

Trafalgar Resources, Inc.  
Form 10-Q  
August 20, 2018

**UNITED STATES**  
**SECURITIES AND EXCHANGE COMMISSION**

Washington, D.C. 20549

**FORM 10-Q**

**QUARTERLY REPORT PURSUANT TO SECTION 13 OR 15(d) OF THE SECURITIES EXCHANGE ACT OF 1934**

For the quarterly period ended **June 30, 2018** or

**TRANSITION REPORT PURSUANT TO SECTION 13 OR 15(d) OF THE SECURITIES EXCHANGE ACT OF 1934**

For the transition period from \_\_\_\_\_ to \_\_\_\_\_

**001-32522**

Commission file number

**Trafalgar Resources, Inc.**

(Exact name of registrant as specified in its charter)

**Utah**

State or other jurisdiction of incorporation or organization

**91-0974149**

(I.R.S. Employer  
Identification No.)

**Everbright Center, Suite 3102**

**0000**

**108 Gloucester Road**

**Wanchai, Hong Kong**

(Address of principal executive offices)

(Zip Code)

**(303) 953-4245**

Registrant's telephone number, including area code

(Former name, former address and former fiscal year, if changed since last report)

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Indicate by check mark whether the registrant (1) has filed all reports required to be filed by Section 13 or 15(d) of the Securities Exchange Act of 1934 during the preceding 12 months (or for such shorter period that the registrant was required to file such reports), and (2) has been subject to such filing requirements for the past 90 days. Yes  No

Indicate by check mark whether the registrant has submitted electronically and posted on its corporate Web site, if any, every Interactive Data File required to be submitted and posted pursuant to Rule 405 of Regulation S-T (§232.405 of this chapter) during the preceding 12 months (or for such shorter period that the registrant was required to submit and post such files). Yes  No

Indicate by check mark whether the registrant is a large accelerated filer, an accelerated filer, a non-accelerated filer, or a smaller reporting company. See the definitions of large accelerated filer, accelerated filer and smaller reporting company in Rule 12b-2 of the Exchange Act.

Large accelerated filer	<input type="checkbox"/>	Accelerated filer	<input type="checkbox"/>
Non-accelerated filer	<input type="checkbox"/>	Smaller reporting company	<input checked="" type="checkbox"/>
Emerging Growth Company	<input type="checkbox"/>		

(Do not check if a smaller reporting company)

If an emerging growth company, indicate by check mark if the registrant has elected not to use the extended transition period for complying with any new or revised financial accounting standards provided pursuant to Section 13(a) of the Exchange Act.

Indicate by check mark whether the registrant is a shell company (as defined in Rule 12b-2 of the Exchange Act). Yes  No

APPLICABLE ONLY TO CORPORATE ISSUERS:

State the number of shares outstanding of each of the issuer's classes of common equity, as of the latest practicable date.

Class	Outstanding August 17, 2018
Common Stock, no par value	5,251,309 shares



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**PART I FINANCIAL INFORMATION**

Item 1. Financial Statements

**Trafalgar Resources, Inc.**

**Balance Sheets**

**As of June 30, 2018, and September 30, 2017**

**(Unaudited)**

	<b>June 30,</b>	<b>September 30,</b>
	<b>2018</b>	<b>2017</b>
	<b>\$</b>	<b>\$</b>
<b>ASSETS</b>		
<b>Current Assets</b>		
Cash		16,473
Prepaid expenses		15,140

	834
	3,333
<b>Total Current Assets</b>	
	<b>17,307</b>
	<b>18,473</b>
<b>TOTAL ASSETS</b>	
	<b>17,307</b>
	<b>18,473</b>
<b>LIABILITIES AND STOCKHOLDERS DEFICIT</b>	

**Current Liabilities**

Accounts payable and accrued expenses

4,632

632

Interest payable - related party

123,939

103,589

Income taxes payable

-

100

Notes payable - related party

220,000

190,000

**Total Current Liabilities**



348,571

294,321

**Long-term Liability**

Notes payable - related party

20,000

30,000

**Total Liabilities**

368,571

324,321

**Stockholders' Deficit**

Common stock no par value, 100,000,000 shares

authorized, 5,251,309 shares issued and outstanding

137,413

137,413

Accumulated Deficit

(488,677)

(443,261)

