

Disclosure Statement Pursuant to the Pink Basic Disclosure Guidelines

Capital Financial Global, Inc.

1042 Fort Union Boulevard, #521, Midvale, UT 84047

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info@capfiglobal.com

SIC Code: 6153; 6159; 6162

Annual Report

For the period ending December 31, 2022 (the "Reporting Period")

Outstanding Shares

The number of shares outstanding of our Common Stock was:

3,159,275,316 as of December 31, 2022

3,159,275,316 as of December 31, 2021

Shell Status

Indicate by check mark whether the company is a shell company (as defined in Rule 405 of the Securities Act of 1933, Rule 12b-2 of the Exchange Act of 1934 and Rule 15c2-11 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: ☐

Change in Control

Indicate by check mark whether a Change in Control¹ of the company has occurred over this reporting period:

Yes: ☐ No: ☒

¹ "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.

Capital Financial Global, Inc.
Formerly=Toyshare, Inc. until 5-2011
Formerly=Marx Toys & Entertainment Corp. until 7-2007
Formerly=Stereoscape.com, Inc. until 3-2003
Formerly=Alliance Technologies, Inc. until 12-1998

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):

June 8, 1988; Nevada; The Company was redomiciled to the State of Delaware on May 26, 2020. Active.

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:

The Company has not undergone a stock split, stock dividend, recapitalization, merger, acquisition, spin-off, or reorganization within the last 12 months, and does not anticipate undergoing the same in the near future.

However, as part of its stated plan, the Company is actively seeking merger targets to acquire certain strategic competencies and employees in order to accelerate its business development and growth. Any proposed merger, asset acquisition, or creation of any subsidiary would only be entertained if the Company were to remain as the absolute surviving entity, in all respects.

Additionally, the Company has a stated goal to list its common stock with a national exchange (like the NASDAQ or NYSE), and management believes that in order to qualify for listing with such an exchange a reverse-split of its common stock will be necessary at the time of formal application. However, management firmly believes that a reverse-split of its common stock for any other reason is not in the best interest of the Company and, therefore, any pressure to reverse-split its common stock will be resisted.

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

1042 Fort Union Boulevard, #521
Midvale, UT 84047

Since the COVID-19 pandemic, the Company has chosen to operate virtually until such time that management deems it safe and prudent to lease physical office space.

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

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

1042 Fort Union Boulevard, #521
Midvale, UT 84047

Since the COVID-19 pandemic, the Company has chosen to operate virtually until such time that management deems it safe and prudent to lease physical office space.

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

No: ☒ Yes: ☐ If Yes, provide additional details below:

N/A

2) Security Information

Transfer Agent

Name: Transfer Online, Inc.
Phone: +1-503-227-2950
Email: info@transferonline.com
Address: 512 SE Salmon St., Portland, OR 97214

Publicly Quoted or Traded Securities:

The goal of this section is to provide a clear understanding of the share information for its publicly quoted or traded equity securities. Use the fields below to provide the information, as applicable, for all outstanding classes of securities that are publicly traded/quoted.

Trading symbol:	<u>CFGX</u>	
Exact title and class of securities outstanding:	<u>Common Stock</u>	
CUSIP:	<u>140143108</u>	
Par or stated value:	<u>\$0.0001</u>	
Total shares authorized:	<u>3,850,000,000</u>	as of date: <u>December 31, 2022</u>
Total shares outstanding:	<u>3,159,275,316</u>	as of date: <u>December 31, 2022</u>
Total number of shareholders of record:	<u>249</u>	as of date: <u>December 31, 2022</u>

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

None

Other classes of authorized or outstanding equity securities:

The goal of this section is to provide a clear understanding of the share information for its other classes of authorized or outstanding equity securities (e.g. preferred shares). Use the fields below to provide the information, as applicable, for all other authorized or outstanding equity securities.

