

CellBroadcast Group Inc.

Condensed Interim Financial Statements
(Unaudited)
For the Nine Months Ended March 31, 2020

CellBroadcast Group Inc.

Condensed Interim Statement of Financial Position
(Unaudited)

	March 31, 2020	June 30, 2019
Liabilities and Capital Deficiency		
Current liabilities		
Accounts payable and accrued liabilities	\$ 12,570	\$ 5,000
Debenture	156,750	150,000
Due to director (note 5)	5,800	46,351
	<u>175,120</u>	<u>201,351</u>
Capital deficiency		
Share capital (note 6)	954,837	816,125
Deficit	<u>(1,129,957)</u>	<u>(1,017,476)</u>
	<u>(175,120)</u>	<u>(201,351)</u>
	<u>\$ -</u>	<u>\$ -</u>

Going concern (note 2)

Approved on behalf of the board

“Signed” Shelley Germann Director

“Signed” Kimberley Zacharias Director

CellBroadcast Group Inc.

Condensed Interim Statement of Loss and Comprehensive Loss
(Unaudited)

	For the three months ended March 31		For the nine months ended March 31	
	2020	2019	2020	2019
Revenue	\$ -	\$ -	\$ -	\$ -
Expenses				
Office and miscellaneous	25,515	-	25,515	-
Management fees (note 7)	15,750	-	47,250	-
Professional fees	10,809	-	21,266	-
Filing fees	6,505	-	7,985	-
Interest	4,091	-	10,465	-
	62,670	-	112,481	-
Net and comprehensive loss	\$ (62,670)	\$ -	\$ (112,481)	\$ -
Basic and diluted loss per share	\$ (0.01)	\$ -	\$ (0.01)	\$ -
Weighted average number of shares outstanding	7,196,177	3,842,700	4,952,396	3,842,700

See accompanying notes to interim financial statements

CellBroadcast Group Inc.

Condensed Interim Statement of Changes in Deficit
(Unaudited)

	Share capital	Deficit	Total
Balance, December 31, 2018	\$ 816,125	\$ (1,017,476)	\$ (201,351)
Net and comprehensive loss	-	-	-
Balance, March 31, 2019	<u>\$ 816,125</u>	<u>\$ (1,017,476)</u>	<u>\$ (201,351)</u>
Balance, December 31, 2019	\$ 816,125	\$ (1,067,287)	\$ (251,162)
Net and comprehensive loss	-	(62,670)	(62,670)
Share issuances	138,712	-	138,712
Balance, March 31, 2020	<u>\$ 954,837</u>	<u>\$ (1,129,957)</u>	<u>\$ (175,120)</u>

See accompanying notes to interim financial statements

CellBroadcast Group Inc.Condensed Interim Statement of Cash Flows
(Unaudited)

	For the three months ended March 31		For the nine months ended March 31	
	2020	2019	2020	2019
Operating activities				
Net and comprehensive loss	\$ (62,670)	\$ -	\$(112,481)	\$ -
Change in non-cash working capital items				
Accounts payable and accrued liabilities	3,133	-	7,570	-
Debenture	2,250	-	6,750	-
Due to director	-	-	1,480	-
Due to related party	43,106	-	75,000	-
	(14,181)	-	(21,681)	-
Financing activity				
Advances from director	14,181		21,681	
Increase in cash	-	-	-	-
Cash, beginning of period	-	-	-	-
Cash, end of period	\$ -	\$ -	\$ -	\$ -

See accompanying notes to interim financial statements

CellBroadcast Group Inc.

Notes to Condensed Interim Financial Statements

(Unaudited)

Period ended March 31, 2020

1. Nature of operations

CellBroadcast Group Inc. (the "Company") was incorporated under the Alberta Business Corporations Act on June 7, 1996. The Company currently has no assets or sources of revenue. Management is seeking potential business opportunities for the Company.

