

# Disclosure Statement Pursuant to the Pink Basic Disclosure Guidelines

## Masterbeat Corporation

A Delaware Corporation  
246 Driftwood Rd  
Miramar Beach, FL 32550

(561) 570-7050

[info@masterbeatcorp.com](mailto:info@masterbeatcorp.com)

### **Quarterly Report**

**For the Period Ending: September 30, 2019**  
(the "Reporting Period")

As of September 30, 2019, the number of shares outstanding of our Common Stock was: 64,793,815

As of December 31, 2018 the number of shares outstanding of our Common Stock was: 44,893,815

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 Control<sup>1</sup> of the company has occurred over this reporting period:

Yes:  No:

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

Masterbeat Corporation.

Please also include the issuer's current standing in its state of incorporation (e.g. active, default, inactive):  
Active

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: MSTO

Exact title and class of securities outstanding: COMMON

CUSIP: 576363105

Par or Stated Value: .001

Total shares authorized: 850,000,000 as of: 9/30/2019

Total shares outstanding: 64,793,815 as of: 9/30/2019

Total shares in the public Float: 5,422,775 as of: 9/30/2019

Total number of shareholders: 130 as of: 9/30/2019

Exact title and class of securities outstanding: PREFERRED

CUSIP: N/A

Par or Stated Value: .001

Total shares authorized: 25,000,000 as of: 9/30/2019

Total shares outstanding: 20,000,000 as of: 9/30/2019

Total number of shareholders: 1 as of: 9/30/2019

Transfer Agent

Name: Action Stock Transfer  
Address 1: 2469 E. Fort Union Blvd, Suite 214  
Address 2: Salt Lake City, UT 84121  
Phone: (801) 274-1088 voice  
Email: [action@actionstocktransfer.com](mailto:action@actionstocktransfer.com)  
Website: [www.actionstocktransfer.com](http://www.actionstocktransfer.com)

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

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

Number of Shares outstanding as of December 31, 2017	Opening Balance: Common: 44,893,815 Preferred A: 20,000,000	
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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?
6/13/2019	Issuance	4,900,000	Common	\$0.001	Yes	Braeden Storm Enterprises (Eric Cousens)	Debt Conversion	Unrestricted	4a1 Exemption
7/8/2019	Issuance	5,000,000	Common	\$0.001	Yes	Braeden Storm Enterprises (Eric Cousens)	Debt Conversion	Restricted	4a1 Exemption
8/8/2019	Issuance	5,000,000	Common	\$0.001	Yes	Braeden Storm Enterprises (Eric Cousens)	Debt Conversion	Restricted	4a1 Exemption
9/16/2019	Issuance	5,000,000	Common	\$0.001	Yes	Braeden Storm Enterprises (Eric Cousens)	Debt Conversion	Restricted	4a1 Exemption

Number of Shares outstanding as of September 30, 2019	Closing Balance: Common: 64,793,815 Preferred A: 20,000,000	
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#### 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:

#### B. Debt Securities, Including Promissory and Convertible Notes

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

Date	Balance (\$)	Principal Amount at Issuance (\$)	Discount?	Name of Note holder
9/18/2015	289,839.12	210,000.00	Yes, discounted conversion price	Braeden Storm Enterprises (Eric Cousens) *
9/30/2019	274,453.00	274,453.00	Short Term Debt	Josh Tannariello (Company CEO)

\* The Short Term Debt is monies loaned to the Company by its CEO for Asset Acquisitions.

**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)<sup>2</sup>:

Name: **Sam Messina**  
Title: **CPA**  
Relationship to Issuer: **Consultant**

Please see the financial statements (and notes) below.