Trading symbol:	<u>N/A</u>	
Exact title and class of securities outstanding:	<u>Series A Preferred Stock</u>	
CUSIP:	<u>N/A</u>	
Par or stated value:	<u>\$0.0001</u>	
Total shares authorized:	<u>100</u>	as of date: <u>December 31, 2022</u>
Total shares outstanding:	<u>100</u>	as of date: <u>December 31, 2022</u>
Total number of shareholders of record:	<u>1</u>	as of date: <u>December 31, 2022</u>

Trading symbol:	<u>N/A</u>	
Exact title and class of securities outstanding:	<u>Series B Preferred Stock</u>	
CUSIP:	<u>N/A</u>	
Par or stated value:	<u>\$0.0001</u>	
Total shares authorized:	<u>50,000,000</u>	as of date: <u>December 31, 2022</u>
Total shares outstanding:	<u>3,412,050</u>	as of date: <u>December 31, 2022</u>
Total number of shareholders of record:	<u>26</u>	as of date: <u>December 31, 2022</u>

Security Description:

The goal of this section is to provide a clear understanding of the material rights and privileges of the securities issued by the company. Please provide the below information for each class of the company's equity securities, as applicable:

1. For common equity, describe any dividend, voting and preemption rights.

Common Stock

- a. Dividend Rights: Holders of Common Stock are entitled to receive dividends and distributions (whether payable in cash or otherwise) as may be declared by the board of directors from time to time out of assets or funds of the Corporation legally available therefor. Stock dividends with respect to Common Stock may be paid only with shares of Common Stock.
- b. Voting Rights: Holders of Common Stock are entitled to one vote for each share of Common Stock held on all matters presented to stockholders, including the election of directors, except as may be provided in the Articles of Incorporation or required by law.
- c. Preemption Rights: There are no preemptive rights for holders of Common Stock.

2. For preferred stock, describe the dividend, voting, conversion, and liquidation rights as well as redemption or sinking fund provisions.

Series A Preferred Stock

- a. Dividends: Series A Preferred Stock holders are entitled to receive dividends, if and when declared by the board of directors, in preference to any other series or class of capital stock.
- b. Voting Rights: Each Series A Preferred Stock share has the same number of votes as if converted into common stock at the time of voting, giving Series A stockholders, as a class, approximately 51.22% of the common stock vote on all matters presented to stockholders.
- c. Conversion: Each holder of the Series A stock is allowed to convert their shares into the Corporation's common stock, with a conversion ratio of one share of Series A for 1.05% of the then-issued and outstanding number of common shares, calculated on a fully-diluted basis. The conversion must be done as a class, meaning all Series A stock must be converted at the same time. The conversion ratio and the number of Series A shares outstanding will not be adjusted for any reason, such as common stock dividends, forward or reverse stock splits, or similar events. As a result of this conversion, the holders of the Series A stock will hold approximately 51.22% of the common stock of the Corporation post-conversion, diluting the existing common stockholders accordingly.
- d. Liquidation: In the event of the Corporation's liquidation, dissolution, or winding up, Series A Preferred Stock holders will receive a distribution of assets on an as-converted basis, on par with the Common Stock.
- e. Redemption: Series A Preferred Stock is not subject to mandatory redemption, sinking fund, or similar provisions, and holders have no right to demand redemption or repurchase of their shares.

Series B Preferred Stock:

- a. Dividends: 4% per annum of the Original Purchase Price (\$1.00 per share), cumulative, and payable quarterly if and when declared by the Board of Directors.
- b. Voting Rights: No voting rights for Series B stockholders.
- c. Conversion: Series B shares can be converted into two shares of Common Stock at any time or will automatically convert to common if the common stock price closes above \$0.50 for 10 consecutive trading days. The conversion ratio and outstanding number shares of Series B will not be adjusted for events like stock dividends or splits.
- d. Liquidation: In the event of the Corporation's liquidation, dissolution, or winding up, Series B stockholders will receive \$1.00 per share after senior stockholders but before junior stockholders. Any remaining assets will be distributed proportionally among Series B holders and others with the same preference. Junior stockholders will receive remaining assets proportionally after Series B and other stockholders with the same preference are paid. Non-cash assets will be valued by the Board of Directors in good faith.
- e. Redemption: Series B shares are not subject to mandatory redemption, sinking fund, or similar provisions, and shareholders have no right to demand redemption or repurchase.

3. Describe any other material rights of common or preferred stockholders.

None

4. Describe any material modifications to the rights of holders of the company's securities that have occurred over the reporting period covered by this report.

