

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

**XCANA PETROLEUM CORPORATION**  
**A Nevada Corporation**

**1440 W. Taylor St., Suite 1847**  
**Chicago, IL 60607**

**Primary SIC Code:1000**

**Website: <http://xcanacorp.com>**

**(312-635-5432)**

**Quarterly Report**

For the period ending June 30, 2023 (the "Reporting Period")

**Outstanding Shares**

The number of shares outstanding of our Common Stock was:

**114,332,000 as of June 30, 2023**

**89,332,000 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: ☒**

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<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.

Xcana Petroleum Corporation, was originally incorporated in the State of Utah on April 17, 1980, as LaPlate Oil and Mining, Inc., and changed its name to Gold Coast Resources, Inc. on October 1, 1982. The Company's state of incorporation was changed in December, 1996 to the State of Nevada. On December 2, 1998, the Company's name was changed to Global DataTel, Inc. On July 18, 2006 the Company changed its name to Cana Petroleum Corporation, and on February 07, 2007 the Company changed its name to Xcana Petroleum Corporation.

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):

Since 1996 the Company has been incorporated in the State of Nevada.  
The Issuer's Corporate status is Active with the State of Nevada.

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

On June 13, 2007 the Commission temporarily suspended trading in the securities of the foregoing companies due to a lack of current and accurate information about the companies because they have not filed certain periodic reports with the Commission.

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

On August 31, 2022 the Company entered in to a definitive agreement with Red Beryl Mining Company Inc, and Strategic Stibium Mining LLC, Idaho Appraisers LLC and Edward Haber an individual, to acquire a 2100 acre or 102 mineral claims located in Churchill County Nevada, with the target mineral being Nickel. The consideration paid was an aggregate total of 25,000,000 common shares of the Company.

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

1440 W. Taylor St., Suite 1847, Chicago, IL 60607

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

X 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

Phone: 972-612-4120

Email: info@signaturestocktransfer.com

Address: 14673 Midway Rd., Suite 220 Addison Texas, 75001

**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:	<b>XCPT</b>
Exact title and class of securities outstanding:	<b>Common</b>
CUSIP:	<b>56145P102</b>
Par or stated value:	<b>0.0001</b>
Total shares authorized:	<b>200,000,000</b> as of date: <b>06/30/2023</b>
Total shares outstanding:	<b>114,332,000</b> as of date: <b>06/30/2023</b>
Number of shares in the Public Float <sup>2</sup> :	<b>12,150,880</b> as of date: <b>06/30/2023</b>
Total number of shareholders of record:	<b>68</b> as of date: <b>06/30/2023</b>

*All additional class(es) of publicly quoted or 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:	<b><u>Series A Preferred</u></b>
CUSIP (if applicable):	_____
Par or stated value:	<b><u>\$0.001</u></b>
Total shares authorized:	<b><u>5,000,000</u></b> as of date <b><u>06/30/2023</u></b>
Total shares outstanding (if applicable):	<b><u>1,160,000</u></b> as of date <b><u>06/30/2023</u></b>
Total number of shareholders of record (if applicable):	<b><u>5</u></b> as of date <b><u>06/30/2023</u></b>

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.

Voting rights, no dividends, and no preemptive rights

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

Series A Preferred Shares are entitled to 20,000 votes per share and may be converted to 2,000 common shares for every share held. The Series A Preferred Shares are entitled to dividends and rank senior to any other class of stock.

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

None

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.

None

### 3) Issuance History

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

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

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

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

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

Shares Outstanding as of Second Most Recent Fiscal Year End:			*Right-click the rows below and select "Insert" to add rows as needed.						
Opening Balance									
Date <u>12/31/16</u> Common: 89,332,000 Preferred: <u>0</u>									
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.
03/20/2023	New Issuance	1,000,000	Preferred	0.0001	No	Shayla Investments LLC Mac Shahsavar Principal	Debt conversion	Restricted	NA

