

Drone Services USA, Inc.

701 Ann Street, #564, Stroudsburg, Pa 18360
570-421-0946
Hzmails@yahoo.com

Quarterly Report

For the period ending December 31, 2021 (the "Reporting Period")

Outstanding Shares

The number of shares outstanding of our Common Stock was: 656,331,701

656,331,701 as of December 31, 2021

656,331,701 as of June 30, 2021 (*Most Recent Completed Fiscal Year End*)

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 Control⁴ of the company has occurred during this reporting period:

Yes: No:

⁴ "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 and names used by predecessor entities, along with the dates of the name changes.

Drone Services USA, Inc.

Formerly=PV Enterprises International Inc. until 4-2015 Formerly=ALAS International Holdings, Inc. until 8-2013
Formerly=Alas Defense Systems, Inc. until 7-2011 Formerly=Vought Defense Systems Corp. until 6-2010
Formerly=Lifestyle Innovations, Inc. until 2-2010 Note=9-01 State of Incorporation Idaho changed to Nevada.
Formerly=Princeton Mining Co. until 7-02

Current State and Date of Incorporation or Registration: Wyoming, March 24, 2020

Standing in this jurisdiction: (e.g. active, default, inactive): Active

Prior Incorporation Information for the issuer and any predecessors during the past five years:

Original incorporated in Idaho and Moved to Nevada in 2001, then re-domicile to Wyoming on March 24, 2020

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

Caveat Emptor in August 2021

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

None

Address of the issuer's principal executive office:

701 Ann Street, #564, Stroudsburg, Pa 18360

Address 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:

Went Receivership in September 2019.

2) Security Information

Transfer Agent

Name: Olde Monmouth Stock Transfer Co, Inc.

Phone: 732-872-2727

Email: info@oldemonmouth.com

Address: 200 Memorial Pkwy, Atlantic Heights, NJ 07716

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:	DSUS	
Exact title and class of securities outstanding:	Common	
CUSIP:	26210M102	
Par or stated value:	\$0.0001	
Total shares authorized:	20,000,000,000	as of date: 08/06/2024
Total shares outstanding:	656,331,701	as of date: 08/06/2024
Total number of shareholders of record:	1234	as of date: 08/06/2024

Please provide the above-referenced information for all other publicly quoted or traded securities of the issuer.

Other classes of authorized or outstanding equity securities that do not have a trading symbol:

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 that do not have a trading symbol). 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:	Preferred Series A	
Par or stated value:	\$0.10	
Total shares authorized:	1,000,000	as of date: August 6, 2024
Total shares outstanding:	0	as of date: August 6, 2024
Total number of shareholders of record:	0	as of date: August 6, 2024

Exact title and class of the security	Preferred Series B	
Par or stated value:	\$0.001	
Total shares authorized:	5,000,000	as of date: August 6, 2024
Total shares outstanding:	1,800,000	as of date: August 6, 2024
Total number of shareholders of record:	1,800,000	as of date: August 6, 2024

Exact title and class of the security	Preferred Series C	
Par or stated value:	\$0.001	
Total shares authorized:	20,000,000	as of date: August 6, 2024
Total shares outstanding:	18,627,000	as of date: August 6, 2024
Total number of shareholders of record:	18,627,000	as of date: August 6, 2024

Please provide the above-referenced information for all other classes of authorized or outstanding equity securities.

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.

Each share of Common Stock is entitled to one vote without pre-emptive rights. Dividends, if any, are declared at the discretion of the Board of Directors.

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

Each preferred share, including Series A, B and C, is entitled to two Common shares.

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 for the two most recently completed fiscal years and any subsequent period.

