

Disclosure Statement Pursuant to the Pink Basic Disclosure Guidelines

CALIFORNIA - ENGELS MINING COMPANY

A California corporation

4276 NAPA LOOP
Roseville, CA 95747

www.calengels.com
Telephone +1 530 394-7045
calengelsco@gmail.com

Quarterly Report

For the period ending September 30, 2024 (the "Reporting Period")

Outstanding Shares:

The number of shares outstanding of our Common Stock was: 695,890

Insert Number of Shares as of Current reporting Date or More Recent Date: October 28, 2024:

Number of Shares: 695,890

Insert Number of Shares as of Most Recent Completed Fiscal Year End Date: December 31, 2023:

Number of Shares: 699,980

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;
- (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.

Current Principal Executive Office Address:

California-Engels Mining Company
4276 Napa Loop, Roseville, California 95757
Email: calengelsco@gmail.com

Current Principal Place of Business:

Same as Executive Office Address:
4276 Napa Loop, Roseville, California 95757
Email: calengelsco@gmail.com

1) Current Principal Place of Business: Same as Executive Office Address:
4276 Napa Loop, Roseville, California 95757

Current State and Date of Incorporation or Registration:

The state of incorporation or registration of the issuer and of each of its predecessors (if any) during the past five years. California

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

Prior Incorporation Information for the issuer and any predecessors during the past five years:(e.g. active, default, inactive).

January 1, 2008 to Present: Name: California-Engels Mining Company
Address: 4276 Napa Loop, Roseville, California 95757
Current Standing: ACTIVE

Incorporated under the laws of the state of California, July 12, 1922. Incorporated as Engels Copper Mining Company on June 19, 1901 and merged into its holding company, California Copper Corporation, to form California-Engels Mining Company on March 3, 1936.

ITEM 1. Business

The Company was incorporated under the laws of the State of California on July 12, 1922, under the name of California Copper Corporation, as a holding company for the shares of its operating company, Engels Copper Mining Company which was incorporated under the laws of the State of California on June 19, 1901. Engels Copper Mining Company was merged into California Copper Corporation on March 3, 1936, and the name of the merged company was changed to California-Engels Mining Company. Exploration and development commenced at the Engels Mine, Lights Creek Mining District, Plumas County, California, upon organization of Engels Copper Mining Company; but it was not until 1914 when the first all flotation mill for copper in the United States was built when production of copper started. From 1914 until mill operations were suspended due to the low price of copper in July, 1930, approximately 4,700,000 tons of ore were mined from the Engels and Superior mines and milled producing 160,170,000 pounds of copper and substantial values in gold and silver. Out of profits of this operation, the Company retired a bond issue of \$500,000 and paid out more than \$1,285,000 in dividends. During the 1930's the mining and milling plant, Engelmine town site and the Indian Valley Railroad subsidiary were dismantled and sold.

Historically the mines operated from 1914 to 1930 producing 160,170,000 pounds of copper from 4,700,000 tons grading 2.5% copper. The mines were closed by the Great Depression of the 1930's. It was often at times the largest copper producer in California during the 1920's. During that sixteen year period the Company built the 400 tons-per-day Engels Mill, the first all flotation mill for copper in the United States. Also completed were the 1,000 ton-per-day Superior Mill, the Engelmine company town and the 20 mile long Indian Valley Railroad to connect with the Western Pacific Railroad at Paxton. The railroad allowed the Company to ship copper concentrates by rail to the smelter at Garfield, Utah. During that period the Company was a substantial employer in Plumas County, supported the local economy and paid dividends to its shareholders.

The Company is in continuous mining operation, currently as lessor of its timber, rock aggregate and of the Engels and Superior copper mines in the Lights Creek Mining District, Plumas County, California. The property consists of 36 patented lode mining claims totaling 736 acres and 339.24 acres of fee lands and the certified Engelmine Forest tree farm. From 1964 to 1993 the Company leased its property to Placer Development Ltd., Vancouver, Canada. Placer was a major worldwide mining company. Placer's extensive drilling and sampling of underground workings at the Superior Mine developed a substantial copper resource. Beginning in 2006 the Engels and Superior mines have been leased to a series of junior Canadian mineral exploration companies. The first, Sheffield Resources Ltd., Vancouver, Canada, was led by a former Placer geologist. Nevoro Inc., Toronto, Canada acquired Sheffield in 2008. Sheffield/Nevoro drilled 44 HQ holes at the Engels Mine to define high-grade copper mineralization and sampled underground workings at the Superior Mine during 2006-2008. During 2009, Starfield Resources Inc., Toronto, Canada, acquired Nevoro and drilled three holes at the Engels Mine in November 2009. An airborne geophysical survey of the property was conducted in May 2010 and four more holes were drilled at the Engels Mine in June 2010. No mineral exploration was done by the mineral lessee during 2011 and 2012. Effective July 27, 2013, US Copper Corp. formerly Crown Mining Corp., Toronto, Canada, acquired the mining lease from the bankruptcy of Starfield Resources Inc. Crown's consulting mining engineer and consulting geologist completed a Technical Report and Resource Estimate for the Superior Project, Plumas County, California dated November 15, 2013. The mineral resource of the Superior Mine is estimated to be 54 million tons at an average grade of 0.41% copper with 487 million pounds of contained copper. The mineral resource at the Engels Mine is presently estimated to be 19 million tons at an average grade of 0.63% copper. A detailed surface geologic mapping of key areas on the property was completed during the 2014 field season. In 2016 US Copper Inc.. acquired the Moonlight Valley copper property of Canyon Copper Corp. thus consolidating the 13 square mile Lights Creek Mining District copper properties. During 2017 U S Copper Inc.. retained Tetra Tech Inc. to complete a Preliminary Economic Assessment (PEA) on its Moonlight-Superior Copper Project. The PEA was completed on April 18, 2018. See their Website: uscoppercorp.com and their Facebook and X sites for Superior Mine and Engels Mine conformation drilling results and updates. In the past 40 years four Master Thesis have been completed on the Plumas Copper Belt along Lights Creek, three on geology and one on water quality. The mineral deposits of the Lights Creek Mining District are recognized as the largest known unmined copper resources in California. The Company is also subject to a State of California General Industrial Activities Storm Water Permit. During the year, pursuant to the Company's Storm Water Pollution Prevention Plan, catch and evaporation basins are continuously maintained. Water sampling is was conducted by mineral lessee, American Sheffield Inc. and now U S Copper Inc.in furtherance of ongoing activities at the mines.

