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**UNITED STATES**

**SECURITIES AND EXCHANGE COMMISSION**

**Washington, D.C. 20549**

**FORM 10-Q**

(Mark One)

|  |  |
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| **** | **QUARTERLY REPORT PURSUANT TO SECTION 13 OR 15(d) OF THE SECURITIES EXCHANGE ACT OF 1934** |
|  |  |
|  | For the quarterly period ended: **December 31, 2019** |
|  | |
| Or | |
|  |  |
| **** | **TRANSITION REPORT PURSUANT TO SECTION 13 OR 15(d) OF THE SECURITIES EXCHANGE ACT OF 1934** |
|  |  |
|  | For the transition period from: \_\_\_\_\_\_\_\_\_\_\_\_\_ to \_\_\_\_\_\_\_\_\_\_\_\_\_ |

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| --- |
| **ADVANCED OXYGEN TECHNOLOGIES, INC.** |
| (Exact name of registrant as specified in its charter) |

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
| **Delaware** |  | **0-9951** |  | **91-1143622** |
| (State or Other Jurisdiction |  | (Commission |  | (I.R.S. Employer |
| of Incorporation) |  | File Number) |  | Identification No.) |

**C/O Crossfield, Inc., 653 VT Route 12A, PO Box 189, Randolph, VT 05060**

(Address of Principal Executive Offices) (Zip Code)

**(212) 727-7085**

(Registrant’s telephone number, including area code)

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
| Title of Class |  | Trading Symbol |  | Name of each exchange on which registered |
| Common Stock, $0.01 Par Value |  | AOXY |  | OTC:PINK |

Securities registered under Section 12(g) of the Exchange Act: Common Stock, par value $.01 per share

Indicate by check mark if the registrant is a well-known seasoned issuer, as defined in Rule 405 of the Securities Act. Yes ****No 

Indicate by check mark if the registrant is not required to file reports pursuant to section 13 or Section 15(d) of the Act. Yes No 

Indicate by check 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 (§ 229.405 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”, “an accelerated filer” and “smaller reporting company” in Rule 12b-2 of the Exchange Act.

|  |  |  |  |
| --- | --- | --- | --- |
| Large Accelerated Filer |  | Accelerated Filer |  |
| Non Accelerated Filer |  | Smaller Reporting Company |  |
| Emerging Growth 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. Check one: Yes No 

Indicate the number of shares outstanding of each of the issuer’s classes of common stock, as of the last practicable date: As of January 27, 2020, there were 3,292,945 issued and outstanding shares of the registrant’s Common Stock, $.01 par value.

Documents incorporated by reference: None.

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**ADVANCED OXYGEN TECHNOLOGIES, INC.**

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| EXHIBIT 101.SCH XBRL Taxonomy Extension Schema Document | |  | EX 101.SCH | |  |
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| EXHIBIT 101.DEF XBRL Taxonomy Extension Definition Document | |  | EX 101.DEF | |  |
| EXHIBIT 101.LAB XBRL Taxonomy Extension Labels Document | |  | EX 101.LAB | |  |
| EXHIBIT 101.PRE XBRL Taxonomy Extension Presentation Document | |  | EX 101.PRE | |  |

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**PART 1: FINANCIAL INFORMATION**

**Item I**: Condensed Consolidated Financial Statements for the six months ending December 31, 2019 (unaudited).

**ADVANCED OXYGEN TECHNOLOGIES, INC.**

**AND SUBSIDIARY**

**CONDENSED CONSOLIDATED BALANCE SHEETS**

|  |  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- | --- |
|  |  | **December 31,**  **2019** | |  |  | **June 30,**  **2019** | |  |
| **ASSETS** |  | **(Unaudited)** | |  |  |  | |  |
|  |  |  | |  |  |  | |  |
| CURRENT ASSETS |  |  | |  |  |  | |  |
| Cash |  | $ | 37,302 |  |  | $ | 43,098 |  |
| Property tax receivable |  |  | 1,197 |  |  |  | 1,213 |  |
| Total Current Assets |  |  | 38,499 |  |  |  | 44,311 |  |
|  |  |  |  |  |  |  |  |  |
| LONG TERM ASSETS |  |  |  |  |  |  |  |  |
| Land |  |  | 606,559 |  |  |  | 615,220 |  |
| TOTAL ASSETS |  | **$** | **645,058** |  |  | **$** | **659,531** |  |
|  |  |  |  |  |  |  |  |  |
| **LIABILITIES AND STOCKHOLDERS’ EQUITY** |  |  |  |  |  |  |  |  |
|  |  |  |  |  |  |  |  |  |
| CURRENT LIABILITIES |  |  |  |  |  |  |  |  |
| Accounts payable |  | $ | 250 |  |  | $ | 225 |  |
| Taxes payable |  |  | 29,714 |  |  |  | 30,782 |  |
| Notes payable, current portion |  |  | 144,136 |  |  |  | 144,380 |  |
| Advances from a related party |  |  | 123,850 |  |  |  | 120,753 |  |
| Deferred revenues |  |  | 3,135 |  |  |  | - |  |
|  |  |  |  |  |  |  |  |  |
| Total Current Liabilities |  |  | 301,085 |  |  |  | 296,140 |  |
|  |  |  |  |  |  |  |  |  |
| TOTAL LONG-TERM LIABILITIES |  |  |  |  |  |  |  |  |
| Notes payable |  |  | 52,946 |  |  |  | 62,464 |  |
| Long Term Liabilities |  |  | 52,946 |  |  |  | 62,464 |  |
|  |  |  |  |  |  |  |  |  |
| TOTAL LIABILITIES |  |  | 354,031 |  |  |  | 358,604 |  |
|  |  |  |  |  |  |  |  |  |
| STOCKHOLDERS’ EQUITY- |  |  |  |  |  |  |  |  |
| Convertible preferred stock, Series 2, par value $0.01; authorized 10,000,000 shares; issued and outstanding 5,000 at December 31, 2019 and June 30, 2019 |  |  | 50 |  |  |  | 50 |  |
| Convertible preferred stock, Series 3, par value $0.01; authorized 1,670,000 shares; zero shares issued and outstanding |  |  | **-** |  |  |  | **-** |  |
| Convertible preferred stock, Series 5; no par value, 1 share authorized, zero shares issued and outstanding, respectively. |  |  | **-** |  |  |  | **-** |  |
| Common stock, par value $0.01; At December 31, 2019 and June 30, 2019, authorized 60,000,000 shares; issued and outstanding 3,292,945 shares and 2,292,945 shares. |  |  | 32,929 |  |  |  | 22,929 |  |
| Additional paid-in capital |  |  | 21,056,991 |  |  |  | 20,953,991 |  |
| Accumulated other comprehensive income |  |  | 40,661 |  |  |  | 48,198 |  |
| Accumulated deficit |  |  | (20,839,604 | ) |  |  | (20,724,241 | ) |
| TOTAL STOCKHOLDERS EQUITY |  |  | 291,027 |  |  |  | 297,746 |  |
| **TOTAL LIABILITIES AND STOCKHOLDERS EQUITY** |  | **$** | **645,058** |  |  | **$** | **659,531** |  |
|  |  |  |  |  |  |  |  |  |

