

Interim Condensed Consolidated Financial Statements of



September 30, 2022
(Unaudited - prepared in Canadian dollars)

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Interim Condensed Consolidated Financial Statements

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THREED CAPITAL INC.**Notes to the Interim Condensed Consolidated Financial Statements****September 30, 2022****(Unaudited - prepared in Canadian dollars)**

Notice to reader pursuant to National Instrument 51-102 – Continuous Disclosure Obligations

Under National Instrument 51-102 – Continuous Disclosure Obligations, if an auditor has not performed a review of a reporting issuer's interim financial statements, the financial statements must be accompanied by a notice indicating that they have not been reviewed by an auditor.

The Company's independent auditor has not performed a review of these interim condensed consolidated financial statements in accordance with standards established by the Chartered Professional Accountants of Canada for a review of interim financial statements by an entity's auditor.

THREED CAPITAL INC.

Consolidated Statements of Financial Position As at September 30, 2022 and June 30, 2022 (Unaudited - prepared in Canadian dollars)

	<u>Notes</u>	<u>September 30, 2022</u>	<u>June 30, 2022</u>
Assets			
Cash	5	\$ 30,716	\$ 394,408
Due from brokers	5	103,352	19,560
Prepays and receivables	5	158,491	80,443
Advances made on investments	3(d)	690,700	315,700
Investments, at fair value	3(b,c)	37,150,535	49,377,206
Digital assets, at fair value less cost to sell	4(b,c)	2,140,122	1,096,387
Property, equipment and right-of-use assets	7	168,424	199,855
		<u>\$ 40,442,340</u>	<u>\$ 51,483,559</u>
Liabilities and Equity			
Accounts payable and accrued liabilities	5	\$ 274,288	\$ 397,452
Due to brokers	5	274	257
Lease liabilities	5,14	142,592	173,987
		<u>417,154</u>	<u>571,696</u>
Equity			
Share capital	8(a)	110,759,831	111,234,979
Contributed surplus	8(b)	37,481,765	36,819,633
Warrants	8(c)	1,393,816	1,435,242
Foreign currency translation reserve		875,074	876,175
Deficit		<u>(110,485,300)</u>	<u>(99,454,166)</u>
		<u>40,025,186</u>	<u>50,911,863</u>
		<u>\$ 40,442,340</u>	<u>\$ 51,483,559</u>
Commitments	14		
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See accompanying notes to the consolidated financial statements.

THREED CAPITAL INC.**Consolidated Statements of Net Income (Loss) and Comprehensive Income (Loss)
Three Months Ended September 30,
(Unaudited - prepared in Canadian dollars)**

	<u>Notes</u>	<u>2022</u>	<u>2021</u>
Net investment and digital asset gains (losses)			
Net realized gains on disposal of investments		\$ 794,301	\$ 2,539,494
Net change in unrealized gains (losses) on investments		(12,164,601)	10,942,291
Net realized losses on disposal of digital assets		(304)	-
Net change in unrealized losses on digital assets		939,789	(86,381)
		<u>(10,430,815)</u>	13,395,404
Consulting and administrative income		37,000	78,209
Other income		-	4,208
		<u>(10,393,815)</u>	13,477,821
Expenses			
Operating, general and administrative	9	630,784	1,753,396
Finance expenses	10	6,535	21,443
		<u>637,319</u>	1,774,839
Income (loss) before income taxes		(11,031,134)	11,702,982
Income tax expense		-	-
Net income (loss) for the period		(11,031,134)	11,702,982
Other comprehensive income			
Exchange differences on translation of foreign operations		(1,101)	(464)
Total comprehensive income (loss) for the period		<u>\$ (11,032,235)</u>	<u>\$ 11,702,518</u>
Earnings (loss) per common share based on net income (loss) for the period	8(d)		
Basic		\$ (0.23)	\$ 0.26
Diluted		\$ (0.23)	\$ 0.24
Weighted average number of common shares outstanding	8(d)		
Basic		48,543,438	45,223,656
Diluted		48,543,438	49,459,426

See accompanying notes to the consolidated financial statements.

THREED CAPITAL INC.

Consolidated Statements of Changes in Equity Three Months Ended September 30, 2022 and 2021 (Unaudited - prepared in Canadian dollars)

		Number of shares	Share capital	Warrants	Contributed surplus	Foreign currency translation reserve	Deficit	Total equity
Balance as at June 30, 2021	Notes	46,336,552	\$ 114,641,585	\$ 2,016,505	\$ 32,046,230	\$ 876,834	\$ (95,715,233)	\$ 53,865,921
Net income for the period		-	-	-	-	-	11,702,982	11,702,982
Exchange differences on translation of foreign operations		-	-	-	-	(464)	-	(464)
Total comprehensive income for the period		-	-	-	-	(464)	11,702,982	11,702,518
Stock-based compensation expense	8(b)	-	-	-	531,313	-	-	531,313
Cancellation of normal course issuer buy back shares	8(a)	(1,236,400)	(3,032,839)	-	1,648,255	-	-	(1,384,584)
Issued pursuant to exercise of stock options	6(e)	36,666	13,589	-	(5,922)	-	-	7,667
Issued pursuant to the exercise of warrants	6(f)	1,622,000	815,892	(167,092)	-	-	-	648,800
Balance as at September 30, 2021		46,758,818	\$ 112,438,227	\$ 1,849,413	\$ 34,219,876	\$ 876,370	\$ (84,012,251)	\$ 65,371,635
Balance as at June 30, 2022		48,245,412	111,234,979	1,435,242	36,819,633	876,175	(99,454,166)	50,911,863
Net loss for the period		-	-	-	-	-	(11,031,134)	(11,031,134)
Exchange differences on translation of foreign operations		-	-	-	-	(1,101)	-	(1,101)
Total comprehensive loss for the period		-	-	-	-	(1,101)	(11,031,134)	(11,032,235)
Stock-based compensation expense	8(b)	-	-	-	125,385	-	-	125,385
Cancellation of normal course issuer buy back shares	8(a)	(338,000)	(769,163)	-	558,437	-	-	(210,726)
Issued pursuant to exercise of stock options	6(e), 8(b)	250,000	46,690	-	(21,690)	-	-	25,000
Issued pursuant to the exercise of warrants	6(f), 8(c)	514,748	247,325	(41,426)	-	-	-	205,899
Balance as at September 30, 2022		48,672,160	\$ 110,759,831	\$ 1,393,816	\$ 37,481,765	\$ 875,074	\$ (110,485,300)	\$ 40,025,186

See accompanying notes to the consolidated financial statements.

