

Disclosure Statement Pursuant to the Pink Basic Disclosure Guidelines

ENVIRONMENTAL CONTROL CORP.

A Nevada Corporation

Apt 1-1-2 Bawangsi Street
Dadong District Shenyang, 110000

Company Telephone: 86 13904036899

Company email: bnsyujia@163.com

SIC Code: 6770

Annual Report For the Period Ending: December 31, 2018 (the "Reporting Period")

As of May 2, 2019, the number of shares outstanding of our Common Stock was:

105,569,068

As of December 31, 2018, the number of shares outstanding of our Common Stock was:

105,569,068

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: ☐ (Double-click and select "Default Value" to check)

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) Name of the issuer and its predecessors (if any)

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

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

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

(iii) A change in the composition of the Board occurring within a two (2)-year period, as a result of which fewer than a majority of the directors are directors immediately prior to such change; or

(iv) The consummation of a merger or consolidation of the Company with any other corporation, other than a merger or consolidation which would result in the voting securities of the Company outstanding immediately prior thereto continuing to represent (either by remaining outstanding or by being converted into voting securities of the surviving entity or its parent) at least fifty percent (50%) of the total voting power represented by the voting securities of the Company or such surviving entity or its parent outstanding immediately after such merger or consolidation.

In answering this item, please also provide any names used by predecessor entities in the past five years and the dates of the name changes.

The name of the issuer is Environmental Control Corp.

The issuer was incorporated under the name Boss Minerals, Inc. and amended its articles of incorporation in 2006 to change its name to its current name.

Date and state (or jurisdiction) of incorporation (also describe any changes to incorporation since inception, if applicable) Please also include the issuer's current standing in its state of incorporation (e.g. active, default, inactive):

The issuer was incorporated in the state of Nevada on February 17, 2004. The issuer is active and in good standing under Nevada law.

Has the issuer or any of its predecessors ever been in bankruptcy, receivership, or any similar proceeding in the past five years?

Yes: ☐ No: ☒

2) Security Information

Trading symbol:	EVCC
Exact title and class of securities outstanding:	common stock
CUSIP:	29405D101
Par or stated value:	\$0.001 per share
Total shares authorized:	200,000,000 as of May 2, 2019
Total shares outstanding:	105,569,068 as of May 2, 2019
Number of shares in the Public Float ² :	19,488,739 as of May 2, 2019
Total number of shareholders of record:	29 as of May 2, 2019

Additional class of 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: Empire Stock Transfer Inc.
Phone: 702-818-5898
Email: info@empirestock.com

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

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

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.

None.

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

None.

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: ☒

Number of Shares outstanding as of [Date of Beginning of Second Most Recent Completed Fiscal Year]	<u>Opening Balance:</u> Common: _____ 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 (if applicable)	Restricted or Unrestricted as of this filing?	Exemption or Registration Type?
_____	_____	_____	_____	_____	_____	_____	_____	_____	_____
Shares Outstanding on [Date of this Report]:	<u>Ending Balance:</u> Common: _____ Preferred: _____								

Example: A company with a fiscal year end of December 31st, in addressing this item for its quarter ended September 30, 2018, would include any events that resulted in changes to any class of its outstanding shares from the period beginning on January 1, 2016 through September 30, 2018 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 any issuance of promissory notes, convertible notes or convertible debentures **in the past two completed fiscal years and any subsequent interim period.**

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	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: Chang Qi
Title: President and Director
Relationship to Issuer: Officer, director and principal stockholder

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. Financial notes; and
G. 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

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.

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 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")

The issuer is not currently engaged in any business operations and is a "shell company" as defined in Rule 405 promulgated by the Securities and Exchange Commission under the Securities Act of 1933, as amended. The Company does not own or lease any assets or possess any cash. The Company is pursuing potential new business opportunities by seeking to enter into a merger, share exchange, asset acquisition, share purchase, recapitalization, reorganization or similar business transaction with one or more businesses or entities. The Company's efforts to identify a prospective target business will not be limited to a particular industry or geographic region. As of the date hereof, the Company does not have any specific business transaction under consideration and has not, directly or indirectly, contacted any prospective target business or had any substantive discussions, formal or otherwise, with respect to such a transaction.

