

Disclosure Statement Pursuant to the Pink Basic Disclosure Guidelines

IPE UNIVERSAL INC.

12F, No. 250, Sec. 1, Neihu Rd., Neihu Dist.,

Taipei City 114004

Taiwan

+886-2-2721-1800

info@IPEuniversal.com

Amended Annual Report

For the Period Ending: 12/31/2021

(the “Reporting Period”)

As of 12/31/2021, the number of shares outstanding of our Common Stock was:

260,110,780

As of 09/30/2021, the number of shares outstanding of our Common Stock was:

260,110,780

As of 06/30/2021, the number of shares outstanding of our Common Stock was:

260,110,780

Indicate by check mark whether the company is a shell company (as defined in Rule 405 of the Securities Act of 1933 and Rule 12b-2 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: ☒

Indicate by check mark whether a Change in Control¹ of the company has occurred over this reporting period:

Yes: ☐ No: ☒

¹ “Change in Control” shall mean any events resulting in:

- (i) Any “person” (as such term is used in Sections 13(d) and 14(d) of the Exchange Act) becoming the “beneficial owner” (as defined in Rule 13d-3 of the Exchange Act), directly or indirectly, of securities of the Company representing fifty percent (50%) or more of the total voting power represented by the Company’s then outstanding voting securities;
- (ii) The consummation of the sale or disposition by the Company of all or substantially all of the Company’s assets;
- (iii) A change in the composition of the Board occurring within a two (2)-year period, as a result of which fewer than a majority of the directors are directors 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.

Explanatory Note: This amendment is being filed to reflect the fact that after August 2021, the Company was no longer a "shell company", as that term is defined by the U.S. Securities and Exchange Commission.

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.

The name of the issuer is IPE UNIVERSAL, Inc. since 10-2021

The previous name of the issuer was KEYNES TECHNOLOGY CO. LTD. until 10-2021

Keynes Technology Co Ltd., name changed on 04/03/2019.

Global Mobiletech Inc, name changed on 05/17/2010.

Trevenex Resources Inc, since inception on 12/10/2007.

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):

The issuer is incorporated in the State of Wyoming, is in good standing, and "Active"

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:

The Company Capital Change. Shares decreased by 1 for 1,000 split. Execute date 04/03/2019. Pay date 04/03/2019.

The Company Board appoints Chien Chih Liu as President and CEO of the Company effective date 08/20/2020.

Corporate action, symbol change from KYNS to IPEU. Effective date 05/19/2021.

The Company Board accepts the resignation of Rui-Peng Chu as the Board of Director of the Corporation, effective date 09/13/2021.

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

610 Hawkcrest Circle
Sacramento, CA 95835

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

Check box 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?

Yes: ☐ No: ☒

If this issuer or any of its predecessors have been the subject of such proceedings, please provide additional details in the space below:

Not applicable

2) Security Information

Trading symbol:	<u>IPEU</u>	
Exact title and class of securities outstanding:	<u>COMMON</u> <u>SHARES</u>	
CUSIP:	<u>46263L108</u>	
Par or stated value:	<u>.001</u>	
Total shares authorized:	<u>Unlimited</u>	as of date: <u>06/30/2021</u>
Total shares outstanding:	<u>260,110,780</u>	as of date: <u>06/30/2021</u>
Number of shares in the Public Float ² :	<u>13,674</u>	as of date: <u>06/30/2021</u>
Total number of shareholders of record:	<u>31</u>	as of date: <u>06/30/2021</u>

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

Trading symbol:	<u>N/A</u>	
Exact title and class of securities outstanding:	<u>Special 2020 Series A Convertible Preferred Stock</u>	
CUSIP:	<u>N/A</u>	
Par or stated value:	<u>.001</u>	
Total shares authorized:	<u>30</u>	as of date: <u>06/30/2021</u>
Total shares outstanding:	<u>30</u>	as of date: <u>06/30/2021</u>

Transfer Agent

Name: Madison Stock Transfer Inc.
Phone: 718-627-4453
Email: info@madisonstocktransfer.com

Is the Transfer Agent registered under the Exchange Act?³ Yes: ☒ No: ☐

² "Public Float" shall mean the total number of unrestricted shares not held directly or indirectly by an officer, director, any person who is the beneficial owner of more than 10 percent of the total shares outstanding (a "control person"), or any affiliates thereof, or any immediate family members of officers, directors and control persons.

