BLOCK X CAPITAL CORP. (formerly Lions Gate Metals Inc.)

Condensed Consolidated Interim Financial Statements
For the three months ended March 31, 2018

(Expressed in Canadian Dollars - unaudited)

NOTICE OF NO AUDITOR REVIEW OF INTERIM FINANCAL STATEMENTS

Under National Instrument 51-102, Part 4, subsection 4.3(3) (a), if an auditor has not performed a review of the condensed interim financial statements, they must be accompanied by a notice indicating that the financial statements have not been reviewed by an auditor.

The accompanying unaudited condensed interim financial statements of the Company have been prepared by management and approved by the Audit Committee and Board of Directors of the Company. They include appropriate accounting principles, judgment and estimates in accordance with IFRS for unaudited consolidated interim financial statements

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

BLOCK X CAPITAL CORP. (formerly Lions Gate Metals Inc.)
Condensed Consolidated Interim Statements of Financial Position
(Expressed in Canadian dollars - unaudited)

	Note	March 31, 2018	December 31, 2017
		$	$
Assets			
Current			
Cash		**4,332,436**	4,932,737
Receivable	**4**	**29,104**	15,608
Subscriptions receivable	**7**	**-**	122,500
Prepaid expenses		**585,345**	11,216
		4,946,885	5,082,061
Non-Current			
Reclamation deposits	**5**	**60,724**	60,724
Investment	**6**	**150,000**	-
		210,724	60,724
		5,157,609	5,142,785
Liabilities			
Current			
Accounts payable		**119,002**	121,003
Accrued liabilities		**12,000**	12,000
		131,002	133,003
Equity			
Share capital	**7**	**30,452,233**	29,805,654
Shares to be issued	**7**	**-**	334,000
Warrant reserve	**7**	**620,052**	510,576
Option reserve	**7**	**776,478**	342,656
Deficit		**(26,822,156)**	(25,983,104)
		5,026,607	5,009,782
		5,157,609	5,142,785

Nature of operations and going concern (Note 1)
Subsequent events (Note 11)

These condensed consolidated interim financial statements were approved by Board of Directors on May 24, 2018 and were signed on its behalf by:

On behalf of the Board:

"Emily Davis" Director *"Cale Moodie"* Director

BLOCK X CAPITAL CORP. (formerly Lions Gate Metals Inc.)
Condensed Consolidated Interim Statements of Loss and Comprehensive Loss
(Expressed in Canadian dollars - unaudited)

	Note	Three months ended March 31, 2018	Three months ended March 31, 2017
		$	$
Finance fees and bank charges		**172**	55
Consulting fees		**30,000**	-
Filing and transfer agent fees		**22,058**	11,693
Office, rent and administration		**33,749**	17,922
Professional fees		**15,500**	6,399
Marketing		**276,856**	-
Travel		**27,023**	-
Share-based payments	**7,8**	**433,822**	149,520
		(839,180)	(185,589)
Finance income		**128**	111
		128	111
Net loss and comprehensive loss for the period		**(839,052)**	(185,478)
Net loss per share			
Basic and diluted		**(0.02)**	(0.01)
Weighted average number of common shares outstanding			
Basic and diluted		**46,111,091**	25,856,201

BLOCK X CAPITAL CORP. (formerly Lions Gate Metals Inc.)
Condensed Consolidated Interim Statements of Changes in Equity
(Expressed in Canadian dollars - unaudited)

	Common Shares	Share Capital	Shares to be issued	Warrant reserve	Option Reserve	Deficit	Total
	#	$	$	$	$	$	$
Balance at December 31, 2016	**25,856,201**	**25,953,521**	**-**	**283,157**	**125,958**	**(25,098,109)**	**1,264,527**
Share-based payments (Note 6)	-	-	-	-	149,520	-	149,520
Net loss for the period	-	-	-	-	-	(185,478)	(185,478)
Balance at March 31, 2017	**25,856,201**	**25,953,521**	**-**	**283,157**	**275,478**	**(25,283,587)**	**1,228,569**
Balance at December 31, 2017	**44,059,700**	**29,805,654**	**334,000**	**510,576**	**342,656**	**(25,983,104)**	**5,009,782**
Shares issued for cash, net share issue costs (Note 6)	1,695,000	407,524	(334,000)	109,476	-	-	183,000
Shares issued on exercise of warrants (Note 6)	2,390,556	239,055	-	-	-	-	239,055
Share-based payments (Note 6)	-	-	-	-	433,822	-	433,822
Net loss for the period	-	-	-	-	-	(839,052)	(839,052)
Balance at March 31, 2018	**48,145,756**	**30,452,233**	**-**	**620,052**	**776,478**	**(26,822,156)**	**5,026,607**

