
WOLF'S DEN CAPITAL CORP.
(FORMERLY WOLFPACK BRANDS CORPORATION,
AND FORMERLY JOSEPHINE MINING CORP)
CONDENSED INTERIM CONSOLIDATED FINANCIAL
STATEMENTS
THREE AND NINE MONTHS ENDED
SEPTEMBER 30, 2020
(EXPRESSED IN CANADIAN DOLLARS)
(UNAUDITED)

Notice To Reader

The accompanying unaudited condensed consolidated interim financial statements of Wolf's Den Capital Corp. (the "Company") have been prepared by and are the responsibility of management. The unaudited condensed consolidated interim financial statements have not been reviewed by the Company's auditors.

Wolf's Den Capital Corp.

(Formerly Wolfpack Brands Corporation and Formerly Josephine Mining Corp)

Condensed Interim Consolidated Statements of Financial Position

(Expressed in Canadian Dollars)

(Unaudited)

	As at September 30, 2020	As at December 31, 2019
ASSETS		
Current		
Cash (note 3)	\$ 450,883	\$ 879,482
Due from related parties (note 6)	64,410	55,035
Other receivables	204,628	214,156
Total Current Assets	\$ 719,921	\$ 1,148,673
LIABILITIES AND SHAREHOLDERS' EQUITY		
Current		
Accounts payable and accrued liabilities (note 4)	\$ 48,761	\$ 188,113
	48,761	188,113
Shareholders' Equity		
Share capital (note 5)	16,099,427	16,099,427
Contributed surplus	4,575,535	4,575,535
Accumulated other comprehensive income	124,541	124,541
Deficit	(20,128,343)	(19,838,943)
Total Shareholders' Equity	671,160	960,560
Total Liabilities and Shareholders' Equity	\$ 719,921	\$ 1,148,673

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

Incorporation, nature of business and going concern (note 1)

Transaction (note 7)

Approved on behalf of the Board:

"SIGNED"

Richard Buzbuzian, Director

"SIGNED"

Tony Di Benedetto, Director

Wolf's Den Capital Corp.**(Formerly Wolfpack Brands Corporation and Formerly Josephine Mining Corp)****Condensed Interim Consolidated Statements of Loss and Comprehensive Loss****(Expressed in Canadian Dollars)****(Unaudited)**

	Three Months Ended September 30, 2020	Three Months Ended September 30, 2019	Nine Months Ended September 30, 2020	Nine Months Ended September 30, 2019
Operating expenses				
Professional fees	\$ 27,849	\$ -	\$ 141,464	\$ 9,931
Office and administrative	2,174	1,454	9,410	10,512
Consulting	-	552,500	-	552,500
Management fee (note 6)	-	528,479	145,037	739,221
Travel	-	3,500	-	3,500
	(30,023)	(1,085,933)	(295,911)	(1,315,664)
Other Income				
Foreign exchange (loss) gain	16,787	(90,863)	6,511	(90,863)
Net loss and comprehensive income (loss) for the period	\$ (13,236)	\$ (1,176,796)	\$ (289,400)	\$ (1,406,527)
Basic and diluted net loss per share	\$ (0.00)	\$ (0.01)	\$ (0.00)	\$ (0.01)
Weighted average number of common shares outstanding	181,251,726	181,251,726	181,251,726	181,251,726

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

Wolf's Den Capital Corp.**(Formerly Wolfpack Brands Corporation and Formerly Josephine Mining Corp)****Condensed Interim Consolidated Statements of Cash Flows****(Expressed in Canadian Dollars)****(Unaudited)**

	Nine Months Ended September 30,	
	2020	2019
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Operating activities		
Net loss for the period	\$ (289,400)	\$ (1,406,527)
Changes in non-cash working capital items:		
Subscription receivable	-	(257,500)
Due from related parties	(9,375)	-
Accounts payable and accrued liabilities	(139,352)	(177,147)
Other receivables	9,528	-
HST payable	-	(128,717)
Net cash used in operating activities	(428,599)	(1,969,891)
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Financing activities		
Proceeds from private placement, net of costs (note 5)	-	2,267,526
Proceeds from debt for share agreement	-	1,114,500
Proceeds from loan payable (note 5)	-	38,754
Proceeds from related parties (note 6)	-	602,528
Net cash provided by financing activities	-	4,023,308
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Net change in cash	(428,599)	2,053,417
Cash, beginning of period	879,482	6
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Cash, end of period	\$ 450,883	\$ 2,053,423

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

Wolf's Den Capital Corp.

