

NEW WAVE HOLDINGS CORP.

CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

For the three months ended June 30, 2024 and 2023

(Expressed in Canadian Dollars)

(Unaudited – Prepared by Management)

**NOTICE OF NO AUDITOR REVIEW OF THE
CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS**

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

The accompanying unaudited condensed interim consolidated financial statements of the Company for the three months ended June 30, 2024 have been prepared by and are the responsibility of the Company's management, and have not been reviewed by the Company's auditors.

New Wave Holdings Corp.

Condensed Interim Consolidated Statements of Financial Position

As at June 30, 2024 and March 31, 2024

(Expressed in Canadian dollars)

(Unaudited – Prepared by Management)

	Note	June 30, 2024	March 31, 2024
		\$	\$
ASSETS			
Current Assets			
Cash and cash equivalents		68,357	31,338
Other receivables	7	16,817	125,457
Notes receivable	7	147,000	160,691
Investments	4	2,197,727	2,198,227
TOTAL ASSETS		2,429,901	2,515,713
LIABILITIES AND SHAREHOLDERS' EQUITY			
Current Liabilities			
Accounts payable and accrued liabilities	7	894,963	911,450
Share subscription proceeds to be returned		10,010	10,010
Loan payable	8	159,158	155,780
Debentures	5	126,428	121,858
TOTAL LIABILITIES		1,190,559	1,199,098
Shareholders' equity			
Share capital	6	32,939,290	32,939,290
Reserves	6	2,083,260	2,083,260
Deficit		(33,783,208)	(33,705,935)
TOTAL SHAREHOLDERS' EQUITY		1,239,342	1,316,615
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY		2,429,901	2,515,713

Nature and Continuance of Operations – (Note 1)

Subsequent Event – (Note 7)

Approved on behalf of the Board of Directors:*“Geoff Balderson”*

Director

“Anthony Zelen”

Director

The accompanying notes are an integral part of these condensed interim consolidated financial statements

New Wave Holdings Corp.

Condensed Interim Consolidated Statements of Comprehensive Loss

For the three months ended June 30, 2024 and 2023

(Expressed in Canadian dollars)

(Unaudited – Prepared by management)

		For the three months ended June 30,	
	Note	2024	2023
		\$	\$
NET INVESTMENT LOSS AND OTHER INCOME			
Unrealized loss on investments	4	(500)	(35,690)
Interest income	7	9,794	-
		9,294	(35,690)
EXPENSES			
Consulting	7	59,090	54,300
Foreign Exchange loss (gain)		(62)	114
Interest charges	5,8	7,948	7,949
Office		17,646	33,210
Professional		1,039	15,208
Regulatory		906	6,223
Website		-	3,600
		86,567	120,604
Net loss and comprehensive loss for the period		(77,273)	(156,294)
Basic and diluted loss per share		(0.00)	(0.02)
Weighted average number of common shares outstanding			
-basic and diluted		35,865,801	10,214,032

The accompanying notes are an integral part of these condensed interim consolidated financial statements

New Wave Holdings Corp.

Condensed Interim Consolidated Statements of Changes in Shareholders' Equity

For the three months ended June 30, 2024 and 2023

(Expressed in Canadian Dollars)

(Unaudited – Prepared by Management)

	<u>Share Capital</u>					
	<u>Number of</u>	<u>Share capital</u>	<u>Share</u>	<u>Reserves</u>	<u>Deficit</u>	<u>Total</u>
	<u>shares</u>		<u>subscriptions</u>			
		<u>\$</u>	<u>receivable</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>
Balance as at March 31, 2023	10,214,032	31,299,034	(212,755)	2,083,260	(31,632,639)	1,536,900
Share subscriptions received	-	-	75,000	-	-	75,000
Net loss for the period	-	-	-	-	(156,294)	(156,294)
Balance as at June 30, 2023	10,214,032	31,299,034	(137,755)	2,083,260	(31,788,933)	1,455,606
Balance as at March 31, 2024	35,865,801	32,939,290	-	2,083,260	(33,705,935)	1,316,615
Net loss for the period	-	-	-	-	(77,273)	(77,273)
Balance as at June 30, 2024	35,865,801	32,939,290	-	2,083,260	(33,783,208)	1,239,342

The accompanying notes are an integral part of these condensed interim consolidated financial statements.

New Wave Holdings Corp.
Condensed Interim Consolidated Statements of Cash Flows
For the three months ended June 30, 2024 and 2023
(Expressed in Canadian Dollars)
(Unaudited – Prepared by Management)

	For the three months ended June 30,	
	2024	2023
	\$	\$
Operating activities		
Net loss for the period	(77,273)	(156,294)
Adjustment for non-cash items		
Interest charges	7,948	7,949
Interest income	(2,646)	-
Unrealized loss on investments	500	35,690
Changes in non-cash operating working capital items:		
Accounts payable and accrued liabilities	(16,487)	109,369
Other receivables	111,286	(4,223)
Net cash used in operating activities	23,328	(7,509)
Financing activity		
Note receivable	13,691	75,000
Net cash provided by financing activity	13,691	75,000
Change in cash during the period	37,019	67,491
Cash and cash equivalent, beginning of period	31,338	32,201
Cash and cash equivalent, end of period	68,357	99,692
Cash and cash equivalent consist of the following:		
Cash	58,357	89,692
Guaranteed investment certificates (GIC's)	10,000	10,000
	68,357	99,692
Supplemental Disclosure of Cash Flow Information:		
Interest paid	-	-
Income tax paid	-	-

The accompanying notes are an integral part of these condensed interim consolidated financial statements.

New Wave Holdings Corp.

