

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

## **Masterbeat Corporation**

5178 Stefan Ridge Way  
Buford, GA 30519

---

(561) 489-1503  
<http://www.masterbeatcorp.com/>  
[info@masterbeatcorp.com](mailto:info@masterbeatcorp.com)  
SIC Code: 6719

## **Annual Report**

**For the Period Ending December 31, 2022 (the "Reporting Period")**

### **Outstanding Shares**

The number of shares outstanding of our Common Stock was:

1,265,434,915 as of April 10, 2023

1,129,543,000 as of December 31, 2022

### **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>1</sup> of the company has occurred over this reporting period:

Yes: ☐ No: ☒

---

<sup>1</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
- (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.

Masterbeat Corporation – 12/18/2009  
Green Mountain Recovery, Inc – 05/17/2007

The state of incorporation or registration of the issuer and of each of its predecessors (if any) during the past five years; Please also include the issuer's current standing in its state of incorporation (e.g. active, default, inactive):

May 2007, State of Delaware, Status: Active

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

N/A

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

N/A

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

5178 Stefan Ridge Way Buford, GA 30519

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

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

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: Signature Stock Transfer, Inc.  
Phone: (972) 612-4120 Voice  
Email: info@signaturestocktransfer.com  
Address: 14673 Midway Road Suite 220 Addison, TX 75001  
Website: www.signaturestocktransfer.com

**Publicly Quoted or Traded Securities:**

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

Trading symbol:	<u>MSTO</u>	
Exact title and class of securities outstanding:	<u>Common</u>	
CUSIP:	<u>576363105</u>	
Par or stated value:	<u>\$0.0001</u>	
Total shares authorized:	<u>3,000,000,000</u>	as of date: 12/31/2022
Total shares outstanding:	<u>1,129,543,000</u>	as of date: 12/31/2022
Total number of shareholders of record:	<u>130</u>	as of date: 12/31/2022

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

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: _____
Total number of shareholders of record:	_____	as of date: _____

**Other classes of authorized or outstanding equity securities:**

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

Exact title and class of the security:	Class A Convertible Preferred	
CUSIP (if applicable):	N/A	
Par or stated value:	\$0.0001	
Total shares authorized:	20,000,000	as of date: 12/31/2022
Total shares outstanding (if applicable):	20,000,000	as of date: 12/31/2022
Total number of shareholders of record (if applicable):	1	as of date: 12/31/2022

Exact title and class of the security:	_____	
CUSIP (if applicable):	_____	
Par or stated value:	_____	
Total shares authorized:	_____	as of date: _____
Total shares outstanding (if applicable):	_____	as of date: _____
Total number of shareholders of record (if applicable):	_____	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.**

The holders of shares of common stock of the corporation (the "Common Stock") shall be entitled to one vote per share on all matters submitted to a vote of the stockholders, including the election of directors. The holders of Common Stock shall be entitled to receive such dividends, if any, as may be declared from time to time by the Board of Directors out of funds legally available therefor. In the event of any liquidation, dissolution or winding up of the corporation, the holders of Common Stock shall be entitled to share ratably in all assets remaining after payment of liabilities and the liquidation preferences of any outstanding preferred stock. The Common Stock do not have any pre-emptive rights.

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

#### **CLASS A CONVERTIBLE PREFERRED STOCK**

1. Designation and Amount. The designation of this class of capital stock shall be "Class A Convertible Preferred Stock," par value \$0.0001 per share (the "Class A Stock"). The number of shares, powers, terms, conditions, designations, preferences and privileges, relative, participating, optional and other special rights, and qualifications, limitations and restrictions, if any, of the Class A Stock shall be as set forth herein. The number of authorized shares of the Class A Stock is 20,000,000 shares. The term "Preferred Stock" shall mean the Class A Stock and any other class of preferred stock that the Board of Directors may establish in accordance with the Certificate of Incorporation.

2. Ranking. The Corporation's Class A Stock shall rank, as to dividends and upon Liquidation (as defined in Section 4(b) hereof), senior and prior to the Corporation's common stock, par value \$0.0001 per share (the "Common Stock") and to all other classes or class of stock issued by the Corporation, except as otherwise approved by the affirmative vote or consent of the holders of a majority of the shares of Class A Stock pursuant to Section 6(c) hereof.

3. Dividend Provisions. The holders of shares of Class A Stock have no dividend rights except as may be declared by the Board of Directors of the Corporation in its sole and absolute discretion, out of funds legally available for that purpose.

4. Liquidation Rights.

4(a) With respect to rights on Liquidation (as defined in Section 4(b) hereof), the Class A Stock shall rank senior and prior to the Corporation's Common Stock and to all other classes or series of stock issued by the Corporation, except as otherwise approved by the affirmative vote or consent of the holders of at least a majority of Class A Stock outstanding pursuant to Section 6(a) hereof.

4(b) In the event of any liquidation, dissolution or winding-up of the affairs of the Corporation (collectively, a "Liquidation"), the sole participation to which the holders of shares of Class A Stock then outstanding (the "Class A Stockholders") shall be entitled, out of the assets of the Corporation legally available for distribution to its stockholders, whether from capital, surplus or earnings, to receive, before any payment shall be made to the holders of the Corporation's Common Stock or any other class or series of stock ranking on Liquidation junior to such Class A Stock, an amount per share equal to \$1.00. If upon any such Liquidation of the Corporation, the remaining assets of the Corporation available for distribution to its stockholders shall be insufficient to pay the holders of shares of Class A Stock the full amount to which they shall be entitled, the holders of shares of Class A

Stock and any class or series of stock ranking on liquidation on a parity with the Class A Stock shall share pari passu in any distribution of the remaining assets and funds of the Corporation in proportion to the respective liquidation amounts of the Preferred Stock that would otherwise be payable to the holders of Preferred Stock with respect to the shares held by them upon such distribution if all amounts payable on or with respect to such shares were paid in full.

5. Voting. The Class A Stockholders shall be entitled to vote on all matters requiring a shareholder vote of the Corporation. Each shareholder of record of Masterbeat Corporation Class A Stock shall have one hundred (500) votes for each Class A Stock share outstanding in his or her name on the books of the Corporation.

6. Conversion.

6(a) Any Class A Stockholder shall have the right to convert any or all of its Class A Stock into 10 shares of fully paid and nonassessable shares of Common Stock for each share of Class A Stock so converted. In any event, holders of Class A Stock will have the right to convert as described in this Section 6 upon an initial or secondary public offering of Common Stock by the Corporation or in the event of a change in control as defined in the Rules and Regulations of the Securities and Exchange Commission.

6(b)(i) Any Class A Stockholder may exercise the right to convert such shares into Common Stock pursuant to this Section 6 by delivering to the Corporation during regular business hours, at the office of the Corporation or any transfer agent of the Corporation or at such other place as may be designated by the Corporation, the certificate or certificates for the shares to be converted (the "Class A Preferred Certificate"), duly endorsed or assigned in blank to the Corporation (if required by it).

6(b)(ii) Each Class A Preferred Certificate shall be accompanied by written notice stating that such holder elects to convert such shares and stating the name or names (with address) in which the certificate or certificates for the shares of Common Stock (the "Common Certificate") are to be issued. Such conversion shall be deemed to have been effected on the date when such delivery is made, and such date is referred to herein as the "Conversion Date."

