

Silverstar Resources, Inc.  
Form 10-Q  
August 19, 2015

**UNITED STATES**  
**SECURITIES AND EXCHANGE COMMISSION**  
**Washington, D.C. 20549**

**Form 10-Q**

(Mark One)

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

For the quarterly period ended: **June 30, 2015**

or

TRANSITION REPORT UNDER SECTION 13 OR 15(d) OF THE SECURITIES EXCHANGE ACT OF 1934

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

Commission File Number **333-140299**

**SILVERSTAR RESOURCES,  
INC.**

(Exact name of registrant as specified in its charter)

**Nevada**  
(State or other jurisdiction of incorporation or  
organization)

**98-0425627**  
(IRS Employer Identification No.)

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1489 West Warm Springs Road, Ste. 110,  
Henderson, Nevada

(Address of principal executive offices)

89014

(Zip Code)

(612) 961-5656

(Registrant's telephone number, including area code)

N/A

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

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. x 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    x No

Indicate by check mark whether the registrant is a large accelerated filer, an accelerated filer, a non-accelerated filer, or a small 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"/> |

(Do not check if a smaller reporting company)

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

As of August 19, 2015 there were 3,436,840 shares of Common Stock of the issuer outstanding.

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#### FORWARD LOOKING STATEMENTS

Statements made in this Form 10-Q that are not historical or current facts are forward-looking statements. These statements often can be identified by the use of terms such as “may,” “will,” “expect,” “believe,” “anticipate,” “estimate,” “approximate” or “continue,” or the negative thereof. We caution readers not to place undue reliance on any such forward-looking statements, which speak only as of the date made. Any forward-looking statements represent management’s best judgment as to what may occur in the future. However, forward-looking statements are subject to risks, uncertainties and important factors beyond our control that could cause actual results and events to differ materially from historical results of operations and events and those presently anticipated or projected. Among the factors that could cause actual results to differ materially from the forward-looking statements are the following: the Company’s ability to obtain necessary capital, the Company’s ability to meet anticipated development timelines, the Company’s ability to protect its proprietary technology and knowhow; the Company’s ability to identify and develop a network of physicians, the Company’s ability to establish a global market, clinical trial results, the Company’s ability to successfully consummate future acquisitions and such other risk factors identified from time to time in the Company’s reports filed with the Securities and Exchange Commission, including those filed with this Form 10-Q quarterly report. We disclaim any obligation subsequently to revise any forward-looking statements to reflect events or circumstances after the date of such statement or to reflect the occurrence of anticipated or unanticipated events.

## ITEM 1: FINANCIAL STATEMENTS

**SILVERSTAR RESOURCES, INC**  
**CONSOLIDATED BALANCE SHEETS**  
(Unaudited)

| ASSETS  | June 30,<br>2015 | September 30,<br>2014 |
|---|------------------|-----------------------|
| Current Assets:   |                  |                       |
| Cash and cash equivalents   | \$ 63            | \$ 24                 |
| Total current assets  | 63               | 24                    |
| Asset held for sale   | 80,000           | --                    |
| Total Assets  | 80,063           | 24                    |
| <b>LIABILITIES AND STOCKHOLDERS' DEFICIT</b>  |                  |                       |
| Current Liabilities:  |                  |                       |
| Accounts payable and accrued expenses   | \$ 172,106       | \$ 118,768            |
| Convertible debentures - net of discount  | 94,666           | 104,666               |
| Advances – related parties  | 177,458          | 130,508               |
| Derivative liability  | 106,105          | --                    |
| Note payable  | 142,489          | 81,989                |
| Total current liabilities   | 692,824          | 435,931               |
| Total liabilities   | 692,824          | 435,931               |
| Stockholders' Equity(Deficit):  |                  |                       |
| Preferred stock: \$0.001 par value 5,000,000 shares authorized, none issued and outstanding   | --               | --                    |
| Common stock; \$0.001 par value, 220,000,000 shares authorized, 3,436,840 and 2,591,840 shares issued and outstanding, respectively | 3,437            | 2,592                 |
| Additional paid-in capital  | 1,910,805        | 1,795,158             |
| Accumulated deficit   | (2,527,003)      | (2,233,657)           |
| Total stockholders' deficit   | (612,761)        | (435,907)             |
| Total Liabilities and Stockholders' Equity  | \$ 80,063        | \$ 24                 |

The accompanying notes are an integral part of the unaudited consolidated financial statements.