B. Describe any subsidiaries, parents, or affiliated companies, if applicable, and a description of their business contact information for the business, officers, directors, managers or control persons. Subsidiary information may be included by reference

None.

C. Describe the issuers' principal products or services, and their markets

None.

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.

In responding to this item, please clearly describe the assets, properties or facilities of the issuer, give the location of the principal plants and other property of the issuer and describe the condition of the properties. If the issuer does not have complete ownership or control of the property (for example, if others also own the property or if there is a mortgage on the property), describe the limitations on the ownership.

If the issuer leases any assets, properties or facilities, clearly describe them as above and the terms of their leases.

The issuer occupies office space free of charge from its chief executive officer at Apt 1-1-2 Bawangsi Street, Dadong District Shenyang, 110000.

7) 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 regarding any person or entity owning 5% or more of the issuer, as well as any officer, and any director of the company, regardless of the number of shares they own. **If any 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 of an individual representing the corporation or entity in the note section.**

Name of Officer/Director and Control Person	Affiliation with Company (e.g. Officer/Director/Owner of more than 5%)	Residential Address (City / State Only)	Number of shares owned	Share type/class	Ownership Percentage of Class Outstanding	Note
Chang Qi	Chief Executive Officer, Treasurer and Secretary Sole director	Apt 1-1-2 Bawangsi Street, Dadong District Shenyang, 110000	60,000,000	common stock	56.83%	_____
_____	_____	_____	_____	_____	_____	_____

8) Legal/Disciplinary History

A. Please identify whether any of the persons 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: William P. Ruffa
Firm: Ruffa & Ruffa, P.C.
Address 1: 2037 Morse Hill Road
Address 2: East Dorset, VT 05253
Phone: 646-831-0320
Email: bruffa@lawruffa.com

Accountant or Auditor

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

Investor Relations Consultant

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

Other Service Providers

Provide the name of any other service provider(s), including, counsel, advisor(s) or consultant(s) **that assisted, advised, prepared or provided information with respect to this disclosure statement**, or provided assistance or services to the issuer during the reporting period.

Name: Ron Williams
Firm: _____
Nature of Services: US Liaison
Address 1: 20 West Park Avenue
Address 2: Long Beach, NY 11561
Phone: 646-996-1289
Email: fourthdownent@aol.com

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).

The certifications shall follow the format below:

I, Chang Qi certify that:

1. I have reviewed this annual report of Environmental Control 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.

May 3, 2019

/s/ Chang Qi, Principal Executive Officer

Principal Financial Officer:

I, Chang Qi certify that:

1. I have reviewed this annual report of Environmental Control 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.

May 3, 2019

/s/ Chang Qi, Principal Executive Officer

ENVIRONMENTAL CONTROL CORP.
UNAUDITED FINANCIAL STATEMENTS FOR THE YEARS ENDED
DECEMBER 31, 2018 AND 2017

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Environmental Control Corp.

Balance Sheets (Unaudited)

	December 31, 2018	December 31, 2017
<u>ASSETS</u>		
CURRENT ASSETS		
Cash and cash equivalents	\$ -	\$ -
Receivables	-	-
Total Current Assets	-	-
OTHER ASSETS		
Other Assets	-	-
Total Other Assets	-	-
TOTAL ASSETS	<u>\$ -</u>	<u>\$ -</u>
<u>LIABILITIES AND STOCKHOLDERS' DEFICIT</u>		
CURRENT LIABILITIES		
Accounts payable	\$ 53,804	\$ 53,804
Accrued liabilities	1,625	1,625
Accrued interest payable - Convertible debenture	43,118	38,118
Accrued interest payable - Convertible debentures - Related parties	488,100	429,172
Advances from related parties	51,501	51,501
Convertible debenture	50,000	50,000
Convertible debentures - Related parties	589,296	589,296
TOTAL LIABILITIES	<u>1,277,444</u>	<u>1,213,516</u>
STOCKHOLDERS' DEFICIT		
Common stock:		
200,000,000 common shares, \$0.001 par value		
105,569,068 and 105,569,068 issued and outstanding	111,945	111,945
Common stock to be issued	2,282	2,282
Additional paid-in capital - common	1,579,530	1,579,530
Deficit Accumulated	(2,971,201)	(2,907,273)
Total Stockholders' Deficit	<u>(1,277,444)</u>	<u>(1,213,516)</u>
TOTAL LIABILITIES AND STOCKHOLDERS' DEFICIT	<u>\$ -</u>	<u>\$ -</u>