Notes to the Condensed Interim Consolidated Financial Statements

June 30, 2024 and 2023

(Expressed in Canadian Dollars)

(Unaudited – Prepared by Management)

1. NATURE AND CONTINUANCE OF OPERATIONS

New Wave Holdings Corp. (“the Company”) was incorporated under the Business Corporation Act of British Columbia on May 17, 2006. The Company operates as an investment issuer and its objective is to generate income and achieve long term capital appreciation through investments focused on e-sports, Web 3 sectors and advancement and innovative excellence in artificial intelligence (“AI”). The head office, principal address and records office of the Company are located at Royal Centre, Suite 1500, 1055 W Georgia Street, Vancouver, BC V6E 4N7.

These condensed interim consolidated financial statements 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 June 30, 2024, the Company is not able to finance day to day activities through operations and has incurred a loss of \$77,273 for the three months ended June 30, 2024. The continuing operations of the Company are dependent upon its ability to attain profitable operations and generate funds there from. This indicates the existence of material uncertainty that may cast significant doubt about the Company’s ability to continue as a going concern. Management intends to finance operating costs with equity financings, loans from directors and companies controlled by directors and/or private placement of common shares. If the Company is 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. Although the Company has been successful in the past in raising funds to continue operations, there is no assurance it will be able to do so in the future.

The Company’s business may be affected by changes in political and market conditions, such as interest rates, availability of credit, inflation rates, changes in laws, and national and international circumstances. Recent geopolitical events and potential economic global challenges such as the risk of higher inflation and energy crises, may create further uncertainty and risk with respect to the prospects of the Company’s business. The 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.

2. STATEMENT OF COMPLIANCE AND BASIS OF PRESENTATION

Statement of compliance

These condensed interim consolidated financial statements have been prepared in accordance with IFRS Accounting Standards (“IFRS”), as issued by the International Accounting Standards Board. The Company has determined that it meets the definition of an investment entity in accordance with IFRS 10, Consolidated Financial Statements (“IFRS 10”), and accordingly all investments have been recorded as investments at fair value through profit or loss. The principal accounting policies applied in the preparation of these condensed interim consolidated financial statements are set out below.

These condensed interim consolidated financial statements were reviewed and authorized for issue by the Board of Directors on August 23, 2024.

Basis of preparation

The condensed interim consolidated financial statements of the Company have been prepared on an accrual basis and are based on historical costs, modified where applicable, by the measurement at fair value of selected financial assets and financial liabilities. The condensed interim consolidated financial statements are presented in Canadian dollars unless otherwise noted.

New Wave Holdings Corp.

Notes to the Condensed Interim Consolidated Financial Statements

June 30, 2024 and 2023

(Expressed in Canadian Dollars)

(Unaudited – Prepared by Management)

3. MATERIAL ACCOUNTING POLICIES

The preparation of financial data is based on accounting principles and practices consistent with those used in the preparation of the audited consolidated financial statements as at March 31, 2024. The accompanying unaudited condensed interim consolidated financial statements should be read in conjunction with the Company's audited consolidated financial statements for the year ended March 31, 2024.

Significant estimates and assumptions

The preparation of the consolidated financial statements in accordance with IFRS requires the Company to make estimates and assumptions concerning the future. The Company's management reviews these estimates and underlying assumptions on an ongoing basis, based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. Revisions to estimates are adjusted for prospectively in the period in which the estimates are revised.

Significant estimates

Estimates and assumptions where there is significant risk of material adjustments to the consolidated statements of financial position in future accounting periods include the recoverability and measurement are as follows:

Valuation of investments

Investment transactions are recorded on a trade date basis. The cost of investments represents the amount paid for each investment and is determined on an average cost basis excluding transaction costs. The Company classifies its investments as fair value through profit or loss, with unrealized gains and losses recognized in profit or loss. The fair value of the Company's investments as at the financial reporting date are determined as follows: Common shares in quoted companies – All securities listed on a recognized public stock exchange are generally valued at their last bid price. Warrants – The warrants are valued at fair value using the Black-Scholes pricing model which considers factors such as market value of the underlying security, strike price, volatility and expected life.

Investments in private companies and other investments – When the fair values of financial assets and financial liabilities recorded on the consolidated statements of financial position cannot be derived from active markets, they are determined using a variety of valuation techniques. The inputs to these models are derived from observable market data where possible, but where observable market data is not available, judgment is required to establish fair value.

Significant judgments

The preparation of the consolidated financial statements in accordance with IFRS requires the Company to make judgments, apart from those involving estimates, in applying accounting policies. The most significant judgments in applying the Company's financial statements are as follows:

Going concern

The assessment of the Company's ability to continue as a going concern and to raise sufficient funds to pay its ongoing operating expenditures and meet its liabilities for the ensuing year involves significant judgment based on historical experience and other factors, including expectation of future events that are believed to be reasonable under the circumstances.

Investment entity

Management has applied judgment in determining whether the Company meets the criteria required under IFRS 10, in order to be classified as an investment entity.

New Wave Holdings Corp.

Notes to the Condensed Interim Consolidated Financial Statements

June 30, 2024 and 2023

(Expressed in Canadian Dollars)

(Unaudited – Prepared by Management)

3. MATERIAL ACCOUNTING POLICIES – (continued)

New Accounting Standards Interpretations Issue But Not Yet Adopted

The Company has reviewed new and revised accounting pronouncements that have been issued but are not yet effective. The Company has not early adopted any of these standards and is currently evaluating the impact, if any, that these standards might have on its condensed interim consolidated financial statements. 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 condensed interim consolidated financial statements.