6(b)(iii) As promptly as practicable thereafter, the Corporation shall issue and deliver to or upon the written order of such holder, at the place designated by such holder, a certificate or certificates for the number of shares of Common Stock to which such holder is entitled.

6(b)(iv) The person in whose name the certificate or certificates for Common Stock are to be issued shall be deemed to have become a holder of record of Common Stock on the applicable Conversion Date, unless the transfer books of the Corporation are closed on such Conversion Date, in which event the holder shall be deemed to have become the stockholder of record on the next succeeding date on which the transfer books are open, provided that the Conversion Price shall be that Conversion Price in effect on the Conversion Date.

6(b)(v) Upon conversion of only a portion of the number of shares covered by a Class A Preferred Certificate, the Corporation shall issue and deliver to or upon the written order of the holder of such Class A Preferred Certificate, at the expense of the Corporation, a new certificate covering the number of shares of the Class A Stock representing the unconverted portion of the Class A Preferred Certificate, which new certificate shall entitle the holder thereof to all the rights, powers and privileges of a holder of such shares.

6(c) The Corporation shall pay all documentary, stamp or other transactional taxes (excluding income taxes) attributable to the issuance or delivery of shares of capital stock of the Corporation upon conversion of any shares of Class A Stock; provided, however, that the Corporation shall not be required to pay any taxes which may be payable in respect of any transfer involved in the issuance or delivery of any certificate for such shares in a name other than that of the Class A Stockholder in respect of which such shares of Class A Stock are being issued.

6(d) The Corporation shall reserve out of its authorized but unissued shares of Common Stock solely for the purpose of effecting the conversion of the Class A Stock sufficient shares of Common Stock to provide for the conversion of all outstanding shares of Class A Stock.

6(e) All shares of Common Stock which may be issued in connection with the conversion provisions set forth herein will, upon issuance by the Corporation, be validly issued, fully paid and nonassessable, not subject to any preemptive or similar rights and free from all taxes, liens or charges with respect thereto created or imposed by the Corporation.

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

N/A

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

N/A

### 3) Issuance History

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

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

#### A. Changes to the Number of Outstanding Shares

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

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

Shares Outstanding as of Second Most Recent Fiscal Year End: Date: <u>December 31, 2018</u> <u>Opening Balance</u> Common: <u>44,893,815</u> Preferred A: 20,000,000			*Right-click the rows below and select "Insert" to add rows as needed.						
Date of Transaction	Transaction type (e.g. new issuance, cancellation, shares returned to treasury)	Number of Shares Issued (or cancelled)	Class of Securities	Value of shares issued (\$/per share) at Issuance	Were the shares issued at a discount to market price at the time of issuance? (Yes/No)	Individual/ Entity Shares were issued to.  *You must disclose the control person(s) for any entities listed.	Reason for share issuance (e.g. for cash or debt conversion) -OR- Nature of Services Provided	Restricted or Unrestricted as of this filing.	Exemption or Registration Type.

<u>06/13/2019</u>	<u>Issuance</u>	4,900,000	<u>Common</u>	<u>\$0.001</u>	<u>Yes</u>	<u>Braeden Storm Enterprises (Eric Cousens)</u>	<u>Debt Conversion</u>	<u>Unrestricted</u>	<u>4A1 Exemption</u>
<u>07/08/2019</u>	<u>Issuance</u>	5,000,000	<u>Common</u>	<u>\$0.001</u>	<u>Yes</u>	<u>Braeden Storm Enterprises (Eric Cousens)</u>	<u>Debt Conversion</u>	<u>Unrestricted</u>	<u>4A1 Exemption</u>
<u>08/08/2019</u>	<u>Issuance</u>	5,000,000	<u>Common</u>	<u>\$0.001</u>	<u>Yes</u>	<u>Braeden Storm Enterprises (Eric Cousens)</u>	<u>Debt Conversion</u>	<u>Unrestricted</u>	<u>4A1 Exemption</u>
<u>09/16/2019</u>	<u>Issuance</u>	5,000,000	<u>Common</u>	<u>\$0.001</u>	<u>Yes</u>	<u>Braeden Storm Enterprises (Eric Cousens)</u>	<u>Debt Conversion</u>	<u>Unrestricted</u>	<u>4A1 Exemption</u>
<u>12/30/2019</u>	<u>Issuance</u>	6,000,000	<u>Common</u>	<u>\$0.001</u>	<u>Yes</u>	<u>Braeden Storm Enterprises (Eric Cousens)</u>	<u>Debt Conversion</u>	<u>Unrestricted</u>	<u>4A1 Exemption</u>
<u>02/11/2020</u>	<u>Issuance</u>	6,000,000	<u>Common</u>	<u>\$0.0001</u>	<u>Yes</u>	<u>Braeden Storm Enterprises (Eric Cousens)</u>	<u>Debt Conversion</u>	<u>Unrestricted</u>	<u>4A1 Exemption</u>
<u>02/21/2020</u>	<u>Issuance</u>	7,000,000	<u>Common</u>	<u>\$0.0001</u>	<u>Yes</u>	<u>Braeden Storm Enterprises (Eric Cousens)</u>	<u>Debt Conversion</u>	<u>Unrestricted</u>	<u>4A1 Exemption</u>
<u>02/28/2020</u>	<u>Issuance</u>	7,000,000	<u>Common</u>	<u>\$0.0001</u>	<u>Yes</u>	<u>Braeden Storm Enterprises (Eric Cousens)</u>	<u>Debt Conversion</u>	<u>Unrestricted</u>	<u>4A1 Exemption</u>
<u>04/17/2020</u>	<u>Issuance</u>	9,000,000	<u>Common</u>	<u>\$0.0001</u>	<u>Yes</u>	<u>Braeden Storm Enterprises (Eric Cousens)</u>	<u>Debt Conversion</u>	<u>Unrestricted</u>	<u>4A1 Exemption</u>
<u>04/30/2020</u>	<u>Issuance</u>	10,000,000	<u>Common</u>	<u>\$0.0001</u>	<u>Yes</u>	<u>Braeden Storm Enterprises (Eric Cousens)</u>	<u>Debt Conversion</u>	<u>Unrestricted</u>	<u>4A1 Exemption</u>
<u>05/08/2020</u>	<u>Issuance</u>	10,000,000	<u>Common</u>	<u>\$0.0001</u>	<u>Yes</u>	<u>Braeden Storm Enterprises (Eric Cousens)</u>	<u>Debt Conversion</u>	<u>Unrestricted</u>	<u>4A1 Exemption</u>
<u>05/13/2020</u>	<u>Issuance</u>	10,000,000	<u>Common</u>	<u>\$0.0001</u>	<u>Yes</u>	<u>Braeden Storm Enterprises (Eric Cousens)</u>	<u>Debt Conversion</u>	<u>Unrestricted</u>	<u>4A1 Exemption</u>
<u>06/04/2020</u>	<u>Issuance</u>	10,000,000	<u>Common</u>	<u>\$0.0001</u>	<u>Yes</u>	<u>Braeden Storm Enterprises (Eric Cousens)</u>	<u>Debt Conversion</u>	<u>Unrestricted</u>	<u>4A1 Exemption</u>
<u>06/11/2020</u>	<u>Issuance</u>	<u>15,000,000</u>	<u>Common</u>	<u>\$0.0001</u>	<u>Yes</u>	<u>Braeden Storm Enterprises (Eric Cousens)</u>	<u>Debt Conversion</u>	<u>Unrestricted</u>	<u>4A1 Exemption</u>
<u>06/19/2020</u>	<u>Issuance</u>	<u>15,000,000</u>	<u>Common</u>	<u>\$0.0001</u>	<u>Yes</u>	<u>Braeden Storm Enterprises (Eric Cousens)</u>	<u>Debt Conversion</u>	<u>Unrestricted</u>	<u>4A1 Exemption</u>