The rock quarry located on the property is leased to Turner Excavation for crushed rock and sand from mine tailing. A reclamation plan is in place.

Engelmine Tree Farm #2611- A Non-Industrial Timber Management Plan on the Company's mining properties was approved by the California Department of Forestry and became effective July 2, 1999. The permitting process for this project began in August 1994 with the start of the archaeological survey and the February, 1995 agreement with Shasta Land Management Consultants to prepare the Plan.

The Company made application to the California Tree Farm Committee of the American Tree Farm System for approval of its Engelmine Forest timber lands on Lights Creek as a tree farm. Its Engelmine Forest was accepted as California Tree Farm No. 2611 on June 17, 1999.

From 1999 to 2001 The Company engaged in mechanical thinning and timber harvest projects on its properties producing 1,809,520 board feet of timber. Hand thinning projects were ongoing on overstock areas of the Company's property. The purpose of thinning harvests was to reduce fire danger, improve the timber stand, provide wildlife protection, remove hazard timber and improve aesthetics ancillary to mining operation..

The U.S.D.A. Forest Service approved its Sierra Nevada Forest Plan Amendment on January 21, 2004 and affirmed it after appeals on November 18, 2004. The Company's Engelmine Forest tree farm was severely damaged by the 65,000 acre Moonlight Fire on the Plumas National Forest between September 3-15, 2007. Mineral lessee, American Sheffield Inc. contractor's drill rig, water truck and trailer survived the fire because of forest thinning by the Company around the Engels Mine. Pursuant to its Non-Industrial Timber Management Plan salvage logging of dead and dying trees began on the Company's property October 12, 2007 and continued until completed. As a result of this wildland fire the Company's Non-Industrial Timber Management Plan pursuant to the California Forest Practice Rules was substantially amended. Re-planting began and 114,000 plus trees were planted on the property.

In July through October of 2021, the Dixie Wildfire spread throughout Plumas County. In August the fire completely burned over the timber and destroyed the replanted areas. Restoration efforts will include clean up and replanting the tree farm.

The Company has a claim against Pacific Gas & Electric Company for damage from the 2021 Dixie Fire.

ITEM 2. Properties

(a) The Company is the fee owner of 36 patented lode mining claims totaling 736 acres, plus 239.24 acres of other patented lands at Engelmine, Lights Creek Mining District, Plumas County, California. Pursuant to the Exploration Permit With Option to Lease and Purchase dated April 18, 2006, American Sheffield Inc., a Nevada Corporation, a wholly owned subsidiary of Sheffield Resources Ltd., a British Columbia corporation, exercised its option to enter into a Mining Lease with Option to Purchase the Company's 36 patented lode mining claims and 162.12 acres of other patented lands at Engelmine. The remaining 77.12 acres of the Company's patented lands at Engelmine are not subject to any encumbrance.

(b) The Company is the fee owner of five patented lode mining claims totaling 100 acres in the Genesee Mining District, Plumas County, California. None of the claims are subject to any encumbrance.

(c) The Company has not paid a dividend on its Capital Stock because it has had an accumulated deficit since the merger in 1936. The Board of Directors of the Company is endeavoring to earn income from the sale of salvage timber, mineral leasing, mining royalties, interest, dividends and its bookkeeping business so funds are continuously available for supervision and operation and the maintenance of its mining properties and timber management plan. It is not the intention of The Company to pay dividends in the foreseeable future.

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

Response: None – There have been no trading suspension orders issued by the SEC.

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

Response: None

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

4276 Napa Loop, Roseville, California 95757

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

4276 Napa Loop, Roseville, California 95757

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

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

No:

Yes:

If Yes provide additional details in the space below:

None.

2) Security Information

Transfer Agent

Transfer Online

www.transferonline.com, Tel 503-227-2950

512 SE Salmon, Portland, OR 97214-3444 2nd Floor

Email: info@transferonline.com

Financial Industry Number Standard (FINS) number: 341263

The Transfer Agent is registered under the Exchange Act

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:	CAEN	
Exact title and class of securities outstanding:	Common	
CUSIP:	130199 10 2	
Par or stated value:	\$0.25	
Total shares authorized:	4,000,000	as of date: September 30, 2024
Total shares outstanding:	695,890	as of date: September 30, 2024
Total number of shareholders of record:	688	as of date: September 30, 2024

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

RESPONSE:

No additional title or class of securities has been issued since inception.

