

**ME RESOURCE CORP.**

**Condensed Interim Financial Statements**

**Three and Nine Months Ended September 30, 2020 and 2019**

**Unaudited -Expressed in Canadian Dollars**

## **NOTICE TO READER**

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

The accompanying unaudited condensed interim consolidated financial statements of the Company have been prepared by management and approved by the Audit Committee and Board of Directors of the Company.

The Company's independent auditors have not performed a review of these condensed interim consolidated financial statements in accordance with the standards established by the Canadian Institute of Chartered Accountants for a review of interim financial statements by an entity's auditors.

**ME Resource Corp.**  
**Condensed Interim Statements of Financial Position**  
**(Unaudited - Expressed in Canadian Dollars)**

	<b>September 30, 2020</b>	<b>December 31, 2019</b>
	\$	\$
<b>ASSETS</b>		
Non-current assets		
Note receivable	1	1
<b>Total assets</b>	<b>1</b>	<b>1</b>
<b>LIABILITIES</b>		
Current liabilities		
Accounts payable and accrued liabilities (Note 4)	375,021	360,470
Note payable (Note 6)	56,019	34,982
Due to related parties (Note 5)	1,310,723	1,130,723
	<b>1,741,763</b>	<b>1,526,175</b>
<b>SHAREHOLDERS' DEFICIENCY</b>		
Share capital (Note 3)	5,861,105	5,861,105
Reserves	1,745,278	1,745,278
Deficit	(9,348,145)	(9,132,557)
	<b>(1,741,762)</b>	<b>(1,526,174)</b>
<b>Total shareholders' deficiency and liabilities</b>	<b>1</b>	<b>1</b>

*Note 1: Nature and operation and going concern*

Authorized for issuance by the Board of Directors on November 27, 2020.

/s/ Navchand Jagpal  
Director

/s/Ravinder Kang  
Director

*See accompanying notes to the interim financial statements*

**ME Resource Corp.**  
**Condensed Interim Statements of Comprehensive Loss**  
**(Unaudited - Expressed in Canadian Dollars)**

	Three months ended September 30,		Nine months ended September 30,	
	<b>2020</b>	<b>2019</b>	<b>2020</b>	<b>2019</b>
	\$	\$	\$	\$
Expenses				
Consulting and management (Note 6)	60,000	60,000	180,000	180,000
Filing fees	11,538	2,672	21,294	18,776
General and administration	1,377	-	3,294	(41,485)
Professional fees	3,000	525	11,000	22,528
Loss and comprehensive loss	(75,915)	(63,197)	(215,588)	(179,819)
loss per share – basic and diluted	(0.00)	(0.00)	(0.00)	(0.00)
Weighted average number of outstanding common shares , basic and diluted	63,671,935	63,671,935	63,671,935	63,671,935

*See accompanying notes to the interim financial statements*

**ME Resource Corp.**  
**Condensed Interim Statements of Cash Flows**  
**(Unaudited - Expressed in Canadian Dollars)**

Nine months ended September 30,	2020	2019
	\$	\$
<b>OPERATING ACTIVITIES</b>		
Loss for the period	(215,588)	(179,819)
Changes in non-cash working capital items:		
- Prepaid	-	1,744
- accounts payable and accrued liabilities	14,551	(10,495)
- Due to related parties	180,000	188,593
Cash used in operating activities	(21,037)	23
<b>FINANCING ACTIVITIES</b>		
Proceeds from note payable	21,037	-
Cash provided by financing activities	21,037	-
Net cash inflow	-	23
Cash, beginning of period	-	(23)
Cash, end of period	-	-

*See accompanying notes to the interim financial statements*

**ME Resources Corp.****Condensed Interim Statements of Changes in Deficiency****(Unaudited - Expressed in Canadian Dollars)**

	Share capital		Reserves					
	Number of shares	Amount \$	Stock-option \$	Loan \$	Warrant \$	Deficit \$	Total \$	
Balance, December 31, 2018	63,671,935	5,861,105	1,853,944	5,121	45,761	(8,997,532)	(1,231,601)	
Loss for the period	-	-	-	-	-	(179,819)	(179,819)	
Balance, September 30, 2019	63,671,935	5,861,105	1,853,944	5,121	45,761	(9,177,351)	(1,411,420)	
Balance, December 31, 2019	63,671,935	5,861,105	1,694,396	5,121	45,761	(9,132,557)	(1,526,174)	
Loss for the period	-	-	-	-	-	(215,588)	(215,588)	
Balance, September 30, 2020	63,671,935	5,861,105	-	1,694,396	5,121	45,761	(9,348,145)	(1,741,762)

*See accompanying notes to the interim financial statements*

## **ME Resource Corp.**

### Notes to the Interim Financial Statements

Three and nine months ended September 30, 2020 and 2019

(Unaudited - Expressed in Canadian Dollars)

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#### **1. NATURE AND CONTINUANCE OF OPERATIONS**

ME Resource Corp., (the “Company”) was incorporated under the Business Corporation Act (British Columbia) on October 16, 2009. The Company’s shares are traded on the Canadian Securities Exchange under the symbol MEC. The Company’s head and registered office address is 6038 - 131th Street, Surrey, BC V3X 3N4.