4. INVESTMENTS

Marketable securities are recorded at fair value at the end of each reporting period. The fair values of the common shares of the publicly traded companies have been directly referenced to published price quotations in an active market. The fair value of investments in private companies is referenced to non-observable market inputs based on specific company information and general market conditions. At times, these private company investments are held at cost, which is indicative of fair value in the absence of any additional information. The investments in unlisted warrants of companies that are publicly traded are valued using the Black-Scholes option pricing model. The carrying values are marked to market and the resulting gain or loss from marketable securities are recorded against earnings.

A continuity of the Company's marketable securities is as follows:

New Wave Holdings Corp.

Notes to the Condensed Interim Consolidated Financial Statements

June 30, 2024 and 2023

(Expressed in Canadian Dollars)

(Unaudited – Prepared by Management)

4. INVESTMENTS – (continued)

The Company has the following investments as at June 30, 2024 and March 31, 2024:

	Note	Number of Shares/Units Held	Investment cost at June 30, 2024	Fair Value at March 31, 2024	Net Change in investment	Fair Value at June 30, 2024
			\$	\$	\$	\$
Equity investments:						
Public						
AMPD Ventures Inc.	vii	100,000	30,000	500	(500)	-
TGS Esports Inc.	i	1,040,000	326,000	-	-	-
Real Luck Group Ltd.	iv	547,298	150,000	-	-	-
Way of Will Inc.	vi	212,052	143,470	-	-	-
Level 1 investments			649,470	500	(500)	-
Private						
Playline Ltd.	ii	51,653	250,829	-	-	-
Rosey Inc.	ix	51,000	200,000	-	-	-
Longevity AI Inc.	xi	12,000,003	840,000	-	-	-
Talon Esports Ltd.	v	681,818	405,000	1,997,727	-	1,997,727
1295764 B.C. Ltd. (Pawtocol Holdings Corporation)	viii	1,500,000	3,450,000	-	-	-
Level 3 investments			5,145,829	1,947,727	-	1,997,727
Other investment						
Stardust Solar Holdings Inc. (share subscription receipts)	x	800,000	200,000	200,000	-	200,000
Level 3 investments			200,000	200,000	-	200,000
Balance			5,995,299	2,198,227	(500)	2,197,727

During the three months ended June 30, 2024, recognized a fair market value loss of \$500 (June 30, 2023 - \$35,690). The amount is included in the net change in investment in the above noted table.

New Wave Holdings Corp.

Notes to the Condensed Interim Consolidated Financial Statements

June 30, 2024 and 2023

(Expressed in Canadian Dollars)

(Unaudited – Prepared by Management)

4. INVESTMENTS – (continued)

	Note	Number of Shares/Units Held	Investment cost at March 31, 2024	Fair Value at March 31, 2023	Additions (Dispositions)	Net Change in investment	Fair Value at March 31, 2024
			\$	\$	\$	\$	\$
Equity investments:							
Public							
AMPD Ventures Inc.	vii	100,000	30,000	5,000	-	(4,500)	500
TGS Esports Inc.	i	1,040,000	326,000	-	-	-	-
Real Luck Group Ltd.	iv	547,298	150,000	65,676	-	(65,676)	-
Tiidal Gaming Group Inc.	iii	-	-	257,944	(275,220)	17,276	-
Way of Will Inc.	vi	212,052	143,470	-	-	-	-
Level 1 investments			649,470	328,620	(275,220)	(52,900)	500
Private							
Playline Ltd.	ii	51,653	250,829	-	-	-	-
Rosey Inc.	ix	51,000	200,000	-	200,000	(200,000)	-
Longevity AI Inc.	xi	12,000,003	840,000	-	840,000	(840,000)	-
Talon Esports Ltd.	v	681,818	405,000	1,997,727	-	-	1,997,727
1295764 B.C. Ltd. (Pawtocol Holdings Corporation)	viii	1,500,000	3,450,000	-	-	-	-
Level 3 investments			5,145,829	1,997,727	1,040,000	(1,040,000)	1,997,727
Other investment							
Stardust Solar Holdings Inc. (share subscription receipts)	x	800,000	200,000	-	200,000	-	200,000
Level 3 investments			200,000	-	200,000	-	200,000
Balance			5,995,299	2,326,347	964,780	(1,092,900)	2,198,227

During the year ended March 31, 2024, the Company sold some of its investments for total proceeds of \$275,220 and recognized a realized loss of \$220,797. The Company also recognized a fair market value loss of \$872,103. These amounts are included in the net change in investment in the above noted table.

New Wave Holdings Corp.

Notes to the Condensed Interim Consolidated Financial Statements

June 30, 2024 and 2023

(Expressed in Canadian Dollars)

(Unaudited – Prepared by Management)

4. INVESTMENTS – (continued)

- i. On March 27, 2019, the Company purchased 180 common shares (18%) of Even Matchup Gaming Inc. (“EMG”) for \$250,000 along with an irrevocable option to acquire an additional 31% interest, with additional terms to purchase from the Even Matchup Gaming Inc.’s existing shareholders, upwards to a maximum of 49% of all common shares. Even Matchup Gaming Inc. is a private company and its shares cannot be reliably valued using any market-derived indicators. On February 10, 2020, the Company acquired the remaining issued and outstanding shares of EMG for \$1,230,000 comprising \$550,000 cash and 125,926 common shares of the Company. Immediately after the completed acquisition, the Company took steps to unwind the acquisition due to various operational issues encountered with EMG. The Company retained 200 (20%) common shares of EMG and EMG returned the 125,926 common shares for cancellation. The Company had loans payable to EMG of \$400,000 which was applied to the investment.