<u>06/25/2020</u>	<u>Issuance</u>	<u>15,000,000</u>	<u>Common</u>	<u>\$0.0001</u>	<u>Yes</u>	<u>Braeden Storm Enterprises (Eric Cousens)</u>	<u>Debt Conversion</u>	<u>Unrestricted</u>	<u>4A1 Exemption</u>
<u>06/29/2020</u>	<u>Issuance</u>	<u>20,000,000</u>	<u>Common</u>	<u>\$0.0001</u>	<u>Yes</u>	<u>Braeden Storm Enterprises (Eric Cousens)</u>	<u>Debt Conversion</u>	<u>Unrestricted</u>	<u>4A1 Exemption</u>
<u>08/21/2020</u>	<u>Issuance</u>	<u>37,500,000</u>	<u>Common</u>	<u>\$0.0001</u>	<u>Yes</u>	<u>Braeden Storm Enterprises (Eric Cousens)</u>	<u>Debt Conversion</u>	<u>Unrestricted</u>	<u>4A1 Exemption</u>
<u>10/01/2020</u>	<u>Issuance</u>	<u>15,000,000</u>	<u>Common</u>	<u>\$0.0001</u>	<u>Yes</u>	<u>Braeden Storm Enterprises (Eric Cousens)</u>	<u>Debt Conversion</u>	<u>Unrestricted</u>	<u>4A1 Exemption</u>
<u>10/20/2020</u>	<u>Issuance</u>	<u>25,000,000</u>	<u>Common</u>	<u>\$0.0001</u>	<u>Yes</u>	<u>Braeden Storm Enterprises (Eric Cousens)</u>	<u>Debt Conversion</u>	<u>Unrestricted</u>	<u>4A1 Exemption</u>
<u>11/27/2020</u>	<u>Issuance</u>	<u>28,000,000</u>	<u>Common</u>	<u>\$0.0001</u>	<u>Yes</u>	<u>Braeden Storm Enterprises (Eric Cousens)</u>	<u>Debt Conversion</u>	<u>Unrestricted</u>	<u>4A1 Exemption</u>
<u>12/08/2020</u>	<u>Issuance</u>	<u>30,000,000</u>	<u>Common</u>	<u>\$0.0001</u>	<u>Yes</u>	<u>Braeden Storm Enterprises (Eric Cousens)</u>	<u>Debt Conversion</u>	<u>Unrestricted</u>	<u>4A1 Exemption</u>
<u>12/14/2020</u>	<u>Issuance</u>	<u>30,000,000</u>	<u>Common</u>	<u>\$0.0001</u>	<u>Yes</u>	<u>Braeden Storm Enterprises (Eric Cousens)</u>	<u>Debt Conversion</u>	<u>Unrestricted</u>	<u>4A1 Exemption</u>
<u>01/14/2021</u>	<u>Issuance</u>	<u>18,000,000</u>	<u>Common</u>	<u>\$0.0001</u>	<u>Yes</u>	<u>Braeden Storm Enterprises (Eric Cousens)</u>	<u>Debt Conversion</u>	<u>Unrestricted</u>	<u>4A1 Exemption</u>
<u>02/18/2021</u>	<u>Issuance</u>	<u>25,000,000</u>	<u>Common</u>	<u>\$0.0001</u>	<u>Yes</u>	<u>Braeden Storm Enterprises (Eric Cousens)</u>	<u>Debt Conversion</u>	<u>Unrestricted</u>	<u>4A1 Exemption</u>
<u>02/25/2021</u>	<u>Issuance</u>	<u>25,000,000</u>	<u>Common</u>	<u>\$0.0001</u>	<u>Yes</u>	<u>Braeden Storm Enterprises (Eric Cousens)</u>	<u>Debt Conversion</u>	<u>Unrestricted</u>	<u>4A1 Exemption</u>
<u>03/08/2021</u>	<u>Issuance</u>	<u>25,000,000</u>	<u>Common</u>	<u>\$0.0001</u>	<u>Yes</u>	<u>Braeden Storm Enterprises (Eric Cousens)</u>	<u>Debt Conversion</u>	<u>Unrestricted</u>	<u>4A1 Exemption</u>
<u>03/31/2021</u>	<u>Issuance</u>	<u>25,000,000</u>	<u>Common</u>	<u>\$0.0001</u>	<u>Yes</u>	<u>Braeden Storm Enterprises (Eric Cousens)</u>	<u>Debt Conversion</u>	<u>Unrestricted</u>	<u>4A1 Exemption</u>
<u>05/04/2021</u>	<u>Issuance</u>	<u>45,000,000</u>	<u>Common</u>	<u>\$0.0001</u>	<u>Yes</u>	<u>Braeden Storm Enterprises (Eric Cousens)</u>	<u>Debt Conversion</u>	<u>Unrestricted</u>	<u>4A1 Exemption</u>
<u>05/26/2021</u>	<u>Issuance</u>	<u>40,000,000</u>	<u>Common</u>	<u>\$0.0001</u>	<u>Yes</u>	<u>Braeden Storm Enterprises (Eric Cousens)</u>	<u>Debt Conversion</u>	<u>Unrestricted</u>	<u>4A1 Exemption</u>



