: ☒

Indicate by check mark whether a Change in Control<sup>1</sup> of the company has occurred over this reporting period:

Yes: ☐ No: ☒

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<sup>1</sup> "Change in Control" shall mean any events resulting in:

(i) Any "person" (as such term is used in Sections 13(d) and 14(d) of the Exchange Act) becoming the "beneficial owner" (as defined in Rule 13d-3 of the Exchange Act), directly or indirectly, of securities of the Company representing fifty percent (50%) or more of the total voting power represented by the Company's then outstanding voting securities;

(ii) The consummation of the sale or disposition by the Company of all or substantially all of the Company's assets;

(iii) A change in the composition of the Board occurring within a two (2)-year period, as a result of which fewer than a majority of the directors are directors immediately prior to such change; or

(iv) The consummation of a merger or consolidation of the Company with any other corporation, other than a merger or consolidation which would result in the voting securities of the Company outstanding immediately prior thereto continuing to represent (either by remaining outstanding or by being converted into voting securities of the surviving entity or its parent) at least fifty percent (50%) of the total voting power represented by the voting securities of the Company or such surviving entity or its parent outstanding immediately after such merger or consolidation.

**1) Name and address(es) of the issuer and its predecessors (if any)**

In answering this item, provide the current name of the issuer any names used by predecessor entities, along with the dates of the name changes.

We changed our name to Progress Watch Corporation, Inc. from Travel Masters, on May 11, 1999.

We changed our name to Mobile Broadcasting Holding, Inc. from Progress Watch Corporation on May 27, 2014.

We changed our name to Medically Minded, Inc. from Mobile Broadcasting Holding, Inc. on December 31, 2015.

We engaged in a holding company reorganization with Medically Minded Holding Corp. in which we changed our name to Medically Minded Holding Corp. from Medically Minded, Inc. on December 23, 2016.

We changed our name to Sixty Six Oilfield Services, Inc. from Medically Minded Holding Corp. on March 30, 2017.

We changed our name to Six Six Five Energy, Inc. from Sixty Six Oilfield Services, Inc. on September 21, 2018

We redomiciled to Florida on December 13, 2019 with Articles of Incorporation that changed our name to Zimmerman BioPharma Holding, Inc.

We change our name back to Sixty Six Oilfield Services, Inc.

The state of incorporation or registration of the issuer and of each of its predecessors (if any) during the past five years; Please also include the issuer's current standing in its state of incorporation (e.g. active, default, inactive):

We were incorporated in Nevada on April 12, 1994.

Reincorporated in Florida in 2021

Describe any trading suspension orders issued by the SEC concerning the issuer or its predecessors since inception:

None

List any stock split, stock dividend, recapitalization, merger, acquisition, spin-off, or reorganization either currently anticipated or that occurred within the past 12 months:

None

The address(es) of the issuer's principal executive office:

1248 Fern Forest Run  
Oviedo, FL 32765

The address(es) of the issuer's principal place of business:

*Check box if principal executive office and principal place of business are the same address:* ☒

\_\_\_\_\_

Has the issuer or any of its predecessors been in bankruptcy, receivership, or any similar proceeding in the past five years?

Yes: ☐

No: ☒

If this issuer or any of its predecessors have been the subject of such proceedings, please provide additional details in the space below:

## 2) Security Information

Trading symbol: SSOF  
Exact title and class of securities outstanding: Common  
CUSIP: 83012L 105  
Par or stated value: .001

Total shares authorized: 1,000,000,000 as of date: December 31, 2021  
Total shares outstanding: 699,991,000 as of date: December 31, 2021  
Number of shares in the Public Float<sup>2</sup>: 533,422,641 as of date: December 31, 2021  
Total number of shareholders of record: 333 as of date: December 31, 2021

*All additional class(es) of publicly traded securities (if any):*

Trading symbol: \_\_\_\_\_  
Exact title and class of securities outstanding: SeriesA-1\*  
CUSIP: \_\_\_\_\_  
Par or stated value: .001  
Total shares authorized: 10,000,000 as of date: December 31, 2021  
Total shares outstanding: 750,000 as of date: December 31, 2021

### Transfer Agent

Name: Pacific Stock Transfer Company  
Phone: 702-361-3033  
Email: Paul Bednar <paul@pacificstocktransfer.com>  
Address: 6725 Via Austi Pkwy., Ste. 300, Las Vegas, NV 89119

Is the Transfer Agent registered under the Exchange Act?<sup>3</sup> Yes: ☒ No: ☐

## 3) Issuance History

The goal of this section is to provide disclosure with respect to each event that resulted in any direct changes to the total shares outstanding of any class of the issuer's securities **in the past two completed fiscal years and any subsequent interim period**.

