

# MANAGEMENT'S DISCUSSION AND ANALYSIS OF THE COMPANY'S FINANCIAL CONDITION AND RESULTS OF OPERATIONS FOR THE SIX MONTHS ENDED JUNE 30, 2022

## **Date and Subject of this Discussion and Analysis**

The following is management's discussion and analysis ("MD&A") of Greenrise Global Brands Inc. (formerly "AMP Alternative Medical Products Inc.") (the "Company" or "Greenrise") financial condition and results of operations for the six months ended June 30, 2022, and should be read in conjunction with the unaudited condensed consolidated financial statements and related notes for the same reporting period and the Company's audited financial statements for the year ended December 31, 2021. The MD&A will also outline the economic operating conditions and how these influence Greenrise's business activities.

The financial information contained herein has been prepared in accordance with International Financial Reporting Standards ("IFRS"). All dollar figures included are quoted in Euros ("€"), which is the functional currency of the Company or Canadian dollars ("\$"), unless stated otherwise.

## **Cautionary Statement Regarding Forward-Looking Information**

This MD&A and the documents incorporated by reference herein contain forward-looking information (collectively "**forward-looking statements**") within the meaning of the applicable Canadian securities laws concerning our planned activities for the current financial year. The Company's representatives may also make forward-looking statements orally from time to time.

Statements in this document that are not historical facts, including statements about the Company's beliefs and expectations and recent business and economic trends, constitute forward-looking statements. Forward-looking statements include, without limitation, statements regarding the outlook for future operations, forecasts of future revenue and expenditures, market conditions, specifically the Canadian and German stock markets or other business plans. Forward-looking statements include statements regarding the intent, belief, or current expectations of the Company, primarily with respect to the results of operations, financial position or cash flows of the Company.

The statements are based on current plans, estimates, and projections and are subject to change. A number of factors could cause actual results to differ materially from those contained in any forward-looking statement, and the Company undertakes no obligation to publicly update any changes in light of new information or future events.

Shareholders and potential investors are cautioned that any such forward-looking statements are not guarantees and involve risks and uncertainties and that actual results may differ from those in the forward-looking statements as a result of various factors such as general economic and business conditions, particularly in North America and Europe, including changes in interest rates, actions by government authorities in Canada, Germany or the European Union, including changes in government regulation, political conditions in Europe and future decisions by the Company's directors or officers in response to changing conditions, the ability to execute prospective business plans and misjudgments in the course of preparing forward-looking statements.

Material factors and assumptions underlying the Company's expectations regarding forward-looking statements include, among others: the ability of the Company to obtain financing on acceptable terms, that the Company will be able to maintain appropriate levels of liquidity in order to make investments when attractive opportunities arise, stability in the global economic environment particularly in Canada and Germany and broadly in regard to North America and the European Union, and Canadian and German interest rates and that interest rates and foreign exchange rates, particularly in regard to the Canadian dollar and Euro, will not vary materially from current levels.

The status of the equity markets in Canada and Germany, in particular, the Canadian Securities Exchange and the Frankfurt Stock Exchange, may affect the financial performance of the Company. In addition, as the Company's cash and assets are held in €'s and to a lesser extent in CAD\$, high annual inflation in Germany, the European Union and Canada may affect the financial performance and condition of the Company. A majority of the Company's assets have an economic interest in Germany. Therefore, the fluctuation between the CAD\$ and the € may affect financial performance. The economic health of the economies of Germany and the European Union may also affect the financial performance of the Company.

**Greenrise Global Brands Inc. (formerly “AMP Alternative Medical Products Inc.”  
Management’s Discussion and Analysis  
For the six months ended June 30, 2022 (cont’d...)**

---

Shareholders and potential investors are advised that these cautionary remarks expressly qualify in their entirety all forward-looking statements attributable to the Company or persons acting on its behalf contained in this MD&A. This forward-looking statement dated November 25, 2021, references CSA Staff Notice 51-330 Guidance regarding the Application of Forward-Looking Information Requirements under National Instrument 51-102 Continuous Disclosure Obligations dated November 20, 2009.

**Description of Greenrise Global Brands Inc.**

Greenrise is a Canadian incorporated investment holding company with investments in the cannabis industries in Germany.

Greenrise’s common shares trade on the Frankfurt Stock Exchange under the trading symbol "C4T" and on the Canadian Securities Exchange (“CSE”) under the trading symbol “XCX” and is a securities reporting issuer in the Canadian provinces of British Columbia, Alberta, Ontario, and Quebec.