06/16/2021	<u>Issuance</u>	<u>60,000,000</u>	<u>Common</u>	<u>\$0.0001</u>	<u>Yes</u>	<u>Braeden Storm Enterprises (Eric Cousens)</u>	<u>Debt Conversion</u>	<u>Unrestricted</u>	<u>4A1 Exemption</u>
07/19/2021	<u>Issuance</u>	<u>50,000,000</u>	<u>Common</u>	<u>\$0.0001</u>	<u>Yes</u>	<u>Braeden Storm Enterprises (Eric Cousens)</u>	<u>Debt Conversion</u>	<u>Unrestricted</u>	<u>4A1 Exemption</u>
09/01/2021	<u>Issuance</u>	<u>40,067,200</u>	<u>Common</u>	<u>\$0.0001</u>	<u>Yes</u>	<u>Braeden Storm Enterprises (Eric Cousens)</u>	<u>Debt Conversion</u>	<u>Unrestricted</u>	<u>4A1 Exemption</u>
02/22/2022	<u>Issuance</u>	<u>80,000,000</u>	<u>Common</u>	<u>\$0.0001</u>	<u>Yes</u>	<u>Braeden Storm Enterprises (Eric Cousens)</u>	<u>Purchase</u>	<u>Unrestricted</u>	<u>Reg A Exemption</u>
03/04/2022	<u>Issuance</u>	<u>50,000,000</u>	<u>Common</u>	<u>\$0.0001</u>	<u>Yes</u>	<u>Valerian Capital</u> <u>Daniel Frid</u>	<u>Purchase</u>	<u>Unrestricted</u>	<u>Reg A Exemption</u>
03/08/2022	<u>Issuance</u>	<u>85,000,000</u>	<u>Common</u>	<u>\$0.0001</u>	<u>Yes</u>	<u>Braeden Storm Enterprises (Eric Cousens)</u>	<u>Purchase</u>	<u>Unrestricted</u>	<u>Reg A Exemption</u>
04/08/2022	<u>Issuance</u>	<u>60,000,000</u>	<u>Common</u>	<u>\$0.0001</u>	<u>Yes</u>	<u>Valerian Capital</u> <u>Daniel Frid</u>	<u>Purchase</u>	<u>Unrestricted</u>	<u>Reg A Exemption</u>
04/11/2022	<u>Issuance</u>	<u>75,000,000</u>	<u>Common</u>	<u>\$0.0001</u>	<u>Yes</u>	<u>Braeden Storm Enterprises (Eric Cousens)</u>	<u>Purchase</u>	<u>Unrestricted</u>	<u>Reg A Exemption</u>
08/08/2022	<u>Issuance</u>	<u>72,073,900</u>	<u>Common</u>	<u>\$0.0001</u>	<u>Yes</u>	<u>Braeden Storm Enterprises (Eric Cousens)</u>	<u>Debt Conversion</u>	<u>Unrestricted</u>	<u>4A1 Exemption</u>
09/12/2022	<u>Issuance</u>	<u>115,000,000</u>	<u>Common</u>	<u>\$0.0001</u>	<u>Yes</u>	<u>Braeden Storm Enterprises (Eric Cousens)</u>	<u>Debt Conversion</u>	<u>Unrestricted</u>	<u>4A1 Exemption</u>

Shares Outstanding on Date of This Report:

Date: 12/31/2022

Ending Balance

Common: 1,129,543,000

Preferred 20,000,000

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

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

N/A

## B. Promissory and Convertible Notes

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

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

Date of Note Issuance	Outstanding Balance (\$)	Principal Amount at Issuance (\$)	Interest Accrued (\$)	Maturity Date	Conversion Terms (e.g. pricing mechanism for determining conversion of instrument to shares)	Name of Noteholder (*You must disclose the control person(s) for any entities listed.	Reason for Issuance (e.g. Loan, Services, etc.)
<u>9/18/2015</u>	<u>\$16,000</u>	<u>\$210,000</u>	<u>\$16,000</u>	<u>On Demand</u>	<u>Converts into common shares at a conversion price of \$0.0001</u>	<u>Braeden Storm Enterprises (Eric Cousens)</u>	<u>Loan</u>
<u>9/30/2019</u>	<u>\$2,501.01</u>	<u>\$2,501.01</u>	<u>\$0.00</u>	<u>On Demand</u>	<u>No conversion feature</u>	<u>Josh Tannariello (Company CEO)</u>	<u>Loan</u>
<u>6/15/2020</u>	<u>\$6,475.07</u>	<u>\$6,000</u>	<u>\$475.07</u>	<u>6/15/2021</u>	<u>Converts into common shares at a conversion price of the lowest bid of the prior 3 trading days</u>	<u>Braeden Storm Enterprises (Eric Cousens)</u>	<u>Loan</u>
<u>7/7/2020</u>	<u>\$16,097.26</u>	<u>\$15,000</u>	<u>\$1,097.26</u>	<u>7/7/2021</u>	<u>Converts into common shares at a conversion price of the lowest bid of the prior 3 trading days</u>	<u>Braeden Storm Enterprises (Eric Cousens)</u>	<u>Loan</u>
<u>7/8/2020</u>	<u>\$16,093.15</u>	<u>\$15,000</u>	<u>\$1,093.15</u>	<u>7/8/2021</u>	<u>Converts into common shares at a conversion price of the lowest bid of the prior 3 trading days</u>	<u>Braeden Storm Enterprises (Eric Cousens)</u>	<u>Loan</u>
<u>12/17/2020</u>	<u>\$15,427.40</u>	<u>\$15,000</u>	<u>\$427.40</u>	<u>3/18/2022</u>	<u>Converts into common shares at a conversion price of the lowest bid of the prior 3 trading days</u>	<u>Braeden Storm Enterprises (Eric Cousens)</u>	<u>Loan</u>
<u>3/18/2021</u>	<u>\$7,526.71</u>	<u>\$7,500</u>	<u>\$26.71</u>	<u>3/18/2022</u>	<u>Converts into common shares at a conversion price of the lowest bid of the prior 3 trading days</u>	<u>Braeden Storm Enterprises (Eric Cousens)</u>	<u>Loan</u>
<u>3/24/2021</u>	<u>\$202,000.00</u>	<u>\$202,000</u>	<u>\$0.00</u>	<u>On Demand</u>	<u>No conversion feature</u>	<u>Braeden Storm Enterprises (Eric Cousens)</u>	<u>Loan</u>
<u>3/30/2021</u>	<u>\$50,000.00</u>	<u>\$50,000</u>	<u>\$0.00</u>	<u>On Demand</u>	<u>No conversion feature</u>	<u>Braeden Storm Enterprises (Eric Cousens)</u>	<u>Loan</u>
<u>4/12/2021</u>	<u>\$30,000.00</u>	<u>\$30,000</u>	<u>\$0.00</u>	<u>On Demand</u>	<u>No conversion feature</u>	<u>Braeden Storm Enterprises (Eric Cousens)</u>	<u>Loan</u>

<u>6/21/2021</u>	<u>\$200,000.00</u>	<u>\$200,000</u>	<u>\$0.00</u>	<u>On Demand</u>	<u>No conversion feature</u>	<u>Braeden Storm Enterprises (Eric Cousens)</u>	<u>Loan</u>
<u>07/02/2021</u>	<u>\$5,000</u>	<u>\$5,000</u>	<u>\$0.00</u>	<u>On Demand</u>	<u>Converts into common shares at a conversion price of the lowest bid of the prior 3 trading days</u>	<u>Braeden Storm Enterprises (Eric Cousens)</u>	<u>Loan</u>
<u>07/02/2021</u>	<u>\$15,000</u>	<u>\$15,000</u>	<u>\$0.00</u>	<u>On Demand</u>	<u>Converts into common shares at a conversion price of the lowest bid of the prior 3 trading days</u>	<u>Braeden Storm Enterprises (Eric Cousens)</u>	<u>Loan</u>
<u>07/30/2021</u>	<u>\$50,000</u>	<u>\$50,000</u>	<u>\$0.00</u>	<u>On Demand</u>	<u>No conversion feature</u>	<u>Braeden Storm Enterprises (Eric Cousens)</u>	<u>Loan</u>
<u>08/25/2021</u>	<u>\$85,000</u>	<u>\$85,000</u>	<u>\$0.00</u>	<u>On Demand</u>	<u>No conversion feature</u>	<u>Braeden Storm Enterprises (Eric Cousens)</u>	<u>Loan</u>
<u>10/05/2021</u>	<u>\$40,000</u>	<u>\$40,000</u>	<u>\$0.00</u>	<u>On Demand</u>	<u>Converts into common shares at a conversion price of the lowest bid of the prior 3 trading days</u>	<u>Braeden Storm Enterprises (Eric Cousens)</u>	<u>Loan</u>
<u>10/25/2021</u>	<u>\$120,000</u>	<u>\$120,000</u>	<u>\$0.00</u>	<u>On Demand</u>	<u>Converts into common shares at a conversion price of the lowest bid of the prior 3 trading days</u>	<u>Braeden Storm Enterprises (Eric Cousens)</u>	<u>Loan</u>

