

MAPLE LEAF GREEN WORLD INC.
(formerly Maple Leaf Reforestation Inc.)

CONDENSED INTERIM FINANCIAL STATEMENTS
March 31, 2014

(Unaudited - Expressed in Canadian dollars, unless otherwise stated)

Notice to Reader of the Unaudited Condensed Interim Financial Statements
For the three months ended March 31, 2014

The unaudited condensed interim financial statements of Maple Leaf Green World Inc. (the “Company”) for the three months ended March 31, 2014 (“Financial Statements”) have been prepared by management and have not been reviewed by the Company’s independent auditor. The Financial Statements should be read in conjunction with the Company’s audited consolidated financial statements for the year ended December 31, 2013 which are available on the SEDAR website at www.sedar.com. The Financial Statements are stated in Canadian dollars, unless otherwise indicated, and are prepared in accordance with Canadian generally accepted accounting principles.

MAPLE LEAF GREEN WORLD INC.
Condensed Interim Statements of Loss and Comprehensive Loss
[Unaudited - Expressed in Canadian dollars]

		Three months ended March 31,	
	Notes	2014	2013
Revenue		\$ -	\$ 1,304
Cost of sales		-	(1,137)
		-	167
Operating expenses			
Consulting fees		120	-
Depreciation and amortization		407	398
Filing and transfer agent		-	1,000
Foreign exchange gain		(4,621)	-
Interest and bank charges		179	12,581
Interest and other income		(5,657)	(6,143)
Management salaries		22,500	22,500
Meals and entertainment		1,557	1,288
Office		2,218	2,187
Professional fees		11,928	-
Rent		9,070	7,834
Salaries and wages		19,500	26,353
Shareholder information and promotion		866	384
Telephone		757	769
Travel and promotion		492	1,141
Gain on debt settlements	10 & 11	(48,177)	-
		11,139	70,292
Loss for the period		(11,139)	(70,125)
Comprehensive loss			
Items that may be reclassified subsequently to profit or loss			
Unrealized exchange differences on translation of foreign operations		-	6,966
Comprehensive loss for the year		(11,139)	(63,159)
Loss per share			
Basic and diluted		\$ (0.01)	\$ (0.02)
Weighted average number of shares outstanding - basic and diluted		86,486,427	84,186,427

MAPLE LEAF GREEN WORLD INC.
Condensed Interim Statement of Financial Position
[Unaudited - Expressed in Canadian dollars]

	Note	March 31, 2014	December 31, 2013
ASSETS			
Current assets			
Cash and cash equivalents		\$ 102,106	\$ 363,618
Receivable and prepaids	6	4,737	3,027
		106,843	366,645
Property, plant and equipment	8	2,593	3,000
Total assets		\$ 109,436	\$ 369,645
LIABILITIES AND EQUITY			
Current liabilities			
Trade and other payables		\$ 374,368	\$ 411,761
Short term loans	10	-	965
Convertible debentures	11	-	210,712
Deposits		11,146	11,146
Total liabilities		385,514	634,584
Equity			
Share Capital		8,570,889	8,570,889
Other reserves		4,519,742	4,519,742
Deficit		(13,366,709)	(13,355,570)
Total equity		(276,078)	(264,939)
Total liabilities and equity		\$ 109,436	\$ 369,645

Commitments (Note 12)

Contingency (Note 13)

APPROVED BY BOARD

(signed) Raymond Lai

Director

(signed) Danniell Chu

Director

MAPLE LEAF GREEN WORLD INC.
Condensed Interim Statements of Changes in Equity
[Unaudited - Expressed in Canadian dollars]

