

**NOTICE TO SHAREHOLDERS
FOR THE NINE MONTHS ENDED
MAY 31, 2012**

**CENTURY FINANCIAL CAPITAL GROUP INC.
(Incorporated under the laws of Ontario)**

Responsibility for Financial Statements

The accompanying financial statements for Century Financial Capital Group Inc. have been prepared by management in accordance with International Financial Reporting Standards (“IFRS”). These statements are presented on the accrual basis of accounting. Accordingly, a precise determination of many assets and liabilities is dependent upon future events. Therefore, estimates and approximations have been made using careful judgment. Recognizing that the Corporation is responsible for both the integrity and objectivity of the financial statements, management is satisfied that these financial statements have been fairly presented.

Auditor Involvement

The independent auditor of Century Financial Capital Group Inc. has not performed a review of the unaudited financial statements for the nine months ended May 31, 2012 and May 31, 2011.

CENTURY FINANCIAL CAPITAL GROUP INC.
(Incorporated under the laws of Ontario)

Condensed Interim Statements of Financial Position
(Prepared by Management)
(Unaudited)

	May 31, 2012	August 31, 2011	September 1, 2010
Assets			
Current assets			
Cash	\$ 1,677	\$ 7,547	\$ 10,888
Accounts receivable	<u>1,923</u>	<u>2,259</u>	<u>2,287</u>
	<u>\$ 3,600</u>	<u>\$ 13,220</u>	<u>\$ 13,175</u>
Equity and liabilities			
Current liabilities			
Accounts payable and accrued liabilities	\$ 19,303	\$31,770	\$12,788
Due to related parties (Note 4)	<u>115,542</u>	<u>58,760</u>	<u>4,520</u>
	<u>134,845</u>	<u>90,530</u>	<u>17,308</u>
Equity attributable to the owners			
Share capital (Note 2)			
Authorized			
Unlimited number of common shares			
Unlimited number of convertible Class A preference shares			
Unlimited number of Class B preference shares			
Issued			
Deficit	1,398,105	1,398,105	1,396,105
	<u>(1,529,350)</u>	<u>(1,478,829)</u>	<u>(1,400,238)</u>
	<u>(131,245)</u>	<u>(80,724)</u>	<u>(4,133)</u>
	<u>\$ 3,600</u>	<u>\$ 9,806</u>	<u>\$ 13,175</u>

CENTURY FINANCIAL CAPITAL GROUP INC.
(Incorporated under the laws of Ontario)

Condensed Interim Statements of Comprehensive Loss
(Prepared by Management)
(Unaudited)

	Nine Months Ended	
	May 31, 2012	May 31, 2011
Revenue		
Investment and finance income	\$ 572	\$ -
Expenses		
Management fees (Note 4)	36,000	36,000
Shareholders' information	7,087	5,319
Accounting and corporate services	3,150	3,150
Transfer fees	2,396	2,566
Professional fees	1,750	2,080
Directors' fees	500	-
Office and general (recovered)	210	(225)
	<u>51,093</u>	<u>48,890</u>
Net loss and comprehensive loss for the period	<u>\$ (50,521)</u>	<u>\$ (48,890)</u>
Basic and diluted loss per share (Note 3)	<u>\$ 0.00</u>	<u>\$ 0.00</u>
Weighted average number of common shares outstanding	<u>11,078,908</u>	<u>11,078,908</u>

CENTURY FINANCIAL CAPITAL GROUP INC.
(Incorporated under the laws of Ontario)

Condensed Interim Statements of Comprehensive Loss
(Prepared by Management)
(Unaudited)

	Three Months Ended	
	May 31, 2012	May 31, 2011
Revenue	\$ -	\$ -
Expenses		
Management fees (Note 4)	12,000	12,000
Accounting and corporate services	1,050	1,050
Shareholders' information	972	995
Transfer fees	785	950
Office and general	-	15
	<u>14,807</u>	<u>15,010</u>
	\$ (14,807)	\$ (15,010)
Net loss and comprehensive loss for the period	<u>\$ 0.00</u>	<u>\$ 0.00</u>
Basic and diluted loss per share (Note 3)		
Weighted average number of common shares outstanding	<u>11,078,908</u>	<u>11,078,908</u>

CENTURY FINANCIAL CAPITAL GROUP INC.**(Incorporated under the laws of Ontario)****Condensed Interim Statements of Changes in Equity****(Prepared by Management)****(Unaudited)**