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

N/A

#### 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](http://www.otcmarkets.com)).

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

Masterbeat Corporation is an asset acquisitions company focused on real estate and precious metals

B. List any subsidiaries, parents, or affiliated companies.

SBQ Holdings, LLC  
Joshua Tannariello, Manager  
5178 Stefan Ridge Way  
Buford, GA 30519

JTEC Automotive, Inc.  
Joshua Tannariello, President

C. Describe the issuers' principal products or services.

Masterbeat acquires assets and manages them on its own behalf and for others with a focus on real estate. Additionally, the company operates JTec Automotive, an auto repair company dedicated to the repair, maintenance, and restoration of foreign and domestics cars, from vintage to current.

## 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.

The Company currently operates out of space provided free of charge to the company by the company's CEO, and will do so until such time that the company needs its own facilities.

Additionally, the Company owns the following properties:  
Parcel on Baird Road, Santa Rosa Beach, Florida

## 6) Officers, Directors, and Control Persons

Using the table below, please provide information, as of the period end date of this report, regarding any officers, or directors of the company, individuals or entities controlling more than 5% of any class of the issuers securities, or any person that performs a similar function, regardless of the number of shares they own. **If any insiders listed are corporate shareholders or entities, provide the name and address of the person(s) beneficially owning or controlling such corporate shareholders, or the name and contact information (City, State) of an individual representing the corporation or entity in the note section.**

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

The goal of this section is to provide an investor with a clear understanding of the identity of all the persons or entities that are involved in managing, controlling or advising the operations, business development and disclosure of the issuer, as well as the identity of any significant or beneficial shareholders.

Names of All Officers, Directors and Control Persons	Affiliation with Company (e.g. Officer Title /Director/Owner of more than 5%)	Residential Address (City / State Only)	Number of shares owned	Share type/class	Ownership Percentage of Class Outstanding	Names of control person(s) if a corporate entity
<u>Josh Tannariello</u>	<u>CEO</u>	<u>5178 Stefan Ridge Way</u> <u>Buford, GA 30519</u>	<u>20,000,000</u>	<u>Class A Convertible Preferred</u>	<u>100%</u>	<u>Holders of Preferred Series A Stock are granted 500 common shares votes for each share of Preferred Series A Stock held</u>

## 7) Legal/Disciplinary History

A. Identify whether any of the persons or entities listed above have, in the past 10 years, been the subject of:

1. A conviction in a criminal proceeding or named as a defendant in a pending criminal proceeding (excluding traffic violations and other minor offenses);

None

2. The entry of an order, judgment, or decree, not subsequently reversed, suspended or vacated, by a court of competent jurisdiction that permanently or temporarily enjoined, barred, suspended or otherwise limited such person's involvement in any type of business, securities, commodities, or banking activities;

None

3. A finding or judgment by a court of competent jurisdiction (in a civil action), the Securities and Exchange Commission, the Commodity Futures Trading Commission, or a state securities regulator of a violation of federal or state securities or commodities law, which finding or judgment has not been reversed, suspended, or vacated; or

None

4. The entry of an order by a self-regulatory organization that permanently or temporarily barred, suspended, or otherwise limited such person's involvement in any type of business or securities activities.

None

B. Describe briefly any material pending legal proceedings, other than ordinary routine litigation incidental to the business, to which the issuer or any of its subsidiaries is a party or of which any of their property is the subject. Include the name of the court or agency in which the proceedings are pending, the date instituted, the principal parties thereto, a description of the factual basis alleged to underlie the proceeding and the relief sought. Include similar information as to any such proceedings known to be contemplated by governmental authorities.

There are no pending legal actions

## 8) Third Party Service Providers

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

Securities Counsel (must include Counsel preparing Attorney Letters).

Name: Jonathan Leinwand, Esq.  
Firm: Jonathan D. Leinwand, P.A.  
Address 1: 18305 Biscayne Blvd Suite 200  
Address 2: Aventura, FL 33180  
Phone: (954) 9037856  
Email: [jonathan@jdlpa.com](mailto:jonathan@jdlpa.com)

Accountant or Auditor

Name: James R Wilson, Jr. CPA  
Address 1: 78 Climbing Arch Court  
Address 2: Lillington, NC 27546

Phone: 910-391-6996  
Email: [jrwaccouting@gmail.com](mailto:jrwaccouting@gmail.com)

Investor Relations:

Name: N/A  
Firm: \_\_\_\_\_  
Address 1: \_\_\_\_\_  
Address 2: \_\_\_\_\_  
Phone: \_\_\_\_\_  
Email: \_\_\_\_\_

*All other means of Investor Communication:*

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: N/A  
Firm: \_\_\_\_\_  
Nature of Services: \_\_\_\_\_  
Address 1: \_\_\_\_\_  
Address 2: \_\_\_\_\_  
Phone: \_\_\_\_\_  
Email: \_\_\_\_\_

**9) Financial Statements**

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

- ☒ IFRS  
☒ U.S. GAAP

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

Name: James R Wilson, Jr. CPA  
Title: N/A  
Relationship to Issuer: Consultant

---

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

Describe the qualifications of the person or persons who prepared the financial statements: **Mr. Wilson has been a licensed CPA since 1992**

## 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, Josh Tannariello certify that:

1. I have reviewed this Disclosure Statement for Masterbeat Corporation;
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.

04/10/2023 [Date]

/s/ Josh Tannariello [CEO's Signature]

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

*Principal Financial Officer:*

I, Josh Tannariello certify that:

1. I have reviewed this Disclosure Statement for Masterbeat Corporation;
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.

04/10/2023 [Date]

/s/ Josh Tannariello [CFO's Signature]

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

Masterbeat Corporation  
Consolidated Balance Sheet (Unaudited)  
As of December 31, 2022 and December 31, 2021