Disclosure under this item shall include, in chronological order, all offerings and issuances of securities, including debt convertible into equity securities, whether private or public, and all shares, or any other securities or options to acquire such securities, issued for services. Using the tabular format below, please describe these events.

### **A. Changes to the Number of Outstanding Shares**

<sup>2</sup> "Public Float" shall mean the total number of unrestricted shares not held directly or indirectly by an officer, director, any person who is the beneficial owner of more than 10 percent of the total shares outstanding (a "control person"), or any affiliates thereof, or any immediate family members of officers, directors and control persons.

<sup>3</sup> To be included in the Pink Current Information tier, the transfer agent must be registered under the Exchange Act.

Check this box to indicate there were no changes to the number of outstanding shares within the past two completed fiscal years and any subsequent periods: ☒

Shares Outstanding as of Second Most Recent Fiscal Year End: <u>Opening Balance</u> Date <u>9.1.18</u> Common: <u>699,991,000</u> Preferred: <u>750,000</u>			*Right-click the rows below and select "Insert" to add rows as needed.						
Date of Transaction	Transaction type (e.g. new issuance, cancellation, shares returned to treasury)	Number of Shares Issued (or cancelled)	Class of Securities	Value of shares issued (\$/per share) at issuance	Were the shares issued at a discount to market price at the time of issuance? (Yes/No)	Individual/ Entity Shares were issued to (entities must have individual with voting / investment control disclosed).	Reason for share issuance (e.g. for cash or debt conversion) -OR- Nature of Services Provided	Restricted or Unrestricted as of this filing.	Exemption or Registration Type.
_____	_____	_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____	_____	_____
Shares Outstanding on Date of This Report: <u>Ending Balance</u> Date <u>06.30.21</u> Common: <u>699,991,000</u> Preferred: <u>750,000</u>									

**Example:** A company with a fiscal year end of December 31<sup>st</sup>, in addressing this item for its quarter ended September 30, 2020, would include any events that resulted in changes to any class of its outstanding shares from the period beginning on January 1, 2018 through September 30, 2020 pursuant to the tabular format above.

Use the space below to provide any additional details, including footnotes to the table above:

\*The Series A-1 Preferred Stock has a right to vote 80% of all votes case and is convertible into 80% of common stock.

## B. Debt Securities, Including Promissory and Convertible Notes

Use the chart and additional space below to list and describe all outstanding promissory notes, convertible notes, convertible debentures, or any other debt instruments that may be converted into a class of the issuer's equity securities.

Check this box if there are no outstanding promissory, convertible notes or debt arrangements: ☒

Date of Note Issuance	Outstanding Balance (\$)	Principal Amount at Issuance (\$)	Interest Accrued (\$)	Maturity Date	Conversion Terms (e.g. pricing mechanism for determining conversion of instrument to shares)	Name of Noteholder (entities must have individual with voting / investment control disclosed).	Reason for Issuance (e.g. Loan, Services, etc.)
_____	_____	_____	_____	_____	_____	_____	_____

_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____

Use the space below to provide any additional details, including footnotes to the table above:

\_\_\_\_\_

#### 4) Financial Statements

A. The following financial statements were prepared in accordance with:

- ☒ U.S. GAAP  
☐ IFRS

B. The financial statements for this reporting period were prepared by (name of individual)<sup>4</sup>:

Name: Caren Currier  
Title: Consultant  
Relationship to Issuer: Independent contractor

Provide the financial statements described below for the most recent fiscal year or quarter. For the initial disclosure statement (qualifying for Pink Current Information for the first time) please provide reports for the two previous fiscal years and any subsequent interim periods.