(Expressed in Canadian dollars- unaudited)

	Three months ended March 31, 2018	Three months ended March 31, 2017
	$	$
Cash flows from operating activities		
Net loss for the period	**(839,052)**	(185,478)
Adjustments for:		
Share-based payments	**433,822**	149,520
Changes in non-cash working capital items:		
Receivables	**(13,496)**	(1,756)
Prepaid expenses	**(574,129)**	-
Accounts payable and accrued liabilities	**(2,001)**	(2,897)
Net cash used in operating activities	**(994,856)**	(40,611)
Cash flows from investing activities		
Mineral property interests	**-**	(9,492)
Cash used in purchase of common shares	**(150,000)**	
Net cash used in investing activities	**(150,000)**	(9,492)
Cash flows from financing activities		
Proceeds from issuance of shares, net of costs	**422,055**	-
Proceeds from subscriptions received	**122,500**	-
Net cash received from financing activities	**544,555**	-
Change in cash for the period	**(600,301)**	(50,103)
Cash, beginning	**4,932,737**	1,025,475
Cash, ending	**4,332,436**	975,372

Non-cash transactions:		
Shares received as mineral property option payments	-	500,000
Shares paid as mineral property option payments	-	120,000
Shares issued for services	-	48,598
Share issued for settlement of accounts payable	-	250,000

1. Nature of operations and going concern

Block X Capital Corp. (formerly Lions Gate Metals Inc.) (the "Company") was incorporated under the Canada Business Corporations Act on March 28, 1980, and currently is in the business of acquiring and investing in companies with blockchain technology. The Company's shares trade on the Canadian Securities Exchange ("CSE") under the symbol "BXXX". The Company's registered and records office is located at 918 – 1030 West Georgia Street, Vancouver, British Columbia, Canada, V6E 2Y3.

These consolidated financial statements are prepared on a going concern basis, which contemplates that the Company will continue in operation for the foreseeable future and will be able to realize its assets and discharge its liabilities in the normal course of business. For the three months ended March 31, 2018 the Company incurred a net loss of $405,230 (March 31, 2017: $185,478) and as of that date the Company's deficit was $26,388,334 (December 31, 2017: $25,983,104). As at March 31, 2018 the Company had a working capital of $4,815,883 which should be sufficient to finance operating costs over the next twelve months. Additional financing may be required to acquire new projects. Future funding for projects may not be available or may be available but on terms that may not be suitable for the Company. These material uncertainties may cast significant doubt about the Company's ability to continue as a going concern. Should the Company be unable to continue as a going concern, the net realizable value of its assets may be materially less than the amounts on its consolidated statement of financial position.

2. Basis of presentation and significant accounting policies

(a) Basis of presentation and statement of compliance

The condensed consolidated interim financial statements of the Company have been prepared in accordance with International Financial Reporting Standards ("IFRS") as issued by the International Accounting Standards Board ("IASB") and interpretations of the International Financial Reporting Interpretations Committee ("IFRIC"). Therefore, these financial statements comply with International Accounting Standard ("IAS") 34 "Interim Financial Reporting".

The condensed consolidated interim financial statements do not include all of the information required of full annual financial statements and are intended to provide users with an update in relation to events and transactions that are significant to an understanding of the changes in financial position and performance of the Company since the end of the last annual reporting period. It is therefore recommended that this financial report be read in conjunction with the annual financial statements of the Company for the year ended December 31, 2016. However, these condensed consolidated interim financial statements provide selected significant disclosures that are required in the annual financial statements under IFRS.

The condensed consolidated interim financial statements have been prepared on an accrual basis, based on historical costs. The condensed consolidated interim financial statements are presented in Canadian dollars, which is the Company's functional currency.