**See accompanying notes to condensed consolidated financial statements.**

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| **ADVANCED OXYGEN TECHNOLOGIES, INC. AND SUBSIDIARY CONDENSED CONSOLIDATED STATEMENT OF OPERATIONS AND OTHER COMPREHENSIVE INCOME (LOSS)**  **(Unaudited)** | | | | | | | | | | | | | | | | |
|  | | | | | | | | | | | | | | | | |
|  |  | **For the three months ended December 31,** | | | | | |  |  | **For the six months ended December 31,** | | | | | |  | |
|  |  | **2019** | |  |  | **2018** | |  |  | **2019** | |  |  | **2018** | |  | |
| Revenues |  |  | |  |  |  | |  |  |  | |  |  |  | |  | |
|  |  |  | |  |  |  | |  |  |  | |  |  |  | |  | |
| Real Estate Rentals |  | $ | 9,281 |  |  | $ | 9,488 |  |  | $ | 18,610 |  |  | $ | 19,161 |  | |
|  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  | |
| Total Revenues |  |  | 9,281 |  |  |  | 9,488 |  |  |  | 18,610 |  |  |  | 19,161 |  | |
|  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  | |
| Costs and Expenses |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  | |
| General & Administrative |  |  | 3,958 |  |  |  | 1,315 |  |  |  | 7,173 |  |  |  | 3,176 |  | |
| Professional expenses |  |  | 2,500 |  |  |  | 2,500 |  |  |  | 8,500 |  |  |  | 8,500 |  | |
| Salary and Wages |  |  | - |  |  |  | - |  |  |  | 113,000 |  |  |  | - |  | |
| Total Operating Expenses |  |  | 6,458 |  |  |  | 3,815 |  |  |  | 128,673 |  |  |  | 11,676 |  | |
|  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  | |
| Income (Loss) from operations |  |  | 2,823 |  |  |  | 5,673 |  |  |  | (110,063 | ) |  |  | 7,485 |  | |
| Other income (expenses) |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  | |
| Interest Expense |  |  | (859 | ) |  |  | (1,070 | ) |  |  | (1,755 | ) |  |  | (2,213 | ) | |
| Income (loss) before Income Taxes |  |  | 1,964 |  |  |  | 4,603 |  |  |  | (111,818 | ) |  |  | 5,272 |  | |
|  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  | |
| Income Taxes Benefit (expense) |  |  | 1,781 |  |  |  | 1,829 |  |  |  | 3,545 |  |  |  | (191) |  | |
|  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  | |
| NET INCOME (LOSS) |  | $ | 183 |  |  | $ | 2,774 |  |  | $ | (115,363 | ) |  | $ | 5,463 |  | |
|  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  | |
| Weighted average number of common shares outstanding: |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  | |
| Basic |  |  | 3,292,945 |  |  |  | 2,292,945 |  |  |  | 2,836,423 |  |  |  | 2,292,945 |  | |
| Dilutive |  |  | 3,292,945 |  |  |  | 2,302,945 |  |  |  | 2,836,423 |  |  |  | 2,302,945 |  | |
|  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  | |
| Earnings per share: |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  | |
| Basic |  | $ | (0.00 | ) |  | $ | 0.00 |  |  | $ | (0.04 | ) |  | $ | 0.00 |  | |
| Dilutive |  | $ | (0.00 | ) |  | $ | 0.00 |  |  | $ | (0.04 | ) |  | $ | 0.00 |  | |
|  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  | |
|  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  | |
| COMPREHENSIVE INCOME |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  | |
| Foreign Currency Translation Adjustments |  | $ | 15,431 |  |  | $ | (7,963 | ) |  | $ | (7,537 | ) |  | $ | (10,920 | ) | |
| Total Comprehensive Income (Loss) |  | $ | 15,614 |  |  | $ | (5,188 | ) |  | $ | (120,900 | ) |  | $ | (5,457 | ) | |