The accompanying notes are an integral part of these statements

Environmental Control Corp.Statements of Operations
(Unaudited)

	For the Twelve Months Ended December 31, 2018	For the Twelve Months Ended December 31, 2017
REVENUES	\$ -	\$ -
Cost of Goods sold	-	-
Gross margin	-	-
OPERATING EXPENSES		
Professional fees	-	-
Management fees	-	-
General and administrative	-	-
Total Operating Expenses	-	-
NET LOSS FROM OPERATIONS	-	
OTHER INCOME (EXPENSE)		
Interest income	-	-
Interest expense	(63,928)	(63,928)
Total Other Income (Expense)	(63,928)	(63,928)
NET LOSS BEFORE TAXES	(63,928)	(63,928)
Provision for income taxes	-	-
NET LOSS	<u>\$ (63,928)</u>	<u>\$ (63,928)</u>
PER SHARE DATA:		
Basic and diluted income (loss) per common share	<u>\$ (0.00)</u>	<u>\$ (0.00)</u>
Weighted average number of common shares outstanding	<u>105,569,068</u>	<u>105,569,068</u>

The accompanying notes are an integral part of these statements

Environmental Control Corp.
Statement of Stockholders' Equity (Deficit)
(Unaudited)

	Common Stock		Common	Additional	Retained	Total
	Shares	Amount	Stock to be	Paid-in	(Deficit)	Stockholders'
			Issued	Capital		(Deficit)
Balance- December 31, 2016	105,569,068	\$ 111,945	\$ 2,282	\$ 1,579,530	\$ (2,843,345)	\$(1,149,588)
2017 Net Income (Loss)					(63,928)	(63,928)
Balance - December 31, 2017	105,569,068	\$ 111,945	\$ 2,282	\$ 1,579,530	\$ (2,907,273)	\$(1,213,516)
2018 Net Income (Loss)					\$ (63,928)	\$ (63,928)
Balance- December 31, 2018	105,569,068	\$ 111,945	\$ 2,282	\$ 1,579,530	\$ (2,971,201)	\$(1,277,444)

The accompanying notes are an integral part of these statements

Environmental Control Corp.Statements of Cash Flows
(Unaudited)

	For the Year Ended December 31, 2018	For the Year Ended December 31, 2017
CASH FLOWS FROM OPERATING ACTIVITIES		
Net income (loss)	\$ (63,928)	\$ (63,928)
Adjustments to reconcile net income (loss) to net cash from operating activities:		
Issuance of common stock		
for services and expenses	-	-
Changes in Operating Assets and Liabilities:		
Accounts Receivable	-	-
Accounts payable and accrued liabilities	-	-
Due to related parties	-	-
Net cash from operating activities	(63,928)	(63,928)
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchases	-	-
Net cash from investing activities	-	-
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from stock issuances	-	-
Accrued interest payable	63,928	63,928
From related parties	-	-
Net cash from financing activities	63,928	63,928
NET CHANGE IN CASH	-	-
CASH AT BEGINNING OF PERIOD	-	-
CASH AT END OF PERIOD	\$ -	\$ -
SUPPLEMENTAL CASH FLOW DISCLOSURES		
Cash paid for interest	\$ -	\$ -
Cash paid for income taxes	\$ -	\$ -
NON-CASH INVESTING AND FINANCING ACTIVITIES		
Common stock issued for services	\$ -	\$ -