**German Cannabis Investments**

During the reporting period ending June 30, 2022, Greenrise invested in Hamburg-based, CannaCare Health GmbH (“CannaCare”), which has an extensive range of twenty CBD products consisting of tinctures, sprays and oils and skincare products made from natural raw materials manufactured in Europe and Germany and distributed through traditional sales channels ([www.cannacare-health.com](http://www.cannacare-health.com) and [www.canobo.de](http://www.canobo.de)).

Greenrise acquired 51% of CannaCare for 5,000,000 shares of the Company, cash payment of €250,000 and assumption of a shareholder loan which is convertible into shares and warrants of Greenrise. Greenrise has the exclusive option to purchase 49% of CannaCare during the next two years. CannaCare's management can earn an additional payment of shares and cash upon meeting sales and EBIT goals in 2022 and 2023.

Greenrise wholly owns and consolidates the financial results of Erfurt-based AMP Alternative Medical Products GmbH (“AMP”), which in accordance with the German Narcotic Drug Act (BtMG) and with the Free State of Thuringia, imports medical cannabis products meeting the European Union - Good Manufacturing Practice (EU-GMP) standard from around the world and sells in Germany ([www.amp-eu.com](http://www.amp-eu.com)).

**Greenrise Global Brands Inc. (formerly “AMP Alternative Medical Products Inc.”)**  
**Management’s Discussion and Analysis**  
**For the six months ended June 30, 2022 (cont’d...)**

**Results of Operations**

The table below highlights the results of operations for the six months ended June 30, 2022, and 2021;

	<b>2022</b>	<b>2021</b>
<b>Revenue</b>		
Sales	€ 268,479	€ 237,472
Cost of goods sold	<u>(212,440)</u>	<u>(205,192)</u>
Gross profit	<u>56,039</u>	<u>32,281</u>
<b>Expenses</b>		
General and administrative expenses	871,010	1,058,105
Interest, net	88,082	63,932
Share based compensation	59,971	41,947
Public company expenses	<u>13,429</u>	<u>14,660</u>
Total expenses	<u>(1,032,492)</u>	<u>(1,178,643)</u>
<b>Loss before other income (expense)</b>	<u>(976,453)</u>	<u>(1,146,363)</u>
<b>Other income (expense)</b>		
Foreign exchange gain (loss)	(39,477)	22,960
Unrealized gain (loss) on derivative liability	<u>(7,409)</u>	<u>-</u>
<b>Loss and Comprehensive loss for the period</b>	<u>€ (1,023,339)</u>	<u>€ (1,123,403)</u>

*Revenue and cost of goods sold*

During the six months ended June 30, 2022, the Company recognized €268,479 (2021: €237,472) in medical cannabis sales from AMP.

Cost of goods sold primarily includes the direct costs of purchasing products and transporting medical cannabis into Germany and then to the customers' location.

*General and administrative expenses*

The significant items included in general and administrative expenses for the six months ended June 30, 2022, and 2021 were:

	<b>Six months June 30, 2022</b>	<b>Six months June 30, 2021</b>
Consulting and executive management fees	€ 261,652	€ 569,796
Office and supplies	179,623	192,445
Professional fees	165,942	11,955
Rent and insurance	25,254	42,969
Salaries and benefits	<u>238,539</u>	<u>240,940</u>
	<u>€ 871,010</u>	<u>€ 1,058,105</u>

**Greenrise Global Brands Inc. (formerly “AMP Alternative Medical Products Inc.”  
Management’s Discussion and Analysis  
For the six months ended June 30, 2022 (cont’d...)**

Consulting and executive management fees include the cost of the Company's executive and AMP management salaries and consultants' fees for pharmaceutical and other services. The decrease during the six months ended June 30, 2022, as compared to the comparative period in 2021, was due to lower executive salary costs.

Office and supplies include the cost of maintaining multiple office locations, including general office operating costs, information technology, communication, and other related expenses. The decrease in the six months ended June 30, 2022, as compared to the same period in the prior year, was due to cost reductions at the corporate and AMP's offices.

The majority of professional fees relate to expenses for legal, accounting, auditors and tax advisors and laboratory costs for product quality testing. The increase in professional fees was associated with the acquisition of CannaCare. Salaries and benefits did not increase compared to the comparative period in 2021.

