
**SENTERNET PHI GAMMA INC.
CONDENSED INTERIM FINANCIAL STATEMENTS
THREE MONTHS ENDED MARCH 31, 2018
(EXPRESSED IN CANADIAN DOLLARS)
(UNAUDITED)**

Notice To Reader

The accompanying unaudited condensed interim financial statements of Senternet Phi Gamma Inc. (the "Company") have been prepared by and are the responsibility of management. The unaudited condensed interim financial statements have not been reviewed by the Company's auditors.

Senternet Phi Gamma Inc.
Condensed Interim Statements of Financial Position
(Expressed in Canadian Dollars)
Unaudited

	As at March 31, 2018	As at December 31, 2017
ASSETS		
Current assets		
Cash	\$ 2,208	\$ 29
Amounts receivable	2,566	1,338
Marketable securities	1	1
Total assets	\$ 4,775	\$ 1,368
EQUITY AND LIABILITIES		
Current liabilities		
Accounts payable and accrued liabilities	\$ 21,323	\$ 12,000
Due to related parties	152,511	148,937
Total liabilities	173,834	160,937
Equity		
Share capital	3,490,889	3,490,889
Deficit	(3,659,948)	(3,650,458)
Total equity	(169,059)	(159,569)
Total equity and liabilities	\$ 4,775	\$ 1,368

The accompanying notes to the unaudited condensed interim financial statements are an integral part of these statements.

Nature of operations and going concern (note 1)

Subsequent event (note 7)

Senternet Phi Gamma Inc.**Condensed Interim Statements of Loss and Comprehensive Loss****(Expressed in Canadian Dollars)****Unaudited**

	Three Months Ended March 31, 2018	Three Months Ended March 31, 2017
Operating expenses		
Professional fees and corporate services	\$ 8,290	\$ 2,323
Transfer agent's fees and expenses	1,200	1,200
Net loss and comprehensive loss for the period	\$ (9,490)	\$ (3,523)
Basic and diluted net loss per share (note 5)	\$ (0.00)	\$ (0.00)
Weighted average number of common shares outstanding	55,485,248	55,485,248

The accompanying notes to the unaudited condensed interim financial statements are an integral part of these statements.

Senternet Phi Gamma Inc.
Condensed Interim Statements of Cash Flows
(Expressed in Canadian Dollars)
Unaudited

	Three Months Ended March 31, 2018	Three Months Ended March 31, 2017
Operating activities		
Net loss for the period	\$ (9,490)	\$ (3,523)
Changes in non-cash working capital items:		
Amounts receivable	(1,228)	1,770
Accounts payable and accrued liabilities	9,323	2,597
Net cash provided by (used in) operating activities	(1,395)	844
Financing activities		
Increase in due to related parties	3,574	1,356
Net cash provided by financing activities	3,574	1,356
Net change in cash	2,179	2,200
Cash, beginning of period	29	7
Cash, end of period	\$ 2,208	\$ 2,207

The accompanying notes to the unaudited condensed interim financial statements are an integral part of these statements.

Senternet Phi Gamma Inc.**Condensed Interim Statements of Changes in Equity****(Expressed in Canadian Dollars)****Unaudited**

	Share Capital		Deficit	Total
	Number	Amount		
Balance, December 31, 2016	\$ 55,485,248	\$ 3,490,889	\$ (3,842,156)	\$ (351,267)
Net loss for the period	-	-	(3,523)	(3,523)
Balance, March 31, 2017	\$ 55,485,248	\$ 3,490,889	\$ (3,845,679)	\$ (354,790)
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Balance, December 31, 2017	\$ 55,485,248	\$ 3,490,889	\$ (3,650,458)	\$ (159,569)
Net loss for the period	-	-	(9,490)	(9,490)
Balance, March 31, 2018	\$ 55,485,248	\$ 3,490,889	\$ (3,659,948)	\$ (169,059)

The accompanying notes to the unaudited condensed interim financial statements are an integral part of these statements.

Senternet Phi Gamma Inc.
Notes to Condensed Interim Financial Statements
Three Months Ended March 31, 2018
(Expressed in Canadian Dollars)
Unaudited

1. Nature of operations and going concern

Senternet Phi Gamma Inc. (the "Company") was incorporated under the Business Corporations Act (Ontario) on March 28, 1967 as Northville Explorations Ltd. On January 22, 2014 the Company changed its name to its present name. The Company currently has no business activity and is focused on identifying a new project. The head office of the Company is located at 501-80 Richmond Street West, Toronto, Ontario M5H 2A4.

