

Disclosure Statement Pursuant to the Pink Basic Disclosure Guidelines

Dragon Capital Group Corp.

17588 Rowland Street Unit A138

City of Industry, CA 91748

646.383.0883

SIC CODE: 3577

Annual Report

For the Period Ending: December 31, 2022

(the "Reporting Period")

As of December 31, 2022, the number of shares outstanding of our Common Stock was:

36,849,188,725

As of September 30, 2022, the number of shares outstanding of our Common Stock was:

36,849,188,725

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

36,849,188,725

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.

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.

Formerly=Dragon Venture until 12-05
Formerly=Pan American Gold Resources Corp. until 4-05
Formerly=Exo-Web.com until 5-04
Formerly=Hartco Ltd. until 8-99

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):

NC, USA, April 2021 - Active
NV, USA, 1977

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:

On October 11, 2022, the Company filed for 1-for-1000 reverse stock split.

On October 23, 2020, Harry (Haining) Zhang was granted receivership.

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

17588 Rowland Street Unit A138
City of Industry, CA 91748

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:

Harry (Haining) Zhang was granted receivership.

2) Security Information

Trading symbol: DRGV
Exact title and class of securities outstanding: Common
CUSIP: 26144J100
Par or stated value: 0.001

Total shares authorized: 50,000,000,000 as of date: December 31, 2022
Total shares outstanding: 36,849,188,725 as of date: December 31, 2022
Number of shares in the Public Float : 2,048,354,160 as of date: December 31, 2022
Total number of shareholders of record: 151 as of date: December 31, 2022

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

Trading symbol: _____
Exact title and class of securities outstanding: _____
CUSIP: _____
Par or stated value: _____
Total shares authorized: _____ as of date: _____
Total shares outstanding: _____ as of date: _____

Transfer Agent

Name: Issuer Direct Corporation
Phone: 1 919-744-2722
Email: info@issuereirect.com
Address: One Glenwood Avenue, Suite 1001
Raleigh, NC 27603

Is the Transfer Agent registered under the Exchange Act?² Yes: No:

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:

² To be included in the Pink Current Information tier, the transfer agent must be registered under the Exchange Act.

| Shares Outstanding as of Second Most Recent Fiscal Year End: <u>Opening Balance</u> Date <u>1.1.20</u> Common: 2,710,188,725 Preferred: _____ | | | *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. |
| 2.23.21 | New | 2,289,000,000 | Common | .001 | No | Yunxia Li | Management Services | Restricted | 144 |
| 06.09.21 | New | 29,600,000,000 | Common | .001 | No | Yunxia Li | Management Services | Restricted | 144 |
| 06.09.21 | New | 1,875,000,000 | Common | .001 | No | Chongyi Yang | Management Services | Restricted | 144 |
| 06.09.21 | New | 375,000,000 | Common | .001 | No | Haining Zhang | Management Services | Restricted | 144 |
| Shares Outstanding on Date of This Report: <u>Ending Balance:</u> Date <u>12.31.22</u> Common: 36,849,188,725 Preferred: _____ | | | | | | | | | |

Example: A company with a fiscal year end of December 31st, in addressing this item for its quarter ended September 30, 2020, would include any events that resulted in changes to any class of its outstanding shares from the period beginning on January 1, 2018 through September 30, 2020 pursuant to the tabular format above.

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

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 control disclosed). | 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)³:

Name: Elaine Zhao
Title: Outside Accountant
Relationship to Issuer: Independent

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.

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")

Dragon Capital Group Corp. ("we", the "Company" or "Dragon Capital") is developing and marketing anti-aging products and other health supplement products. It is committed to using high technology to extract active ingredients from traditional herbal medicine and food homologous plants, to research and develop consumer health products and foods, and to create products that are beneficial to human health and improve the quality of life. Currently the Company has six products with GMP and FDA certificates.

³ The financial statements requested pursuant to this item must be prepared in accordance with US GAAP or IFRS by persons with sufficient financial skills.

The Company is also actively searching and identifying potential acquisition targets with a preference for those in healthcare industry, repair and renewal of body energy and biology laboratory based in North America, specifically those demonstrating modest but predictable growth and profitability over time.

B. Please list any subsidiaries, parents, or affiliated companies.

None

C. Describe the issuers' principal products or services.

Anti-aging products, health supplement products, and high growth business services

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.

None

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 |
|--|---|--|------------------------|------------------|---|-------|
| Yunxia Li | President | Huangpu District, Shanghai, China 200025 | 31,889,000,000 | Common | 86.5392% | |
| Chongyi Yang | Secretary | Huangpu District, Shanghai, China 200025 | 1,875,000,000 | Common | 5.0883% | |
| Junkang Shao | Asst. Secretary | Huangpu District, Shanghai, China 200025 | | | | |
| | | | | | | _____ |

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: _____
Firm: _____
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: _____

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, Yunxia Li, certify that:

1. I have reviewed this Annual Disclosure Statement of DRAGON CAPITAL GROUP CORP;
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.