THREED CAPITAL INC.**Consolidated Statements of Cash Flows****Three Months Ended September 30, 2022 and 2021****(Unaudited - prepared in Canadian dollars)**

	<u>Notes</u>	<u>2022</u>	<u>2021</u>
Cash flows from operating activities			
Net income (loss) for the period		\$ (11,031,134)	\$ 11,702,982
Items not affecting cash			
Net realized gains on disposal of investments		(794,301)	(2,539,494)
Net change in unrealized losses (gains) on investments		12,164,601	(10,942,291)
Net realized losses on disposal of digital assets		304	-
Net change in unrealized losses on digital assets		(939,789)	86,381
Stock-based compensation expense	8(b)	125,385	531,313
Depreciation expense	7	31,431	31,632
Finance expense	10	6,108	10,647
		(437,395)	(1,118,830)
Changes in non-cash working capital balances			
Proceeds on disposal of investments		1,764,349	7,263,568
Purchases of investments		(907,978)	(9,086,647)
Advances made on investments not yet closed		(375,000)	(490,638)
Proceeds on disposal of digital assets		76,812	-
Purchases of digital assets		(181,062)	-
Recognition of unearned revenue		-	(48,209)
Decrease (increase) in prepaids and receivables		(78,048)	44,456
Increase in due from brokers		(83,365)	(150,191)
Increase (decrease) in accounts payable and accrued liabilities		(123,164)	555,556
Increase in due to brokers		17	4,156,524
		(344,834)	1,125,589
Cash flows from financing activities			
Proceeds received pursuant to exercise of stock options	8(b)	25,000	7,667
Proceeds received pursuant to the exercise of warrants	8(c)	205,899	648,800
Advances received from officer		-	765,000
Repayments on advances received from officer		-	(1,217,365)
Purchase of shares cancelled under the normal course issuer bid	8(a)	(210,727)	(1,384,584)
Interest expense on margin borrowings	10	(427)	(10,796)
Principal payments of lease liabilities		(37,502)	(35,767)
		(17,757)	(1,227,045)
Net decrease in cash during the period		(362,591)	(101,456)
Exchange rate changes on foreign currency cash balances		(1,101)	(464)
Cash, beginning of period		394,408	205,425
Cash, end of period		\$ 30,716	\$ 103,505

Supplemental disclosure of cash flow information

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See accompanying notes to the consolidated financial statements.

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Notes to the Interim Condensed Consolidated Financial Statements

September 30, 2022

(Unaudited - prepared in Canadian dollars)

1. Nature of business

ThreeD Capital Inc. ("ThreeD" or the "Company") is a publicly-traded Canadian-based venture capital firm focused on opportunistic investments in companies in the junior resources and disruptive technologies sectors. ThreeD's investment strategy is to invest in multiple private and public companies across a variety of sectors globally. ThreeD seeks to invest in early stage, promising companies where it may be the lead investor and can additionally provide investees with advisory services and access to the Company's ecosystem. The Company was continued under the *Canada Business Corporations Act* on December 1, 2011 and its common shares are publicly-traded on the Canadian Securities Exchange ("CSE") under the symbol "IDK" and on the OTCQX Best Market under the symbol "IDKFF". The Company is domiciled in the Province of Ontario and its head office is located at 130 Spadina Ave., Suite 401, Toronto, Ontario, Canada.

These interim condensed consolidated financial statements ("interim consolidated statements") were approved for issuance by the Company's board of directors on November 28, 2022.

2. Basis of preparation

(a) Statement of compliance:

These interim consolidated statements are unaudited and have been prepared on a condensed basis in accordance with International Accounting Standard 34, *Interim Financial Reporting*, issued by the International Accounting Standards Board ("IASB") and interpretations of International Financial Reporting Interpretations Committee using accounting policies consistent with International Financial Reporting Standards ("IFRS").

These interim consolidated statements should be read together with the annual audited consolidated financial statements as at and for the year ended June 30, 2022. The same accounting policies and methods of computation were followed in the preparation of these interim consolidated statements as were followed in the preparation of and as described in Note 3 of the annual audited consolidated financial statements as at and for the year ended June 30, 2022.

(b) Basis of presentation:

These interim consolidated statements have been prepared using the historical cost convention except for certain financial instruments which have been measured at fair value.

All monetary values referenced in these notes are expressed in Canadian dollar amounts ("\$"), unless otherwise stated.

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(c) Basis of consolidation:

These interim consolidated statements include the financial statements of ThreeD and its wholly-owned inactive subsidiaries: Blockamoto.io Corp., Brownstone Ventures (Barbados) Inc. and 2121197 Ontario Ltd.

Subsidiaries are fully consolidated from the date of acquisition, being the date on which the Company obtains control, and continue to be consolidated until the date that such control ceases. The financial statements of the subsidiaries are prepared for the same reporting period as the Company, using consistent accounting policies. All inter-company account balances and transactions have been eliminated upon consolidation.

(d) Critical accounting judgments, estimates and assumptions:

The preparation of the interim consolidated statements in conformity with IFRS requires management to make judgments, estimates and assumptions that affect the reported amounts of assets, liabilities and contingent liabilities at the date of the interim consolidated statements and the reported amounts of revenue and expenses during the reporting period. Estimates and assumptions are continuously evaluated and are based on management's experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. Uncertainty about these judgments, estimates and assumptions could result in outcomes that could require a material adjustment to the carrying amount of the asset or liability affected in future periods.

The information about significant areas of estimation uncertainty and judgment considered by management in preparing the interim consolidated statements were the same as those in the preparation and as described in Note 2 of the annual audited consolidated financial statements as at and for the year ended June 30, 2022.

3. Investments at fair value and financial instruments hierarchy

(a) Determination of fair value:

The determination of fair value requires judgment and is based on market information, where available and appropriate. At the end of each financial reporting period, the Company's management estimates the fair value of investments based on the criteria below and reflects such valuations in the interim consolidated statements.

The Company is also required to disclose details of its investments (and other financial assets and liabilities reported at fair value) within three hierarchy levels (Level 1, 2, or 3) based on the transparency of inputs used in measuring the fair value, and to provide additional disclosure in connection therewith.