03/20/2023	New Issuance	50,000	Preferred	0.0001	No	Shayla Suer	Debt conversion	Restricted	NA
03/20/2023	New Issuance	50,000	Preferred	0.0001	No	Aarya Shahsavar	Debt conversion	Restricted	NA
03/20/2023	New Issuance	50,000	Preferred	0.0001	No	May Alibango	Debt conversion	Restricted	NA
03/20/2023	New Issuance	10,000	Preferred	0.0001	No	Dan Paulsen	Debt conversion	Restricted	NA
03/27/2023	New Issuance	10,000,000	Common	0.005	Yes	Red beryl Mining Co. Alex Sunderland Principal	Acquisition	Restricted	4(a)2
03/27/2023	New Issuance	5,000,000	Common	0.005	Yes	Appraisal Services of Idaho, Michael Morphey Principal	Acquisition	Restricted	4(a)2
03/27/2023	New Issuance	5,000,000	Common	0.005	Yes	Strategic Stibium Mining, Ryan Castillo Principal	Acquisition	Restricted	4(a)2
03/27/2023	New Issuance	5,000,000	Common	0.005	Yes	Edward Haber	Acquisition	Restricted	4(a)2
Shares Outstanding on Date of This Report: <u>Ending Balance</u>									
<u>Ending Balance:</u>									
<b>Date <u>06/30/2023</u></b>									
Common: 114,332,000									
Preferred: <b><u>1,160,000</u></b>									

**Example:** A company with a fiscal year end of December 31<sup>st</sup>, in addressing this item for its quarter ended June 30, 2023, would include any events that resulted in changes to any class of its outstanding shares from the period beginning on January 1, 2020 through June 30, 2023 pursuant to the tabular format above.

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

## B. Promissory and Convertible Notes

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

No: ☐ Yes: ☒ (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 (entities must have individual with voting / investment control disclosed).	Reason for Issuance (e.g. Loan, Services, etc.)
12/31/2006	87,000	87,000	6,526	12/31/07	May convert to Common shares at a fixed price of \$0.005 per share.	Shayla Investments LLC Mac Shahsavar Principal	Loan
10/20/2020	14,881	14,881	1,456	10/20/21	May convert to Common shares at a fixed price of \$0.005 per share.	Shayla Investments LLC Mac Shahsavar Principal	Loan
12/31/2022	9,621	9,621	192	12/31/23	May convert to Common shares at a fixed price of \$0.005 per share.	Shayla Investments LLC Mac Shahsavar Principal	Loan

03/31/2023	33,548	33,548	0	03/31/24	May convert to Common shares at a fixed price of \$0.005 per share.	Shayla Investments LLC Mac Shahsavar Principal	Loan
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Use the space below to provide any additional details, including footnotes to the table above:

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

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

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

**On August 31, 2022 the Company entered in to a definitive agreement with Red Beryl Mining Company Inc, and Strategic Stibium Mining LLC, Idaho Appraisers LLC and Edward Haber an individual, to acquire a 2100 acre or 102 mineral claims located in Churchill County Nevada, with the target mineral being Nickel. The consideration paid was an aggregate total of 25,000,000 common shares of the Company.**

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

**The Company has no subsidiaries.**

C. Describe the issuers' principal products or services.

**The Company is currently exploring a 2100 acre 102 Claim mineral property in Churchill County Nevada, with the target mineral being Nickel.**

#### 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 issuer owns no real property, office space is rented on a month to month basis.**

#### 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.

Name of Officer/Director or Control Person	Affiliation with Company (e.g. Officer/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
Mac Shahsavar	President, CEO, CFO, and Director	1440 W. Taylor St., Suite 1847 Chicago, IL 60607	0	Common Preferred A	0%	
Linda MacDonald	Secretary, Treasurer and Director	1440 W. Taylor St., Suite 1847 Chicago, IL 60607	0-	Common	0%	
First Financial Corporation	Greater than 10% Shareholder	551-128 ROOSEVELT RD GLEN ELLYN, IL 60137	46,500,000	Common	52.06%	Janice Shahsavar Principal
Shayla Investments LLC	Greater than 10% Shareholder	1440 W. Taylor St., Suite 1847 Chicago, IL 60607	1,000,000	Series A Preferred	86.1%	Mahmood (Mac) Shahsavar: Principal
Red Beryl Mining Company Inc.	Greater than 5% Shareholder	10403 Treaty CT Spotsylvania, Virginia 22553	10,000,000	Common	8.74%	Alex Sunderland Principal

## 7) Legal/Disciplinary History

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

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

**None**

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

**None**

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

**None**

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

**None**

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

**None**

#### **8) Third Party Service Providers**

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

Securities Counsel (must include Counsel preparing Attorney Letters).

