

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

**China Intelligence Information Systems**

Radlicka 663-28 Praha 5 1500 Czech Republic  
Attn: Michael Smelik Telephone # 420 736 481 449  
Website: <http://liglasstrading.cz/>  
Email: [smelikm@liglasstrading.cz](mailto:smelikm@liglasstrading.cz)  
SIC Code 5093  
SIC Code 1389  
SIC Code 4911

**Annual Report**

**For the period ending December 31, 2023 (the “Reporting Period”)**

**Outstanding Shares**

The number of shares outstanding of our Common Stock was:

1,456,612,705 as of March 15, 2024

1,456,612,705 as of December 31, 2023

**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 Control<sup>4</sup> of the company has occurred during this reporting period:

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<sup>4</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

Yes:  No:

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

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

We were incorporated as Crawford Lake Mining, Inc. on October 18, 2004, in the State of Nevada for the purpose of the acquisition and exploration of mineral resources. On November 7, 2006, the company changed its name to China VoIP & Digital Telecom, Inc. to reflect a change in direction. China VoIP & Digital Telecom Inc. acquired on August 17, 2006, all of the outstanding capital stock of Jinan YinQuan Technology Co. Ltd. ("Jinan YinQuan") in exchange for the issuance of 40,000,000 shares of our common stock to the Jinan Shareholders and \$200,000. Such shares are restricted in accordance with Rule 144 of the 1933 Securities Act. In addition, as further consideration for the acquisition, Apollo Corporation, the principal shareholder of the Company, agreed to cancel 11,750,000 post-split shares of its outstanding common stock. Based upon same, Jinan YinQuan became our wholly-owned subsidiary. Jinan YinQuan was established in JiNan in the People's Republic of China ("the PRC") in 2001. The exchange of shares with Jinan YinQuan has been accounted for as a reverse acquisition under the purchase method of accounting since the stockholders of the Jinan YinQuan obtained control of the consolidated entity. On May 7, 2008 (the "Closing Date"), Jinan Yinquan completed the acquisition of 80% of Beijing Power Unique Technologies Co., Ltd. ("BPUT"), a company incorporated under the laws of the People's Republic of China, in accordance with the Investment Agreement.

On July 5, 2008, Jinan Yinquan acquired another 20% ownership of BPUT. BPUT therefore became a 100% owned subsidiary of Jinan Yinquan on the same date. The Company's principal activities are developing and sales of computer software and hardware, digital video pictures system; and developing and sales of computer network and network audio devices. Before July 2009, the Company was focused on the Voice Over Internet Phone ("VOIP") technology related business. In July 2009, the VOIP business was discontinued by China government and the company transitioned to focus on providing virtualization solutions and services. On November 10, 2010 the company changed its name to China Intelligence Information Systems Inc. and was focused on cloud based technology in the Republic of China.

On May 29, 2017, the company through a merger with IICN Acquisition, Inc., a Nevada corporation, acquired all of the shares of Liglass Trading Cz s.r.o., a Czech Republic limited liability company located in Prague, Czech Republic wholly owned subsidiary. On May 29, 2017, Liglass Trading Cz, s.r.o. transferred all of its assets and liabilities to IICN Acquisition, Inc., our wholly owned subsidiary.

Current State and Date of Incorporation or Registration: Nevada

Standing in this jurisdiction: (e.g. active, default, inactive): Active in good standing

Prior Incorporation Information for the issuer and any predecessors during the past five years:

We were incorporated as Crawford Lake Mining, Inc. on October 18, 2004, in the State of Nevada for the purpose of its the acquisition and exploration of mineral resources.

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

None

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

None

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(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.

Address of the issuer's principal executive office:

Radlicka 663-28  
Praha 5 1500  
Czech Republic

Address of the issuer's principal place of business:

Check 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?