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 <u>Opening Balance:</u>		*Right-click the rows below and select "Insert" to add rows as needed.
Date <u>6/30/2020</u>	Common: <u>656,333,701</u> Preferred A: 0 Preferred B: 1.8 mi Preferred C: 18,627,000	

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.
04/29/2020	New issuance	450 Million	Common	450k	No	Fu Li	Cash and Services	Restricted	_____
04/29/2020	New Issuance	118.4million	common	118k	No	Chongyi Yang	Cash and service	Restricted	_____
_____	_____	_____	_____	_____	_____	_____	_____	_____	_____
Shares Outstanding on Date of This Report: Ending Balance: 656,333,701									
Date 12.31.21 Common: 656,331,701 Preferred A: 0									
Preferred B: 1.8 mil									
Preferred C: 18,627,000									

Example: A company with a fiscal year end of December 31st 2023, in addressing this item for its Annual Report, would include any events that resulted in changes to any class of its outstanding shares from the period beginning on January 1, 2022 through December 31, 2023 pursuant to the tabular format above.

*****Control persons for any entities in the table above must be disclosed in the table or in a footnote here.**

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: X Yes: (If yes, you must complete the table below)

Date of Note Issuance	Outstanding Balance (\$)	Principal Amount at Issuance (\$)	Interest Accrued (\$)	Maturity Date	Conversion Terms (e.g. pricing mechanism for determining conversion of instrument to shares)	Name of Noteholder. *** You must disclose the control person(s) for any entities listed.	Reason for Issuance (e.g. Loan, Services, etc.)
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____

*****Control persons for any entities in the table above must be disclosed in the table or in a footnote here.**

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. 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")
No Operations
- B. List any subsidiaries, parent company, or affiliated companies.
None
- C. Describe the issuers' principal products or services.
Mapping Software and drone related sales.

5) Issuer's Facilities

The goal of this section is to provide investors 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. Describe the location of office space, data centers, principal plants, and other property of the issuer and describe the condition of the properties. Specify if the assets, properties, or facilities are owned or leased and the terms of their leases. If the issuer does not have complete ownership or control of the property, describe the limitations on the ownership.

None

6) All Officers, Directors, and Control Persons of the Company

Using the table below, please provide information, as of the period end date of this report, regarding all officers and directors of the company, or any person that performs a similar function, regardless of the number of shares they own.

In addition, list all individuals or entities controlling 5% or more of any class of the issuer's securities.

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. 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 investors 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 owners.

Names of All Officers, Directors, and Control Persons	Affiliation with Company (e.g. Officer Title /Director/Owner of 5% or more)	Residential Address (City / State Only)	Number of shares owned	Share type/class	Ownership Percentage of Class Outstanding	Names of control person(s) if a corporate entity
<u>Fu Li</u>	<u>Director/officer</u>	<u>Brooklyn, NY</u>	<u>450 Million</u>	<u>Common</u>	<u>65.563%</u>	_____
<u>Chongyi Yang</u>	<u>5%+</u>	<u>Brooklyn, NY</u>	<u>118,413,035</u>	<u>Common</u>	<u>18.042%</u>	_____
<u>Harry Haining Zhang</u>	<u>officer</u>	<u>Stroudsburg, PA</u>	<u>0</u>	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____

Confirm that the information in this table matches your public company profile on www.OTCMarkets.com. If any updates are needed to your public company profile, log in to www.OTCIQ.com to update your company profile.

7) Legal/Disciplinary History

A. Identify and provide a brief explanation as to whether any of the persons or entities listed above in Section 6 have, in the past 10 years:

1. Been the subject of an indictment or conviction in a criminal proceeding or plea agreement or named as a defendant in a pending criminal proceeding (excluding minor traffic violations);

None

2. Been the subject of 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, financial- or investment-related, insurance or banking activities;

None

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

None

4. Named as a defendant or a respondent in a regulatory complaint or proceeding that could result in a "yes" answer to part 3 above; or

None

5. Been the subject 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

6. Been the subject of a U.S Postal Service false representation order, or a temporary restraining order, or preliminary injunction with respect to conduct alleged to have violated the false representation statute that applies to U.S mail.

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 to 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.

Confirm that the information in this table matches your public company profile on www.OTCMarkets.com. If any updates are needed to your public company profile, update your company profile.

Securities Counsel (must include Counsel preparing Attorney Letters).

