



Annual Reports

Years Ending June 30, 2020 & 2019

Issued 9/30/2020

THE O.T. MINING CORPORATION
(An Exploration Stage Enterprise)
Unaudited Balance Sheets

For Years Ended June 30, 2020 and 2019
In U.S. Dollars

		June 30 2020	June 30 2019
ASSETS			
CURRENT ASSETS			
Cash	\$	1,952	3,275
Total Current Assets		<u>1,952</u>	<u>3,275</u>
 MINERAL PROPERTIES AND CLAIMS		502,565	502,565
TOTAL ASSETS	\$	<u><u>504,517</u></u>	<u><u>505,840</u></u>
LIABILITIES AND STOCKHOLDERS' EQUITY			
CURRENT LIABILITIES			
Accounts Payable	\$	132,951	125,270
Deposit on Lease		700	700
Loans Payable		440,201	358,918
Related Party Loan Payable		<u>368,118</u>	<u>323,657</u>
Total Current Liabilities		<u>941,971</u>	<u>808,545</u>
 COMMITMENTS AND CONTINGENCIES		-	-
 STOCKHOLDERS' EQUITY			
Preferred Stock, \$0.01 par value; 5,000,000 shares authorized, no shares issued and outstanding		-	-
Common Stock, no par value; 200,000,000 shares authorized, 30,888,361 and 30,888,361 shares issued and outstanding, respectively		21,274,243	21,274,243
Share Subscriptions		128,842	123,949
Accumulated Deficit		<u>(21,840,539)</u>	<u>(21,700,896)</u>
Total Stockholders' Equity		<u>(437,454)</u>	<u>(302,704)</u>
 TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY	\$	<u><u>504,517</u></u>	<u><u>505,840</u></u>

Approved by the Board,

_____, Director

_____, Director

THE O.T. MINING CORPORATION
(An Exploration Stage Enterprise)
Unaudited Statement of Operations
For Years Ended June 30, 2020 and 2019
In U.S. Dollars

	Three Months Ended June 30		Years Ended June 30	
	2020	2019	2020	2019
REVENUES	\$ -	\$ -	\$ -	\$ -
GENERAL AND ADMINISTRATIVE EXPENSES				
Exploration and development	-	-	39,105	45,105
Office services	15,000	22,034	70,095	82,355
Professional fees	-	11,411	894	24,846
Corporate services	-	-	6,500	6,050
Field services	3,352	2,856	3,646	7,458
Insurance	-	-	1,691	-
Travel	-	-	6,050	-
Total Expenses	<u>18,352</u>	<u>36,301</u>	<u>127,981</u>	<u>165,814</u>
LOSS FROM OPERATIONS	<u>(18,352)</u>	<u>(36,301)</u>	<u>(127,981)</u>	<u>(165,814)</u>
OTHER INCOME (LOSS)				
Rent income	-	-	1,200	1,200
Interest income/expense	(3,249)	(4,220)	(13,273)	(14,791)
Foreign exchange gain/loss	46	(3)	411	563
Total Other Income (Loss)	<u>(3,204)</u>	<u>(4,224)</u>	<u>(11,662)</u>	<u>(13,029)</u>
LOSS BEFORE TAXES	(21,556)	(40,525)	(139,643)	(178,843)
INCOME TAXES	-	-	-	-
NET LOSS	<u>(21,556)</u>	<u>(40,525)</u>	<u>(139,643)</u>	<u>(178,843)</u>
NET LOSS PER COMMON SHARE				
BASIC	\$ (0.001)	\$ (0.001)	\$ (0.005)	\$ (0.006)
DILUTED	\$ (0.001)	\$ (0.001)	\$ (0.005)	\$ (0.006)
WEIGHTED AVERAGE NUMBER OF COMMON SHARES OUTSTANDING,				
BASIC	30,888,361	30,888,361	30,888,361	30,888,361
DILUTED	30,888,361	30,888,361	30,888,361	30,888,361

THE O.T. MINING CORPORATION
(An Exploration Stage Enterprise)
Unaudited Statement of Cash Flows