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

## 2) Security Information

### Transfer Agent

Name: Mountain Share Transfer  
Phone: 303-460-1149  
Email: [service@mountainsharetransfer.com](mailto:service@mountainsharetransfer.com)  
Address: SE Smyrna, GA. 30082

### 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:	IICN
Exact title and class of securities outstanding:	Common
CUSIP:	16946G107
Par or stated value:	\$0.001
Total shares authorized:	1,500,000,000 as of date: December 31, 2023
Total shares outstanding:	1,456,612,705 as of date: December 31, 2023
Total number of shares in the public Float:	170,166,278 as of date: December 31, 2023
Total number of shareholders of record:	105. as of date: December 31, 2023

*Please provide the above-referenced information for all other publicly quoted or traded securities of the issuer.*

### Other classes of authorized or outstanding equity securities that do not have a trading symbol:

*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 that do not have a trading symbol). Use the fields below to provide the information, as applicable, for all other authorized or outstanding equity securities.*

Exact title and class of the security:	_____
Par or stated value:	_____
Total shares authorized:	_____ as of date: _____
Total shares outstanding:	_____ as of date: _____
Total number of shareholders of record:	_____ as of date: _____

Please provide the above-referenced information for all other classes of authorized or outstanding equity securities.

\_\_\_\_\_

**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. Each share of common stock is entitled to one vote.**

There is no dividend on the common stock and there are no preemption rights.

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

The Company does not have any preferred stock.

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

None

**Describe any material modifications to 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 for the two most recently completed fiscal years and any subsequent period.**

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

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

Shares Outstanding <u>Opening Balance</u> :			*Right-click the rows below and select "Insert" to add rows as needed.						
Date _____	Common: _____ Preferred: _____								
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.
_____	_____	_____	_____	_____	_____	_____	_____	_____	
_____	_____	_____	_____	_____	_____	_____	_____	_____	
_____	_____	_____	_____	_____	_____	_____	_____	_____	
Shares Outstanding on Date of This Report:									
<u>Ending Balance</u> :									
Date _____	Common: _____ Preferred: _____								

**Example:** A company with a fiscal year end of December 31<sup>st</sup> 2023, 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, 2022 through December 31, 2023 pursuant to the tabular format above.

**\*\*\*Control persons for any entities in the table above must be disclosed in the table or in a footnote here.**

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

\_\_\_\_\_

## 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: x (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.)
3/31/2017	\$401,400	220,795	334,155	12/31/25	Not convertible to common stock	Ivan Clubna	Working capital

4/29/2021	1,908,166	2,202,047	-0-	7/01/25	Not convertible to common stock	Zegrana-Monika Roshenhiemova has investment control	Working capital/refinance debt
7/1/2022	379,100	146,137	33,230	12/31/23	Not convertible to common stock	Fulgeo_Michael Smelik has investment control	Working capital

**\*\*\*Control persons for any entities in the table above must be disclosed in the table or in a footnote here.**

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

\_\_\_\_\_

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

The purpose of this section is to provide a clear description of the issuer's current operations. Ensure that these descriptions are updated on the Company's Profile on [www.OTCMarkets.com](http://www.OTCMarkets.com).

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

We are a waste management, comprehensive waste, and environmental services company engaged in adapting, improving, and prioritizing sustainable patterns of production and consumption. Our company has long been involved in the renewable energy sector and has pursued business opportunities that arise from it. In 2020, we expanded our activities to waste management, recycling, and the financing and development of waste processing technologies. Our company's today operates mainly in Europe and is focused on the technological opportunities associated with trend to completely eliminate landfilling by 2035.

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

Liglass Trading CZ Radlicka 663/28 Praha 5 150 00

C. Describe the issuers' principal products or services.

We offer services in the field of Municipal Solid Waste (MSW) processing and recycling, ranging from consulting on a variety of waste management issues to purchasing, refurbishment, resale, lease, maintenance, and operation of specialized technological equipment. We also provide engineering, procurement and construction services and work to develop and improve both new and existing technologies with the aim to provide solutions to current global waste management problems with and for its principal stakeholders: local authorities, manufacturers, and the civil society. Our solutions are designed to protect the environment and contribute to building a circular economy.