**SILVERSTAR RESOURCES, INC**  
**CONSOLIDATED STATEMENTS OF OPERATIONS**

(Unaudited)

|  | Three Months Ended June 30, |              | Nine Months Ended June 30, |              |
|--|-----------------------------|--------------|----------------------------|--------------|
|  | 2015                        | 2014         | 2015                       | 2014         |
| Operating Expenses:  |                             |              |                            |              |
| General and administrative   | \$ 21,220                   | \$ 97,920    | \$ 144,911                 | \$ 243,482   |
| Loss from operations   | (21,220)                    | (97,920)     | (144,911)                  | (243,482)    |
| Other Income (Expenses):   |                             |              |                            |              |
| Gain on debt forgiveness   | --                          | 8,867        | 9,015                      | 8,867        |
| Gain(loss) on derivative liability   | 3,243                       | --           | (106,105)                  | --           |
| Loss on prepaid expense  | --                          | (9,000)      | --                         | (9,000)      |
| Interest expense   | (5,785)                     | (4,997)      | (47,403)                   | (17,590)     |
| Total other income (expenses)  | (2,542)                     | (5,130)      | (144,493)                  | (17,723)     |
| Net loss from continued operations   | (23,762)                    | (103,050)    | (289,404)                  | (261,205)    |
| Net loss from discontinued operations  | (3,942)                     | --           | (3,942)                    | --           |
| Net loss   | \$ (27,704)                 | \$ (103,050) | \$ (293,346)               | \$ (261,205) |
| Net loss from continued operations per common share attributable to common stockholders (basic and diluted)    | \$ (0.01)                   | -            | \$ (0.09)                  | -            |
| Net loss from discontinued operations per common share attributable to common stockholders (basic and diluted) | \$ (0.00)                   | -            | \$ (0.00)                  | -            |
| Net income (loss) per common share attributable to common stockholders (basic and diluted)                     | \$ (0.01)                   | \$ (0.04)    | \$ (0.09)                  | \$ (0.14)    |
| Weighted average common shares outstanding (basic and diluted):  | 3,436,840                   | 2,608,473    | 3,092,170                  | 1,794,298    |

The accompanying notes are an integral part of the unaudited financial statements.

**SILVERSTAR RESOURCES, INC**  
**CONSOLIDATED STATEMENTS OF CASH FLOWS**

(Unaudited)