(Formerly Wolfpack Brands Corporation and Formerly Josephine Mining Corp)

Condensed Interim Consolidated Statements of Changes in Equity (Deficiency)

(Expressed in Canadian Dollars)

(Unaudited)

	Share Capital Number	Capital Amount	Contributed Surplus	Accumulated Deficit	Accumulated Other Comprehensive Loss	Total
Balance, December 31, 2018	255,510	\$ 7,276,901	\$ 4,575,535	\$ (12,315,867)	\$ 124,541	\$ (338,890)
Issuance of common shares in private placement	46,200,200	2,310,010	-	-	-	2,310,010
Share issue costs	-	(42,484)	-	-	-	(42,484)
Finders shares issued	3,696,016	-	-	-	-	-
Issuance of common shares form debt for share agreement	131,100,000	1,114,500	-	-	-	1,114,500
Net loss for the period	-	-	-	(1,406,527)	-	(1,406,527)
Balance, September 30, 2019	181,251,726	\$ 10,658,927	\$ 4,575,535	\$ (13,722,394)	\$ 124,541	\$ 1,636,609
Balance, December 31, 2019	181,251,726	\$ 16,099,427	\$ 4,575,535	\$ (19,838,943)	\$ 124,541	\$ 960,560
Net loss for the period	-	-	-	(289,400)	-	(289,400)
Balance, September 30, 2020	181,251,726	\$ 16,099,427	\$ 4,575,535	\$ (20,128,343)	\$ 124,541	\$ 671,160

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

Wolf's Den Capital Corp.

(Formerly Wolfpack Brands Corporation and Formerly Josephine Mining Corp)

Notes to Condensed Interim Consolidated Financial Statements

For the Three and Nine Months Ended September 30, 2020

(Expressed in Canadian Dollars)

(Unaudited)

1. Incorporation, nature of business and going concern

Wolf's Den Capital Corp. (formerly Wolfpack Brands Corporation) (the "Company" or "Wolf's Den") was incorporated on June 4, 2007, under the Business Corporations Act of British Columbia. The registered office of the Company is located at 1000 - 595 Burrard Street - P.O. Box 49290 - Vancouver, British Columbia, Canada V7X 1S8.

On July 18, 2019, the Company changed its name from "Josephine Mining Corp." to "Wolfpack Brands Corporation". On March 6, 2020 the Company changed its name from "Wolfpack Brands Corporation" to "Wolf's Den Capital Corporation".

The Company's activities relate to identifying and evaluating assets or businesses with a view to potentially acquire them or an interest therein by completing a purchase transaction, by exercising of an option or by any concomitant transaction. The Company's previous activities related to the retention and exploration of mineral properties in southern Oregon.

These unaudited condensed consolidated interim financial statements have been prepared in accordance with International Financial Reporting Standards ("IFRS") applicable to a going concern. For the nine months ended September 30, 2020, the Company incurred a net loss of \$289,400 (nine months ended September 30, 2019 - \$1,406,527) and as at September 30, 2020, reported an accumulated deficit of \$20,128,343 (December 31, 2019 - \$19,838,943). The Company has no current source of cash flow.

The outbreak of the novel strain of coronavirus, specifically identified as "COVID-19", has resulted in governments worldwide enacting emergency measures to combat the spread of the virus. These measures, which include the implementation of travel bans, self-imposed quarantine periods and social distancing, have caused material disruption to businesses globally resulting in an economic slowdown. Global equity markets have experienced significant volatility. Governments and central banks have reacted with significant monetary and fiscal interventions designed to stabilize economic conditions. The duration and impact of the COVID-19 outbreak is unknown at this time, as is the efficacy of the government and central bank interventions. It is not possible to reliably estimate the length and severity of these developments and the impact on the financial results and condition of the Company and its operating subsidiaries in future periods. The Company is monitoring the business environment as a result to ensure minimal distribution to business operations.

2. Basis of preparation

Statement of Compliance

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

Wolf's Den Capital Corp.

(Formerly Wolfpack Brands Corporation and Formerly Josephine Mining Corp)

Notes to Condensed Interim Consolidated Financial Statements

For the Three and Nine Months Ended September 30, 2020

(Expressed in Canadian Dollars)

(Unaudited)

2. Basis of preparation (continued)

The policies applied in these condensed interim consolidated financial statements are based on IFRS issued and outstanding as of November 30, 2020, the date the Board of Directors approved the statements. The same accounting policies and methods of computation are followed in these condensed interim financial statements as compared with the most recent annual financial statements as at and for the year ended December 31, 2019, except for those noted below. Any subsequent changes to IFRS that are given effect in the Corporation's annual financial statements for the year ending December 31, 2020 could result in restatement of these condensed interim financial statements.

Basis of consolidation

These unaudited condensed consolidated interim financial statements include the accounts of the Company and its subsidiaries.

The financial statements of the subsidiaries are included in the unaudited condensed consolidated interim financial statements from the date that control commences until the date that control ceases. Control exists when the Company has the power, directly or indirectly, to govern the financial and operating policies of an entity so as to obtain benefits from its activities. In assessing control, potential voting rights that presently are exercisable are considered. All inter-company balances and transactions have been eliminated in preparing consolidated financial statements.