- C. Balance sheet;
- D. Statement of income;
- E. Statement of cash flows;
- F. Statement of Retained Earnings (Statement of Changes in Stockholders' Equity)
- G. Financial notes; and
- H. Audit letter, if audited

You may either (i) attach/append the financial statements to this disclosure statement or (ii) file the financial statements through OTCIQ as a separate report using the appropriate report name for the applicable period end. ("Annual Report," "Quarterly Report" or "Interim Report").

If you choose to publish the financial statements in a separate report as described above, you must state in the accompanying disclosure statement that such financial statements are incorporated by reference. You may reference the document(s) containing the required financial statements by indicating the document name, period end date, and the date that it was posted to OTCIQ in the field below. Financial Statements must be compiled in one document.

\_\_\_\_\_

Financial statement information is considered current until the due date for the subsequent report (as set forth in the qualifications section above). To remain qualified for Current Information, a company must post its Annual Report within 90 days from its fiscal year-end date and Quarterly Reports within 45 days of each fiscal quarter-end date.

<sup>4</sup> The financial statements requested pursuant to this item must be prepared in accordance with US GAAP or IFRS by persons with sufficient financial skills.

## 5) Issuer's Business, Products and Services

The purpose of this section is to provide a clear description of the issuer's current operations. In answering this item, please include the following:

- A. Summarize the issuer's business operations (If the issuer does not have current operations, state "no operations")

No Operations

- B. Please list any subsidiaries, parents, or affiliated companies.

None

- C. Describe the issuers' principal products or services.

Sixty Six Oilfield Services, Inc. is an Energy and Resource holding company

## 6) Issuer's Facilities

The goal of this section is to provide a potential investor with a clear understanding of all assets, properties or facilities owned, used or leased by the issuer and the extent in which the facilities are utilized.

In responding to this item, please clearly describe the assets, properties or facilities of the issuer, give the location of the principal plants and other property of the issuer and describe the condition of the properties. If the issuer does not have complete ownership or control of the property (for example, if others also own the property or if there is a mortgage on the property), describe the limitations on the ownership.

If the issuer leases any assets, properties or facilities, clearly describe them as above and the terms of their leases.

None

## 7) Company Insiders (Officers, Directors, and Control Persons)

The goal of this section is to provide an investor with a clear understanding of the identity of all the persons or entities that are involved in managing, controlling or advising the operations, business development and disclosure of the issuer, as well as the identity of any significant or beneficial shareholders.

Using the tabular format below, please provide information, as of the period end date of this report, regarding any person or entity owning 5% or more of any class of the issuer's securities, as well as any officer, and any director of the company, or any person that performs a similar function, regardless of the number of shares they own. **If any insiders listed are corporate shareholders or entities, provide the name and address of the person(s) beneficially owning or controlling such corporate shareholders, or the name and contact information (City, State) of an individual representing the corporation or entity in the note section.**

Name of Officer/Director or Control Person	Affiliation with Company (e.g. Officer Title /Director/Owner of more than 5%)	Residential Address (City / State Only)	Number of shares owned	Share type/class	Ownership Percentage of Class Outstanding	Note

<u>Daniel Sobolewski</u>	<u>Officer</u>	<u>Oviedo, FL 32765</u>				_____
<u>Kenneth Bland</u>	<u>5%</u>	<u>Edison, NJ</u>	750,000	Series A-1*	100%	_____
_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____

**\*The Series A-1 Preferred Stock has a right to vote 80% of all votes cast and is convertible into 80% of common stock.**

## 8) Legal/Disciplinary History

A. Please identify whether any of the persons or entities listed above have, in the past 10 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

B. Describe briefly any material pending legal proceedings, other than ordinary routine litigation incidental to the business, to which the issuer or any of its subsidiaries is a party or of which any of their property is the subject. Include the name of the court or agency in which the proceedings are pending, the date instituted, the principal parties thereto, a description of the factual basis alleged to underlie the proceeding and the relief sought. Include similar information as to any such proceedings known to be contemplated by governmental authorities.

Judgement was entered against the Company in or about August 2020 for approximately \$605,000, subject to increase for attorney's fees and pre and post judgment interest. This is recorded as Lawsuit expense on the income statement and lawsuit liability in liabilities on the balance sheet.