The accompanying notes are an integral part of these statements

Environmental Control Corp.
Notes to the Financial Statements
12/31/2018

1. Nature of Business and Continuance of Operations

Environmental Control Corp. (the "Company") was incorporated in the State of Nevada on February 17, 2004 under the name Boss Minerals, Inc. and, effective April 13, 2006, changed its name to Environmental Control Corp. Boss Minerals, Inc.'s initial operations included the acquisition and exploration of mineral resources.

On March 20, 2006, management changed its primary business focus to that of development of emission control devices for small spark ignition combustion engines. On March 20, 2006, the Company entered into an Asset Acquisition Agreement (the "Agreement") to acquire the principal assets of Environmental Control Corp. ("ECC"), a private Canadian based company. On February 26, 2007, the acquisition of the business of ECC was completed through the issuance of 22,500,000 shares of common stock. Prior to the acquisition of ECC, the Company was a non-operating shell company. The acquisition was a capital transaction in substance and therefore has been accounted for as a recapitalization, which is outside the scope of ASC 805, Business Combinations. Under recapitalization accounting, ECC was considered the acquirer for accounting and financial reporting purposes, and acquired the assets and assumed the liabilities of the Company. Assets acquired and liabilities assumed were reported at their historical amounts. These financial statements include the accounts of the Company since the effective date of the recapitalization (February 26, 2007) and the historical accounts of the business of ECC since inception on March 6, 1999.

These financial statements have been prepared on a going concern basis, which assumes the Company will continue to realize its assets and discharge its liabilities in the normal course of business. The continuation of the Company as a going concern is dependent upon the continued financial support from its shareholders, the ability of the Company to obtain necessary equity financing to continue operations, and the attainment of profitable operations. As at December 31, 2018, the Company has a working capital deficiency of \$1,277,444 and has incurred losses totaling \$2,971,201 since inception, and has not yet generated any revenue from operations. These factors raise substantial doubt regarding the Company's ability to continue as a going concern. These financial statements do not include any adjustments to the recoverability and classification of recorded asset amounts and classification of liabilities that might be necessary should the Company be unable to continue as a going concern.

The Company had \$-0- cash on hand at December 31, 2018. The Company currently has no revenues and must rely on debt financing and the sale of equity securities to fund operations. The Company does not have any arrangements in place for any future equity or debt financings, and there is no assurance that the Company will be able to obtain the necessary financings to complete its objectives.

2. Summary of Significant Accounting Policies

a) Basis of Presentation

The financial statements of the Company have been prepared in accordance with generally accepted accounting principles in the United States and are expressed in US Dollars.

b) Use of Estimates

The preparation of financial statements in conformity with United States generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. The Company regularly evaluates estimates and assumptions related to the recoverability of receivables and investment tax credit receivable, deferred income tax asset valuation allowances, stock-based compensation and financial instrument valuations. The Company bases its estimates and assumptions on current facts, historical experience and various other factors that it believes to be reasonable under the circumstances, the results of which form the basis for making judgments about the carrying values of assets and liabilities and the accrual of costs and expenses that are not readily apparent from other sources. The actual results experienced by the Company may differ materially and adversely from the Company's estimates. To the extent there are material differences between the estimates and the actual results, future results of operations will be affected.

c) Cash and Cash Equivalents

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

2. Summary of Significant Accounting Policies—Continued

d) Financial Instruments

The Company's financial instruments consist principally of cash, accounts payable, advances from related parties and convertible debentures. Pursuant to ASC 820, Fair Value Measurements and Disclosures, and ASC 825, Financial Instruments the fair value of the Company's cash equivalents is determined based on "Level 1" inputs, which consist of quoted prices in active markets for identical assets. The Company believes that the recorded values of all of the Company's other financial instruments approximate their current fair values.