**Name: Thomas Cook**

**Address: 10470 W. Cheyenne Avenue, Suite 115, PMB 303 Las Vegas , Nevada 89129**

**Phone: 702-524-9151**

**Email: tccesq@aol.com**

Accountant or Auditor

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

Investor Relations

Name: \_\_\_\_\_  
Firm: \_\_\_\_\_  
Address 1: \_\_\_\_\_

Address 2: \_\_\_\_\_  
Phone: \_\_\_\_\_  
Email: \_\_\_\_\_

*All other means of Investor Communication:*

Twitter: \_\_\_\_\_  
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: Ken Kerster  
Firm: \_\_\_\_\_  
Nature of Services: Administrative  
Address 1: 4423 37<sup>th</sup> Street NW  
Address 2: Calgary AB  
Phone: 403-650-1358  
Email: corpconsult1@gmail.com

#### **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: Ken Kerster  
Title: Consultant  
Relationship to Issuer: Consultant

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

**Ken Kerster, has over 40 years of hands on experience with public companies, as a management consultant. This entails working with corporate management, formulating business strategies, working with legal counsel in creating legal documents and maintaining corporate governance and internal records for companies. Mr. Kerster has a full working knowledge of accounting procedures in both US GAAP and IFRS presentations and has assisted companies in preparing all documents including, audit files, financial statements in relation to a Company's financial reporting requirements.**

Provide the following financial statements for the most recent fiscal year or quarter. For the initial disclosure statement (qualifying for Pink Current Information for the first time) please provide reports for the two previous fiscal years and any subsequent interim periods.

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

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## 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, Mac Shahsavar certify that:

1. I have reviewed this Disclosure Statement for Xcana Petroleum 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.

07/06/2023 [Date]

/s/ Mac Shahsavar [CEO's Signature]

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

### *Principal Financial Officer:*

I, Mac Shahsavar I have reviewed this Disclosure Statement for Xcana Petroleum Corporation;

1. 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
2. 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.

07/06/2023 [Date]

/s/ Mac Shahsavar [CFO's Signature]

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



## FINANCIAL STATEMENTS.

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**XCANA PETROLEUM CORPORATION**  
**BALANCE SHEETS**

	<b>June 30, 2023</b>	<b>December 31, 2022</b>
<b>ASSETS</b>		
Current assets:		
Cash	\$ -	\$ -
Mining claims-net	155,192	\$ -
Total assets	155,192	-
<b>LIABILITIES AND STOCKHOLDERS' DEFICIT</b>		
Current liabilities:		
Accounts Payable and Accrued Liabilities	5,365	33,275
Accrued Interest	135,131	128,069
Notes Payable	153,052	121,002
Total liabilities	293,548	282,346
Stockholders' deficit:		
Preferred Stock authorized 5,000,000 Par value \$0.0001 1,160,000 issued	116	-
As of June 30, 2023 and 0 as of December 31, 2022		
Common stock; authorized 200,000,000; 114,332,000 shares at \$0.0001 par value		
As of June 30, 2023 and 89,332,000 as of December 31, 2022	11,433	8,933
Additional Paid in Capital	233,091	80,399
Accumulated Deficit	(382,996)	(371,678)
Total stockholders' deficit	(138,356)	(282,346)
Total liabilities and stockholders' equity	\$ 155,192	\$ -

The accompanying notes are an integral part of these financial statements

**XCANA PETROLEUM CORPORATION**  
**STATEMENTS OF OPERATIONS**  
**(Unaudited)**

	<b>Three months Ended June31, 2023</b>	<b>Three months Ended June31, 2022</b>	<b>Six months Ended June 30, 2023</b>	<b>Six months Ended June 30, 2022</b>
Operating Expenses:				
General and administrative	\$ 900	\$ -	\$ 4,256	\$ -
Total Operating Expenses	<u>900</u>	<u>-</u>	<u>4,256</u>	<u>-</u>
Loss from Operations	<u>\$ (900)</u>	<u>\$ -</u>	<u>\$ (4,256)</u>	<u>\$ -</u>
Other Income (Expense)				
Interest Expense, net	<u>(3,049)</u>	<u>(3,821)</u>	<u>(7,062)</u>	<u>(7,642)</u>
Total other income (expense)	<u>(3,049)</u>	<u>(3,821)</u>	<u>(7,062)</u>	<u>(7,642)</u>
Net loss for the period	<u><u>\$ (3,949)</u></u>	<u><u>\$ (3,821)</u></u>	<u><u>\$ (11,318)</u></u>	<u><u>\$ (7,642)</u></u>
Net loss per share:				
Basic and diluted	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>
Weighted average number of shares outstanding:				
Basic and diluted	<u><u>114,332,000</u></u>	<u><u>89,332,000</u></u>	<u><u>114,332,000</u></u>	<u><u>89,332,000</u></u>

