

MAXTECH VENTURES INC.

Condensed Consolidated Interim Financial Statements

Three Months Ended October 31, 2016

(Unaudited -Expressed in Canadian Dollars)

NOTICE TO READERS

In accordance with National Instrument 51-102 released by Canadian Securities Administrators, the Company discloses that its auditors have not reviewed the accompanying condensed interim consolidated financial statements.

Maxtech Ventures Inc.

Condensed Consolidated Interim Statements of Financial Position

(Unaudited - Expressed in Canadian Dollars)

	Note	October 31, 2016	July 31, 2016
		\$	\$
Assets			
Current Assets			
Cash		60,398	8,863
Marketable securities	4	-	50,000
Other receivables	5	2,157	1,643
Total		62,555	60,506
Liabilities and Shareholders' Equity			
Current Liabilities			
Accounts payable and accrued liabilities	6	62,985	90,274
Notes payable	7	20,676	-
		83,661	90,274
Shareholders' Equity			
Share capital	8	8,330,000	8,330,000
Reserves	8	5,349,127	5,354,127
Deficit		(13,700,233)	(13,713,895)
Total Shareholders' Equity (Deficiency)		(21,106)	(29,768)
Total Liabilities and Shareholders' Equity		62,555	60,506

Nature of operations and going concern 1

Subsequent events 11

"Peter Wilson"
Director

"Santokh Sahota"
Director

See accompanying notes to the condensed consolidated interim financial statements

Maxtech Ventures Inc.**Condensed Consolidated Interim Statements of Comprehensive Loss**

(Unaudited - Expressed in Canadian Dollars)

		Three months ended October 31,	
	Note	2016	2015
		\$	\$
Expenses			
Consulting		21,600	27,200
Mineral property option payment		8,676	–
Office facilities and administration		5,628	7,725
Professional fees		2,000	1,750
Transfer agent and listing fees		4,364	3,153
Loss before the following		(42,268)	(39,828)
Gain (loss) on marketable securities	4	(70)	16,358
Recovery of note receivable previously written off	7	56,000	–
Income (loss) for the period		13,662	(23,470)
Other comprehensive income (loss):			
Fair value adjustment - marketable securities	4	(5,000)	16,358
Comprehensive income (loss)		8,662	(23,470)
Basic and diluted earnings (loss) per share-continued operations		0.00	(0.00)
Weighted average number of common shares outstanding		45,648,948	33,648,948

See accompanying notes to the consolidated condensed interim financial statements

MAXTECH VENTURES INC.**Condensed Consolidated Interim Statements of Cash Flows**

(Unaudited - Expressed in Canadian Dollars)

Cash provided by (used in)	Three months ended October 31,	
	2016	2015
	\$	\$
Operating activities		
Net income (loss) for the period	13,662	(39,828)
Loss (gain) on marketable securities	70	–
Changes in non-cash operating working capital		
Other receivables	(514)	(588)
Accounts payable and accrued liabilities	(27,289)	39,938
Cash used in operating activities	(14,071)	(478)
Investing activities		
Proceeds realized on disposition of marketable securities	44,930	–
Cash provided by investing activities	44,930	–
Financing activities		
Issuance of promissory notes	20,676	–
Cash provided by financing activities	20,676	–
Increase(decrease) in cash	51,535	(478)
Cash, beginning of period	8,863	3,353
Cash, end of period	60,398	2,875

See accompanying notes to the consolidated condensed interim financial statements

Maxtech Ventures Inc.

Condensed Consolidated Interim Statements of Changes in Shareholders' Deficiency

(Unaudited - Expressed in Canadian Dollars)

	Share capital		Reserves			Deficit	Total
	Number	Amount	Foreign translation reserve	Share-based payment reserve	Investment revaluation reserve		
		\$	\$	\$	\$	\$	\$
Balance, July 31, 2015	39,648,948	8,230,000	(3,904)	5,349,127	–	(13,573,639)	1,584
Unrealized gain-marketable securities	–	–	–	–	16,358	–	16,358
Net loss	–	–	–	–	–	(39,828)	(39,828)
Balance, October 31, 2015	39,648,948	8,230,000	(3,904)	5,349,127	16,358	(13,613,467)	(21,886)
Balance, July 31, 2016	45,648,948	8,330,000	–	5,349,127	5,000	(13,713,895)	(29,768)
Fair value adjustment recycled to profit and loss (Note 4)	–	–	–	–	(5,000)	–	(5,000)
Net loss	–	–	–	–	–	13,662	13,662
Balance, October 31, 2016	45,648,948	8,330,000	–	5,349,127	–	(13,700,233)	(21,106)

See accompanying notes to the consolidated condensed interim financial statements

Maxtech Ventures Inc.