(b) Basis of consolidation

These consolidated financial statements incorporate the financial statements of the Company and the entities controlled by the Company. These consolidated financial statements include the accounts of the Company and its wholly-owned subsidiary Canadian Copper & Gold Corp. Control exists when the Company has the power, directly or indirectly, to govern the financial and operating policies of an entity so as to obtain benefits from its activities. The financial statements of subsidiaries are included in the consolidated financial statements from the date that control commences until the date that control ceases. All intercompany transactions and balances have been eliminated on consolidation.

2. Basis of presentation and significant accounting policies - continued

(c) Significant accounting estimates and judgments

The preparation of financial statements requires management to make estimates and judgments 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. Actual results could differ from those estimates and judgments. Those areas requiring the use of management estimates and judgments include:

Estimates

(i) Option or sale agreements, under which the Company may receive shares as payment, require the Company to determine the fair value of the shares received. Many factors can enter into this determination, including, if public shares, the number of shares received, the trading value of the shares, and volume of shares, and if non-public shares, the underlying asset value of the shares, or value of the claims under option or sale. This determination is subjective and does not necessarily provide a reliable single measure of the fair value of the shares received.

Judgments

(i) Recorded costs of mineral property interests and deferred exploration and evaluation costs are not intended to reflect present or future values of these properties. The recorded costs are subject to measurement uncertainty and it is reasonably possible, based on existing knowledge, that change in future conditions could require a material change in the recognized amount. Management is required, at each reporting period, to review its mineral property interests for signs of impairment. This is a highly subjective process taking into consideration exploration results, metal prices, economics, financing prospects and sale or option prospects. Management makes these judgments based on information available, but there is no certainty that a property is or is not impaired. Although the Company has taken steps to verify title to mineral properties in which it has an interest, these procedures do not guarantee the Company's title. Such properties may be subject to prior agreements or transfers and title may be affected by undetected defects.

(ii) The determination of deferred income tax assets or liabilities requires subjective assumptions regarding future income tax rates and the likelihood of utilizing tax carry-forwards. Changes in these assumptions could materially affect the recorded amounts, and therefore do not necessarily provide certainty as to their recorded values

(iii) These financial statements have been prepared on the basis of the accounting principles applicable to a going concern, which assumes the Company's ability to continue in operation for the foreseeable future and to realize its assets and discharge its liabilities in the normal course of operations. There are several adverse conditions that cast substantial doubt upon the soundness of this assumption (Note 1).

3. Future and Recently Adopted Accounting Standards

Recently adopted accounting standards

There are no new accounting standards adopted during the current year that have a material impact on the consolidated financial statements.

(Expressed in Canadian dollars- unaudited)

3. Future and Recently Adopted Accounting Standards (continued)

Future accounting standards

Certain pronouncements were issued by the IASB or the International Financial Reporting Interpretations Committee ("IFRIC") that are mandatory for accounting periods after December 31, 2017. Pronouncements that are not applicable or do not have a significant impact to the Company have been excluded from the discussion below.

- IFRS 9 - Financial Instruments; and
- IAS 15 – Revenue from contract with Customers.

The Company does not expect the implementation of these standards to have a significant impact on the Company's results of operations, financial position and disclosures.

Other accounting standards or amendments to existing accounting standards that have been issued but have future effective dates are either not applicable or are not expected to have a significant impact on the Company's consolidated financial statements.

4. Receivable

	March 31, 2018	**December 31, 2017**
	$	**$**
GST Recoverable	29,104	15,608

5. Mineral property interests

	Howard Lake
	$
Balance, December 31, 2016	**214,955**
Claim fees	9,493
Write down of mineral property	(224,448)
Balance, December 31, 2017 and March 31, 2018	**-**

Howard Lake mineral property

Pursuant to the terms of an Option Agreement dated September 18, 2014 with St. Jacques Mineral Corp. and Urania Resource Corp. (the "Vendors"), the Company can earn a 100% interest in the Howard Lake Project located on the northeast shore of Howard Lake in Saskatchewan. The property is subject to a 1% Gross Overriding Royalty ("GORR") that has been granted to the vendors relating to the claims held by each of them. The Company may purchase half of the GORR (0.5%) from each vendor for $1,000,000.