	Note	Share capital			Other Reserve			Deficit	Total equity
		Number of common shares	Amounts	Share Subscription Received	Contributed Surplus	Accumulated other comprehensive income	Sub-total - other reserves		
At January 1, 2014		86,486,427	\$8,570,889	\$ -	\$4,519,742	\$ -	\$4,519,742	\$ (13,355,570)	\$ (264,939)
Loss for the period		-	-	-	-	-	-	(11,139)	(11,139)
At March 31, 2014		86,486,427	\$8,570,889	\$ -	\$4,519,742	\$ -	\$4,519,742	\$ (13,366,709)	\$ (276,078)

	Note	Share capital			Other Reserve			Deficit	Total equity
		Number of common shares	Amounts	Share Subscription Received	Contributed Surplus	Accumulated other comprehensive income	Sub-total - other reserves		
At January 1, 2013		84,186,427	\$8,515,314	\$ -	\$4,519,742	\$ 51,733	\$4,571,475	\$ (12,773,076)	\$ 313,713
Loss for the period		-	-	-	-	-	-	(70,125)	(70,125)
Other comprehensive income		-	-	-	-	6,966	6,966	-	6,966
Share subscription		-	-	12,500	-	-	-	-	12,500
At March 31, 2013		84,186,427	\$8,515,314	\$ 12,500	\$4,519,742	\$ 58,699	\$4,578,441	\$ (12,843,201)	\$ 263,054

MAPLE LEAF GREEN WORLD INC.
Condensed Interim Statements of Cash Flows
[Unaudited - Expressed in Canadian dollars]

Notes	Three months ended March 31,	
	2014	2013
OPERATING ACTIVITIES		
Loss for the period	\$ (11,139)	\$ (70,125)
Items not affecting cash:		
Depreciation and amortization	407	24,073
Accretion on convertible debentures	-	5,122
Accretion interest on short-term loans	-	2,748
Gain on debt settlements 10 & 11	(48,177)	-
Unrealized foreign exchange loss	-	6,559
	<u>(58,909)</u>	<u>(31,623)</u>
Non-cash working capital adjustments:		
Decrease (increase) in trade receivables and prepayments	(1,710)	1,223
Increase in inventories	-	(293)
Increase in biological assets	-	(32,568)
Increase in deposits	-	(857)
Increase (decrease) in trade and other payables	<u>(37,393)</u>	<u>53,400</u>
	<u>(39,103)</u>	<u>20,905</u>
Cash flow used in operating activities	(98,012)	(10,718)
INVESTING ACTIVITIES		
Net cash flows used in investing activities	-	-
FINANCING ACTIVITIES		
Share subscriptions	-	12,500
Funds form convertible debentures	-	50,000
Repayment to short term loans	-	(49,919)
Repayment of convertible debenture	(163,500)	-
Net cash flows from in financing activities	(163,500)	12,581
Net increase in cash and cash equivalents	(261,512)	1,863
Cash and cash equivalents, beginning of period	363,618	12,226
Cash and cash equivalents, end of year	\$ 102,106	\$ 14,089

MAPLE LEAF GREEN WORLD INC.

Notes to the Condensed Interim Financial Statements

(Unaudited - Expressed in Canadian dollars, unless otherwise stated)

1. NATURE OF OPERATIONS

Maple Leaf Green World Inc. ("Maple Leaf" or the "Company"), is incorporated in Alberta, Canada with common shares listed on the TSX Venture Exchange under the ticker symbol MGW.V. The corporate office is located at 2916B – 19 Street NE, Calgary, Alberta. In October 2012, Maple Leaf changed its name to Maple Leaf Green World Inc. from Maple Leaf Reforestation Inc.

Maple Leaf is currently exploring opportunities for its eco-agriculture nursery business, including medical marijuana in Canada and its renewable energy business in China. To date, the Company has not yet generated significant revenue to cover expenditures, and therefore has incurred recurring losses since inception.

These financial statements were approved and authorized for issue by the Board of Directors of the Company on May 26, 2014.