Notes to the condensed consolidated interim financial statements Three months ended October 31, 2016 (Unaudited - Expressed in Canadian dollars)

1. NATURE OF OPERATIONS AND GOING CONCERN

Maxtech Ventures Inc. (the “Company” or “Maxtech”) was incorporated on April 19, 2000 under the laws of the province of British Columbia, Canada. The Company’s shares are traded on the Canadian Securities Exchange (the “CSE”) under the symbol “MVT”. The Company is currently seeking business opportunities.

The head office, principal address and records office of the Company are located at 8338 - 120th Street, Surrey, BC V3W 3N4.

These condensed consolidated interim financial statements for the three months ended October 31, 2016 have been prepared on a going concern basis which assumes that the Company will be able to realize its assets and discharge its liabilities in the normal course of business for the foreseeable future. As at October 31, 2016, the Company is not able to finance day to day activities through operations and had recurring losses since inception. The Company’s continuation as a going concern is dependent upon its ability to attain profitable operations and generate funds there from and/or raise equity capital or borrowings sufficient to meet current and future obligations. These uncertainties cast significant doubt about the Company’s ability to continue as a going concern. Management intends to finance operating costs over the next twelve months with the private placements of common shares.

2. STATEMENT OF COMPLIANCE

These consolidated condensed interim financial statements, including comparatives within, have been prepared in accordance with International Accounting Standards 34, “Interim Financial Reporting” (“IAS 34”), using accounting policies consistent with the International Financial Report Standards (“IFRS”) issued by the International Accounting Standards Board (“IASB”) and interpretations of the International Financial Reporting Interpretations Committee. Any subsequent changes to IFRS that are given effect to in the Company’s annual consolidated financial statements for the year ending July 31, 2017 could result in revisions to these interim financial statements.

These consolidated condensed interim financial statements do not include all of the information required of a full annual financial report and is 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 these consolidated condensed interim financial statements be read in conjunction with the audited annual consolidated financial statements of the Company for the most recent year ended July 31, 2016.

These consolidated condensed interim financial statements were approved and authorized by the Board of Directors on December 28, 2016.

3. SIGNIFICANT ACCOUNTING POLICIES

Basis of preparation

These condensed consolidated interim financial statements have been prepared on an accrual basis and are based on historical costs, except for financial instruments measured at their fair value. The condensed consolidated interim financial statements are presented in Canadian dollars, unless otherwise noted.

Consolidation

These condensed consolidated interim financial statements for the three months ended October 31, 2016 include the accounts of the Company and its controlled subsidiaries:

Name	Status	Ownership	Place of incorporation
Emerging Minerals Corp. (“Emerging Minerals”)	Inactive	53%	BC, Canada
Eotheme International Ltd (“Eotheme”)	Inactive	100%	Wyoming, USA

Maxtech Ventures Inc.

Notes to the condensed consolidated interim financial statements
Three months ended October 31, 2016
(Unaudited - Expressed in Canadian dollars)

3. SIGNIFICANT ACCOUNTING POLICIES (continued)

Consolidation (continued)

All intercompany balances and transactions between the Company and its subsidiaries have been eliminated on consolidation.

Adoption of new accounting policies and accounting standards issued but not yet applied

The Company has not adopted new accounting policies since its recent year ended July 31, 2016.

Certain pronouncements were issued by the IASB or the IFRIC that are mandatory for accounting periods beginning after July 31, 2016 or later periods.

These new 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. MARKETABLE SECURITIES

The Company's marketable securities may comprise of investments in shares and share purchase warrants of Canadian public companies.

During the three months ended year ended October 31, 2016, the Company disposed all of the marketable securities and recorded a loss of \$70 on the disposition and received proceeds of \$44,930.

5. OTHER RECEIVABLE

	October 31, 2016	July 31, 2016
	\$	\$
Goods and services tax recoverable	2,157	1,643

6. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

	October 31, 2016	July 31, 2016
	\$	\$
Trade payables	23,985	53,274
Accrued liabilities	39,000	37,000
	62,985	90,274

7. NOTES RECEIVABLE (PAYABLE)

As at July 31, 2016, the Company had the following notes receivable outstanding:

Borrower	Principal	Term	Interest	Security
	\$			
Chimata (i)	56,000	On-demand	5% per annum	Unsecured
Provision	(56,000)			
	-			

(i) Chimata Gold Corp. ("Chimata") is a former subsidiary of the Company. Chimata fully repaid \$56,000 during the three months ended October 31, 2016. As a result, a recovery of \$56,000 has been recorded.