|   | Nine Months Ended |                  |
|---|-------------------|------------------|
|   | June 30,          |                  |
|   | 2015              | 2014             |
| <b>CASH FLOWS FROM OPERATING ACTIVITIES</b>                                     |                   |                  |
| Net loss from continued operations  | \$ (289,404)      | \$ (261,205)     |
| Net loss from discontinued operations   | (3,942)           | --               |
| Adjustments to reconcile net loss to net cash provided by operating activities: |                   |                  |
| Stock based compensation  | 73,500            | --               |
| Write down of mining costs  | --                | 81,989           |
| Loss in fair value of derivative liability                                      | 106,105           | -                |
| (Gain) loss on debt forgiveness   | (9,015)           | --               |
| Amortization of beneficial conversion feature                                   | 29,841            |                  |
| Changes in operating assets and liabilities:                                    |                   |                  |
| Accounts payable and accrued expense  | 22,922            | 42,961           |
| Accrued interest  | 42,582            | 16,428           |
| Prepaid   | --                | 249              |
| Shares to be issued   | --                | (88,125)         |
| <b>NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES</b>                      | <b>(27,411)</b>   | <b>(207,703)</b> |
| <b>NET CASH FROM INVESTING ACTIVITIES</b>                                       |                   |                  |
| Investment in assets held for sale  | (80,000)          | --               |
| <b>NET CASH USED IN INVESTING ACTIVITIES</b>                                    | <b>(80,000)</b>   | <b>--</b>        |
| <b>CASH FLOWS FROM FINANCING ACTIVITIES</b>                                     |                   |                  |
| Proceeds from advances- related party   | 46,950            | 5,696            |
| Proceeds on credit card   | --                | (1,760)          |
| Proceeds from short term notes  | 60,500            | --               |
| Proceeds from conversion of warrants to stock                                   | --                | 87,501           |
| Proceeds from advances  | --                | 110,468          |
| <b>NET CASH PROVIDED BY FINANCING ACTIVITIES</b>                                | <b>107,450</b>    | <b>201,905</b>   |
| Net increase (decrease) in cash   | 39                | (5,798)          |
| Cash, beginning of period   | 24                | 5,869            |
| Cash, end of period   | \$ 63             | \$ 70            |
| <b>SUPPLEMENTAL CASH FLOWS NFORMATION</b>                                       |                   |                  |
| Interest paid   | \$ --             | \$ --            |
| Income taxes paid   | \$ --             | \$ --            |

NONCASH INVESTING AND FINANCING ACTIVITIES:



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|  |    |        |    |        |
|--|----|--------|----|--------|
| Common stock issued for accounts payable     | \$ | 3,150  | \$ | --     |
| Notes payable issued for mining costs        | \$ | --     | \$ | 81,989 |
| Common stock issued for debt                 | \$ | 22,166 | \$ | 94,525 |
| Discount for beneficial conversation feature | \$ | 29,841 | \$ | --     |

The accompanying notes are an integral part of the unaudited financial statements.

**SILVERSTAR RESOURCES, INC**

**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS**

**(Unaudited)**

**NOTE 1 – ORGANIZATION AND BASIS OF PRESENTATION**

Silverstar Resources, Inc (formally Silverstar Mining Corp) (the “Company”) was incorporated under the laws of the State of Nevada on December 5, 2003. On March 4, 2008, the Company completed a merger with its wholly-owned subsidiary, Silverstar Resources Corp., which was incorporated by the Company solely to effect the name change of the Company to Silverstar Resources Corp. The Company was incorporated for the purpose to promote and carry on any lawful business for which a corporation may be incorporated under the laws of the State of Nevada.

On January 23, 2015 the board of directors with the consent of a majority of its shareholders approved amended articles of incorporation to include a change of name to Silverstar Resources, Inc and a reverse split of its common stock resulting in shareholders receiving one share for every five shares (5 to 1) they hold as of record of that date. In addition the amendment set the authorized shares of common stock at 220,000,000 and preferred stock at 5,000,000 shares both at a par value of \$0.001.

On March 10, 2015 the Company formed 1030029 Ltd, an Alberta numbered company as a wholly owned subsidiary to meet the requirements of holding working interest of Alberta producing oil and gas properties.

**NOTE 2 – BASIS OF PRESENTATION**

The accompanying unaudited interim financial statements of the Company have been prepared in accordance with accounting principles generally accepted in the United States of America and the rules of the Securities and Exchange Commission (SEC), and should be read in conjunction with the audited financial statements and notes thereto contained in the Company’s September 30, 2014 Annual Report filed with the SEC on Form 10-K. In the opinion of management, all adjustments, consisting of normal recurring adjustments, necessary for a fair presentation of financial position and the results of operations for the interim periods presented have been reflected herein. The results of operations for interim periods are not necessarily indicative of the results to be expected for the full year. Notes to the financial statements which would substantially duplicate the disclosure contained in the audited financial statements for the most recent fiscal year end September 30, as reported on Form 10-K, have been omitted.