2. BASIS OF PREPARATION

a) Statement of Compliance

These unaudited condensed interim financial statements have been prepared in accordance with IAS 34 – *Interim Financial Reporting*, as issued by the International Accounting Standards Board ("IASB"). Accordingly, certain disclosures included in annual financial statements prepared in accordance with International Financial Reporting Standards ("IFRSs") as issued by the IASB have been condensed or omitted and these unaudited condensed interim financial statements should be read in conjunction with the Company's audited financial statements for the year ended December 31, 2013.

b) Basis of Measurement

These unaudited condensed interim financial statements have been prepared on a historical basis, except for financial instruments classified as available-for-sale ("AFS") and fair value through profit or loss ("FVTPL"). In addition, these financial statements have been prepared using the accrual basis of accounting, except for cash flow information. All financial information in these consolidated financial statements is presented in Canadian dollars, except as otherwise stated.

The accounting policies applied in preparation of these financial statements are consistent with those applied and disclosed in the Company's audited consolidated financial statements for the year ended December 31, 2013, with the exception of the application of a new IFRS issued by the ISAB, which was effective from January 1, 2014 and described in note 3 below.

The Company's management makes judgements in its process of applying the Company's accounting policies in the preparation of its unaudited condensed interim consolidated financial statements. In addition, the preparation of the financial data requires that the Company's management make assumptions and estimates of effects of uncertain future events on the carrying amounts of the Company's assets and liabilities at the end of the reporting period and the reported amounts of revenues and expenses during the reporting period. Actual results may differ from those estimates as the estimation process is inherently uncertain. Estimates are reviewed on an ongoing

MAPLE LEAF GREEN WORLD INC.

Notes to the Condensed Interim Financial Statements

(Unaudited - Expressed in Canadian dollars, unless otherwise stated)

basis based on historical experience and other factors that are considered to be relevant under the circumstances. Revisions to estimates and the resulting effects on the carrying amounts of the Company's assets and liabilities are accounted for prospectively. The critical judgements and estimates applied in the preparation of these condensed interim consolidated financial statements are consistent with those applied and disclosed in note 5 to the Company's financial statements for the year ended December 31, 2013.

These financial statements have assumed that the Company will be able to realize its assets and discharge its liabilities in the normal course of business rather than through a process of forced liquidation, and therefore, these financial statements do not include any adjustments relating to the recoverability and classification of recorded asset amounts and classification of liabilities that might be necessary should the Company be unable to continue in existence. However, several adverse conditions cast substantial doubt on the validity of this assumption. The Company has incurred significant operating losses since inception, has limited financial resources, and no significant sources of positive operating cash flow. As at March 31, 2014, the Company has a deficit of \$13,366,709 (December 31, 2013 - \$13,355,570) and a working capital deficiency of \$278,671 (December 31, 2013 - \$267,939). Management recognizes that the ability of the Company to carry out its planned business obligations depends on its ability to raise adequate financing from shareholders and other investors, and achieving profitable operations in the future. If the Company is not able to raise additional funds, there would be significant doubt that the Company would be able to continue as a going concern and operations may have to be curtailed. There is no assurance that the Company will be able to obtain adequate financing. The Company is actively trying to raise other sources of financing.

c) Comparable figures

These comparable figures of these unaudited condensed interim financial included the accounts of Maple Leaf and its former wholly-owned Chinese subsidiary, Inner Mongolia Maple Leaf Forestry Co. Ltd., which the Company disposed to a third party in 2013.

3. CHANGES IN ACCOUNTING POLICIES

The Company has applied **IFRIC 21, Levies ("IFRIC 21")**, effective January 1, 2014. IFRIC 21 provides guidance on the accounting for a liability to pay a levy, if that liability is within the scope of IAS 37, Provisions, Contingent Liabilities and Contingent Assets. Levies are imposed by governments in accordance with legislation and do not include income taxes, which are accounted for under IAS 12, Income Taxes or fines or other penalties imposed for breaches of legislation. The interpretation was issued to address diversity in practice around when the liability to pay a levy is recognized. An example of a common levy is property taxes.