**See accompanying notes to condensed consolidated financial statements.**

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| **ADVANCED OXYGEN TECHNOLOGIES INC. AND SUBSIDIARY**  **CONSOLIDATED STATEMENTS OF STOCKHOLDERS’ EQUITY**  **(unaudited)**  **Six-Month Period Ending December 31, 2019 and 2018** | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |  |
|  |  |  | | | | | |  |  |  | | | | | | | | | | | | | | | | | | | | | |  |
|  |  |  | | | | | |  |  |  | | | | | |  |  |  | |  |  |  | |  |  |  | |  |  |  | |  |
|  |  | **Preferred Stock Convertible Series 2** | | | | | |  |  | **Common Stock** | | | | | |  |  | **Additional Paid In** | |  |  | **Accumulated** | |  |  | **Accumulated**  **Other Comprehensive** | |  |  | **Total Stockholders'** | |  |
|  |  | **Shares** | |  |  | **Amount** | |  |  | **Shares** | |  |  | **Amount** | |  |  | **Capital** | |  |  | **Deficit** | |  |  | **Income** | |  |  | **Equity** | |  |
| **Balance at June 30, 2018** |  |  | 5,000 |  |  |  | 50 |  |  |  | 2,292,945 |  |  |  | 22,929 |  |  |  | 20,953,991 |  |  |  | (20,732,352 | ) |  |  | 63,139 |  |  |  | 307,757 |  |
| Net Income |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  | 5,463 |  |  |  |  |  |  |  | 5,463 |  |  |
| Foreign Currency Translation Adjustment |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  | (10,920 | ) |  |  | (10,920 | ) |
|  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |
| **Balance at December 31, 2018** |  |  | 5,000 |  |  |  | 50 |  |  |  | 2,292,945 |  |  |  | 22,929 |  |  |  | 20,953,991 |  |  |  | (20,726,889 | ) |  |  | 52,219 |  |  |  | 302,300 |  |
|  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |
| **Balance at June 30, 2019** |  |  | 5,000 |  |  |  | 50 |  |  |  | 2,292,945 |  |  |  | 22,929 |  |  |  | 20,953,991 |  |  |  | (20,724,241 | ) |  |  | 48,198 |  |  |  | 297,748 |  |
| Net Income |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  | (115,363 | ) |  |  |  |  |  |  | (115,363 | ) |
| Foreign Currency Translation Adjustment |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  | (7,537 | ) |  |  | (7,537 | ) |
|  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |
| To Record the stock-based compensation issuance of 1,000,000 shares of common stock, par value $0.01 |  |  |  |  |  |  |  |  |  |  | 1,000,000 |  |  |  | 10,000 |  |  |  | 103,000 |  |  |  |  |  |  |  |  |  |  |  | 113,000 |  |
|  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |
| **Balance at December 31, 2019** |  |  | 5,000 |  |  |  | 50 |  |  |  | 3,292,945 |  |  |  | 32,929 |  |  |  | 21,056,991 |  |  |  | (20,839,604 | ) |  |  | 40,661 |  |  |  | 291,027 |  |

**See accompanying notes to condensed consolidated financial statements.**

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|  |  |  | | | | | |  |  |  | | | | | | | | | | | | | | | | | | | | | |  |
| **ADVANCED OXYGEN TECHNOLOGIES INC. AND SUBSIDIARY**  **CONSOLIDATED STATEMENTS OF STOCKHOLDERS’ EQUITY**  **(unaudited)**  **Three-Month Period Ending December 31, 2019 and 2018** | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |  |
|  |  |  | | | | | |  |  |  | | | | | | | | | | | | | | | | | | | | | |  |
|  |  |  | | | | | |  |  |  | | | | | |  |  |  | |  |  |  | |  |  |  | |  |  |  | |  |
|  |  | **Preferred Stock Convertible Series 2** | | | | | |  |  | **Common Stock** | | | | | |  |  | **Additional Paid In** | |  |  | **Accumulated** | |  |  | **Accumulated**  **Other Comprehensive** | |  |  | **Total Stockholders'** | |  |
|  |  | **Shares** | |  |  | **Amount** | |  |  | **Shares** | |  |  | **Amount** | |  |  | **Capital** | |  |  | **Deficit** | |  |  | **Income** | |  |  | **Equity** | |  |
| **Balance at September 30, 2018** |  |  | 5,000 |  |  |  | 50 |  |  |  | 2,292,945 |  |  |  | 22,929 |  |  |  | 20,953,991 |  |  |  | (20,729,663 | ) |  |  | 60,378 |  |  |  | 307,685 |  |
| Net Income |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  | 2,774 |  |  |  |  |  |  |  | 2,774 |  |
| Foreign Currency Translation Adjustment |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  | (8,159 | ) |  |  | (8,159 | ) |  |
|  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |
| **Balance at December 31, 2018** |  |  | 5,000 |  |  |  | 50 |  |  |  | 2,292,945 |  |  |  | 22,929 |  |  |  | 20,953,991 |  |  |  | (20,726,889 | ) |  |  | 52,219 |  |  |  | 302,300 |  |
|  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |
| **Balance at September 30, 2019** |  |  | 5,000 |  |  |  | 50 |  |  |  | 3,292,945 |  |  |  | 32,929 |  |  |  | 21,056,991 |  |  |  | (20,843,530 | ) |  |  | 25,230 |  |  |  | 275,413 |  |
| Net Income |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  | 183 |  |  |  |  |  |  |  | 183 |  |
| Foreign Currency Translation Adjustment |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  | 15,431 |  |  |  | 15,431 |  |
|  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |
| **Balance at December 31, 2019** |  |  | 5,000 |  |  |  | 50 |  |  |  | 3,292,945 |  |  |  | 32,929 |  |  |  | 21,056,991 |  |  |  | (20,839,604 | ) |  |  | 40,661 |  |  |  | 291,027 |  |

See accompanying notes to the condensed consolidated financial statements.

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**ADVANCED OXYGEN TECHNOLOGIES, INC.**