Trading symbol:		
Exact title and class of securities outstanding:		
CUSIP:		
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:

Trading symbol:		
Exact title and class of securities outstanding:		
CUSIP:		
Par or stated value:		
Total shares authorized:		as of date:
Total shares outstanding:		as of date:

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.

RESPONSE: No dividend, voting or preemption rights have been granted

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

RESPONSE: The Company has not authorized a preferred class of stock

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

RESPONSE: None. No other material rights of common or preferred stockholders have been granted.

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.

RESPONSE: None. No modifications to the rights of holders of the company's securities have occurred over the reporting period covered by this report.

3) Issuance History

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

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

A. Changes to the Number of Outstanding Shares 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 and any subsequent periods:

No:

Yes: (If yes, you must complete the table below)

Shares Outstanding Opening Balance: 703,696.04									
Date: <u>12/31/2021</u> Common: 703,696.04 Preferred: Nil									
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 persons(s) for any entities listed.	Reasons 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
2022	Returned to unissued	0	Common						
3/21/23	Returned to unissued	-3,696	Common	\$4.50	No			Unrestricted	
6/30/23		0							
7/25/23	Returned to unissued	-10	Common	0					
8/15/23	Returned to unissued	-10	Common	\$4.00	No			Unrestricted	
12/31/23		0							
2/24/2024	Returned to unissued	-100.00	Common	\$2.65	No			Unrestricted	
3/31/2024	Error in 7/25/23	10	Common	0	No		Shares were deducted twice-found in audit	Unrestricted	
5/9/2024	CEDE & Co audit, deduct shares to be balance with Cede & CO	-4,000.0	Common	0	No		Shares were found to be out of balance with CEDE	Unrestricted	
Shares Outstanding on Date of This Report: Ending Balance: <u>695,890.04</u> Date: <u>9/30/2024</u> Common: <u>695,890.04</u> Preferred: Nil									

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.)

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.otcmarkets.com).

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

The Company is the owner and lessor of its timber, rock aggregate and Engels and Superior copper mines in the Lights Creek Mining District, Plumas County, California. We continue with ongoing mining lease operations on advancing the Engels and Superior Copper Mines to resume production of copper, gold and silver.

Restoration efforts of the Engelmine Tree Farm, after the 2021 Dixie Wildfire will be beginning soon and will continue over the upcoming years.

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

None

Patents and Trademarks

None

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.

All lands owned by the company are mining properties with timber rights.

The Company is the fee owner of 36 patented lode mining claims totaling 736 acres, plus 239.24 acres of other patented lands at Engelmine, Lights Creek Mining District, Plumas County, California. Of this 898.12 ac are leased to U S Copper Inc, Toronto, Canada which continues with exploration on advancement toward the production from the Engels and Superior Copper mines.

The remaining 77.12 acres of the Company's patented lands at Engelmine are not subject to any encumbrance.

The Company is the fee owner of five patented lode mining claims totaling 100 acres in the Genesee Mining District, Plumas County, California. None of the claims are subject to any encumbrance.

Effective September 1, 2012, the Company leased the No. 10 Level dump of the Engels Mine to Turner Excavating, Inc. to screen and crush aggregate for road rock and other uses. The lessee completed a reclamation plan and financial bond to assure that performance standards of the reclamation plan are satisfied. The Company receives a 10% gross royalty on rock sold with a minimum of \$3,000 per year.

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 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. 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.

Name 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
Lamb and Company LLC	Officer & Director	Roseville, CA	189,788.5	Common	27.7%	Norman Lamb
Norman Arthur Lamb	Chief Executive Officer, President, Director	Roseville, CA	3,800.	Common	.55%	
Katherine Ann Lamb	Chief Financial Officer, Director	Roseville, CA	7,100	Common	1%	
M. Blair Ogden	Corporate Secretary, Director	San Rafael, CA	100	Common	0%	
Richard C. Poulton	Director	Prescott, Az	25,126.	Common	4%	
Flowery Gold Mines Co of NV		Roseville	87,000.00	Common	12%	Norman Lamb

Applicable percentage of ownership is based on 695,890 shares outstanding as of September 30, 2024, together with securities exercisable or convertible into common shares within sixty (60) days as of the date hereof for each stockholder.

We have determined beneficial ownership in accordance with the rules of the SEC. These rules generally attribute beneficial ownership of securities to persons who possess sole or shared voting power or investment power with respect to those securities. The person is also deemed to be a beneficial owner of any security of which that person has a right to acquire beneficial ownership within 60 days. Unless otherwise indicated, the person identified in this table has sole voting and investment power with respect to all shares shown as beneficially owned by him, subject to applicable community property laws.

As of the date of this filing, the Company's current officers and directors were as follows.

