

OTC Pink Basic Disclosure Guidelines

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

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

W2 Energy, Inc. 9/15/2014

2) Address of the issuer's principal executive offices

Company Headquarters

Address 1: PO Box 443 Allentown, PA 18105

Address 2: _____

Address 3: _____

Phone: 610-217-3275

Email: brad@americanenergy-inc.com

Website(s): http://www.americanenergy-inc.com

IR Contact

Address 1:

Address 2: _____

Address 3: _____

Phone: _____

Email: contact@americanenergy-inc.com

Website(s): _____

3) Security Information

Trading Symbol: XFUL

Exact title and class of securities outstanding: Common

CUSIP: 92934U309

Par or Stated Value: \$.001

Total shares authorized: 5,000,000,000

as of: 6/30/2017

Total shares outstanding: 167,516,432

as of: 6/30/2017

Transfer Agent

Name: Transfer Online, Inc.

Address 1: 512 SE Salmon Street, Portland, OR 97214

Address 2: _____

Address 3: _____

Phone: (503) 227-2950

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

*To be included in the OTC Pink Current Information tier, the transfer agent must be registered under the Exchange Act.

List any restrictions on the transfer of security:

Describe any trading suspension orders issued by the SEC in the past 12 months.

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

Share Exchange Agreement w/ Hydration Company of PA, LLC 1/13/2017

4) Issuance History

List below any events, in chronological order, that resulted in changes in total shares outstanding by the issuer in the past two fiscal years and any interim period. The list shall include all offerings of equity securities, including debt convertible into equity securities, whether private or public, and all shares or any other securities or options to acquire such securities issued for services, describing (1) the securities, (2) the persons or entities to whom such securities were issued and (3) the services provided by such persons or entities. The list shall indicate:

A. The nature of each offering (e.g., Securities Act Rule 504, intrastate, etc.);
Q1 2017 - Debt convertible into equity securities (Bad debt)

B. Any jurisdictions where the offering was registered or qualified;

C. The number of shares offered;

Q1 2017 - 40,000,000

D. The number of shares sold;

Q1 2017 - 40,000,000

E. The price at which the shares were offered, and the amount actually paid to the issuer;

Q1 2017 - .0025

F. The trading status of the shares; and

Unrestricted

G. Whether the certificates or other documents that evidence the shares contain a legend (1) stating that the shares have not been registered under the Securities Act and (2) setting forth or referring to the restrictions on transferability and sale of the shares under the Securities Act.

5) Financial Statements

Provide the financial statements described below for the most recent fiscal year end or quarter end to maintain qualification for the OTC Pink Current Information tier. For the initial disclosure statement (qualifying for Current Information for the first time) please provide reports for the two previous fiscal years and any interim periods.

- A. Balance sheet;
- B. Statement of income;
- C. Statement of cash flows;
- D. Financial notes; and
- E. Audit letter, if audited

The financial statements requested pursuant to this item shall be prepared in accordance with US GAAP by persons with sufficient financial skills.

You may either (i) attach/append the financial statements to this disclosure statement or (ii) post such financial statements through the OTC Disclosure & News Service as a separate report using the appropriate report name for the applicable period end. ("Annual Report," "Quarterly Report" or "Interim Report").

If you choose to publish the financial reports separately as described in part (ii) above, you must state in the accompanying disclosure statement that such financial statements are incorporated by reference. You may reference the document(s) containing the required financial statements by indicating the document name, period end date, and the date that it was posted to otcq.com in the field below.

Information contained in a Financial Report is considered current until the due date for the subsequent Financial Report. To remain in the OTC Pink Current Information tier, a company must post its Annual Report within 90 days from its fiscal year-end date and Quarterly Reports within 45 days of its fiscal quarter-end date.

6) Describe the Issuer's Business, Products and Services

Describe the issuer's business so a potential investor can clearly understand the company. In answering this item, please include the following:

A. a description of the issuer's business operations;

Converde's group of companies focus on providing solutions in the space where energy production and water meet technology. Our subsidiaries own energy operations as well as design, build and operate regional water treatment facilities that serve the industrial and energy sectors.

B. Date and State (or Jurisdiction) of Incorporation:

October 12, 2004 - Nevada

C. the issuer's primary and secondary SIC Codes;

D. the issuer's fiscal year end date;

December 31st

E. principal products or services, and their markets;

Water sourcing, treatment, & distribution in industrial & government markets. Acquisition of oil & gas assets.

7) Describe the Issuer's Facilities

The goal of this section is to provide a potential investor with a clear understanding of all assets, properties or facilities owned, used or leased by the issuer.