For Years Ended June 30, 2020 and 2019
In U.S. Dollars

	Three Months Ended June 30		Years Ended June 30	
	2020	2019	2020	2019
CASH FLOWS FROM OPERATING ACTIVITIES:				
Net loss	\$ (21,556)	\$ (40,525)	\$ (139,643)	\$ (178,843)
Adjustments to reconcile net loss to net cash provided (used) by operating activities:				
Accounts payable	-	13,300	7,682	25,631
Deposit	-	-	-	-
Net cash provided (used) by operating activities	\$ (21,556)	\$ (27,225)	\$ (131,961)	\$ (153,211)
CASH FLOWS FROM INVESTING ACTIVITIES:				
Net cash provided (used) by investing activities	-	-	-	-
CASH FLOWS FROM FINANCING ACTIVITIES:				
Loans payable	9,237	12,667	81,283	91,504
Related party loan payable	12,291	15,858	44,461	52,632
Stock subscriptions	-	644	4,893	10,803
Issuance of common stock	-	-	-	-
Prior year adjustment	-	-	-	-
Net cash provided (used) by financing activities	\$ 21,528	\$ 29,170	\$ 130,638	\$ 154,938
Net increase (decrease) in cash	(28)	1,945	(1,323)	1,727
Cash, beginning of period	\$ 1,980	\$ 1,330	\$ 3,275	\$ 1,548
Cash, end of period	\$ 1,952	\$ 3,275	\$ 1,952	\$ 3,275
SUPPLEMENTAL CASH FLOW DISCLOSURE:				
Income taxes paid	\$ -	\$ -	\$ -	\$ -
Interest paid	\$ 3,249	\$ 4,220	\$ 13,273	\$ 14,791

The O.T Mining Corporation

Consolidated Statement of Changes in Shareholder's Equity

For the periods ended June 30, 2020, and June 30, 2019 and June 30, 2018

(in U.S. Dollars)

	Share Capital		Subscriptions		Contributed Surplus	Warrants Reserve	Deficit	Accumulated Other Comprehensive Income	Total Equity
	Number	Amount	Number	Amount					
		\$			\$		\$		\$
Balance as at March 31, 2020	30,888,361	21,274,243	1,610,525	128,842	-	-	(21,818,983)	-	(415,898)
Restatement	-	-	-	-	-	-	-	-	-
Net earnings (loss) for the period	-	-	-	-	-	-	(21,556)	-	(21,556)
Subscriptions Received	-	-	-	-	-	-	-	-	-
Fair value of warrants granted	-	-	-	-	-	-	-	-	-
Expired warrants for the period	-	-	-	-	-	-	-	-	-
Balance as at June 30, 2020	30,888,361	21,274,243	1,610,525	128,842	-	-	(21,840,539)	-	(437,454)
		\$			\$		\$		\$
Balance as at June 30, 2019	30,888,361	21,274,243	1,549,362	123,949	-	-	(21,700,896)	-	(302,704)
Restatement	-	-	-	-	-	-	-	-	-
Net earnings (loss) for the period	-	-	-	-	-	-	(139,643)	-	(139,643)
Subscriptions Received	-	-	61,168	4,893	-	-	-	-	4,893
Fair value of warrants granted	-	-	-	-	-	-	-	-	-
Expired warrants for the period	-	-	-	-	-	-	-	-	-
Balance as at June 30, 2020	30,888,361	21,274,243	1,610,529	128,842	-	-	(21,840,539)	-	(437,454)
		\$			\$		\$		\$
Balance as at June 30, 2018	30,888,361	21,274,243	1,414,329	113,146	-	-	(21,522,054)	-	(134,664)
Restatement	-	-	-	-	-	-	-	-	-
Net earnings (loss) for the period	-	-	-	-	-	-	(178,843)	-	(178,843)
Subscriptions Received	-	-	135,033	10,803	-	-	-	-	10,803
Fair value of warrants granted	-	-	-	-	-	-	-	-	-
Expired warrants for the period	-	-	-	-	-	-	-	-	-
Balance as at Jun 30, 2019	30,888,361	21,274,243	1,549,362	123,949	-	-	(21,700,896)	-	(302,704)

See accompanying notes to consolidated financial statements.

THE O.T. MINING CORPORATION
(An Exploration Stage Enterprise)
NOTES TO THE UNAUDITED FINANCIAL STATEMENTS
JUNE 30, 2020

NOTE 1 - ORGANIZATION AND DESCRIPTION OF BUSINESS

The O.T. Mining Corporation (the Company or OT) was incorporated in September of 1980 under the laws of the State of Montana as Ruby Resources of Montana Inc. for the purpose of acquiring and developing economic ore bodies. In May 1987, the Company changed its name to The O.T. Mining Corporation. The Company has elected a June 30 fiscal year-end. The Company is in the exploration stage, as it has not realized any significant revenues from its planned mining operations in Jefferson Country, Montana.