The following table includes the names, positions held, and ages of our current executive officers and directors as of the date of this filing:

NAME	AGE	POSITION	HELD SINCE
Norman Arthur Lamb	88	Chief Executive Officer, President	Nov 16, 1987 -President 1978-Director
Katherine Ann Lamb	73	Chief Financial Officer, Director	January 1, 2009
M. Blair Ogden	91	Secretary, Director	May 21, 2000
Richard C. Poulton	82	Director	March 27, 1993

Norman Arthur Lamb, Chief Executive Officer, President, Director

Norman Lamb lived in various mining towns in the Mother Lode foothills of California before moving to Vallejo, California. After attending college at Sacramento State University, he became a teacher for several years, later working in the mining arena full time. He loved the business end of mining, authoring a book but he was also a prospector, spending many hours in the Nevada desert. He learned about the legendary Engels mines very early on, following it and becoming involved starting in 1978. He served first as a shareholder, then a Director, V. President / Secretary and since 1987 President of the company. Over the many years he has guided the company in different ventures. He saw having a certificated tree farm would be a good fit for the company and its timber lands. The Engelmine Tree Farm #2611 was born. He has been a great source of information for the various leasee's that have come to "Engels" over the years. He is a historian especially about the history of the company, mining, mines and its founders. He has given many talks on the Engels Copper Mine and California Engels over the years to museums, Historical Societies, and the public. He has served as members and Board Members to Plumas County Museum, Cy Hall Memorial Museum, and Indian Valley Museum over the years. Norman is also the President and board member of several other mining companies. This has given him a very good feel, not to mention knowledge, of the business aspect as well as other areas in the mining field.

Katherine Ann Lamb, Chief Financial Officer, Director

Katherine was raised in Northern California. She attended University of California, Chico. After graduation she went into the banking where she remained for 25 years in various roles, teller, loan officers, Assistance manager to Regional Manager. Her father was a rockhound, miner and prospector so her love of mining came early looking for and prospecting for rocks and minerals. She had served as the treasurer for over 16 years to the Indian Valley Museum and the Taylorsville Methodist Church. She has volunteered many hours to a number of organization in the areas where she has resided. She began working as a bookkeeper for the company in 2009, as well serving as Vice President, Treasurer and Director to this company and several other mining companies.

M. Blair Ogden, Secretary, Director

Blair Ogden was born and raised in the Blue Ridge Mt. area of VA. He received a BS at Washington & Lee University and MS from the U of Michigan, both with a geology focus.

He then moved to the SF Bay Area becoming a claims administrator for an insurance company. During this time he attended night law school becoming a licensed attorney in 1972. He opened and managed a law office handling defense of civil suits brought against policy holders. Blair retired from law in 2003 and since then has volunteered as a senior peer counselor, meal delivery to disadvantaged seniors and museum docent to a CA nature park. Included in all this activity is many years of participation in and joinder of mining activities in and around the Sierras with geologic interests still the major focus

Richard C. Poulton, Director

Richard retired after spending 42 years in all aspects of the financial services industry. He worked for Bank of America, Fidelity Savings, and San Francisco Federal Savings & Loan. He held various roles over the years as Branch Manager, Real Estate division for Boise Cascade, Sales Representative for Rauscher, Pierce, Refsnes Inc. at their Trading Desk. He worked for Gesco (later Fiserv) as the primary liaison with client's senior management, account manager, later moving to Regional Sales Manager. When Fiserv formed a new division, Fiserv EFT (ATM's) he transferred in as a Senior Account Executive. His responsibility was Primary Liaison, Interface and Escalation point between Fiserv EFT and assigned large retail clients. When Fiserv EFT decided to move their Head Quarters out of California he chose to leave the company.

He joined a new company, Unisys manage, which just signed a contract for all of Washington Mutual Bank check processing. His position was Change Control Manager. After 9/11 a new check processing system was needed. Unisys opened 9 check processing data centers and converted 2,500 branches of Washington Mutual to the new systems.

Positions outside the work environment:

Past Vice President of the San Mateo Chamber of Commerce

Past Chairman of the Housing and Advisory and Appeals Board, City of San Mateo

California-Engels Mining Company – Board Member

Former Board of Directors member for Earthmetrics Corp, Burlingame, California

Former Board of Directors member of the American Heart Association, Northern California Region.

Member of the Coast Guard Auxillary, past Instructor, past Materials Officer, past Flotilla Commander.

Appointed to the Citizens Planning Advisory Committee by the Mayor of San Mateo, CA

Employees

We have one employee who fills the role of bookkeeper. As of the date of this filing, the Company does not participate in any pension contribution plans, medical insurance plans, unemployment insurance plans, personal injury insurance plans, maternity insurance or housing reserve funds.

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 have:

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);

Response: None

2. 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.

Response: 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;

Response: 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

Response: 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.

Response: 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.

Response: None

Legal Proceedings

“The Company brought legal action for damages resulting from the Dixie Fire of 2021, in *California-Engels Mining Company et al. v. Pacific Gas and Electric Company*, San Francisco Superior Court Case Number CGC-23607817. Certain plaintiffs in the case, including California-Engels, have resolved their litigation. \$13 million is held in a trust account for the benefit of the settling plaintiffs, including California-Engels and two other companies that were also damaged by the actions of PG&E and are affiliated with California-Engels. The relative entitlement of the three plaintiffs to the settlement trust funds has not yet been determined. At this point, it is impossible to predict the amount of the settlement funds that will be allocated to California-Engels and there can be no assurance that the California Engels share of such funds will be material.”