THREED CAPITAL INC.**Notes to the Interim Condensed Consolidated Financial Statements****September 30, 2022****(Unaudited - prepared in Canadian dollars)**

1. Publicly-traded investments:

- a. Securities, including shares, options, and warrants that are traded in an active market (such as on a recognized securities exchange) and for which no sales restrictions apply are presented at fair value based on quoted closing trade prices at the consolidated statements of financial position date or the closing trade price on the last day the security traded if there were no trades at the consolidated statements of financial position date. These investments are included in Level 1.
- b. Securities that are traded on a recognized securities exchange, but which are escrowed or otherwise restricted as to sale or transfer are recorded at amounts discounted from market value to a maximum of 25%, using Finnerty's put option model. In determining the discount for such investments, the Company considers the nature and length of the restriction. These investments are included in Level 2.
- c. For options and warrants that are not traded on a recognized securities exchange, no market value is readily available. When there are sufficient and reliable observable market inputs, an option pricing model is used; if no such market inputs are available, the warrants and options are valued using alternative methods representing fair value. These investments are included in Level 2.
- d. Convertible debentures and loans of public companies are initially recorded at the transaction price, being the fair value at the time of acquisition. Thereafter, at the end of each financial reporting period, the combined instrument is adjusted to fair value based on alternative methods. These investments are included in Level 2.

2. Private company investments:

All privately-held investments (other than options and warrants) are initially recorded at the transaction price, being the fair value at the time of acquisition. Thereafter, at each reporting period, the fair value of an investment may, depending upon the circumstances, be adjusted using one or more of the valuation indicators described below. These investments are included in Level 3.

(b) The fair value and cost of investments are as follows:

	Fair Value		Cost	
September 30, 2022	\$	37,150,535	\$	30,244,044
June 30, 2022		49,377,206		30,306,114

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(c) Financial instruments hierarchy:

The fair value measurements use a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The level in the hierarchy within which the fair value measurement is categorized is determined on the basis of the lowest level input that is significant to the fair value measurement in its entirety. The fair value hierarchy has the following levels:

- (i) Quoted prices (unadjusted) in active markets for identical assets or liabilities (Level 1).
- (ii) Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices) (Level 2).
- (iii) Inputs for the asset or liability that are not based on observable market data (that is, unobservable inputs) (Level 3).

For financial instruments that are recognized at fair value on a recurring basis, the Company determines whether transfers have occurred between levels in the hierarchy by re-assessing categorization (based on the lowest level input that is significant to the fair value measurement as a whole) at the end of each reporting period. The following table presents the Company's financial instruments, measured at fair value and categorized into levels of the fair value hierarchy on the consolidated statements of financial position as at September 30, 2022 and June 30, 2022:

	Level 1	Level 2	Level 3	
Investments, at fair value	Quoted market price	Valuation technique - observable market inputs	Valuation technique - non-observable market inputs	Total
September 30, 2022	\$ 4,164,358	\$ 10,894,538	\$ 22,091,639	\$ 37,150,535
June 30, 2022	\$ 3,780,277	\$ 4,373,341	\$ 41,223,588	\$ 49,377,206

Level 2 includes warrants of public issuers and common stock of public issuers, whose resale is currently restricted. These securities typically have up to a maximum of 120-day hold period and are valued by applying a discount against the price of the unrestricted public stock price. Once the restriction has elapsed, these securities will become Level 1 securities. During the three months ended September 30, 2022, Level 2 investments amounting to \$1,025,433 (September 30, 2021 - \$1,701,163) was transferred to Level 1 investments.

In addition, investments which are in Level 3 and become public issuers during the period are transferred to Level 1 or 2. The following table presents the changes in fair value measurements of financial instruments classified as Level 3 for the three months ended September 30, 2022, and year ended June 30, 2022. These financial instruments are

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measured at fair value utilizing non-observable market inputs based on specific company information and general market conditions. The net change in unrealized gains (losses) are recognized in the consolidated statements of net income (loss) and comprehensive income (loss).

Balance as at June 30, 2021	\$	16,954,437
Additions		11,747,396
Proceeds on disposals		(3,471,851)
Realized gain on disposals		2,620,091
Transfer to Level 1		(1,611,273)
Transfer to Level 2		(271,227)
Net unrealized gains		15,256,015
Balance as at June 30, 2022	\$	41,223,588
Additions		133,190
Proceeds on disposals		-
Realized gain on disposals		-
Transfer to Level 1		(534,351)
Transfer to Level 2		(3,084,481)
Net unrealized gains		(15,646,307)
Balance as at September 30, 2022	\$	22,091,639

Significant unobservable inputs used in the fair value measurement of Level 3 investments were:

Description	Fair value at September 30, 2022	Valuation technique / Unobservable inputs	% of investments	Volatility
Unlisted private equities	\$ 17,544,481	Recent transaction Calibration	47.2	Recent transaction price Market trends
Unlisted private equities	-	New investment	-	Recent transaction price
Unlisted convertible debentures	4,462,330	Black Scholes and discounted cash flow Market prices, volatility, discount rate	12.0	110% volatility
Unlisted warrants	84,828	Black Scholes Market prices, volatility, discount rate	0.2	110% volatility
	\$ 22,091,639		59.4	

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Description	Fair value at June 30, 2022	Valuation technique / Unobservable inputs	% of investments	Volatility
Unlisted private equities	\$ 33,684,813	Recent transaction Calibration	68.2	Recent transaction price Market trends
Unlisted private equities	3,359,081	New investment	6.8	Recent transaction price
Unlisted convertible debentures	4,061,102	Black Scholes and discounted cash flow Market prices, volatility, discount rate	8.2	110% volatility
Unlisted warrants	118,592	Black Scholes Market prices, volatility, discount rate	0.2	110% volatility
	\$ 41,223,588		83.4	

Investments in convertible debentures are comprised of unsecured loan receivables that are convertible into common shares of the investees at a conversion price based on fixed and variable prices. These loans carry interest ranging between 1.5% to 15% and have maturity dates within 1 to 3 years.

For investments valued based on trends in comparable publicly traded companies, general market conditions and specific company information, the inputs used can be highly judgmental. A +/- 25% change on the fair value (i.e. recent transaction price) of this investment will result in a corresponding +/- \$5,522,910 (June 30, 2022 - \$10,305,897) change in the total fair value of the investments. While this illustrates the overall effect of changing the values of the unobservable inputs by a set percentage, the significance of the impact and the range of reasonably possible alternative assumptions may differ significantly between investments, given their different terms and circumstances.

