

Disclosure Statement Pursuant to the Pink Basic Disclosure Guidelines

Mining Global, Inc.

500 S Australian Ave, Suite 600

West Palm Beach, FL

www.mnggotc.com

954-837-6833

corporate@mnggotc.com

Quarterly Report

For the period ending **May 31, 2023** (the "Reporting Period")

Outstanding Shares

The number of shares outstanding of our Common Stock was:

7,225,161,617 as of **May 31, 2023**

7,225,161,617 as of **November 30, 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 Control¹ of the company has occurred over this reporting period:

Yes: ☐ No: ☒

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

¹ "Change in Control" shall mean any events resulting in:

(i) Any "person" (as such term is used in Sections 13(d) and 14(d) of the Exchange Act) becoming the "beneficial owner" (as defined in Rule 13d-3 of the Exchange Act), directly or indirectly, of securities of the Company representing fifty percent (50%) or more of the total voting power represented by the Company's then outstanding voting securities;

(ii) The consummation of the sale or disposition by the Company of all or substantially all of the Company's assets;

(iii) A change in the composition of the Board occurring within a two (2)-year period, as a result of which fewer than a majority of the directors are directors 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.

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

Current - Mining Global, Inc.
Formerly=Yaterra Ventures Corp. until 8-2014

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):

Nevada, USA, 2006 Current

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

None

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

None

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

500 S Australian Ave
Suite #600
West Palm Beach, FL 33401

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: Pacific Stock Transfer Co.
Phone: +1 702-361-3033
Email: paul@pacificstocktransfer.com
Address: 6725 Via Austi Parkway Suite 300
Las Vegas, NV 89119

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>MNGG</u>	
Exact title and class of securities outstanding:	<u>Common Stock</u>	
CUSIP:		
Par or stated value:	<u>0.001</u>	
Total shares authorized:	<u>9,800,000,000</u>	as of date: <u>05/31/2023</u>
Total shares outstanding:	<u>7,225,161,617</u>	as of date: <u>05/31/2023</u>
Number of shares in the Public Float:	<u>5,923,361,617</u>	as of date: <u>05/31/2023</u>
Total number of shareholders of record:	<u>3802</u>	as of date: <u>05/31/2023</u>

All additional class(es) of publicly quoted or traded securities (if any): **NONE**

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:	<u>Preferred Class A</u>	
CUSIP (if applicable):	_____	
Par or stated value:	<u>0.001</u>	
Total shares authorized:	<u>100,000,000</u>	as of date: <u>05/31/2023</u>
Total shares outstanding (if applicable):	_____	as of date: _____
Total number of shareholders of record (if applicable):	<u>1</u>	as of date: <u>05/31/2023</u>

Exact title and class of the security:	Preferred Class B:
CUSIP (if applicable):	_____
Par or stated value:	0.001
Total shares authorized:	100,000,000 as of date: 05/31/2023
Total shares outstanding (if applicable):	_____ as of date: _____
Total number of shareholders of record (if applicable):	1 as of date: 05/31/2023

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.**

None

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

Series A Preferred Stock at the conversion ratio of two (2) shares of Common Stock for each single (1) share of Series A Preferred Stock.

Series B Preferred Stock Each share of Series B Stock shall be convertible, at the option of the Holder, into 1,000 (One Thousand) fully paid and non-assessable shares of the Corporation's Common 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: **X** (If yes, you must complete the table below)

Shares Outstanding as of Second Most Recent Fiscal Year End: <u>Opening Balance</u> Date <u>08/31/2020</u> Common: <u>7,225,161,617</u> Preferred: <u>Class A 100,000,000</u>			*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>04/19/2022</u>	New Issuance	100,000,000	Preferred Class B		No	Zoran Cvetojevic	Control	<u>Restricted</u>	<u>None</u>
Shares Outstanding on Date of This Report: <u>Ending Balance</u> Date <u>05/31/2023</u> Common: <u>7,225,161,617</u> Preferred: <u>Class A 100,000,000</u> <u>Class B 100,000,000</u>									

Example: A company with a fiscal year end of December 31st, in addressing this item for its Quarterly 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 May 31, 2023 pursuant to the tabular format above.