The following wholly-owned subsidiaries have been consolidated within the consolidated financial statements:

Entity	Principle activity	Place of business and operations	Equity percentage
0890810 BC Ltd.	Operating Company	Canada	100%

Functional and presentation currency

These unaudited condensed consolidated interim financial statements are presented in Canadian dollars. The functional currency of the Company is the Canadian dollar and for the sole subsidiary is the U.S. dollar ("US\$").

New standards adopted

IFRS 3, Business Combinations ("IFRS 3")

Amendments to IFRS 3, issued in October 2018, provide clarification on the definition of a business. The amendments permit a simplified assessment to determine whether a transaction should be accounted for as a business combination or as an asset acquisition.

The amendments are effective for transactions for which the acquisition date is on or after the beginning of the first annual reporting period beginning on or after January 1, 2020. The adoption of the amendments had no impact on the Company's unaudited condensed consolidated interim financial statements.

IAS 8, Accounting Policies, Changes in Accounting Estimates and Errors ("IAS 8")

Amendments to IAS 8, issued in October 2018, provide clarification on the definition of material and how it should be applied. The amendments also align the definition of material across IFRS and other publications.

Wolf's Den Capital Corp.

(Formerly Wolfpack Brands Corporation and Formerly Josephine Mining Corp)

Notes to Condensed Interim Consolidated Financial Statements

For the Three and Nine Months Ended September 30, 2020

(Expressed in Canadian Dollars)

(Unaudited)

2. Basis of preparation (continued)

The amendments are effective for annual periods beginning on or after January 1, 2020 and are required to be applied prospectively. The adoption of the amendments had no impact on the Company's unaudited condensed consolidated interim financial statements.

New standards adopted (continued)

IAS 1, Presentation of Financial Statements ("IAS 1")

Amendments to IAS 1, issued in October 2018, provide clarification on the definition of material and how it should be applied. The amendments also align the definition of material across IFRS and other publications.

The amendments are effective for annual periods beginning on or after January 1, 2020 and are required to be applied prospectively. The adoption of the amendments had no impact on the Company's unaudited condensed consolidated interim financial statements.

3. Cash

	As at September 30, 2020	As at December 31, 2019
Cash	\$ 5,913	\$ 913
Cash in trust	444,970	878,569
Total cash	\$ 450,883	\$ 879,482

4. Accounts payable and accrued liabilities

	As at September 30, 2020	As at December 31, 2019
Trade payables	\$ 9,559	\$ 13,498
Accrued liabilities	39,202	174,615
	\$ 48,761	\$ 188,113

5. Share Capital

(a) Authorized

As at September 30, 2020, and 2019 the authorized share capital consisted of an unlimited number of common shares and preferred shares without par value.

Wolf's Den Capital Corp.

(Formerly Wolfpack Brands Corporation and Formerly Josephine Mining Corp)

Notes to Condensed Interim Consolidated Financial Statements

For the Three and Nine Months Ended September 30, 2020

(Expressed in Canadian Dollars)

(Unaudited)

5. Share Capital (Continued)

(b) Issued and outstanding

	Number of common shares	Amount
Balance, December 31, 2017, December 31, 2019	255,510	\$ 7,276,901
Issued on Debt to share agreement (i)(ii)	131,100,000	1,114,500
Issued on Private placement (iii)(iv)	46,200,200	2,310,010
Cost of issue (iii)	-	(42,484)
Finders shares issued (iii)(iv)	3,696,016	-
Balance, September 30, 2019	181,251,726	\$ 10,658,927
Balance, December 31, 2019 and September 30, 2020	181,251,726	\$ 16,099,427

On July 18, 2019, the Company filed an amendment to consolidate its common shares on a one hundred to one basis. This reduced the number of outstanding Common Shares from 25,551,010 to 255,510.

(i) On August 21, 2019, pursuant to a debt settlement, the Company issued an aggregate of 100,500,000 common shares in the capital of the Company to settle an aggregate debt of \$502,500. The common shares issued had were valued at a price of \$0.005 based on the share price of shares issued to arm's length parties. See note 6(a)(v).

(ii) On August 22, 2019, pursuant to a debt settlement, the Company issued an aggregate of 30,600,000 common shares in the capital of the Company to settle an aggregate debt of \$612,000. The common shares issued had were valued at a price of \$0.02 based on the share price of shares issued to arm's length parties.

(iii) On September 9, 2019, the Company closed the first tranche of a non-brokered private placement (the offering) consisting of 34,550,200 common shares at a price of \$0.05 per share for gross proceeds of \$1,727,510. In connection with the offering, the Company paid finders fees in the amount of 2,764,016 shares and legal fees of \$42,484.