*Interest*

The majority of the interest expense relates to the Company's unsecured revolving credit drawdown facility bearing an interest rate of 10% per annum and maturing on December 31, 2023. As of June 30, 2022, €1,990,501 (December 31, 2021 - €1,841,755) was drawn-down against the credit facility.

**Quarterly Results**

The table below shows the results for the Company for each of the most recent eight quarters:

	(in thousands, except per share amounts)							
	Q2, 2022		Q1, 2022		Q4, 2021		Q3, 2021	
Revenue	€	268	€	145	€	101	€	115
Loss and comprehensive loss		1,023		427		1,980		536
Basic and diluted loss per share		0.02		0.01		0.06		0.02
	Q2, 2021		Q1, 2021		Q4, 2020		Q3, 2020	
Revenue	€	122	€	115	€	62	€	-
Loss and comprehensive loss		619		505		515		768
Basic and diluted loss per share		0.02		0.02		0.02		0.04

**Financial Condition, Liquidity and Capital Resources**

As at June 30, 2022, the Company had a working capital deficit of €604,945 compared to a working capital deficit of €284,015 as at December 31, 2021.

During the six months ending June 30, 2022, the Company completed non-brokered placements of 5,317,000 Units of the Company at a price of CAD\$0.20 per Unit (“Unit”) for proceeds of CAD\$1,063,400. Each Unit is comprised of one common share and two share purchase warrants (“Warrant”), exercisable for one common share at an exercise price of CAD\$0.35 at any time up to one year and at CAD\$0.50 at any time up to two years following the closing date. The Company paid finders' fee of CAD\$42,000 and issued 210,000 finders' warrants, where each finders' warrant entitles the holder to acquire one additional common share at a price of CAD\$0.20 per share for a period of six months from the date of issuance.

At June 30, 2022, the Company had total assets of €2,547,975, consisting of €16,830 in cash and loan receivables of €1,092,102 and investment in CannaCare of €1,195,386.

Total liabilities increased to €3,809,439 as at June 30, 2022, compared to €2,256,450 as at December 31, 2021, due largely to an increase in loan payables and account payables and the issuance of a €608,921 convertible debenture related to the acquisition of the Company's investment in CannaCare.

### **Going Concern Considerations**

During the year ending December 31, 2020, there was a global outbreak of coronavirus (COVID-19). The actual and threatened spread of the virus globally has had a material adverse effect on the global economy and, specifically, the regional economies in which the Company operates. The pandemic could continue to have a negative impact on the Company’s operations, the stock market, including trading prices of the Company’s shares and its ability to raise new capital. These factors, among others, could have a significant impact on the Company’s planned future operations.

### **Related Party Transactions**

During the six months ended June 30, 2022, the Company paid or accrued directors and management fees of €60,000 (2021 - €260,785) to directors and executive officers of the Company

Included in accounts payable at June 30, 2022, is €20,000 (December 31, 2021 - €23,536) owing to directors and officers of the Company for management fees and expenses incurred on behalf of the Company.

### **Critical Accounting Estimates and Policies**

Set out below are the Company’s critical accounting policies and estimates:

#### **Change in functional and presentation currencies**

Effective October 1, 2020, the Company changed from a Canadian dollar presentation currency to a Euro presentation currency. The functional currency of the Company and AMP Canada also changed from Canadian dollars to the Euro, effective October 1, 2020. The functional currency of AMP has not changed and remains the Euro.

A change in presentation currency is accounted for as a change in accounting policy and is applied retrospectively as if the new presentation currency had always been the presentation currency. Consequently, the comparatives for the year ended December 31, 2020, and as at December 31, 2019, and 2018 have been restated to be presented in Euro using average exchange rates for income and expenses and the closing rate at the statement of financial position date for assets and liabilities. Capital stock and accumulated deficits have been translated using historical rates. Resulting exchange differences have been recognized within equity.

#### **Revenue recognition**

Revenue from the sale of products is recognized when the quantity of products sold and the sales price are fixed, the title has passed to the buyer and collection is reasonably assured.

#### **Income taxes**

Income tax expense comprises current and deferred tax. Current and deferred tax is recognized in profit and loss except to the extent that it relates to items recognized directly in equity or in reserves as part of shareholders’ equity.

Current tax is the expected tax payable or receivable on the taxable income or loss for the period using tax rates enacted or substantively enacted at the reporting date and any adjustment to tax payable in respect of previous years.