The financial statements have been prepared on the basis of the going concern assumption, meaning the Company will be able to realize its assets and discharge its liabilities in the normal course of operations. The Company incurred a net loss of \$9,490 during the three months ended March 31, 2018 and as of that date the Company had cash of \$2,208, and a shareholders' deficiency of \$169,059.

Given that the Company has not generated any ongoing income nor cash flows from operations, there is significant doubt regarding the Company's ability to continue as a going concern. The Company's ability to continue as a going concern is dependent upon its ability to raise additional financing and to establish profitable operations (see note 7). The carrying amount of assets, liabilities, revenues and expenses presented in the financial statements have not been adjusted as would be required if the going concern assumption was not appropriate.

2. Significant accounting policies

Statement of compliance

The Company applies International Financial Reporting Standards ("IFRS") as issued by the International Accounting Standards Board ("IASB") and interpretations issued by the International Financial Reporting Interpretations Committee ("IFRIC"). These unaudited condensed interim financial statements have been prepared in accordance with International Accounting Standard 34, Interim Financial Reporting. Accordingly, they do not include all of the information required for full annual financial statements required by IFRS as issued by IASB and interpretations issued by IFRIC.

The policies applied in these unaudited condensed interim financial statements are based on IFRSs issued and outstanding as of May 30, 2018, the date the Board of Directors approved the statements. The same accounting policies and methods of computation are followed in these unaudited condensed interim financial statements as compared with the most recent annual financial statements as at and for the year ended December 31, 2017, except as noted below. Any subsequent changes to IFRS that are given effect in the Company's annual financial statements for the year ending December 31, 2018 could result in restatement of these unaudited condensed interim financial statements.

New standards not yet adopted and interpretations issued but not yet effective

IFRS 16 Leases ("IFRS 16"), was issued in January 2016 and it replaces IAS 17 Leases. IFRS 16 requires entities to recognize lease assets and lease obligations on the balance sheet. IFRS 16 eliminates the classification of leases as either operating leases or finance leases for a lessee. Instead leases are "capitalized" by recognizing the present value of the lease payments and showing them either as lease assets (right-of-use assets) or together with property, plant and equipment. If lease payments are made over time, a company also recognizes a financial liability representing its obligations to make future lease payments. IFRS 16 is effective for fiscal periods beginning on or after January 1, 2019. The Company has not yet determined the impact of the amendments on the Company's financial statements.

Senternet Phi Gamma Inc.
Notes to Condensed Interim Financial Statements
Three Months Ended March 31, 2018
(Expressed in Canadian Dollars)
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2. Significant accounting policies (continued)

Change in accounting policies

IFRS 9 Financial Instruments ("IFRS 9")

On July 24, 2014, the IASB issued the completed IFRS 9, Financial Instruments to come into effect on January 1, 2018 with early adoption permitted.

IFRS 9 includes finalized guidance on the classification and measurement of financial assets. Under IFRS 9, financial assets are classified and measured either at amortized cost, fair value through other comprehensive income ("FVOCI") or fair value through profit or loss ("FVTPL") based on the business model in which they are held and the characteristics of their contractual cash flows. IFRS 9 largely retains the existing requirements in IAS 39 Financial Instruments: recognition and measurement, for the classification and measurement of financial liabilities.

The Company adopted IFRS 9 in its unaudited condensed consolidated interim financial statements on January 1, 2018. Due to the nature of its financial instruments, the adoption of IFRS 9 had no impact on the opening accumulated deficit balance on January 1, 2018. The impact on the classification and measurement of its financial instruments is set out below.

All financial assets not classified at amortized cost or FVOCI are measured at FVTPL. On initial recognition, the Company can irrevocably designate a financial asset at FVTPL if doing so eliminates or significantly reduces an accounting mismatch.

A financial asset is measured at amortized cost if it meets both of the following conditions and is not designated at FVTPL.

It is held within a business model whose objective is to hold the financial asset to collect the contractual cash flows associated with the financial asset instead of selling the financial asset for a profit or loss;
 Its contractual terms give rise to cash flows that are solely payments of principal and interest.

All financial instruments are initially recognized at fair value on the consolidated statement of financial position. Subsequent measurement of financial instruments is based on their classification. Financial assets and liabilities classified at FVTPL are measured at fair value with changes in those fair values recognized in the consolidated statement of loss and comprehensive loss for the year. Financial assets classified at amortized cost and financial liabilities are measured at amortized cost using the effective interest method.