The accompanying notes are an integral part of these financial statements

**XCANA PETROLEUM CORPORATION**  
**STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY (DEFICIT)**

		Common Stock		Additional Paid	Accumulated	Total
		Number of	Par Value	in Capital	Deficit	Shareholders'
		Shares				Equity
BALANCE DECEMBER 31, 2017		89,332,000	8,933	80,399	(235,492)	(146,160)
	Net Loss/gain	-	-	-	(13,050)	(13,050)
BALANCE DECEMBER 31, 2018		89,332,000	8,933	80,399	(248,542)	(159,210)
	Net Loss/gain	-	-	-	(13,050)	(13,050)
BALANCE DECEMBER 31, 2019		89,332,000	8,933	80,399	(261,592)	(172,260)
	Net Loss/gain	-	-	-	(27,931)	(27,931)
BALANCE DECEMBER 31, 2020		89,332,000	8,933	80,399	(289,523)	(200,191)
	Net Loss/gain	-	-	-	(23,975)	(23,975)
BALANCE DECEMBER 31, 2021		89,332,000	8,933	80,399	(313,498)	(224,166)
	Net Loss/gain	-	-	-	(58,180)	(58,180)
BALANCE DECEMBER 31, 2022		89,332,000	8,933	80,399	(371,678)	(282,346)
Preferred shares issued for debt		1,160,000	116	-	-	116
Shares issued for mining property		25,000,000	2,500	122,500	-	125,000
Shareholder contributions		-	-	30,192	-	30,192
	Net Loss/gain	-	-	-	(7,369)	(7,369)
BALANCE MARCH 31, 2023		114,332,000	8,933	233,091	(379,047)	(134,407)
	Net Loss/gain	-	-	-	(3,949)	(3,949)
BALANCE JUNE 30, 2023		114,332,000	8,933	233,091	(382,996)	(138,356)

The accompanying notes are an integral part of these financial statements

**(Unaudited)**

	<b>Three months Ended March 31, 2023</b>	<b>Three months Ended March 31, 2022</b>
Cash flow from operating activities:		
Net loss	\$ (11,318)	\$ (7,642)
Adjustment to reconcile net loss to net cash used in operating activities		
Accrued Interest	7,062	7,642
Changes in operating assets and liabilities:		
Accounts Payable	300	-
Net Cash (Used) in Operating activities	<u>\$ (3,956)</u>	<u>\$ -</u>
Cash flows from financing activities:		
Proceeds from the issuance of common stock	-	-
Proceeds from note payable	<u>\$ 3,956</u>	<u>\$ -</u>
Net cash provided by financing activities	<u>\$ 3,956</u>	<u>\$ -</u>
Decrease in cash during the period	-	-
Cash, beginning of period	<u>-</u>	<u>-</u>
Cash, end of period	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>
Supplemental disclosure of cash flow information:		
Cash paid during the period		
Gain on forgiveness of debt	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

The accompanying notes are an integral part of these financial statements



**Xcana Petroleum Corporation**  
**Notes to the Financial**  
**Statements**  
**For the Period Ended June 30, 2023**

**Note 1 - Organization and Operations**

Nature of Business and Continuance of Operations.

Xcana Petroleum Corporation. (the "Company") , was originally incorporated in the State of Utah in 1980, as LaPlate Oil and Mining, Inc., and changed its name to Gold Coast Resources, Inc. in 1982. The Company's State of incorporation was changed in December, 1996 to the State of Nevada. In December, 1998, the Company's name was changed to Global DataTel, Inc. On July 18, 2006 the Company changed its name to Cana Petroleum Corporation, and on February 07, 2007 the Company changed its name to Xcana Petroleum Corporation.

The Company is currently seeking new business opportunities in several sectors, and has a December 31 year end.