³ To be included in the Pink Current Information tier, the transfer agent must be registered under the Exchange Act.

3) Issuance History

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

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

A. Changes to the Number of Outstanding Shares

Check this box to indicate there were no changes to the number of outstanding shares within the past two completed fiscal years and any subsequent periods: ☐

Shares Outstanding as of Second Most Recent Fiscal Year End: <u>Opening Balance</u> Date <u>12/31/2020</u> Common: <u>110,780</u> Preferred: <u>None</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 (entities must have individual with voting / investment control disclosed).	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.
Shares Outstanding on Date of This Report: <u>Ending Balance</u> <u>Ending Balance</u> Date <u>12/31/2021</u> Common: <u>260,110,780</u>									

Example: A company with a fiscal year end of December 31st, in addressing this item for its quarter ended June 30, 2021, would include any events that resulted in changes to any class of its outstanding shares from the period beginning on January 1, 2019 through June 30, 2021 pursuant to the tabular format above.

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

1. Number and Original Issue Price. The number of authorized shares of the Series 10x Convertible Preferred Stock is 30,000,000 shares. Each share of Series 10x Convertible Preferred Stock shall have an original issue price of \$1.00 (the "Original Issue Price"). Conversion. Each share of Series 10x Convertible Preferred Stock shall be converted or convertible into ten shares of Common Stock. Dividends. The Series 10x Convertible Preferred Stock shall not be entitled to any dividends. Vote. The Series 10x Convertible Preferred Stock shall not have any voting rights.

B. Debt Securities, Including Promissory and Convertible Notes

Use the chart and additional space below to list and describe all outstanding promissory notes, convertible notes, convertible debentures, or any other debt instruments that may be converted into a class of the issuer's equity securities.

Check this box if there are no outstanding promissory, convertible notes or debt arrangements: ☒

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)	Reason for Issuance (e.g. Loan, Services, etc.)
_____	_____	_____	_____	_____	_____	_____	_____

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

4) Financial Statements

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

- ☒ U.S. GAAP
☐ IFRS

B. The financial statements for this reporting period were prepared by (name of individual)⁴:

Name: Lee Yu-Lin
Title: CPA
Relationship to Issuer: Independent Accounting Firm

Provide the financial statements described below 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.

- C. Balance Sheet;
- D. Statement of Income;
- E. Statement of Cash Flows;
- F. Statement of Retained Earnings (Statement of Changes in Stockholders' Equity)
- G. Financial notes; and
- H. Audit letter, if audited

You may either (i) attach/append the financial statements to this disclosure statement or (ii) file the financial statements through OTCIQ as a separate report using the appropriate report name for the applicable period end. ("Annual Report," "Quarterly Report" or "Interim Report").

If you choose to publish the financial statements in a separate report as described above, you must state in the accompanying disclosure statement that such financial statements are incorporated by reference. You may reference the document(s) containing the required financial statements by indicating the document name, period end date, and the date that it was posted to OTCIQ in the field below. Financial Statements must be compiled in one document.

⁴ The financial statements requested pursuant to this item must be prepared in accordance with US GAAP or IFRS by persons with sufficient financial skills.

Financial statement information is considered current until the due date for the subsequent report (as set forth in the qualifications section above). To remain qualified for Current Information, a company must post its Annual Report within 90 days from its fiscal year-end date and Quarterly Reports within 45 days of each fiscal quarter-end date.

5) Issuer's Business, Products and Services

The purpose of this section is to provide a clear description of the issuer's current operations. In answering this item, please include the following:

- A. Summarize the issuer's business operations (If the issuer does not have current operations, state "no operations"). IPE Universal Inc. business plan is not only to provide education program, products, services and technological products but also license IP services to businesses, NFT, Crypto, Virtual Real Estate, Metaverse (Virtual World), and merchandise.
- B. Please list any subsidiaries, parents, or affiliated companies.

N/A

- C. Describe the issuers' principal products or services.

Principal products or services is to license digital content to different sectors of businesses such as education, NFT content creation, virtual real estate, Metaverse (Virtual World), merchandise and others.