**AND SUBSIDIARY**

**CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS**

**(Unaudited)**

|  |  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- | --- |
|  |  | **For the**  **Six Months Ended**  **December 31,** | | | | | |  |
|  |  | **2019** | |  |  | **2018** | |  |
| Cash flows from operating activities |  |  | |  |  |  | |  |
| Net income (loss) |  | $ | (115,363 | ) |  | $ | 5,463 |  |
| Adjustments to reconcile net income (loss) to net cash |  |  |  |  |  |  |  |  |
| Stock-based compensation |  |  | 113,000 |  |  |  | - |  |
| Expenses paid on behalf of a related party |  |  | 11,726 |  |  |  | 11,850 |  |
| Changes in operating assets and liabilities  Accounts payable |  |  | 25 |  |  |  | (525 | ) |
| Taxes payable |  |  | (629) |  |  |  | (11,581 | ) |
| Prepaid expenses |  |  | - |  |  |  | (525 | ) |
| Deferred revenue |  |  | 3,102 |  |  |  | - |  |
| Net cash provided by (used in) operating activities |  |  | 11,940 |  |  |  | 4,682 |  |
|  |  |  |  |  |  |  |  |  |
| Cash flow from financing activities: |  |  |  |  |  |  |  |  |
| Repayment of long term and related party debt |  |  | (8,546 | ) |  |  | (12,724 | ) |
| Proceeds on notes payable - related party |  |  | (8,531 | ) |  |  | - |  |
| Net cash provided by (used in) financing activities |  |  | (17,077 | ) |  |  | (12,724 | ) |
| Change due to FX Translation |  |  | (580 | ) |  |  | (1,026 | ) |
| **Net Change in Cash** |  |  | **(5,796** | **)** |  |  | **(9,068** | **)** |
|  |  |  |  |  |  |  |  |  |
| Cash at beginning of the period |  | $ | 43,098 |  |  | $ | 53,415 |  |
| Cash at end of period |  | $ | 37,302 |  |  | $ | 44,347 |  |
|  |  |  |  |  |  |  |  |  |
| Supplemental Disclosure of Cash flow Information |  |  |  |  |  |  |  |  |
| Cash paid for Interest |  |  | 1,756 |  |  |  | 2,213 |  |
|  |  |  |  |  |  |  |  |  |

**See accompanying notes to condensed consolidated financial statements.**

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**NOTES TO CONDENSED CONSOLIDATED FINANCIAL STATEMENTS**

**NOTE 1- ORGANIZATION AND LINE OF BUSINESS:**

Organization and Basis of Presentation:

Advanced Oxygen Technologies Inc, (“the Company”), was incorporated in Delaware in 1981 under the name Aquanautics Corporation and was, from 1985 until May 1995, a startup stage specialty materials company producing new oxygen control technologies. From May of 1995 through December of 1997 the Company had minimal operations and was seeking funding for operations and companies to which it could merge or acquire. In March of 1998 the Company began operations again in California. From 1998 through 2000, the business produced and sold CD- ROMS for conference events, advertisement sales on the CD’s, database management and event marketing all associated with conference events. From 2000 through March of 2003, the business consisted solely of database management. From 2003 through April 2005, the business operations were derived totally from the Company’s wholly owned business, IP Service, ApS, a Danish IP security vulnerability company (“IP Service”). Since then, business operations have been solely derived from real estate rentals in Denmark through its wholly owned subsidiary.

The results of operations for the six months ended December 31, 2019 are not necessarily indicative of the results to be expected for the year ending June 30, 2020. The accompanying unaudited interim condensed consolidated financial statements should be read in conjunction with the Company’s audited consolidated financial statements and notes related thereto for the years ended June 30, 2019 and 2018 included in Form 10-K filed with the SEC.

*Lines of Business:*

The Company, through its wholly owned subsidiary Anton Nielsen Vojens ApS owns income producing commercial real estate leased until 2026. The real estate consists solely of the land with no buildings or improvements (Land). All improvements on the land are those of the tenant.

**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:**

*Revenue recognition of rental income:*

In May 2014, the FASB issued ASU No. 2014-09, *Revenue from Contracts with Customers (Topic 606)*, to update the financial reporting requirements for revenue recognition. Topic 606 outlines a single comprehensive model for entities to use in accounting for revenue arising from contracts with customers. It supersedes most current revenue recognition guidance, including industry-specific guidance. The guidance is based on the principle that an entity should recognize revenue to depict the transfer of goods or services to customers in an amount that reflects the consideration to which the entity expects to be entitled in exchange for those goods or services. The guidance also requires additional disclosure about the nature, amount, timing and uncertainty of revenue and cash flows arising from customer contracts, including significant judgments and changes in judgments and assets recognized from costs incurred to fulfill a contract. This guidance became effective for the Company beginning on January 1, 2018, and entities have the option of using either a full retrospective or a modified retrospective approach for the adoption of the new standard. We adopted this standard using the modified retrospective approach on July 1, 2018.

The Company's source of revenue is from the Commercial Property lease in which quarterly payments are received pursuant to the property lease which is in effect until 2026. (See Note 3 for further details).

*Property Plant and Equipment:*

Land and buildings are recognized at cost. Land is carried at cost less accumulated impairment losses.

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*Foreign currency translation:*

Foreign currency transactions are translated applying the current rate method. Assets and liabilities are translated at current rates. Stockholders’ equity accounts are translated at the appropriate historical rates and revenue and expenses are translated at weighted average rates for the year. Exchange rate differences that arise between the rate at the transaction date and the one in effect at the payment date, or at the balance sheet date, are recognized in the income statement.

*Income Taxes:*

The Company accounts for income taxes under the asset and liability method of accounting. Under this method, deferred tax assets and liabilities are recognized for the future tax consequences attributable to differences between the financial statement 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 that includes the enactment date. A valuation allowance is required when it is less likely than not that the Company will be able to realize all or a portion of its deferred tax assets. Because it is doubtful that the net operating losses of recent years will ever be used, a valuation allowance has been recognized equal to the tax benefit of net operating losses generated.

*Earnings per Share:*

Basic earnings per share is computed by dividing income available to common shareholders by the weighted-average number of common shares available. Diluted earnings per share is computed similar to basic earnings per share except that the denominator is increased to include the number of additional common shares that would have been outstanding if the potential common shares had been issued and if the additional common shares were dilutive. As of December 31, 2019, and December 31, 2018 there were 10,000 and 10,000 potential dilutive shares that need to be considered as common share equivalents and because of the net loss, the effect of these potential common shares is anti-dilutive for six-months ended December 31, 2019 and dilutive for the three-months ended December 31, 2019.

*Cash and Cash Equivalents:*

For purposes of the statement of cash flows, the Company considers all highly-liquid investments purchased with original maturities of six months or less to be cash equivalents.

The Company maintains its cash in bank deposit accounts which, at December 31, 2019 did not exceed federally insured limits. The Company has not experienced any losses in such accounts and believes that it is not exposed to any significant credit risk on such amounts.