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

Preferred Class B have been authorized and issued pursuant for the Nevada court order in 2021. The purpose of these shares is for maintaining the control of the company

B. Promissory and Convertible Notes

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

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

Date of Note Issuance	Outstanding Balance (\$)	Principal Amount at Issuance (\$)	Interest Accrued (\$)	Maturity Date	Conversion Terms (e.g. pricing mechanism for determining conversion of instrument to shares)	Name of Noteholder. *You must disclose the control person(s) for any entities listed.	Reason for Issuance (e.g. Loan, Services, etc.)
July 21, 2022	\$60,000	\$60,000	10% interest	_____	0001 or 50% of the 3 day trailing average whichever one is lower	Emry Capital Miro Zecevic	Note
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____

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

in exchange and as a swap the \$451,000 note has been settled and extinguished in exchange for the terms of settlement of the already existing \$60,000 note. Under the new terms the \$60,000 note converts at 0.000001 par value in tranches not to exceed 9.9% of the outstanding shares

4) Issuer's Business, Products and Services

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

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

Considering current and future mining market outlook, management operates a business model that is linked to mining and as well involved into commodity investing in general as a business VAR aggregator Our main focus is in mining projects such as Limestone, Lithium, Copper, Silver, and others. Apart from exploration and mining investing, MNGG invest in operating and already listed, but undervalued companies that are mining or metal business oriented. Some of these companies are well known in the mining industry.

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

None

C. Describe the issuers' principal products or services.

Our business model is based, on investing in exploration and mining. Investing in commodity stocks, researching, investing in already listed mining companies that are currently undervalued. We target underfunded entities with a lack of knowledge in the mining sector, and or those with a lack of versed management. We are of the strong belief that by growing simultaneously in all three spaces we will create a concrete and solid base for the up-listing of MNGG and creating a rock-solid publicly trading company. Multi-revenue streams will provide us with sufficient funds to invest in various mining projects and ride the upward trend coming in the coming years.

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 operates out of rented offices in West Palm Beach, FL..

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 Title /Director/Owner of more than 5%)	Residential Address (City / State Only)	Number of shares owned	Share type/class	Ownership Percentage of Class Outstanding	Note
FUYA HOLDING GROUP – Parash Patel	Preferred shareholder	6575 NEST LOOP SOUTH, SUITE 500, BELLAIRE TX 77401	<u>100,000,000</u>	<u>Preferred – Class A</u>	100%	
Zoran Cvetojevic	majority preferred shareholder	500 S Australian Ave, West Palm Beach, FL	<u>100,000,000</u>	<u>Preferred – Class B</u>	100%	_____
Alexander Sentic	Interim CEO	500 S Australian Ave, West Palm Beach, FL	<u>0</u>	<u>/</u>	<u>/</u>	<u>/</u>
Irina Veselinovic	Interim COO	500 S Australian Ave, West Palm Beach, FL	<u>0</u>	<u>/</u>	<u>/</u>	<u>/</u>
Miroslav Zecevic	<u>Shareholder</u>	<u>Wellington, Florida</u>	<u>400,000,000</u>	<u>Common</u>	<u>5.5%</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);

No

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;

No

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

No

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.

No

- 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: Donald R. Keer Firm: Donald R. Keer, Esq.

Address 1: 3663 Greenwood Circle

Address 2: Chalfont, PA 18914

Phone: 215-962-9378

Email: keeresq@gmail.com

Accountant or Auditor

Name: Comprehensive Accounting Services (Att Asad Arif)

Firm: Accounting Services

Address 1: 15673 Southern Blvd., Suite 107/104

Address 2: Loxahatchee, FL 33407 Suite 107/104

Phone: 954 837 6800

Email: asadarif92@yahoo.com

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: _____
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)²:

Name: **Asad Arif – Accounting Services**
Title: **President**
Relationship to Issuer: **Service Provider**

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

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;

² 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.