5. Mineral property interests (continued)

Howard Lake mineral property (continued)
On August 20, 2016, the Company amended its option agreement with the vendors for the Howard Lake Option Agreement. The Company can earn a 100% interest under the amended terms as follows:

- Transfer 4,500,000 common shares of CanU shares to the Vendors; (completed)
- Complete no less than $500,000 in qualifying exploration expenditures on the Property within 36 months of signing of the agreement;
- Transfer 2,000,000 shares of Aldever to St. Jacques Mineral Corp. on or before the August 31, 2016; (completed at fair value of $120,000)
- Make a cash payment of $100,000 to St. Jacques Mineral Corp. on or before the date which is 30 months following the date of signing of the agreement;
- Make a cash payment of $200,000 to Urania Resource Corp. on or before the date which is 30 months following the date of the signing of the agreement; and
- Within 5 years of the signing of the Agreement, define a NI 43-101 compliant resource of no less than 10,000,000 lbs. copper and 25,000,000 lbs. nickel on the property.

During the year ended December 31, 2017, the Company recorded a write-down of $224,448 and abandoned the Howard Lake mineral property.

The Company has reclamation deposits of $60,724 (December 31, 2017 - $60,724) relating to its mineral property interests, which management expects to be refunded.

6. Investment

On February 9, 2018, the Company purchased 500,000 common shares of Building Block Technology Corp at $0.30 per share for $150,000.

7. Share capital

a) Authorized

i) Authorized – unlimited number of common shares without par value
ii) Issued and outstanding – 48,145,756 (December 31, 2017: 44,059,700) common shares.

b) Share issuances

On October 30, 2017, the Company closed a non-brokered private placement whereby it issued 10,000,000 common shares at a price of $0.20 per share for proceeds of $2,000,000. In addition, the Company issued 790,000 finders' shares with a fair value of $292,300 and 790,000 finders' warrants with a fair value of $227,419. Each warrant is exercisable to October 30, 2019 for $0.20 per share. The fair value of the finder's warrants was determined using the Black-Scholes Option Pricing Model using the following assumptions: Risk-free rate of 1.40%; Expected life of 2 years, Expected volatility of 142% and dividend yield of nil. The Company incurred cash share issuance costs of $17,396 in relation to this private placement.

On November 16, 2017, the Company issued 2,675,999 common shares on exercise of warrants at an exercise price of $0.10 for proceeds of $267,600. On December 1, 2017, the Company issued 500,000 common shares on exercise of stock options at an exercise price of $0.165 for proceeds of $82,500. An amount of $69,411 was transferred from option to reserve to share capital upon exercise of the stock options. Included in subscriptions receivable is $82,500 of proceeds from the exercise of stock options, which was received subsequent to December 31, 2017.

(Expressed in Canadian dollars- unaudited)

7. Share capital – continued

b) Share issuances - continued

On December 6, 2017, the Company closed a non-brokered private placement whereby it issued 3,887,500 common shares at a price of $0.40 per share for proceeds of $1,555,000. The Company incurred cash share issuance costs of $17,563 in relation to this private placement. Subsequent to the year-end, the Company issued 317,000 finders shares and 317,000 finders' warrants related to this private placement. Each warrant is exercisable to December 1, 2019 for $0.40 per share.

On December 18, 2017, the Company issued 350,000 common shares at a price of $0.40 per share for proceeds of $140,000 as the first tranche of a private placement completed subsequent to December 31, 2017 (Note 13). Included in subscriptions receivable is $40,000 of proceeds from this private placement, which was received subsequent to December 31, 2017.

On January 5, 2018, the Company issued 317,000 finders' shares and 317,000 finders' warrants related to the last private placement in 2017. , the Company issued 317,000 finders' shares with a fair value of $126,800 and 317,000 finders' warrants with a fair value of $86,114. Each warrant is exercisable to December 1, 2019 for $0.40 per share. The fair value of the finder's warrants was determined using the Black-Scholes Option Pricing Model using the following assumptions: Risk-free rate of 1.60%; Expected life of 2 years, Expected volatility of 142% and dividend yield of nil.

On January 12, 2018, the Company completed a non-brokered private placement whereby it issued 1,292,500 common shares at a price of $0.40 per share for proceeds of $517,000. In addition, the Company issued 86,000 finders' shares with a fair value of $34,400 and 86,000 finders' warrants with a fair value of $23,362. Each warrant is exercisable at $0.40 until January 8, 2020. The fair value of the finder's warrants was determined using the Black-Scholes Option Pricing Model using the following assumptions: Risk-free rate of 1.60%; Expected life of 2 years, Expected volatility of 142% and dividend yield of nil. The Company received subscriptions of $334,000 during the year ended December 31, 2017 toward this private placement.