6) 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. No

operations

7) Company Insiders (Officers, Directors, and Control Persons)

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.

Using the tabular format below, please provide information, as of the period end date of this report, regarding any person or entity owning 5% or more of any class of the issuer's securities, as well as any officer, and any director of the company, 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.**

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
<u>Mei Lin Liu</u>	<u>Secretary, Treasurer</u>	<u>1752 Ainsdale Derive, Roseville, CA</u>	<u>0</u>	<u>N/A</u>	<u>N/A</u>	_____
<u>Hsiang-Lin Yen</u>	<u>Officer, Director</u>	<u>Room 1809, Block4, Intelligent Cincheng, Xincheng, ChanCheng Dist., Foshan City, Guandong, China 518000</u>	<u>0</u>	<u>N/A</u>	<u>N/A</u>	_____
<u>Chien Chih Liu</u>	<u>CEO</u>	<u>610 Hawcrest Circle, Sacramento, CA</u>	<u>0</u>	<u>N/A</u>	<u>N/A</u>	Appointed on Aug. 20, 2020
<u>Jenny Wu</u>	<u>Creative Director</u>	<u>4724 Cather Ave. San Diego, CA 92122</u>	<u>0</u>	<u>N/A</u>	<u>N/A</u>	_____
<u>QQZOO Inc./ Shuangyu Wu</u>	<u>Owner of more than 5%</u>	<u>3F, No. 8, Alley 83, Sec. 1, ZhongShang N. Road, Taipei, Taiwan</u>	92,000,000	<u>Comm on</u>	~35.37%	All shares of common stock held by QQZOO Inc. for which Ms. Wu disclaims beneficial ownership
<u>Hsiung Yu Niên</u>	<u>Owner of more than 5%</u>	<u>Taipei, Taiwan</u>	20,000,000	<u>Comm on</u>	~7.69%	_____
<u>Chao Wei Chun</u>	<u>Owner of more than 5%</u>	<u>Taipei, Taiwan</u>	20,000,000	<u>Comm on</u>	~7.69%	_____
<u>TOTOTO Co.Ltd./ Shuangyu Wu</u>	<u>Owner of more than 5%</u>	<u>3F, No. 8, Alley 83, Sec. 1, ZhongShang N. Road, Taipei, Taiwan</u>	69,592,920	<u>Comm on</u>	~26.76%	Beneficial owner of TOTOTO Co, Ltd.,
<u>Sheng Yu Chen</u>	<u>Owner of more than 5%</u>	<u>Taipei, Taiwan</u>	15,000,000	<u>Comm on</u>	~5.77%	_____

8) Legal/Disciplinary History

A. Please 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

9) Third Party Providers

Please provide the name, address, telephone number and email address of each of the following outside providers:

Securities Counsel

Name: Richard W. Jones
Firm: Jones & Haley, P.C.
Address 1: 750 Hammond Dr. Building 12, Suite 100
Address 2: Atlanta, Georgia 30328
Phone: +1 770-804-0500
Email: jones@corplaw.net

Accountant or Auditor

Name: Lee Yu-Lin
Firm: Trust Net CPA Firm
Address 1: 6F.-2, No.37, Sec. 2, Sanmin Rd., Banqiao Dist.
Address 2: New Taipei City 22069, Taiwan (R.O.C.)
Phone: +886 2957 5555
Email: service@trust-net.com.tw

Investor Relations

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

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) or consultant(s) or provided assistance or services to the issuer during the reporting period.

Name: _____
Firm: _____
Nature of Services: _____
Address 1: _____
Address 2: _____
Phone: _____
Email: _____

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,

Chien Chih Liu certify that:

1. I have reviewed this Annual Report of IPE UNIVERSAL, 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.

12/13/2021 [Date]

/s/ Chien Chih Liu [CEO's Signature]

Chief Executive Officer

IPE UNIVERSAL INC.
FINANCIAL STATEMENTS
WITH ACCOMPANYING NOTES
(Unaudited)
For the year Ended
12/31/2021 and
12/31/2020

IPE UNIVERSAL INC.
Balance Sheets
December 31, 2021
(Unaudited)
(Currency expressed in \$ US dollar)