The Company has previously been classified as a shell company by OTC Markets ("Shell Company"). Effective September 30, 2022, the Company ceased to be a Shell Company. The reasons the Company believes it is no longer a Shell Company are set forth below: Our company has long been involved in the renewable energy sector and has successfully pursued business opportunities that arise from it. In 2020, we expanded our activities to waste management, recycling, and the financing and development of waste processing technologies. Our company currently operates and conducts most of its business in the European Union. In 1999, the EU Council issued a Landfill Directive (Council Directive 1999/31/EC of 26 April 1999) and followed it up with the amending Directive EU 2018/850. These policies aim to regulate waste management, mandating the discontinuation of landfilling of municipal solid waste (MSW) in all EU Member States, whereby the European Union Circular Economy Action Plan aims to halve the non-recycled amount of MSW across Europe by 2030. By 2035, the share of landfilled municipal waste will be strictly limited to 10 %. As all Member States are required to comply with the goals and aims of the aforementioned Directives, landfills are being gradually phased out across the EU.

Our company today focuses on the technological opportunities associated with this new trend and engages in engages in the purchasing and refurbishment of waste management technologies. We use subcontractors to refurbish the technological equipment acquired, owned and operated by our company.

Alternatively, the equipment is sold or leased to third parties after refurbishment. We also develop new, groundbreaking solutions that will bring an advanced and innovative way of thinking to waste management, relieving municipalities' potential problem of non-compliance with modern European regulatory frameworks. Our technology enables municipal sustainability and allows municipalities to participate profitably in the Circular Economy. Our business model adheres to some of the most important policy initiatives of the European Commission and its global partners, such as the Paris Climate Agreement of 2015, the European Green Deal of 2019, and the EU Biodiversity strategy for 2030.

In 2022, our Company's Board of Directors seized a business opportunity and entered into a definitive agreement to acquire a set of technologies needed specifically in the area of waste disposal and used for the generation of new energy sources such as gas, electricity, refuse-derived fuel (RDF), and oil. With the Board of Directors' approval, on January 7, 2022, we purchased a complete pelletizing line from Czech company Elektromontáže Sýkora (EMS) s.r.o. for a total amount of \$226,000. Using our subcontractors, we refurbished all the equipment, replacing damaged drives and sensors; mechanically modifying the infeed and internal screw conveyors; enlarging the inlet opening and mounting a hopper on the conveyor; fitting the hopper with material level sensors; fitting the conveyor drive with a speed control unit; replacing the control cabinet and improving the unit's overall operation control; connecting the material storage and dispensing part of the press operation to the control unit and reprogramming the control system. Due to these and other modifications, we improved and optimized the linear dosing and, among other improvements, upgraded the control system, which would allow autonomous analysis of all operational sensor values, maximizing the use of the unit's production capacity.

By this strategy, we were able to generate over \$520,000 in revenues on the back of the sale of the refurbished pelletizing unit and additional equipment to Czech company TERDESOL EKOLOGIE s.r.o., on August 29, 2022. We have retained refurbished technological equipment worth over \$306,000 as fixed assets.

## **5) Issuer's Facilities**

*The goal of this section is to provide investors 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. Describe the location of office space, data centers, principal plants, and other property of the issuer and describe the condition of the properties. Specify if the assets, properties, or facilities are owned or leased and the terms of their leases. If the issuer does not have complete ownership or control of 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.

### **Leases**

The company leases offices near the center of Prague in an office building where it leases approximately 250 m2 with several offices and a meeting room. The office building provides all services including reception and refreshments. The price of these services is mentioned in our financial statement and the contract is for an indefinite term. It is paid monthly and the notice period is 2 months. Address is Radlicka 663-28 Prague 150 00

## **6) All Officers, Directors, and Control Persons of the Company**

Using the table below, please provide information, as of the period end date of this report, regarding all officers and directors of the company, or any person that performs a similar function, regardless of the number of shares they own.

In addition, list all individuals or entities controlling 5% or more of any class of the issuer's securities. 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. 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 investors 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 owners.*

Names of All Officers, Directors, and Control Persons	Affiliation with Company (e.g. Officer Title /Director/Owner of 5% or more)	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
Michael Smelik	<u>Chairman, President, CEO, CFO, Secretary</u>	Hypsmanova 916 Praha 140 00 Czech Republic	1,104,859,891	Common	75.9%	_____
_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____

Confirm that the information in this table matches your public company profile on [www.OTCMarkets.com](http://www.OTCMarkets.com). If any updates are needed to your public company profile, log in to [www.OTCIQ.com](http://www.OTCIQ.com) to update your company profile.