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Masterbeat Corporation  
Balance Sheet (Unaudited)  
As of September 30, 2019 & December 31, 2018

	As of September 30, 2019 (unaudited)	As of December 31, 2018 (unaudited)
<b>Current Assets</b>		
Cash and cash equivalents	28,308	0
Accounts Receivable	4,500	0
<b>Total current assets</b>	<b>32,808</b>	<b>0</b>
Property, Plant and Equipment (PP&E)	1,100,000	0
Goodwill	50,000	50,000
Investments	26,051	0
Other assets	0	0
<b>Total assets</b>	<b>1,208,859</b>	<b>50,000</b>
Accounts payable	1,088	0
Due to Related Party	274,453	0
Convertible Debt	190,100	210,000
Accrued Liabilities	87,739	0
<b>Total current liabilities</b>	<b>563,380</b>	<b>210,000</b>
Mortgage Payable	880,000	0
<b>Total liabilities</b>	<b>1,433,380</b>	<b>210,000</b>
<b>Shareholders' Deficit</b>		
Preferred Shares, par value \$0.001 per share, 25,000,000 Authorized; 20,000,000 Issued and outstanding as of September 30, 2019; Par value \$0.001 per share, 20,000,000 Authorized, and 20,000,000 Issued and outstanding as of December 31, 2018	20,000	20,000
Common Shares, par value \$0.001 per share, 850,000,000 Authorized; 64,793,815 Issued and outstanding as of September 30, 2019, and Par value \$.001 Per Share, 80,000,000 Authorized, 44,893,815 Issued and outstanding as of December 31, 2018	64,793	44,893
Additional Paid In Capital	0	0
Accumulated Deficit	(309,314)	(224,893)
Total Shareholders' Equity (Deficit)	<b>(244,561)</b>	<b>(160,000)</b>
Total liabilities and shareholders' Equity	<b>1,208,859</b>	<b>50,000</b>

The accompanying notes are an integral part of these financial statements

Masterbeat Corporation  
Statement of Operations (Unaudited)  
For the nine months ended September 30, 2019 & 2018

	9 Months Ended September 30, 2019  (unaudited)	9 Months Ended September 30, 2018  (unaudited)
REVENUES	29,183	0
COST OF SALES	0	0
GROSS PROFIT	29,183	0
Selling, General and Administrative	20,365	0
<b>INCOME (LOSS) FROM CONTINUING OPERATIONS</b>	<b>8,818</b>	<b>0</b>
<b>OTHER INCOME(EXPENSE):</b>		
Interest Expense	93,239	0
<b>TOTAL OTHER INCOME (EXPENSE):</b>	<b>(93,239)</b>	<b>0</b>
NET INCOME (LOSS) BEFORE PROVISION FOR INCOME TAXES	(84,421)	0
Provision for income taxes	0	0
<b>NET INCOME (LOSS)</b>	<b>(84,421)</b>	<b>0</b>
Weighted-average common shares outstanding- diluted	46,732,277	44,893,815
Income (Loss) per share – basic and diluted	(\$0.00)	0

**Masterbeat Corporation**  
**Statement of Operations (Unaudited)**  
For the three months ended September 30, 2019 & 2018

	3 Months Ended September 30, 2019 (unaudited)	3 Months Ended September 30, 2018 (unaudited)
REVENUES	24,683	0
COST OF SALES	0	0
GROSS PROFIT	24,683	0
Selling, General and Administrative	16,057	0
<b>INCOME (LOSS) FROM CONTINUING OPERATIONS</b>	<b>8,626</b>	<b>0</b>
<b>OTHER INCOME(EXPENSE):</b>		
Interest Expense	8,500	0
<b>TOTAL OTHER INCOME (EXPENSE):</b>	<b>(8,500)</b>	<b>0</b>
NET INCOME (LOSS) BEFORE PROVISION FOR INCOME TAXES	126	0
Provision for income taxes	0	0
<b>NET INCOME (LOSS)</b>	<b>126</b>	<b>0</b>
Weighted-average common shares outstanding- diluted	54,359,032	44,893,815
Income (Loss) per share – basic and diluted	\$0.00	0

The accompanying notes are an integral part of these financial statements

Masterbeat Corporation  
Statement of Cashflows (Unaudited)  
For the nine months ended September 30, 2019 & 2018

