ANNUAL
FINANCIAL STATEMENTS

January 31, 2020

Covista Communications, Inc.

TRADING SYMBOL: CVST

CUSIP NUMBER: 223574104

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COVISTA COMMUNICATIONS, INC

CONDENSED CONSOLIDATED BALANCE SHEETS

(unaudited)

	As of January 31, 2021
Assets	
Current Assets	
Cash and Cash equivalents	$ -
Short Term Investments	-
Net Receivables	-
Inventory	-
Other Current Assets	$ -
Total Current Assets	**$ -**
Long Term Assets	
Long Term Investments	$ -
Property Plant and Equipment	-
Goodwill	-
Intangible Assets	-
Other Assets	-
Deferred Long Term Asset Charges	-
Total Long Term Assets	**$ -**
Total Assets	**$ -**
Liabilities and Stockholders' Deficit	
Liabilities	
Current Liabilities	
Accounts Payable	$ -
Accrued Wages/Other Expenses	-
Other Liabilities	-
Total Current Liabilities	**$ -**
Long Term Liabilities	
Long Term Debt	$ -
Notes Payable - Shareholders	3,000,000
Loans from Shareholders	250,000
Intercompany	-
Total Long Term Liabilities	**$ 3,250,000**
Total Liabilities	**$ 3,250,000**
Stockholders' deficit:	
Preferred Stock	$ -
Common Stock	968,132
Retained Earnings	(74,271,070)
Treasury Stock	(1,835,840)
Additional Paid-In-Capital	71,888,778
Other Stockholder Equity	
Total Stockholder Equity	**(3,250,000)**
Total Liabilities and Stockholder Equity	**$ 0**

COVISTA COMMUNICATIONS, INC
CONDENSED CONSOLIDATED STATEMENTS OF OPERATIONS
(unaudited)

	For the Year Ended January 31, 2021	
Revenue		
Total Revene	$	-
Cost of Reveue		-
Gross Profit	$	-
Expenses		
Selling, General and Administrative	$	-
Total Expenses	$	-
Operating Income (Loss)	**$**	-
Other Income/(Expenses)		
Other Income	$	-
Other Expenses		-
Total Other Income/(Expenses)		-
Income/(Loss) from Operations Before Income Tax Provisions		-
Provision for Income Taxes		-
Net Income/(Loss)		-

COVISTA COMMUNICATIONS, INC.

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN STOCKHOLDER EQUITY

For the Year Ended January 31, 2021

	Preferred Stock Shares	Par	Common Stock Shares	Par	Treasury Stock	Additional Paid In Capital	Accumulated Deficit	Total Stockholders Equity
Balance, January 31, 2020	-	$ -	19,362,635	$ 968,132	$ (1,835,840)	$ 71,888,778	$ (74,271,070)	$ (3,250,000)
Net Income/(Loss)	-	-	-	-	-	-	-	-
Balance, January 31, 2021	-	$ -	19,362,635	$ 968,132	$ (1,835,840)	$ 71,888,778	$ (74,271,070)	$ (3,250,000)

COVISTA COMMNICATIONS, INC

CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS

(Unaudited)

	For the Year Ended January 31, 2021	
Cash flows from operating activities:		
Net loss	$	-
Adjustments to reconcile net loss to net cash used in operating activities:		
Changes in operating assets and liabilities:		
Accrued interest expenses		-
Net cash used in operating activities		-
Cash flows from investing activities:		-
Cash flows from financing activities:		-
Proceeds from notes payable		-
Net provided from in financing activities		-
(Decrease) in cash and cash equivalents		-
Cash and cash equivalents at beginning of period		-
Cash and cash equivalents at end of period	**$**	**-**
Supplemental disclosures of cash flow information:		
Cash paid for interest	$	-
Cash paid for income taxes, net of refunds	$	-

Note-A Basis of Presentation and Description of Business

Basis of Presentation

The accompanying unaudited consolidated financial statements have been prepared in accordance with accounting principles generally accepted in the United States of America for interim financial information pursuant to the rules and regulations of the Securities and Exchange Commission. Accordingly, they do not include all of the information and footnotes required by generally accepted accounting principles for complete financial statements.

In the opinion of management, the unaudited condensed financial statements contain all adjustments consisting only of normal recurring accruals considered necessary to present fairly the Company's financial position for all periods presented.