8) Third Party Providers

Securities Counsel (must include Counsel preparing Attorney Letters)

Name: Chris Dieterich: Dieterich & Associates
Address 1: 815 Moraga Suite 207
Address 2: Los Angeles, California 90049
Phone: 310-312-6888
Email: venturelaw@gmail.com

Accountant or Auditor

Name: Excelsis Accounting Group- Troy Haggard
Address 1: 5335 Kietzke Ln. Ste 110
Address 2: Reno, NV 89511
Phone: (775) 332-4200
Email: thaggard@excelsisaccounting.com

Investor Relations

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

All other means of Investor Communication:

X (Twitter):

Discord:

LinkedIn

Facebook:

[Other] calengels.com

Other Service Providers:

Provide the name of any other service provider(s) **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.

Response: Name: Cupit, Milligan, Ogden & Williams, CPA's

Address 1: 1695 Meadow Wood Lane

Address 2: Reno, NV 89502

Phone: (775) 827-5055;

Email: mlw@cupit.com

9) Disclosure & Financial Information

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

Katherine Lamb, Treasurer

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)¹:

Name: Excelsis Accounting Group, Troy Haggard

Title: Accounting Firm CPA

Relationship to Issuer: Services provider

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

Response: Troy Haggard

- 35 years of experience focused on providing consulting services for both public and private companies requiring expertise with financial statement preparation and analysis, internal controls, business planning, risk assessment and back office operations.
- Involved with audit and attestation services associated with both public issuers and private companies.
- Primarily with audits of companies that file with the Securities and Exchange Commission (SEC) which require review of filings including but not limited to 10-Ks, 10-Qs, and 8-Ks. Perform SOX (Sarbanes

Oxley) compliance procedures including reviewing process narratives, performing walkthroughs and detail testing.

Degree - University of Nevada Reno, 1995 (Finance and Economics)

Certified Public Accountant (CPA) License # 5396

Memberships and Professional Organizations

AICPA
NVCPA

Professional History

1989 – 2002	Contract Geological Services (CGS) - General Manager
2002 – 2007	BCS Inc. – General Manager
2007 – 2010	Tax Services of America – Regional Director
2010 - Current	Excelsis Accounting Group

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; Financial Statements are unaudited. Audit letter not required.
- 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

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.

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, Norman A. Lamb certifies that.

1. I have reviewed this Disclosure Statement for California-Engel Mining Company

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.

November 14, 2024
/s/ Norman A. Lamb
Principal Financial Officer:

I, Katherine Ann Lamb certify that:

- (i) I have reviewed this Disclosure Statement for California-Engels Mining Company
- (ii) 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
- (iii) 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.

November 14 2024
/s/ Katherine Ann Lamb

EXHIBITS

The following exhibits are filed with this Quarterly Report

Exhibit A: FINANCIAL STATEMENTS

CALIFORNIA-ENGELS MINING COMPANY TABLE OF CONTENTS

PART 1 FINANCIAL INFORMATION

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California-Engels Mining Company
Balance Sheets
September 30, 2024 and December 31, 2023
(Unaudited)

Assets	September 30, 2024	December 31, 2023
<i>Current Assets</i>		
Cash and cash equivalents	\$ 192,244	\$ 238,288
Royalty receivable	-	212
Due from related party	5,000	-
Prepaid expenses	42,485	378
<i>Total Current Assets</i>	<u>239,729</u>	<u>238,878</u>
<i>Property and Equipment, net</i>	<u>242,104</u>	<u>243,679</u>
<i>Other Assets</i>		
Investment securities	326,779	347,930
<i>Total Other Assets</i>	<u>326,779</u>	<u>347,930</u>
Total Assets	<u><u>\$ 808,612</u></u>	<u><u>\$ 830,487</u></u>
Liabilities and Stockholders' Equity		
<i>Current Liabilities</i>		
Accrued expenses	\$ 27,404	\$ -
<i>Total Current Liabilities</i>	<u>27,404</u>	<u>-</u>
<i>Noncurrent Liabilities</i>		
Deferred income taxes	57,348	72,619
<i>Total Noncurrent Liabilities</i>	<u>57,348</u>	<u>72,619</u>
<i>Total Liabilities</i>	<u>84,752</u>	<u>72,619</u>
<i>Stockholders' Equity</i>		
Capital stock, par value \$0.25, 4,000,000 shares authorized, 695,890.04 and 700,000.04 shares issued and outstanding at September 30, 2024 and December 31, 2023, respectively	174,973	174,995
Reduction surplus	2,735,395	2,735,638
Accumulated deficit	(2,186,508)	(2,152,765)
<i>Total Stockholders' Equity</i>	<u>723,860</u>	<u>757,868</u>
Total Liabilities and Stockholders' Equity	<u><u>\$ 808,612</u></u>	<u><u>\$ 830,487</u></u>

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

California-Engels Mining Company
Statements of Income (Loss)
(Unaudited)