NOTE 2 -SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

This summary of significant accounting policies is presented to assist in understanding the Company's financial statements. The financial statements and notes are representations of the Company's management, which is solely responsible for their integrity and objectivity. The accounting policies applied in the preparation of the financial statements conform to accounting principles generally accepted in the United States of America and have been consistently applied in the preparation of the financial statements.

Accounting Method

The Company uses the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America.

Cash Equivalents

The Company considers all highly liquid investments with maturity of three months or less when purchased to be cash equivalents.

Concentration of Risk

The Company maintains its cash in a commercial bank in Kalispell, Montana. The accounts are guaranteed by the Federal Deposit Insurance Corporation (FDIC) up to \$250,000. At September 30, 2020, the Company did not exceed the FDIC insured limits.

Earnings Per Share

The Company calculates "basic" and "diluted" earnings per share. Basic earnings per share includes no dilution and is computed by dividing net income available to common shareholders by the weighted average common shares outstanding for the period. Diluted earnings per share reflect the potential dilution of securities that could share in the earnings of an entity similar to fully diluted earnings per share. Although there were common stock equivalents outstanding, they were not included in the calculations of earnings per share because they would have been considered anti-dilutive.

Estimates

The process of preparing financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make use of judgments, estimates and assumptions regarding certain types of assets, liabilities, revenues and expenses and disclosure of contingent assets and liabilities. Such estimates primarily relate to unsettled transactions and events as of the date of the financial statements. Accordingly, upon settlement, actual results may differ from estimated amounts. While management believes that these judgments and estimates are reasonable, actual results could differ from those estimates and could impact future results of comprehensive income and cash flows. The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimate is revised and in future periods.

THE O.T. MINING CORPORATION
(An Exploration Stage Enterprise)
NOTES TO THE UNAUDITED FINANCIAL STATEMENTS
JUNE 30, 2020

Exploration Stage

The Company has been in the exploration stage since its formation in September 1980 and has not yet realized any revenues from its planned operations. It is primarily engaged in the acquisition, exploration and development of natural resource properties. Upon establishing the existence of proven reserves in one of its properties, the Company plans to sell the reserve-containing property for cash or stock or a combination thereof.

Going Concern

These condensed interim consolidated financial statements have been prepared on the basis that the Company will continue as a going concern, which assumes that the Company will be able to meet its commitments, continue activities and realize its assets and discharge its liabilities in the normal course of business for the foreseeable future. During the quarters ended June 30, 2020 and June 30, 2019, the Company incurred net losses of \$21,556 and \$40,525 respectively. At June 30, 2020, the Company's accumulated deficit was \$21,840,539. The Company continues to generate operating losses, has limited financial resources, no source of operating cash flow, and no assurances that sufficient funding, including adequate financing, will be available to conduct further exploration and development of its mineral properties. The Company's ability to continue as a going concern is dependent upon its ability to obtain the financing necessary to fund its mineral properties through borrowing, the issuance of capital stock or joint venture agreements, and to realize future profitable production or proceeds from the disposition of its mineral interests. These material uncertainties may cast significant doubt about the Company's ability to continue as a going concern. Management plans to continue to secure the necessary financing through a combination of debt and equity financing and possibly joint venture arrangements; however, there is no assurance that the Company will be successful in these actions. These financial statements do not give effect to adjustments to the carrying values and classification of assets and liabilities that would be necessary should the Company be unable to continue as a going concern. Such adjustments could be material.

Foreign Currency Translation

As the Company's functional currency is the U.S. Dollar, and all translation gains and losses are transactional, the Company has no assets with value recorded in Canadian Dollars and there is no recognition of other comprehensive income from foreign currency translation in the financial statements.

Foreign Operations

The accompanying balance sheet contains certain recorded Company assets (principally cash) in a foreign country (Canada). Although Canada is considered economically stable, it is always possible that unanticipated events in foreign countries could disrupt the Company's operations.