**NOTE 3 - GOING CONCERN**

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As shown in the accompanying financial statements, Silverstar Resources has an accumulated deficit of \$2,527,003 as of June 30, 2015 and incurred a net loss of \$293,346 for the nine months period ended June 30, 2015. Unless the Company is able to attain profitability and increases in stockholders' equity continue, these conditions raise substantial doubt as to Silverstar Resources' ability to continue as a going concern. The consolidated financial statements do not include any adjustments that might be necessary if Silverstar Resources is unable to continue as a going concern.

Silverstar Resources continues to review its expense structure reviewing costs and their reduction to move towards profitability. The Company's expenses are planned to decrease as a percent of revenue resulting in profitability and increased shareholders' equity.

### **NOTE 4 – DERIVATIVE INSTRUMENTS**

During the nine month period ended June 30, 2015 the Company changed the conversion features on a convertible instrument that require liability classification under ASC 815. These instruments are measured at fair value at the end of each reporting period. (See Note 5)

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As defined in FASB ASC 820, fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date (exit price). The Company utilized the market data of similar entities in its industry or assumptions that market participants would use in pricing the asset or liability, including assumptions about risk and the risks inherent in the inputs to the valuation technique. These inputs can be readily observable, market corroborated, or generally unobservable. The Company classifies fair value balances based on the observability of those inputs. FASB ASC 820 establishes a fair value hierarchy that prioritizes the inputs used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (level 1 measurement) and the lowest priority to unobservable inputs (level 3 measurement).

The three levels of the fair value hierarchy are as follows:

**Level 1** – Quoted prices are available in active markets for identical assets or liabilities as of the reporting date. Active markets are those in which transactions for the asset or liability occur in sufficient frequency and volume to provide pricing information on an ongoing basis. Level 1 primarily consists of financial instruments such as exchange-traded derivatives, marketable securities and listed equities.

**Level 2** – Pricing inputs are other than quoted prices in active markets included in level 1, which are either directly or indirectly observable as of the reported date and includes those financial instruments that are valued using models or other valuation methodologies. These models are primarily industry-standard models that consider various assumptions, including quoted forward prices for commodities, time value, volatility factors, and current market and contractual prices for the underlying instruments, as well as other relevant economic measures. Substantially all of these assumptions are observable in the marketplace throughout the full term of the instrument, can be derived from observable data or are supported by observable levels at which transactions are executed in the marketplace. Instruments in this category generally include non-exchange-traded derivatives such as commodity swaps, interest rate swaps, options and collars.

**Level 3** – Pricing inputs include significant inputs that are generally less observable from objective sources. These inputs may be used with internally developed methodologies that result in management's best estimate of fair value.

The following table sets forth by level within the fair value hierarchy the Company's financial assets and liabilities that were accounted for at fair value as September 30, 2014 and June 30, 2015:

| Recurring Fair Value Measures                   | Level 1 | Level 2 | Level 3    | Total      |
|---|---------|---------|------------|------------|
| <b>LIABILITIES:</b>                             |         |         |            |            |
| Derivative liabilities as of September 30, 2014 | --      | --      | \$ --      | \$ --      |
| Derivative liabilities as of June 30, 2015      | --      | --      | \$ 106,105 | \$ 106,105 |

The below table represents the change in the fair value of the derivative liabilities during the nine months ended June 30, 2015:

|   |        |
|---|--------|
| Fair value of derivatives, September 30, 2014 | \$ --  |
| Derivative at time of initial measurement     | 40,223 |

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|  |            |
|--|------------|
| Change in fair value of derivative liability | 65,882     |
| Fair value of derivatives, June 30, 2015     | \$ 106,105 |

**NOTE 5 – RELATED PARTIES**

During the nine months period ended June 30, 2015, a shareholder advanced the Company \$46,950. The advances do not have any repayment terms and are not interest bearing.