	THREE MONTHS ENDED SEPTEMBER 30		NINE MONTHS ENDED SEPTEMBER 30	
	2024	2023	2024	2023
Revenue				
Royalty income	\$ 7,411	\$ 6,967	25,760	26,883
Mining lease income	-	-	20,000	20,000
Rock lease income	14,767	13,460	14,767	13,460
Professional services	3,300	2,100	9,600	7,600
Interest income	1,413	2,393	5,762	6,454
<i>Total Revenue</i>	26,891	24,920	75,889	74,397
Operating and General Expenses				
Professional fees	3,148	3,612	51,671	14,234
Payroll	4,360	4,359	13,192	13,191
Director fees	-	-	2,000	2,000
Insurance	12,115	-	17,837	1,636
Taxes and licenses	5,970	30	8,628	1,244
Office	1,247	729	4,079	1,801
Storage fees	266	1,365	1,040	2,299
Depreciation	525	525	1,575	1,575
Stock maintenance fee	1,050	5,760	2,929	5,760
<i>Total Operating and General Expenses</i>	28,681	16,380	102,951	43,740
Income (Loss) from Operations	(1,790)	8,540	(27,062)	30,657
Other Income (Expense)				
Unrealized gain (loss) on equity securities	(5,711)	15,682	(21,151)	11,382
<i>Total Other Income (Expense)</i>	(5,711)	15,682	(21,151)	11,382
Income (Loss) Before Taxes	(7,501)	24,222	(48,213)	42,039
Income Tax Benefit (Expense)	3,947	(6,585)	14,470	(16,555)
Net Income (Loss)	\$ (3,554)	\$ 17,637	\$ (33,743)	\$ 25,484

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

California-Engels Mining Company**Statements of Stockholders' Equity**

For the nine month periods ended September 30, 2024 and September 30, 2023

(Unaudited)

	<u>September 30, 2024</u>	<u>September 30, 2023</u>
Capital Stock		
\$0.25 par value: 4,000,000 shares authorized; 695,890.04 and 700,000.04 shares issued and outstanding at September 30, 2024, and 2023, respectively		
Balance at beginning of year	\$ 174,995	\$ 175,924
Repurchase of capital stock	<u>(22)</u>	<u>(929)</u>
Balance at end of period	<u>174,973</u>	<u>174,995</u>
Reduction Surplus		
Balance at beginning of year	2,735,638	2,751,381
Repurchase of capital stock	<u>(243)</u>	<u>(16,168)</u>
Balance at end of period	<u>2,735,395</u>	<u>2,735,213</u>
Accumulated Deficit		
Balance at beginning of year	(2,152,765)	(2,172,468)
Net income (loss)	<u>(33,743)</u>	<u>25,484</u>
Balance at end of period	<u>(2,186,508)</u>	<u>(2,146,984)</u>
Total Stockholders' Equity	<u>\$ 723,860</u>	<u>\$ 763,224</u>

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

California-Engels Mining Company**Statements of Cash Flows**

For the nine month periods ended September 30, 2024 and September 30, 2023

(Unaudited)

	<u>September 30, 2024</u>	<u>September 30, 2023</u>
Cash Flows from Operating Activities		
Net Income (Loss)	\$ (33,743)	\$ 25,484
<i>Adjustments to reconcile net income (loss) to net cash used by operating activities</i>		
Depreciation	1,575	1,575
Unrealized gain on equity investments	21,151	(11,382)
Deferred income taxes	(15,271)	13,219
Share based compensation	-	4,525
Changes in operating assets and liabilities		
Royalty receivable	212	213
Prepaid expenses	(42,107)	(700)
Accrued expenses	27,404	(5,336)
Due to related parties	(5,000)	-
Net Cash Provided by (Used by) Operating Activities	<u>(45,779)</u>	<u>27,598</u>
Cash Flows from Financing Activities		
Repurchase of capital stock	<u>(265)</u>	<u>(21,622)</u>
Net Cash Used by Financing Activities	<u>(265)</u>	<u>(21,622)</u>
Net Change in Cash and Cash Equivalents	(46,044)	5,976
Cash and Cash Equivalents, Beginning of Year	<u>238,288</u>	<u>229,839</u>
Cash and Cash Equivalents, End of Period	<u>\$ 192,244</u>	<u>\$ 235,815</u>
Supplemental Disclosure of Cash Flow Information		
<i>Cash paid during the period for</i>		
Income taxes	<u>\$ 800</u>	<u>\$ 2,588</u>

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

1. Summary of Significant Accounting Policies

This summary of significant accounting policies of California-Engels Mining Company (the Company) is presented to assist in understanding the Company's financial statements. The financial statements and notes are representations of the Company's management who is responsible for their integrity and objectivity. These accounting policies conform to accounting principles generally accepted in the United States of America (US GAAP) and have been consistently applied in the preparation of the financial statements.

Nature of Activity

The Company's principal line of business is development of mineral and timber properties. The principal revenue sources currently consist of royalties, lease and investment income. The Company's properties are located in the western United States.

Basis of Accounting

The Company's books are maintained on the accrual method of accounting in accordance with US GAAP.

Cash and Cash Equivalents

For purposes of the statement of cash flows, the Company considers all highly liquid debt instruments with a purchased maturity of three months or less to be cash equivalents.

In addition to its bank account, the Company maintains its cash in a money market investment account, which is not insured by the Federal Deposit Insurance Corporation (FDIC). At September 30, 2024, the Company had \$192,244 in such account. The Company has not experienced any losses in such account.

Estimates

The preparation of financial statements in conformity with US GAAP requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Property and Equipment

Property and equipment are capitalized at cost. It is the Company's policy to capitalize expenditures for these items in excess of \$500 with a useful life greater than one year. Depreciation is calculated using the straight-line method over five to fifteen years.

Income Taxes

The Company accounts for income taxes under the provisions of FASB ASC 740, *Income Taxes*. ASC 740 requires recognition of deferred tax assets and liabilities for the expected future tax consequences of events that have been included in the financial statements or tax returns. Under this method, deferred tax assets and liabilities are determined based on the difference between the financial statement and tax bases of assets and liabilities using enacted rates in effect for the year in which the differences are expected to reverse.