<b>Assets:</b>	December 31, 2022	December 31, 2021
Current Assets:		
Cash and Cash Equivalents	\$ 1,313	\$ 2,843
Accounts Receivable		
Investments	62,075	45,500
Prepays		17,480
Total Current Assets	<u>\$ 63,388</u>	<u>\$ 65,823</u>
Real Estate, net of depreciation (\$0)	<u>\$1,182,279</u>	<u>\$1,658,948</u>
Loan Fees	<u>\$ 0</u>	
Total Assets	<u><u>\$1,245,667</u></u>	<u><u>\$1,724,771</u></u>
<b>Liabilities:</b>		
Current Liabilities:		
Accounts Payable	\$ 22,959	\$ 193,944
Accrued Salaries and Wages	630,000	
Due to Related Party		40,707
Convertible Debt	57,500	78,500
Derivative Liability	157,000	157,000
Loan Payable	775,886	1,188,197
Mortgage Payable	374,000	374,000
Accrued Liabilities	<u>168,723</u>	<u>42,295</u>
Total Current Liabilities	\$2,186,068	\$2,074,643
Economic Injury Disaster Loan	229,900	
Mortgage Payable		
Total Long Term Liabilities	<u>\$ 229,900</u>	
Total Liabilities	<u><u>\$2,415,968</u></u>	<u><u>\$2,074,643</u></u>
<b>Shareholders Deficit:</b>		
Preferred Shares, par value \$0.0001 per share, 25,000,000 Authorized, 20,000,000 issued and outstanding as of June 30, 2022; par value \$0.0001 per share, 25,000,000 Authorized, 20,000,000 issued and Outstanding as of June 30, 2021	\$ 2,000	\$ 2,000
Common Shares, par value \$0.0001 per share, 3,000,000,000 Authorized, 1,129,543,000 issued and outstanding as of December 31, 2022; par value \$0.0001 per share, 850,000,000 Authorized, 723,360,000 issued and Outstanding as of December 31, 2021	129,543	72,336
Additional Paid in Capital	2,115,539	1,842,506
Accumulated Deficit	<u>(3,417,383)</u>	<u>(2,266,714)</u>



Total Shareholders Deficit	\$ (1,170,301)	\$ (349,872)
Total Liabilities and Shareholders Deficit	<u>\$1,245,667</u>	<u>\$ 1,724,771</u>

The Accompanying notes are an integral part of these financial statements

Masterbeat Corporation  
Consolidated Statement of Operations (Unaudited)  
For the Year Ending December 31, 2022 and December 31, 2021

	Year Ending December 31, 2022	Year Ending December 31, 2021
Revenues	\$	\$ 58,991
Selling, General and Administrative Expenses	708,810	343,004
Depreciation and Amortization	<u>7,480</u>	<u>19,268</u>
Total Expenses	<u>\$ 716,290</u>	<u>\$ 362,272</u>
Income/(Loss) from Operations	<u>\$( 716,290)</u>	<u>\$(303,281)</u>
Other Income/Expense:		
Interest Expense	\$ 228,382	\$ 59,212
(Gain)/Loss on Derivative Liability		105,656
Gain/(Loss) on Sale of Investment		(11,445)
Gain/(Loss) on Sale of Real Estate	<u>(205,998)</u>	<u>380,459</u>
Total Other Income/(Expense)	<u>\$ (434,380)</u>	<u>\$ (184,146)</u>
Net Income/(Loss) before provision for Income Taxes	<u>\$(1,150,670)</u>	\$
Net Income/(Loss)	<u>\$(1,150,670)</u>	<u>\$ (119,135)</u>
Weighted-average common shares outstanding	1,129,543,000	723,360,000
Income/(Loss) per Share	\$ 0.001	\$0.0001

The Accompanying notes are an integral part of these financial statements

Masterbeat Corporation  
Consolidated Statement of Cash Flows (Unaudited)  
For the Years Ending December 31, 2022 and December 31, 2021

	Year Ending December 31, 2022	Year Ending December 31, 2021
Cash Flow From Operating Activities:		
Net Income/(Loss)	\$ (1,150,670)	\$ (119,135)
Depreciation		
(Gain)/Loss on Sale of Real Estate		(Gain)/Loss on
Derivative Liability	105,656	
Change in Accounts Receivable		4,960
Change in Prepaid Assets	10,000	(7,965) Change in
Accounts Payable (170,985)		193,317
Change in Accrued Liabilities	<u>756,427</u>	<u>(2,188)</u>
Net Cash Flows from Operating Activities	<u>\$ (555,228)</u>	\$ <u>174,645</u>
Investing Cash Flows:		
Change in Investments	\$ (16,575)	\$ (45,500)
Change in Loan Fees	7,480	
Sale of Real Estate	476,669	
Purchase of Real Estate		<u>(627,361)</u>
New Cash Flows from Investing Activities:	<u>\$ 467,574</u>	\$ <u>(672,861)</u>
Financing Cash Flows:		
Change in Convertible Debt	\$ (21,000)	27,500
Change in Loan Payable	49,900	1,188,197
Change in Mortgage Payable		(471,853)
Change in Common Stock	57,207	35,307
Change In Additional Paid In Capital	273,033	
Change in Non Controlling Interest		
Change in Related Party	<u>(273,016)</u>	<u>(330,847)</u>
Total Financing Cash Flows:	<u>\$ 86,124</u>	\$ <u>448,304</u>
Increase/(Decrease) in Cash Equivalents	\$ 1,530	\$ (49,912)
Beginning Cash Balance	<u>\$ 2,843</u>	<u>\$ 52,755</u>
Ending Cash Balance	<u>\$ 1,313</u>	<u>\$ 2,843</u>

The Accompanying notes are an integral part of these financial statements

**Masterbeat Corporation**  
**Consolidated Statement of Stockholders' Equity (Unaudited)**  
**For the Year Ending December 31, 2022**

	Preferred Shares	Preferr ed	Common Shares	Commo n Stock	Non- control ling interes t	Additional Paid in Capital	Accumulate d Deficit	Total
Balance 12/31/18	20,000,000	2,000	44,893,815	4,489		58,404	(587,321)	(522,428)
Conversion of Debt			25,900,000	2,590		23,310		25,900
Resolution of Derivative Liability						1,094,518		1,094,518
Net Income/(Loss)							(2,392,342)	(2,392,342)
Balance 12/31/19	20,000,000	2,000	70,793,815	7,079		1,176,232	(2,979,663)	(1,794,352)
Conversion of Debt			299,500,500	29,950		231,700		261,650
Resolution of Derivative Liability						434,574		434,574
Net Income/(Loss)					258		831,826	832,048
Balance 12/31/20	20,000,000	2,000	370,294,315	37,029	(258)	1,842,506	(2,147,579)	(266,302)
Sales of NCI					(29,457)			(29,457)
Resolution of Derivative Liability			263,000,000	26,300				26,300
Conversion of Debt			90,067,200	9,007				9,007
Net Income/(Loss)					29,745		(148,880)	(119,135)
Balance 12/31/21	20,000,000	2,000	723,361,515	72,336	0	1,842,506	(2,296,459)	(222,516)
Sales of Common Stock			350,000,000	35,000		315,000		350,000
Conversion of Debt			56,181,985	22,207				
Net Income/(Loss)							(1,150,670)	(682,700)
Balance 06/30/22	20,000,000	2,000	1,129,543,500	129,543	0	2,157,506	(3,447,129)	(555,217)

The Accompanying notes are an integral part of these financial statements

Masterbeat Corporation  
Notes to Financial Statements  
For the Year Ending December 31, 2022

## **NOTE 1 - NATURE OF BUSINESS**

### **ORGANIZATION**

Masterbeat Corporation ("Masterbeat or the "Company") was incorporated in the state of Delaware on May 17, 2007 as Green Mountain Recovery, Inc. On December 18, 2009, Masterbeat entered into a Share Exchange Agreement with Masterbeat, LLC, formerly a California Limited Liability company, to become Masterbeat Corporation.

On March 6, 2014, the company filed a 15-15D to terminate the Company's reporting responsibilities with the Securities Exchange Commission. During this time, the majority of the Company's assets, including subsidiaries, were liquidated and the majority of outstanding liabilities were settled. Starting in March 2014, the Company operated as a business-consulting firm until June 2019. After several changes in management (2014 – 2019), the Company appointed Josh Tannariello as its CEO and sole executive officer, in June 2019.