These financial statements have been prepared on a going concern basis, which assumes the Company will continue to realize its assets and discharge its liabilities in the normal course of business. The continuation of the Company as a going concern is dependent upon the continued financial support from its shareholders, the ability of the Company to obtain necessary equity financing to continue operations, and the attainment of profitable operations. As of June 30, 2023, the Company has working capital deficit of \$138,356 and has an accumulated deficit totaling \$382,996, and has not yet generated any revenue from operations. These factors raise substantial doubt regarding the Company's ability to continue as a going concern. These financial statements do not include any adjustments to the recoverability and classification of recorded asset amounts and classification of liabilities that might be necessary should the Company be unable to continue as a going concern.

The Company's management plans to raise funds in the next 12 months through a combination of debt financing and equity financing by way of private placement.

**Note 2 - Significant and Critical Accounting Policies and Practices**

a) Basis of Presentation

These financial statements of the Company have been prepared in accordance with generally accepted accounting principles in the United States and are expressed in US dollars. The Company's fiscal year end is December 31.

b) Use of Estimates

The preparation of financial statements in conformity with United States generally 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 financial statements and the reported amounts of revenues and expenses during the reporting period. The Company regularly evaluates estimates and assumptions related to stock-based compensation and deferred income tax asset valuation allowances.

The Company bases its estimates and assumptions on current facts, historical experience and various other factors that it believes to be reasonable under the circumstances, the results of which form the basis for making judgments about the carrying values of assets and liabilities and the accrual of costs and expenses that are not readily apparent from other sources. The actual results experienced by the Company may differ materially and adversely from the Company's estimates. To the extent there are material differences between the estimates and the actual results, future results of operations will be affected.

c) Reclassification

Certain prior period amounts have been reclassified to conform to current period presentation.

d) Cash and Cash Equivalents

The Company considers all highly liquid instruments with an original maturity of three months or less at the time of issuance to be cash equivalents.

#### e) Financial Instruments

The Company's financial instruments consist principally of cash and cash equivalents, accounts payable and accrued liabilities, short-term debts and due to related parties. Pursuant to ASC 820, *Fair Value Measurements and Disclosures* and ASC 825, *Financial Instruments* 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.

#### f) Loss Per Common Share

Basic EPS is computed by dividing net income (loss) available to common shareholders (numerator) by the weighted average number of shares outstanding (denominator) during the period. Diluted EPS gives effect to all dilutive potential common shares outstanding during the period using the treasury stock method and convertible preferred stock using the if-converted method. In computing Diluted EPS, the average stock price for the period is used in determining the number of shares assumed to be purchased from the exercise of stock options or warrants. Diluted EPS excludes all dilutive potential shares if their effect is anti-dilutive. At June 30, 2023, the Company has no potentially dilutive securities outstanding.

#### g) Foreign Currency Translation

The Company's planned operations will be in the United States, which results in exposure to market risks from changes in foreign currency exchange rates. The financial risk is the risk to the Company's operations that arise from fluctuations in foreign exchange rates and the degree of volatility of these rates. Currently, the Company does not use derivative instruments to reduce its exposure to foreign currency risk. The Company's functional currency for all operations worldwide is the U.S. dollar. Nonmonetary assets and liabilities are translated at historical rates and monetary assets and liabilities are translated at exchange rates in effect at the end of the year. Revenues and expenses are translated at average rates for the year. Gains and losses from translation of foreign currency financial statements into U.S. dollars are included in current results of operations.

#### h) Revenue Recognition

*ASU No. 2014-09, Revenue from Contracts with Customers* ("Topic 606"), became effective for the Company on January 1, 2018. The Company's revenue recognition disclosure reflects its updated accounting policies that are affected by this new standard. The Company applied the "modified retrospective" transition method for open contracts for the implementation of *Topic 606*. The Company made no adjustments to its previously-reported total revenues, as those periods continue to be presented in accordance with its historical accounting practices under *Topic 605, Revenue Recognition*.

The Company will recognize revenue according to *Topic 606* in a manner that reasonably reflects the delivery of its services and products to customers in return for expected consideration and includes the following elements:

- executed contracts with the Company's customers that it believes are legally enforceable;
- identification of performance obligations in the respective contract;
- determination of the transaction price for each performance obligation in the respective contract;
- allocation the transaction price to each performance obligation; and
- recognition of revenue only when the Company satisfies each performance obligation.

The Company has not made any sales as of June 30, 2023.