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

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:

X (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: Mustafa Muhammad
Firm: Aventure Consultancy Ltd.
Nature of Services: Reporting Advisory
Address 1: 128 City Rd, London
Address 2: EC1V 2NX, UK
Phone: 315-554-9941
Email: info@aventurellc.com

9) Disclosure & Financial Information

A. This Disclosure Statement was prepared by (name of individual):

Name: Harry Haining Zhang
Title: President
Relationship to Issuer: officer and director

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

IFRS
 U.S. GAAP

C. The following financial statements were prepared by (name of individual):

Name: Mustafa Muhammad
Title: Consultant
Relationship to Issuer: Consultant
Describe the qualifications of the person or persons who prepared the financial statements:⁵ CPA

Provide the following qualifying financial statements:

- Audit letter, if audited;
- Balance Sheet;
- Statement of Income;
- Statement of Cash Flows;
- Statement of Retained Earnings (Statement of Changes in Stockholders' Equity)
- Financial Notes

Financial Statement Requirements:

- Financial statements must be published together with this disclosure statement as one document.

⁵ 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.

- Financial statements must be “machine readable”. Do not publish images/scans of financial statements.
- Financial statements must be presented with comparative financials against the prior FYE or period, as applicable.
- Financial statements must be prepared in accordance with U.S. GAAP or International Financial Reporting Standards (IFRS) but are not required to be audited.

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, Harry Haining Zhang certify that:

1. I have reviewed this Disclosure Statement for Drone Services USA, 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.

08/06/2024

Harry Haining Zhang [CEO's Signature]

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

Principal Financial Officer:

I, Harry Haining Zhang certify that:

1. I have reviewed this Disclosure Statement for Drone Services USA, 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.

08/06/2024

Harry Haining Zhang [CFO's Signature]

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

Drone Services USA, Inc.
Balance Sheet Prev Year Comparison
As of December 31, 2021

	Dec 31, 21	Dec 31, 20	\$ Change	% Change
ASSETS				
Current Assets				
Checking/Savings				
Cash	0.00	0.00	0.00	0.0%
Total Checking/Savings	0.00	0.00	0.00	0.0%
Accounts Receivable				
Accounts Receivable	0.00	0.00	0.00	0.0%
Total Accounts Receivable	0.00	0.00	0.00	0.0%
Other Current Assets				
Deposits	0.00	0.00	0.00	0.0%
Intangible Property	0.00	0.00	0.00	0.0%
Prepaid Expenses	0.00	0.00	0.00	0.0%
Total Other Current Assets	0.00	0.00	0.00	0.0%
Total Current Assets	0.00	0.00	0.00	0.0%
Fixed Assets				
Accumulated Depreciation	0.00	0.00	0.00	0.0%
Furniture and Equipment	0.00	0.00	0.00	0.0%
Property and Equipment	0.00	0.00	0.00	0.0%
Total Fixed Assets	0.00	0.00	0.00	0.0%
Other Assets	0.00	0.00	0.00	0.0%
TOTAL ASSETS	0.00	0.00	0.00	0.0%
LIABILITIES & EQUITY				
Liabilities				
Current Liabilities				
Accounts Payable				
Accounts Payable	0.00	0.00	0.00	0.0%
Total Accounts Payable	0.00	0.00	0.00	0.0%
Credit Cards				
Credit Cards	0.00	0.00	0.00	0.0%
Other Current Liabilities				
Accrued Expenses	0.00	0.00	0.00	0.0%
Accrued Liabilities	0.00	0.00	0.00	0.0%
Deferred Revenue	0.00	0.00	0.00	0.0%
Notes Payable	0.00	0.00	0.00	0.0%
Other Current Liabilities	600.00	0.00	0.00	0.0%

Drone Services USA, Inc.
Balance Sheet Prev Year Comparison
As of December 31, 2021