The sensitivity analysis is intended to reflect the uncertainty inherent in the valuation of these investments under current market conditions, and its results cannot be extrapolated due to non-linear effects that changes in valuation assumptions may have on the fair value of the investments.

Furthermore, the analysis does not indicate a probability of such changes occurring and it does not necessarily represent the Company's view of expected future changes in the fair value of this investment. Any management actions that may be taken to mitigate the inherent risks are not reflected in this analysis.

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(d) Advances made on Investments:

From time to time, the Company advances funds towards investments for private placement financings that do not close before the end of the reporting period. As a result, the Company would not have received its share certificates by September 30, 2022, and thus has presented the advances made on the interim consolidated statements as "Advances made on investments". As at September 30, 2022, the Company had a balance of \$690,700 (June 30, 2022 - \$315,700) in advances made on investments.

4. Digital assets at fair value less cost to sell

(a) Determination of digital assets' fair values:

Digital assets consist of the following:

- (i) Electronic currency, coins, or alternative cryptocurrency coins (altcoins) – a type of currency only available in digital form;
- (ii) Digital tokens – a representation of a particular asset or utility which are created and distributed to the public through an Initial Coin Offering ("ICO"). ICO is a means of crowdfunding, through the release of a new token to fund project development similar to an initial public offering for stocks; and
- (iii) Simple Agreement for Future Tokens ("SAFT") – an agreement with a promise to distribute tokens to investors in the future (a token presale and not an ICO).

Digital coins and digital tokens held by the Company are carried at fair value less cost to sell for the purposes of consolidated financial statements. The Company determines the fair value of such digital coins and digital tokens using the closing price on the valuation date price provided by the crypto exchange that the Company considers the principal market. These are included in Level 2.

Digital Coins and tokens which are not actively traded and purchases under SAFTs are initially recorded at the transaction price, being the fair value at the time of acquisition. Thereafter, at each reporting period, the fair value (depending upon the circumstances) may be adjusted using one or more valuation indicators (refer to the accounting policy for the fair value of privately-held investments). These are included in Level 3.

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(b) The fair value and cost of digital assets are as follows as at September 30, 2022:

	Cost	FVLCTS
Digital coins	\$ 87	\$ 784
Digital tokens	1,167,755	8,123
SAFTs	2,335,349	2,131,215
	\$ 3,503,191	\$ 2,140,122

The fair value and cost of digital assets are as follows as at June 30, 2022:

	Cost	FVLCTS
Digital coins	\$ 87	\$ 591
Digital tokens	1,129,389	486
SAFTs	2,269,769	1,095,310
	\$ 3,399,245	\$ 1,096,387

Digital currency prices are affected by various forces including global supply and demand, interest rates, exchange rates, inflation or deflation and global political and economic conditions. Digital assets have a limited history and the fair value historically has been very volatile. The Company may not be able to liquidate its inventory of digital currency at its desired price if required. The Company invests in SAFTs which is an agreement with a promise by the investee to distribute tokens to investors in the future (i.e.: a token presale and not an ICO). There may be no resale of the SAFT and a considerable period of time may elapse between the payment of the SAFT and the receipt of the tokens, if at all. SAFTs are subject to high risks.

(c) The following table presents the Company's digital assets, measured at fair value less cost to sell and categorized into levels of the fair value hierarchy on the consolidated statement of financial position as at September 30, 2022:

	Level 1 Quoted market price	Level 2 Valuation technique - observable market inputs	Level 3 Valuation technique - unobservable market inputs	Total
Digital assets, at fair value less cost to sell				
Digital coins	\$ -	\$ 784	\$ -	\$ 784
Digital tokens	-	8,123	-	8,123
SAFTs	-	-	2,131,215	2,131,215
	\$ -	\$ 8,907	\$ 2,131,215	\$ 2,140,122

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The following table presents the Company's digital assets, measured at fair value less cost to sell and categorized into levels of the fair value hierarchy on the consolidated statement of financial position as at June 30, 2022:

Digital assets, at fair value less cost to sell	Level 1 Quoted market price	Level 2 Valuation technique - observable market inputs	Level 3 Valuation technique - unobservable market inputs	Total
Digital coins	\$ -	\$ 591	\$ -	\$ 591
Digital tokens	-	486	-	486
SAFTs	-	-	1,095,310	1,095,310
	\$ -	\$ 1,077	\$ 1,095,310	\$ 1,096,387

The following table presents the changes in fair value measurements of digital assets classified as Level 3 for the three months ended September 30, 2022, and year ended June 30, 2022.

Balance as at June 30, 2021	\$ -
Purchases	1,078,160
Transfer to Level 1 or Level 2	-
Net unrealized gains	17,150
Balance as at June 30, 2022	\$ 1,095,310
Purchases	65,580
Transfer to Level 1 or Level 2	-
Net unrealized gains	970,325
Balance as at September 30, 2022	\$ 2,131,215

All purchases in Level 3 were SAFTs, and once tokens are received these amounts will be transferred to Level 1 or 2. Significant unobservable inputs used in the fair value measurement of Level 3 digital assets include changes in other digital currency rate equivalents. A +/- 25% change on the fair value (i.e. recent transaction price) of Level 3 digital assets will result in a corresponding +/- \$532,804 (June 30, 2022 - \$273,828) change in the total fair value of the Level 3 digital assets. While this illustrates the overall effect of changing the values of the unobservable inputs by a set percentage, the significance of the impact and the range of reasonably possible alternative assumptions may differ significantly between digital assets.

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5. Financial assets and liabilities other than investments at fair value:

Financial assets and liabilities other than investments at fair value are as follows:

	September 30, 2022	June 30, 2022
Cash	\$ 30,716	\$ 394,408
Due from brokers	103,352	19,560
Receivables (excluding sales tax receivables)	41,810	-
Accounts payable and accrued liabilities	(274,288)	(397,452)
Due to brokers	(274)	(257)
Lease liabilities	(142,592)	(173,987)
	\$ (241,276)	\$ (157,728)

The carrying values of cash, due from brokers, receivables, accounts payable and accrued liabilities, and due to brokers approximate their fair values due to the short term to maturity for these instruments. Lease liabilities carrying amount is a reasonable approximation of its fair value as it is present valued at the discount rate implicit in the lease or using the Company's incremental borrowing rate. As at September 30, 2022 and June 30 2022, there were no expected credit losses on the outstanding receivables.