IFRIC 21 defines an obligating event as the activity that triggers the payment of the levy, as identified by legislation. A liability to pay a levy is recognized at the date of the obligating event, which may be at a point in time or over a period of time. The fact that an entity is economically compelled to continue to operate in the future, or prepares its financial statements on a going concern basis, does not create an obligation to pay a levy that will arise in a future period as a result of continuing to operate.

MAPLE LEAF GREEN WORLD INC.

Notes to the Condensed Interim Financial Statements

(Unaudited - Expressed in Canadian dollars, unless otherwise stated)

The adoption of IFRIC 21 did not affect our financial results or disclosures as our analysis determined that no changes were required to our existing accounting treatment of levies.

4. PROPERTY, PLANT AND EQUIPMENT

Property, plant and equipment consist of the following:

	Furniture and equipment	Motor vehicles	Computer equipment	Leasehold improvement	Greenhouse	Total
As at December 31, 2012	\$ 40,260	\$ 18,383	\$ 12,638	\$ 4,185	\$ 1,903,027	\$ 1,978,493
Disposal	(38,118)	(20,018)	-	-	(2,000,217)	(2,058,353)
Foreign translation impact	3,112	1,635	-	-	97,190	101,937
As at December 31, 2013	5,254	-	12,638	4,185	-	22,077
As at March 31, 2014	\$ 5,254	\$ -	\$ 12,638	\$ 4,185	\$ -	\$ 22,077

Accumulated depreciation, depletion and amortization	Furniture and equipment	Motor vehicles	Computer equipment	Leasehold improvement	Greenhouse	Total
As at December 31, 2012	\$ 27,623	\$ 15,649	\$ 11,776	\$ 1,743	\$ 1,433,405	\$ 1,490,196
Depreciation and amortization	2,705	3,170	323	906	83,920	91,024
Disposal	(28,895)	(20,343)	-	-	(1,566,678)	(1,615,916)
Foreign translation impact	2,896	1,524	-	-	49,353	53,773
As at December 31, 2013	4,329	-	12,099	2,649	-	19,077
Amortization	100	-	81	226	-	407
As at March 31, 2014	\$ 4,429	\$ -	\$ 12,180	\$ 2,875	\$ -	\$ 19,484

Net book value	Furniture and equipment	Motor vehicles	Computer equipment	Leasehold improvement	Greenhouse	Total
As at December 31, 2013	\$ 925	\$ -	\$ 539	\$ 1,536	\$ -	\$ 3,000
As at March 31, 2014	\$ 825	\$ -	\$ 458	\$ 1,310	\$ -	\$ 2,593

5. SHORT-TERM LOANS

The Company advanced funds from officers and directors of the Company or individuals related to the Company through these officers and directors for working capital expenditures of the Company. During the three months ended March 31, 2014, a total of \$965 loans were forgiven by the lender and was recorded as a gain on debt settlement on the statement of comprehensive loss. As at March 31, 2014, the outstanding balance of short-term loan is \$nil (December 31, 2013 - \$965).

6. CONVERTIBLE DEBENTURES

During the three months ended March 31, 2014, the Company reached agreements with all convertible debenture holders to retire all convertible debentures at significant discounted amount. A total of \$163,500 cash was paid to holders, and a total of \$47,212 was forgiven and recorded as a gain on debt settlement on the statements of comprehensive loss. As at March 31, 2014, the carrying value and fair value of the convertible debentures were \$nil (December 31, 2013 - \$210,712).

MAPLE LEAF GREEN WORLD INC.