## 9) Third Party Providers

Please provide the name, address, telephone number and email address of each of the following outside providers:

### Securities Counsel

Name: TBD  
Firm: \_\_\_\_\_  
Address 1: \_\_\_\_\_  
Address 2: \_\_\_\_\_  
Phone: \_\_\_\_\_  
Email: \_\_\_\_\_

### Accountant or Auditor

Name: \_\_\_\_\_  
Firm: \_\_\_\_\_  
Address 1: \_\_\_\_\_  
Address 2: \_\_\_\_\_  
Phone: \_\_\_\_\_  
Email: \_\_\_\_\_

### Investor Relations

Name: \_\_\_\_\_  
Firm: \_\_\_\_\_  
Address 1: \_\_\_\_\_  
Address 2: \_\_\_\_\_  
Phone: \_\_\_\_\_  
Email: \_\_\_\_\_

### Other Service Providers

Provide the name of any other service provider(s) that **that assisted, advised, prepared or provided information with respect to this disclosure statement**. This includes counsel, broker-dealer(s), advisor(s) or consultant(s) or provided assistance or services to the issuer during the reporting period.

Name: \_\_\_\_\_  
Firm: \_\_\_\_\_  
Nature of Services: \_\_\_\_\_  
Address 1: \_\_\_\_\_  
Address 2: \_\_\_\_\_  
Phone: \_\_\_\_\_  
Email: \_\_\_\_\_



## 10) Issuer Certification

### *Principal Executive Officer:*

The issuer shall include certifications by the chief executive officer and chief financial officer of the issuer (or any other persons with different titles but having the same responsibilities) in each Quarterly Report or Annual Report.

The certifications shall follow the format below:

I, Daniel Sobolewski certify that:

1. I have reviewed this Annual Disclosure Statement of Sixty Six Oilfield Services, 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 respects the financial condition, results of operations and cash flows of the issuer as of, and for, the periods presented in this disclosure statement.

February 19, 2022 [Date]

/s/Daniel Sobolewski [CEO's Signature]

(Digital Signatures should appear as "/s/ [OFFICER NAME]")

### *Principal Financial Officer:*

I, Daniel Sobolewski certify that:

1. I have reviewed this Annual Disclosure Statement of Sixty Six Oilfield Services, 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 respects the financial condition, results of operations and cash flows of the issuer as of, and for, the periods presented in this disclosure statement.

February 19, 2022 [Date]

/s/Daniel Sobolewski [CFO's Signature]

(Digital Signatures should appear as "/s/ [OFFICER NAME]")

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Accrual Basis

**SIXTY SIX OILFIELD SERVICES INC.**  
**Balance Sheet Prev Year Comparison**  
**As of December 31, 2021**

	Dec 31, 21	Dec 31, 20
<b>ASSETS</b>	0.00	0.00
<b>LIABILITIES &amp; EQUITY</b>		
<b>Liabilities</b>		
<b>Current Liabilities</b>		
<b>Accounts Payable</b>		
*Accounts Payable	8,151.51	0.00
<b>Total Accounts Payable</b>	8,151.51	0.00
<b>Other Current Liabilities</b>		
Legal Judgement Liability	605,000.00	605,000.00
<b>Total Other Current Liabilities</b>	605,000.00	605,000.00
<b>Total Current Liabilities</b>	613,151.51	605,000.00
<b>Total Liabilities</b>	613,151.51	605,000.00
<b>Equity</b>		
Common Stock	699,000.00	699,000.00
Preferred Stock	10,000.00	10,000.00
Retained Earnings	-1,314,000.00	-709,000.00
Net Income	-8,151.51	-605,000.00
<b>Total Equity</b>	-613,151.51	-605,000.00
<b>TOTAL LIABILITIES &amp; EQUITY</b>	<b>0.00</b>	<b>0.00</b>

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Accrual Basis

**SIXTY SIX OILFIELD SERVICES INC.**  
**Profit & Loss Prev Year Comparison**  
**October through December 2021**

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	<u>Oct - Dec 21</u>	<u>Oct - Dec 20</u>
Ordinary Income/Expe...		
Expense		
Transfer Agent	8,151.51	0.00
Total Expense	8,151.51	0.00
Net Ordinary Income	-8,151.51	0.00
Net Income	<u><u>-8,151.51</u></u>	<u><u>0.00</u></u>