## 7) Legal/Disciplinary History

A. Identify and provide a brief explanation as to whether any of the persons or entities listed above in Section 6 have, in the past 10 years:

1. Been the subject of an indictment or conviction in a criminal proceeding or plea agreement or named as a defendant in a pending criminal proceeding (excluding minor traffic violations);

None

Been the subject of 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, financial- or investment-related, insurance or banking activities;

None

3. Been the subject of a finding, disciplinary order or judgment by a court of competent jurisdiction (in a civil action), the Securities and Exchange Commission, the Commodity

Futures Trading Commission, a state securities regulator of a violation of federal or state securities or commodities law, or a foreign regulatory body or court, which finding or judgment has not been reversed, suspended, or vacated;

None

4. Named as a defendant or a respondent in a regulatory complaint or proceeding that could result in a "yes" answer to part 3 above; or

None

5. Been the subject 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

6. Been the subject of a U.S Postal Service false representation order, or a temporary restraining order, or preliminary injunction with respect to conduct alleged to have violated the false representation statute that applies to U.S mail.

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 to 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.

Confirm that the information in this table matches your public company profile on [www.OTCMarkets.com](http://www.OTCMarkets.com).

If any updates are needed to your public company profile, update your company profile.

Securities Counsel (must include Counsel preparing Attorney Letters).

Name: Frank J Hariton Esq.  
Address 1: 1065 Dobbs Ferry Road  
Address 2: White Plains, NY 10607  
Phone: (914) 674-4373  
Email: [hariton@sprynet.com](mailto:hariton@sprynet.com)

### Accountant or Auditor

Name: David Natan  
Firm: Natan & Associates, LLC  
Address 1: 6720 NW 74<sup>th</sup> Court  
Address 2: Parkland, Florida 33067  
Phone: 786-412-6085

Email: dn474747@aol.com

Investor Relations

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

*All other means of Investor Communication:*

X (Twitter): \_\_\_\_\_  
Discord: \_\_\_\_\_  
LinkedIn: \_\_\_\_\_  
Facebook: \_\_\_\_\_  
[Other ] \_\_\_\_\_

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: Kevin Kopaunik  
Firm: Prime Business Consulting  
Nature of Services: Business Consulting  
Address 1: 11039 Foxmoor Drive  
Address 2: Sandy, Utah  
Phone: 801-382-7131  
Email: kevin@getprimeconsulting.com

**9) Disclosure & Financial Information**

A. This Disclosure Statement was prepared by (name of individual):

Name: David Natan  
Title: Outsourced CFO  
Relationship to Issuer: None

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

IFRS  
 U.S. GAAP

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

Name: David Natan

Title: Outsourced Financial Services

Relationship to Issuer: None

Describe the qualifications of the person or persons who prepared the financial statements:

Mr. Natan is a CPA (inactive) with over 45 years of experience. During that time period he has served as Chief Financial Officer of three Nasdaq and two AMEX listed companies. He currently serves as Audit Committee Chair and Independent Director for three Nasdaq companies and one OTC company.

Provide the following qualifying financial statements:

- Audit letter, if audited;
- Balance Sheet;
- Statement of Income;
- Statement of Cash Flows;
- Statement of Retained Earnings (Statement of Changes in Stockholders' Equity)
- Financial Notes

**Financial Statement Requirements:**

- Financial statements must be published together with this disclosure statement as one document.
- Financial statements must be "machine readable". Do not publish images/scans of financial statements.
- Financial statements must be presented with comparative financials against the prior FYE or period, as applicable.
- Financial statements must be prepared in accordance with U.S. GAAP or International Financial Reporting Standards (IFRS) but are not required to be audited.