Notes to the Condensed Interim Financial Statements

(Unaudited - Expressed in Canadian dollars, unless otherwise stated)

7. SHARE CAPITAL

a) Authorized

Unlimited number of common shares without par value.

b) Stock options

The following is a summary of option transactions:

	Numbr of options	Weighted average exercise price per share	
Balance, December 31, 2012	3,335,000	\$	0.13
Options expired	(2,785,000)	\$	0.13
Balance, December 31, 2013	550,000	\$	0.125
Options expired	(450,000)	\$	0.125
Balance, March 31, 2014	100,000	\$	0.125

The outstanding 100,000 options are expiring on July 29, 2014.

d) Warrants

The following is a summary of warrant transactions:

Number of warrants outstanding as at January 1, 2013	Issued during the period	exercised/expired during the period	Number of warrants outstanding as at December 31, 2013	Exercise price per warrant *	Expiry date
7,645,588	-	(7,645,588)	-	\$ 0.125	February 14, 2013
684,458	-	(684,458)	-	\$ 0.085	February 14, 2013
2,600,000	-	-	2,600,000	\$ 0.100	February 24, 2017
-	2,300,000	-	2,300,000	\$ 0.050	April 8, 2018
10,930,046	2,300,000	(8,330,046)	4,900,000		

Number of warrants outstanding as at January 1, 2014	Issued during the period	exercised/expired during the period	Number of warrants outstanding as at March 31, 2014	Exercise price per warrant *	Expiry date
2,600,000	-	-	2,600,000	\$ 0.100	February 24, 2017
2,300,000	-	-	2,300,000	\$ 0.050	April 8, 2018
4,900,000	-	-	4,900,000		

* based on the exercise prices of the warrants at the date of the statement of financial position

MAPLE LEAF GREEN WORLD INC.

Notes to the Condensed Interim Financial Statements

(Unaudited - Expressed in Canadian dollars, unless otherwise stated)

8. RELATED PARTY TRANSACTIONS

Related party transactions are in the normal course of operations and are measured at the amount of consideration established and agreed by the related parties. Related party transactions included short term loans from directors and officers, which are disclosed in Note 5, and the compensation to key management disclosed below.

The Company has identified its directors and executive staff as key management personnel. Compensation to key management, including fees paid to companies controlled by directors and officers for their services provided, is follows:

	Three months ended March 31,	
	2014	2013
Management fee, consulting fee, and wages	\$ 31,500	\$ 31,500
Total	\$ 31,500	\$ 31,500

As of March 31, 2014, a total of \$116,522 (December 31, 2013 - \$140,357) payable to key management remained outstanding and is included in trade and other payables on the statements of financial position. Amounts are non-interest bearing and are due on demand. The Company did not pay any long-term or termination benefits to its key management personnel. The Company's employment agreement with an officer would entitle that officer to \$90,000 upon termination.

9. FAIR VALUE MEASUREMENTS

Fair value estimates are made at a specific point in time, based on relevant market information and information about the financial instrument. These estimates are subjective in nature and involve uncertainties and matters of significant judgment, and therefore, cannot be determined with precision. Changes in assumptions could significantly affect estimates. Management assessed that the fair value of cash and trade payables approximate their carrying amounts largely due to the short-term maturities of these instruments.

Fair values of the Company's short-term loan and convertible debentures are determined by using discounted cash flow method using discount rates that reflect the Company's borrowing rate as at the end of the reporting period.

MAPLE LEAF GREEN WORLD INC.

Notes to the Condensed Interim Financial Statements

(Unaudited - Expressed in Canadian dollars, unless otherwise stated)

The following table provides the quantitative disclosures of the fair value measurement hierarchy of the Company's assets and liabilities.

March 31, 2014			
	Quoted prices in active markets (Level 1)	Significant observable inputs (Level 2)	Significant unobservable inputs (level 3)
Assets and liabilities measured at fair value			
Cash	\$ 102,106	\$ -	\$ -
Trade and other payables	-	-	(374,368)
Assets and liabilities for which fair value are disclosed			
Short term loans	-	-	-
Convertible debentures	-	-	-