On January 15, 2015 the Company amended the convertible debenture with the principal of \$75,754 of a related party so that the debenture became anti-dilutive with a conversion price set at \$0.35 regardless of any forward or reverse splits in the Company's common stock.

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On February 23, 2015 a shareholder holding a debenture with a principal balance of \$75,754 and other advances to the Company of \$149,212 made demand for payment of the total amounts owed including interest. The Company was not able to pay the outstanding balances. The Company and shareholder came to an agreement that the shareholder could convert his advances of \$149,212 plus further advances up to \$150,000 at a 15% discount to the closing price as of date of the agreement or \$0.15 per share. The shareholder agreed to advance an additional \$50,000 to the Company to acquire assets for the Company.

The change in terms of the \$75,754 convertible note created derivative liability and required the Company to record fair value at the inception of the derivative and for each subsequent reporting period. The fair value of the embedded derivatives at inception was determined using the Black Scholes based on the following assumptions: (1) dividend yield of 0%; (2) expected volatility of 281.67%, (3) weighted average risk-free interest rate of 0.025%, (4) expected life of 1.26 year, and (5) estimated fair value of the Company's common stock from \$0.177 per share. The initial fair value of the embedded debt derivative was \$40,223 with the fair value calculated as of June 30, 2015 was \$106,105. As of June 30, 2015 the change in fair value was measured with derivative liability of \$106,105.

The addition of a conversion feature for the advances of \$149,212 created a beneficial conversion feature which was calculated as of June 30, 2015 to be \$29,841. Due to the advances having no terms and being due on demand, this amount was expensed as interest expense.

As of June 30, 2015 the total advances due to related parties was \$177,458.

### **NOTE 6 - EQUITY**

On November 18, 2014 the Company issued 3,000 shares with a value of \$12,166 to one individual for accounts payable. The Company computed the fair value of the stock issued for the debt and recorded a gain on debt forgiveness of \$9,015.

On January 15, 2015 the Company issued 40,000 shares of common stock to an officer with a value of \$70,000 for service.

On January 15, 2015 the Company issued 2,000 shares to an individual with a value of \$3,500 for service.

On January 15, 2015 the Company issued 800,000 shares of common stock to two entities for the conversion of convertible debt with a value of \$10,000.

### **NOTE 7 – NOTES PAYABLE**

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On April 14, 2015 the Company issued a \$60,000 one year note bearing interest of 9% as part of the acquisition of the working interest in the Alberta oil and gas property.

On December 2, 2014 the Company issued a note for \$500. The note is on demand and bears no interest.

### **NOTE 8 - ASSET HELD FOR SALE**

On April 14, 2015 the Company acquired the working interest of two producing oil and gas properties in Alberta Canada for US \$80,000. The Company has determined that the asset does not fit the future plans of the Company. Under the guidelines of ASC 360 (Newly Acquired Asset Classified as Held for Sale), the Company is actively seeking to dispose of the asset through a sale and plans to complete such a sale prior to September 30, 2015. As part of the treatment of the asset for sale the Company under ASC 205 (Discontinued Operations) has treated the expenses related with its acquisition of \$3,942 as discontinued operations expense.

### **NOTE 9 – SUBSEQUENT EVENT**

On August 13, 2015 the Company paid the note for \$500.

**ITEM 2. MANAGEMENT DISCUSSION AND ANALYSIS OF FINANCIAL CONDITIONS AND RESULTS OF OPERATIONS**

**RESULTS OF OPERATIONS**

For the three month period ending June 30, 2015 and 2014 the Company did not have any revenue.

General and administrative expense was \$25,162 and \$148,853 for the three and nine months ended June 30, 2015 compared to \$97,920 and \$243,482 for the same periods ended June 30, 2014. The change in expenses for the three and nine months period in 2015 over 2014 was due primarily to varying consulting and legal expenses in 2014 verses 2015.