In March 2018, the Company issued 2,390,556 common shares upon exercise of warrants at an exercise price of $0.10 for proceeds of $239,056.

c) Share purchase warrants

The balance of warrants outstanding and exercisable as at March 31, 2018 is as follows:

	Number of warrants	Weighted average exercise price
		$
Balance, December 31, 2016	24,655,935	0.10
Issued	790,000	0.20
Exercised	(2,675,999)	0.10
Balance, December 31, 2017	22,769,936	0.10
Issued	403,000	0.40
Exercised	(2,390,556)	0.10
Balance, March 31, 2018	20,782,380	0.11
Warrants exercisable, March 31, 2018		
Weighted average remaining contractual life		0.70 years

(Expressed in Canadian dollars- unaudited)

7. Share capital (continued)

c) Share purchase warrants (continued)

	Warrants outstanding				Warrants exercisable	
Expiry Date	Exercise Price	Warrants	Weighted Average Exercise Price	Weighted average remaining contractual life (years)	Warrants	Weighted Average Exercise Price
	$		$			$
November 18, 2018	0.10	10,192,541	0.05	0.31	10,192,541	0.05
November 24, 2018	0.10	9,396,839	0.04	0.29	9,396,839	0.04
October 30, 2019	0.20	790,000	0.01	.06	790,000	0.01
December 1, 2019	0.40	317,000	0.01	.03	317,000	0.01
January 8, 2020	0.40	86,000	0.00	.01	86,000	0.00
		20,782,380	0.11	0.70	20,782,380	0.11

d) Stock options

The Company has a Rolling Incentive Stock Option Plan (“the Plan”) under which non-transferable options to purchase common shares of the Company may be granted to directors, officers, employees or consultants of the Company. A maximum of 10% of the issued and outstanding common shares of the Company may be reserved for issuance pursuant to the exercise of stock options. Terms of the Plan, considered to be the most significant, provide that the Directors have the right to grant options to acquire common shares of the Company at a price not less than the closing market price of the shares on the date the Company grants the option, less any discount permitted by the CSE, at terms of up to ten years. The majority of stock options vest immediately on the date of grant unless otherwise required by the CSE or the Board of Directors.

On December 8, 2016, the Company granted 2,375,000 stock options to directors and consultants of the Company at an exercise price of $0.165 per common share for a period of five years ending December 8, 2021. The stock options vest as at 25% every three months after the grant date. The fair value of the options granted was determined to be $329,703 using the following assumptions: Risk-free rate of 1.07%; Expected life of 5 years, Expected volatility of 125% and dividend yield of nil. During the year ended December 31, 2017, the Company recognized share-based payment of $286,109 (2016: $43,594) in net loss.

On January 11, 2018, the Company granted 2,640,000 stock options to directors and consultants of the Company at an exercise price of $0.43 per common share for a period of five years ending January 11, 2023. The stock options vest as at 25% every three months after the grant date. The fair value of the options granted was determined to be $938,400 using the following assumptions: Risk-free rate of 1.60%; Expected life of 5 years, Expected volatility of 142% and dividend yield of nil. During the three months ended March 31, 2018, the Company recognized share-based payment of $433,822 in net loss.

(Expressed in Canadian dollars- unaudited)

7. Share capital (continued)

d) Stock options (continued)

The balance of stock options outstanding and exercisable for the period ended March 31, 2018 and the years ended December 31, 2017 and 2016 is as follows:

	Number of options	**Weighted average exercise price**
		$
Balance, December 31, 2016	2,381,313	3.030
Cancelled/expired	(6,313)	10.560
Exercised	(500,000)	0.165
Balance, December 31, 2017	1,875,000	0.165
Granted	2,640,000	0.430
Balance, March 31, 2018	4,515,000	0.320
Options exercisable, March 31, 2018		
Weighted average remaining contractual life		4.33 years

	Options outstanding				**Options exercisable**	
Expiry Date	Exercise Price	Options	Exercise Price	Remaining contractual life (years)	Options	Exercise Price
	$		$			$
December 8, 2021	0.165	1,875,000	0.165	3.69	1,875,000	0.165
January 11, 2023	0.430	2,640,000	0.430	4.79	660,000	0.430

e) Reserves

Warrant reserve records fair value of the warrants issued as part of the units in private placement and issued for finders until such time that the warrants are exercised or expired, at which time the corresponding amount will be transferred to share capital. The reserve also records fair value of the warrant issued for services other than finders until such time that the warrants are exercised or expired, at which time the corresponding amount will be transferred to share capital or charged to deficit, respectively.