	9 Months Ended September 30 2019 (unaudited)	9 Months Ended September 30, 2018 (unaudited)
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>		
Net income (loss)	(84,421)	0
<b>Adjustments to reconcile loss to Net cash provided by</b>		
Common stock issued as compensation	0	0
<b>Changes in assets and liabilities:</b>		
(Increase) decrease in accounts receivable	(4,500)	0
Increase/(decrease) in accounts payable	450	0
Increase/(decrease) in accrued liabilities	105,931	0
<b>Net Cash flows from operating activities</b>	<b>17,460</b>	<b>0</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>		
Purchase of Investments	(26,052)	0
Purchase of Real Estate	(1,100,000)	0
<b>Total cash flows from investing activities</b>	<b>(1,126,052)</b>	<b>0</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES:</b>		
Proceeds from related party	256,900	0
Proceeds from Mortgage loans	880,000	0
<b>Total cash flows from financing activities</b>	<b>1,136,900</b>	<b>0</b>
<b>Increase in cash and equivalents</b>	<b>28,308</b>	<b>0</b>
<b>Cash and cash equivalents at beginning of Period</b>	<b>0</b>	<b>0</b>
<b>Cash and cash equivalents at end of Period</b>	<b>28,308</b>	<b>0</b>

The accompanying notes are an integral part of these financial statements



Masterbeat Corporation  
Statement of Stockholders' Equity (Unaudited)  
For the nine months ended September 30, 2019

	Preferred Shares	Preferred	Common Shares	Common	Additional Paid In Capital	Accumulated Deficit	Total
<b>Balance, December 31, 2017</b>	20,000,000	20,000	44,893,815	44,893	0	(224,893)	(160,000)
Net Income (Loss)						0	0
<b>Balance, December 31, 2018</b>	20,000,000	20,000	44,893,815	44,893	0	(224,893)	(160,000)
Conversion of Debt			19,900,000	19,900			19,900
Net Income (Loss)						(84,421)	(84,547)
<b>Balance, September 30, 2019</b>	20,000,000	20,000	64,793,815	64,793	0	(309,314)	(244,521)

The accompanying notes are an integral part of these financial statements

**Masterbeat Corporation**  
Notes to the Financial Statements  
For the nine months ended September 30, 2019

**NOTE 1 - NATURE OF BUSINESS**

**ORGANIZATION**

Masterbeat Corporation (“Masterbeat or the “Company”) was incorporated in the state of Delaware on May 17, 2007 as Green Mountain Recovery, Inc. On December 18, 2009, Masterbeat entered into a Share Exchange Agreement with Masterbeat, LLC, formerly a California Limited Liability company, to become Masterbeat Corporation.

On March 6, 2014, the company filed a 15-15D to terminate the Company’s reporting responsibilities with the Securities Exchange Commission. During this time, the majority of the Company’s assets, including subsidiaries, were liquidated and the majority of outstanding liabilities were settled. Starting in March 2014, the Company operated as a business-consulting firm until June 2019. After several changes in management (2014 – 2019), the Company appointed Josh Tannariello as its CEO and sole executive officer, in June 2019.

The Company specializes in hard, tangible asset acquisitions with an intense focus on real estate, precious metals and other tangible assets. The Company started SBQ Holdings, LLC, a Florida limited liability company, to handle its assets operations. The Company believes its progressive approach to an old school model, especially in this market based on fragile earnings multiples and uncertainty, to acquire hard, tangible assets will not only offer long term capital appreciation but also deliver revenues, profits and self-sustainability.

**ASSETS & ACQUISITIONS**

In the 3<sup>rd</sup> Quarter of 2019, the Company started to acquire assets and generate revenue through acquisitions of real estate and precious metals and management of additional real estate properties.

In July and August, 2019, the Company acquired 907 ounces of silver (900) and gold (7) bullion.

In September, 2019, the Company acquired the profitable Verano Palace property, which has generated over \$130,000 in revenue over the trailing 12 months, for \$1,150,000. Comparable, even near identical, properties have sold for over \$1,300,000 this year. As per the SBQ vision, this initial asset is income generating, profitable and self-sustaining, and SBQ is confident the property will also deliver significant asset appreciation. The Verano Palace asset was purchased and financed via a traditional mortgage which is personally backed and guaranteed by the Company’s CEO.

The 7 bedroom, 7.5 bath, 3 story Verano Palace property, located less than one block from the white sand beaches and emerald waters of Destin, Florida, features nearly 4,000 sq. ft. of exceptional living space, beach view balconies, a spacious private back yard highlighted by a 32 x 16 foot heated pool and parking for 8 cars. The 5 master king suites, all with private en suite baths, and 2 bedrooms with bunkbeds can accommodate almost 30 people. Additionally, the property has a gourmet kitchen, three living rooms (all with wet bars, mini fridges & icemakers), 9 total smart TVs and a fully outfitted game room. More details about SBQ’s Verano Palace property are available at:

<https://www.foreverdestinbeachrentals.com/details.aspx?pid=313584>.