6. Related party transactions

All transactions with related parties have occurred in the normal course of operations and are recorded at the exchange amount, which is the amount of consideration established and agreed to by the related parties.

(a) Compensation to key management personnel and directors during the three months ended September 30 were as follows:

	2022	2021
Salaries and consulting fees	\$ 207,000	\$ 199,500
CEO performance bonus accrual	-	615,946
Director fees	51,250	-
Other short-term benefits	2,261	2,402
Stock-based compensation expense	119,164	226,604
Total	\$ 379,675	\$ 1,044,452

Key management personnel includes the Chairman/Chief Executive Officer ("CEO") and the Chief Financial Officer/Corporate Secretary ("CFO") of the Company.

Effective January 1, 2021, the Company adopted a new cash-based performance bonus calculation for the CEO. The performance bonus for the current year starting July 1, 2022, is

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calculated as 5% of the increase in retained earnings from June 30, 2021, adjusted for the aggregate amount of the Company's tax expense (if any) and adjusted for any decrease to shareholders' equity of the Company arising from any declaration of dividends. During the year three months ended September 30, 2022, the Company recorded \$nil amount for the performance bonus accrual (September 30, 2021 - \$615,946).

- (b) On December 13, 2021, 750,000 stock options were granted to directors and officers of the Company, exercisable at a price of \$0.80 per share, expiring on December 13, 2026. On February 16, 2022, 200,000 stock options were granted to a certain officer of the Company, exercisable at a price of \$0.90 per share, expiring February 16, 2027.
- (c) During the year ended June 30, 2022, directors of the Company exercised 36,666 stock options at an average price of \$0.21 per share and received 36,666 common shares of ThreeD.
- (d) During the year ended June 30, 2022, close family members of the CEO of the Company exercised 4,178,521 warrants at an average price of \$0.40 per warrant and received 4,178,521 common shares of ThreeD.
- (e) During the three months ended September 30, 2022, a director of the Company exercised 250,000 stock options (September 30, 2021 – 36,666 stock options) at an average price of \$0.10 per share (September 30, 2021 - \$0.21 per share) and received 250,000 common shares (September 30, 2021 – 36,666 common shares) of ThreeD.
- (f) During the three months ended September 30, 2022, a director and close family members of the CEO of the Company exercised 514,748 warrants (September 30, 2021 – 1,622,000 warrants) at an average price of \$0.40 per warrant (September 30, 2021 - \$0.40 per warrant) and received 514,748 common shares (September 30, 2021 – 1,622,000 common shares) of ThreeD.
- (g) As at September 30, 2022, included in prepaids and receivables is \$41,667 (June 30, 2022 - \$nil) in prepaid consulting fees to Park Place Limited, a private company controlled by the CEO.
- (h) As at September 30, 2022, included in accounts payable and accrued liabilities is \$nil (June 30, 2022 - \$17,249) due to the CEO relating to reimbursement of operating expenses.

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7. Property, equipment and right-of-use assets

Property, equipment and right-of-use assets are as follows as at September 30, 2022 and June 30, 2022:

Cost	Furniture and fixtures	Leasehold improvements	Computer equipment	Right-of-use assets	Total
Balance - June 30, 2021	\$99,720	\$31,813	\$23,218	\$475,810	\$630,561
Additions	-	-	5,447	-	5,447
Balance - June 30, 2022 & September 30, 2022	\$99,720	\$31,813	\$28,665	\$475,810	\$636,008

Accumulated Depreciation	Furniture and fixtures	Leasehold improvements	Computer equipment	Right-of-use assets	Total
Balance - June 30, 2021	\$59,036	\$16,437	\$16,466	\$216,632	\$308,571
Depreciation	8,136	6,362	4,768	108,316	127,582
Balance - June 30, 2022	\$67,172	\$22,799	\$21,234	\$324,948	\$436,153
Depreciation	1,628	1,590	1,134	27,079	31,431
Balance - September 30, 2022	\$68,800	\$24,389	\$22,368	\$352,027	\$467,584

Carrying Value	Furniture and fixtures	Leasehold improvements	Computer equipment	Right-of-use assets	Total
Balance - June 30, 2022	\$32,548	\$9,014	\$7,431	\$150,862	\$199,855
Balance - September 30, 2022	\$30,920	\$7,424	\$6,297	\$123,783	\$168,424

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8. Equity

- (a) Authorized: unlimited number of common shares (no par value).

The following table summarizes the issuances and cancellation of the Company's common shares as at September 30, 2022 and June 30, 2022:

	Number of common shares	Share capital
Opening balance, as at June 30, 2021, net of shares to be cancelled	46,336,552	\$ 114,641,585
Shares repurchased and cancelled ⁽¹⁾	(2,234,827)	(5,334,820)
Shares held in treasury to be cancelled ⁽¹⁾	(71,500)	(164,851)
Issued pursuant to the exercise of stock options ⁽²⁾	36,666	13,589
Issued pursuant to the exercise of warrants ⁽²⁾	4,178,521	2,079,476
Ending balance, as at June 30, 2022, net of shares to be cancelled	48,245,412	\$ 111,234,979
Shares repurchased and cancelled⁽³⁾	(142,000)	(323,139)
Shares held in treasury to be cancelled⁽³⁾	(196,000)	(446,024)
Issued pursuant to the exercise of stock options⁽⁴⁾	250,000	46,690
Issued pursuant to the exercise of warrants⁽⁴⁾	514,748	247,325
Ending balance, as at September 30, 2022	48,672,160	\$ 110,759,831

- (1) In July 2021, the Company announced its intention to effect a normal course issuer bid ("NCIB") through the facilities of the CSE. Pursuant to the NCIB, during the twelve-month period commencing July 21, 2021, and ending July 20, 2022, the Company was entitled to purchase on the CSE up to 2,316,827 common shares in total, representing approximately 5% of the common shares issued and outstanding as of July 15, 2021. The price which the Company was to pay for any such shares was the market price at the time of acquisition. The actual number of common shares to be purchased and the timing of any such purchases was determined by the Company. During the year ended June 30, 2022, the Company repurchased and cancelled 2,234,827 common shares at an average cost of \$0.97 per share for total cost of \$2,160,805. As at June 30, 2022, 71,500 common shares repurchased under the NCIB for total cost of \$37,632 were held in treasury for the purpose of cancellation and were subsequently cancelled during the three months ended September 30, 2022.
- (2) During the year ended June 30, 2022, 36,666 common shares were issued for the exercise of 36,666 stock options (see Note 6(e) for further details). Additionally, during the year ended

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June 30, 2022, 4,178,521 common shares were issued for the exercise of 4,178,521 warrants (see Note 6(f) for further details).