*Stock-Based Compensation:*

The Company records stock-based compensation in accordance with ASC 718, Compensation. 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. Equity instruments issued to employees and the cost of the services received as consideration are measured and recognized based on the fair value of the equity instruments issued and are recognized over the employees required service period, which is generally the vesting period.

*Estimates:*

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures of contingent assets and liabilities at the date of the financial statements, as well as the reported amounts of revenue and expenses during the reported period. Actual results could differ from those estimates*.*

*Concentrations of Credit Risk:*

Financial instruments that potentially subject the Company to major credit risk consist principally of a single subsidiary of Anton Nielsen Vojens ApS.

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*Recently Issued Accounting Standards:*

In February 2016, the FASB issued ASU No. 2016-02 - Leases (Topic 842), which sets out the principles for the recognition, measurement, presentation and disclosure of leases for both parties to a contract (i.e. lessees and lessors). The new standard requires lessees to apply a dual approach, classifying leases as either financing or operating leases based on the principle of whether or not the lease is effectively a financed purchase by the lessee. This classification will determine whether lease expense is recognized based on an effective interest method or on a straight line basis over the term of the lease, respectively. A lessee is also required to record a right-of-use asset and a lease liability for all leases with a term of greater than 12 months regardless of their classification. Leases with a term of 12 months or less will be accounted for similar to existing guidance for operating leases today. The new standard requires lessors to account for leases using an approach that is substantially equivalent to existing guidance for sales-type leases, direct financing leases and operating leases. The standard is effective on January 1, 2019, however early adoption is permitted. effective January 1, 2019. On July 1, 2019 the Company adopted the requirements of Financial Accounting Standards Board (“FASB”) Accounting Standards Update (“ASU”) No. 2016-02 (Topic 842), *Leases* (“ASU 2016-02”)using modified retrospective approach. Amounts and disclosures set forth in this Form 10-Q reflect this change.

Other recent accounting pronouncements issued by the FASB did not or are not believed by management to have a material impact on the Company's present or future financial statements.

**NOTE 3 - REVENUE:**

The Company's subsidiary, Anton Nielsen Vojens, ApS has one customer who is a non-related party and leases property from the Company. For the period ending December 31, 2019 and December 31, 2018 the major customer concentrations were as follows:

|  |  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- | --- |
|  |  | **Percent of Sales for the Six-Month**  **Period ending December 31,** | | | | | |  |
| **Customer** |  | **2019** | |  |  | **2018** | |  |
| Circle K Denmark A/S, Formerly Statoil A/S |  |  | 100 | % |  |  | 100 | % |
|  |  |  |  |  |  |  |  |  |
| **Total Sales from Major Customers** |  |  | 100 | % |  |  | **100** | **%** |

**NOTE 4 –LEASES**

The company adopted ASU No. 2016-02, Leases (Topic 842), as of July 1, 2019, using the modified retrospective approach, which allows comparative periods not to be restated. In addition, the company elected the package of practical expedients permitted under the transition guidance within the new standard, which among other things, allowed the company to carry forward the historical lease classification, not reassess whether any expired or existing contracts are or contain leases and not to reassess initial direct costs for any existing leases. The company also elected the hindsight expedient to determine the lease terms for existing leases. The election of the hindsight expedient did not have a significant impact on the calculation of the expected lease term.

The Company leases land to a customer. The Company determines if an arrangement contains a lease at contract inception. An arrangement is or contains a lease if the agreement identifies an asset, implicitly or explicitly, that the Customer has the right to use over a period of time. If an arrangement contains a lease, the Company classifies the lease as either an operating lease or as a finance lease based on the five criteria defined in ASC 842.

Lease liabilities are recognized at commencement date based on the present value of the remaining lease payments over the lease term. The corresponding right-of-use asset is recognized for the same amount as the lease liability adjusted for any payments made at or before the commencement date, any lease incentives received, and any initial direct costs. The Company’s lease agreements may include options to renew, extend or terminate the lease. These clauses are included in the initial measurement of the lease liability when at lease commencement the Company is reasonably certain that it will exercise such options. The discount rate used is the interest rate implicit in the lease or, if that cannot be readily determined, the Company's incremental borrowing rate.

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Operating lease expense is recognized on a straight-line basis over the lease term and presented within cost of sales on the Company’s consolidated statements of operations. Finance lease right-of-use assets are amortized on a straight-line basis over the shorter of the useful life of the asset or the lease term. Interest expense on the finance lease liability is recognized using the effective interest rate method and is presented within interest expense on the Company’s consolidated statements of operations and comprehensive income. Variable rent payments related to both operating and finance leases are expensed as incurred. The Company’s variable lease payments primarily consists of real estate taxes, maintenance and usage charges. The Company made an accounting policy election to combine lease and non-lease components.

The Company has elected to exclude short-term leases from the recognition requirements of ASC 842. A lease is short-term if, at the commencement date, it has a term of less than or equal to one year. Lease expense related to short-term leases is recognized on a straight-line basis over the lease term.

The adoption of the new standard did not materially impact consolidated net income and had no impact on cash flows.

**NOTE 5 - LAND:**

The Land owned by the Company’s wholly owned subsidiary constitutes the largest asset of the Company. During the six-month period ending December 31, 2019 the Company recorded a decrease in the carrying value of the Land of $8,662 due to the currency translation difference. The carrying value of the Land of the Company was as follows:

|  |  |  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- | --- | --- |
|  |  | **Carrying Value of**  **Land at** | | | | | |  | |
|  |  |  | | | | | |  | |
|  |  | **December 31, 2019** | |  |  | **June 30, 2019** | | |  | |
| US Dollars |  | $ | 606,559 |  |  | $ | 615,220 | |  | |

**NOTE 6 - RELATED PARTY TRANSACTIONS:**

Crossfield, Inc., a company of which the CEO, Robert Wolfe is an officer and director, has made advances to the Company which are not collateralized, non-interest bearing, and payable upon demand, however, the Company did not expect to make payment within one year. At December 31, 2019 and June 30, 2019, the Company had a balance of $123,850 and $120,753 respectively. During the six-month period ended December 31, 2019 and December 31, 2018 expenses paid on behalf of the Company were $11,726 and $7,665 respectively. The Company repaid $8,546 of the advancement during the six months ending December 31, 2019.