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02/19/22

Accrual Basis

**SIXTY SIX OILFIELD SERVICES INC.**  
**Profit & Loss Prev Year Comparison**  
**January through December 2021**

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	Jan - Dec 21	Jan - Dec 20
Ordinary Income/Expense		
Expense		
Transfer Agent	8,151.51	0.00
Total Expense	8,151.51	0.00
Net Ordinary Income	-8,151.51	0.00
Other Income/Expense		
Other Expense		
Net Gain/Loss on Ass...	0.00	605,000.00
Total Other Expense	0.00	605,000.00
Net Other Income	0.00	-605,000.00
Net Income	<u>-8,151.51</u>	<u>-605,000.00</u>

**SIXTY SIX OILFIELD SERVICES INC.****Statement of Cash Flows**October through December 2021

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	<u>Oct - Dec 21</u>
<b>OPERATING ACTIVITIES</b>	
Net Income	-8,151.51
Adjustments to reconcile Net Income to net cash provided by operations:	
*Accounts Payable	<u>8,151.51</u>
Net cash provided by Operating Activities	<u>0.00</u>
Net cash increase for period	<u>0.00</u>
Cash at end of period	<u><u>0.00</u></u>

**SIXTY SIX OILFIELD SERVICES INC.****Statement of Cash Flows**January through December 2021

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	<u>Jan - Dec 21</u>
<b>OPERATING ACTIVITIES</b>	
Net Income	-8,151.51
Adjustments to reconcile Net Income to net cash provided by operations:	
*Accounts Payable	<u>8,151.51</u>
Net cash provided by Operating Activities	<u>0.00</u>
Net cash increase for period	<u>0.00</u>
Cash at end of period	<u><u>0.00</u></u>

## **Sixty Six Oilfield Services, Inc.**

Condensed Statement of Changes in Stockholders' Deficit  
(unaudited)

	Common Stock A		Preferred Stock		Accumulated	
	Shares	Amount	Shares	Amount	Deficit	Total
<b>Balance, December 31, 2018</b>	699,991,000	699,000	10,000,000	10,000	2,479,000	7,588,000
Net loss for the period ended September 30, 2019					(7,588,000)	(7,588,000)
<b>Balance, September 30, 2019</b>	699,991,000	699,000	10,000,000	10,000	(5,109,000)	0
Net loss for the period ended December 31, 2019					4,400,000	
<b>Balance, December 31, 2019</b>	699,991,000	699,000	10,000,000	10,000	(709,000)	0
Net loss for the period ended March 31, 2020						
<b>Balance, March 31, 2020</b>	699,991,000	699,000	10,000,000	10,000	(709,000)	0
Net loss for the period ended June 30, 2020						
<b>Balance, June 30, 2020</b>	699,991,000	699,000	10,000,000	10,000	(709,000)	0
Net loss for the period ended September 30, 2020					(605,000)	(605,000)
<b>Balance, September 30, 2020</b>	699,991,000	699,000	10,000,000	10,000	(1,314,000)	(605,000)
Net loss for the period ended December 31, 2020						
<b>Balance, December 31, 2020</b>	699,991,000	699,000	10,000,000	10,000	(1,314,000)	(605,000)
Net loss for the period ended March 31, 2021						
<b>Balance, March 31, 2021</b>	699,991,000	699,000	10,000,000	10,000	(1,314,000)	(605,000)
Net loss for the period ended June 30, 2021						
<b>Balance, June 30, 2021</b>	699,991,000	699,000	10,000,000	10,000	(1,314,000)	(605,000)
Net loss for the period ended September 30, 2021						
<b>Balance, September 30, 2021</b>	699,991,000	699,000	10,000,000	10,000	(1,314,000)	(605,000)
Net loss for the period ended December 31, 2021					(8,182)	(8,182)
<b>Balance, December 31, 2021</b>	699,991,000	699,000	10,000,000	10,000	(1,322,182)	(613,182)

The accompanying notes are an integral part of these unaudited condensed financial statements.