#### i) Income Taxes

The Company accounts for income taxes using the asset and liability method in accordance with ASC 740, *Income Taxes*. The asset and liability method provides that deferred tax assets and liabilities are recognized for the expected future tax consequences of temporary differences between the financial reporting and tax bases of assets and liabilities, and for operating loss and tax credit carryforwards. Deferred tax assets and liabilities are measured using the currently enacted tax rates and laws that will be in effect when the differences are expected to reverse. The Company records a valuation allowance to reduce deferred tax assets to the amount that is believed more likely than not to be realized.

#### j) Stock-Based Compensation

We estimate the fair value of each stock option award at the grant date by using the Black-Scholes option pricing model and common shares based on the market price of the Company's common stock on the date of the share grant. The fair value determined represents the cost for the award and is recognized over the vesting period during which an employee is required

to provide service in exchange for the award. As share-based compensation expense is recognized based on awards ultimately expected to vest, we reduce the expense for estimated forfeitures based on historical forfeiture rates. Previously recognized compensation costs may be adjusted to reflect the actual forfeiture rate for the entire award at the end of the vesting period. Excess tax benefits, if any, are recognized as an addition to paid-in capital.

#### k) Subsequent Events

The Company's management reviewed all material events from June 30, 2023, through the issuance date of these financial statements for disclosure consideration.

#### l) Recent Accounting Pronouncements

In August 2014, the FASB issued ASU No. 2014-15, "Disclosure of Uncertainties About an Entity's Ability to Continue as a Going Concern" ("ASU 2014-15"), which requires management to perform interim and annual assessments of an entity's ability to continue as a going concern within one year of the date the financial statements are issued and provides guidance on determining when and how to disclose going concern uncertainties in the financial statements.

Certain disclosures will be required if conditions give rise to substantial doubt about an entity's ability to continue as a going concern. ASU 2014-15 applies to all entities and is effective for annual and interim reporting periods ending after December 15, 2016, with early adoption permitted. This standard has no material effect on our financial statements.

In March 2016, the FASB issued an ASU amending the accounting for stock-based compensation and requiring excess tax benefits and deficiencies to be recognized as a component of income tax expense rather than equity. This guidance also requires excess tax benefits to be presented as an operating activity on the statement of cash flows and allows an entity to make an accounting policy election to either estimate expected forfeitures or to account for them as they occur. The ASU is effective for reporting periods beginning after December 15, 2016, with early adoption permitted, this standard has no material effect on our financial statements.

In November 2016, the FASB issued ASU 2016-18, Statement of Cash Flows (Topic 230): Restricted Cash, which requires restricted cash to be presented with cash and cash equivalents on the statement of cash flows and disclosure of how the statement of cash flows reconciles to the balance sheet if restricted cash is shown separately from cash and cash equivalents on the balance sheet.

ASU 2016-18 is effective for interim and annual periods beginning after December 15, 2017, with early adoption permitted. The Company is in the process of evaluating the impact of this ASU on its CFS.

In January 2017, the FASB issued an ASU 2017-01, Business Combinations (Topic 805) Clarifying the Definition of a Business. The amendments in this update clarify the definition of a business with the objective of adding guidance to assist entities with evaluating whether transactions should be accounted for as acquisitions or disposals of assets or businesses. The definition of a business affects many areas of accounting including acquisitions, disposals, goodwill, and consolidation.

The guidance is effective for interim and annual periods beginning after December 15, 2017 and should be applied prospectively on or after the effective date. The Company is in the process of evaluating the impact of this ASU on its CFS.

In October 2017, FASB issued ASU 2017-11, Earnings Per Share (Topic 260) Distinguishing Liabilities from Equity (Topic 480) Derivatives and Hedging (Topic 815): I. Accounting for Certain Financial Instruments with Down Round Features, II. Replacement of the Indefinite Deferral for Mandatorily Redeemable Financial Instruments of Certain Nonpublic Entities and Certain Mandatorily Redeemable Noncontrolling Interests with a Scope Exception. Part I of this ASU changes the classification analysis of certain equity-linked financial instruments (or embedded features) with down round features and clarifies existing disclosure requirements. Part II does not have an accounting effect. The ASU is effective for fiscal years, and interim periods within those fiscal years, beginning after December 15, 2018 with early adoption permitted. Management is currently evaluating the potential impact of these changes on the CFS of the Company.

As of June 30, 2023, there are no recently issued accounting standards not yet adopted that would have a material effect on the Company's financial statements to have a material impact on the Company's CFS.