**NOTE 7 - NOTES PAYABLE:**

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During 2006, the Company issued a promissory note (“Note”) for $650,000, payable to the Borkwood Development Ltd, a previous shareholder of the Company (“Seller”), payable and amortized monthly and carrying an interest at 5% per year. The Company has the right to prepay the note at any time with a notice of 14 days. To secure the payment of principal and interest the Sellers will receive a perfect lien and security interest in the Shares in the company ANV until the note with accrued interest is paid in full, and, 2) In the case that the Note has not been repaid within 12 months from the day of closing the Sellers have the right to convert the debt to common stock of Advanced Oxygen Technologies, Inc. in an amount of non-diluted shares calculated on the conversion Date, equal to the lesser of : a) Six hundred and Fifty thousand (650,000) or the Purchase Price minus the principal payments made by the buyer, whichever is greater, divided by the previous ten day closing price of AOXY as quoted on the national exchange, or b) Fifteen million shares, whichever is lesser. The Note has been extended until July 1, 2020, prior to period end and interest waived through the period ending June 30, 2020. Due to the extension, the note is not in default and therefore not convertible as of December 31, 2019. As of December 31, 2019, the unpaid balance was $127,029.

The Company has a note payable with a bank (“Note B”). The original amount of Note B was kr 1,132,000 Danish Krone (kr). Note B is secured by the subsidiary’s real estate, with a 2.00% interest rate and 4 years left on the term. The balance on the note as of

December 31, 2019 was $70,052. During the period ended December 31, 2019, the Company paid $8,531 in principal payments and $1,756 in interest.

The Company’s commitments and contingencies are $142,746 for 2019 and $54,336 for the years 2020 through 2024 with a total of $197,081. The amounts stated reflect the Company’s commitments in the currencies that those commitments were made and the amounts are an estimate of what the US dollar amount would be if the currency rates did not change.

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
| **Year** |  | **Amount** | |  |
| 2020 |  | $ | 135,755 |  |
| 2021 |  |  | 17,714 |  |
| 2022 |  |  | 18,072 |  |
| 2023 |  |  | 18,436 |  |
| 2024 |  |  | 7,104 |  |
| Total |  | $ | 197,081 |  |

The amounts stated in this note reflect the Company’s commitments in the currencies that those commitments were made and the amounts are an estimate of what the US dollar amount would be if the currency rates did not change going forward.

**NOTE 8 - SHAREHOLDERS’ EQUITY:**

Common Stock:

Pursuant to a Certificate of Amendment to our Certificate of Incorporation filed with the State of Delaware and effective as of December 8, 2014, the Company (effected a reverse stock split of all the outstanding shares of our common stock at an exchange ratio of one for twenty (1:20) and changed the number our authorized shares of common stock, par value $0.01 per share, from 90,000,000 to 60,000,000 while maintaining the number of authorized shares of preferred stock, par value $0.01 per share, at 10,000,000. As a result, the 45,853,585 shares of common stock outstanding at December 7, 2014 had been reduced to 2,292,945 shares of common stock (taking into account the rounding up of fractional share interests).

On September 23, 2019 the Company entered into a Stock Grant and Investment Agreement with Robert Wolfe, its CEO and a Director (“Wolfe”) whereby the Company has granted 1,000,000 shares (the “Shares”) of common stock of the Company, with a fair value of $113,000 based on a stock price of $0.11. The shares were issued for services rendered by Wolfe to the Company and which Shares are deemed irrevocably and fully earned and vested as of the date thereof. The Shares have been issued in reliance upon the exemption from registration pursuant to Section 4(a)(2) of the Securities Act of 1933, as amended.

Preferred Stock:

The Company is authorized to issue 10,000,000 shares of $0.01 par value of series 2 convertible preferred stock. The Company may issue any class of preferred shares in series. The board of directors has the authority to establish and designate series and to fix the number of shares included in each such series. Each Series 2 preferred share is convertible into two shares of common stock at the option of the holder.

Series 2 Convertible Preferred Stock:

The Company is authorized to issue 10,000,000 shares of $0.01 par value of series 2 convertible preferred stock. The Company may issue any class of preferred shares in series. The board of directors has the authority to establish and designate series and to fix the number of shares included in each such series. Each Series 2 preferred share is convertible into two shares of common stock at the option of the holder.

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Series 2 Convertible Preferred Stock:

Each Series 2 preferred share also includes one warrant to purchase two common shares for $5.00. The warrants are exercisable over a three-year period. In the event of the liquidation of the Company, holders of Series 2 preferred stock would be entitled to receive $5.00 per share, plus any unpaid dividends declared on the Series 2 preferred stock from the funds remaining after the Company's

creditors, including directors, have been paid. There have been no dividends declared. There are 177,000 Series 2 Convertible Preferred shares designated. During November 1997, 172,000 shares of Series 2 preferred stock were converted into 344,000 shares of the Company's common stock. As of December 31, 2019, and June 30, 2019 there are 5,000 shares issued, which are convertible into 2 common shares. There are no warrants outstanding that have been issued in connection with these preferred shares.

Series 3 Convertible Preferred Stock:

The Company has designated 1,670,000 shares of series 3 convertible preferred stock with a par value $0.01. Each share automatically converts on March 2, 2000 into either (a) one (1) share of the Company's common stock if the average closing price of the common stock during the ten trading days immediately prior to March 1, 2000 is equal to or greater than sixty-six cents ($0.66) per share, or (b) one and one-half (1 1/2) shares of common stock if the average closing price of the common stock during the ten trading days immediately prior March 1, 2000 is less than sixty-six cents ($0.66) per share. There are zero shares issued and outstanding at December 31, 2019 and June 30, 2019.