On June 28, 2021, EMG shares were converted into 1,040,000 common shares of TGS Esports Inc. which is listed on the TSX Venture Exchange. During the year ended March 31, 2023, the fair value of the Company’s investment was adjusted to \$nil as a result of certain operational and market challenges and the shares have been cease traded on the TSX venture for failure-to-file and comply with reporting requirements. As at June 30, 2024 and March 31, 2024, TGS Esports Inc. shares remain halted.

- ii. On March 22, 2019, the Company purchased 51,653 common shares (less than 1%) of Playline Ltd. for \$250,829. Playline Ltd. is a private company and its shares cannot be reliably valued using any market-derived indicators. During the year ended March 31, 2023, the Company recognized a \$250,829 fair value decrease of its investment in Playline based on review of market indicators and lack of operational results from the investment. As at June 30, 2024 and March 31, 2024, there has been no change in fair value.
- iii. On March 26, 2019, the Company purchased 2,000,000 common shares (approximately 4%) of Tiidal Gaming Group Inc. (“Tiidal Gaming”) for \$400,000. Tiidal Gaming was a private company.

On March 11, 2019, the Company entered into an advisory agreement with Tiidal Gaming to provide strategic advisory services which have since been terminated. The Company received 250,000 stock options with an exercise price of \$0.20 for a term of five years. The options received had an estimated fair market value of \$46,017 using the Black-Scholes pricing model. During the year ended March 31, 2020, the Company exercised 250,000 stock options for an additional \$50,000 investment into Tiidal Gaming. As at March 31, 2023, there are no advisory agreement with Tiidal Gaming.

On November 15, 2021, Tiidal Game was approved for listing on the Canadian Securities Exchange and commenced trading on November 17, 2021. The Company’s original 2,250,000 shares in Tiidal Gaming reflect the forward stock split based on 1.2738 post-share split for a total of 2,866,050 common shares. During the year ended March 31, 2024, the Company sold all of its investments Tiidal Gaming for total proceeds of \$275,220 and realized a loss of \$220,797 resulting from an original cost of \$496,017 less the total proceeds received.

- iv. On August 2, 2019, the Company subscribed for 7,500,000 units of Avatar One E-Sports Capital Corp. (“Avatar”) at \$0.02 each for a total subscription price of \$150,000. Each unit consists of one common share of Avatar and one common share purchase warrant of Avatar, with each such warrant entitling the holder to acquire one additional Avatar common share at a price of \$0.02 for five years. In December 2020, the Company’s 7,500,000 units of Avatar were exchanged into 547,298 common shares in Real Luck Group Ltd. (“Real Luck”) as a result of Real Luck acquiring all of the outstanding common shares of Avatar. Real Luck Group Ltd. is listed on the Canadian Securities Exchange. During the year ended March 31, 2024, the fair value of the Company’s investment was adjusted to \$Nil as a result of certain operational and market challenges and the shares have been cease traded on the TSX venture for failure-to-file and comply with reporting requirements, in addition, Real Luck was downgraded to the NEX and remain suspended. As at June 30, 2024, there has been no change in fair value.

New Wave Holdings Corp.

Notes to the Condensed Interim Consolidated Financial Statements

June 30, 2024 and 2023

(Expressed in Canadian Dollars)

(Unaudited – Prepared by Management)

4. INVESTMENTS – (continued)

- v. On December 3, 2019, the Company purchased 681,818 common shares of Talon Esports Ltd. (“Talon”) at a price of \$0.59 (USD \$0.44) per share for an aggregate investment of \$405,000 (USD \$300,000) which represents approximately 6.5% (as of March 31, 2024 – 3.5%) of Talon. Concurrently, the Company entered into an advisory agreement with Talon which since have been terminated, to provide strategic advisory services. The Company received 681,818 stock options with an exercise price of USD \$0.44 expiring May 13, 2021. The options received had an estimated fair market value of \$198,511 using the Black-Scholes pricing model. During the year ended March 31, 2022, the options expired unexercised and the Company adjusted the fair value of the stock options to \$Nil. The fair value of the investment into Talon at March 31, 2023 was determined by the most recent financing completed by Talon at \$2.93 (US\$2.1612) per share and as this financing is ongoing to March 31, 2024 there were no changes in fair value as at June 30, 2024 and March 31, 2024. As at June 30 and March 31, 2024, there were no advisory agreements with Talon.
- vi. On December 18, 2020, the Company entered into a share exchange agreement with Way of Will Inc. (“WoW”) and the shareholders of WoW to acquire 100% of the 5,000,000 of the issued and outstanding shares of Class A and Class B shares of WoW, through the issuance of 1,409,536 (28,190,725 pre-consolidated) common shares of the Company fair valued at \$3,382,887. On January 31, 2022, WoW commenced trading on the Canadian Securities Exchange. On January 19, 2022, the Company spun out 4,787,948 shares of WoW to its shareholder at a value of \$0.10 per share. As at March 31, 2023, the Company holds 212,052 shares of WoW. As at March 31, 2023 the fair value of the Company’s investment was adjusted to \$nil as a result of certain operational and market challenges and the shares have been cease traded on the TSX venture for failure-to-file and comply with reporting requirements. As at June 30, 2024 and March 31, 2024, WoW shares remain halted.
- vii. On November 25, 2021, the Company subscribed for 100,000 units of AMPD Ventures Inc. (“AMPD”) at a price of \$0.30 per unit. The unit consisted of one common share and one share purchase warrant entitling the Company to purchase one additional common share at a price of \$0.50 per share for a period of two years. As at March 31, 2023, the fair value of the warrants was \$nil. During the year ended March 31, 2024, the warrants expired unexercised. During the three months ended June 30, 2024, the fair value of the Company’s investment was adjusted to \$Nil as a cease trade order was issued to AMPD by CSE.
- viii. On January 22, 2022, the Company completed a share exchange agreement to acquire all of the outstanding shares of a private BC Corporation and indirectly acquired Pawtocol Holdings Corp., a Delaware corporation (“Pawtocol”). As consideration the Company issued 15,000,000 common shares of the Company fair valued at \$3,450,000. On March 31, 2022, due to the decline in crypto currency, the Company recorded an impairment of \$3,450,000. As at June 30, 2024 and March 31, 2024, Pawtocol was inactive.
- ix. On October 24, 2023, the Company issued 4,000,000 common shares with a fair value of \$200,000 to acquire 51% of the issued and outstanding common shares of Rosey Inc. (“Rosey”) and advanced \$200,000 to Rosey (Note 7) for working capital purposes pursuant to the terms and conditions of the share exchange agreement dated September 22, 2023. The initial fair value of \$200,000 was determined using the market price of the common shares on the date of issuance. The Company also has exclusive rights to purchase the remaining 49% of Rosey’s outstanding shares until December 31, 2024 (the “Option Deadline Date”), as follows: (i) an additional 9% of Rosey shares upon making a cash payment of \$300,000 to Rosey as working capital on or prior to the Option Deadline Date (ii) acquire the remaining 40% of Rosey shares by paying \$2,000,000 to the remaining shareholder on or before the Option Deadline Date. As at March 31, 2024, the Company’s investment was adjusted to \$nil as a result of the lack of users, Rosey was unable to raise the necessary funding to continue with its operations and to progress with the development of the AI. In addition, Rosey’s financial condition cast substantial doubt in its ability to continue as a going concern. On October 24, 2023, the CEO of Rosey, became a director of the Company and on March 5, 2024, was appointed the CEO of the Company. As at June 30, 2024, there has been no change in fair value.