Assets	<u>Dec. 31, 2021</u>	<u>Dec. 31, 2020</u>
	Amount	Amount
Current Assets	<u>\$ 6,694.07</u>	-
Cash & cash equivalents	5,845.71	-
Prepayment	803.57	-
Other current assets	44.89	-
Noncurrent Assets	<u>\$ 214.29</u>	-
Other concurrent assets	214.29	-
<u>Total Assets</u>	<u>\$ 6,908.36</u>	-
 Liabilities & Equity		
Current Liabilities	<u>\$ 5,374.40</u>	-
Other payable	5,374.40	-
<u>Total Liabilities</u>	<u>\$ 5,374.40</u>	-
Equity		
Capital	<u>\$ 1,533.96</u>	-
Retained Earnings - (Accumulated Profit & Loss)	<u>(2,037.46)</u>	-
<u>Total Liabilities & Equity</u>	<u>\$ 6,908.36</u>	-

See accompanying notes.

IPE UNIVERSAL INC.
Statement Of Comprehensive Income
(Unaudited)
Aug. 11, 2021 to Dec. 31, 2021 and Dec. 31, 2020
(Currency expressed in \$ US dollar)

	<u>Dec. 31, 2021</u> Amount	<u>Dec. 31, 2020</u> Amount
Net sales	-	-
Less: Cost of goods sold	<u>-</u>	<u>-</u>
Gross profit	-	-
Operating expenses	<u>(2,037.57)</u>	<u>-</u>
Operating profit	<u>(2,037.57)</u>	<u>-</u>
Non-operating revenue and expenses	<u>3</u>	<u>-</u>
Interest revenue	<u>3</u>	<u>-</u>
Net Income before taxes	<u>(2,037.46)</u>	<u>-</u>
Income tax expenses	<u>-</u>	<u>-</u>
<u>Net Income after taxes</u>	<u>(2,037.46)</u>	<u>-</u>

See accompanying notes.

IPE UNIVERSAL INC.
Statement Of Change in Equity
(Unaudited)
Aug. 11, 2021 to Dec. 31, 2021
(Currency expressed in \$ US dollar)

Description	Capital	Legal Reserve	Retained Earnings- (Accumulated profit & loss)	Total
Cash capital increase	\$ 3,571.43	\$ -	\$ -	\$ 3,571.43
Net income after taxes at Dec. 31, 2021		-	(2,037.46)	(2,037.46)
Balance at Dec. 31, 2021	\$ 3,571.43	\$ -	\$ (2,037.46)	1,533.97

See accompanying notes.

IPE UNIVERSAL INC.
Statement Of Change in Equity
(Unaudited)
Aug. 11, 2021 to Dec. 31, 2021 and Dec. 31, 2020
(Currency expressed in \$ US dollar)

	<u>2021</u>	<u>2020</u>
Cash flows from operating activities:		
Net Income before taxes	\$ (2,037.46)	-
Adjustments to reconcile net income		
Interest revenue	(0.11)	-
Changes in operating assets and liabilities		
(Increase) Decrease in Prepaid accounts	(803.57)	-
(Increase) Decrease in Other current assets	(44.79)	-
Increase (Decrease) in Other current liabilities	<u>5,374.39</u>	-
Cash generated from operations	2,488.46	-
Interest received	<u>0.11</u>	-
Net cash provided by (used in) operating activities	<u>2,488.57</u>	-
Cash flows from investing activities:		
Decrease(Increase) in Refundable deposits	<u>(214.29)</u>	-
Net cash provided (used) by investing activities	<u>(214.29)</u>	-
Cash flows from financing activities:		
Cash capital increase	<u>3,571.43</u>	-
Net cash provided by financing activities	<u>3,571.43</u>	-
Increase (Decrease) in cash & cash equivalents	5,845.71	-
Cash & cash equivalent-at beginning of the year	-	-
Cash & cash equivalent-at end of the year	<u>\$ 5,845.71</u>	-

See accompanying notes.

IPE UNIVERSAL INC.
NOTES TO FINANCIAL STATEMENTS
FOR THE YEARS ENDED DECEMBER 31, 2021 AND 2020

NOTE 1 - DESCRIPTION OF BUSINESS AND ORGANIZATION

Organization and description of business The Company is principally engaged in high-tech business developing early childhood education software systems, with its main market share located in China and Taiwan.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of presentation

The accompanying financial statements are prepared in accordance with generally accepted accounting principles in the United States of America ("US GAAP").