Series 5 Convertible Preferred Stock:

The Company has designated 1 share of series 5 convertible preferred stock, no par value. There is 1 Series 5 Convertible Preferred shares designated. The shares are collectively convertible to common stock of the Company on March 5, 2004, in an amount equal to the greater of a.)290,000 shares divided by the ten day closing price, prior to the date of acquisition of IPS, of the Company's common stock as quoted on the national exchange and not to exceed twenty million shares, or b.) six million shares. There are zero shares issued and outstanding at December 31, 2019 and June 30, 2019.

**NOTE 9 - SUBSEQUENT EVENTS:**

In accordance with ASC 855-10, Company management reviewed all material events through the date of this report.

**ITEM 2: MANAGEMENT’S DISCUSSION AND ANALYSIS OR PLAN OF OPERATION.**

The following should be read in conjunction with our Consolidated Financial Statements and the notes thereto included in the Financial Statements.

**FORWARD LOOKING STATEMENTS:**

Certain statements contained in this report, including statements concerning the Company’s future and financing requirements, the Company’s ability to obtain market acceptance of its products and the competitive market for sales of small production business and other statements contained herein regarding matters that are not historical facts, are forward looking statements; actual results may differ materially from those set forth in the forward looking statements, which statements involve risks and uncertainties, including without limitation to those risks and uncertainties set forth in any of the Company’s Registration Statements under the heading “Risk Factors” or any other such heading. In addition, historical performance of the Company should not be considered as an indicator for future performance, and as such, the future performance of the Company may differ significantly from historical performance.

**Revenues**: Revenues from operations for the three-month period ending December 31, 2019 and December 31, 2018 were $9,281 and $9,488 respectively, and the revenues for the six-month period ending December 31, 2019 and December 31, 2018 were $18,610 and $19,161 respectively. They were attributable to operations of the Company's wholly owned subsidiary Anton Nielsen Vojens. The fluctuation was due to currency fluctuations.

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**Selling, general and administrative expenses**: G&A expenses for the three-month period ending December 31, 2019 and December 31, 2018 were $3,958 and $1,315 respectively, and for the six-month period ending December 31, 2019 and December 31, 2018 were $7,173and $3,176 respectively. The expenses are mainly attributable to ANV's normal operations and the fluctuations are attributable to currency fluctuations.

**Salary and Wages expenses**: Salary and wage compensation expenses for the three-month period ending December 31, 2019 and December 31, 2018 were $0 and $0 respectively, and for the six-month period ending December 31, 2019 and December 31, 2018 were $113,000 and $0 respectively. The increase is attributable to Common Stock issues to an officer of the Company.

**Professional expenses**: Professional expenses for the three-month period ending December 31, 2019 and December 31, 2018 were $2,500 and $2,500 respectively, and for the six-month period ending December 31, 2019 and December 31, 2018 were $8,500 and $8,500 respectively. The expenses are mainly attributable to the Company's independent auditors and SEC filings.

**Interest expense**: Interest expense for the three-month period ending December 31, 2019 and December 31, 2018 was $854 and $1,070 respectively, and for the six-month period ending December 31, 2019 and December 31, 2018 was $1,755 and $2,213 respectively. Interest expenses for 2019 are lower primarily due to the currency fluctuations and the reduction of debt.

**Net income (loss) attributed to common stockholders**: Net income (loss) attributed to common stockholders was $183 or $0.00 per share for the three-month period ending December 31, 2019 as compared to $2,774 or $0.00 per share for December 31, 2018. Net income (loss) attributed to common stockholders was $(115,363) or ($0.04) per share for the six-month period ending December 31, 2019 as compared to $5,463 or $0.00 per share for December 31, 2018. The fluctuations are mainly attributable to officer compensation, professional fees and currency fluctuations.

**Liquidity and capital resources**: At December 31, 2019 and June 30, 2019, the Company had cash and cash equivalents of $37,302 and $43,098 respectively. At December 31, 2019 and June 30, 2019, the Company had a working capital deficit of $262,586 and $251,829 respectively. The change in cash is primarily associated with currency fluctuations, and the decrease in the working capital deficit is primarily due to payment of debt and normal operations.

Net cash provided by (used in) operating activities for six-month period ending December 31, 2019 and December 31, 2018 was $11,861 and $4,682, respectively. The net cash used by operating activities was primarily due to the operations of ANV and the payment of ANV taxes.

Net cash (used in) financing activities for six-month period ending December 31, 2019 and December 31, 2018 was $(17,077) and $(12,724) respectively. Net cash provided from or used for financing activities for both periods is related to the company's borrowings from banks, officers and directors, and the repayment of debt.

**OFF BALANCE SHEET ARRANGEMENTS:**

We do not currently have any off-balance sheet arrangements.

**ACQUISITION EFFORTS:**

The Company continues its efforts to raise capital to support operations and growth and is actively searching acquisition or merger with another company that would complement AOXY or increase its earnings potential. During this period, the Company has been in discussion with Companies looking to be acquired. AOXY has not negotiated any terms nor proposed any acquisitions of any of these companies that have been accepted. In addition, the Company is in discussion with potential lending institutions to assist in financing any proposed acquisition. The Company expects difficulty in financing the growth of the increased business or acquisition and has been concentrating on raising capital and/or obtaining a line of credit.

**ITEM 3. Quantitative and Qualitative Disclosures About Market Risk:**

Smaller reporting companies are not required to provide the information required by this Item.

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**ITEM 4. CONTROLS AND PROCEDURES**

**EVALUATION OF DISCLOSURE CONTROLS AND PROCEDURES**

We conducted an evaluation under the supervision and with the participation of our management, including our Chief Executive Officer who is also our Chief Financial Officer, of the effectiveness of the design and operation of our disclosure controls and procedures. The term “disclosure controls and procedures”, as defined in Rules 13a-15(e) and 15d-15(e) under the Securities and Exchange Act of 1934, as amended (“Exchange Act”), means controls and other procedures of a company that are designed to ensure that information required to be disclosed by the company in the reports it files or submits under the Exchange Act is recorded, processed, summarized and reported, within the time periods specified in the Securities and Exchange Commission’s rules and forms. Disclosure controls and procedures also include, without limitation, controls and procedures designed to ensure that information required to be disclosed by a company in the reports that it files or submits under the Exchange Act is accumulated and communicated to the company’s management, including its principal executive and principal financial officers, or persons performing similar functions, as appropriate, to allow timely decisions regarding required disclosure. Based on this evaluation, our Chief Executive Officer and Acting Chief Financial Officer concluded as of December 31, 2019 that our disclosure controls and procedures were not effective at ensuring that the material information required to be disclosed in the Exchange Act reports is recorded, processed, summarized and reported as required in applicable SEC rules and forms.