None

3) Issuance History

The goal of this section is to provide disclosure with respect to each event that resulted in any 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

Indicate by check mark whether there were any changes to the number of outstanding shares within the past two completed fiscal years:

No: ☐ Yes: ☒ (If yes, you must complete the table below)

Shares Outstanding as of Second Most Recent Fiscal Year End: <u>Opening Balance</u> Date <u>1/1/2021</u> Common: <u>3,159,275,315</u> Preferred: <u>2,557,550</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. *You must disclose the control person(s) for any entities listed.	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.
<u>12/31/2021</u>	<u>New</u>	<u>100,000</u>	<u>Series B Preferred</u>	<u>100,000</u>	<u>No</u>	<u>Alicia Wright</u>	<u>Conversion of debt</u>	<u>Restricted</u>	<u>N/A</u>
<u>12/31/2021</u>	<u>New</u>	<u>150,000</u>	<u>Series B Preferred</u>	<u>150,000</u>	<u>No</u>	<u>Casfil Company, SA</u>	<u>Conversion of debt</u>	<u>Restricted</u>	<u>N/A</u>
<u>12/31/2021</u>	<u>New</u>	<u>604,500</u>	<u>Series B Preferred</u>	<u>604,500</u>	<u>No</u>	<u>Norat & Company, LLC; Paul Edward Norat, Mgr.</u>	<u>Conversion of debt</u>	<u>Restricted</u>	<u>N/A</u>
Shares Outstanding on Date of This Report: <u>Ending Balance:</u> Date <u>12/31/2022</u> Common: <u>3,159,275,316</u> Preferred: <u>3,412,050</u>									

Example: A company with a fiscal year end of December 31st, in addressing this item for its Annual Report, would include any events that resulted in changes to any class of its outstanding shares from the period beginning on January 1, 2021 through December 31, 2022 pursuant to the tabular format above.

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

No additional disclosure is needed.

B. Promissory and Convertible Notes

Indicate by check mark whether there are any outstanding promissory, convertible notes, convertible debentures, or any other debt instruments that may be converted into a class of the issuer's equity securities :

No: ☐ Yes: ☒ (If yes, you must complete the table below)

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. *You must disclose the control person(s) for any entities listed.	Reason for Issuance (e.g. Loan, Services, etc.)
<u>10/10/2018</u>	<u>569,810</u>	<u>600,000</u>	<u>N/A</u>	<u>N/A</u>	<u>50% discount to market</u>	<u>SDN Investments, LLC; Sergio D. Norat, Mgr.</u>	<u>3(a)(10) settlement of \$978,893.70 in previous long-term debt.</u>

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

No additional disclosure is needed.

4) Issuer's Business, Products and Services

The purpose of this section is to provide a clear description of the issuer's current operations.
(Please ensure that these descriptions are updated on the Company's Profile on www.otcm Markets.com).

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

Capital Financial Global, Inc. ("CFGX") is a specialty finance company that offers asset-backed financing and loan advisory services to insurance trusts & pension funds, owners of commercial businesses, and owners of commercial real estate.

- B. List any subsidiaries, parent company, or affiliated companies.

None

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

Capital Financial Global, Inc. ("CFGX") is a specialty finance company that offers asset-backed financing and loan advisory services to insurance trusts & pension funds, owners of commercial businesses, and owners of commercial real estate.

5) 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.

Since the COVID-19 pandemic, the Company has chosen to operate virtually until such time that management deems it safe and prudent to lease physical office space. Accordingly, the Company does not own or lease any physical assets, properties, or facilities as of period end.

6) Officers, Directors, and Control Persons

Using the table below, please provide information, as of the period end date of this report, regarding any officers, or directors of the company, individuals or entities controlling more than 5% of any class of the issuer's securities, 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.**

Include Company Insiders who own any outstanding units or shares of any class of any equity security of the issuer.

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.