e) Earnings (Loss) Per Share

The Company computes net income (loss) per share in accordance with ASC 260, Earnings per Share. ASC 260 requires presentation of both basic and diluted earnings per share (EPS) on the face of the income statement. Basic EPS is computed by dividing net income (loss) available to common shareholders (numerator) by the weighted average number of shares outstanding (denominator) during the period. Diluted EPS gives effect to all dilutive potential common shares outstanding during the period using the treasury stock method and convertible preferred stock using the if-converted method. In computing diluted EPS, the average stock price for the period is used in determining the number of shares assumed to be purchased from the exercise of stock options or warrants. Diluted EPS excludes all dilutive potential shares if their effect is anti-dilutive. At December 31, 2018, the Company had zero potentially dilutive securities outstanding.

f) Comprehensive Loss

ASC 220, Comprehensive Income, establishes standards for the reporting and display of comprehensive loss and its components in the financial statements. As at December 31, 2018 the Company has no items that represent other comprehensive loss and, therefore, has not included a schedule of other comprehensive loss in the financial statements.

g) Stock-based Compensation

In accordance with ASC 718, Compensation – Stock Based Compensation and ASC 505-50, Equity Based Payments to Non-Employees, the Company accounts for share-based payments using the fair value method. All transactions in which goods or services are the consideration received for the issuance of equity instruments are accounted for based on the fair value of the consideration received or the fair value of the equity instrument issued, whichever is more reliably measurable.

h) Property and Equipment

Property and equipment consists of office furniture, equipment, and computer equipment which are recorded at cost. Office furniture is amortized on a declining-balance basis at 20% per annum, equipment is amortized on a declining-balance basis at 30% per annum, and computer equipment is amortized on a declining-balance basis at 30% per annum.

i) Long-lived Assets

In accordance with ASC 360, Property Plant and Equipment, the Company tests long-lived assets or asset groups for recoverability when events or changes in circumstances indicate that their carrying amount may not be recoverable. Circumstances which could trigger a review include, but are not limited to: significant decreases in the market price of the asset; significant adverse changes in the business climate or legal factors; accumulation of costs significantly in excess of the amount originally expected for the acquisition or construction of the asset; current period cash flow or operating losses combined with a history of losses or a forecast of continuing losses associated with the use of the asset; and current expectation that the asset will more likely than not be sold or disposed significantly before the end of its estimated useful life. Recoverability is assessed based on the carrying amount of the asset and its fair value which is generally determined based on the sum of the undiscounted cash flows expected to result from the use and the eventual disposal of the asset, as well as specific appraisal in certain instances. An impairment loss is recognized when the carrying amount is not recoverable and exceeds fair value.

2. Summary of Significant Accounting Policies—Continued

j) Research and Development Costs

In accordance with ASC 730, Research and Development, research costs are expensed in the period in which they are incurred. Development costs are also expensed unless they meet the criteria for deferral. When development costs meet the criteria for deferral, the development costs are deferred to the extent their recoverability can be reasonably assured. Deferred development costs represent the cost of developing specific products and are amortized on a straight line basis over the expected commercial life of the product.

k) Income Taxes

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

l) Recent Accounting Pronouncements

ASC 606, Revenue from Contracts with Customers, was originally issued by the FASB in May 2014 in Accounting Standards Update (ASU) 2014-09, Revenue from Contracts with Customers (Topic 606). Since then, the FASB has issued several ASUs that have revised or clarified the guidance in ASC 606. The Company has evaluated the impact of this accounting standard update and noted that it has had no material impact.

On June 20, 2018, the FASB issued ASU 2018-07, Compensation—Stock Compensation (Topic 718): Improvements to Nonemployee Share-Based Payment Accounting. ASU 2018-07 is intended to reduce cost and complexity and to improve financial reporting for share-based payments to nonemployees (for example, service providers, external legal counsel, suppliers, etc.). Under the new standard, companies will no longer be required to value non-employee awards differently from employee awards. Meaning that companies will value all equity classified awards at their grant-date under ASC 718 and forgo revaluing the award after this date. The guidance is effective for interim and annual periods beginning after December 15, 2018.