(iv) On September 16, 2019, the Company closed the second tranche of the offering, consisting of 11,650,000 common shares at a price of \$0.05 per share for gross proceeds of \$582,500. In connection with the offering, the Company paid finders fees in the amount of 932,000 shares.

6. Related party transactions

Related parties include the Board of Directors, officers, close family members and enterprises that are controlled by these individuals as well as certain persons performing similar functions.

(a) During the year ended September 30, 2020, the Company has the following related party transactions:

(i) During the three and nine months ended September 30, 2020, the Company incurred management fees of \$nil and \$77,206, respectively (three and nine months ended September 30, 2019 - \$28,500 and \$88,000 respectively) to Buzbuzian Capital Corp ("BCC"), a company controlled by Mr. Buzbuzian, the President, CEO, and director of the Company. As at September 30, 2020, the Company is owed \$32,205 (December 31, 2019 - \$32,205) from BCC and this amount is included in due from related parties.

Wolf's Den Capital Corp.

(Formerly Wolfpack Brands Corporation and Formerly Josephine Mining Corp)

Notes to Condensed Interim Consolidated Financial Statements

For the Three and Nine Months Ended September 30, 2020

(Expressed in Canadian Dollars)

(Unaudited)

6. Related party transactions (Continued)

(ii) During the three and nine months ended September 30, 2020, the Company incurred management fees of \$nil and \$77,206, respectively (three and nine months ended September 30, 2019 - \$28,500 and \$88,000 respectively) to Launch Capital Inc. ("LCI"), a company controlled by Mr. Tony Di Benedetto, a director of the Company. As at September 30, 2020, the Company is owed \$32,205 (December 31, 2019 - \$32,205) from LCI and this amount is included in due from related parties.

(iii) During the three and nine months ended September 30, 2020, the Company incurred management fees of \$nil and \$nil, respectively (three and nine months ended September 30, 2019 - \$306,604 and \$320,354) to 2510812 Ontario Inc. ("OI"), a company controlled Mr. Koby Smutylo, a director of the Company. As at September 30, 2020, 2510812 Ontario Inc. was owed \$nil (December 31, 2019 - \$nil). During the year ended December 31, 2019, Mr. Koby Smutylo resigned as director and Chief Executive Officer of the Company.

(iv) During the three and nine months ended September 30, 2020, the Company incurred management fees of \$nil and \$192,867, respectively (three and nine months ended September 30, 2019 - \$183,367 and \$192,867) to 11113925 Canada Inc. ("CI"), a company controlled Ms. Lauren Tansley, an officer of the Company. All services were made on terms equivalent to those that prevail with arm's length transactions. As at September 30, 2020, the Company owed 11113925 Canada Inc. \$nil (December 31, 2019 - \$nil). During the year ended December 31, 2019, Ms. Lauren Tansley ceased to be an officer of the Company.

(v) In connection with the shares for debt (note 5(b)(i)), BCC and LCI received 33,633,334 and 33,633,334 common shares respectively.

(vi) The Chief Financial Officer ("CFO") is a senior employee of Marrelli Support Services Inc. ("MSSI"), a firm also providing accounting services. During the three and nine months ended September 30, 2020, the Company incurred \$10,000 and \$15,000, respectively (three and nine months ended December 31, 2019 - \$nil and \$nil, respectively) for CFO and accounting services rendered by MSSI. As at September 30, 2020, MSSI was owed \$15,000 (December 31, 2019 - \$nil) and this amount was included in accounts payable and accrued liabilities.

The above related party transactions were in the normal course of operations and have been valued at fair value. The amounts owing to related parties are non-interest bearing, unsecured and due on demand.

7. Transaction

On March 30, 2020, the Company announced that it has executed a share exchange agreement (the "Share Exchange Agreement") with Danavation Technologies Inc. ("Danavation") and its shareholders (the "Danavation Shareholders") pursuant to which the Company will acquire all of the issued and outstanding shares of Danavation in exchange for share of the Company as detailed below (the "Transaction"). The Transaction will constitute a reverse takeover of the Company by Danavation and the Danavation Shareholders.

Pursuant to the Share Exchange Agreement, the Company will complete a consolidation of its issued and outstanding common shares (the "Consolidation") on the basis of one post-consolidation common share (the "Shares") for every eight outstanding common shares in the capital of the Company. Pursuant to the Transaction, each of the Danavation Shareholders will receive one Share in exchange for each share held in the capital Danavation. As a condition to the completion of the Transaction, Danavation must complete a private placement of up to 17,600,000 shares in the capital of Danavation (the "Danavation Financing").

In connection with the Transaction, the Company will undertake a private placement of common shares, subscription receipts, or other securities convertible into Shares, for aggregate gross proceeds of up to \$6,000,000, expected to close concurrently with the Transaction.