

NU2U RESOURCES CORP.

Vancouver, BC

Condensed Interim Financial Statements
Nine Month Period Ended March 31, 2016
(Unaudited – prepared by Management)
(Expressed in Canadian Dollars)

NU2U RESOURCES CORP.

MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The condensed consolidated interim unaudited financial statements of NU2U Resources Corp. are the responsibility of the Company's management. The financial statements are prepared in accordance with International Financial Reporting Standards as issued by the International Accounting Standards Board and reflect management's best estimates and judgment based on information currently available.

Management has developed and maintains a system of internal controls to ensure that the Company's assets are safeguarded, transactions are authorized and properly recorded and financial information is reliable.

The Board of Directors is responsible for ensuring management fulfills its responsibilities for financial reporting and internal controls through an audit committee. The Audit Committee reviews the results of the condensed interim unaudited financial statements prior to their submission to the Board of Directors for approval.

"Lance Tracey"

President and Chief Executive Officer

"Sheri Rempel"

Chief Financial Officer

NU2U RESOURCES CORP.
CONDENSED STATEMENTS OF FINANCIAL POSITION
(Unaudited – Expressed in Canadian Dollars)

	Notes	March 31, 2016	June 30, 2015
ASSETS			
Current assets			
Cash and cash equivalents		\$ 3,294	\$ -
Receivables		1,205	-
Short-term investment	3	385,685	-
		390,184	-
Non-current assets			
Wind assets	4	1	1
		1	1
TOTAL ASSETS		\$ 390,185	\$ 1
LIABILITIES			
Current liabilities			
Trade payables and accrued liabilities		\$ 81,043	\$ 70,393
Loan payable	5	411,726	-
TOTAL LIABILITIES		492,769	70,393
SHAREHOLDERS' EQUITY			
Share capital	6	10,001	10,001
Deficit		(112,585)	(80,393)
TOTAL SHAREHOLDERS' EQUITY (DEFICIT)		(102,584)	(70,392)
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY		\$ 390,185	\$ 1

Nature and continuance of operations (Note 1)

Approved and authorized for issue by the Company's Board of Directors on May 23, 2016.

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

NU2U RESOURCES CORP.**CONDENSED STATEMENTS OF LOSS AND COMPREHENSIVE LOSS**

(Unaudited – Expressed in Canadian Dollars)

	Three month period ended		Nine month period ended	
	March 31,		March 31,	
	2016	2015	2016	2015
Expenses				
Management and consulting fees	3,910	3,000	12,689	43,000
Office and sundry	85	-	655	-
Professional fees	-	-	9,470	100
Transfer agents	4,588	251	8,337	2,538
Total expenses	(8,583)	(3,251)	(31,151)	(45,638)
Interest income	9,349	-	10,685	-
Interest expense	(9,973)	-	(11,726)	-
Net loss and comprehensive loss for period	\$ (9,207)	\$ (3,251)	\$ (32,192)	\$ (45,638)
Loss per share – basic and diluted	\$ (0.00)	\$ (0.00)	\$ (0.00)	\$ (0.00)
Weighted average number of common shares outstanding	23,849,615	23,849,615	23,849,615	23,849,615

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

NU2U RESOURCES CORP.**CONDENSED STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY (DEFICIT)**

(Unaudited – Expressed in Canadian Dollars)

	Share capital		Deficit	Total
	Number of shares	Amount		
Balance at June 30, 2014	23,849,615	\$ 10,001	\$ (29,504)	\$ (19,503)
Loss for the period	-	-	(45,638)	(45,638)
Balance at March 31, 2016	23,849,615	\$ 10,001	\$ (75,142)	\$ (65,141)
Balance at June 30, 2015	23,849,615	\$ 10,001	\$ (80,393)	\$ (70,392)
Loss for the period	-	-	(32,192)	(32,192)
Balance at March 31, 2016	23,849,615	\$ 10,001	\$ (112,585)	\$ (102,584)