**CHINA INTELLIGENCE INFORMATION SYSTEMS, INC.**  
**BALANCE SHEETS**  
**(UNAUDITED)**

	<u>December 31,</u> <u>2023</u>	<u>December 31,</u> <u>2022</u>
<b>ASSETS</b>		
Current assets		
Cash and cash equivalents	\$ 40,637	\$ 46,358
Prepaid expenses	27,092	-
Accounts receivable, net	82,816	154,166
Accounts receivable other	886,879	908,466
Total Current Assets	<u>1,037,425</u>	<u>1,108,991</u>
Fixed assets, net	292,748	332,882
Total Assets	<u>\$ 1,330,173</u>	<u>\$ 1,441,873</u>
<b>LIABILITIES &amp; STOCKHOLDERS' DEFICIT</b>		
Current liabilities		
Accrued payable and accrued liabilities	\$ 14,540	\$ 14,468
Accrued interest	1,026,541	958,731
Notes payable	2,688,666	2,628,746
Total current liabilities	<u>3,729,747</u>	<u>3,601,945</u>
Total liabilities	3,729,747	3,601,945
Commitments and contingencies	-	-
Stockholders Deficit:		
Common stock, \$0.001 par value, 1,500,000,000 shares authorized 1,456,612,705 shares issued and outstanding	1,456,613	1,456,613
Accumulated other comprehensive income	87,940	94,396
Accumulated deficit	<u>(3,944,128)</u>	<u>(3,711,080)</u>
Total stockholders' (deficit)	<u>(2,399,574)</u>	<u>(2,160,071)</u>
Total Liabilities and (deficit)	<u>\$ 1,330,173</u>	<u>\$ 1,441,873</u>

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

**CHINA INTELLIGENCE INFORMATION SYSTEMS, INC.**  
**STATEMENTS OF OPERATIONS**  
**(UNAUDITED)**

	<u>Year Ended December 31, 2023</u>	<u>Year Ended December 31, 2022</u>
Revenue	40,140	638,789
Cost of sales	69,473	85,088
	<u>(29,333)</u>	<u>553,701</u>
Operating Expenses:		
General and administrative expense	119,849	159,215
Total operating expenses	<u>119,849</u>	<u>159,215</u>
Income (loss) from operations	<u>(149,182)</u>	<u>394,487</u>
Other income (expense)		
Loss on the sale of equipment	(13,853)	-
Other income	-	19,202
Interest expenses-net	<u>(70,012)</u>	<u>(91,719)</u>
Income (loss) before provision for income taxes	<u>(233,047)</u>	<u>321,969</u>
Provision for income taxes	-	-
Net Income (Loss)	<u>\$ (233,047)</u>	<u>\$ 321,969</u>
Basic and diluted earnings(loss) per common share	<u>\$ (0.00)</u>	<u>\$ 0.00</u>
Weighted average number of shares outstanding	<u>1,456,612,705</u>	<u>1,456,612,705</u>

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

**CHINA INTELLIGENCE INFORMATION SYSTEMS, INC.**  
**STATEMENTS OF CHANGES IN STOCKHOLDERS' EQUITY**  
**(UNAUDITED)**

	<b>Common Stock</b>		<b>Accumulated Other Comprehensive Income</b>	<b>Accumulated Deficit</b>	<b>Total Stockholders' Deficit</b>
	<b>Shares</b>	<b>Value</b>			
Balance, December 31, 2021	1,456,612,705	\$1,456,613	\$ -	\$ (4,033,050)	\$ (2,576,437)
Net loss (profit)				321,969	321,969
Change in foreign currency translation			94,396		94,396
Balance, December 31, 2022	<u>1,456,612,705</u>	<u>\$1,456,613</u>	<u>\$ 94,396</u>	<u>\$ (3,711,080)</u>	<u>\$ (2,160,071)</u>
	<b>Common Stock</b>		<b>Accumulated Other Comprehensive Income</b>	<b>Accumulated Deficit</b>	<b>Total Stockholders' Deficit</b>
	<b>Shares</b>	<b>Value</b>			
Balance, December 31, 2022	1,456,612,705	\$1,456,613	\$ 94,396	\$ (3,711,080)	\$ (2,160,071)
Change in foreign currency translation			(6,456)		(6,456)
Net loss				(233,047)	(233,047)
Balance, December 31, 2023	<u>1,456,612,705</u>	<u>\$1,456,613</u>	<u>\$ 87,940</u>	<u>\$ (3,944,128)</u>	<u>\$ (2,399,574)</u>