SIXTY SIX OILFIELD SERVICES, INC.  
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (UNAUDITED)  
Period Ended December 31, 2021

## 1. SUMMARY DESCRIPTION OF BUSINESS

**General Development and Narrative Description of Business** –As used herein, the “Company” means Sixty Six Oilfield Services, Inc. a holding company.

## 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

**Revenue Recognition** –Revenues are generally recognized when the products are shipped to the customers.

**Inventories** – Inventories are measured at the lower of cost and net realizable value. The cost of inventory is based on the weighted average principle for finished goods and on the standard cost principle for raw materials and work-in-progress for inventories that are manufactured. Cost includes expenditure incurred in acquiring the inventories, production or conversion costs and other costs incurred in bringing them to their existing location and condition. In the case of manufactured inventories and work in progress, cost includes an appropriate share of production overheads based on normal operating capacity. Net realizable value is the estimated selling price in the ordinary course of business, less the estimated cost of completion and selling expenses.

**Cash and Cash Equivalents** - All highly liquid investments with original maturities of nine months or less are classified as cash and cash equivalents. The fair value of cash and cash equivalents approximates the amounts shown on the financial statements.

**Use of Estimates** - The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. These estimates and assumptions are used in, but not limited to, certain receivables and accounts payable and the provision for uncertain liabilities. Actual results could differ materially from those estimates.

**Income Taxes** - The Company is subject to income taxes in the United States. Income tax expense (benefit) is provided for using the asset and liability method. Deferred income taxes are recognized at currently enacted tax rates for the expected future tax consequences attributable to temporary differences between amounts reported for income tax purposes and financial reporting purposes. Deferred taxes are provided for the undistributed earnings as if they were to be distributed. The tax rate for the period ended December 31, 2018 is affected by the estimated valuation allowance against the Company's deferred tax assets. The Company regularly reviews its deferred tax assets for recoverability taking into consideration such factors as recurring operating losses, projected future taxable income and the expected timing of the reversals of existing temporary differences. The authoritative guidance issued by the FASB requires the Company to record a valuation allowance when it is more likely than not that some portion or all of the deferred tax assets will not be realized. In determining a conclusion that a valuation allowance is not needed is difficult when there is negative evidence such as cumulative losses in recent years. Based on the level of deferred tax assets as of December 31, 2019 the level of historical losses realized and the fact that the Company not filed any income tax returns until recently, the Company has determined that the uncertainty regarding the realization of these assets is sufficient to warrant the establishment of a full valuation allowance against the Company's net deferred tax assets.

**Recently Adopted Accounting Standards** - The Company has adopted all recently issued accounting pronouncements. The adoption of the accounting pronouncements, include those not yet effective, is not anticipated to have a material effect on the financial position or results of operation of the Company.

## 3. SHAREHOLDERS' EQUITY

At December 31, 2021 the total number of shares of all classes of stock, which the Company shall have authority to issue is 710,000,000, consisting of 700,000,000 common shares and 10,000,000 preferred shares. The Company has designated 3,000,000 as Series A-1 Preferred Shares which has voting rights and is convertible into Common Stock equal to 80% of the total issued and outstanding common stock at the time of vote and conversion.

The Company has no stock-based compensation plans for employees and non-employee members of the Board of Directors.



#### **4. COMMITMENTS AND CONTINGENCIES**

The Company has no commitments or contingencies.

#### **5. LITIGATION**

Judgement was entered against the Company in or about August 2020 for approximately \$605,000, subject to increase for attorney's fees and pre and post judgment interest. This is recorded as Lawsuit expense on the income statement and lawsuit liability in liabilities on the balance sheet.

#### **6. CONTRACTUAL ARRANGEMENTS**

The Company has no contractual arrangements.

#### **7. SUBSEQUENT EVENTS**

Judgement was entered against the Company in or about August 2020 for approximately \$605,000, subject to increase for attorney's fees and pre and post judgment interest. This is recorded as Lawsuit expense on the income statement and lawsuit liability in liabilities on the balance sheet. The previous management is in the processing of negotiating and settling debt and will be disclosed next reporting period.