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

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

Patent Pending

8) Officers, Directors, and Control Persons

The goal of this section is to provide an investor with a clear understanding of the identity of all the persons or entities that are involved in managing, controlling or advising the operations, business development and disclosure of the issuer, as well as the identity of any significant shareholders.

- A. Names of Officers, Directors, and Control Persons. In responding to this item, please provide the names of each of the issuer's executive officers, directors, general partners and control persons (control persons are beneficial owners of more than five percent (5%) of any class of the issuer's equity securities), as of the date of this information statement.

Brad Domitrovitsch – 50.47% Common, 71.27% Preferred, 77.60% Common B

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

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

N/A

2. The entry of an order, judgment, or decree, not subsequently reversed, suspended or vacated, by a court of competent jurisdiction that permanently or temporarily enjoined, barred, suspended or otherwise limited such person's involvement in any type of business, securities, commodities, or banking activities;

N/A

3. A finding or judgment by a court of competent jurisdiction (in a civil action), the Securities and Exchange Commission, the Commodity Futures Trading Commission, or a state securities regulator of a violation of federal or state securities or commodities law, which finding or judgment has not been reversed, suspended, or vacated; or

N/A

4. The entry of an order by a self-regulatory organization that permanently or temporarily barred suspended or otherwise limited such person's involvement in any type of business or securities activities.

N/A

- C. Beneficial Shareholders. Provide a list of the name, address and shareholdings or the percentage of shares owned by all persons beneficially owning more than ten percent (10%) of any class of the issuer's equity securities. If any of the beneficial shareholders are corporate shareholders, provide the name and address of the person(s) owning or controlling such corporate shareholders and the resident agents of the corporate shareholders.

Brad Domitrovitsch

9) Third Party Providers

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

Legal Counsel

Name: Will Hart

Firm: Hart & Hart
Address 1: 1624 Washington Street
Denver, CO 80203
Address 2: _____
Phone: 303-839-0061
Email: will@hartbusinesslaw.com

Accountant or Auditor

Name: Jack Lisicky
Firm: Buckno Lisicky & Co.
Address 1: 645 Hamilton Street Allentown, PA 18101
Address 2: _____
Phone: 610-821-8580
Email: _____

Investor Relations Consultant

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

Other Advisor: Any other advisor(s) that assisted, advised, prepared or provided information with respect to this disclosure statement.

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

10) Issuer Certification

The issuer shall include certifications by the chief executive officer and chief financial officer of the issuer (or any other persons with different titles, but having the same responsibilities).

The certifications shall follow the format below:

I, Brad Domitrovitsch certify that:

1. I have reviewed this Annual Disclosure Statement of XFUL;
2. Based on my knowledge, this disclosure statement does not contain any untrue statement of a material fact or omit to state a material fact necessary to make the statements made, in light of the circumstances under which such statements were made, not misleading with respect to the period covered by this disclosure statement; and
3. Based on my knowledge, the financial statements, and other financial information included or incorporated by reference in this disclosure statement, fairly present in all material respects the financial condition, results of operations and cash flows of the issuer as of, and for, the periods presented in this disclosure statement.

6/30/2017

[CEO's Signature]



[CFO's Signature]

A handwritten signature in black ink, appearing to be 'R. B. A.', enclosed within a thin black rectangular border.

Converde Energy USA, Inc.
Income Statement - Q2 2017

Ordinary Income/Expense	<u>0</u>
Expense	
Advertising and Promotion	1,642
Bank Service Charges	108
Dues & Subscriptions	1,604
Meals and Entertainment	0
Office Supplies	0
Professional Fees	750
Travel Expense	0
Total Expense	<u>4,104</u>
Net Ordinary Income	<u>-4,104</u>
Net Income	<u><u>\$ (4,104)</u></u>

Converde Energy USA, Inc.
Balance Sheet - Q2 2017

Assets		
	Checking	1,394
	A/R	206,600
	Investments	<u>77,551</u>
Total Current Assets		285,545
Total Assets		285,545
Liabilities & Capital		
	Accounts Payable	-
	Convertible Notes	220,000
Total Liabilities		220,000
	Stockholders' Equity	
Common Stock	\$	167,516
Common B	\$	250,000
Preferred	\$	750,000
Additional Paid in Capital	\$	29,940
Retained Earnings	\$	(1,131,911)
	Total Stockholder Equity	\$ 65,545
Total Liabilities & Capital		285,545