In early 2020, an O.T. Mining geological engineering team went on site to extensively research proven and probable gold reserves in Algeria. If discussions are fruitful, an M.O.U. encompassing both short term and long term objectives will be signed. A third partner has taken a 9% position of the OT share in exchange for the delivery of over US\$ 2M of specific equipment for the mining operation.

Mineral Exploration and Development Costs

All exploration expenditures are expensed as incurred. Significant property acquisition payments for active exploration properties are capitalized. If no minable ore body is discovered, previously capitalized costs are expensed in the period the property is abandoned. Expenditures to develop new mines, to define further mineralization in existing ore bodies, and to expand the capacity of operating mines, are capitalized and amortized on a units-of-production basis over proven and probable reserves.

Should a property be abandoned, its capitalized costs are charged to operations. The Company charges to operations the allocable portion of capitalized costs attributable to properties sold. Capitalized costs are allocated to properties sold based on the proportion of claims sold to the claims remaining within the project area.

THE O.T. MINING CORPORATION
(An Exploration Stage Enterprise)
NOTES TO THE UNAUDITED FINANCIAL STATEMENTS
JUNE 30, 2020

NOTE 3 - MINERAL PROPERTIES

Ruby Mines Property and Mineral Claims

By agreement dated July 28, 1980, Ruby Resources, Ltd. acquired from Fargo Energy Corporation, a related party, thirteen patented and two hundred ninety-one unpatented mining claims consisting of approximately 9.26 square miles, located in the lowland Mining District of Jefferson County, Montana, USA. The claims were acquired with an encumbrance attached thereto, since discharged by payment of \$66,000. On August 13, 1980, Ruby Resources, Ltd., the parent company, granted a deed to such realty and mineral claims to O.T. Mining Corp. (formerly Ruby Resources of Montana, Inc.) in return for 50,000 shares of the Company's common stock valued at \$102,565. Such shares are presently 400,000 since the Company split its stock at eight shares for each one share owned on June 1, 1987.

The Ruby mine is in section 2 & 11 T5N, R7W on the south slope of Lowland Creek about 14 miles southwest of Basin. As of September 30, 2019, the company maintained thirteen patented and two hundred thirty-seven unpatented mining claims. The property is host to gold, silver and base metals such as copper, lead, zinc, cobalt and molybdenum. The Ruby Mine has a recorded history from 1888 through 1948 of producing 42,184 ounces of gold at a grade of 2.44 ounces per ton ("opt") and 446,565 ounces of silver at a grade of 38.66 opt. The Watts, Griffis & McQuat's initial National Instrument 43-101 report in 2003 recommended additional exploratory drilling work, and the discovery of the porphyry copper system. A subsequent report in 2009 by Fess Foster, Ph.D. (CPG #10687) made similar recommendations to continue drilling. The project has now reached the definitive drilling stage.

The Company's on-site ore processing facilities consist of a flotation mill presently permitted for up to 150 tons of production per day. The building of approximately 180 by 50 feet contains offices, laboratories, facilities for core splitting and storage, welding repairs, equipment storage and a staging area for exploration programs.

NOTE 4 – SHAREHOLDERS EQUITY

a) PREFERRED STOCK

The Company is authorized to issue 5,000,000 shares of \$0.01 par value preferred stock. The board of directors of the Company has the authority to issue shares of preferred stock from time to time in one or more classes or series, which may have such voting power, full or limited as fixed by the board of directors. The board of directors may also fix the terms of any such series or class, including dividend rights, dividend rates, conversion, exchange, voting rights and terms of redemption, the redemption price and the liquidation preference of such class or series. No shares of preferred stock are issued or outstanding.

b) COMMON STOCK

The Company is authorized to issue 200,000,000 shares of 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. There are 30,888,361 and 30,888,361 shares of common stock issued and outstanding at June 30, 2020 and June 30, 2019, respectively.

c) WARRANTS

The Company uses the residual method in determining the fair value of warrants issued, which method provides for the allocation of the consideration received to the fair value to the shares issued and allocating any residual amount to the warrants issued. There are currently no warrants outstanding.

THE O.T. MINING CORPORATION
(An Exploration Stage Enterprise)
NOTES TO THE UNAUDITED FINANCIAL STATEMENTS
JUNE 30, 2020

d) OPTIONS

The Company has not issued a written incentive stock option plan for directors, officers and consultants. Key management personnel consist of the directors and executive officers of the Company. Their remuneration could include share-based payments, consulting fees, directors' fees and options, however no such compensation has been paid in the periods ending June 30, 2020 and June 30, 2019.