New Wave Holdings Corp.

Notes to the Condensed Interim Consolidated Financial Statements

June 30, 2024 and 2023

(Expressed in Canadian Dollars)

(Unaudited – Prepared by Management)

4. INVESTMENTS – (continued)

- x. On December 12, 2023, the Company subscribed for share subscriptions of 800,000 common shares of Stardust Solar Holdings Inc. (“Stardust”) at \$0.25 per common share for a total subscription receipt of \$200,000. Stardust is a privately held British Columbia based company that is a franchisor of renewable energy installation services. Stardust has entered into an agreement with Bold Capital Enterprises Ltd. (“Bold”) a capital pool company, whereby the transaction will constitute Bold’s qualifying transaction which is expected to close on or before September 30, 2024. Bold will issue shares to Stardust shareholders at a deemed issued price of \$0.30 per share. As at June 30, 2024 and March 31, 2024, the fair value of stardust is reflected at \$0.25 per share, reflecting the Company’s original investment as the qualifying transaction has not yet closed.
- xi. On November 22, 2023 pursuant to a share exchange agreement, and as amended on February 8, 2024, the Company entered into an agreement with the shareholders of Longevity AI Inc. (“Longevity”) to acquire 50% of the issued and outstanding common shares. As consideration, the Company agreed to issue an aggregate of 12,000,003 common shares to the shareholders of Longevity on a pro-rata basis and will also issue up to 10,000,000 common shares upon Longevity’s business meeting certain milestones on a pro-rata basis. As follows: 2,000,000 common shares upon the launch of Longevity’s application on the Apple App Store; 2,000,000 common shares upon the launch of the application on the Google Play Store; 2,500,000 common shares upon the application achieving 10,000 users on its platform; 1,500,000 common shares upon the application achieving revenue from clinics listed thereon as feature clinics offering Longevity’s services; 1,000,000 common shares upon the application 50 clinics where are listed thereon as feature clinics offering Longevity’s services; and 1,000,000 common shares upon the application achieving 100 clinics which are listed thereon as feature clinics offering Longevity’s services. Management assessed the probability of achieving the milestones and determined the fair value of these shares to be \$nil. On February 20, 2024, the Company issued 12,000,003 common shares with a fair value of \$840,000 based on the Company’s share price on the date of issuance. As at March 31, 2024, the Company’s investment was adjusted to \$nil as a result of the lack of users and Longevity was unable to raise the necessary funding to continue with its operations and to progress with the development of the AI. In addition, Longevity’s financial condition cast substantial doubt in its ability to continue as a going concern. Upon completion of the transaction, a director of the Company was appointed as a director of Longevity. As at June 30, 2024, there has been no change in fair value.

5. DEBENTURES

	Total
	\$
Balance, March 31, 2023	103,474
Accrued interest	18,384
Balance, March 31, 2024	121,858
Accrued interest	4,570
Balance, June 30, 2024	126,428

As at June 30, 2024, debentures consisted of \$83,333 (March 31, 2024 - \$83,333) debentures that were not converted on maturity date (February 24, 2022) which had a conversion price of \$2 per share and matured two years from the date of issuance. These debentures did not bear interest until the maturity date, after which the principal amount will bear interest at the rate of 22% per annum. As at June 30, 2024, the Company accrued \$4,570 (March 31, 2024 - \$18,384) in interest payable which is included within the debenture balance. These debentures are unsecured and due on demand.

New Wave Holdings Corp.

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6. SHARE CAPITAL

Authorized share capital

Unlimited number of common shares without par value, special rights or restrictions attached.

On May 30, 2023, the Company completed a 3 old shares for one new share consolidation. All references to common shares, options, and warrants and per common share amounts have been retroactively restated to reflect this share consolidation.