The Company is currently seeking business opportunities.

These financial statements have been prepared using International Financial Reporting Standards applicable to a going concern, which assume that the Company will continue in operation for the foreseeable future and will be able to realize its assets and discharge its liabilities in the normal course of operations. Different bases of measurement may be appropriate if the Company is not expected to continue operations for the foreseeable future. The Company’s continuation as a going concern is dependent whether the Company can develop an economically viable business, and generate funds there from and/or raise equity capital to meet current and future obligations. The Company has not yet achieved profitable operations and expects to incur further losses in the development of its business. These factors indicate the existence of a material uncertainty that may cast significant doubt about the Company’s ability to continue as a going concern. Management intends to finance operating costs over the next twelve months with loans and/or private placement of common shares. Should the Company be unable to continue as going concern, the net realizable value of its assets may be materially less than the amounts on its statements of financial position.

Since December 31, 2019, 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 physical distancing, have caused material disruption to business globally resulting in an economic slowdown. Global equity markets have experienced significant volatility and weakness. 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 in future periods.

#### **2. BASIS OF PRESENTATION**

These condensed interim financial statements for the three and nine months ended September 30, 2020, together with the comparative figures herein have been prepared in accordance with International Accounting Standards (“IAS”) 34 “Interim Financial Reporting” (“IAS 34”) using accounting policies consistent with the International Financial Reporting Standards (“IFRS”) issued by the International Accounting Standards Board and interpretations of the International Financial Reporting Interpretations Committee .

These condensed interim financial statements do not include all the information required of a full annual financial report and is intended to provide users with an update in relation to events and transactions that are significant to an understanding of the changes in financial position and performance of the Company since the end of the last annual reporting period. It is therefore recommended that these condensed interim financial statements be read in conjunction with the most recent audited annual financial statements of the Company for its recent year ended December 31, 2019.

These financial statements were authorized for issue by the Board of Directors on November 27, 2020.





Notes to the Interim Financial Statements  
 Three months and Nine months ended September 30, 2020 and 2019  
 (Unaudited - Expressed in Canadian Dollars)

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**5. RELATED PARTY TRANSACTIONS**

a) Transactions with key management personnel were as follows:

<b>Nine months ended September 30,</b>	<b>2020</b>	<b>2019</b>
	\$	\$
Consulting fees charged by a director	45,000	45,000
Consulting fees charged by a company related to the chief executive officer (“CEO”)	90,000	90,000
Consulting fees charged by the chief financial officer (“CFO”)	45,000	45,000

b) Balances due to related parties:

Amounts due to related parties are unsecured, non-interest bearing and have no fixed terms of repayment.

<b>Due to Related parties</b>	<b>September 30, 2020</b>	<b>December 31, 2019</b>
	\$	\$
Directors	349,000	304,000
Chief financial officer	304,600	259,600
Companies related to the CEO	657,123	567,123
	1,310,723	1,130,723

Amounts due to related parties are non-interest bearing with no terms of repayment

**6. NOTE PAYABLE**

As at September 30, 2020 the Company had a promissory note payable, principal and accrued interest , of \$56,019 (December 31, 2019 - \$32,943). This promissory note is unsecured, bears interest at 10% per annum and will be due on October 31, 2020.

During the nine months ended September 30, 2020, the Company incurred an interest charge of \$3,294.

**7. FINANCIAL INSTRUMENTS**

**Classification of financial instruments**

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

	<b>September 30, 2020</b>	<b>December 31, 2019</b>
	\$	\$
Amortized cost:		
Note receivable	1	1
Trade payables	327,065	323,514
Salaries payable	20,066	20,066
Note payable	56,019	34,982
Due to related party	1,310,723	1,130,723

## 7. FINANCIAL INSTRUMENTS (CONTINUED)

### **Fair value**

Financial instruments that are not measured at their values are note receivable, trade payables, salaries payable, note payable, and due to related parties. Their carrying values approximate their fair values due to their short terms to maturity.

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

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

The Company's Cash (2020/9/30 - \$Nil; 2019/12/31- \$Nil) is measured at fair value using level 1 inputs.