The Company specializes in hard, tangible asset acquisitions with an intense focus on real estate, precious metals and other tangible assets. The Company started SBQ Holdings, LLC, a Florida limited liability company, to handle its assets operations. The Company believes its progressive approach to an old school model, especially in this market based on fragile earnings multiples and uncertainty, to acquire hard, tangible assets will not only offer long term capital appreciation but also deliver revenues, profits and self-sustainability.

## **NOTE 2 - SIGNIFICANT ACCOUNTING POLICIES**

### **GOING CONCERN**

The accompanying consolidated financial statements have been prepared assuming that the Company will continue as a going concern, which contemplates the realization of assets and the liquidation of liabilities in the normal course of business. The Company currently has \$3,313 of cash on hand, a stockholders' deficit of \$1,170,302 with an accumulated Deficit of \$3,417,384 and current period revenues of \$0.00 from property management operations. The Company cannot be certain that it will be successful in its various growth strategies.

These factors, among others, raise substantial doubt about the Company's ability to continue as a going concern. The accompanying consolidated financial statements do not include any adjustments that might result from the outcome of this uncertainty.

## **CONSOLIDATIONS**

Masterbeat Corporation owns 70% of its subsidiary SBQ, LLC. The remaining 30% is owned by its current Chief Executive Officer.

## **USE OF ESTIMATES**

The preparation of financial statements in conformity with U.S. general accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the consolidated financial statements and reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

## **CASH AND CASH EQUIVALENTS**

For purposes of the statement of cash flows, cash equivalents include demand deposits, money market funds, and all highly liquid debt instruments with original maturities of six months or less.

## **FINANCIAL INSTRUMENTS**

The Company's balance sheet includes certain financial instruments, primarily, cash, accounts receivable, inventory, accounts payable, and debt to related parties. The carrying amounts of current assets and current liabilities approximate their fair value due to the relatively short period of time between the origination of these instruments and their expected realization.

## **CONCENTRATIONS AND CREDIT RISKS**

The Company's financial instruments that are exposed to concentrations and credit risk primarily consist of its cash, sales and accounts receivable.

Cash - The Company places its cash and cash equivalents with financial institutions of high credit worthiness. At times, its cash and cash equivalents with a particular financial institution may exceed any applicable government insurance limits. The Company's management plans to assess the financial strength and credit worthiness of any parties to which it extends funds, and as such, it believes that any associated credit risk exposures are limited.

## **PROPERTY, EQUIPMENT AND LONG-LIVED ASSETS**

Property and equipment are recorded at cost. Depreciation is provided over the estimated useful lives of the assets utilizing the straight method. Maintenance and repairs are expensed as incurred. Expenditures, which significantly increase value or extend useful asset lives are capitalized. When property or equipment is sold or retired, the related costs and accumulated depreciation are removed from the accounts and any gain or loss is recognized. The carrying amount of all long-lived assets is evaluated periodically to determine if adjustment to the depreciation period or the undepreciated balance is warranted. Long-lived assets such as property,

equipment and identifiable intangibles are reviewed for impairment whenever facts and circumstances indicate that the carrying value may not be recoverable. When required, impairment losses on assets to be held and used are recognized based on the fair value of the asset.

## **SHARE-BASED COMPENSATION**

ASC 718, Compensation – Stock Compensation, prescribes accounting and reporting standards for all share-based payment transactions in which employee services are acquired. Transactions include incurring liabilities, or issuing or offering to issue shares, options, and other equity instruments such as employee stock ownership plans and stock appreciation rights. Share-based payments to employees, including grants of employee stock options, are recognized as compensation expense in the financial statements based on their fair values. That expense is recognized in the period of grant.

The Company accounts for stock-based compensation issued to non-employees and consultants in accordance with the provisions of ASU No. 2018-07, Improvements to Nonemployee Share-Based Payment Accounting. The amendments specify that Topic 718 applies to all share-based payment transactions in which a grantor acquires goods or services to be used or consumed in a grantor's own operations by issuing share-based payment awards. The amendments also clarify that Topic 718 does not apply to share-based payments used to effectively provide (1) financing to the issuer or (2) awards granted in conjunction with selling goods or services to customers as part of a contract accounted for under Topic 606, Revenue from Contracts with Customers.

## **INCOME TAXES**

The Company accounts for income taxes under ASC 740, Income Taxes. Under the asset and liability method of ASC 740, deferred tax assets and liabilities are recognized for the future tax consequences attributable to differences between the financial statements 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 those 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 the enactment occurs. A valuation allowance is provided for certain deferred tax assets if it is more likely than not that the Company will not realize tax assets through future operations. Deferred tax assets or liabilities were off-set by a 100% valuation allowance, therefore there has been no recognized benefit as of the release of these financial statements.

## **COMMITMENTS AND CONTINGENCIES**

The Company follows ASC 450-20, "Loss Contingencies," to report accounting for contingencies. Liabilities for loss contingencies arising from claims, assessments, litigation, fines and penalties and other sources are recorded when it is probable that a liability has been incurred and the amount of the assessment can be reasonably estimated.

## (LOSS) EARNINGS PER SHARE

Basic EPS is calculated by dividing net income (loss) available to common stockholders by the weighted average number of shares of the Company's common stock outstanding during the period. Diluted EPS is calculated based on the net income (loss) available to common stockholders and the weighted average number of shares of common stock outstanding during the period, adjusted for the effects of all potential dilutive common stock issuances related to options, warrants, restricted stock units and convertible preferred stock. The dilutive effect of our share-based awards and warrants is computed using the treasury stock method, which assumes all share-based awards and warrants are exercised and the hypothetical proceeds from exercise are used to purchase common stock at the average market price during the period. The incremental shares (i.e., the difference between shares assumed to be issued versus purchased), to the extent they would have been dilutive, are included in the denominator of the diluted EPS calculation. The dilutive effect of our convertible preferred stock is computed using the if-converted method, which assumes conversion at the beginning of the year. However, when a net loss exists, no potential common stock equivalents are included in the computation of the diluted per-share amount because the computation would result in an anti-dilutive per-share amount.

Potentially dilutive securities excluded from the computation of basic and diluted net loss per share for the year ended December 31, 2022 and December 30, 2021 were as follows:

	December 31, 2022	December 31, 2021
Total Convertible Debt	575,000,000	785,000,000

## NOTE 3 - INCOME TAXES

Income taxes are provided based upon the liability method. Under this approach, deferred income taxes are recorded to reflect the tax consequences in future years of differences between the tax basis of assets and liabilities and their financial reporting amounts at each year-end. A valuation allowance is recorded against deferred tax assets if management does not believe the Company has met the "more likely than not" standard imposed by accounting standards to allow recognition. The Company expected no net deferred tax assets to be recognized, resulting from net operating loss carry forwards. Deferred tax assets were offset by a corresponding allowance of 100%. The Company experienced a change in control subsequent to the balance sheet date and therefor no more than an insignificant portion of this net operating allowance will ever be used against future taxable income.