**Total Stockholders' Deficit**

**(351,264)**

**(305,848)**

**TOTAL LIABILITIES AND STOCKHOLDERS' DEFICIT**

**17,307**

The accompanying notes are an integral part of these financial statements

**Trafalgar Resources, Inc.****Statements of Operations**

**For the three months and nine months ended June 30, 2018 and 2017  
(Unaudited)**

	\$	\$	\$	\$
<b>Income</b>	-	-	-	-
<b>Cost of Sales</b>	-	-	-	-
<b>Gross Profit</b>	-	-	-	-
<b>Operating expenses:</b>				
General and administrative	10,430	7,439	25,066	23,852
Professional fees	-	-	-	-
<b>Total operating expenses</b>	10,430	7,439	25,066	23,852
<b>Profit (Loss) from operations</b>	(10,430)	(7,439)	(25,066)	(23,852)
Interest expense, related parties	(7,050)	(6,650)	(20,350)	(19,050)
Profit (Loss) before income taxes	(17,480)	(14,089)	(45,416)	(42,902)
Provision for income taxes	-	-	-	-
<b>Net profit (loss)</b>	(17,480)	(14,089)	(45,416)	(42,902)
Net profit (loss) per common share				
Basic and diluted	(\$0.00)*	(\$0.00)*	(\$0.00)*	(\$0.00)*
Weighted number of shares outstanding				
Basic and diluted	5,251,309	5,251,309	5,251,309	5,251,309

\*denotes net loss per common share of less than \$0.01 per share.

The accompanying notes are an integral part of these financial statements



**Trafalgar Resources, Inc.****Statements of Cash Flows**

**For the nine months ended June 30, 2018 and 2017**  
**(Unaudited)**

	<b>For the nine months</b>	
	<b>ended June 30,</b>	
	2018	2017
<b>Operating Activities:</b>		
Net loss	\$(45,416)	\$(42,902)
<b>Adjustments to reconcile net loss to net cash used in operating activities:</b>		
<b>Changes in operating assets and liabilities:</b>		
(Increase)/Decrease Accounts payable and accrued expenses	4,000	-
Increase/(Decrease) Prepaid Expenses	2,499	(2,395)
Increase/(Decrease) Interest payable	20,350	19,050
Increase/(Decrease) Income taxes payable	(100)	(100)
<b>NET CASH (USED) BY OPERATING ACTIVITIES</b>	<b>\$(18,667)</b>	<b>\$(26,347)</b>
<b>NET CASH FLOW FROM FINANCING ACTIVITIES:</b>		
Proceeds from issuance of notes payable, related party	<b>20,000</b>	<b>30,000</b>
<b>NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS</b>	<b>1,333</b>	<b>3,653</b>
<b>CASH AND CASH EQUIVALENTS at beginning of period</b>	15,140	15,191
<b>CASH AND CASH EQUIVALENTS at end of period</b>	<b>\$16,473</b>	<b>\$18,844</b>
<u>Supplemental disclosure of cash flow information</u>		
Cash paid for:		
Interest	\$ -	\$ -
Income Taxes	\$ 100	\$ 100

The accompanying notes are an integral part of these financial statements

**Trafalgar Resources, Inc.**

**Notes to the Unaudited Condensed Financial Statements**

**June 30, 2018**

**NOTE 1 NATURE OF OPERATIONS AND BASIS OF PRESENTATION**

Trafalgar Resources, Inc. (the "Company") was incorporated under the laws of the State of Utah on October 25, 1972. The Company has not commenced operations that have resulted in significant revenue and the Company's efforts have been devoted primarily to activities related to raising capital and attempting to acquire an operating entity.

**Basis of Presentation**

The financial statements present the balance sheets, statements of operations and cash flows of the Company. These financial statements are presented in the United States dollars and have been prepared in accordance with accounting principles generally accepted in the United States.

**Unaudited Financial Statements**

The accompanying unaudited financial statements have been prepared in accordance with generally accepted accounting principles for financial information and with the instructions to Form 10-Q, Article 8 of Regulation S-X of the United States Securities and Exchange Commission. They do not include all of the information and footnotes required by United States generally accepted accounting principles for complete financial statements. However, except as disclosed herein, there has been no material change in the information disclosure in the notes to the financial statements for the year ended September 30, 2017 included in the Company's Annual Report on Form 10-K filed with the Securities and Exchange Commission. The unaudited financial statements should be read in conjunction with those financial statements included in Form 10-K.

In the opinion of Management, all adjustments considered necessary for a fair presentation, consisting solely of normal recurring adjustments, have been made. Operating results for the three months ended June 30, 2018 are not necessarily indicative of the results that may be expected for the year ending September 30, 2018.



Loss per Common Share

Basic loss per share is computed by dividing the net loss attributable to the common stockholders by the weighted average number of shares of common stock outstanding during the period. Fully diluted loss per share is computed similar to basic loss 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. There were no dilutive financial instruments issued or outstanding for the nine months ended June 30, 2018 or June 30, 2017.

Income Taxes

The Company accounts for income taxes pursuant to FASB ASC 740. Deferred tax assets and liabilities are measured using enacted tax rates in effect for the year in which the differences are expected to reverse. Deferred tax assets will be reflected on the balance sheet when it is determined that it is more likely than not that the asset will be realized. A valuation allowance has currently been recorded to reduce our deferred tax asset to \$0.

Fair Value of Financial Instruments