Deferred tax is recognized in respect of temporary differences between carrying amounts of assets and liabilities for financial reporting purposes and the amounts used for taxation purposes. Deferred tax is measured at the tax rates that are expected to be applied to temporary differences when they reverse based on the laws that have been enacted or substantively enacted by the reporting date.

A deferred tax asset is recognized only to the extent that it is probable that future taxable income will be available against which the asset can be realized.

Deferred income tax assets and deferred income tax liabilities are offset only if a legally enforceable right exists to offset current

**Greenrise Global Brands Inc. (formerly “AMP Alternative Medical Products Inc.”  
Management’s Discussion and Analysis  
For the six months ended June 30, 2022 (cont’d...)**

---

tax assets against current income tax liabilities, and the deferred income taxes relate to the same taxable entity and the same taxation authority.

**Share capital**

Common shares are classified as equity. Transaction costs directly attributable to the issue of common shares and share options are recognized as a deduction from equity, net of any tax effects.

**Critical Risk Factors**

*Limited Operating History*

The Company has just commenced sales of products and, as such, has no history of earnings. The Company is therefore subject to many of the risks common to early-stage enterprises, including under-capitalization, cash shortages, personnel limitations, personnel, financial, and other resources. There is no assurance that the Company will be successful in achieving a return on shareholders’ investment, and the likelihood of success must be considered considering the early stage of operations.

*Negative Cash Flow for the Foreseeable Future*

The Company commenced sales of products during late 2020 and, as such, has no history of earnings or cash flow from operations. To the extent that the Company has negative cash flow in future periods, the Company may need to allocate a portion of its cash reserves to fund such negative cash flow.

*Reliance on Management*

The success of the Company is dependent upon the ability, expertise, judgment, discretion and good faith of its senior management and consultants. While employment agreements are customarily used as a primary method of retaining the services of key employees, these agreements cannot assure the continued services of such employees. Any loss of the services of such individuals could have a material adverse effect on the Company’s business, operating results, or financial condition.

*Additional financing needs*

The Company will require equity and/or debt financing to support ongoing operations, to undertake capital expenditures or to undertake acquisitions or other business combination transactions. There can be no assurance that additional financing will be available to the Company when needed or on terms which are acceptable. The Company’s inability to raise financing to fund capital expenditures or acquisitions could limit its growth and may have a material adverse effect upon future profitability. If additional funds are raised through further issuances of equity or convertible debt securities, existing shareholders could suffer significant dilution, and any new equity securities issued could have rights, preferences, and privileges superior to those of holders of the Company shares. Any debt financing secured in the future could involve restrictive covenants relating to capital raising activities and other financial and operational matters, which may make it more difficult for the Company to obtain additional capital and pursue business opportunities, including potential acquisitions.

*Difficulty to Forecast*

The Company must rely largely on its own market research to forecast demand for its products, as detailed forecasts are not generally obtainable from other sources at this early stage. A failure in the demand for its products could have a material adverse effect on the business, results of operations and financial condition of the Company.

*Compliance with Laws*

The Company’s operations are subject to various laws, regulations, and guidelines. The Company endeavours to comply with all relevant laws, regulations, and guidelines. However, there is a risk that the Company’s interpretation of laws, regulations, and guidelines, including but not limited to the Cannabis Regulations, the regulations thereunder and applicable stock exchange rules and regulations, may differ from each other, and the Company’s operations may not be in compliance with such laws, regulations and guidelines. In addition, achievement of the Company’s business objectives is contingent, in part, upon compliance with regulatory requirements enacted by governmental authorities and, where necessary, obtaining regulatory approvals.

The impact of regulatory compliance regimes, any delays in obtaining, or failure to obtain regulatory approvals required by the

**Greenrise Global Brands Inc. (formerly “AMP Alternative Medical Products Inc.”  
Management’s Discussion and Analysis  
For the six months ended June 30, 2022 (cont’d...)**

---

Company may significantly delay or impact the development of the Company’s business and operations and could have a material adverse effect on the business, results of operations and financial condition of Company. Any potential noncompliance could cause the business, financial condition, and results of operations of the Company to be adversely affected.

The Company incurs ongoing costs and obligations related to regulatory compliance. Failure to comply with applicable laws and regulations may result in enforcement actions thereunder, including orders issued by regulatory or judicial authorities causing operations to cease or be curtailed. Amendments to current laws and regulations, or more stringent application of existing laws or regulations, may have a material adverse impact on the Company resulting in increased cost to purchase products. The introduction of new tax laws, regulations or rules, or changes to, or differing interpretations of, or application of, existing tax laws, regulations or rules in any of the countries in which the Company operates could result in an increase in the Company’s taxes, or other governmental charges, duties or impositions. No assurance can be given that new tax laws, regulations or rules will not be enacted or that existing tax laws, regulations or rules will not be changed, interpreted, or applied in a manner which could result in the Company’s profits being subject to additional taxation or which could otherwise have a material adverse effect on the Company.