- 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

The financial Statement is attached to this document

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, Aleksandar Sentic certify that:

1. I have reviewed this Disclosure Statement for Mining Global, Inc;
2. Based on my knowledge, this disclosure statement does not contain any untrue statement of a material fact or omit to state a material fact necessary to make the statements made, in light of the circumstances under which such statements were made, not misleading with respect to the period covered by this disclosure statement; and
3. Based on my knowledge, the financial statements, and other financial information included or incorporated by reference in this disclosure statement, fairly present in all material respects the financial condition, results of operations and cash flows of the issuer as of, and for, the periods presented in this disclosure statement.

05/31/2023 [Date]

s/ Aleksandar Sentic [CEO's Signature]

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

Mining Global Inc.
(Formerly Yaterra Ventures Corp.)
Balance Sheet
As at May 31, 2023 (Unaudited)

	Notes	As at May 31, 2023 (Unaudited) (\$)	As at August 31, 2022 (Unaudited) (\$)
ASSETS			
Current Assets			
Cash and cash equivalents	4	898,860	911,012
Total Current Assets		898,860	911,012
Fixed assets	5	727,384	727,384
Total Assets		1,626,244	1,638,396
EQUITY & LIABILITIES			
Current Liabilities			
Accounts payable and accrued expenses	6	117,251	192,215
Short term debt	7	221,771	375,883
Interest accrued		144,000	128,000
Total Current Liabilities		483,022	696,098
Long term debt		419,900	323,000
Total Liabilities		902,922	1,019,098
SHAREHOLDER'S EQUITY			
Preferred Stock A (\$0.001 Par Value, 10,000,000 shares issued)		10,000	10,000
Preferred Stock B (\$0.001 Par Value, 100,000,000 shares issued)		100,000	-
Common stock, \$0.001 Par Value, 7,350,000,000 shares authorized 7,225,161,617 share issued and outstanding	8	7,225,162	7,225,162
Additional paid in capital		872,269	872,269
Accumulated deficit		(7,484,109)	(7,488,133)
Total Shareholders' Equity		723,322	619,298
Total Liabilities and Shareholders' Equity		1,626,244	1,638,396

Mining Global Inc.
(Formerly Yaterra Ventures Corp.)
Statement of Profit and loss
For the nine month ended May 31, 2023

	Notes	For the nine month ended May 31, 2023	For the nine month ended May 31, 2022
		(Amount in \$)	(Amount in \$)
Gold Sales		152,336	150,800
Cost of sales	10	-	-
Gross profit		<u>152,336</u>	<u>150,800</u>
Selling, general and admisitrative expense	10	(124,312)	(115,978)
Income / (loss) from opeartions		<u>28,024</u>	<u>34,822</u>
Other Income / (expense)			
Interest expense		(24,000)	(32,000)
Net Profit / (loss) before provision for Income taxes		<u>4,024</u>	<u>2,822</u>
Provision for income tax		-	-
Net Profit / (loss)		<u><u>4,024</u></u>	<u><u>2,822</u></u>

Mining Global Inc.
(Formerly Yaterra Ventures Corp.)
Statement of Shareholders' Equity
As at May 31, 2023 (Unaudited)

	Common Stock		Preferred Stock A		Preferred Stock B		Additonal Paid in capital	Accumulated Profit / (Deficit)	Total
	Shares	Amount	Shares	Amount	Shares	Amount			
	Amount is \$								
As at August 31, 2022 (Unaudited)	7,225,161,617	7,225,162	10,000,000	10,000	-	-	872,269	(7,488,133)	619,298
Shares issued during the period					100,000,000	100,000			100,000
Profit / (loss) for the period								4,024	4,024
As at May 31, 2023 (Unaudited)	7,225,161,617	7,225,162	10,000,000	10,000	100,000,000	100,000	872,269	(7,484,109)	723,322