Note B Summary of Significant Accounting Policies

The Company follows generally accepted accounting principles as outlined in the Financial Accounting Standards Codification. Significant policies are as follows:

Principles of Consolidation The accompanying consolidated financial statements include the accounts of Covista Communications, Inc. All significant intercompany balances and transactions have been eliminated.

Cash and Cash Equivalents Cash and Cash equivalents are defined as cash in banks and investment instruments having maturities of three months or less from their acquisition date.

Accounts Receivable Accounts receivable are reported at the outstanding balances less an allowance for doubtful accounts, if necessary. Accounts receivable are written off when all collection efforts have been exhausted. Management believes all accounts are collectible, thus no allowance is deemed necessary at January 31, 2021 and January 31, 2020.

Stock-Based Compensation In October, 1996, Covista adopted its 1996 Stock Option Plan; in February 2000, its 1999 Equity Incentive Plan; in February 2002, its 2001 Equity Incentive Plan; and in December 2002, adopted its 2002 Equity Incentive Plan (the "Option Plans"). The Option Plans provide that certain options granted thereunder are intended to qualify as "incentive stock options" within the meaning of Section 422A of the United States Internal Revenue Code, while non-qualified options may also be granted under the Option Plans. Incentive stock options may be granted only to employees of Covista, while non-qualified options may be granted to non-executive directors, consultants and others as well as employees.

The Option Plans may be administered by the Compensation Committee of Covista's Board of Directors. Covista has reserved 600,000 shares of Common Stock under the 1996 Option Plan, 750,000 shares of Common Stock under its 1999 Equity Incentive Plan, 900,000 under its 2001 Equity Incentive Plan, and 750,000 under its 2002 Equity Incentive Plan for issuance to employees, officers, directors and consultants of Covista.

No option may be transferred by an optionee other than by will or the laws of descent and distribution, and during the lifetime of an optionee, an option may be exercised only by him. In the event of termination of employment other than by death or disability, the optionee will have one month (subject to extension not to exceed an additional two months) after such termination during which he may exercise his option. Upon termination of employment of an optionee by reason of death or permanent total disability, his option remains exercisable for one year thereafter to the extent it was exercisable on the date of such termination. No similar limitation applies to non-qualified options.

Options under the Option Plans must be granted within 10 years from the effective date of the respective Option Plan. Incentive stock options granted under the Option Plans cannot be exercised later than 10 years from the date of grant.

Options granted under the Option Plans permit payment of the exercise price in cash or by delivery to Covista of shares of Common Stock already owned by the optionee having a fair market value equal to the exercise price of the options being exercised, or by a combination of such methods of payment. Therefore, an optionee may be able to tender shares of Common Stock to purchase additional shares of Common Stock and may theoretically exercise all of his stock options with no additional investment other than which he then may own.

Any option, which expires, unexercised or that terminates upon an employee's ceasing to be employed by Covista become available again for issuance under the Option Plans.

Compensation of Directors: For the fiscal year ended January 31, 2021, each independent director who was not an employee of Covista was not granted non-statutory stock options to purchase 100,000 shares of the Company's Common Stock. The options is normally awarded in accordance with the provisions of the 2002 Stock Option Plan and vest ratably over 4 years. The options would be exercisable at a price of $.01 per share, which was the closing price for Covista's Common Stock on December 15, 2020, the date of the award. In the future, we will likely begin issuing stock options to our directors.

Income Taxes The Company is taxed as a C corporation under the Internal Revenue Code and applicable state and local statues. The accompanying consolidated statements of operations include a provision for its taxes under federal, state and local laws.

General accepted accounting principles require the Company to recognize tax assets and liabilities for the expected future tax consequences of events that have been recognized in the financial statements and tax returns. Under this method, deferred tax assets and liabilities are determined based on the difference between the financial statement and tax basis of assets and liabilities using enacted rates. Valuation allowances are established, if necessary, to reduce the deferred tax assets the amounts that will more likely than not be realized. Income tax expense is the current tax payable or refundable for the period or minus the net change in the deferred tax and liabilities.

Issuer Certification

Note-B Summary of Significant Accounting Policies (Continued)

Income Taxes (Continued)
Certain transaction may be subject to accounting methods for federal income tax purposes which differ from that accounting used in the preparation of these consolidated financial statements. Consequently, the net income or loss for federal income tax purposes may differ significantly from the net income or loss in these consolidated financial statements.