	Dec 31, 21	Dec 31, 20	\$ Change	% Change
Notes Payable - Related Part...	0.00	0.00	0.00	0.0%
Payroll Liabilities	0.00	0.00	0.00	0.0%
Total Other Current Liabilities	0.00	0.00	0.00	0.0%
Total Current Liabilities	0.00	0.00	0.00	0.0%
Long Term Liabilities	0.00	0.00	0.00	0.0%
Total Liabilities	0.00	0.00	0.00	0.0%
Equity				
Additional Paid in Capital	15,027,191.00	15,027,191.00	0.00	0.0%
Capital Stock	0.00	0.00	0.00	0.0%
Common Stock	656,332.00	656,332.00	0.00	0.0%
Dividends Paid	0.00	0.00	0.00	0.0%
Opening Balance Equity	0.00	0.00	0.00	0.0%
Preferred - Series A	0.00	0.00	0.00	0.0%
Preferred - Series B	1,800.00	1,800.00	0.00	0.0%
Preferred - Series C	18,628.00	18,628.00	0.00	0.0%
Retained Earnings	-15,704,551.00	-15,703,951.00	0.00	0.0%
Subscription Receivable	0.00	0.00	0.00	0.0%
Net Income	0.00	0.00	0.00	0.0%
Total Equity	0.00	0.00	0.00	0.0%
TOTAL LIABILITIES & EQUITY	0.00	0.00	0.00	0.0%

Drone Services USA, Inc.
Profit & Loss Prev Year Comparison
October through December 2021

	Oct - Dec 21	Oct - Dec 20	\$ Change	% Change
Ordinary Income/Expense				
Income				
Sales	0.00	0.00	0.00	0.0%
Total Income	0.00	0.00	0.00	0.0%
Expense				
Advertising and Promotion	0.00	0.00	0.00	0.0%
Automobile Expense	0.00	0.00	0.00	0.0%
Bank Service Charges	0.00	0.00	0.00	0.0%
Computer and Internet Expense	0.00	0.00	0.00	0.0%
Depreciation Expense	0.00	0.00	0.00	0.0%
Insurance Expense	0.00	0.00	0.00	0.0%
Interest Expense	0.00	0.00	0.00	0.0%
Meals and Entertainment Office	0.00	0.00	0.00	0.0%
Supplies	0.00	0.00	0.00	0.0%
Payroll Expenses	0.00	0.00	0.00	0.0%
Professional Fees	600.00	0.00	0.00	0.0%
Rent Expense	0.00	0.00	0.00	0.0%
Repairs and Maintenance	0.00	0.00	0.00	0.0%
Telephone Expense	0.00	0.00	0.00	0.0%
Travel Expense	0.00	0.00	0.00	0.0%
Utilities	0.00	0.00	0.00	0.0%
Total Expense	600.00	0.00	0.00	0.0%
Net Ordinary Income	0.00	0.00	0.00	0.0%
Other Income/Expense				
Other Income	0.00	0.00	0.00	0.0%
Other Expense				
Ask My Accountant	0.00	0.00	0.00	0.0%
Total Other Expense	0.00	0.00	0.00	0.0%
Net Other Income	0.00	0.00	0.00	0.0%
Net Income	-600.00	0.00	0.00	0.0%

Drone Services USA, Inc.
Statement of Cash Flows
October through December 2021

	<u>Oct - Dec 21</u>
OPERATING ACTIVITIES	
Net Income	0.00
Adjustments to reconcile Net Income to net cash provided by operations:	
Accounts Receivable	0.00
Deposits	0.00
Intangible Property	0.00
Prepaid Expenses	0.00
Accounts Payable	0.00
Accrued Expenses	0.00
Accrued Liabilities	0.00
Deferred Revenue	0.00
Notes Payable	0.00
Notes Payable - Related Parties	0.00
Payroll Liabilities	0.00
Net cash provided by Operating Activities	<u>0.00</u>
INVESTING ACTIVITIES	
Accumulated Depreciation	0.00
Furniture and Equipment	0.00
Property and Equipment	0.00
Net cash provided by Investing Activities	<u>0.00</u>
FINANCING ACTIVITIES	
Additional Paid in Capital	0.00
Capital Stock	0.00
Common Stock	0.00
Dividends Paid	0.00
Opening Balance Equity	0.00
Preferred - Series A	0.00
Preferred - Series B	0.00
Preferred - Series C	0.00
Retained Earnings	0.00
Subscription Receivable	0.00
Net cash provided by Financing Activities	<u>0.00</u>
Net cash increase for period	0.00
Cash at beginning of period	<u>0.00</u>
Cash at end of period	<u><u>0.00</u></u>