Names of All Officers, Directors and Control Persons	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	Names of control person(s) if a corporate entity
<u>Paul Edward Norat</u>	<u>Officer / Director</u>	<u>Salt Lake City, Utah</u>	<u>23,484,128</u>	<u>Common</u>	<u>0.74%</u>	<u>Restricted</u>
<u>Norat & Company, LLC.</u>	<u>Beneficial Shareholder</u>	<u>Salt Lake City, Utah</u>	<u>100</u>	<u>Series A Preferred</u>	<u>100%</u>	<u>Norat & Company, LLC.</u> <u>1042 Fort Union Blvd.</u> <u>#521</u> <u>Midvale, UT 84047</u> <u>Paul Edward Norat,</u> <u>Manager</u>
<u>Norat & Company, LLC.</u>	<u>Beneficial Shareholder</u>	<u>Salt Lake City, Utah</u>	<u>1,340,000</u>	<u>Series B Preferred</u>	<u>34.25%</u>	<u>Norat & Company, LLC.</u> <u>1042 Fort Union Blvd.</u> <u>#521</u> <u>Midvale, UT 84047</u> <u>Paul Edward Norat,</u> <u>Manager</u>

7) Legal/Disciplinary History

A. 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.

None

8) Third Party Service Providers

Provide the name, address, telephone number and email address of each of the following outside providers. You may add additional space as needed.

Securities Counsel (must include Counsel preparing Attorney Letters).

Name: _____
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: _____

All other means of Investor Communication:

Twitter: @CFGX
Discord: None
LinkedIn: Not used for Investor Communication
Facebook: Not used for Investor Communication
[Other] Not used for Investor Communication

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), consultant(s) or any entity/individual that provided assistance or services to the issuer during the reporting period.

Name: _____
Firm: _____
Nature of Services: _____
Address 1: _____
Address 2: _____

Phone: _____
Email: _____

9) Financial Statements

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

- ☐ IFRS
☒ U.S. GAAP

B. The following financial statements were prepared by (name of individual)²:

Name: **Paul Edward Norat**
Title: **CEO**
Relationship to Issuer: **CEO**

Describe the qualifications of the person or persons who prepared the financial statements: **BS, Economics; Master of Business Administration; ASF Certificate; CFI Certificates in: Mergers & Acquisitions Financial Modeling, Capital IQ Fundamentals, Math for Corporate Finance, Corporate Finance Fundamentals, Accounting Fundamentals; over 23 years direct experience in preparation of financial statements.**

Provide the following financial statements 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.

- a. Audit letter, if audited;
- b. Balance Sheet;
- c. Statement of Income;
- d. Statement of Cash Flows;
- e. Statement of Retained Earnings (Statement of Changes in Stockholders' Equity)
- f. Financial Notes

See attached financial statements and notes.

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, Paul Edward Norat certify that:

1. I have reviewed this Disclosure Statement for Capital Financial Global, 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

² The financial statements requested pursuant to this item must be prepared in accordance with US GAAP or IFRS and by persons with sufficient financial skills.

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.

4/30/2023

/s/ Paul Edward Norat, CEO [CEO's Signature]

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

Principal Financial Officer:

I, Paul Edward Norat certify that:

1. I have reviewed this Disclosure Statement for Capital Financial Global, 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.

4/30/2023 [Date]

/s/ Paul Edward Norat, CEO [CFO's Signature]

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

CAPITAL FINANCIAL GLOBAL, INC.
FINANCIAL STATEMENTS

December 31, 2022

(Unaudited)

CAPITAL FINANCIAL GLOBAL, INC.
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Capital Financial Global, Inc.
Balance Sheets

	December 31, 2022 (Unaudited)	December 31, 2021 (Unaudited)
Assets		
Current Assets		
Cash and cash equivalents	\$ 25,026	\$ 2,973
Interest income receivable, net of allowance	-	-
Other notes receivable	-	-
Total Current Assets	<u>\$ 25,026</u>	<u>\$ 2,973</u>
Property and equipment, net	-	-
Escrow Deposit	-	-
Total Assets	<u><u>\$ 25,026</u></u>	<u><u>\$ 2,973</u></u>
Liabilities and Stockholders' Equity (Deficit)		
Current Liabilities		
Accounts payable	\$ 9,477	\$ 9,477
Accrued interest payable	-	-
Accrued compensation and payroll taxes	129,180	-
Current notes payable	-	-
Other current liabilities	569,810	569,810
Total Current Liabilities	<u>\$ 708,467</u>	<u>\$ 579,287</u>
Other long term liabilities	434,400	434,400
Long term notes payable	-	-
Total Liabilities	<u>\$ 1,142,867</u>	<u>\$ 1,013,687</u>
Stockholders' Equity (Deficit)		
Preferred stock		
Series A, \$0.0001 par value, 100 shares authorized, 100 shares issued and outstanding;	\$ 331,724	\$ 331,724
Series B, \$0.0001 par value, 50,000,000 shares authorized, 3,412,050 shares and		
3,412,050 shares issued and outstanding, respectively	341	341
Common stock, \$0.0001 par value, 3,850,000,000 shares authorized,		
3,159,275,316 shares and 3,159,275,316 shares issued and outstanding, respectively	315,928	315,928
Additional paid-in capital	8,407,687	8,407,687
Accumulated deficit	(10,173,520)	(10,066,394)
Total Stockholders' Equity (Deficit)	<u>(1,117,840)</u>	<u>(1,010,714)</u>
Total Liabilities and Stockholders' Equity (Deficit)	<u><u>\$ 25,026</u></u>	<u><u>\$ 2,973</u></u>