*Regulation of the Cannabis Industry*

The cannabis-related business and activities of the Group are heavily regulated in all jurisdictions where it carries on business. The Company’s operations are subject to various laws, regulations and guidelines by governmental authorities, particularly The Federal Opium Agency of Germany's Federal Institute for Drugs and Medical Devices (the "BfArM") relating to the marketing, management, transportation, storage, sale, pricing and disposal of medical cannabis and cannabis oil, and also including laws and regulations relating to health and safety, insurance coverage, the conduct of operations and the protection of the environment. Laws and regulations, generally applied, grant government agencies and self-regulatory bodies broad administrative discretion over the activities of the Company, including the power to limit or restrict business activities as well as impose additional disclosure requirements on the Company's products and services. Achievement of the Company's business objectives are contingent, in part, upon compliance with regulatory requirements enacted by these governmental authorities and obtaining all regulatory approvals, where necessary, for the production and sale of its products. The Company cannot predict the time required to secure all appropriate regulatory approvals for its products or the extent of documentation that may be required by governmental authorities. Any delays in obtaining or failure to obtain regulatory approvals would significantly delay the development of markets and products and could have a material adverse effect on the business, results of operations and financial condition of the Company.

Failure to comply with the laws and regulations applicable to its operations may lead to possible sanctions, including the revocation or imposition of additional conditions on licenses to operate the Company’s business, the suspension or expulsion from a particular market or jurisdiction or of its key personnel, and the imposition of fines and censures. To the extent that there are changes to the existing laws and regulations or the enactment of future laws and regulations that affect the sale or offering of the Company’s products or services in any way, this could have a material adverse effect on the business, results of operations and financial condition of the Company.

*Changes in Laws, Regulations and Other Guidelines*

The Company’s operations are subject to a variety of laws, regulations, and guidelines relating to the marketing, acquisition, management, distribution (including import), transportation, storage, sale, and disposal of medical cannabis products. While the Company is currently in compliance with all such laws, regulations and guidelines, any rulings to the contrary or any changes to such laws and regulations that are beyond the control of the Company could have a material adverse effect on the business, results of operations, financial condition, and prospects of the Company.

*Conflicts of Interest*

Certain directors and officers of the Company are or may become directors and officers of other companies, and conflicts of interest may arise between their duties as officers and directors of the Company and as officers and directors of such other companies.

*Litigation*

The Company may become party to litigation from time to time in the ordinary course of business which could adversely affect its business. Should any litigation in which the Company becomes involved be determined against the Company, such a decision could adversely affect the Company’s ability to continue. Even if the Company is involved in litigation and wins, litigation can redirect significant Company’s resources.

**Greenrise Global Brands Inc. (formerly “AMP Alternative Medical Products Inc.”  
Management’s Discussion and Analysis  
For the six months ended June 30, 2022 (cont’d...)**

---

*Uninsurable Risks*

The business of the Company may not be insurable, or the insurance may not be purchased due to high cost. Should such liabilities arise, they could reduce or eliminate any future profitability and result in increased costs and a decline in the value of the Company.

*Economic Environment*

The Company’s operations could be affected by the economic context should the unemployment level, interest rates, or inflation reach levels that influence consumer trends and consequently impact the Company’s future sales and profitability.

*Global Economy Risk*

The ongoing economic slowdown and downturn of global capital markets have generally made raising capital by equity or debt financing more difficult. Access to financing has been negatively impacted by the ongoing global economic risks. As such, the Company is subject to liquidity risks in meeting our development and future operating cost requirements in instances where cash positions are unable to be maintained, or appropriate financing is unavailable. These factors may impact the Company’s ability to raise equity or obtain loans and other credit facilities in the future and on terms favourable to the Company. If uncertain market conditions persist, the Company’s ability to raise capital could be jeopardized, which could have an adverse impact on the Company’s operations.

*Going-Concern Risk*

The financial statements have been prepared on a going concern basis, under which an entity is considered to be able to realize its assets and satisfy its liabilities in the ordinary course of business. The Company’s future operations are dependent upon the identification and successful completion of equity or debt financing and the achievement of profitable operations at an indeterminate time in the future. There can be no assurances that the Company will be successful in completing equity or debt financing or in achieving profitability.