NOTE 5 - COMMITMENTS AND CONTINGENCIES

Lease Obligation

The Company occupies a fully equipped office space, including complete secretarial services, on a month-to-month basis from Somerville House Management Ltd., a related party.

NOTE 5 - FINANCIAL RISK MANAGEMENT

The Company's risk exposure and the impact on the Company's financial instruments are summarized below.

Credit Risk

The Company manages credit risk, in respect to its cash and cash equivalents by banking with major Canadian financial institutions.

Liquidity Risk

Liquidity risk is the risk that the Company will encounter difficulty meeting obligations associated with financial liabilities. The Company manages its liquidity risk by forecasting operating cash requirements and investing activities and anticipating financing activities.

Market Risk

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate due to changes in market prices, other than those arising from interest rate risk. The Company is not currently exposed to these price risks.

Interest Rate Risk

To the extent that payments made or received on the Company's monetary assets and liabilities are affected by changes in the prevailing market interest rates, the Company is exposed to negligible interest rate risk. The Company is not susceptible to interest rate risk since borrowings either bear no interest or a low fixed rate of interest. To the extent that changes in prevailing market rates differ from the interest rates built into the Company's monetary assets and liabilities, the Company's balance sheet is exposed to minimal interest rate price risk.

Foreign Currency Risk

The Company incurs certain expenses in currencies other than the United States dollar. The Company is subject to foreign currency risk as a result of fluctuations in exchange rates. The Company manages this risk by maintaining a bank account in Canadian dollars to pay these foreign currency expenses as they arise. Receipts in foreign currencies are maintained in those currencies. The Company does not undertake currency hedging activities. The Company also does not attempt to hedge the net investment and equity of integrated foreign operations.

THE O.T. MINING CORPORATION
(An Exploration Stage Enterprise)
NOTES TO THE UNAUDITED FINANCIAL STATEMENTS
JUNE 30, 2020

NOTE 7 - RELATED PARTIES

Somerville House Management Ltd.

The Company has one officer in common with Somerville House Management Ltd. From time to time, the Company issues Somerville shares of common stock valued at current market value for the settlement of unpaid liabilities.

Managerial and Financial Control

Rosemary L. Christensen is the President of the Company and a major shareholder, and is the President of Somerville House Management Ltd. From time to time Somerville House Management Ltd. discharges its liability by issuing common stock valued at the lower of market (National Quotation Bureau) or the Company's restricted stock price.

Accrued Compensation

Certain officers of the Company are compensated on a deferred basis. Provision has been made in these financial statements for past compensation payable in the future. The deferred compensation has resulted in charges to operations of \$15,000 in each of the quarters ended June 30, 2020 and June 30, 2019.

Financing Operations

The Company has debt obligations to related parties for \$ 368,118 and \$ 323,657 at the periods ended June 30, 2020 and June 30, 2019 to finance operations.

NOTE 8 - ENVIRONMENTAL OBLIGATIONS

The Company's mining and exploration activities are subject to various federal and state laws and regulations governing the protection of the environment. These laws and regulations are continually changing and are generally becoming more restrictive. The Company conducts its operations so as to protect the public health and environment and believes its operations are in compliance with all applicable laws and regulations. The Company has made, and expects to make in the future, expenditures to comply with such laws and regulations.

NOTE 9 - LOANS

The Company has relied on small loans from several dedicated investors in order to remain in good standing while the market conditions for copper and other minerals relevant to the properties have improved. Ongoing costs of litigation have been met. Management is confident that sufficient funding for the company to proceed with development work on the properties in the coming season will be forthcoming.

NOTE 10 - SUBSEQUENT EVENTS

Mr. Corey Safran tendered his resignation from the Board of Directors on October 17, 2018, which was accepted. The Company's legal counsel in Montana has been replaced due to ill-health. Howard Sommers has resigned as the Company's attorney and a search is under way to find his replacement. Issues summarized in a letter to shareholders on October 15, 2015 have progressed through the Montana courts. The Board of Directors has issued a news release to explain legal actions on August 11, 2020, and will issue more as appropriate. Management and the Board of OTMN have honored their duty and will continue to protect the other OTMN shareholders. OTMN has decided to take action in the Quebec court later this year beginning with a sweeping counter claim that is being prepared now.