



NOTICE TO READER

The unaudited interim financial statements and related management discussion and analysis were prepared by management and approved by the board of directors. They have not been reviewed by Glenbriar's external auditors.

2018 Q1 FINANCIAL STATEMENTS

GLENBRIAR TECHNOLOGIES INC.

Interim Statements of Financial Position

(Expressed in Canadian Dollars)

	<i>(unaudited)</i>	<i>(audited)</i>
	December 31	September 30
	2017	2017
	\$	\$
ASSETS		
Current		
Cash and cash equivalents	50,000	50,000
Promissory note (note 4)	1,782,492	-
Assets held for sale	-	373,762
Total current assets	1,832,492	423,762
Total assets	1,832,492	423,762
LIABILITIES		
Current		
Loans payable	-	71,069
Liabilities related to assets held for sale	-	661,026
Total current liabilities	-	732,095
Total liabilities	-	732,095
SHAREHOLDERS' EQUITY/(DEFICIENCY)		
Share capital (note 5)	5,009,555	5,009,555
Deficit	(3,177,063)	(5,317,888)
Total shareholders' equity (deficiency)	1,832,492	(308,333)
Total liabilities and shareholders' equity	1,832,492	423,762

The accompanying notes are an integral part of these financial statements



GLENBRIAR TECHNOLOGIES INC.

Interim Statements of Income and Comprehensive Income

(Expressed in Canadian Dollars) (unaudited)

	3 months ended Dec 31	
	2017	2016
	\$	\$
Expenses		
General and Administration	-	-
Total Expense	-	-
EBITDA (Earnings before interest, taxes and depreciation)	-	-
Loss from operations	-	-
Gain on sale of operating business and assets	2,140,825	-
Loss from discontinued operations (note 8)	-	(157,601)
Net income /(loss) and comprehensive income/(loss)	2,140,825	(157,601)
Net income per share		
Basic and diluted	0.02	(0.00)

The accompanying notes are an integral part of these financial statements



GLENBRIAR TECHNOLOGIES INC.
Interim Statements of Changes in Equity
(Expressed in Canadian Dollars) (unaudited)

	3 months ended Dec 31	
	2017	2016
	\$	\$
Common Shares		
Balance, beginning and end of period	5,009,555	4,279,555
Deficit		
Balance, beginning of period	(5,317,888)	(4,676,070)
Income from continued operations for the period	2,140,825	-
Loss from discontinued operations for the period	-	(157,601)
Balance, end of period	(3,177,063)	(4,833,671)

Interim Statements of Cash Flows
(Expressed in Canadian Dollars) (unaudited)

	3 months ended Dec 31	
	2017	2016
	\$	\$
Cash flows related to the following activities		
Operating		
Income from continuing operations	2,140,825	-
Net operating cash flows (used in) discontinued operations	-	(157,601)
Less Adjustments for non-cash items		35,696
Change in non-cash working capital (note 6)	(1,782,492)	138,276
Net cash provided by (used in) operating activities	358,333	16,371
Financing		
Repayments of bank indebtedness, net	-	(52,252)
Repayments of financial loan	-	(20,188)
Repayment of finance lease	-	(6,387)
Decrease in liabilities related to asset held for sale (net)	(287,264)	-
Loan payable advance	(71,069)	241,800
Net cash provided by (used in) financing activities	(358,333)	(162,974)
Increase (decrease) in cash	-	179,346
Cash and cash equivalents, beginning of period	50,000	59,859
Cash and cash equivalents, end of period	50,000	239,205

Supplementary cash flow information (note 6)

The accompanying notes are an integral part of these financial statements



Notes to Interim Financial Statements

1. BASIS OF PRESENTATION

These interim financial statements for Glenbriar Technologies Inc. ("Corporation") have been prepared in accordance with IAS 34, Interim Financial Reporting. They do not include all disclosures that would otherwise be required in a complete set of financial statements and should be read in conjunction with the 2017 Annual Report.