The financial statements do not give effect to any adjustments relating to the carrying values and classification of assets and liabilities that would be necessary should the Company be unable to continue as a going concern.

*Financial Risk Exposures*

The Company may have financial risk exposure to varying degrees relating to the currency of each of the countries where it operates and has financial risk exposure towards digital currencies. The level of the financial risk exposure related to currency and exchange rate fluctuations will depend on the Company’s ability to hedge such risk or use another protection mechanism.

*Attracting and keeping senior management and key personnel and consultants*

The success of the Company depends on the continued ability to attract, retain, and motivate highly qualified management, clinical and scientific personnel, and industry consultants.

**Off-Balance Sheet Arrangements**

The Company has no off-balance sheet arrangements that would potentially affect current or future operations or the financial condition of the Company.

**Other MD&A Requirements**

As specified by National Instrument 51-102, the Company advises readers of this MD&A that important additional information about the Company is available on the SEDAR website – [www.sedar.com](http://www.sedar.com).

The Company’s Chief Executive Officer (CEO) and Interim Chief Financial Officer (CFO) is responsible for establishing and maintaining disclosure controls and procedures and internal controls over financial reporting for the Company.

**Outstanding Share Data**

The authorized share capital of the Company is an unlimited number of Class A Voting Common Shares (the “common shares”). As at June 30, 2022, there were 47,236,039 shares outstanding, with the following common shares having been issued



**Greenrise Global Brands Inc. (formerly “AMP Alternative Medical Products Inc.”  
Management’s Discussion and Analysis  
For the six months ended June 30, 2022 (cont’d...)**

since January 1, 2022:

- a) On June 20, 2022, the Company closed a non-brokered private placement of 1,700,000 Units of the Company at CAD\$0.20 (€0.15) per share for gross proceeds of CAD\$340,000 (€250,000). Each Unit is comprised of one common share in the Company and two share purchase warrants (“Warrant”), exercisable for one common share at an exercise price of CAD\$0.35 at any time up to one year and at CAD\$0.50 at any time up to two years following closing. The Company paid cash finder’s fees of CAD\$ 23,800 (€17,372) and issued 119,000 finders' warrants which are exercisable at CAD\$0.20 each and expire on October 21, 2022.
- b) On April 14, 2022, the Company closed a non-brokered private placement of 812,000 units of the Company at CAD\$0.20 (€0.15) per share for gross proceeds of CAD\$162,400 (€119,105). Each Unit is comprised of one common share in the Company and two share purchase warrants exercisable for one common share at an exercise price of CAD\$0.35 at any time up to one year and at CAD\$0.50 at any time up to two years following closing. The Company paid cash finder's fees of CAD\$7,700 (€8,337) and issued 38,500 finders' warrants which are exercisable at CAD\$0.20 each and expire on October 14, 2022.
- c) On April 5, 2022, the Company closed a non-brokered placement of 2,805,000 units of the Company at a price of CAD\$0.20 per Unit for proceeds of CAD\$561,000. Each Unit is comprised of one common share in the Company and two share purchase warrants, exercisable for one common share at an exercise price of CAD\$0.35 at any time up to one year and at CAD\$0.50 at any time up to two years following the closing date. In connection with the private placement, the Company paid finders' fee of CAD\$10,500 and issued 52,500 finders’ warrants, where each finders' warrant entitles the holder to acquire one additional common share at a price of CAD\$0.20 per share for a period of six months from the date of issuance. Subscription receipts received in advance of \$404,965 relating to this private placement had been received by March 31, 2022.

The following table sets out the number of outstanding options as at the date of this report:

Exercise price range	Options outstanding			Options exercisable	
	Number of stock options outstanding	Weighted average contractual life (years)	Weighted-average exercise price (CAD\$)	Number of stock options exercisable	Weighted-average exercise price (CAD\$)
CAD\$0.18	870,000	1.84	0.18	870,000	0.18
	870,000	1.84	\$ 0.18	870,000	\$ 0.18

As of June 30, 2022, the Company had 12,195,868 warrants outstanding.

***Directors and Officers***

Directors and Officers:

Dr. Stefan Feuerstein, Chief Executive Officer and Interim Chief Financial Officer  
Hendrik Knopp  
Frank Otto  
Oliver Schindler

-End of Document-