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

**CHINA INTELLIGENCE INFORMATION SYSTEMS, INC.**  
**STATEMENTS OF CASH FLOWS**  
**(UNAUDITED)**

	<b>Year Ended December 31, 2023</b>	<b>Year Ended December 31, 2022</b>
<b>Cash Flows From Operating Activities:</b>		
Net income (loss)	(233,047)	\$ 321,969
Loss on the sale of equipment	14,299	-
Loss on investment	81,415	-
Changes in operating assets and liabilities		
Accounts receivable	71,350	690,633
Prepaid expenses	(27,092)	-
Accounts receivable other	21,587	(908,466)
Accounts payable and accrued liabilities	67,881	(70,828)
Net cash provided by (used for) operating activities:	(3,607)	33,308
<b>Cash Flows From Investing Activities</b>		
Equipment purchased		(285,431)
Net cash provided	-	(285,431)
<b>Cash Flows From Financing Activities:</b>		
Proceeds from notes payable, net	-	66,846
Net cash provided by (used for) financing activities	-	66,846
Impact of foreign exchange on cash flow	(2,114)	94,396
Net Increase (Decrease) In Cash	(5,721)	(90,881)
Cash At The Beginning Of The Period	46,358	137,238
Cash At The End Of The Period	\$ 40,637	\$ 46,358
<b>Supplemental Cash Flow Information</b>		
Cash paid for income taxes	\$ -	\$ -
Cash paid for interest	\$ -	\$ -

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

**CHINA INTELLIGENCE INFORMATION SYSTEMS, INC.**  
**NOTES TO (UNAUDITED) FINANCIAL STATEMENTS FOR THE YEARS ENDED**  
**DECEMBER 31, 2023 AND 2022**

**NOTE 1. ORGANIZATION, HISTORY AND BUSINESS**

China Intelligence Information Systems, Inc (“the Company”) was incorporated in Nevada on October 8, 2004.

China Intelligence Information Systems, Inc. (the “Company”), formerly known as China VoIP & Digital Telecom Inc., develops and provides virtualization and cloud computing solutions and services. The Company owns several virtualization-based products with independent intellectual property rights for education, info-security, and cloud computing.

On March 23, 2017, the Company entered into a purchase agreement, whereas PatientTrac Corporation issued and sold 99.9% of IICN’s common stock to Liglass Trading, SRO, a Czech Republic limited company. We offer services in the field of Municipal Solid Waste (MSW) processing and recycling, ranging from consulting on a variety of waste management issues to purchasing, refurbishment, resale, lease, maintenance, and operation of specialized technological equipment

**NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

*Basis of Presentation*

The preparation of consolidated financial statements in conformity with GAAP requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities as of the date of the consolidated financial statements and the reported amounts of income and expenses during the reported period. Changes in the economic environment, financial markets and any other parameters used in determining these estimates could cause actual results to differ and such differences could be material.

*Revenue Recognition*

Revenue is derived from contracts with our consumers. Revenue is recognized in accordance with ASC 606. As such, the Company identifies performance obligations and recognizes revenue over the period through which the Company satisfies these obligations. Any contracts that by nature cannot be broken down by specific performance criteria will recognize revenue on a straight-line basis over the contractual term of period of the contract.

### *Use of Estimates and Assumptions*

The preparation of financial statements in conformity with accounting principles generally accepted in the United States ("GAAP") requires management to make estimates and assumptions that affect (i) the reported amounts of assets and liabilities, (ii) the disclosure of contingent assets and liabilities known to exist as of the date the financial statements are published, and (iii) the reported amount of net revenues and expenses recognized during the periods presented.

### *Cash and Cash Equivalents*

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

### *Income Taxes*

We account for income taxes under the asset and liability method. Deferred tax assets and liabilities are recognized for future tax consequences attributable to differences between the financial statement carrying amounts of existing assets and liabilities and their respective tax bases. Deferred tax assets and liabilities are measured using enacted tax rates expected to apply to taxable income in the years in which the temporary differences are expected to be recovered or settled. The effect on deferred tax assets and liabilities of a change in tax rates is recognized in income in the period that includes the enactment date. Valuation allowances are recorded, when necessary, to reduce deferred tax assets to the amount expected to be realized.