- (3) In July 2022, the Company announced its intention to effect a new NCIB ("2022 NCIB") through the facilities of the CSE. Pursuant to the 2022 NCIB, the Company may, during the twelve-month period commencing July 27, 2022, and ending July 26, 2023, purchase on the CSE up to 2,412,270 common shares in total, representing approximately 5% of the common shares issued and outstanding as of July 21, 2022. The price which ThreeD will pay for any such shares will be the market price at the time of acquisition. The actual number of common shares which may be purchased and the timing of any such purchases will be determined by the Company. During the three months ended September 30, 2022, the Company repurchased and cancelled 142,000 common shares at an average cost of \$0.71 per share for total cost of \$101,139. As at September 30, 2022, 196,000 common shares repurchased under the 2022 NCIB for total cost of \$109,587 were held in treasury for the purpose of cancellation and were subsequently cancelled in October 2022 (see Note 16(a)).
- (4) During the three months ended September 30, 2022, 250,000 common shares were issued for the exercise of 250,000 stock options (see Note 6(e) for further details). Additionally, during the three months ended September 30, 2022, 514,748 common shares were issued for the exercise of 514,748 warrants (see Note 6(f) for further details).
- (b) Stock options:

The Company grants stock options to eligible directors, officers, key employees and consultants under its 2006 stock option plan to enable them to purchase common shares of the Company. Under the terms of the plan, the number of common shares that may be issued pursuant to the exercise of options granted under the plan may not exceed 20% of the number of common shares outstanding at the time of grant.

The exercise price of an option granted under the plan cannot be less than the closing price of the common shares on the last day on which the common shares trade prior to the grant date of the option. An individual can receive grants of no more than 10% of the outstanding shares of the Company on a yearly basis and options are exercisable over a period not exceeding five years. Stock options granted generally vest at the rate of 1/6 of the grant every three months over an 18-month period. Options granted are accounted for using the fair value method of accounting for stock-based compensation. The Company records compensation expense and credits contributed surplus for all options granted.

During the three months ended September 30, 2022, the Company did not grant any stock options.

During the year ended June 30, 2022, the Company granted 1,375,000 stock options to directors, officers and consultants of the Company exercisable at prices of \$1.13, \$1.30, \$0.80, and \$0.90 per share expiring between August 11, 2023 and February 16, 2027.

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The fair value of the options granted during the year ended June 30, 2022, was estimated at the date of grant using the Black-Scholes option valuation model with the following assumptions:

Black-Scholes option valuation model assumptions used	
Expected volatility	172.0%-197.2%
Expected dividend yield	0%
Risk-free interest rate	0.47%-1.61%
Expected option life in years	2.0-3.0 years
Expected forfeiture rate	4.1%-4.7%
Fair value per stock option granted on August 11, 2021	\$0.85
Fair value per stock option granted on September 9, 2021	\$1.13
Fair value per stock option granted on December 13, 2021	\$0.67
Fair value per stock option granted on February 16, 2022	\$0.75

The expected volatility is based on the average historical volatility over the life of the option at ThreeD's share price. The Company has not paid any cash dividends historically and has no plans to pay cash dividends in the foreseeable future. The risk-free interest rate is based on the yield of Canadian Benchmark Bonds with equivalent terms. The expected option life in years represents the period of time that options granted are expected to be outstanding based on historical options granted.

Included in operating, general and administrative expenses for three months ended September 30, 2022, is stock-based compensation expense of \$125,385 (September 30, 2021 - \$531,313).

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A summary of the status of the Company's stock options as at September 30, 2022 and June 30, 2022 and changes during the periods then ended is presented below:

	September 30, 2022		June 30, 2022	
	# of options	Weighted average exercise price	# of options	Weighted average exercise price
Stock options				
Outstanding, at beginning of period	5,862,633	\$0.91	5,327,074	\$0.95
Granted	-	-	1,375,000	0.92
Exercised/Released	(250,000)	0.10	(36,666)	0.21
Cancelled/forfeited	-	-	(600,000)	1.05
Expired	-	-	(202,775)	1.8
Outstanding, at end of period	5,612,633	\$0.95	5,862,633	\$0.91
Exercisable, at end of period	5,087,632	\$0.96	4,875,127	\$0.93

The weighted average stock price at the time that stock options were exercised during the three months ended September 30, 2022, was \$0.70 per share (June 30, 2022 - \$1.23). As at September 30, 2022, the weighted average remaining life of outstanding options was 2.68 years (June 30, 2022 – 2.93 years).

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The following table summarizes information about stock options outstanding and exercisable as at September 30, 2022:

Number of options outstanding	Number of options exercisable	Exercise price	Expiry date
4,166	4,166	1.20	October 12, 2022
9,583	9,583	2.40	November 16, 2022
141,666	141,666	2.52	November 30, 2022
797,915	797,915	1.92	March 1, 2023
166,666	166,666	1.20	September 14, 2023
50,000	50,000	0.40	November 19, 2023
149,304	149,304	1.20	December 14, 2023
187,499	187,499	1.20	April 11, 2024
62,500	62,500	0.40	September 18, 2024
108,334	108,334	0.10	May 12, 2025
1,160,000	1,160,000	0.30	September 15, 2025
1,300,000	1,300,000	0.75	January 15, 2026
500,000	500,000	1.25	March 26, 2026
750,000	375,000	0.80	December 13, 2026
225,000	74,999	0.90	February 16, 2027
5,612,633	5,087,632		

- (c) The summary of the status of the Company's warrants as at September 30, 2022 and June 30, 2022 and the changes during the periods then ended are as follows:

Warrants	September 30, 2022		June 30, 2022	
	# of warrants	Weighted average exercise price	# of warrants	Weighted average exercise price
Outstanding, at beginning of period	3,587,235	\$1.60	8,182,422	\$1.00
Exercised	(514,748)	0.40	(4,178,521)	0.40
Expired	-	-	(416,666)	1.8
Outstanding, at end of period	3,072,487	\$1.80	3,587,235	\$1.60

On February 18, 2021, certain share purchase warrants of the Company which were set to expire during the year 2021 were extended to expiry dates in 2022. On March 2, 2022, the Company announced a further extension of the term of these existing share purchase warrants to expire in

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2023. The table below summarizes the number of warrants whose term has been extended showing the initial expiration date and the new expiry date.