March 29, 2023 [Date]

/s/Yunxia Li [CEO's Signature]

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

Principal Financial Officer:

I, Yunxia Li, certify that:

1. I have reviewed this Annual Disclosure Statement of DRAGON CAPITAL GROUP CORP;
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.

March 29, 2023 [Date]

/s/Yunxia Li [CFO's Signature]

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

DRAGON CAPITAL GROUP CORP.
(A DEVELOPMENT STAGE COMPANY)

Balance Sheets

| | December 31, 2022 | December 31, 2021 |
|--|------------------------------|------------------------------|
| | Unaudited | Unaudited |
| ASSETS | | |
| Current Assets | | |
| Cash and cash equivalents | \$ 149,044 | \$ - |
| Deposits | 983 | - |
| Total Current Assets | 150,027 | - |
| Property and equipment, net | 17,803 | - |
| TOTAL ASSETS | \$ 167,830 | \$ - |
| LIABILITIES AND STOCKHOLDERS' DEFICIT | | |
| Current Liabilities | | |
| Customer deposit | \$ 50,000 | \$ - |
| Due to related party | 121,073 | - |
| Total Current Liabilities | 171,073 | - |
| TOTAL LIABILITIES | 171,073 | - |
| Stockholders' Deficit | | |
| Common stock: 50,000,000,000 shares authorized; \$0.001 par value | | |
| 36,849,188,725 shares issued and outstanding at December 31, 2022 and 2021 | 36,849,189 | 36,849,189 |
| Additional Paid-in Capital | 4,711,778 | 4,706,234 |
| Accumulated deficit during development stage | (41,564,210) | (41,555,423) |
| Total Stockholders' Deficit | (3,243) | - |
| TOTAL LIABILITIES AND STOCKHOLDERS' DEFICIT | \$ 167,830 | \$ - |

The accompanying notes are an integral part of these financial statements.

DRAGON CAPITAL GROUP CORP.
(A DEVELOPMENT STAGE COMPANY)
Statements of Operations
(Unaudited)

| | Year Ended December 31, | |
|--|------------------------------------|------------------------|
| | 2022 | 2021 |
| Revenue | \$ 19,100 | \$ - |
| Cost of revenue | (14,318) | - |
| Gross Profit | 4,782 | - |
| Operating Expenses | | |
| General and administrative | 6,019 | - |
| Professional fees | 7,550 | - |
| Stock based compensation | - | 34,139,000 |
| Total Operating Expenses | 13,569 | 34,139,000 |
| Operating loss | (8,787) | (34,139,000) |
| Provision for income taxes | - | - |
| Net loss | \$ (8,787) | \$ (34,139,000) |
| Other comprehensive income | - | - |
| Comprehensive Loss | \$ (8,787) | \$ (34,139,000) |
| Basic and dilutive net loss per common share | \$ (0.00) | \$ (0.00) |
| Weighted average number of common shares outstanding - basic and diluted | 36,849,188,725 | 22,642,429,821 |

The accompanying notes are an integral part of these financial statements.

DRAGON CAPITAL GROUP CORP.
(A DEVELOPMENT STAGE COMPANY)
Statements of Stockholders' Deficit
(Unaudited)

| | Common Stock | | Additional Paid-in Capital | Accumulated Deficit | Total Stockholders' Deficit |
|---|-----------------------|----------------------|-------------------------------|------------------------|-----------------------------------|
| | Shares | Amount | | | |
| Balance at December 31, 2020 (Unaudited) | 2,710,188,725 | \$ 2,710,189 | \$ 4,706,234 | \$ (7,416,423) | \$ - |
| Stock based Compensation | 34,139,000,000 | 34,139,000 | - | - | 34,139,000 |
| Net loss | - | - | - | (34,139,000) | (34,139,000) |
| Balance at December 31, 2021 (Unaudited) | <u>36,849,188,725</u> | <u>\$ 36,849,189</u> | <u>\$ 4,706,234</u> | <u>\$ (41,555,423)</u> | <u>\$ -</u> |
| Balance at December 31, 2021 (Unaudited) | 36,849,188,725 | \$ 36,849,189 | \$ 4,706,234 | \$ (41,555,423) | \$ - |
| Capital contribution from shareholder | - | - | 5,544 | - | 5,544 |
| Net loss | - | - | - | (8,787) | (8,787) |
| Balance at December 31, 2022 (Unaudited) | <u>36,849,188,725</u> | <u>\$ 36,849,189</u> | <u>\$ 4,711,778</u> | <u>\$ (41,564,210)</u> | <u>\$ (3,243)</u> |

The accompanying notes are an integral part of these financial statements.