Use of estimates

Management uses estimates and assumptions in preparing these financial statements in accordance with US GAAP. Those estimates and assumptions affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities in the balance sheet, and the reported revenue and expenses during the periods reported. Actual results may differ from these estimates.

Going Concern

The accompanying financial statements have been prepared on a going concern basis, which contemplates the realization of assets and the settlement of liabilities and commitments in the normal course of business. During the periods ended September 30, 2021 and 2022, the Company incurred a net loss of \$0 and \$15,000, respectively, and use of cash in operations of \$0 and \$0, respectively. These factors raise substantial doubt about the Company's ability to continue as a going concern within one year of the date that the financial statements are issued. The financial statements do not include any adjustments that might be necessary if the Company is unable to continue as a going concern.

The Company's ability to continue as a going concern is dependent upon improving its profitability and the continuing financial support from its shareholders. Management believes the existing shareholders or external financing will provide the additional cash to meet the Company's obligations as they become due. Despite the amount of funds that we have raised, no assurance can be given that any future financing, if needed, will be available or, if available, that it will be on terms that are satisfactory to the Company. Even if the Company is able to obtain additional financing, if needed, it may contain undue restrictions on its operations, in the case of debt financing, or cause substantial dilution for its stockholders, in the case of equity financing.

Cash and cash equivalents

Cash and cash equivalents are carried at cost and represent cash on hand, demand deposits placed with banks or other financial institutions and all highly liquid investments with an original maturity of three months or less as of the purchase date of such investments.

Accounts Receivable

Financial instruments that potentially subject the Company to concentrations of credit risk consist primarily of accounts receivable. The Company extends credit to its customers in the normal course of business and generally does not require collateral. The Company's credit terms are dependent upon the segment, and the customer. The Company assesses the probability of collection from each customer at the outset of the arrangement based on a number of factors, including the customer's payment history and its current creditworthiness. If in management's judgment collection is not probable, the Company does not record revenue until the uncertainty is removed.

Management performs ongoing credit evaluations, and the Company maintains an allowance for potential credit losses based upon its loss history and its aging analysis. The allowance for doubtful accounts is the Company's best estimate of the amount of credit losses in existing accounts receivable. Management reviews the allowance for doubtful accounts each reporting period based on a detailed analysis of trade receivables. In the analysis, management primarily considers the age of the customer's receivable, and also considers the creditworthiness of the customer, the economic conditions of the customer's industry, general economic conditions and trends, and the business relationship and history with its customers, among other factors. If any of these factors change, the Company may also change its original estimates, which could impact the level of the Company's future allowance for doubtful accounts. If judgments regarding the collectability of receivables were incorrect, adjustments to the allowance may be required, which would reduce profitability.

Accounts receivable are recognized and carried at the original invoice amount less an allowance for any uncollectible amounts. An estimate for doubtful accounts receivable is made when collection of the full amount is no longer probable. Bad debts are written off as identified.

Revenue Recognition

Revenue is generated through sale of goods and delivery services. Revenue is recognized when a customer obtains control of promised goods or services and is recognized in an amount that reflects the consideration that the Company expects to

receive in exchange for those goods or services. In addition, the standard requires disclosure of the nature, amount, timing, and uncertainty of revenue and cash flows arising from contracts with customers. The amount of revenue that is recorded reflects the consideration that the Company expects to receive in exchange for those goods and services. The Company applies the following five-step model in order to determine this amount:

- (i) identification of the promised goods and services in the contract;
- (ii) determination of whether the promised goods and services are performance obligations, including whether they are distinct in the context of the contract;
- (iii) measurement of the transaction price, including the constraint on variable consideration;
- (iv) allocation of the transaction price to the performance obligations; and
- (v) recognition of revenue when (or as) the Company satisfies each performance obligation.

The Company adopted ASU 2014-09, Revenue from Contracts with Customers (Topic 606). Under Topic 606, the Company records revenue when persuasive evidence of an arrangement exists, delivery has occurred, the fee is fixed or determinable and collectability is probable. The Company records revenue upon the delivery of goods and services to the individual and enterprise customers, which is when title and risk and rewards of ownership have passed to the individual and enterprise customers, and when collectability is reasonably assured. When the collectability is not reasonably assured, the revenue will not be recorded until payments are collected. Discounts provided were recorded as deduction of net sales.