2. Going concern

These financial statements have been prepared on a going concern basis which contemplates the realization of assets and the payment of liabilities in the ordinary course of business. Should the Company be unable to continue as a going concern, it may be unable to realize the carrying value of its assets and to meet its liabilities as they become due. In assessing whether the going concern assumption is appropriate, management takes into account all available information about the future, which is at least, but is not limited to, twelve months from the end of the reporting period. The Company has a working capital deficit of \$175,120 (June 30, 2019 - \$201,351). Management is aware, in making its assessment, of material uncertainties related to events or conditions that cast significant doubt upon the entity's ability to continue as a going concern.

The Company's ability to continue to meet its obligations is uncertain and dependent on the continued financial support of its shareholders. There is, however, no assurance that any such initiatives will be sufficient and, as a result, there is significant doubt regarding the going concern assumption and, accordingly, the ultimate appropriateness of the use of accounting principles applicable to a going concern. These financial statements do not reflect the adjustments to the carrying values of liabilities and the reported expenses and statement of financial position classifications that would be necessary if the Company were unable to realize its assets and settle its liabilities as a going concern in the normal course of operations for the foreseeable future. These adjustments could be material.

3. Basis of presentation

a) Statement of compliance

These condensed interim financial statements have been prepared in accordance with International Financial Reporting Standards ("IFRS") applicable to the preparation of interim financial statements, including International Accounting Standards ("IAS") 34, Interim Financial Reporting. These interim financial statements do not include all of the information required for full annual financial statements and should be read in conjunction with the Company's audited annual financial statements for the year ended June 30, 2019, which have been prepared in accordance with IFRS.

The financial statements were approved by the Board of Directors on May 26, 2020.

CellBroadcast Group Inc.

Notes to Condensed Interim Financial Statements

(Unaudited)

Period ended March 31, 2020

3. Basis of presentation, continued

b) Use of estimates and judgments

The preparation of the Company's interim financial statements in conformity with IFRS requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities and contingent liabilities at the date of the interim financial statements and reported amounts of revenues 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. However, actual outcomes can differ from these estimates. Revisions to accounting estimates are recognized in the period in which the estimates are revised and in any future periods affected.

Critical judgments in applying accounting policies:

The following are critical judgments that management has made in the process of applying accounting policies and that have the most significant effect on the amounts recognized in the interim financial statements:

- the determination that the Company will continue as a going concern for the next year.

4. Significant accounting policies

a) Recent accounting pronouncements

New accounting standards issued but not yet effective

The Company has reviewed new and revised accounting pronouncements that have been issued. These pronouncements have had no impact on the Company's financial statements.

5. Due to director

Amounts due to director are unsecured and bear interest at 6% per annum and have no specific terms of repayment and carrying value approximates fair value. An amount due to director of \$63,712 was exchanged for 6,371,200 common shares on March 10, 2020.

CellBroadcast Group Inc.

Notes to Condensed Interim Financial Statements

(Unaudited)

Period ended March 31, 2020

6. Share capital

Authorized with an unlimited number of the following:

Class "A" and "B" voting, common shares

Class "C" non-voting, common shares

Preferred shares

	March 31, 2020		June 30, 2019	
	\$	#	\$	#
Class A voting, common shares	954,837	17,713,900	816,125	3,842,700

On March 10, 2020 the Company issued 13,871,200 shares in exchange for amounts due to a director and a related party in the amount of \$138,712.

7. Due to related parties and commitment

The Company has entered into a three year management fee agreement with a company owned by a director of the Company, Germann & Assoc. Investments Corp. ("G & A"), effective July 1, 2019. Under this agreement, the Company is invoiced \$5,000 per month for management fees. The amount payable is unsecured, bears interest at 6% per annum and will become payable in full should there be a change in the control of the Company. The amount payable for management fees and interest of \$49,485 was exchanged for 4,948,500 common shares on March 10, 2020. A further invoice during the period for additional services and facilities was issued by G & A to the Company and approved by the Board of Directors in the amount of \$25,515. This amount invoiced was exchanged for 2,551,500 common shares on March 10, 2020. During the period in total, \$75,000 of the amount due to G & A was exchanged for 7,500,000 common shares.

The Company owes to a related party, Alpine Land Holdings Canada Inc., pursuant to a Debenture, the sum of \$150,000 plus accrued interest of \$6,750. The interest accruing is at 6% per annum and has no specific repayment and carrying value approximates fair value.