Maxtech Ventures Inc.

Notes to the condensed consolidated interim financial statements
Three months ended October 31, 2016
(Unaudited - Expressed in Canadian dollars)

7. NOTES RECEIVABLE (PAYABLE) (CONTINUED)

As at October 31, 2016, the Company had the following promissory notes payable outstanding:

Borrower	Principal	Term	Interest	Security
Grandpeak Capital Corp. (ii)	\$ 12,000	On-demand	3% per annum Prime + 1%	unsecured
Can-ameri Agri Co. (ii)	8,676	On-demand	per annum	unsecured
	20,676			

(ii) Grandpeak Capital Corp. and Can-ameri Agri Co. are Canadian public companies.

During three months ended October 31, 2016, the Company entered into a loan agreement with Innovative Properties Inc. ("Innovative"), whereby Innovative agreed to lend the Company \$50,000 which was fully repaid as at October 31, 2016.

8. SHARE CAPITAL

Authorized

Unlimited number of common shares without par value.

Stock options

The Company has adopted an incentive stock option plan (the "Plan"). The essential elements of the Plan provide that the aggregate number of shares of the Company's capital stock issuable pursuant to options granted under the Plan may not exceed 20% of the outstanding shares. Options granted under the Plan may have a maximum term of 5 years. The exercise price of options granted under the Plan will not be less than the closing price of the Company's shares on the CSE on the trading day immediately before the date of grant, less the discount permitted. The options vest at the discretion of the Board of Directors. As at October 31 and July 31, 2016, the Company did not have any stock options outstanding.

Share purchase warrants

As at October 31 and July 31, 2016, the Company did not have any share purchase warrants outstanding.

Share-based payment reserve

The share-based payment reserve records items recognized as stock-based compensation expense and other share-based payments until such time that the stock options or warrants are exercised, at which time the corresponding amount will be transferred to share capital.

Foreign currency translation reserve

The foreign currency translation reserve records unrealized exchange differences arising on translation of foreign operations that have a functional currency other than the Company's reporting currency.

Investment revaluation reserve

The investment revaluation reserve records unrealized gain or loss arising on change in the fair value of available-for-sale financial assets.

9. RELATED PARTY TRANSACTIONS

Transactions with key management and directors

During the three months ended October 31, 2016 and 2015, the Company did not have transactions with its related parties.

As at October 31, and July 31, 2016, the Company's did not have balance due to/from its related parties.

Amounts due to related parties are generally non-interest bearing, unsecured, with no terms of repayment.

Maxtech Ventures Inc.

Notes to the condensed consolidated interim financial statements
Three months ended October 31, 2016
(Unaudited - Expressed in Canadian dollars)

10. FINANCIAL INSTRUMENTS

Classification of financial instruments

Financial assets included in the statement of financial position are as follows:

	October 31, 2016	July 31, 2016
	\$	\$
Fair value through profit and loss:		
Cash	60,398	8,863
Available-for-sale financial assets:		
Marketable securities	-	50,000
	60,398	58,863

Financial liabilities included in the statement of financial position are as follows:

	October 31, 2016	July 31, 2016
	\$	\$
Non-derivative financial liabilities:		
Trade payables	23,985	53,274
Notes payable	20,676	-
	44,661	53,274

Fair value

The fair value of the Company's financial assets and liabilities approximates the carrying amount as at October 31 and July 31, 2016 due to their short-term nature.

Financial instruments measured at fair value are classified into one of three levels in the fair value hierarchy according to the relative reliability of the inputs used to estimate the fair values. The three levels of the fair value hierarchy are:

- Level 1 – Unadjusted quoted prices in active markets for identical assets or liabilities;
- Level 2 – Inputs other than quoted prices that are observable for the asset or liability either directly or indirectly; and
- Level 3 – Inputs that are not based on observable market data.

Cash and marketable securities are recorded at fair value based on level 1 inputs.

11. SUBSEQUENT EVENT

In November 2016, the Company entered an arms-length letter of intent to acquire 2 mineral claims consisting of 20,000 hectares with indications of manganese in the State of Mato Grosso, Brazil. The terms of the acquisition include the payment of US\$10,000 and the issuance of 200,000 common shares of Maxtech, the transaction is subject to the CSE and other regulatory approvals. The Company plans to complete the negotiation of signing a definitive agreement and to complete due diligence by March 30, 2017.