Mining Global Inc.
(Formerly Yaterra Ventures Corp.)
Statement of cashflows
As at May 31, 2023 (Unaudited)

	2023	2022
Cash flow from operating activities		
(Loss) / profit before income tax	4,024	2,822
Adjustment for non cash charges and other items:		
Depreciation / amortization	-	-
Unrealized exchange loss / (gain)	-	-
	<u>4,024</u>	<u>2,822</u>
Changes in working capital		
(Decrease) / increase in convertible debt	16,000	-
(Decrease) / increase in accrued wages	(154,112)	(46,457)
(Decrease) / increase in trade and other payables	(74,964)	(29,509)
	<u>(213,076)</u>	<u>(75,966)</u>
Cash flow from operating activities	<u>(209,052)</u>	<u>(73,144)</u>
Cash flow from investing activities		
Additions in intangibles assets	-	-
Cash flow from / (used) in investing activities	<u>-</u>	<u>-</u>
Cash flow from financing activities		
Borrowings during the year	96,900	32,000
Shares issued during the period	100,000	-
Cash flow from financing activities	<u>196,900</u>	<u>32,000</u>
Increase / (decrease) in cash and cash equivalents	(12,152)	(41,144)
Cash and cash equivalents at beginning of the year	911,012	1,100,313
Cash and cash equivalents at end of the year	<u>898,860</u>	<u>1,059,169</u>

Mining Global Inc.
(Formerly Yaterra Ventures Corp.)
Notes to the financial statements
For the nine month ended May 31, 2023

1 LEGAL STATUS AND OPERATIONS

Mining Global Inc. was incorporated as Yaterra Ventures Corp. ("the Company") under the laws of the state of Nevada on November 20, 2006.

The Company is "exploration stage company" and is primarily engaged in the acquisition, exploration and development of mineral properties.

2 BASIS OF PREPARATION

2.1 Statement of compliance

The accompanying financial statements have been prepared in conformity with accounting principles generally accepted in the United States of America and pursuant to the rules and regulations of the Securities and Exchange Commission ("SEC") on a going concern.

2.2 Accounting Convention

These financial statements have been prepared on the basis of 'historical cost convention using accrual basis of accounting except as otherwise stated in the respective accounting policies notes.

Going concern

The Company had accumulated losses and had a negative cash flow from operations for the reporting period. Further, the accumulated (deficit) has raised at that date, which raises substantial doubt about its ability to continue as a going concern. The future of the Company is dependent upon its ability to obtain financing and upon future profitable operations from development of its natural properties. Management has plans to seek additional capital through private placement and public offering of its common stock. The financial statements do not contain any adjustments relating to recoverability and classification of its recorded assets, or the amounts of and classification of its liabilities that might be necessary in the event the Company cannot continue to exist.

2.3 Critical accounting estimates and judgements

The preparation of financial statements in conformity with the approved accounting standards require management to make judgements, estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities, income and expenses. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making the judgments about carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimates are revised if the revision affects only that period, or in the period of the revision and future periods.

The areas involving higher degree of judgment and complexity, or areas where assumptions and estimates made by the management are significant to the financial statements are as follows:

- i) Equipment - estimated useful life of equipment (note - 3.8)
- ii) Exploration and evaluation cost (note - 3.5)
- iii) Provision for doubtful debts (note - 3.4)
- iv) Provision for income tax (note - 3.1)

3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

3.1 Income tax

The tax expense for the year comprises of income tax, and is recognized in the statement of earnings. The income tax charge is calculated on the basis of the tax laws enacted or substantively enacted at the balance sheet date. Management periodically evaluates positions taken in tax returns with respect to situations in which applicable tax regulation is subject to interpretation and establishes provisions where appropriate on the basis of amounts expected to be paid to the tax authorities.