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

Capital Financial Global, Inc.
Statements of Operations

	For the Three Months Ended December 31,	
	2022 (Unaudited)	2021 (Unaudited)
Revenues		
Interest Income		
Interest and fees on loans	\$ -	\$ -
Total Interest Income	<u>-</u>	<u>-</u>
Interest Expense		
Interest on credit lines	-	-
Total Interest Expense	<u>-</u>	<u>-</u>
Net Interest Income	-	-
Noninterest Income		
Net realized trading gains (losses)	-	-
Net unrealized trading gains (losses)	-	-
Loan origination commissions, net	147,301	65,619
Loan servicing fees	-	-
Loan advisory fees	-	-
Asset management fees	-	-
Total non-interest income	<u>147,301</u>	<u>65,619</u>
Net Revenue	<u>\$ 147,301</u>	<u>\$ 65,619</u>
Operating Expenses		
Compensation and benefits	129,180	129,277
Marketing	458	1,199
Communications & technology	7,491	808
Occupancy	-	-
Professional fees	110,429	52,420
Other general and administrative	6,869	9,029
Depreciation and amortization	-	-
Total operating expense	<u>254,428</u>	<u>192,732</u>
Operating Income (Loss)	<u>(107,126)</u>	<u>(127,113)</u>
Other Expenses		
Gain / (Loss) on extinguishment of debt	-	(91,408)
Non-operating interest expense	-	(24,247)
Provision for loan losses	-	-
Loss before income taxes	(107,126)	(242,768)
Provision for income tax	-	-
Net Gain	<u>\$ (107,126)</u>	<u>\$ (242,768)</u>
Series A preferred dividends	-	-
Series B preferred dividends accumulated and unpaid	-	-
Net loss applicable to common shareholders	<u><u>\$ (107,126)</u></u>	<u><u>\$ (242,768)</u></u>

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

Capital Financial Global, Inc.
Statements of Changes in Stockholders' Equity (Deficit)

(Unaudited)

	Series A Preferred Stock		Series B Preferred Stock		Common Stock		Additional Paid-In Capital	Accumulated Deficit	Total Stockholders' Equity (Deficit)
	Shares	Amount	Shares	Amount	Shares	Amount			
Balance, December 31, 2019	100	331,724	2,557,550	256	3,159,275,316	\$ 315,928	\$ 7,553,272	\$ (10,212,329)	\$ (2,011,149)
Net Gain (loss)								388,703	388,703
Balance, December 31, 2020	100	\$ 331,724	2,557,550	\$ 256	3,159,275,316	\$ 315,928	\$ 7,553,272	\$ (9,823,626)	\$ (1,622,446)
Series B Shares issued for conversion of debt			854,500	85			854,415		854,500
Net Gain (loss)								(242,768)	(242,768)
Balance, December 31, 2021	100	\$ 331,724	3,412,050	\$ 341	3,159,275,316	\$ 315,928	\$ 8,407,687	\$ (10,066,394)	\$ (1,010,714)
Net Gain (loss)								(107,126)	(107,126)
Balance, December 31, 2022	100	\$ 331,724	3,412,050	\$ 341	3,159,275,316	\$ 315,928	\$ 8,407,687	\$ (10,173,520)	\$ (1,117,840)