During the three months ended June 30, 2024:

There were no share transactions during the period.

During the year ended March 31, 2024:

On August 3, 2023, the Company completed a private placement of 8,076,766 common shares at a price of \$0.065 per share for gross proceeds of \$524,990. In connection to the financing, the Company incurred \$19,234 in share issue costs related to legal fees.

On October 24, 2023, pursuant to its investment in Rosey, the Company issued 4,000,000 common shares at a fair value of \$200,000 (Note 4).

On January 3, 2024, pursuant to debt settlement agreement, the Company issued 1,575,000 common shares to settle \$94,500 in debt.

On February 8, 2024, the Company issued 12,000,003 common shares to acquire 50% interest in Longevity AI Inc. that was fair value at \$840,000 (Note 4).

Share Purchase Warrants

The continuity of the Company's outstanding warrants is as follows:

	June 30, 2024		March 31, 2024	
	Number of Warrants	Weighted Average Exercise Price	Number of Warrants	Weighted Average Exercise Price
	#	\$	#	\$
Balance, opening	-	-	3,355,829	3.27
Expired	-	-	(3,355,829)	3.27
Balance, ending	-	-	-	-

New Wave Holdings Corp.

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6. SHARE CAPITAL – (continued)**Stock Options**

On October 24, 2020, the Company adopted an equity incentive plan under which it is authorized to grant to officers, directors, employees and consultants enabling them to acquire up to 20% of the issued and outstanding common share of the Company. The options can be granted for a maximum of 10 years and vest as determined by the Board of Directors. The exercise price of each option granted may not be less than the fair market value of the common shares. The Option Plan is 10% a rolling plan pursuant to which the number of common shares which may be subject to issuance pursuant to options granted under the Option Plan is 10% and when combined with all other equity compensation securities outstanding shall not be greater than 20% of the common shares issued and outstanding at the date of grant.

There were no stock options granted during the three months ended June 30, 2024 and during the year ended March 31, 2024.

The continuity of the Company's outstanding options is as follows:

	June 30, 2024		March 31, 2024	
	Number of Stock Options	Weighted Average Exercise Price	Number of Stock Options	Weighted Average Exercise Price
	#	\$	#	\$
Balance, opening	913,889	1.50	928,889	1.81
Expired	-	-	(15,000)	20.20
Balance, ending	913,889	1.50	913,889	1.50

As at June 30, 2024, the weighted average remaining contractual life of stock options outstanding was 2.87 (March 31, 2024 - 3.12) years.

Exercise price	Expiry date	Number of options	Number of options exercisable
\$ 27.00	October 24, 2024	41,111	41,111
\$ 19.80	November 8, 2024	1,111	1,111
\$ 13.80	February 10, 2025	1,111	1,111
\$ 10.80	February 24, 2025	556	556
\$ 3.00	November 6, 2025	28,333	28,333
\$ 6.60	February 1, 2026	1,667	1,667
\$ 0.15	July 20, 2027	840,000	840,000
		913,889	913,889

New Wave Holdings Corp.

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6. SHARE CAPITAL – (continued)

Restricted Share Unit Plan

RSUs activities were as follows:

	June 30, 2024	March 31, 2024
	#	#
Balance beginning of period	-	9,486
Cancelled	-	(9,486)
Balance, end of period	-	-

7. RELATED PARTY TRANSACTIONS

Related party transactions were in the normal course of operations and measured at the fair market value. Key management personnel are the persons responsible for planning, directing and controlling the activities of the Company, and include both executive and non-executive directors, and entities controlled by such persons. The Company considers all directors and officers of the Company to be key management personnel.

Transactions with key management and directors

The Company incurred the following transactions for the three months ended June 30, 2024 and 2023, with companies controlled by current and former directors and officers of the Company:

	For the three months ended June	
	2024	2023
	\$	\$
Consulting fees	12,000	24,000
	12,000	24,000

As at June 30, 2024, the Company owed \$47,000 to the CEO and companies controlled by a current and a former officer of the Company (March 31, 2024 - \$44,400) for unpaid consulting fees which is included within accounts payable and accrued liabilities. The amount owing is unsecured, non-interest bearing and due on demand.

Note Receivables

On November 29, 2023, the Company advanced \$10,000 through a promissory note to Lida. The promissory note will bear interest at 10% interest per annum. Lida is not required to make monthly payments and the note is due on demand. As at March 31, 2024, the Company accrued interest income of \$340 which is included in other receivables. The Company has determined that the balance including interest of \$340 was impaired as of March 31, 2024 and the full balance was written off.

On December 18, 2023, pursuant to the terms of the investment in Rosey (Note 4), the Company advanced \$200,000 as working capital. The advance was unsecured, non-interest bearing and payable on demand. On March 31, 2024, the Company wrote-down the note receivable to \$28,691 following the impairment of the related investment. This amount was collected during the three months ended June 30, 2024.

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7. RELATED PARTY TRANSACTIONS – (continued)

Note Receivables – (continued)

During the year ended March 31, 2024, the Company advanced an aggregate amount of \$132,000 and during the three months ended June 30, 2024, the Company advanced another \$15,000 through promissory notes to Eat & Beyond Global Holdings Inc. (“Eat & Beyond”), a company with a common officer. The promissory notes will bear interest at 8% per annum. Eat & Beyond is not required to make monthly payments and the notes are due on demand. During the three months ended June 30, 2024, the Company accrued interest income of \$2,646 (June 30, 2023 - \$Nil) and as at June 30, 2024, the Company has an interest receivable of \$6,832 (March 31, 2024 - \$4,186) which is included in other receivables. Subsequent to June 30, 2024, the Company entered into a debt settlement agreement with Eat & Beyond to settle the \$132,000 promissory notes. In consideration, the Company has agreed to accept 2,400,000 common shares of Eat & Beyond at a price of \$0.055 per share.