	Common Shares	Class A Preference Shares	Common Shares Amount	Class A Preference Shares Amount	Deficit	Total
Balance, September 1, 2011	11,078,908	704,000	\$1,046,468	\$351,637	\$(1,478,829)	\$(80,724)
Net loss and comprehensive loss	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(50,521)</u>	<u>(50,521)</u>
Balance, May 31, 2012	<u>11,078,908</u>	<u>704,000</u>	<u>\$1,046,468</u>	<u>\$351,637</u>	<u>\$(1,529,350)</u>	<u>\$(131,245)</u>
Balance, September 1, 2010	11,078,908	700,000	\$1,046,468	\$349,637	\$(1,400,238)	\$(4,133)
Issue of Convertible Class A preference shares for cash	-	4,000	-	2,000	-	2,000
Net loss and comprehensive loss	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(48,890)</u>	<u>(48,890)</u>
Balance, May 31, 2011	<u>11,078,908</u>	<u>704,000</u>	<u>\$1,046,468</u>	<u>\$351,637</u>	<u>\$(1,449,128)</u>	<u>\$(51,023)</u>

CENTURY FINANCIAL CAPITAL GROUP INC.
(Incorporated under the laws of Ontario)

Condensed Interim Statements of Cash Flows
(Prepared by Management)
(Unaudited)

	Nine Months Ended	
	2012	2011
Cash (used in) provided by:		
Operating activities:		
Net loss for the period	\$ (50,521)	\$ (48,890)
Change in non-cash working capital:		
Accounts receivable	336	337
Accounts payable and accrued liabilities	(12,467)	3,768
Due to related parties	56,782	40,680
	<u>(5,870)</u>	<u>(4,105)</u>
Financing activities:		
Issue of Convertible Class A preference shares for cash	<u>-</u>	<u>2,000</u>
Decrease in cash for the period	(5,870)	(2,105)
Cash, beginning of period	<u>7,547</u>	<u>10,888</u>
Cash, end of period	<u>\$ 1,677</u>	<u>\$ 8,783</u>

CENTURY FINANCIAL CAPITAL GROUP INC.
(Incorporated under the laws of Ontario)

Notes to Condensed Interim Financial Statements
Nine Months Ended May 31, 2012
(Prepared by Management)
(Unaudited)

1. BASIS OF PREPARATION AND FIRST-TIME ADOPTION OF IFRS

These condensed interim financial statements are prepared in accordance with IAS 34 Interim Financial Reporting (“IAS 34”) and IFRS 1 First-Time Adoption of International Financial Reporting Standards (“IFRS 1”).

The policies applied in these condensed interim financial statements based on the IFRS are expected to be in effect as of August 31, 2012. The Board of Directors approved these condensed interim financial statements on July 26, 2012.

The Company has consistently applied the same accounting policies from the opening IFRS statement of financial position as at September 1, 2010 (the Company’s “Transition Date”) and throughout all periods presented, as if these policies had always been in effect. These condensed consolidated interim financial statements should be read in conjunction with the Company’s Canadian GAAP annual financial statements.

2. SHARE CAPITAL

By Articles of Amendment dated June 24, 2011, the Company’s Class A preference shares shall automatically be converted into fully paid common shares of the Company upon the completion of a transaction, or series of transactions, that results in change of control of the Company.

The resolution authorizing the amendment was approved at a special meeting of the Class A preference shareholders held on June 15, 2011.

By Articles of Amendment dated October 17, 2011, the Company’s Class A preference shares shall automatically be converted to fully paid common shares of the Company by a unanimous resolution of the Board of Directors, not earlier than October 14, 2011.

The resolution authorizing the amendment was approved at a special meeting of the Class A preference shareholders held on October 5, 2011.

Convertible Class A preference shares are convertible into common shares of the Corporation at any time at the option of the holder on the basis of 5 common shares for each Class A preference share held.

3. BASIC AND DILUTED LOSS PER SHARE

Basic loss per share is computed by dividing the loss for the period by the weighted average number of common shares outstanding during the period. Diluted loss per share is the same as basic loss per share.

4. RELATED PARTY TRANSACTIONS

The Corporation entered into a management agreement on March 1, 2002 with a private Company to provide management and consulting services. The Corporation initially agreed to pay \$2,000 per month for these services. Effective March 1, 2004 the fee increased to \$4,000 per month. The management agreement does not have an expiry date but it may be cancelled by either party on sixty days written notice. During the period the Corporation incurred \$36,000 (2011 - \$36,000) in management fees. As at May 31, 2012, the Company has a balance due to the private company for a total of \$99,440 (2011 - \$45,200).

The private Company is owned by the spouse of one of the directors. The amount paid was agreed to by the parties.