The operating loss for the three and nine month period ending June 30, 2015 consisted of an operating loss of \$25,162 and \$148,853 compared to operating loss of \$97,920 and \$243,853 in the respective period in 2014. The larger loss in 2014 was due to larger legal and consulting fees in the nine month period incurred in 2014 compared to the same periods in 2015.

Other expenses net for the three and nine month period ending June 30, 2015 consisted of \$2,542 and \$144,493 compared to \$5,130 and \$17,723 for the same periods in 2014. The change in fair value of a derivative instrument \$106,105 and increased interest expense due to a beneficial conversion feature was incurred in 2015 but not in 2014.

Net loss of \$27,704 and \$ 293,346 was recorded for the three and nine month period ending June 30, 2015 compared to net loss of \$103,050 and \$261,205 for the same periods in 2014. The 2015 net loss amount for the nine periods included the change in fair value calculation of \$106,105 that was not incurred in 2014.

**LIQUIDITY AND CAPITAL RESOURCES**

At June 30, 2015, Silverstar Resources had current assets of \$63 and current liabilities of \$692,824 resulting in negative working capital of \$692,761. Stockholders' deficit as of June 30, 2015 was \$692,761.

Net cash used in operations for the nine months ending June 30, 2015 was \$27,411 compared to net cash used in operations of \$207,703 for the same period in 2014. The change of \$180,292 was primarily attributable to increased accounts payable and accrued expenses along with shares that were to be issued being offset by stock based compensation and the change in fair value of the derivative liability.



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Net cash used in investing activities for the nine months ending June 30, 2015 was \$80,000 compared to zero in the same period in 2014. The variance was due to the investment in two producing oil properties in 2015.

Net cash provided by financing activities during the nine month ended June 30, 2015 was \$107,450 compared to net cash provided of \$201,905 in 2014, a decrease of \$94,455. The change was due to advances of \$46,950 and short term notes of \$60,500 in 2015 compared to advances of \$116,164 and warrant conversion of \$87,501 in 2014.

Our existing capital may not be sufficient to meet Silverstar Resources' cash needs, including the costs of compliance with the continuing reporting requirements of the Securities Exchange Act of 1934, as amended. This condition raises substantial doubt as to Silverstar Resources' ability to continue as a going concern. The financial statements do not include any adjustments that might be necessary if Silverstar Resources is unable to continue as a going concern.

### **Off-Balance Sheet Arrangements**

We have no off-balance sheet arrangements that have or are reasonably likely to have a current or future effect on our financial condition, changes in financial condition, revenues or expenses, results of operations, liquidity, capital expenditures or capital resources that is material to stockholders.

### **ITEM 3. Quantitative and Qualitative Disclosure About Market Risk**

As a smaller reporting company, we are not required to provide the information required by this Item.

### **ITEM 4. CONTROLS AND PROCEDURES**

This report includes the certifications of our Chief Executive Officer and Chief Financial Officer required by Rule 13a-14 under the Securities Exchange Act of 1934 (the "Exchange Act"). See Exhibits 31.1 and 31.2. This Item 4 includes information concerning the controls and control evaluations referred to in those certifications.

#### **Evaluation of Disclosure Controls and Procedures**

Disclosure controls and procedures (as defined in Rules 13a-15(e) and 15d-15(e) under the Exchange Act) are designed to ensure that information required to be disclosed in reports filed or submitted under the Exchange Act is recorded, processed, summarized, and reported within the time periods specified in SEC rules and forms and that such information is accumulated and communicated to management, including the Principal Executive Officer and the Principal Financial Officer, to allow timely decisions regarding required disclosures.