8. LOAN PAYABLE

On October 21, 2022, the Company entered into a loan agreement in the amount of \$135,471. The loan bears interest at 10% per annum, is unsecured and is repayable on demand. During the three months ended June 30, 2024, the Company recorded interest charges of \$3,378 (June 30, 2023 - \$Nil) and as at June 30, 2024, the Company has accrued \$23,687 (March 31, 2024 – \$20,309) in interest payable.

9. FINANCIAL INSTRUMENTS AND CAPITAL MANAGEMENT

The following table summarizes the carrying value of financial assets and liabilities as at June 30 and March 31, 2024:

	June 30, 2024	March 31, 2024
	\$	\$
Fair value through profit or loss		
Investments	2,197,727	2,198,227
Notes receivable – Rosey	-	28,691
Amortized cost		
Notes receivable – Eat & Beyond	147,000	132,000
Cash and cash equivalents	68,357	31,338
Accounts payable and accrued liabilities	894,963	911,450
Share subscriptions to be returned	10,010	10,010
Loan payable	159,158	155,780
Debentures	126,428	121,858

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9. FINANCIAL INSTRUMENTS AND CAPITAL MANAGEMENT – (continued)

Fair value measurement

Determination of fair value

The determination of fair value requires judgment and is based on market information, where available and appropriate. The Company classifies fair value measurements using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

- Level 1 – Quoted prices (unadjusted) in active markets for identical assets or liabilities.
- Level 2 – Inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices); and
- Level 3 – Inputs for the asset or liability that are not based on observable market data (unobservable inputs).

At the end of each reporting period, management estimates the fair value of investments based on the criteria below and reflects such valuations in the condensed interim consolidated financial statements:

- i. Securities including shares, options and warrants which are traded in an active market, such as on a recognized securities exchange and for which no sales restrictions apply, are presented at fair value based on quoted closing trade prices at the end of the reporting period or the closing trade price on the last day the security traded if there were no trades at the end of the reporting period. These are included in Level 1 of the fair value hierarchy.
- ii. For options, warrants and conversion features of debentures which are not traded on a recognized securities exchange, no market value is readily available. When there are sufficient and reliable observable market inputs, a valuation technique is used. Valuation models such as Black-Scholes are used when there are sufficient and reliable observable market inputs. These market inputs include risk-free interest rate, exercise price, market price at the date of valuation, expected dividend yield, expected life of the instrument and expected volatility of the underlying security based on historical volatility. These are included in Level 2 of the fair value hierarchy.
- iii. Debentures and loans issued by investee companies are generally valued at the price at which the instrument was issued. The Company regularly considers whether any indications of deterioration in the value of the underlying business exist, which suggests that the debt instrument will not be fully recovered.

The inputs to these models are taken from observable markets where possible, but where this is not feasible, a degree of judgment and assumptions provided by management is required in establishing fair values. Judgments include consideration of inputs such as credit risk, discount rates, volatility, probability of certain triggering events, and share price of private company borrowers. Changes in assumptions relating to these factors could affect the reported fair value of the financial instruments. These are included in Level 3 of the fair value hierarchy.

Private company investments

All privately held investments (including options, warrants and conversion features) are initially recorded at the transaction price, being the fair value at the time of acquisition. At the end of each reporting period, the fair value of an investment may (depending upon the circumstances) be adjusted using one or more of the valuation indicators described below. These are included in Level 3 of the fair value hierarchy.

The determination of fair value of the Company's privately held investments at other than initial cost, is subject to certain limitations. Financial information for private companies in which the Company has investments may not be available and, even if available, that information may be limited and/or unreliable.

New Wave Holdings Corp.

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9. FINANCIAL INSTRUMENTS AND CAPITAL MANAGEMENT – (continued)

Fair value measurement – (continued)

Private company investments – (continued)

The use of the valuation approaches described below may involve uncertainties and determinations based on management's judgment and any value estimated from these techniques may not be realized or realizable. Company-specific information is considered when determining whether the fair value of a privately held investment should be adjusted upward or downward at the end of each reporting period. In addition to company-specific information, the Company will also consider trends in general market conditions and the share performance of comparable publicly traded companies when valuing privately held investments.

The fair value of a privately held investment may be adjusted if:

- i. There has been a significant subsequent equity financing provided by outside investors at a valuation different than the current value of the investee company, in which case the fair value of the investment is set to the value at which that financing took place.
- ii. There have been significant corporate, political, or operating events affecting the investee company that, in management's opinion, have a material impact on the investee company's prospects and therefore its fair value. In these circumstances, the adjustment to the fair value of the investment will be based on management's judgment and any value estimated may not be realized or realizable.
- iii. The investee company is placed into receivership or bankruptcy.
- iv. Based on financial information received from the investee company, it is apparent to the Company that the investee company is unlikely to be able to continue as a going concern.
- v. Release by the investee company of positive/negative operational results; and
- vi. Important positive/negative management changes by the investee company that the Company's management believes will have a very positive/negative impact on the investee company's ability to achieve its objectives and build value for shareholders.

Adjustments to the fair value of a privately held investment will be based upon management's judgment and any value estimated may not be realized or realizable. The resulting values for non-publicly traded investments may differ from values that would be realized if a ready market existed.

In addition, the amounts at which the Company's privately held investments could be currently disposed of may differ from the carrying value assigned.