In January 2017, the FASB issued an ASU 2017-01, Business Combinations (Topic 805) Clarifying the Definition of a Business. The amendments in this update clarify the definition of a business with the objective of adding guidance to assist entities with evaluating whether transactions should be accounted for as acquisitions or disposals of assets or businesses. The definition of a business affects many areas of accounting including acquisitions, disposals, goodwill, and consolidation. The guidance is effective for interim and annual periods beginning after December 15, 2017 and should be applied prospectively on or after the effective date. The Company has evaluated the impact of this accounting standard update and noted that it has had no material impact.

In February 2016, the FASB issued ASU 2016-02, Leases (Topic 842). ASU 2016-02 requires lessees to recognize lease assets and lease liabilities on the balance sheet and requires expanded disclosures about leasing arrangements. ASU 2016-02 is effective for fiscal years beginning after December 15, 2018 and interim periods in fiscal years beginning after December 15, 2018, with early adoption permitted. The Company has evaluated the impact of this accounting standard update and noted that it has had no material impact.

The Company has implemented all new accounting pronouncements that are in effect. These pronouncements did not have any material impact on the financial statements unless otherwise disclosed, and the Company does not believe that there are any other new accounting pronouncements that have been issued that might have a material impact on its financial position or results of operations.

3. Property and Equipment

	Cost \$	Accumulated Amortization \$	Net Carrying Value \$
Equipment	13,617	13,617	-0-
Computer equipment	3,283	3,283	-0-
Office furniture	9,467	9,467	-0-
	26,367	26,367	-0-

4. Related Party Transaction

During the year ended December 31, 2018, the Company recognized \$-0- related party transactions.

5. Convertible Debentures Issued to Related Parties

- a) On July 30, 2008, the Company entered into a convertible debenture agreement with a company controlled by the former President of the Company. The Company received \$36,376 which bears interest at 10% per annum and is due five years from the advancement date. No interest shall be payable for the first year from the advancement date but shall accrue from the advancement date and all accrued interest shall be payable annually, on the subsequent anniversaries of the advancement date. Any portion of the loan and unpaid interest are convertible at any time at the option of the lender into shares of common stock of the Company at a conversion price of \$0.17 per share. The Company recognized the intrinsic value of the embedded beneficial conversion feature of \$6,419 as additional paid-in capital and reduced the carrying value of the convertible debenture to \$29,957. The carrying value was accreted over the term of the convertible debenture up to its face value of \$36,376. As at December 31, 2018, the carrying values of the convertible debenture and accrued convertible interest payable thereon were \$36,376 and \$37,925, respectively. The Company can repay any portion of the loan and accrued interest at any time without penalty.
- b) On October 16, 2008, the Company entered into a convertible debenture agreement with the former President of the Company. The Company received \$50,000 which bears interest at 10% per annum and is due five years from the advancement date. No interest shall be payable for the first year from the advancement date but shall accrue from the advancement date and all accrued interest shall be payable annually, on the subsequent anniversaries of the advancement date. Any portion of the loan and unpaid interest are convertible at any time at the option of the lender into shares of common stock of the Company at a conversion price of \$0.07 per share. The Company recognized the intrinsic value of the embedded beneficial conversion feature of \$14,286 as additional paid-in capital and reduced the carrying value of the convertible debenture to \$35,714. The carrying value was accreted over the term of the convertible debenture up to its face value of \$50,000. As at December 31, 2018, the carrying values of the convertible debenture and accrued convertible interest thereon were \$50,000 and \$51,061, respectively. The Company can repay any portion of the loan and accrued interest at any time without penalty.
- c) On April 9, 2009, the Company entered into a convertible loan agreement with a company controlled by directors of the Company. The Company received \$202,920 which bears interest at 10% per annum and is due five years from the advancement date. No interest shall accrue for the first year from the advancement date but shall begin to accrue on the second anniversary of the advancement date and all accrued interest shall be payable annually, on the subsequent anniversaries of the advancement date. Any portion of the loan and unpaid interest are convertible at any time at the option of the lender into shares of common stock of the Company at a conversion price of \$0.06 per share. The Company recognized the intrinsic value of the embedded beneficial conversion feature of \$101,460 as additional paid-in capital and reduced the carrying value of the convertible debenture to \$101,460. The carrying value was accreted over the term of the convertible debenture up to its face value of \$202,920. As at December 31, 2018, the carrying value of the convertible debenture and accrued convertible interest thereon were \$202,920 and \$176,771, respectively. The Company can repay any portion of the loan and accrued interest at any time without penalty.