Converde Energy USA, Inc.
Statement of Cash Flows - Q2 2017

	<u>Q2 2017</u>	<u>Q1 2017</u>
Cash Flow from Operating Activities		
Net Income	(4,104)	(23,133)
Increase in A/R	<u>(100,000)</u>	<u>(106,600)</u>
Net Cash Flows from Operating Activities	(104,104)	(129,733)
Cash Flow from Investing Activities		
Net Cash Flows from Investing Activities	100,000	100,000
Capital Contributions	-	30,000
Cash Flows from Financing Activities		
Investments	-	-
Withdrawals	<u>-</u>	<u>-</u>
Net Cash Flow from Financing Activities	-	-
Net Increase (Decrease) in Cash	(4,104)	267
Cash at Beginning of Quarter	<u>5,498</u>	<u>5,231</u>
Cash at End of Quarter	1,394	5,498

CONVERDE ENERGY USA, INC.

NOTES TO FINANCIAL STATEMENTS

Note 1. Nature of Business

Converde Energy USA, Inc. (Converde) is a publicly-traded company (OTC: XFUL) comprised of subsidiaries that source, treat and distribute reclaimed water in an effort to preserve our nation's naturally occurring resources. Together with Hydration Company of PA (sourcing, distributing) and American Energy Solutions (treating), Gilbert Oil and Gas Company provides value through net revenue interests, mineral interests and royalty rights.

Note 2. Summary of Significant Accounting Policies

Use of 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 disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the reporting period. Accordingly, actual results could differ from those estimates.

Cash:

The Company classifies an investment with original maturities of three months or less as cash and cash equivalents.

Allowance for doubtful accounts:

The Company provides an allowance for doubtful accounts equal to the estimated collection losses that will be incurred in collection of all receivables. The estimated losses are based on managements' evaluation of outstanding accounts receivable at the end of the year. The allowance for doubtful accounts is \$0 for the end of the second quarter 2017. Amounts charged to bad debt expense are \$0 for the end of the second quarter 2017.

Inventory:

Inventory is stated at the lower of cost or market, which is determined by the first in, first out method of valuation. At June 30th 2017, inventories were \$0.

Depreciation and amortization:

Property and equipment are stated at cost. Depreciation on property and equipment is recorded using the straight-line method of depreciation over the estimated useful lives of depreciable assets which range from 7 to 10 years for equipment and automobiles and 40 years for improvements.

For federal income tax purposes, depreciation is computed using the accelerated cost recovery system and the modified accelerated cost recovery system. Expenditures for major renewals and betterments that extend the useful lives of property and equipment are capitalized. Expenditures for maintenance and repairs are charged to expense as incurred.

CONVERDE ENERGY USA, INC.
NOTES TO FINANCIAL STATEMENTS

Income taxes:

The Company has elected to be taxed as a C corporation. Accordingly, the accompanying financial statements do contain a provision for income taxes.

The federal income tax returns for 2013, 2014, 2015 and 2016 are subject to examination by the IRS, generally three years after they were filed.

The Company continually evaluates expiring statutes of limitations, audits, proposed settlements, changes in tax law, and new authoritative rulings in determining any uncertain tax positions.

Shipping and handling fees and costs:

The Company classifies freight billed to customers as sales revenue and the related shipping and handling fees and costs to delivery expense as an operating expense.

Advertising:

The Company expenses advertising costs as incurred. Advertising expense for the end of the second quarter 2017 was \$1,642.

Research and development:

Research and development costs are expensed as incurred. Engineering and development expenses included research and development expenses of \$0 for the end of the second quarter 2017.

Date of management's review:

The Company has evaluated subsequent events through, the date on which the financial statements were available to be issued.

Note 3. Line of Credit

The company currently does not have a line of credit.

Note 4. Commitments

The Company does not have any current commitments as of June 30, 2017.

Note 5. Profit Sharing Plan

The Company does not engage in a retirement plan for its employees.

Note 6. Major Customer

CONVERDE ENERGY USA, INC.
NOTES TO FINANCIAL STATEMENTS

There was no major customer that accounted for sales during the second quarter of 2017.

Note 7. Concentration of Credit Risk

The Company maintains its cash in one bank in one deposit account which at times exceed the federal insured limits. The Company has not experienced any losses in such accounts.

Note 8. Bad or Aged Debt

The Company retained \$100,000 of bad debt in the second quarter of 2017.

Note 9. Convertible Notes

The Company engaged Mininvest to perform marketing services related to Company's Regulation A Offering. Mininvest received \$100,000 convertible note yielding 8% with a maturity date of May 23, 2018 as compensation for said services.