Drone Services USA Inc
 STATEMENT OF CHANGES IN STOCKHOLDERS'
 EQUITY/DEFICIT

	Number of Common	Par Value of Common	Number of Pref A	Par Value of Paid Pref A Stock	Number of Pref B Shares	Par Value of Pref B Stock	Number of Pref C Shares	Par Value of Pref C Stock	Additional	Accumulate d Deficit	Total Shareholder's Equity
BALANCE AT June 30, 2018	71,310,567	\$71,310	0	\$0	1,800,000	\$1,800	18,627,000	\$18,628	\$15,027,191	(15,118,929)	0
Net Loss -06.30.19											
BALANCE AT June 30, 2019	71,310,567	\$71,310	0	0	1,800,000	\$1,800	18,627,000	\$18,628	\$15,027,191	(15,118,929)	0
Net Loss -9.30.19											
BALANCE AT September 30, 2019	71,310,567	\$71,310	0	0	1,800,000	\$1,800	18,627,000	\$18,628	\$15,027,191	{15,118,929}	0
Net Loss -12.31.19											
BALANCE AT December 31, 2019	71,310,567	\$71,310	0	0	1,800,000	\$1,800	18,627,000	\$18,628	\$15,027,191	{15,118,929}	0
Net Loss -3.31.20											
BALANCE AT MARCH 31, 2020	71,310,567	\$71,310	0	0	1,800,000	\$1,800	18,627,000	\$18,628	\$15,027,191	(15,118,929)	0
Net Loss -6.30.20											
BALANCE AT June 30, 2020	656,331,701	\$656,332	0	0	1,800,000	\$1,800	18,627,000	\$18,628	\$15,027,191	(15,703,951)	0
Net Loss -9.30.20											
BALANCE AT September 30, 2020	656,331,701	\$656,332	0	0	1,800,000	\$1,800	18,627,000	\$18,628	\$15,027,191	{15,703,951}	0
Net Loss -12.31.19											
BALANCE AT December 31, 2020	656,331,701	\$656,332	0	0	1,800,000	\$1,800	18,627,000	\$18,628	\$15,027,191	{15,703,951}	0
Net Loss -3.31.21											
BALANCE AT MARCH 31, 2021	656,331,701	\$656,332	0	0	1,800,000	\$1,800	18,627,000	\$18,628	\$15,027,191	{15,703,951}	0
Net Loss -6.30.21											
BALANCE AT June 30, 2021	656,331,701	\$656,332	0	0	1,800,000	\$1,800	18,627,000	\$18,628	\$15,027,191	(15,703,951)	0
Net Loss -9.30.21											
BALANCE AT September 30, 2021	656,331,701	\$656,332	0	0	1,800,000	\$1,800	18,627,000	\$18,628	\$15,027,191	(15,703,951)	0
Net Loss -12.31.21										(600)	
BALANCE AT December 31, 2021	656,331,701	\$656,332	0	0	1,800,000	\$1,800	18,627,000	\$18,628	\$15,027,191	(15,704,551)	0

DRONE SERVICES USA, INC.
NOTES TO UNAUDITED CONSOLIDATED FINANCIAL STATEMENTS
For The Period Ended December 31, 2021

Note 1: THE COMPANY AND THE SIGNIFICANT ACCOUNTING POLICIES

The Company Drone Services USA, Inc. Mapping Software and Drone Related hardware equipment sales, shopping carts, and article reviews of mapping.