### **Note 3– Going Concern**

The Company's financial statements have been prepared assuming that it will continue as a going concern, which contemplates continuity of operations, realization of assets, and liquidation of liabilities in the normal course of business.

As reflected in the financial statements, the Company had an accumulated deficit of \$382,996 at June 30, 2023, a net loss of \$3,949 and net cash used in operating activities of \$3,356 for the reporting period then ended. These factors raise substantial doubt about the Company's ability to continue as a going concern.

The Company has commenced operations, but has been unable to generate sufficient revenue through the acquisition of their mining claims; however, the Company's cash position is not sufficient to support the Company's daily operations. Management intends to raise additional funds by way of a private or public offering. While the Company believes in the viability of its strategy and in its ability to raise additional funds, there can be no assurances to that effect.

The ability of the Company to continue as a going concern and its ability to raise additional funds by way of a public or private offering.

The financial statements do not include any adjustments related to the recoverability and classification of recorded asset amounts or the amounts and classification of liabilities that might be necessary should the Company be unable to continue as a going concern.

### **Note 4- Mining Claims-Acquisition**

During the Three months ended June 30, 2023 the company issued 25,000,000 common shares at a deemed price of \$0.005 to complete the acquisition of 102 mineral claims located in Churchill County Nevada. There were additional costs associated with this acquisition totaling \$30,192 which paid for the registering and recording of the claims with the BLM (Bureau of Land Management) and Churchill County Nevada.

Under US GAAP, until the economic viability of a project is established, only costs associated with acquiring the right to explore a mineral property (acquisition costs) are capitalized while all other exploration costs are expensed as incurred.

"ASC 930-805 requires that mineral rights be recognized at fair value as of the acquisition date. As a result, the direct costs to acquire mineral rights are initially capitalized as tangible assets. Mineral rights include costs associated with acquiring patented and unpatented mining claims."

### **Note 5- Notes Payable**

During, the Company entered into a convertible note in the principal amount of \$87,000, with a related party. The note carries an annual interest rate of 8% with a maturity date one year after the effective date of the note. The debt is due on the maturity date and can be paid in either cash or with the Company's common stock at a fixed price of \$0.005 The Note also, provides for a default interest rate of 15% if the note is unpaid past the maturity date. No payments have been made to the note holder as of June 30, 2023.

During the year ended December 31, 2020, the Company entered into a convertible note in the principal amount of \$14,881, with a related party. The note carries an annual interest rate of 8% with a maturity date one year after the effective date of the note. The debt is due on the maturity date and can be paid in either cash or with the Company's common stock at a fixed price of \$0.005. The Note also, provides for a default interest rate of 15% if the note is unpaid past the maturity date. No payments have been made to the note holder as of June 30, 2023

During the year ended December 31, 2022, the Company entered into a convertible note in the principal amount of \$9,621, with a related party. The note carries an annual interest rate of 8% with a maturity date one year after the effective date of the note. The debt is due on the maturity date and can be paid in either cash or with the Company's common stock at a fixed price of \$0.005. The Note also, provides for a default interest rate of 15% if the note is unpaid past the maturity date. No payments have been made to the note holder as of June 30, 2023.

During the three months ended June 30, 2023, the Company entered into a convertible note in the principal amount of \$3,356, with a related party. The note carries an annual interest rate of 8% with a maturity date one year after the effective date of the note. The debt is due on the maturity date and can be paid in either cash or with the Company's common stock at a fixed price of \$0.005. The Note also, provides for a default interest rate of 15% if the note is unpaid past the maturity date. No payments have been made to the note holder as of June 30, 2023

**Note 6- Related Party Transactions**

See Note 5, Notes Payable.

During the three months ended June 30, 2023 a related party paid the costs of registering and recording the Company's mining claims. This amounted to an aggregate total of \$30,192 and has been recorded as a shareholder's contribution.

**Note 7 - Stockholders' Deficit**

The Company's authorized capital consisted of 200,000,000 shares of common stock with a par value of \$0.0001 per share of which 114,332,000 are issued and outstanding . During the three months ended June 30, 2023 the Company issued 1,160,000 Series A Preferred Shares and 25,000,000 Common Shares for the Acquisition of the Company's mining claims.

**Note 8- Subsequent Events**

Management has reviewed material events subsequent of the three months ended June 30,2023 and prior to the filing of these financial statements in accordance with FASB ASC 855"Subsequent Events. There were no subsequent events to disclose.