Accounting for Uncertain Income Tax Positions Generally accepted accounting principles prescribe a comprehensive model for how a corporation should measure, recognize, present and disclose in its financial statements uncertain tax positions only if it's more likely than not that the position will be sustained on examination by the taxing authorities, based on the technical merits of the position. The tax benefits recognized in the consolidated financial statement from such positions are measured based on the largest benefit that has a greater than 50% likelihood of being realized upon ultimate settlement.

The Company's open audit periods are January 31, 2020 through 2019. In evaluating the Company's taxable income, future taxable income and the reversal of temporary differences, interpretations and tax planning strategies are considered. The Company believes their estimates are appropriate based on current facts and circumstances.

Management determined there were no uncertain tax positions and not accrue any associated interest or penalties related to those factors for the years ended January 31, 2020 and 2019. Accordingly, there was no impact to the accompanying consolidated financial statements.

Note C --- Notes Payable
The Company's notes payable consist of the following at January 31: Our CEO and Chairman advanced $250,000 to cover legal fees and court costs associated with the Oorah, Inc. litigation. The term note accrues interest at a rate of 0% annually, is unsecured and due on demand. As of January 31, 2021 and 2020, the loan balance is $250,000 and $250,000 respectively.

Note D --- Note(s) Payable to Stockholders
The company was loaned $3,000,000 by stockholders in FYE 2011. These shareholders made no demand for repayment for the last 10-years and we think this loan is now barred by limitations for collection but we cannot be assured and will be obtaining a legal opinion in the matter.

Note E --- Income Taxes

The Components of deferred tax assets and liabilities are as follows:

	January 31,			
		2021		**2020**
Deferred tax non-current assets	$	$3,250,000	$	3,250,000
Net operating loss carryforwards		(3,250,000)		(3,250,000)
Net Deferred Tax Long-Term Assets	$	-	$	-

Note E --- Income Taxes (Continued)

The Company has net operating loss carryforwards of approximately $74,271,070 million.

A valuation allowance is provided when it is more likely that not that some portion of the deferred tax assets will not be realized. During the year ended January 31, 2021 and 2021 and based on management estimates of the future taxable income, a valuation allowance was provided to reduce deferred tax assets based upon the uncertainly surrounding the ability to utilize the net operating loss carryforwards before they expire. The Company determined that a valuation allowance of 100% of the value of the deferred tax asset was needed as of December 2021 and 2020.

Note-G --- Stock Options and Warrants
None Issued.
The following is a summary of the options and warrants under the Plan:

Note-H --- Going Concern

At January 31st 2021, the Company had an accumulated deficit of $3,250,000 which includes net loss of $0 and $0 respectively, for the years ended January 31st, 2021 and 2020. The Company also has liabilities exceeding assets in excess of $250,000 at January 31, 2020. These factors created an uncertainty about the Company's ability to continue as a going concern.

Note-I --- Subsequent Events

. a. SUPREME COURT OF STATE OF NEW YORK, Oorah, Inc. d/b/a Cucumber Communications Platiff, against Covista Communications, Inc. Counterclaim-Plaintiff against Oorah, Inc d/b/a Cucumber Communications, Counterclaim-Defendant. CASE: 652316/2011. Judgement for Oorah, Inc. d/b/a Cucumber Communications in the amount of $85,785.25 To date, this judgement has not been paid. The interest schedule is below: i. 2017 - $3,091.83 2018 - $5,999.19 2019 - $7,092 Balance due 12/31/2019: $101,968.27. We have noted in our financials a reservation of the amount of the judgement dollar amount in our common stock.
b. U.S. District Court for the Southern District of New York case number 17-C-7175 Oorah, Inc. d/b/a Cucumber Communications vrs. Covista Communications, Inc. 2011. Pending.

I, Warren Feldman, Chief Executive Officer, certify that;

1. We have reviewed the annual financial statements for the period of January 31, 2021 pertaining to The Covista Communications, Inc.
2. Based on my knowledge, the 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 periods covered by this disclosure statement, and
3. Based on my knowledge, the financial statements, and other financial included or incorporated by reference in the 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.

September 21st, 2021
/s/ Warren Feldman, CEO