*Changes in Internal Control over Financial Reporting*

We adopted ASC 842, *Leases*, on July 1, 2019, which required management to make changes to our policies and processes and to implement new or modify existing internal controls over financial reporting during the quarter ended December 31, 2019. This included modifications to our existing controls over the review of customer contracts and other agreements, and new controls related to disclosure requirements.

During the six-month period ended December 31, 2019, there were no other changes in our internal control over financial reporting identified in connection with managements evaluation of the effectiveness of our internal control over the financial reporting that have materially affected, or are reasonably likely to materially affect, our internal control over financial reporting as defined in Rules 13a-15(f) and 15d-15(f) under the Exchange Act.

**PART II**

**ITEM 1: LEGAL PROCEEDINGS**

During the period ending December 31, 2019, there were pending or threatened legal actions as follows:

**None**

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

**None**

**ITEM 3. DEFAULTS UPON SENIOR SECURITIES**

**None**

**ITEM 4. MINE SAFETY DISCLOSURES**

**None**

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**ITEM 5. OTHER INFORMATION**

**None**

**ITEM 6: EXHIBITS AND REPORTS ON FORM 8-K**

During the six- month period ending December 31, 2019, the Company filed one report on Form 8-K.

On September 23, 2019 Advanced Oxygen Technologies, Inc. (the “Company”) entered into a Stock Grant and Investment Agreement with Robert Wolfe, its CEO and a Director (“Wolfe”) whereby the Company has granted 1,000,000 shares (the “Shares”) of common stock of the Company to Wolfe for services rendered by Wolfe to the Company and which Shares are deemed irrevocably and fully earned and vested as of the date thereof.  The Shares have been issued in reliance upon the exemption from registration pursuant to Section 4(a)(2) of the Securities Act of 1933, as amended.

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| **Exhibit Number** |  | **Description of the Document** |
| [3.1](http://www.sec.gov/Archives/edgar/data/352991/000147793214006952/aoxy_ex31.htm) |  | [Certificate of Incorporation as Amended and filed with the Secretary of State of Delaware effective on December 5, 2014(1)](http://www.sec.gov/Archives/edgar/data/352991/000147793214006952/aoxy_ex31.htm) |
| [3.2](http://www.sec.gov/Archives/edgar/data/352991/000147793214006952/aoxy_ex31.htm) |  | [Bylaws.(1)](http://www.sec.gov/Archives/edgar/data/352991/000147793214006952/aoxy_ex31.htm) |
|  |  |  |
| [31.1\*](https://www.sec.gov/Archives/edgar/data/352991/000173112219000497/e1475_ex311.htm) |  | [Certification of Chief Executive Officer pursuant to Exchange Act Rule 13a-14(a)/15d-14(a), as adopted pursuant to Section 302 of the Sarbanes-Oxley Act of 2002.](https://www.sec.gov/Archives/edgar/data/352991/000173112219000497/e1475_ex311.htm) |
| [31.2\*](https://www.sec.gov/Archives/edgar/data/352991/000173112219000497/e1475_ex312.htm) |  | [Certification of Chief Financial Officer pursuant to Exchange Act Rule 13a-14(a)/15d-14(a), as adopted pursuant to Section 302 of the Sarbanes-Oxley Act of 2002.](https://www.sec.gov/Archives/edgar/data/352991/000173112219000497/e1475_ex312.htm) |
| [32.1\*](https://www.sec.gov/Archives/edgar/data/352991/000173112219000497/e1475_ex321.htm) |  | [Certification of Chief Executive Officer in accordance with 18 U.S.C. Section 1350, as adopted pursuant to Section 906 of the Sarbanes-Oxley Act of 2002.](https://www.sec.gov/Archives/edgar/data/352991/000173112219000497/e1475_ex321.htm) |
| [32.2\*](https://www.sec.gov/Archives/edgar/data/352991/000173112219000497/e1475_ex322.htm) |  | [Certification of Chief Financial Officer in accordance with 18 U.S.C. Section 1350, as adopted pursuant to Section 906 of the Sarbanes-Oxley Act of 2002.](https://www.sec.gov/Archives/edgar/data/352991/000173112219000497/e1475_ex322.htm) |
| 10.1 |  | [Stock Grant and Investment Agreement dated September 23, 2019](https://www.sec.gov/Archives/edgar/data/352991/000173112219000665/e1571_ex101.htm) |
| 101.INS |  | XBRL Instance |
| 101.SCH |  | XBRL Taxonomy Extension Schema Document |
| 101.CAL |  | XBRL Taxonomy Extension Calculation Linkbase Document |
| 101.DEF |  | XBRL Taxonomy Extension Definition Linkbase Document |
| 101.LAB |  | XBRL Taxonomy Extension Labels Linkbase Document |
| 101.PRE |  | XBRL Taxonomy Extension Presentation Linkbase Document |

 \*Filed herewith

**SIGNATURE**

In accordance with the requirements of the Exchange Act, the Registrant has caused this report to be signed on its behalf by the undersigned, thereunto duly authorized.

|  |  |  |  |
| --- | --- | --- | --- |
| Date: January 27, 2020 | By: | /s/ Robert E. Wolfe |  |
|  |  | Robert E. Wolfe |  |
|  |  | Chairman of the Board and  Chief Executive Officer and  Principal Financial Officer |  |

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| --- | --- |
| (1) | Filed as an exhibit to the Company’s 8-K filed with the SEC on December 5, 2014 and incorporated herein by reference. |

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