1. Summary of Significant Accounting Policies (continued)

Fair Value of Financial Instruments

Fair value accounting establishes a fair value hierarchy that prioritizes the inputs of valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements) and the lowest priority to unobservable inputs (Level 3 measurements). The three levels of the fair value hierarchy are described below:

- Level 1* *Unadjusted quoted prices in active markets that are accessible at the measurement date for identical, unrestricted assets or liabilities;*
- Level 2* *Quoted prices in markets that are not active, or inputs that are observable, either directly or indirectly, for substantially the full term of the asset or liability; and*
- Level 3* *Prices or valuation techniques that require inputs that are both significant to the fair value measurement and unobservable (supported by little or no market activity).*

The Company holds publicly traded securities which are considered equity securities. Those securities are classified within Level 1 of the fair value hierarchy as their fair value is determined using quoted prices in active markets.

Reclassifications

Certain reclassifications of amounts previously reported have been made to the accompanying financial statements to maintain consistency between periods presented. The reclassifications had no impact on net income or stockholders' equity.

2. Property and Equipment

The Company brought legal action for damages resulting from the Dixie Fire of 2021, in *California Engels Mining Company et al. v. Pacific Gas and Electric Company*, San Francisco Superior Court Case Number CGC-23607817. Certain plaintiffs in the case, including California Engels, have resolved their litigation. \$13 million is held in a trust account for the benefit of the settling plaintiffs, including California Engels and two other companies that were also damaged by the actions of PG&E and are affiliated with California Engels. The relative entitlement of the three plaintiffs to the settlement trust funds has not yet been determined. At this point, it is impossible to predict the amount of the settlement funds that will be allocated to California Engels and there can be no assurance that the California Engels share of such funds will be material."

Property and equipment consisted of the following:

	September 30,	December 31,
	2024	2023
Land and land improvement	248,132	\$ 248,132
Furniture, equipment and vehicles	5,747	5,747
Less accumulated depreciation	(11,775)	(10,200)
Property and equipment, net	\$ 242,104	\$ 243,679

Depreciation expense was \$1,575 for the nine month periods ended September 30, 2024 and 2023, respectively.

3. Mining Claims and Fee Land Owned

At September 30, 2024, the Company was the owner of 36 patented lode mining claims totaling 736 acres comprising the Engels and Superior Mines and 239.24 acres of patented land at Engelman, Lights Creek Mining District, Plumas County, California. All of these lands are optioned to US Copper Corp. except for 77 acres on Diamond Mountain Road along Lights Creek by the Company for possible commercial development.

At September 30, 2024, the Company was the owner of 5 patented lode mining claims totaling 100 acres on Ward Creek in the Genesee Mining District, Plumas County, California.

4. Valuations of Mineral Lands

The mineral lands carried on the books at a value of \$10,000 less depletion have a historical cost basis from June 19, 1901 of \$1,000,000. Beginning in 1913, different valuations were placed on these lands by the Commissioner of Internal Revenue. Under instructions of the Commissioner, the values of the land were written up on the books to a high of \$4,500,000 on February 23, 1928.

In 1934, because of depressed conditions, the mineral lands were written down to \$10,000 without any tax benefit. In the event of a sale of these lands the recognized gain for tax purposes will be substantially reduced or eliminated. Consequently, a deferred tax asset of approximately \$340,000 has been offset by a corresponding valuation allowance of approximately \$340,000 due to the unlikelihood of the sale of the property in the near future. During the year ended December 31, 2017, reflecting the federal corporate income tax rate change resulting from the Tax Cuts and Jobs Act, the deferred tax asset and corresponding valuation allowance related to the mineral lands were each re-measured to be \$210,000.

It is estimated that the current market value of the properties meets or exceeds the \$1,000,000 historical cost basis; however, due to the length of time the Company has reported the land values at the written down value of \$10,000, a change to the cost method has not been deemed appropriate for reporting purposes.

5. Investment Securities

The Company's equity securities portfolio is comprised of items with readily determinable fair values. In accordance with the provisions of Financial Accounting Standards Board (FASB) Accounting Standards Codification (ASC) 321, *Investments – Equity Securities Topic*, those equity securities are reported as an asset at their fair value. Following adoption of ASU 2016-01, unrealized gains and losses arising during the period are recorded in net income (loss).

The following table reflects the portion of unrealized gains and (losses) recognized during the nine month periods ended September 30 on equity securities still held at the reporting date:

	<u>2024</u>	<u>2023</u>
Net gains and (losses) recognized during the period on equity securities	\$ (21,151)	\$ 11,382
Less: Net gains and (losses) recognized during the year on equity securities sold during the period	-	-
Unrealized gains and (losses) recognized during the period on equity securities held at the reporting date	<u>\$ (21,151)</u>	<u>\$ 11,382</u>

California-Engels Mining Company
Notes to Financial Statements
September 30, 2024
(Unaudited)

There were no sales of equity securities during the nine month periods ended September 30, 2024 and 2023.

	Total	Level 1 Quoted Prices	Level 2 Other Significant Observable inputs	Level 3 Significant Observable inputs
Equities	\$ 326,779	326,779	-	-

6. Contingent Liabilities

The Company is not a defendant in any legal proceeding nor is there any litigation in progress, pending or threatened against the Company.