The company first was incorporated under the laws of Idaho on September 1, 1950 as Princeton Mining Company, an Idaho corporation. On May 6, 2002, it merged into its wholly owned subsidiary, Princeton Mining Company, which had changed its domicile from Idaho to Nevada on September 6, 2001. The surviving entity was Princeton Mining Company, a Nevada corporation. On July 10, 2002, Princeton Mining Company filed an Amendment to its Articles of Incorporation to change its name to Lifestyle Innovations, Inc. On December 21, 2009 Lifestyle Innovations, Inc. filed an Amendment to its Articles of Incorporation to change its name to Vought Defense Systems Corporation. On April 12, 2010, Vought Defense Systems Corporation filed an Amendment to its Articles of Incorporation to change its name to ALAS Defense Systems, Inc. and effected a 545 for 1 reverse share split of its outstanding common stock. Shares presented have been restated in prior year to reflect the reverse share split. On April 25, 2011, ALAS Defense Systems, Inc. filed an Amendment to its Articles of Incorporation to change its name to ALAS International Holdings, Inc. On December 12, 2011, the Company completed and closed a reverse merger with PV Enterprises, Inc., a Florida corporation ("PVE"), wherein PVE merged into the Company with the Company as the surviving entity. This reverse merger resulted in the shareholders of PVE taking control of the Company.

On May 30, 2014, the company name is PV Enterprises International, Inc. with authorization of 13 billion shares in common at \$0.0001 as well as authorization of 1 million shares of Preferred A @\$0.10, 5 million shares of Preferred B @\$0.001 and 20 million shares of Preferred C @\$0.001.

On March 15, 2015, the Company's capital structure: 13 billion common shares in issued and outstanding under CUSIP 6737OH109; No Preferred A shares issued. Issued and outstanding for Preferred B and C are 1.8 million shares and 18.627 Million shares, respectively.

On April 9, 2015, a reverse split 1/260 in common was effectuated to bring the authorization of common to 50 million shares with a par at \$0.0001. Company's name was changed to Drone Services USA, Inc. The common shares are with new Cusip# 26210M102

On April 29, 2015, Authorization of Common was changed to 400 million with par @\$0.001, while the authorization for preferred shares were remaining the same: 1 million shares of Preferred A @\$0.10, 5 million shares of Preferred B @\$0.001 and 20 million shares of Preferred C @\$0.001.

Until July 2015, it was an operation in drone services in Fenton, Genesee County, MI.

On July 10, 2019, Circuit Court in Genesee County, MI granted a petition for Receivership.

On September 17, 2019, the company was reinstated in Nevada.

The corporation was continued to Wyoming under Drone Services USA, Inc. on March 24, 2020 from Nevada with the same capital structure as that of April 29, 2015 in Nevada. 400 million common shares at \$0.001 in authorization with an outstanding of 71,310,567 shares.

On April 24, 2020, the authorization of common was increased to 20 billion shares from 400 million shares with \$0.001 per share, with an authorization of 1 million shares of Preferred A @\$0.1 per share, 5 million shares of Preferred B @\$0.001 per share, 20,000,000 shares of Preferred C @\$0.001 per share.

Basis of Presentation The unaudited consolidated financial statements of the Company have been prepared in accordance with the U.S. Generally Accepted Accounting Principles (“U.S. GAAP”). The Company is a development stage enterprise devoting substantial efforts to establishing a new business, financial planning, raising capital, and research into products or services which may become part of the Company’s product or service portfolio. A development stage company is defined as one in which all efforts is devoted substantially to establishing a new business and, even if planned principal operations have commenced, revenues are insignificant.

Note 2: Summary of Significant Accounting Policies

Cash and Cash Equivalents Due to no current operations, there has been no change in our cash or cash equivalents. For purposes of reporting within the statements of cash flows, the Company considers all cash on hand, cash accounts not subject to withdrawal restrictions or penalties, and all highly liquid debt instruments purchased with a maturity of six months or less to be cash and cash equivalents.