2. SIGNIFICANT ACCOUNTING POLICIES

The preparation of interim financial statements in compliance with IAS 34 requires the use of certain critical accounting estimates. It also requires the Corporation's management to exercise judgment in applying the Corporation's accounting policies. The areas where significant judgments and estimates have been made in preparing the financial statements and their effect are disclosed in note 3. The Corporation applies the same accounting policies and methods of computation in its interim financial statements as in its 2017 annual financial statements.

These financial statements have been prepared on the basis that the Corporation will continue as a going concern. As at December 31, 2017, the Corporation has working capital of \$1,832,492 and has a net income of \$2,140,825.

3. USE OF ESTIMATES AND JUDGMENTS

There have been no material revisions to the nature and amount of changes in estimates of amounts reported in these interim financial statements.

4. PROMISSORY NOTE

During the 3 month period ended December 31, 2017, a demand, non-interest bearing promissory note in the principal amount of \$1,728,492 was issued from a related party in related to the sales of the Company's operating business and related net assets.

SHARE CAPITAL

a) *Common shares issued and outstanding*

	Number of shares	Amount \$
Balance, December 31 and September 30, 2017	130,421,510	5,009,555

b) *Weighted average shares outstanding*

	As at December 31	
	2017	2016
Basic and diluted	93,051,647	48,421,510



6. SUPPLEMENTARY CASH FLOW INFORMATION

Cash and cash equivalents at December 31 and September 30, 2017 were entirely comprised of cash on deposit.

Changes in non-cash working capital:

	3 months ended Dec 31	
	2017	2016
	\$	\$
Accounts receivable	-	4,694
Promissory note (note 4)	1,782,492	-
Prepaid expenses	-	(20,683)
Accounts payable and accrued liabilities	-	105,392
Deferred revenue	-	48,874
Total	1,782,492	138,276

7. SUBSEQUENT EVENT

As of January 31, 2018, Glenbriar declared and paid a dividend of \$0.0136 per share. The dividend is payable to shareholders of record on January 23, 2018.

Glenbriar filed a statement of claim in Alberta Court of Queen's Bench in September 2015 against IT service providers and former senior managers and employees for breach of contract, fiduciary and various common law duties in connection with certain activities in 2014 and 2015. As of December 31, 2016, Glenbriar had settled the claim with eight individual defendants. In January 2018, Glenbriar settled with the final defendant.

On March 1, 2018, Uniserve Communications Corporation announced that it has entered into agreements to sell all of its 112,366,804 common shares of Glenbriar Technologies Inc. (representing approximately 86% of outstanding shares) to several arm's length purchasers, for cash consideration in a private, off-market transaction. The transaction is expected to close on or before March 9, 2018.

GLENBRIAR TECHNOLOGIES INC.
Notes to Interim Financial Statements

8. Discontinued operation loss for the period

	3 month ended Dec 31	
	2017	2016
	\$	\$
	<hr/>	<hr/>
Revenue	-	
Managed information services		620,832
Equipment and software sales	-	168,087
Other income	-	1,927
Gross revenue	<hr/>	<hr/>
	-	790,846
Cost of revenue	-	390,082
Cost of goods sold	-	141,898
Gross profit	<hr/>	<hr/>
	-	258,866
Other (income) expenses		
General and administrative	-	239,332
Sales and marketing	-	33,471
Professional fees	-	73,810
Foreign exchange loss	-	4,514
EBITDA (Earnings before interest, taxes and depreciation)	<hr/>	<hr/>
	-	(96,261)
Depreciation of property and equipment (note 4)	<hr/>	<hr/>
	-	37,189
Loss from operations	<hr/>	<hr/>
	-	(133,450)
Gain on sale of assets and liabilities	-	-
Finance expense	<hr/>	<hr/>
	-	(24,151)
Net (loss) and comprehensive (loss)	<hr/>	<hr/>
	-	(157,601)