Deferred income tax is accounted for using the balance sheet liability method in respect of all temporary differences arising from differences between the carrying amount of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit. Deferred income tax liabilities are recognised for all taxable temporary differences and deferred income tax assets are recognised to the extent that it is probable that taxable profits will be available against which the deductible temporary differences and unused tax losses can be utilized. Deferred income tax is calculated at the rates that are expected to apply to the period when the differences are expected to be reversed.

3.2 Trade and other payables

Liabilities for trade and other amounts payable are carried at cost, which is the fair value of the consideration to be paid in future for goods and services received, whether or not billed to the Company.

3.3 Provisions

A provision is recognized in the financial statements when the Company has a legal or constructive obligation as a result of past events and it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of obligation.

3.4 Accounts Receivable

Accounts receivable are non-interest bearing obligations due under normal course of business. The management reviews accounts receivable on a monthly basis to determine if any receivables will be potentially uncollectible. Historical bad debts and current economic trends are used in evaluating the allowance for doubtful accounts. The Company includes any accounts receivable balances that are determined to be uncollectible in its overall allowance for doubtful accounts. After all attempts to collect a receivable have failed, the receivable is written off against the allowance. Based on the information available, the Company believes its allowance for doubtful accounts as of period ended is adequate.

3.5 Exploration and evaluation cost

The Company accounts for costs incurred in accordance with applicable accounting standards. These standards require that all exploration and evaluation expenditures are accounted for using the 'successful efforts' method of accounting. Costs are accumulated on a field-by-field basis. Geological and geophysical costs are expensed as incurred. Costs directly associated with an exploration well, and exploration and property leasehold acquisition costs, are capitalised until the determination of reserves is evaluated. If it is determined that commercial discovery has not been achieved, these costs are charged to expense. Capitalisation is made within property, plant and equipment or intangible assets according to the nature of the expenditure.

Once commercial reserves are found, exploration and evaluation assets are tested for impairment and transferred to development tangible and intangible assets. No depreciation and/or amortisation is charged during the exploration and evaluation phase.

3.6 Contingent liabilities

A contingent liability is disclosed when the Company has a possible obligation as a result of past events, the existence of which will be confirmed only by the occurrence or non-occurrence, of one or more uncertain future events, not wholly within the control of the Company; or when the Company has a present legal or constructive obligation, that arises from past events, but it is not probable that an outflow of resources embodying economic benefits will be required to settle the obligation, or the amount of the obligation cannot be measured with sufficient reliability.

3.7 Financial liabilities

Financial liabilities are recognized when the Company becomes party to the contractual provision of the instruments and the Company loses control of the contractual right that comprise the financial liability when the obligation specified in the contract is discharged, cancelled or expired. The Company classifies its financial liabilities in two categories: at fair value through profit or loss and financial liabilities measured at amortized cost. The classification depends on the purpose for which the financial liabilities were incurred. Management determines the classification of its financial liabilities at initial recognition.

(a) *Financial liabilities at fair value through profit or loss*

Financial liabilities at fair value through profit or loss are financial liabilities held for trading. A financial liability is classified in this category if incurred principally for the purpose of trading or payment in the short-term. Derivatives (if any) are also categorized as held for trading unless they are designated as hedges.

(b) *Financial liabilities measured at amortized cost*

These are non-derivative financial liabilities with fixed or determinable payments that are not quoted in an active market. These are recognized initially at fair value, net of transaction costs incurred and are subsequently stated at amortized cost; any difference between the proceeds (net of transaction costs) and the redemption value is recognized in the profit and loss account.

3.8 Property, plant and equipment

All equipments are stated at cost less accumulated depreciation and impairment loss. The cost of fixed assets includes its purchase price, import duties and non-refundable purchase taxes and any directly attributable costs of bringing the asset to its working condition and location for its intended use.