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9. FINANCIAL INSTRUMENTS AND CAPITAL MANAGEMENT – (continued)**Fair value measurement – (continued)**

As at June 30 and March 31, 2024, financial instruments that are measured at amortized cost on the consolidated statements of financial position are represented by cash and cash equivalents, account payable and accrued liabilities, share subscriptions to be returned, loan payable, and convertible debentures. The fair values of these financial instruments approximate the carrying value due to their short-term nature.

June 30, 2024	Level 3	Total
	\$	\$
Investments		
Private investments	2,197,727	2,197,727
	2,197,727	2,197,727

March 31, 2024	Level 1	Level 2	Level 3	Total
	\$	\$	\$	\$
Investments				
Public investments	500	-	-	500
Private investments	-	-	2,197,727	2,197,727
	500	-	2,197,727	2,198,227
Notes receivable	-	28,691	-	28,691
	500	28,691	2,197,727	2,226,918

Level 2 Hierarchy

During the three months ended June 30, 2024 and the year ended March 31, 2024, the Company had the following activities.

	June 30, 2024	March 31, 2024
	\$	\$
Balance, beginning of period	28,691	-
Amount received	(28,691)	-
Notes receivable advanced and interest	-	200,000
Impairment of note receivable and interest	-	(171,309)
Balance, end of period	-	28,691

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9. FINANCIAL INSTRUMENTS AND CAPITAL MANAGEMENT – (continued)

Fair value measurement – (continued)

Level 3 Hierarchy

Within Level 3, the Company includes private company investments that are not quoted on an exchange. The key assumptions used in the valuation of these instruments include (but are not limited to) the value at which a recent financing was done by the investee, company-specific information, assumptions and trends in general market conditions.

When a private company investment changes its status to a publicly listed investment which meets Level 1 or Level 2 criteria, the investment is transferred out of the Level 3 fair value hierarchy. A transfer is recorded upon the occurrence of a liquidity transaction for an investee company, which includes, but is not limited to, a business combination between the entity and a public company pursuant to a reverse takeover, merger, amalgamation, arrangement, take-over bid, or an initial public offering of the entity. The transfers are recorded on the date that such a liquidity transaction is completed.

The following is a movement within level 3 hierarchy during the three months ended June 30, 2024 and the year ended March 31, 2024.

	June 30, 2024	March 31, 2024
	\$	\$
Balance, beginning of period	2,197,727	1,997,727
Acquisition of investments	-	1,040,000
Acquisition of share subscription receipts	-	200,000
Adjustment for fair value	-	(1,040,000)
Balance, end of period	2,197,727	2,197,727

Financial risk management

The Company is exposed in varying degrees to a variety of financial instrument related risks.

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 at June 30, 2024 is on its bank account. All of its cash is deposited in a bank account held with a major bank in Canada. As most of the Company's cash is held by one bank there is a concentration of credit risk. This risk is managed by using a major bank that is a high credit quality financial institution as determined by rating agencies. The maximum exposure to credit risk is the carrying amount of the Company's financial instruments.

Foreign exchange 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 is not exposed to significant foreign exchange risk.

Liquidity risk

Liquidity risk arises through the excess of financial obligations over available financial assets due at any point in time. The Company is exposed to liquidity risk through its accounts payable and accrued liabilities which carry net 30 terms, share subscriptions to be returned, the loan payable and the convertible debentures. The Company's objective in managing liquidity risk is to maintain sufficient readily available reserves in order to meet its liquidity requirements at any point in time.

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9. FINANCIAL INSTRUMENTS AND CAPITAL MANAGEMENT – (continued)

Fair risk management – (continued)

Liquidity risk (continued)

The Company's main source of funding has been the issuance of equity securities for cash, primarily through private placements. The Company's access to financing is always uncertain. There can be no assurance of continued access to significant equity funding.

Price risk

Equity price risk is the risk of potential loss to the Company's earnings due to movements in individual equity prices or general movements in the level of the stock market. As at June 30, 2024, the Company's equity investments of \$2,197,727 are subject to fair value fluctuations. If the fair value of the Company's investments had decreased/increased by 10% with all other variables held constant, loss and comprehensive loss for the three months ended June 30, 2024 would have been approximately \$220,000 higher/lower.

Capital Management

Management's objective is to manage its capital to ensure that there are adequate capital resources to safeguard the Company's ability to continue as a going concern through the optimization of its capital structure. The capital structure consists of share capital and working capital. In order to achieve this objective, management makes adjustments to it in light of changes in economic conditions and risk characteristics of the underlying assets. To maintain or adjust capital structure, management may invest its excess cash in interest bearing accounts of Canadian chartered banks and/or raise additional funds externally as needed. The Company is not subject to externally imposed capital requirements. The Company's management of capital did not change during the year ended March 31, 2024.

10. SEGMENTED INFORMATION

The Company operates in one business segment: to generate income and achieve long term capital appreciation through investments focused on e-sports, Web 3sectors and AI.

Geographic information with respect to the Company's assets is as follows:

	June 30, 2024	March 31, 2024
	\$	\$
Canada	2,422,088	2,507,995
United States	7,813	7,718
Total assets	2,429,901	2,515,713

Geographic information with respect to the Company's liabilities is as follows:

	June 30, 2024	March 31, 2024
	\$	\$
Canada	1,190,559	1,199,098
United States	-	-
Total liabilities	1,190,559	1,199,098

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10. SEGMENTED INFORMATION – (continued)

Geographic information with respect to the Company's net loss is as follows:

	June 30, 2024	June 30, 2023
	\$	\$
Canada	77,211	156,180
United States	62	114
Net loss for the period	77,273	1,078,961