5. Convertible Debentures Issued to Related Parties—Continued

- d) On December 31, 2009, the Company entered into a convertible loan agreement with a company controlled by the former President of the Company. The Company received \$50,000 which bears interest at 10% per annum and is due five years from the advancement date. Interest shall accrue from the advancement date and shall be payable on the fifth anniversary of the advancement date. Any portion of the loan and unpaid interest are convertible at any time at the option of the lender into shares of common stock of the Company at a conversion price of \$0.05 per share. As at December 31, 2018, the carrying value of the convertible debenture and accrued convertible interest thereon were \$50,000 and \$45,011, respectively. The Company can repay any portion of the loan and accrued interest at any time without penalty.
- e) On July 15, 2010, the Company entered into a convertible debenture agreement with a company controlled by the former President of the Company. The Company received \$50,000 which is due five years from the advancement date. The loan shall be interest free for the first year, after which it shall bear interest at a rate of 10% per annum. The accrued interest shall be payable annually on the anniversaries of the advancement date, commencing on the second anniversary. Any portion of the loan and unpaid interest are convertible at any time at the option of the lender into shares of common stock of the Company at a conversion price of \$0.035 per share. The Company recognized the intrinsic value of the embedded beneficial conversion feature of \$7,143 as additional paid-in capital and reduced the carrying value of the convertible debenture to \$42,857. The carrying value will be accreted over the term of the convertible debenture up to its face value of \$50,000. As at December 31, 2018, the carrying value of the convertible debenture and accrued interest thereon were \$50,000 and \$37,229, respectively. The Company can repay any portion of the loan and accrued interest at any time without penalty.
- f) On November 30, 2010, the Company entered into a convertible debenture agreement with a company controlled by the former President of the Company. The Company received \$50,000 which is due five years from the advancement date. The loan shall be interest free for the first year, after which it shall bear interest at a rate of 10% per annum. The accrued interest shall be payable annually on the anniversaries of the advancement date, commencing on the second anniversary. Any portion of the loan and unpaid interest are convertible at any time at the option of the lender into shares of common stock of the Company at a conversion price of \$0.035 per share. The Company recognized the intrinsic value of the embedded beneficial conversion feature of \$21,429 as additional paid-in capital and reduced the carrying value of the convertible debenture to \$28,571. The carrying value will be accreted over the term of the convertible debenture up to its face value of \$50,000. As at December 31, 2018, the carrying value of the convertible debenture and accrued interest thereon were \$50,000 and \$35,370, respectively. The Company can repay any portion of the loan and accrued interest at any time without penalty.
- g) On April 21, 2011, the Company entered into a convertible debenture agreement with a company controlled by the former President of the Company. The Company received \$50,000 which is due five years from the advancement date. The loan shall be interest free for the first year, after which it shall bear interest at a rate of 10% per annum. The accrued interest shall be payable annually on the anniversaries of the advancement date, commencing on the second anniversary. The loan is secured by a patent held by the Company. Proceeds of the loan are to be used to continue with current business development activities. Any portion of the loan and unpaid interest are convertible at any time at the option of the lender into shares of common stock of the Company at a conversion price of US\$0.035 per share. The Company recognized the intrinsic value of the embedded beneficial conversion feature of \$28,571 as additional paid-in capital and reduced the carrying value of the convertible debenture to \$21,429. The carrying value will be accreted over the term of the convertible debenture up to its face value of \$50,000. As at December 31, 2018, the carrying value of the convertible debenture and accrued interest thereon were \$25,783 and \$33,443, respectively. The Company can repay any portion of the loan and accrued interest at any time without penalty.
- h) On August 29, 2011, the Company entered into a convertible debenture agreement with a company controlled by a Vice President of the Company. The Company received \$100,000 which is due five years from the advancement date. The loan shall be interest free for the first year, after which it shall bear interest at a rate of 10% per annum. The accrued interest shall be payable annually on the anniversaries of the advancement date, commencing on the second anniversary. Proceeds of the loan are to be used to continue with current business development activities. Any portion of the loan and unpaid interest are convertible at any time at the option of the lender into shares of common stock of the Company at a conversion price of US\$0.025 per share. As at December 31, 2018, the carrying value of the convertible debenture and accrued interest thereon were \$100,000 and \$71,299, respectively. The Company can repay any portion of the loan and accrued interest at any time without penalty.