Earnings Per Share

The Company reports earnings per share in accordance with ASC 260 “Earnings Per Share”, which requires presentation of basic and diluted earnings per share in conjunction with the disclosure of the methodology used in computing such earnings per share. Basic earnings per share excludes dilution and is computed by dividing income available to common stockholders by the weighted average common shares outstanding during the period. Diluted earnings per share takes into account the potential dilution that could occur if securities or other contracts to issue common stock were exercised and converted into common stock. Further, if the number of common shares outstanding increases as a result of a stock dividend or stock split or decreases as a result of a reverse stock split, the computations of a basic and diluted earnings per share shall be adjusted retroactively for all periods presented to reflect that change in capital structure.

The Company’s basic earnings per share is computed by dividing the net income available to holders by the weighted average number of the Company’s ordinary shares outstanding. Diluted earnings per share reflects the amount of net income available to each ordinary share outstanding during the period plus the number of additional shares that would have been outstanding if potentially dilutive securities had been issued.

Related parties

Parties, which can be a corporation or individual, are considered to be related if the Company has the ability, directly or indirectly, to control the other party or exercise significant influence over the other party in making financial and operating decisions. Companies are also considered to be related if they are subject to common control or common significant influence.

Income Taxes

The Company accounts for income taxes using the asset and liability method prescribed by ASC 740 “Income Taxes”. Under this method, deferred tax assets and liabilities are determined based on the difference between the financial reporting and tax bases of assets and liabilities using enacted tax rates that will be in effect in the years in which the differences are expected to reverse. The Company records a valuation allowance to offset deferred tax assets if based on the weight of available evidence, it is morelikely-than-not that some portion, or all, of the deferred tax assets will not be realized. The effect on deferred taxes of a change in tax rates is recognized as income or loss in the period that includes the enactment date.

New U.S. federal tax legislation, commonly referred to as the Tax Cuts and Jobs Act (the “U.S. Tax Reform”), was signed into law on December 22, 2017. The U.S. Tax Reform modified the U.S. Internal Revenue Code by, among other things, reducing the statutory U.S. federal corporate income tax rate from 35% to 21% for taxable years beginning after December 31, 2017; limiting and/or eliminating many business deductions; migrating the U.S. to a territorial tax system with a one-time transition tax on a mandatory deemed repatriation of previously deferred foreign earnings of certain foreign subsidiaries; subject to certain limitations, generally eliminating U.S. corporate income tax on dividends from foreign subsidiaries; and providing for new taxes on certain foreign earnings. Taxpayers may elect to pay the onetime transition tax over eight years, or in a single lump-sum payment.

Fair Value Measurement

Accounting Standards Codification (“ASC”) 820 “Fair Value Measurements and Disclosures”, which defines fair value, establishes a framework for measuring fair value and expands disclosures about fair value measurements. The statement clarifies that the exchange price is the price in an orderly transaction between market participants to sell the asset or transfer the liability in the market in which the reporting entity would transact for the asset or liability, that is, the principal or most advantageous market for the asset or liability. It also emphasizes that fair value is a market-based measurement, not an entity-specific measurement, and that market participant assumptions include assumptions about risk and effect of a restriction on the sale or use of an asset.

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

Level 1: Unadjusted quoted prices in active markets that are accessible at the measurement date for identical, unrestricted assets or liabilities;

Level 2: Quoted prices in markets that are not active, or inputs that are observable, either directly or indirectly, for substantially the full term of the asset or liability;

Level 3: Prices or valuation techniques that require inputs that are both significant to the fair value measurement and unobservable (supported by little or no market activity).

Comprehensive Income

Comprehensive income is defined as the change in equity of the Company during a period from transactions, and other events and circumstances excluding those resulting from investments by and distributions to shareholders. Accumulated other comprehensive income (loss), as presented on the accompanying balance sheets, only consists of cumulative foreign currency translation adjustment.

NOTE 1 - SHAREHOLDERS' EQUITY

As of September 30, 2021, the Company has an issued and outstanding common share of 260,110,780.