Date of Issuance	Number of Warrants	Original Expiry Date	New Expiry Date
April 13, 2018	1,066,661	April 13, 2021	April 13, 2023
August 23, 2018	1,101,662	August 23, 2021	August 23, 2023
October 30, 2018	904,164	October 30, 2021	October 30, 2023

The following table summarizes information about warrants exercisable and outstanding as at September 30, 2022:

Number of warrants outstanding	Exercise price (\$)	Expiry date	Warrant Value (\$)
1,066,661	1.80	April 13, 2023	509,678
1,101,662	1.80	August 23, 2023	489,982
904,164	1.80	October 30, 2023	394,156
3,072,487			1,393,816

(d) Basic and diluted earnings (loss) per common share based on net income (loss) for the three months ended September 30:

Numerator:	2022	2021
Net income (loss) for the period	\$ (11,031,134)	\$ 11,702,982

Denominator	2022	2021
Weighted average number of common shares outstanding - basic	48,543,438	45,223,656
Weighted average effect of stock options and warrants ⁽ⁱ⁾	-	4,235,770
diluted	48,543,438	49,459,426

Earnings (loss) per common share based on net income (loss) for the period:	2022	2021
Basic	\$ (0.23)	\$ 0.26
Diluted	(0.23)	0.24

(i) The determination of the diluted weighted average number of common shares outstanding excludes 5,612,633 (September 30, 2021 – 3,959,574) and 3,072,487 (September 30, 2021 – 3,489,153) shares related to stock options and warrants respectively that were anti-dilutive for the three months ended September 30, 2022.

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(e) Maximum share dilution:

The following table presents the maximum number of shares that would be outstanding if all outstanding stock options and warrants were exercised as at September 30, 2022 and June 30, 2022:

	September 30, 2022	June 30, 2022
Common shares outstanding	48,672,160	48,245,412
Warrants to purchase common shares	3,072,487	3,587,235
Stock options to purchase common shares	5,612,633	5,862,633
	57,357,280	57,695,280

9. Operating, general, and administrative expenses

Included in operating, general, and administrative expenses for the three months ended September 30 are the following expenses:

	2022	2021
Salaries and consulting fees	\$ 261,126	\$ 288,111
Stock-based compensation expense	125,385	531,313
Director fees	51,250	-
Travel and promotion	44,579	11,387
Depreciation expense	31,431	31,632
Transaction costs	23,310	103,170
Operating payments	17,055	17,055
Shareholder relations, transfer agent and filing fees	13,155	13,934
Other employment benefits	10,572	11,396
Professional fees	6,278	28,940
Foreign exchange loss	1,302	29,050
CEO performance bonus accrual	-	615,946
Other office and general	45,341	71,462
	\$ 630,784	\$ 1,753,396

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10. Finance expenses

Finance expenses consist of the following for the three months ended September 30:

	2022	2021
Interest expense on margin borrowings	\$ 427	\$ 10,796
Interest expense on lease liabilities	6,108	10,647
Total	\$ 6,535	\$ 21,443

11. Supplemental disclosure of cash flow information

The following table shows the supplemental cash flow information for the three months ended September 30:

	2022	2021
Finance expense paid	\$ 6,108	\$ 10,647

12. Management of capital

The Company considers its capital to be equal to its equity which amounts to \$40,025,186 on September 30, 2022 (June 30, 2022 - \$50,911,863). The Company's objectives when managing capital are:

- (a) to ensure that the Company maintains the level of capital necessary to meet the requirements of its brokers;
- (b) to allow the Company to respond to changes in economic and/or marketplace conditions by maintaining the Company's ability to purchase new investments and digital assets;
- (c) to give shareholders sustained growth in shareholder value by increasing shareholders' equity; and
- (d) to maintain a flexible capital structure that optimizes the cost of capital at acceptable levels of risk.

The Company manages its capital structure and makes adjustments to it in light of changes in economic conditions and the risk characteristics of its underlying assets. The Company maintains or adjusts its capital level to enable it to meet its objectives by:

- (a) realizing proceeds from the disposition of its investments and digital assets; and
- (b) raising capital through equity or debt financings.

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The Company is not subject to any capital requirements imposed by any regulator other than to maintain its margin requirements by its brokers.

There were no changes in the Company's approach to capital management for the three months ended September 30, 2022. To date, the Company has not declared any cash dividends to its shareholders as part of its capital management program. The Company's current capital resources are sufficient to discharge its liabilities as at September 30, 2022.

13. Management of financial risk

The investment operations of ThreeD's business involve the purchase and sale of securities and digital assets, and, accordingly, a portion of the Company's assets are currently comprised of financial instruments. The use of financial instruments can expose the Company to several risks, including market, credit, and liquidity risks. Although digital assets are not considered financial instruments, they inherently have the similar risks as traditional investments. A discussion of the Company's use of financial instruments and their associated risks is provided below.

(a) Market risk:

Market risk is the risk that the fair value of future cash flows from the Company's financial instruments will significantly fluctuate because of changes in market prices. The value of the financial instruments can be affected by changes in interest rates, foreign exchange rates, and equity and commodity prices. The Company is exposed to market risk in trading its investments/digital assets and unfavorable market conditions could result in dispositions of investments/digital assets at less than favorable prices.

Additionally, the Company adjusts its investments/digital assets to fair value at the end of each reporting period. This process could result in significant write-downs of the Company's investments/digital currencies over one or more reporting periods, particularly during periods of overall market instability, which would have a significant unfavorable effect on ThreeD's financial position.

As at September 30, 2022, the Company held a total of \$11,548,412 (June 30, 2022 - \$11,396,260) in U.S. denominated investments. Additionally, the majority of the Company's digital assets are denominated in U.S. dollars. The Company also held \$66,615 (June 30, 2022 - \$66,690) in Australian-dollar denominated investments and \$118,092 (June 30, 2022 - \$193,501) in British pound sterling denominated investments. Given the foreign denominated investments, market risk for the Company includes currency risk.

There were no changes in the way the Company manages market risk during the three months ended September 30, 2022. The Company manages its market risk by having a portfolio that is not singularly exposed to any one issuer or class/sector of issuers.