**RECONCILIATION FROM CANADIAN GAAP TO IFRS
STATEMENTS OF FINANCIAL POSITIONS**

	At September 1, 2010		
	CGAAP	Effect of Transition to IFRS	IFRS
ASSETS			
Current:			
Cash	\$ 10,888	\$ -	\$ 10,888
Accounts receivable	<u>2,287</u>	<u>-</u>	<u>2,287</u>
	<u>\$ 13,175</u>	<u>\$ -</u>	<u>\$ 13,175</u>
LIABILITIES			
Current:			
Accounts payable and accrued liabilities	\$ 12,788	\$ -	\$12,788
Due to related parties	<u>4,520</u>	<u>-</u>	<u>4,520</u>
	<u>17,308</u>	<u>-</u>	<u>17,308</u>
SHAREHOLDERS EQUITY			
Share capital	1,396,105	-	1,396,105
Deficit	<u>(1,400,238)</u>	<u>-</u>	<u>(1,400,238)</u>
	<u>(4,133)</u>	<u>-</u>	<u>(4,133)</u>
	<u>\$ 13,175</u>	<u>\$ -</u>	<u>\$ 13,175</u>

**RECONCILIATION FROM CANADIAN GAAP TO IFRS
STATEMENTS OF FINANCIAL POSITIONS**

	At August 31, 2011		
	CGAAP	Effect of Transition to IFRS	IFRS
ASSETS			
Current:			
Cash	\$ 7,547	\$ -	\$ 7,547
Accounts receivable	2,259	-	2,259
	<u>\$ 9,806</u>	<u>\$ -</u>	<u>\$ 9,806</u>
LIABILITIES			
Current:			
Accounts payable and accrued liabilities	\$ 31,770	\$ -	\$31,770
Due to related parties	58,760	-	58,760
	<u>90,530</u>	<u>-</u>	<u>90,530</u>
SHAREHOLDERS EQUITY			
Share capital	1,398,105	-	1,398,105
Deficit	(1,478,829)	-	(1,478,829)
	<u>(80,724)</u>	<u>-</u>	<u>(80,724)</u>
	<u>\$ 9,806</u>	<u>\$ -</u>	<u>\$ 9,806</u>

**RECONCILIATION FROM CANADIAN GAAP TO IFRS
STATEMENTS OF COMPREHENSIVE LOSS**

		Nine months ended May 31, 2011	
	CGAAP	Effect of Transition to IFRS	IFRS
Revenue:	\$ _____ -	\$ _____ -	\$ _____ -
Expenses:			
Management fees	36,000	-	36,000
Shareholders' information	5,319	-	5,319
Accounting and corporate services	3,150	-	3,150
Transfer agent fees	2,566	-	2,566
Professional fees	2,080	-	2,080
Office and general	<u>(225)</u>	<u>-</u>	<u>(225)</u>
	<u>48,890</u>	<u>-</u>	<u>48,890</u>
Net loss and comprehensive loss for the period	<u>\$ (48,890)</u>	<u>\$ _____ -</u>	<u>\$ (48,890)</u>

**RECONCILIATION FROM CANADIAN GAAP TO IFRS
STATEMENTS OF COMPREHENSIVE LOSS**

		Three months ended May 31, 2011	
	CGAAP	Effect of Transition to IFRS	IFRS
Revenue:	\$ <u> -</u>	\$ <u> -</u>	\$ <u> -</u>
Expenses:			
Management fees	12,000	-	12,000
Accounting and corporate services	1,050	-	1,050
Shareholders' information	995	-	995
Transfer agent fees	950	-	950
Office and general	<u> 15</u>	<u> -</u>	<u> 15</u>
	<u> 15,010</u>	<u> -</u>	<u> 15,010</u>
Net loss and comprehensive loss for the period	\$ <u> (15,010)</u>	\$ <u> -</u>	\$ <u> (15,010)</u>

**RECONCILIATION FROM CANADIAN GAAP TO IFRS
STATEMENTS OF COMPREHENSIVE LOSS**

	CGAAP	Year ended August 31, 2011 Effect of Transition to IFRS	IFRS
Revenue:	\$ <u>953</u>	\$ <u>-</u>	\$ <u>953</u>
Expenses:			
Management fees	48,000	-	48,000
Accounting and corporate services	10,364	-	10,364
Office and general	462	-	462
Professional fees	17,182	-	17,182
Directors' fees	200	-	200
Transfer agent fees	<u>3,316</u>	<u>-</u>	<u>3,316</u>
	<u>78,591</u>	<u>-</u>	<u>78,591</u>
Net loss and comprehensive loss for the year	\$ <u>(78,591)</u>	\$ <u>-</u>	\$ <u>(78,591)</u>

**RECONCILIATION FROM CANADIAN GAAP TO IFRS
STATEMENT OF CHANGES IN EQUITY**

	August 31, 2011	May 31, 2011	September 1, 2010
Total equity - CGAAP	\$(80,724)	\$(51,023)	\$(4,133)
Transitional adjustments	<u>-</u>	<u>-</u>	<u>-</u>
Total equity - IFRS	<u>\$(80,724)</u>	<u>\$(51,023)</u>	<u>\$(4,133)</u>