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

NU2U RESOURCES CORP.
CONDENSED STATEMENTS OF CASH FLOWS
(Unaudited – Expressed in Canadian Dollars)

	Nine month period ended	
	March 31,	
	2016	2015
Operating activities		
Loss for the period	\$ (32,192)	\$ (45,638)
Adjustments for non-cash items:		
Interest income	(10,685)	-
Interest expense	11,726	-
Changes in non-cash working capital items:		
Receivables and prepaid expenses	(1,205)	-
Trade payables and accrued liabilities	10,650	45,638
Net cash flows used in operating activities	(21,706)	-
Investing activities		
Short-term investments	(375,000)	-
Net cash flows used in investing activities	(375,000)	-
Financing activities		
Loan received	400,000	-
Net cash flows received from financing activities	400,000	-
Increase in cash and cash equivalents	3,294	-
Cash and cash equivalents, beginning	-	-
Cash and cash equivalents, ending	\$ 3,294	\$ -

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

NU2U RESOURCES CORP.

Notes to the condensed interim unaudited financial statements

(Expressed in Canadian dollars)

For the nine month period ended March 31, 2016 and 2015

Note 1 Nature and Continuance of Operations

NU2U Resources Corp. (“NU2U” or the “Company”) was incorporated under Business Corporations Act (British Columbia) on August 19, 2011. The Company’s registered and records office is located at 615-800 West Pender Street, Vancouver, BC, V6C 2V6.

The Company has yet to commence operations and its success will be dependent upon its ability to find a suitable business and obtain necessary financing.

These financial statements have been prepared on the basis of accounting principles applicable to a going concern, which presumes the realization of assets and settlement of liabilities in the normal course of operations in the foreseeable future. The ability of the Company to continue as a going concern is dependent upon a number of factors including obtaining additional financing as required and seeking profitable operations.

These financial statements are presented in Canadian dollars unless otherwise indicated.

Note 2 Significant Accounting Policies

Basis of presentation

These condensed financial statements, including comparatives, have been prepared in accordance with International Accounting Standards (“IAS”) 34, Interim Financial Reporting. Certain information and note disclosures normally included in the audited annual financial statements prepared in accordance with International Financial Reporting Standards (“IFRS”) have been omitted or condensed. As a result, these condensed financial statements should be read in conjunction with the Company’s audited financial statements for the year ended June 30, 2015.

The following standards and interpretations have been issued but are not yet effective:

The following standards, interpretations and amendments, which have not been applied in these condensed consolidated interim unaudited financial statements, may have an effect on the Company’s future condensed consolidated interim unaudited financial statements. The Company is in the process of evaluating these new standards.

IFRS 9 — Financial instruments, classification and measurement

IFRS 9 Financial Instruments is part of the IASB’s wider project to replace IAS 39 Financial Instruments:

Recognition and Measurement. IFRS 9 retains but simplifies the mixed measurement model and establishes two primary measurement categories for financial assets: amortized cost and fair value. The basis of classification depends on the entity’s business model and the contractual cash flow characteristics of the financial asset. The standard is effective for annual periods beginning on or after January 1, 2018. The Company is in the process of evaluating the impact of the new standard.

NU2U RESOURCES CORP.

Notes to the condensed interim unaudited financial statements

(Expressed in Canadian dollars)

For the nine month period ended March 31, 2016 and 2015

Note 3 Short-term Investments

On December 18, 2015, the Company closed the loan of \$375,000 (the "Loan") to Mobio Technologies Inc. ("Mobio") by way of a secured convertible debenture (the "Note"), which Note will bear interest at a rate of 12% per annum, accruing and calculated monthly, and will mature on June 1, 2016. At the option of the Company, the Note (including interest accrued thereon) is convertible into common shares of Mobio at a price of \$0.15 per share on the basis of a post ten for one consolidation of Mobio's shares (the "Consolidation") (effective Friday, December 18, 2015). The Loan is secured by a general security agreement over the present and after acquired property of Mobio, as well as a pledge of the shares of two of its subsidiaries: Twenty Year Media Corp., and 0991176 B.C. Ltd. Mobio.