The following table summarizes the classification and measurement changes under IFRS 9 for each financial instrument:

Classification	IAS 39	IFRS 9
Cash	FVTPL	FVTPL
Amounts receivable	Loans and receivables (amortized cost)	Amortized cost
Marketable securities	FVTPL	FVTPL
Accounts payable and accrued liabilities	Other financial liabilities (amortized cost)	Amortized cost
Due to related parties	Other financial liabilities (amortized cost)	Amortized cost

The original carrying value of the Company's financial instruments under IAS 39 has not changed under IFRS 9.

Senternet Phi Gamma Inc.
Notes to Condensed Interim Financial Statements
Three Months Ended March 31, 2018
(Expressed in Canadian Dollars)
Unaudited

2. Significant accounting policies (continued)

Change in accounting policies (continued)

IFRS 15 – Revenue from Contracts with Customers (“IFRS 15”). In May 2014, the IASB issued IFRS 15, Revenue from Contracts with Customers. IFRS 15 specifies how and when to recognize revenue as well as requires entities to provide users of financial statements with more informative, relevant disclosures. The standard supersedes IAS 18, Revenue, IAS 11, Construction Contracts, and a number of revenue-related interpretations. Application of the standard is mandatory for all IFRS reporters and it applies to nearly all contracts with customers: the main exceptions are leases, financial instruments and insurance contracts. On January 1, 2018, the Company adopted these amendments and there was no material impact on the Company’s unaudited condensed interim financial statements.

3. Share capital

a) Authorized share capital

The authorized share capital consisted of unlimited number of common shares.

b) Common shares issued

There were no changes in issued and outstanding common shares during the three months ended March 31, 2018 and 2017.

4. Stock options

	Number of stock options	Weighted average exercise price
Balance, December 31, 2016, March 31, 2017, December 31, 2017 and March 31, 2018	1,500,000	\$ 0.05

The following table reflects the actual stock options issued and outstanding as of March 31, 2018:

Expiry date	Exercise price (\$)	Weighted average remaining contractual life (years)	Number of options outstanding	Number of options vested (exercisable)
April 7, 2019	0.05	1.02	1,500,000	1,500,000

5. Loss per share

For the period ended March 31, 2018, basic and diluted loss per share has been calculated based on the loss attributable to common shareholders of \$9,490 (three months ended March 31, 2017 - \$3,523) and the weighted average number of common shares outstanding of 55,485,248 (three months ended March 31, 2017 - 55,485,248). Diluted loss per share did not include the effect of stock options as they are anti-dilutive.

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Notes to Condensed Interim Financial Statements
Three Months Ended March 31, 2018
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6. Related party transactions

	As at March 31, 2018	As at December 31, 2017
Advances from Heritage Transfer Agency Inc. ("Heritage") (i)	\$ 101,084	\$ 99,729
Advances from director (ii)	51,427	49,208
Balance, March 31, 2017	\$ 152,511	\$ 148,937

(i) A company controlled by a former director of the Company, due on demand, unsecured and non-interest bearing. During the period, the Company incurred \$1,200 (2017 - \$1,200) with Heritage for transfer agency services and corporate services. The amount is without interest.

(ii) A former director has ownership of an outstanding third party loan of \$15,000 (plus interest of 5% per annum). Interest expense incurred for the period was \$188 (2017 - \$188). The balance of the amount owing to the director is non-interest bearing. The advances are unsecured with no stated terms of repayment.

7. Subsequent event

(i) Subsequent to March 31, 2018, the Company announced Moe Wertzman and Abraham Arnold Mohamed resigned as directors of the Company; and Moe Wertzman resigned as Chief Executive Officer, Chief Financial Officer and Secretary of the Company. Binyomin Posen and Yaron Conforti were appointed as directors of the Company to fill the vacancies created by the foregoing resignations. Yaron Conforti was appointed to the positions of Chief Executive Officer, Chief Financial Officer and Secretary of the Company.

(ii) Subsequent to March 31, 2018, the Company closed a non-brokered private placement of 455,000,000 units of the Company (each, a "Unit") at \$0.001 per Unit for gross proceeds of \$455,000 (the "Offering"). Each Unit consisted of one common share in the share capital of the Company and one common share purchase warrant of the Company. Each warrant will entitle the holder thereof to acquire one additional common share at a price of \$0.002 for a period of eighteen months from grant. All of the securities issued in connection with the Offering are subject to a statutory hold period under applicable securities laws for a minimum period of four months and one day after the date of issuance.