6. Advances From Related Parties

- a) On December 9, 2008, the Company received \$25,000 from a company controlled by the President of the Company. The amount owing is unsecured, non-interest bearing, and has no specified repayment terms. As at December 31, 2018, the Company owed this company \$1,501 for payment of expenses on behalf of the Company.
- b) On September 5, 2008, the Company entered into a loan agreement with a company controlled by the President of the Company. The Company received \$25,000 which is non-interest bearing and is due five years from the advancement date. As at December 31, 2018, the loan payable was \$25,000.

7. Convertible Debenture

On May 18, 2010, the Company entered into a convertible loan agreement. The Company received \$50,000 which bears interest at 10% per annum and is due five years from the advancement date. Interest shall accrue from the advancement date and shall be payable on the fifth anniversary of the advancement date. Any portion of the loan and unpaid interest are convertible at any time at the option of the lender into shares of common stock of the Company at a conversion price of US\$0.035 per share. The Company recognized the intrinsic value of the embedded beneficial conversion feature of \$21,429 as additional paid-in capital and reduced the carrying value of the convertible debenture to \$28,571. The carrying value was accreted over the term of the convertible debenture up to its face value of \$50,000. As at December 31, 2018, the carrying values of the convertible debenture and accrued convertible interest thereon were \$50,000 and \$43,118, respectively. The Company can repay any portion of the loan and accrued interest at any time without penalty.

8. Share Purchase Warrants

As at December 31, 2018, no common share purchase warrants were outstanding:

9. Commitments

On July 1, 2009, the Company entered into an investor relations agreement. Pursuant to the agreement, the Company agreed to pay a fee of \$1,000 per month for a period of six months beginning on August 1, 2009, and ending January 1, 2010. The Company must also issue 75,000 shares within 7 days of signing the agreement. Any payments over 45 days will be subject to a penalty fee of 10% per week. On February 8, 2010, the Company issued 75,000 shares of common stock, which was included in common stock to be issued at December 31, 2009 at a value of \$2,282. On January 1, 2010, the agreement was extended for twelve months and the Company will issue an additional 75,000 shares. On January 1, 2011, the agreement was extended for twelve months for no additional consideration and can be cancelled by either party by giving one months written notice. As at December 31, 2011, the additional shares have not been issued and have been included in common stock to be issued at a value of \$2,282.

10. Income Taxes

The Company is subject to United States federal income taxes at an approximate rate of 21%. The reconciliation of the provision for income taxes at the United States federal statutory rate compared to the Company's income tax recovery as reported is as follows:

	Year Ended December 31, 2018 \$	Year Ended December 31, 2017 \$
Income tax recovery computed at the statutory rate	13,425	13,425
Deferred income tax assets		
Cumulative net operating losses	623,952	610,527
Valuation allowance	(623,952)	(610,527)
Net deferred income tax assets	—	—

The Company has net operating loss carry forwards of \$2,971,201 which expire commencing in 2028.