[www.masterbeatcorp.com](http://www.masterbeatcorp.com)  
[info@masterbeatcorp.com](mailto:info@masterbeatcorp.com)

**NOTE 2 - SIGNIFICANT ACCOUNTING POLICIES**

## **GOING CONCERN**

The accompanying consolidated financial statements have been prepared assuming that the Company will continue as a going concern, which contemplates the realization of assets and the liquidation of liabilities in the normal course of business. The Company currently has \$28,308 of cash on hand, a stockholders Deficit of \$234,521 with an accumulated Deficit of \$309,314 and current period revenues of \$29,183 from property management operations. The Company cannot be certain that it will be successful in its various growth strategies.

These factors, among others, raise substantial doubt about the Company's ability to continue as a going concern. The accompanying consolidated financial statements do not include any adjustments that might result from the outcome of this uncertainty.

## **USE OF ESTIMATES**

The preparation of financial statements in conformity with U.S. general 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 consolidated financial statements, and reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

## **CASH AND CASH EQUIVALENTS**

For purposes of the statement of cash flows, cash equivalents include demand deposits, money market funds, and all highly liquid debt instruments with original maturities of six months or less.

## **FINANCIAL INSTRUMENTS**

The Company's balance sheet includes certain financial instruments, primarily, cash, accounts receivable, inventory, accounts payable, and debt to related parties. The carrying amounts of current assets and current liabilities approximate their fair value due to the relatively short period of time between the origination of these instruments and their expected realization.

## **CONCENTRATIONS AND CREDIT RISKS**

The Company's financial instruments that are exposed to concentrations and credit risk primarily consist of its cash, sales and accounts receivable.

*Cash* - The Company places its cash and cash equivalents with financial institutions of high credit worthiness. At times, its cash and cash equivalents with a particular financial institution may exceed any applicable government insurance limits. The Company's management plans to assess the financial strength and credit worthiness of any parties to which it extends funds, and as such, it believes that any associated credit risk exposures are limited.

## **PROPERTY, EQUIPMENT AND LONG-LIVED ASSETS**

Property and equipment are recorded at cost. Depreciation is provided over the estimated useful lives of the assets, five years, utilizing the straight method. Maintenance and repairs are expensed as incurred. Expenditures, which significantly increase value or extend useful asset lives are capitalized. When property or equipment is sold or retired, the related costs and accumulated depreciation are removed from the accounts and any gain or loss is recognized. The carrying amount of all long-lived assets is evaluated periodically to determine if adjustment to the depreciation period or the undepreciated balance is warranted. All tangible and intangible assets of the Company were impaired during the year ended December 31, 2012. Long-lived assets such as property, equipment and identifiable intangibles are reviewed for impairment whenever facts and circumstances indicate that the carrying value may not be recoverable. When required, impairment losses on assets to be held and used are recognized based on the fair value of the asset. The fair value is determined based

on estimates of future cash flows, market value of similar assets, if available, or independent appraisals, if required. If the carrying amount of the long-lived asset is not recoverable from its undiscounted cash flows, an impairment loss is recognized for the difference between the carrying amount and fair value of the asset. When fair values are not available, the Company estimates fair value using the expected future cash flows discounted at a rate commensurate with the risk associated with the recovery of the assets. We did not recognize any impairment losses for any periods presented.

## **REVENUE RECOGNITION**

The Company recognizes revenue in accordance with ASC 605, "*Revenue Recognition*". Revenue from the sale of cosmetics and other retail products is recognized when all of the following criteria have been met:

1. Persuasive evidence for an agreement exists;
2. The product or service has been provided;
3. The fee is fixed or determinable; and,
4. Collection is reasonably assured.

We recognize a sale when the product has been shipped, at which time risk of loss has passed, to the customer or the execution of the service provided has been invoiced and/or paid and the above criteria have been met.

## **SHARE-BASED COMPENSATION**

ASC 718, *Compensation – Stock Compensation*, prescribes accounting and reporting standards for all share-based payment transactions in which employee services are acquired. Transactions include incurring liabilities, or issuing or offering to issue shares, options, and other equity instruments such as employee stock ownership plans and stock appreciation rights. Share-based payments to employees, including grants of employee stock options, are recognized as compensation expense in the financial statements based on their fair values. That expense is recognized in the period of grant.