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

Capital Financial Global, Inc.
Statements of Cash Flows

	For the Three Months Ended December 31,	
	2022	2021
	(Unaudited)	(Unaudited)
Cash flows from operating activities		
Net income / (loss)	\$ (107,126)	\$ (242,768)
Adjustments to reconcile net loss to net cash provided by (used in) operating activities:		
Escrow deposit	-	-
Current Notes Payable	-	-
Accounts payable and accrued liabilities	-	261
Accrued interest payable	-	(37,941.67)
Accrued compensation and payroll liabilities	129,180	(471,723)
Net cash provided (used) by operation activities	<u>\$ 22,054</u>	<u>\$ (752,172)</u>
Cash flows from investing activities		
Net investment in note receivable	-	-
Net investment in capital assets	-	-
Net cash provided (used) by investing activities	<u>\$ -</u>	<u>\$ -</u>
Cash flows from financing activities		
Common stock issued, net of paid-in capital	-	-
Series A Preferred Stock dividends	-	-
Series B Preferred Stock, net of paid-in capital	-	854,500
Net proceeds (payments/cancellation) on debt	-	(100,000)
Net proceeds from notes payable	-	-
Net cash provided (used) by financing activities	<u>\$ -</u>	<u>\$ 754,500.00</u>
Net increase (decrease) in cash and cash equivalents	22,054	2,328
Cash and cash equivalents, beginning of period	2,973	645
Cash and cash equivalents, end of period	<u><u>\$ 25,026</u></u>	<u><u>\$ 2,973</u></u>
Supplemental Disclosures of Cash Flow Information		
Cash paid for:		
Non-operating Interest	-	-
Income taxes	-	-
Non-cash financing activities:		
Series A preferred dividends	-	-
Series B preferred shares issued for cash	-	-
Series B preferred shares issued for conversion of debt	-	854,500
Common stock issued for conversion of debt	-	-
Common stock issued for services	-	-

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

Capital Financial Global, Inc.
Notes to the Financial Statements
December 31, 2022 (unaudited)

NOTE 1- BASIS OF PRESENTATION

The accompanying interim financial statements were prepared by the Company without audit. Certain information and footnote disclosures normally included in financial statements prepared in accordance with accounting principles generally accepted in the United States of America have been condensed or omitted. In management's opinion all necessary adjustments, which consist primarily of normal recurring adjustments, to the financial statements have been made to present fairly the financial position and results of operations and cash flows. The results of operations for the respective periods presented are not necessarily indicative of the results for the respective complete years. These financial statements should be read in conjunction with the financial statements and notes thereto included in the Company's annual financial statements as of and for the year ended December 31, 2021.

Recent Accounting Pronouncements

Management has considered all recent accounting pronouncements issued during the periods presented in the accompanying financial statements. The Company's management believes that these recent pronouncements will not have a material effect on the Company's financial statements.

NOTE 2 – BUSINESS CONDITION

The accompanying financial statements have been prepared assuming that the Company will continue as a going concern. The Company has had recurring losses along with an accumulated deficit totaling (\$10,173,520) as of December 31, 2022. These matters raise substantial doubt about the Company's ability to continue as a going concern. The financial statements do not include any adjustments that might result from the outcome of this uncertainty. Management's plans concerning these matters are to obtain additional debt and equity financing and expand lending to produce future revenues.

NOTE 3 – NOTES HELD FOR SALE

As of December 31, 2022, the Company does not have any notes held for sale. The Company is actively pursuing the acquisition of additional notes held for sale as part of its core business model.

NOTE 4 – NOTES HELD FOR INVESTMENT

As of December 31, 2022, the Company does not have any notes held for investment. The Company is actively pursuing the acquisition of additional notes held for investment as part of its core business model.

NOTE 5 – ACCRUED COMPENSATION AND PAYROLL TAXES

As of December 31, 2022, the Company owed its President and Chief Executive Officer Paul Edward Norat \$129,180 in accrued compensation.

NOTE 6 – CURRENT NOTES PAYABLE

As of December 31, 2022, the Company does not have any notes held for investment other than the Settlement Obligation described below.