Option reserve records fair value of the stock options issued for services until such time that the options are exercised or expired, at which time the corresponding amount will be transferred to share capital or charged to deficit, respectively.

8. Related party transactions

Related party transactions for the periods ended March 31, 2018 consists solely of stock based compensation related to the grant of stock options on January 12, 2018 and vesting quarterly over a period of 12 months. For the three months ended March 31, 2018, the amount of stock based compensation to related parties was $197,191 (2017 - $64,529).

As at March 31, 2018 and December 31, 2017 there were no balances owing to related parties included in accounts payable.

9. Financial instruments and risk management

Financial instrument risk

The Company's financial instruments are exposed in varying degrees to a variety of financial risks. The Board approves and monitors the risk management processes:

Credit risk
Credit risk is the risk that one party to a financial instrument will fail to discharge an obligation and cause the other party to incur a financial loss. The Company's primary exposure to credit risk is on its cash held in bank accounts. The majority of cash is deposited in bank accounts held with a major bank in Canada. This risk is managed by using major banks that are high credit quality financial institutions as determined by rating agencies. Credit risk is assessed low.

Liquidity risk
Liquidity risk is the risk that the Company cannot meet its financial obligations as they become due. The Company's approach to managing liquidity is to ensure, as far as possible, that it will have sufficient liquidity to settle liabilities and obligations when they become due. As at March 31, 2018 the Company had cash of $4,332,436 and receivables of $29,104 to settle current liabilities of $131,002. Liquidity risk was assesses as low.

Market risk
Market risk consists of currency risk, interest rate risk and other price risk. The objective of market risk management is to manage and control market risk exposures within acceptable limits, while maximizing returns.

Foreign currency risk
Foreign currency risk is the risk that the fair values of future cash flows of a financial instrument will fluctuate because they are denominated in currencies that differ from the respective functional currency. The Company has no foreign exchange rate risk.

Interest rate and commodity price risk
Interest rate risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market interest rates. Commodity price risk is the risk of financial loss resulting from movements in the price of the Company's commodity inputs and outputs. The Company is not significantly exposed to interest rate or commodity price risk.

10. Capital management

The Company's objectives when managing capital are to safeguard the Company's ability to continue as a going concern and to maintain a flexible capital structure to finance its corporate administration and working capital for projects.

In order to maintain or adjust its capital structure the Company may issue new equity if it is available on favorable terms or finance through debt.

The Company is dependent on capital markets as its sole source of operating capital and the Company's capital resources are largely determined by the strength of the markets, by the status of the Company's projects in relation to these markets and by its ability to compete for investor support of its projects. The Company is not subject to externally imposed capital requirements and there were no changes in the Company's management of capital during the three months ended March 31, 2018. The Company's capital structure consists of cash and shareholders' equity, which is comprised of share capital net of accumulated deficit. In order for the Company to carry out operations and pay for administrative costs, the Company will spend its working capital and intends to raise additional amounts externally as needed. There were no changes in the Company's approach to capital management during the year.

11. Subsequent events

On April 11, 2018, the Company purchased 625,000 common shares of Abaxx Technologies Inc. at $0.40 per share for $250,000.

On April 12, 2018, the Company acquired 12.5% of the issued and outstanding founder shares of Silota Research and Development Inc ("Silota"), consisting of $238,500 shares at $0.0001 per share for total purchase price of $24. In addition, the Company issued a convertible note to Silota of $300,000, which is non-interest bearing, due five years from the date of issuance, and convertible into common shares at a price equal to the price of common shares on the day prior to conversion, less a 20% discount. Silota's feature product, Covalent, is building tools and infrastructure to bridge decentralized blockchains with centralized databases. Covalent's technology will allow companies to quickly perform complex queries on, and derive analytics from data stored on blockchains.

On April 30, 2018, the Company issued 80,000 common shares upon exercise of warrants at an exercise price of $0.10 for proceeds of $8,000.