In connection with the preparation of this report, our management, under the supervision and with participation of our Principal Executive Officer and Principal Financial Officer (the "Certifying Officers") conducted an evaluation of the effectiveness of the design and operation of our disclosure controls and procedures as of June 30, 2015. Based on that evaluation, our management concluded that there is a material weakness in our disclosure controls and procedures over financial reporting. The material weakness results from a lack of written procedures which effectively documents the proper procedures and descriptions of the duties of all persons involved in the disclosure controls of the Company. The Company hopes to implement plans to document the procedures and internal controls of the Company. A material weakness is a deficiency, or a combination of control deficiencies, in disclosure control over financial reporting such that there is a reasonable possibility that a material misstatement of the Company's annual or interim financial statements will not be prevented or detected on a timely basis. This does not include an evaluation by the Company's registered public accounting firm regarding the Company's internal control over financial reporting.

#### **Changes in Internal Control over Financial Reporting**

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There have been no changes in our internal control over financial reporting identified in connection with the evaluation required by paragraph (d) of Exchange Act Rules 13a-15 or 15d-15 that occurred during our most recent quarter that have materially affected, or are reasonably likely to materially affect, our internal control over financial reporting.

Our management believes that the Unaudited Financial Statements included herein present, in all material respects, the Company's financial condition, results of operations and cash flows for the periods presented.

**PART II - OTHER INFORMATION**

**ITEM 1: LEGAL PROCEEDINGS.**

None

**ITEM 1A: RISK FACTORS.**

There have been no material changes to Silverstar Resources' risk factors as previously disclosed in our most recent 10-K filing for the year ending September 30, 2014.

**ITEM 2: SALES OF EQUITY SECURITIES AND USE OF PROCEEDS.**

On November 18, 2014 the Company issued 15,000 shares with a value of \$12,166 to one individual for accounts payable.

On January 15, 2015 the Company issued 40,000 shares of common stock to an officer with a value of \$70,000 for service

On January 15, 2015 the Company issued 2,000 shares to an individual with a value of \$3,500 for service.

On January 15, 2015 the Company issued 800,000 shares of common stock to two entities for the conversion of convertible debt with a value of \$10,000.

**ITEM 3: DEFAULTS UPON SENIOR SECURITIES.**

None

**ITEM 4: MINE SAFETY INFORMATION.**

Not Applicable

**ITEM 5: OTHER INFORMATION.**

On January 23, 2015 the board of directors with the consent of a majority of its shareholders approved amended articles of incorporation to include a change of name to Silverstar Resources, Inc and a reverse split of its common stock resulting in shareholders receiving one share for every five shares (5 to 1) they hold as of record of that date. In addition the amendment set the authorized shares of common stock at 220,000,000 and preferred stock at 5,000,000 shares both at a par value of \$0.001.

On April 24, 2015 the Company signed 2 additional letters of intent to acquire an additional producing oil and gas properties in Alberta Canada.

**ITEM 6: EXHIBITS**

The following exhibits are included as part of this report:

- |      |   |
|------|---|
| 31.1 | Certification of Principal Executive Officer Pursuant to Section 302 of the Sarbanes-Oxley Act of 2002.*  |
| 31.2 | Certification of Principal Financial Officer Pursuant to Section 302 of the Sarbanes-Oxley Act of 2002.*  |
| 32.1 | Certification of Chief Executive Officer pursuant to 18 U.S.C. Section 1350, as adopted pursuant to Section 906 of the Sarbanes-Oxley Act of 2002.* |
| 32.2 | Certification of Chief Financial Officer pursuant to 18 U.S.C. Section 1350, as adopted pursuant to Section 906 of the Sarbanes-Oxley Act of 2002.* |

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\* Filed herewith.

**SIGNATURES**

Pursuant to the requirements of Section 13 or 15(d) of the Exchange Act, the registrant has duly caused this report to be signed on its behalf by the undersigned, thereunto duly authorized.

**SILVERSTAR RESOURCES, INC.**

Date: August 19, 2015

*/s/ Jared Robinson*  
Jared Robinson  
Chairman, Chief Executive Officer and Director  
(Principal Executive Officer)

Date: August 19, 2015

*/s/ Lowell Holden*  
Lowell Holden  
Chief Financial Officer and Director  
(Principal Financial Officer and Principal  
Accounting Officer)