Capital Financial Global, Inc.
Notes to the Financial Statements
December 31, 2022 (unaudited)

Other Current Liabilities

As part of the settlement transaction from September 2018 described in Note 7, the Company recognized a Settlement Obligation of \$730,000. As a result of the stock transactions also described in Note 8, the balance of this obligation has been reduced to \$569,810 as of the current period end.

NOTE 7 – LONG-TERM NOTES PAYABLE

On September 29, 2011, the Company executed a promissory note payable to Red Castle Enterprises in the amount of \$730,000, bearing interest at 6% per annum. As amended, the note had a maturity date of December 31, 2018. As of September 18, 2018, the balance of the note, including principal and interest, was \$978,894.

On August 28, 2018, SDN Investments, LLC., acquired all of the claims of Red Castle Enterprises via an unrelated claims purchase agreement.

On September 18, 2018, the Company entered into a settlement agreement with SDN Investments LLC to settle the promissory note formerly payable to Red Castle in exchange for common stock having an estimated fair market value of \$1.2 million, to be issued in tranches upon request. This transaction is recognized by recording \$730,000 as a liability against the market value of settlement stock that will be issued at a discount to market, and \$600,000 as a contingent settlement obligation recorded in Other Long-Term Liabilities.

As of September 2018, the Company recognized a related loss on extinguishment of debt of \$265,604.

On November 21, 2018, the Company issued the first tranche of common stock under the above agreement, with 240,000,000 shares issued at a market price of \$0.0004, for a total transaction value of \$96,000, plus associated issuance costs.

On January 1, 2019, the Company issued the second tranche of common stock under the above agreement, with 193,000,000 shares issued at a market price of \$0.0004, for a total transaction value of \$77,200, plus associated issuance costs.

On January 25, 2019, the Company issued the third tranche of common stock under the above agreement, with 240,000,000 shares issued at a market price of \$0.0004, for a total transaction value of \$96,000, plus associated issuance costs.

On May 28, 2019, the Company issued the fourth tranche of common stock under the above agreement, with 310,000,000 shares issued at a market price of \$0.0002, for a total transaction value of \$62,000, plus associated issuance costs.

The above stock transactions have reduced the balance of the contingent settlement obligation to \$434,400 as of December 31, 2022.

NOTE 8 – PREFERRED STOCK

At period end, the Company had a total of 150,000,000 shares of Preferred Stock authorized with a par

Capital Financial Global, Inc.
Notes to the Financial Statements
December 31, 2022 (unaudited)

value of \$0.0001 per share, 100 shares of which have been designated as Series A Preferred Stock and 50,000,000 as Series B Preferred Stock. The remaining 99,999,900 shares of Preferred Stock had not yet been designated.

Series A Preferred Stock

The 100 shares of Series A preferred stock are convertible into 105% of the common shares outstanding immediately prior to conversion. Subsequent to initial issuance, as additional shares of common stock are issued, the holders of the Series A Preferred Shares have the right to obtain additional shares of common stock proportional to the 105% conversion provision. The value of the right to obtain additional shares of common stock on an ongoing basis is recognized as additional consideration to the holders of the Series A Preferred Stock in the form of a preferred stock dividend, which is applied toward Accumulated deficit. Accordingly, as of December 31, 2022, the number of common shares issuable to holders of Series A preferred stock upon conversion, if they so elect, is 3,317,239,082, and the value of the accumulated Series A preferred stock dividend amounted to \$3,317,239, net of paid-in capital.

Series B Preferred Stock

The Company's Series B Preferred Stock includes terms that provide for a 4% cumulative dividend, payable quarterly from the date of issuance starting in July 2010, when, as, and if declared by the Company's Board of Directors. As of December 31, 2022, no such dividends had been declared. All shares of Series B Preferred Stock have been issued, since inception, at \$1.00 per share.

At period end, there were 3,412,050 shares of Series B preferred stock outstanding.

NOTE 9– COMMON STOCK

There are 3,850,000,000 shares of Common Stock authorized, of which 3,159,275,316 shares are outstanding as of December 31, 2022.

NOTE 10 – MATERIAL RELATED-PARTY EVENTS

As of period end, there were no material related events.

NOTE 11 –LITIGATION AND SETTLEMENT

As of period end, there was no current or pending litigation.

NOTE 12 – SUBSEQUENT EVENTS

No material subsequent events have occurred as of the issuance of this report.