As a result of the implementation of certain provisions of ASC 740, Income Taxes ("ASC 740"), which clarifies the accounting and disclosure for uncertainty in tax positions, as defined, ASC 740 seeks to reduce the diversity in practice associated with certain aspects of the recognition and measurement related to accounting for income taxes. We adopted the provisions of ASC 740 and have analyzed filing positions in each of the federal and state jurisdictions where we are required to file income tax returns, as well as all open tax years in these jurisdictions. We have identified the U.S. federal as our "major" tax jurisdictions. However, we have certain tax attribute carryforwards which will remain subject to review and adjustment by the relevant tax authorities until the statute of limitations closes with respect to the year in which such attributes are utilized.

### *Basic and Diluted Loss Per Share*

Basic loss per share is computed using the weighted average number of shares outstanding during the period. Diluted loss per share has not been provided as it would be anti-dilutive.

### *Stock-Based Compensation*

We periodically issue stock options and warrants to employees and non-employees in non-capital raising transactions for services and for financing costs. We account for stock option and warrant grants issued and vesting to employees based on Financial Accounting Standards Board (FASB) ASC Topic 718, "Compensation-Stock Compensation", whereas the award is measured at its fair value at the date of grant and is amortized ratably over the service period. We account for stock option and warrant grants issued and vesting to non-employees in accordance with ASC Topic 505, "Equity", whereas the value of the stock compensation is based upon the measurement date as determined at either (a) the date at which a performance commitment is reached, or (b) at the date at which the necessary performance to earn the equity instruments is complete.

#### *Recent Accounting Pronouncements*

There is no recent guidance that impacts the Company's financial statements.

#### NOTE 3 – GOING CONCERN

These financial statements have been prepared in accordance with generally accepted accounting principles applicable to a going concern, which assumes that the Company will be able to meet its obligations and continue its operations for its next fiscal year. Realization values may be substantially different from carrying values as shown and these financial statements do not give effect to adjustments that would be necessary to the carrying values and classification of assets and liabilities should the Company be unable to continue as a going concern.

On December 31, 2023 Company had an accumulated deficit of \$3,944,128 and has a working capital deficiency of \$2,692,322 and expects to incur further losses in the development of its business, all of which raise substantial doubt about the Company's ability to continue as a going concern. The Company's ability to continue as a going concern is dependent upon its ability to generate future profitable operations and/or to obtain the necessary financing to meet its obligations and repay its liabilities arising from normal business operations when they come due. Management has no formal plan in place to address this concern but considers that the Company will be able to obtain additional funds by equity financing and/or related party advances, however, there is no assurance of additional funding being available or on terms acceptable to the Company.

#### NOTE 4- ACCOUNTS RECEIVABLE -OTHER

As of December 31, 2023, the Company had \$886,879 of accounts receivable other. The balance is comprised primarily of collateralized accounts receivable balances.

#### NOTE 5- NOTES PAYABLE

As of December 31, 2023 the Company had outstanding unsecured, promissory notes of \$2,688,666 with accrued interest of \$1,026,541 with varying maturities over the next two years.

#### NOTE 6- SUBSEQUENT EVENTS

In accordance with ASC 855-10 management has performed an evaluation of subsequent events from December 31, 2023, through the date the financial statements were available to be issued and has determined that there are no items requiring disclosure.

## 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:

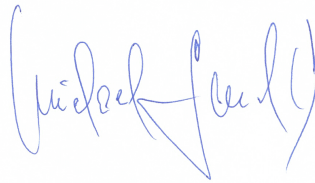
I, Michael Smelik certify that:

1. I have reviewed this Annual Disclosure Statement for China Intelligence Information Systems, 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.

March 17, 2024

/s/ Michael Smelik

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



*Principal Financial Officer:*

I, Michael Smelik certify that:

1. I have reviewed this Annual Disclosure Statement for China Intelligence Information Systems 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.

March 17, 2024

/s/ Michael Smelik,

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