The Company accounts for stock-based compensation issued to non-employees and consultants in accordance with the provisions of ASC 505-50, *Equity-Based Payments to Non-Employees*. Measurement of share-based payment transactions with non-employees is based on the fair value of whichever is more reliably measurable: (a) the goods or services received; or (b) the equity instruments issued. The fair value of the share-based payment transaction is determined at the earlier of performance commitment date or performance completion date.

## **INCOME TAXES**

The Company accounts for income taxes under ASC 740, *Income Taxes*. Under the asset and liability method of ASC 740, deferred tax assets and liabilities are recognized for the future tax consequences attributable to differences between the financial statements carrying amounts of existing assets and liabilities and their respective tax bases. Deferred tax assets and liabilities are measured using enacted tax rates expected to apply to taxable income in the years in which those temporary differences are expected to be recovered or settled. The effect on deferred tax assets and liabilities of a change in tax rates is recognized in income in the period the enactment occurs. A valuation allowance is provided for certain deferred tax assets if it is more likely than not that the Company will not realize tax assets through future operations. Deferred tax assets or liabilities were off-set by a 100% valuation allowance, therefore there has been no recognized benefit as of the release of these financial statements.

## **COMMITMENTS AND CONTINGENCIES**

The Company follows ASC 450-20, "Loss Contingencies," to report accounting for contingencies. Liabilities for loss contingencies arising from claims, assessments, litigation, fines and penalties and other sources are recorded when it is probable that a liability has been incurred and the amount of the assessment can be reasonably estimated.

## **EARNINGS PER SHARE**

Net income (loss) per share is calculated in accordance with ASC 260, “*Earnings Per Share*.” The weighted-average number of common shares outstanding during each period is used to compute basic earning or loss per share. Diluted earnings or loss per share is computed using the weighted average number of shares and diluted potential common shares outstanding. Dilutive potential common shares are additional common shares assumed to be exercised. Basic net income (loss) per common share is based on the weighted average number of shares of common stock outstanding. Due to net operating loss, there is no presentation of dilutive earnings per share, as it would be anti-dilutive.

## **FORGIVENESS OF INDEBTEDNESS**

The Company follows the guidance of AS 470.10 related to debt forgiveness and extinguishment. Debts of the Company are considered extinguished when the statute of limitations in the applicable jurisdiction expire or when terminated by judicial authority such as the granting of a declaratory judgment. Debts to related parties or shareholders are treated as capital transactions when forgiven or extinguished and credited to additional paid in capital. Dents to non-related parties are treated as other income when forgiven or extinguished.

## **RECENT ACCOUNTING PRONOUNCEMENTS**

We have reviewed all the recently issued, but not yet effective, accounting pronouncements and we do not believe any of these pronouncements will have a material impact on the Company.

In March 2016, the Financial Accounting Standards Board (“FASB”) issued Accounting Standards Update (“ASU”) No. 2016-09, Compensation – Stock Compensation (Topic 718): Improvements to Employee Share-Based Payment Accounting. This guidance changes how companies account for certain aspects of share-based payments to employees. Among other things, under the new guidance, companies will no longer record excess tax benefits and certain tax deficiencies in additional paid-in-capital (“APIC”), but will instead record such items as income tax expense or benefit in the income statement, and APIC pools will be eliminated. Companies will apply this guidance prospectively. Another component of the new guidance allows companies to make an accounting policy election for the impact of forfeitures on the recognition of expense for share-based payment awards, whereby forfeitures can be estimated, as required today, or recognized when they occur. If elected, the change to recognize forfeitures when they occur needs to be adopted using a modified retrospective approach. All of the guidance will be effective for the Company in the fiscal year beginning October 1, 2017. Early adoption is permitted. The Company is currently evaluating the impact of this guidance, if any, on its financial statements and related disclosures.