Lease ASC Topic 842, “Leases” requires recognition of leases on the balance sheets as right-of-use (“ROU”) assets and lease liabilities. ROU assets represent the Company’s right to use underlying assets for the lease terms and lease liabilities represent the Company’s obligation to make lease payments arising from the leases. Operating lease ROU assets and operating lease liabilities are recognized based on the present value and future minimum lease payments over the lease term at commencement date. The Company’s future minimum lease payments used to determine the Company’s lease liabilities mainly include minimum lease rent payments. Leases with a lease term of 12 months or less at inception are not recorded on the Company’s balance sheet and are expensed on a straight-line basis over the lease term in the Company’s statement of operations. As most of the Company’s leases do not provide an implicit rate, the Company uses its estimated incremental borrowing rate based on the information available at commencement date in determining the present value of lease payments.

Stock-Based Compensation. The Company accounts for stock-based compensation in accordance with ASC 718 Compensation - Stock Compensation (“ASC 718”). ASC 718 addresses all forms of share-based payment (“SBP”) awards including shares issued under employee stock purchase plans and stock incentive shares. Under ASC 718, awards result in a cost that is measured at fair value on the awards’ grant date, based on the estimated number of awards that are expected to vest and will result in a charge to operations.

Loss per Share Basic earnings (loss) per share are computed by dividing income available to common shareholders by the weighted average number of common shares available. Diluted earnings (loss) per share is computed similar to basic earnings per share except that the denominator is increased to include the number of additional common shares that would have been outstanding if the potential common shares had been issued and if the additional common shares were dilutive.

Income Taxes Income tax expense is based on pretax financial accounting income. Deferred tax assets and liabilities are recognized for the expected tax consequences of temporary differences between the tax bases of assets and liabilities and their reported amounts. Valuation allowances are recorded to reduce deferred tax assets to the amount that will more likely than not be realized.

The Company accounts for uncertainty in income taxes using a two-step approach to recognizing and measuring uncertain tax positions. The first step is to evaluate the tax position for recognition by determining if the weight of available evidence indicates that it is more likely than not that the position will be sustained on audit, including resolution of related appeals or litigation processes, if any. The second step is to measure the tax benefit as the largest amount that is more than 50% likely of being realized upon settlement. The Company classifies the liability for unrecognized tax benefits as current to the extent that the Company anticipates payment (or receipt) of cash within one year. Interest and penalties related to uncertain tax positions are recognized in the provision for income taxes and selling, general and administrative expenses.

Note 3- Going Concern The accompanying financial statements have been prepared assuming the continuation of the Company as a going concern. The Company has not yet established an ongoing source of revenues sufficient to cover its operating costs and is dependent on debt and equity financing to fund its operations. Management of the Company is making efforts to raise additional funding until a registration statement relating to an equity funding facility is in effect. While management of the Company believes that it will be successful in its capital formation and planned operating activities, there can be no assurance that the Company will be able to raise additional equity capital or be successful in the development and commercialization of the products or services it develops or initiates collaboration agreements thereon. The accompanying financial statements do not include any adjustments to reflect the possible future effects on the recoverability and classification of assets or the amounts and classification of liabilities that may result from the possible inability of the Company to continue as a going concern.

Note 4 Management's Discussion and Analysis or Plan of Operation Management's Discussion and Analysis of Financial Condition and Results of Operations, which we refer to as MD&A, is intended to help readers understand Drone Services USA, Inc. MD&A is provided as a supplement to, and should be read in conjunction with, our financial statements and the accompanying notes for the period ended December 31, 2021.

Note 5 Legal Proceedings None

Note 6 Common Stock

At December 31, 2021, the Company is authorized to issue 20,000,000,000 shares of \$0.001 par value common stock and a total of 656,331,701 shares of common stock were issued and outstanding.

Note 7 Other Information None.

Note 8. Subsequent Events None.

In accordance with SFAS 165 (ASC 855-10) management has performed an evaluation of subsequent events through the date that the financial statements were available to be issued, and has determined that it does not have any material subsequent events to disclose in these financial statements.