Depreciation on additions to property, plant and equipment is charged, using straight line method, on pro rata basis from the month in which the relevant asset is acquired or capitalized, upto the month in which the asset is disposed off. Impairment loss, if any, or its reversal, is also charged to income for the year. Where an impairment loss is recognized, the depreciation charge is adjusted in future periods to allocate the asset's revised carrying amount, less its residual value, over its estimated useful life.

Maintenance and normal repair costs are expensed out as and when incurred. Major renewals and improvements are capitalized and assets so replaced, if any are retired.

Gains and losses on disposal of fixed assets, if any, are recognized in statement of profit and loss.

3.9 Cash and cash equivalents

Cash and cash equivalents include cash in hand and deposits held at call with banks. For the purpose of the statement of cash flows, cash and cash equivalents bank balances and short term highly liquid investments subject to an insignificant risk of changes in value and with maturities of less than three months.

3.10 Revenue recognition

Revenue is recognised to the extent it is probable that the economic benefits will flow to the Company and the revenue can be measured reliably. Revenue is measured at the fair value of the consideration received or receivable for goods sold or services rendered, net of discounts and sales tax and is recognised when significant risks and rewards are transferred.

3.11 Functional and presentation currency

Items included in the financial statements are measured using the currency of the primary economic environment in which the Company operates. The financial statements are presented in US (Dollars) which is the Company's presentation currency. All financial information presented in US Dollars has been rounded to the nearest dollar unless otherwise stated.

3.12 Foreign currency transactions

Foreign currency transactions are translated into the functional currency using the exchange rate prevailing on the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are translated into functional currency using the exchange rate prevailing at the statement of financial position date. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation at year-end exchange rates are recognized in the profit and loss account.

3.13 Contingencies

The assessment of the contingencies inherently involves the exercise of significant judgment as the outcome of the future events cannot be predicted with certainty. The Company, based on the availability of the latest information, estimates the value of contingent assets and liabilities, which may differ on the occurrence / non-occurrence of the uncertain future event(s).

4 **Cash**

This represent cash in hand and cash deposited in bank accounts (current) by the Company.

Amount in \$

5 **Fixed assets**

727,384

6 **Accounts payable and accrued expenses**

Opening balance	192,215
Net movement in liabilities during the period	(74,964)
	117,251

7 **Short term debt**

Opening balance	375,883
Net movement in liabilities during the period	(154,112)
	221,771

8 **Share Capital**

This represents ordinary share capital issued by the Company at the par value. The shares issued by the company, if any, during the period are represented in statement of changes in equity.

Amount in \$

9 **Operating expenses**

Entertainment	39,375
Travel and conveyance	18,002
Office and general	14,901
Repairs and maintenance	8,556
Bank charges and interest	7,880
Professional fees	35,598
	124,312

10 **Contingencies and Commitments**

The company has no contingency and commitment as at the end of reporting period.

11 Other Information

i) Evaluation of Disclosure Controls and Procedures

Management of the Company has evaluated, with the participation of the Chief Executive Officer and Chief Financial Officer of the Company, the effectiveness of the Company's disclosure controls and procedures (as defined in Rules 13a-15(e) or 15d-15(e) promulgated by the Securities and Exchange Commission pursuant to the Securities Exchange Act of 1934, as amended (the "Exchange Act")) as of the end of the period covered by this Quarterly Report on Form 10-Q. Based on that evaluation, the Chief Executive Officer and Chief Financial Officer of the Company had concluded that the Company's disclosure controls and procedures as of the period covered by this Quarterly Report on Form 10-Q were effective.

ii) Changes in internal control over financial reporting .

Management of the Company has also evaluated, with the participation of the Chief Executive Officer of the Company, any change in the Company's internal control over financial reporting that occurred during the period covered by this Quarterly Report on Form 10-Q and determined that there was no change in the Company's internal control over financial reporting that has materially affected, or is reasonably likely to materially affect, the Company's internal control over financial reporting.

s/ Aleksandar Sentic
Chief Executive

s/ Irina Veselinovic
Director