In February 2016, the FASB issued ASU 2016-02, Leases (Topic 842), which issued new guidance related to leases that outlines a comprehensive lease accounting model and supersedes the current lease guidance. The new guidance requires lessees to recognize lease liabilities and corresponding right-of-use assets for all leases with lease terms of greater than 12 months. It also changes the definition of a lease and expands the disclosure requirements of lease arrangements. The new guidance must be adopted using the modified retrospective approach and will be effective for the Company in the fiscal year beginning October 1, 2019.

Early adoption is permitted. The Company is currently evaluating the impact of this guidance, if any, on its financial statements and related disclosures. In July 2015, the FASB issued ASU No. 2015-11, Inventory (Topic 330): Simplifying the Measurement of Inventory.

The guidance requires an entity to measure inventory at the lower of cost or net realizable value, which is the estimated selling prices in the ordinary course of business, less reasonably predictable costs of completion, disposal, and transportation, rather than the lower of cost or market in the previous guidance. This amendment applies to inventory that is measured using first-in, first-out (FIFO). This amendment is effective for public entities for fiscal years beginning after December 15, 2016, including interim periods within those years. A reporting entity should apply the amendments prospectively with earlier application permitted as of the beginning of an interim or annual reporting period. The Company is currently evaluating the impact of this guidance, if any, on its financial statements and related disclosures.

In May 2014, the FASB issued ASU No. 2014-09, Revenue from Contracts with Customers (“ASU 2014- 09”), which requires an entity to recognize the amount of revenue to which it expects to be entitled for the transfer of promised goods or services to customers. ASU 2014-09 will replace most existing revenue recognition guidance in U.S. generally accepted accounting principles when it becomes effective. In July 2015, the FASB deferred the effective date of the standard by an additional year; however, it provided companies the option to adopt one year earlier, commensurate with the original effective date. Accordingly, the standard will be effective for the Company in the fiscal year beginning October 1, 2018, with an option to adopt the standard for the fiscal year beginning October 1, 2017. The Company is currently evaluating this standard and has not yet selected a transition method or the effective date on which it plans to adopt the standard, nor has it determined the effect of the standard on its financial statements and related disclosures.

### **NOTE 3 - INCOME TAXES**

Income taxes are provided based upon the liability method. Under this approach, deferred income taxes are recorded to reflect the tax consequences in future years of differences between the tax basis of assets and liabilities and their financial reporting amounts at each year-end. A valuation allowance is recorded against deferred tax assets if management does not believe the Company has met the “more likely than not” standard imposed by accounting standards to allow recognition. The Company expected no net deferred tax assets to be recognized, resulting from net operating loss carry forwards. Deferred tax assets were offset by a corresponding allowance of 100%. The Company experienced a change in control subsequent to the balance sheet date and therefor no more than an insignificant portion of this net operating allowance will ever be used against future taxable income.

### **NOTE 4 – PROPERTY, PLANT AND EQUIPMENT**

During the nine months ended September 30, 2019, the Company purchased a real estate property at 246 Driftwood Road, Miramar Beach, FL 32550 for \$1.1 million. The Company put down \$220,000 which was loaned by its Chief Executive Officer and took out a 30 mortgage in the amount of \$880,000 with a 7 year ARM at 5.125%. The Company currently has the property rented to a tenant and collects rental income.

### **NOTE 5 - INVESTMENTS**

During the nine months ended September 30, 2019, the Company purchased 900 1 – ounce rounds of silver coins and 7 1 oz gold American Eagle \$50 coins.

### **NOTE 6 - COMMITMENTS AND CONTINGENCIES**

#### *Risks and Uncertainties*

The Company’s operations are subject to significant risks and uncertainties including financial, operational and regulatory risks, including the potential risk of business failure.

The Company does not have employment contracts with its key employees, including the controlling shareholders who are officers of the Company.

#### *Legal and other matters*

In the normal course of business, the Company may become a party to litigation matters involving claims against the Company. The Company's management is unaware of any pending or threatened assertions and there are no current matters that would have a material effect on the Company’s financial position or results of operations.

### **NOTE 7 – CONVERTIBLE NOTE PAYABLE**

The company has issued one convertible debt note to a non-affiliated third party. The only convertible note currently outstanding consist of the following:

Original Amount	Date issued	Current Balance
\$210,000.00	09/18/2015	\$289,839.12*

\*The note is payable due on demand and convertible at the option of the holder into common shares at a discount due to the extremely high risk that the loans pose to the debtor. The note carries an interest rate of 10% and is convertible at the lower of the 50% of the lowest per share value of the preceding 10 trading days or \$0.001.