7. Capital Stock

During the period ended September 30, 2024, the Company repurchased and retired 100 shares of capital stock at \$2.65 per share for a total cost of \$265. Additionally, 10 shares previously retired were returned to issued and outstanding.

During the period ended September 30, 2023, stockholders' equity activity consisted of the following:

Repurchase of capital stock – The Company repurchased 4,796 shares of capital stock at \$4.50 per share for a total cost of \$21,582. Of these shares, 3,696 were retired. The Company also repurchased and retired 20 shares of capital stock at \$4.00 per share for a total cost of \$40.

Stock based compensation – The Company issued 1,000 shares of capital stock valued at \$4.50 per share in consideration of professional services provided. Additionally, the Company issued 100 shares of capital stock valued at \$4.50 per share for director's fees.

8. Mining Lease

On April 18, 2006, the Company entered into an Exploration Permit with Option to Lease and Purchase agreement on its 36 patented lode mining claims and 162.12 acres of its fee lands at Engelmine, Lights Creek Mining District, Plumas County, California. The agreement provides for annual rental payments, issuance of shares, annual work requirement and a net smelter return of 2% when in production. Royalties to the Company are capped at \$25,000,000. The Company retained the rights to the timber on the property and to manage its Engelmine Forest, California Tree Farm #2611 pursuant to its Non-Industrial Management Plan. Upon completion of mining and reclamation, title to the property will be returned to the Company.

9. Rock Lease

Effective September 1, 2012, the Company leased the No. 10 Level dump of the Engels Mine to Turner Excavating, Inc. to screen and crush aggregate for road rock and other uses. The lessee completed a reclamation plan and financial bond to assure that performance standards of the reclamation plan are satisfied. The Company receives a 10% gross royalty on rock sold with a minimum of \$3,000 per year.

10. Related Party Transactions

The Company receives bookkeeping and office fees from three other entities that share common management with the Company. The income received from such entities amounted to \$9,600 for the nine month period ended September 30, 2024 and \$7,600 for the nine month period ended September 30, 2023. The company paid payroll to a board member who performed all management functions of the Company in the amount of \$13,192 and \$13,191 for the nine months ended September 30, 2024 and 2023.

The Company pays storage rent, stock maintenance and transfer fees to an entity that shares common management with the Company. The expenses incurred for such services amounted to \$3,969 and \$8,059 for the nine month period ended September 30, 2024 and 2023.

11. Earnings (Loss) per Share

The earnings (loss) per share for the nine month periods ended September 30 were as follows:

	<u>2024</u>	<u>2023</u>
Net Income (Loss) - Numerator	\$ (33,743)	\$ 25,484
Weighted Shares - Denominator	<u>700,895</u>	<u>703,696</u>
Earnings (Loss) per Share	<u>\$ (0.048)</u>	<u>\$ 0.036</u>

12. Income Taxes

A reconciliation of the difference between the provision for income taxes and income taxes at the statutory U.S. Federal income rate and State income tax rate is as follows for the for the three and nine month periods ended September 30.

	<u>Federal</u>		<u>State</u>	
Federal/State statutory rate	21%		8.84%	
	<u>Nine months ended</u>		<u>Three months ended</u>	
	<u>2024</u>	<u>2023</u>	<u>2024</u>	<u>2023</u>
Federal income tax - current	\$ -	\$ (6,149)	\$ -	\$ (1,828)
State income tax - current	(800)	(2,588)	-	(592)
Deferred income taxes	15,270	(7,818)	3,947	(4,165)
Total income tax benefit (expense)	<u>\$ 14,470</u>	<u>\$ (16,555)</u>	<u>\$ 3,947</u>	<u>\$ (6,585)</u>

California-Engels Mining Company
Notes to Financial Statements
September 30, 2024
(Unaudited)

Deferred income tax liabilities consisted of the following at:

	<u>September 30,</u> <u>2024</u>	<u>December 31,</u> <u>2024</u>
Deferred tax liabilities		
Unrealized gain (loss) on securities	\$ (23,012)	\$ (28,931)
Basis difference in partnership and royalty trust investments	(48,563)	(48,564)
Depreciation	(1,079)	(1,016)
Net operating loss carryforwards	<u>15,306</u>	<u>5,892</u>
Total deferred tax liabilities	<u>\$ (57,348)</u>	<u>\$ (72,619)</u>

The Company had cumulative net operating losses of \$33,840 as of September 30, 2024 for federal income tax purposes. The federal net operating loss carryforwards can be used indefinitely. The Company had cumulative net operating losses of \$33,040 as of September 30, 2024 for state income tax purposes which it estimates can be used in future years without expiration.

Tax returns subject to examination - The Company files income tax returns in the United States and in the state of California. These tax returns are subject to examination by taxation authorities provided the years remain open under the relevant statutes of limitations, which may result in the payment of income taxes and/or a decrease in the net operating losses available for carryforwards. While the Company believes that its tax filings do not include uncertain tax positions, the results of potential examinations or the effect of changes in tax law cannot be ascertained at this time. The Company currently has no tax years under examination. As of September 30, 2024, federal income tax returns for years after 2020 and California income tax returns for years after 2019 remain subject to examination.

12. Subsequent Events

In preparing these financial statements, the Company has evaluated events and transactions for potential recognition or disclosure through November 14, 2024, the date the financial statements were available to be issued.