The cumulative tax effect at the expected rate of 21% of significant items comprising the Company's net deferred tax amount is as follows:

	December 31, 2022	December 31, 2021
Deferred tax asset attributable to:		
Net Operating Loss	\$1,150,670	\$119,135
Valuation Allowance	(\$1,150,670)	(\$119,135)

The amount taken into income as deferred tax assets must reflect that portion of the income tax loss carry forwards that is more likely-than-not to be realized from future operations. The Company has chosen to provide an allowance of 100% tax loss carry forwards, regardless of their time of expiry.



No provision for income taxes has been provided in these financial statements due to the net loss. At December 31, 2020, the Company has net operating loss carry forwards, which expire commencing in 2035, totaling approximately \$70,000, the benefit of which has not been recorded in the financial statements.

#### NOTE 4 – REAL ESTATE

On September 28, 2020, the Company purchased a real estate property at 246 Driftwood Road, Miramar Beach, FL 32550 from its Chief Executive Officer. The Company agreed to a promissory note of \$220,000 which was loaned by its Chief Executive Officer for the down payments of the property and assumed a 30 mortgage in the amount of \$880,000 with a 7 year ARM at 5.125%. On May 3, 2021, the Company sold the property at 246 Driftwood Road, Miramar Beach, FL 32550 for \$1,400,000.

On July 20, 2021, the Company purchased a real estate property at Baird Road, Santa Rosa Beach, FL 32459 for \$965,765.50. The Company assumed a 12 month interest only mortgage in the amount of \$374,000.

On July 7, 2022 the company sold a real estate property at 183 Rolling Dunes Drive, Santa Rosa Beach, FL 32459. The Company sold the property for \$2,150,000.

Real Estate at December 31, 2022 and December 31, 2021 consists of:

	December 31, 2022	December 30, 2021
Real Estate	\$1,182,279	\$1,658,948
Less Accumulated Depreciation		
Property, Plant and Equipment, Net	\$1,182,279	\$1,658,948

#### NOTE 5 – CONVERTIBLE NOTE PAYABLE AND DERIVATIVE LIABILITIES

On September 18, 2015, the Company and Braeden Storm Enterprises, Inc. (“Braeden”) entered into an unsecured convertible notes payable for \$210,000 with a conversion price of \$0.0001. On May 29, 2019, the Company and Braeden amended the convertible note to include interest accruing at 10% commencing September 18, 2015 and a conversion price of the lower of \$0.001 or 50% of the lowest per share market value of the ten (10) trading days immediately preceding the conversion date.

On June 15, 2020, July 7, 2020, July 8, 2020, December 17, 2020 and March 18, 2021 the Company and Braeden entered into unsecured convertible notes payable for \$6,000, \$15,000, \$15,000, \$15,000 and \$7,500, respectively with a conversion price of the lowest bid of the prior 3 trading days.

The Company had conversions of \$0 in principal and \$72,336 in accrued interest during the six months ended June 30, 2022. Total principal due at June 30, 2022 is \$78,500 with an unamortized discount of \$0 with a resulting balance of \$78,500.

Due to their being no explicit limit to the number of shares to be delivered upon settlement of the above conversion options embedded in the Convertible Promissory Notes, the options are classified as derivative liabilities and recorded at fair value.

Derivative Liability:

As of December 31, 2022 and December 30, 2021, the fair values of the conversion options on the convertible notes were determined to be \$157,000 and \$157,000, respectively using a Black-Scholes option-pricing model

The following table summarizes the derivative liabilities included in the consolidated balance sheet as of December 31, 2022:

	December 31, 2022
Beginning Balance	\$157,000
Day on loss on fair value	
Gain on change in fair value	
Ending Balance	\$157,000

Pursuant to ASC 815, "Derivatives and Hedging," the Company recognized the fair value of the embedded conversion feature of all the notes.

## NOTE 6– FAIR VALUE OF FINANCIAL INSTRUMENTS

ASC 820, "Fair Value Measurements", requires an entity to maximize the use of observable inputs and minimize the use of unobservable inputs when measuring fair value. ASC 820 establishes a fair value hierarchy based on the level of independent, objective evidence surrounding the inputs used to measure fair value. A financial instrument's categorization within the fair value hierarchy is based upon the lowest level of input that is significant to the fair value measurement. ASC 820 prioritizes the inputs into three levels that may be used to measure fair value:

Level 1 applies to assets or liabilities for which there are quoted prices in active markets for identical assets or liabilities.

Level 2 applies to assets or liabilities for which there are inputs other than quoted prices that are observable for the asset or liability such as quoted prices for similar assets or liabilities in active markets; quoted prices for identical assets or liabilities in markets with insufficient volume or infrequent transactions (less active markets); or model-derived valuations in which significant inputs are observable or can be derived principally from, or corroborated by, observable market data.

Level 3 applies to assets or liabilities for which there are unobservable inputs to the valuation methodology that are significant to the measurement of the fair value of the assets or liabilities.

The Company's financial instruments consist principally of cash, accounts payable and accrued liabilities, and due to related party. Pursuant to ASC 820, the fair value of the Company's cash equivalents is determined based on "Level 1" inputs, which consist of quoted prices in active markets for identical assets. The Company believes that the recorded values of all of the other financial instruments approximate their current fair values because of their nature and respective maturity dates or durations.

The following table sets forth by level with the fair value hierarchy the Company's financial assets and liabilities measured at fair value on June 30, 2022.

	Level 1	Level 2	Level 3	Total
Assets	\$-----	\$-----	\$-----	\$-----
Liabilities				
Derivative Financial Instruments	\$-----	\$-----	\$89,856	\$89,856

The following table sets forth by level with the fair value hierarchy the Company's financial assets and liabilities measured at fair value on June 30, 2021.

	Level 1	Level 2	Level 3	Total
Assets	\$-----	\$-----	\$-----	\$-----
Liabilities				
Derivative Financial Instruments	\$-----	\$-----	\$157,000	\$157,000

## NOTE 7- RELATED PARTIES

As of December 31, 2022, the current Chief Executive Officer is owed \$232,309 the company for advances made to the Company.

## NOTE 8- EQUITY

At the end of the period represented by this disclosure document, the Company is authorized to issue 25,000,000 shares of \$0.001 par value Preferred Stock, of which, 20,000,000 shares of \$0.0001 par value convertible Preferred Series A stock are designated and issued. Each share of convertible Preferred Series A Stock is convertible into 10 shares of common stock, has 100 votes, has no dividend rights except as may be declared by the Board of Directors, and has a liquidation preference of \$1.00 per share.

The company was authorized to issue 3,000,000,000 shares of \$0.0001 par value common stock.

During the twelve months ended December 31, 2019, the company issued 25,900,000 new shares for the conversion of \$25,900 in principal and interest on convertible debt bringing the total outstanding shares to 70,793,815.

During the twelve months ended December 31, 2020, the company issued 299,500,000 new shares for the conversion of \$261,650 in principal and interest on the convertible debt bringing the total outstanding shares to 370,293,815.

During the twelve months ended December 31, 2021, the company issued 353,067,200 new shares for the conversion of \$35,306 in principal and interest on the convertible debt bringing the total outstanding shares to 723,360,000.

During the twelve months ended December 31, 2022, the company issued 350,000,000 new shares for the conversion of \$35,000 in Cash and converting \$21,000 of convertible debt and interest to bringing the total outstanding shares to 1,073,361,015.