DRAGON CAPITAL GROUP CORP.**Statements of Cash Flows****(Unaudited)**

| | Year Ended December 31, | |
|---|------------------------------------|-----------------|
| | 2022 | 2021 |
| CASH FLOWS FROM OPERATING ACTIVITIES | | |
| Net loss | \$ (8,787) | \$ (34,139,000) |
| Adjustments to reconcile net loss to net cash used in operating activities: | | |
| Stock-based Compensation | - | 34,139,000 |
| Changes in operating assets and liabilities: | | |
| Prepaid expense and deposits | (983) | - |
| Customer deposit | 50,000 | - |
| Due to related party | 121,073 | - |
| Net Cash Provided by Operating Activities | <u>161,303</u> | <u>-</u> |
| CASH FLOWS FROM INVESTING ACTIVITIES | | |
| Purchase of equipment and furniture | <u>(17,803)</u> | <u>-</u> |
| Net Cash Used in Investing Activities | <u>(17,803)</u> | <u>-</u> |
| CASH FLOWS FROM FINANCING ACTIVITIES | | |
| Capital contribution from shareholder | <u>5,544</u> | <u>-</u> |
| Net Cash Provided by Financing Activities | <u>5,544</u> | <u>-</u> |
| Net change in cash and cash equivalents | 149,044 | - |
| Cash and cash equivalents, beginning of period | <u>-</u> | <u>-</u> |
| Cash and cash equivalents, end of period | <u>\$ 149,044</u> | <u>\$ -</u> |
| SUPPLEMENTAL CASH FLOW INFORMATION: | | |
| Cash paid for income taxes | <u>\$ -</u> | <u>\$ -</u> |
| Cash paid for interest | <u>\$ -</u> | <u>\$ -</u> |

The accompanying notes are an integral part of these financial statements.

DRAGON CAPITAL GROUP CORP.
NOTES TO UNAUDITED FINANCIAL STATEMENTS
For The Period Ended December 31, 2022

NOTE 1 – Organization and basis of accounting

Organization

Dragon Capital Group, Corp., a North Carolina corporation, (“we”, the “Company” or “Dragon Capital”), was originally incorporated in Nevada in 1977 and dissolved on May 27, 2021 in Nevada after changing registration to North Carolina on April 15, 2021.

On October 23, 2020, the 8th District Court of Nevada appointed Harry Haining Zhang as custodian for the Company.

In 2021, a change of control of the Company occurred. After the change of control, the Company’s operations are determined and structured by the new management.

The Company is developing and marketing anti-aging products and other health supplement products. It is committed to using high technology to extract active ingredients from traditional herbal medicine and food homologous plants, to research and develop consumer health products and foods, and to create products that are beneficial to human health and improve the quality of life. Currently the Company has six products with GMP and FDA certificates.

The Company is also actively searching and identifying potential acquisition targets with a preference for those in healthcare industry, repair and renewal of body energy and biology laboratory based in North America, specifically those demonstrating modest but predictable growth and profitability over time.

Basis of presentation

The accompanying financial statements are prepared on the basis of accounting principles generally accepted in the United States of America (“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

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 three months or less to be cash and cash equivalents.

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. The Company’s diluted loss per share is the same as the basic loss per share for the periods ended December 31, 2022 and 2021, as there are no potential shares outstanding that would have a dilutive effect.

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 recorded a valuation allowance against its deferred tax assets as of December 31, 2022 and 2021.

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.

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 – Related party transaction

During the year ended December 31, 2022, a shareholder of the Company advanced a total of \$121,073 to the Company for operating expenses.

As of December 31, 2022 and 2021, the Company owed the shareholder \$121,073 and Nil, respectively. The advances are non-interest bearing and are due on demand.

Note 5 – Common stock

At December 31, 2022, the Company is authorized to issue 50,000,000,000 shares of \$0.001 par value common stock.

As of December 31, 2022 and 2021, a total of 36,849,188,725 shares of common stock were issued and outstanding, respectively.

Note 6 – Income Taxes

Deferred taxes represent the net tax effects of the temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes. Temporary differences result primarily from the recording of tax benefits of net operating loss carry forwards.

As of December 31, 2022, the Company has an insufficient history to support the likelihood of ultimate realization of the benefit associated with the deferred tax asset. Accordingly, a valuation allowance has been established for the full amount of the net deferred tax asset.

The Company's effective income tax rate differs from the amount computed by applying the federal statutory income tax rate to loss before income taxes for the years ended December 31, 2022 and 2021 as follows:

| | Year Ended December 31, | |
|--|--------------------------------|-------------|
| | 2022 | 2021 |
| Income tax benefit at federal statutory rate | 21% | 21% |
| Change in valuation allowance | -21% | -21% |
| | <u>-%</u> | <u>-%</u> |

The components of deferred taxes consist of the following at December 31, 2022 and 2021:

| | <u>December 31,</u> <u>2022</u> | <u>December 31,</u> <u>2021</u> |
|----------------------------------|------------------------------------|------------------------------------|
| Net operating loss carryforwards | \$ 1,559,294 | \$ 1,557,449 |
| Less: valuation allowance | <u>(1,559,294)</u> | <u>(1,557,449)</u> |
| Net deferred tax assets | <u>\$ -</u> | <u>\$ -</u> |

Uncertain Tax Positions

Interest associated with unrecognized tax benefits are classified as income tax, and penalties are classified in selling, general and administrative expenses in the statements of operations. For December 31, 2022 and 2021, the Company had no unrecognized tax benefits and related interest and penalties expenses. Currently, the Company is not subject to examination by major tax jurisdictions.

Note 7 – Subsequent Event

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.