#### **NOTE 8 – INTANGIBLE ASSETS**

The company has assessed a value of \$50,000.00 in goodwill. This is based on its values a publicly traded entity and although has minimal revenue in the period covered by this information statement, the company continues to operate and therefore has goodwill value.

#### **NOTE 9- EQUITY**

At the end of the period represented by this disclosure document, the Company is authorized to issue 25,000,000 shares of \$0.001 par value Preferred Stock, of which, 20,000,000 shares of \$0.001 par value convertible Preferred Series A stock are designated and issued. Holders of Preferred Series A Stock are granted 100 common shares votes for each share of Preferred Series A Stock held.

During the period the company was authorized to issue 850,000,000 shares of \$0.001 par value common stock.

During the period covered by this information statement the company has issued 19,900,000 new shares for the conversion of \$19,900 in principal and interest on convertible debt bringing the total outstanding shares to 64,793,815.

----End of Notes to the Financial Statements----

**5) Describe the Issuer's Business, Products and Services**

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

Masterbeat Corporation is an asset acquisitions company focused on real estate and precious metals.

- 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

The Company was incorporated under the laws of the State of Delaware on May 17, 2007.

Masterbeat Corporation  
246 Driftwood Rd  
Miramar Beach, FL 32550  
(561) 570-7050  
[info@masterbeatcorp.com](mailto:info@masterbeatcorp.com)

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

The company's principle products or services are acquisitions and asset management services.

**6) Describe the Issuer's Facilities**

The Company currently operates out of space provided free of charge to the company by the company's CEO, and will do so until such time that the company needs its own facilities.

**7) Officers, Directors, and Control Persons**

- A. Names of Officers, Directors, and Control Persons.

Josh Tannariello  
Chief Executive Officer, Director  
246 Driftwood Rd,  
Miramar Beach FL 32550  
Owns 20,000,000 Preferred Series A super voting shares – Approx. 97% of outstanding shares

- B. Legal/Disciplinary History. Please identify whether any of the foregoing persons have, in the last five years, been the subject of:

1. A conviction in a criminal proceeding or named as a defendant in a pending criminal proceeding (excluding traffic violations and other minor offenses); NO
2. The entry of an order, judgment, or decree, not subsequently reversed, suspended or vacated, by a court of competent jurisdiction that permanently or temporarily enjoined, barred, suspended or otherwise limited such person's involvement in any type of business, securities, commodities, or banking activities; NO
3. A finding or judgment by a court of competent jurisdiction (in a civil action), the Securities and Exchange Commission, the Commodity Futures Trading Commission, or a state securities regulator of a violation of federal or state securities or commodities law, which finding or judgment has not been reversed, suspended, or vacated; NO
4. The entry of an order by a self-regulatory organization that permanently or temporarily barred suspended or otherwise limited such person's involvement in any type of business or securities activities. NO

- C. Beneficial Shareholders.



The following are persons or entities owning 5% of the current outstanding shares or more as of the date of this information statement.

Josh Tannariello  
246 Driftwood Rd,  
Miramar Beach FL 32550  
Owns 20,000,000 Preferred Series A shares – Approx. 97% of outstanding shares

## 8) Legal/Disciplinary History

A. Please identify whether any of the persons listed above have, in the past 10 years, been the subject of:

3. A conviction in a criminal proceeding or named as a defendant in a pending criminal proceeding (excluding traffic violations and other minor offenses);

None

4. 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.

There are no pending legal actions.

## 9) Third Party Providers

Please provide the name, address, telephone number, and email address of each of the following outside providers that advise your company on matters relating to operations, business development and disclosure:

- a. Legal Counsel: None
- b. Accountant or Auditor:  
Sam Messina, CPA  
2507 Desplaines Ave.  
North Riverside, IL 60546  
sammessina2015&att.net  
(713) 587-6201
- c. Investor Relations Consultant: None

d. Other Advisor: None

**10) Issuer Certification**

I, Josh Tannariello certify that:

1. I have reviewed this Disclosure Statement of Masterbeat Corporation;
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.

11/20/2019

[Date]

/s/ Josh Tannariello

[CEO's Signature]