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The following table shows the estimated sensitivity of the Company's after-tax net loss for the three months ended September 30, 2022, from a change in the closing trade price (or recent transaction price) of the Company's investments and digital assets with all other variables held constant as at September 30, 2022:

Percentage of change in closing trade price (recent transaction price)	Change in after-tax net loss from % change in closing trade price
2%	\$ 681,693
4%	1,363,386
6%	2,045,079
8%	2,726,772
10%	3,408,464

The following table shows the estimated sensitivity of the Company's after-tax net loss for the year ended June 30, 2022, from a change in the closing trade price (or recent transaction price) of the Company's investments and digital assets with all other variables held constant as at June 30, 2022:

Percentage of change in closing trade price (recent transaction price)	Change in after-tax net loss from % change in closing trade price
2%	\$ 875,717
4%	1,751,434
6%	2,627,151
8%	3,502,867
10%	4,378,584

(b) Credit risk:

Credit risk is the risk of loss associated with the inability of a third party to fulfil its payment obligations. The Company is exposed to the risk that third parties owing it money or securities will not meet their underlying obligations. The Company may, from time to time, invest in debt obligations.

As at September 30, 2022, the Company held eleven convertible debentures (June 30, 2022 – ten convertible debentures) with a fair value of \$5,958,187 (June 30, 2022 - \$5,752,176). Nine of these convertible debentures were held with private company investees (June 30, 2022 – eight convertible debentures) and two were held with publicly traded company investees (June 30, 2022 – two convertible debentures). All funds in cash are held in financial institutions that have a credit rating above AA. The Company believes it is not exposed to any significant loss.

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There were no changes to the way the Company manages credit risk during the three months ended September 30, 2022. The Company is also exposed in the normal course of business to credit risk from the sale of its investments and advances made on investments.

The following is the Company's maximum exposure to credit risk as at September 30, 2022 and June 30, 2022:

	September 30, 2022	June 30, 2022
Cash	\$ 30,716	\$ 394,408
Due from brokers	103,352	19,560
Convertible debentures	5,958,187	5,752,176
Receivables	77,398	13,205
	\$ 6,169,653	\$ 6,179,349

(c) Currency risk:

The Company presently holds funds in Canadian dollars but some of its liabilities are denominated in U.S. dollars. The Company does not engage in any hedging activities to mitigate its foreign exchange risk. A change in the foreign exchange rate of the Canadian dollar versus another currency may increase or decrease the value of the Company's financial instruments.

The following assets and liabilities (excluding investments and digital assets) were denominated in foreign currencies:

	September 30, 2022	June 30, 2022
Denominated in U.S. dollars:		
Cash	\$ 11,689	\$ 41,156
Due from (to) brokers, net	(162)	(37)
Accounts payable and accrued liabilities	(18,388)	(17,287)
Net assets (liabilities) denominated in U.S. dollars	(6,861)	23,832

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The following table shows the estimated sensitivity of the Company's after-tax net loss for the three months ended September 30, 2022, from a change in the U.S. dollar exchange rate in which the Company has significant exposure with all other variables held constant as at September 30, 2022:

Percentage of change in U.S. dollar exchange rate	Change in after-tax net loss from % change in the U.S. dollar exchange rate
2%	\$ 101
4%	202
6%	303
8%	403
10%	504

The following table shows the estimated sensitivity of the Company's after-tax net loss for the year ended June 30, 2022, from a change in the U.S. dollar exchange rate in which the Company has significant exposure with all other variables held constant as at June 30, 2022:

Percentage of change in U.S. dollar exchange rate	Change in after-tax net loss from % change in the U.S. dollar exchange rate
2%	\$ 350
4%	701
6%	1,051
8%	1,401
10%	1,752

- (d) Digital assets regulatory risk:

Uncertainties exist with respect to the legality of SAFT investments in certain jurisdictions, as some SAFT investments might not be registered under the local securities law.

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14. Commitments

In September 2018, the Company signed a lease for office premises which started on December 1, 2018 until November 30, 2023, for annual payments of approximately \$190,974 (plus applicable taxes), increasing approximately 3.4% per year.

As at September 30, 2022, future minimum annual lease payments for premises and equipment are as follows:

2023	\$ 154,649
2024	79,324
Prepaid rent and operating costs deposits	(5,447)
Total lease commitments	228,526
Lease operating costs	(74,142)
Discount at effective interest rates of 10% - 15%	(11,792)
Lease liability, as at September 30, 2022	\$ 142,592

As at September 30, 2022, the Company had commitments to purchase investments totaling \$262,070 (June 30, 2022 - \$253,860).

15. Contingent liability

In April 2006, the Company entered into a farm-in agreement with Canoro Resources Ltd. ("Canoro"), whereby it acquired a 15% interest in block AA-ONN-2003/2, in Arunachal Pradesh, northwest India. During 2009, the parties completed the interpretation of the 3-D seismic program. The consortium partners in the block are: ThreeD - 15%, Canoro - 15%, National Thermal Power Corporation - 40%, and Geopetrol International Inc. - 30%.

On April 8, 2010, the Production Sharing Contract (the "PSC") with the Government of India, through the Directorate General of Hydrocarbons (the "DGH") expired and as a result, the DGH called the Company's letter of guarantee totaling US\$1,395,000 issued by Royal Bank of Canada ("RBC"). The DGH's position is that the Company and its partners failed to meet certain terms of the PSC governing their commitments on exploration block AA-ONN-2003/2. The Company and its partners have disputed certain terms of the PSC, including its expiry on the basis of force majeure. As at June 30, 2010, the Company wrote-off all of its oil and gas properties and related expenditures in India.

In January 2015, the Company received notice from the DGH that it denied the request for non-levy of the cost of the unfinished PSC and demanded payment of the outstanding balance of US\$14,054,284 (ThreeD's share - US\$1,423,510). There has been no further correspondence from the DGH since January 2015.

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The Company considers the claim to be completely without merit and will defend itself vigorously. No provision has been made for the claim in the interim consolidated statements as at September 30, 2022.

16. Subsequent events

- (a) In October 2022, the 196,000 common shares which were repurchased under the 2022 NCIB and held in treasury were cancelled (see Note 8(a)).
- (b) In October 2022, an additional 31,000 common shares which were repurchased under the 2022 NCIB at an average cost of \$0.46 per shares for total consideration paid of \$14,305 were cancelled.