Note 4 Wind Assets

An investment in Katabatic Power Corp. ("Katabatic") comprised of various debt instruments and a minority equity interest, recorded at its fair value of \$1.

Note 5 Loan Payable

In connection with the short term investment (Note 3) the sum of \$400,000 was advanced to the Company by Code Consulting Ltd., a company owned by Lance Tracey, the Company's CEO and controlling shareholder. These monies, which are to be used to fund the Loan and for general working capital, are repayable on demand and bear interest at 10% per annum, compounded annually.

Note 6 Share Capital

Authorized

Unlimited number of common shares without par value

NU2U RESOURCES CORP.

Notes to the condensed interim unaudited financial statements

(Expressed in Canadian dollars)

For the nine month period ended March 31, 2016 and 2015

Note 7 Related Party Transactions

a) Transactions and balances with related parties

The following amounts are due to companies controlled by a common director are included in the trade payables and accrued liabilities. These amounts are unsecured, non-interest bearing and have no fixed terms of payments. All related party amounts are to key management personnel.

	March 31, 2016		June 30, 2015	
Directors and officers of the Company	\$	75,565	\$	67,315

b) Key management personnel compensation – paid or accrued

Transactions with related parties are summarized in the table below:

	Nine month period ended March 31, 2016		Nine month period ended March 31, 2015	
Directors and officers of the Company	\$	12,689	\$	43,000

c) Loans from related party

In connection with the short term investment (Note 3) the sum of \$400,000 was advanced to the Company by Code Consulting Ltd., a company owned by Lance Tracey, the Company's CEO and controlling shareholder. These monies, which are to be used to fund the Loan and for general working capital, are repayable on demand and bear interest at 10% per annum, compounded annually.

Note 8 Capital Management

The Company manages its capital structure and makes adjustments to it, based on the funds available to the Company, in order to support future business opportunities. The Board of Directors does not establish quantitative return on capital criteria for management, but rather relies on the expertise of the Company's management to sustain future development of the business. In the management of capital, the Company includes cash balances, loans and components of equity.

NU2U RESOURCES CORP.

Notes to the condensed interim unaudited financial statements

(Expressed in Canadian dollars)

For the nine month period ended March 31, 2016 and 2015

Note 8 Capital Management (continued)

In order to carry out future projects and pay for administrative costs, the Company will raise additional funds as needed. Management reviews its capital management approach on an ongoing basis and believes that this approach, given the relative size of the Company, is reasonable.

The Company is not subject to externally imposed capital requirements.

Note 9 Financial Instruments

The fair value of the Company's payables and accruals and due to related parties approximates their carrying value due to the short-term nature of the instruments. The Company's risk exposures and the impact on the Company's financial instruments are summarized below:

Credit risk:

Credit risk is the risk of loss associated with a counterparty's inability to fulfill its payment obligations. The Company believes its credit risk is minimal.

Liquidity risk:

The Company's approach to managing liquidity risk is to ensure that it will have sufficient liquidity to meet liabilities when due. As at March 31, 2016, the Company had a cash balance of \$3,294 (June 30, 2015 - \$nil) to settle current liabilities of \$492,769 (June 30, 2015 - \$70,393). Management plans to raise funds to meet its future liabilities as they become due.

Market risk:

Market risk is the risk of loss that may arise from changes in market factors such as interest rates, foreign exchange rates and equity prices.

(a) Interest rate risk - the Company has no cash balances and no interest-bearing debt. The Company's sensitivity to interest rates is minimal.

(b) Foreign currency risk - the Company currently believes it has no significant foreign exchange risk.

(c) Price risk - the Company is a non-public reporting issuer and is not currently exposed to price risk with respect to equity prices. Equity price risk is defined as the potential adverse impact on the Company's earnings due to movements in individual equity prices or general movements in the level of the stock market.