December 31, 2013			
	Quoted prices in active markets (Level 1)	Significant observable inputs (Level 2)	Significant unobservable inputs (level 3)
Assets and liabilities measured at fair value			
Cash	\$ 363,618	\$ -	\$ -
Trade and other payables	-	-	(411,761)
Assets and liabilities for which fair value are disclosed			
Short term loans	-	-	(965)
Convertible debentures	-	-	(210,712)

10. FINANCIAL INSTRUMENTS

Financial instruments are agreements between two parties that result in promises to pay or receive cash or equity instruments. The Company classifies its financial instruments as follows: cash is classified as a financial asset at FVTPL, and trade payables are classified as other financial liabilities, which are measured at amortized cost. The carrying values of these instruments approximate their fair values due to their short term to maturity.

The Company has exposure to the following risks from its use of financial instruments:

- Credit risk;
- Liquidity risk; and
- Market risk.

MAPLE LEAF GREEN WORLD INC.

Notes to the Condensed Interim Financial Statements

(Unaudited - Expressed in Canadian dollars, unless otherwise stated)

a) Credit risk

Credit risk is the risk that one party to a financial instrument will cause a financial loss for the other party by failing to discharge an obligation. Cash is placed with major financial institutions. The Company's concentration of credit risk for cash and maximum exposure thereto is \$102,106 (December 31, 2013 - \$363,618).

b) Liquidity risk

Liquidity risk is the risk that the Company will be unable to meet its financial obligations as they fall due. The Company's approach to managing liquidity risk is to ensure, as far as possible, that it will have sufficient liquid funds to meet its liabilities when due, under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the Company's reputation. At March 31, 2014, the Company has \$102,106 (December 31, 2013 - \$363,618) of cash to settle current liabilities with the following due dates: trade and other payables of \$374,368 (December 31, 2013 - \$411,761) are due within three months; convertible debentures of \$nil (December 31, 2013 - \$210,712) are due within six months; short-term loans of \$nil (December 31, 2013 - \$965) and deposits of \$11,146 (December 31, 2013 - \$11,146) are due on demand.

c) Market risk

The significant market risks to which the Company is exposed are interest rate risk and currency risk.

(i) Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows will fluctuate as a result of changes in market interest rates. The Company's cash consists of cash held in bank accounts that earn interest at variable rates. Due to the short-term nature of this financial instrument, fluctuations in market rates of interest do not have a significant impact on the estimated fair value or future cash flows.

(ii) Currency risk

The Company is exposed to currency risk to the extent that expenditures incurred or funds received and balances maintained by the Company are denominated in Canadian dollar. The Company does not manage currency risk through hedging or other currency management tools. The Company's exposure to currency risk is limited to the cash held in US dollar.

As at March 31, 2014, the Company's exposure to currency risk is limited to the cash held in US dollars, but with other variables unchanged, the impact on comprehensive income arising from 1% fluctuation of US dollar against Canadian dollar was nominal.

(iii) Other price risk

Other price risk is the risk that the future cash flows of a financial instrument will fluctuate due to changes in market prices, other than those arising from interest rate risk or currency risk. The Company is not exposed to other price risk.

MAPLE LEAF GREEN WORLD INC.

Notes to the Condensed Interim Financial Statements

(Unaudited - Expressed in Canadian dollars, unless otherwise stated)

11. SEGMENT INFORMATION

The Company has one reportable segment and one geographic segment, being eco-agriculture nursery business in Canada, with no significant customer.

12. COMMITMENTS

The Company has a lease with respect to its Calgary head office. The lease is for a term of three years, from November 1, 2011 to October 31, 2014, and the remaining lease payment of \$27,430 over the remaining period in 2014.

The Company has currently sub-leased some office space to offset the costs of the lease. Annual revenue from the sub-lease is estimated to be \$20,000.

13. CONTINGENCY

The Company is in dispute with a third party ("plaintiff") with respect to unpaid professional fees. The plaintiff has filed a civil claim and is seeking payment of approximately \$34,000. Management of the Company has filed a counterclaim and has accrued the contingent amount in trade and other payables.