

LANEBURY GROWTH CAPITAL LTD.
(FORMERLY NU2U RESOURCES CORP.)
Vancouver, BC

Condensed Interim Financial Statements
Three Month Period Ended September 30, 2018
(Unaudited- Prepared by Management)
(Expressed in Canadian Dollars)

LANEBURY GROWTH CAPITAL LTD.
(FORMERLY NU2U RESOURCES CORP.)

MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The condensed interim unaudited financial statements of Lanebury Growth Capital Ltd. 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

LANEBURY GROWTH CAPITAL LTD. (FORMERLY NU2U RESOURCES CORP.)
CONDENSED INTERIM STATEMENTS OF FINANCIAL POSITION
(Unaudited - Expressed in Canadian Dollars)

	Notes	September 30, 2018	June 30, 2018
ASSETS			
Current assets			
Cash and cash equivalents	3	\$ 2,430,244	\$ 3,766,164
Marketable securities	4	152,750	235,000
Warrants	4	16,908	38,016
Loans receivable and accrued interest - Mobio	5	438,920	428,672
Receivables and prepaid expenses		14,615	12,094
		3,053,437	4,479,946
Non-current assets			
Wind assets	7	1	1
Investment	6	1,294,500	-
		1,294,501	1
TOTAL ASSETS		\$ 4,347,938	\$ 4,479,947
LIABILITIES			
Current liabilities			
Trade payables and other payables	9	\$ 23,178	\$ 17,678
TOTAL LIABILITIES		23,178	17,678
SHAREHOLDERS' EQUITY			
Share capital	8	5,010,001	5,010,001
Reserve		109,254	-
Accumulated other comprehensive income (loss)		(25,918)	56,332
Deficit		(768,577)	(604,064)
TOTAL SHAREHOLDERS' EQUITY		4,324,760	4,462,269
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY		\$ 4,347,938	\$ 4,479,947

Nature and continuance of operations (Note 1)

Approved and authorized for issue by the Company's Board of Directors on November 28, 2018.

"Lance Tracey"
Lance Tracey, Director

"Sheri Rempel"
Sheri Rempel, Director

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

LANEBURY GROWTH CAPITAL LTD. (FORMERLY NU2U RESOURCES CORP.)
CONDENSED INTERIM STATEMENTS OF LOSS AND COMPREHENSIVE LOSS
(Unaudited - Expressed in Canadian Dollars)

		Three month period ended September	
	Note	2018	2017
Expenses			
Foreign exchange loss	6	\$ 26,500	\$ -
Management and consulting fees	9	5,854	3,454
Office and sundry		325	89
Professional fees	9	11,400	7,156
Share-based payments	9	109,254	-
Transfer agent and filing fees		5,982	422
		(159,315)	(11,121)
Other items			
Interest income	3,5	15,910	15,675
Interest expense		-	(28,205)
Loss on derivative	4	(21,108)	(9,615)
Net loss		\$ (164,513)	\$ (33,266)
Other comprehensive loss			
Unrealized loss on marketable securities	4	(82,250)	(47,000)
Net loss and comprehensive loss for the period		\$ (246,763)	\$ (80,266)
Loss per share – basic and diluted		\$ (0.02)	\$ (0.02)
Weighted average number of common shares outstanding		10,320,803	1,987,468

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

LANEBURY GROWTH CAPITAL LTD. (FORMERLY NU2U RESOURCES CORP.)
CONDENSED INTERIM STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY
(Unaudited - Expressed in Canadian Dollars)

	Note	Share capital		Accumulated other comprehensive income (loss)	Reserve	Deficit	Total
		Number of shares	Amount				
Balance at June 30, 2017		1,987,470	\$ 10,001	\$ (14,168)	\$ 19,601	\$ (235,317)	\$ (219,883)
Equity portion of loan		-	-	-	19,810	-	19,810
Unrealized gain on marketable securities		-	-	(47,000)	-	-	(47,000)
Net loss for the period		-	-	-	-	(33,266)	(33,266)
Balance at September 30, 2017		1,987,470	\$ 10,001	\$ (61,168)	\$ 39,411	\$ (268,583)	\$ (280,339)
Balance at June 30, 2018		10,320,803	\$ 5,010,001	\$ 56,332	\$ -	\$ (604,064)	\$ 4,462,269
Share-based payments	9	-	-	-	109,254	-	109,254
Unrealized loss on marketable securities	4	-	-	(82,250)	-	-	(82,250)
Net loss for the period		-	-	-	-	(164,513)	(164,513)
Balance at September 30, 2018		10,320,803	\$ 5,010,001	\$ (25,918)	\$ 109,254	\$ (768,577)	\$ 4,324,760

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

LANEBURY GROWTH CAPITAL LTD. (FORMERLY NU2U RESOURCES CORP.)
CONDENSED INTERIM STATEMENTS OF CASH FLOWS
(Unaudited - Expressed in Canadian Dollars)

	Three months ended September 30,	
	2018	2017
Operating activities		
Net loss for the period	\$ (164,513)	\$ (33,266)
Adjustments for non-cash items:		
Interest income	(11,564)	(15,675)
Interest expense	-	28,205
Share-based payments	109,254	-
Foreign exchange loss	26,500	-
Loss on derivative	21,108	9,615
Changes in non-cash working capital items:		
Receivables and prepaid expenses	(1,205)	2,356
Trade payables and other payables	5,500	(781)
Net cash used in operating activities	(14,920)	(9,546)
Investing activities		
Investment	(1,321,000)	
Loans proceeds advanced	-	(100,000)
Net cash used in investing activities	(1,321,000)	(100,000)
Financing activities		
Loan proceeds received	-	250,000
Net cash provided by financing activities	-	250,000
Increase (decrease) in cash and cash equivalents	(1,335,920)	140,454
Cash and cash equivalents, beginning of period	3,766,164	6,370
Cash and cash equivalents, end of period	\$ 2,430,244	\$ 146,824

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

LANEBURY GROWTH CAPITAL LTD. (FORMERLY NU2U RESOURCES CORP.)

Condensed Interim Notes to the Financial Statements

(Unaudited - Expressed in Canadian Dollars)

For the Three Month Period Ended September 30, 2018 and 2017

Note 1 Nature and Continuance of Operations

Lanebury Growth Capital Ltd. (formerly NU2U Resources Corp.) (“Lanebury” or the “Company”) was incorporated under the Business Corporations Act (British Columbia) on August 19, 2011, under the name NU2U Resources Corp. and subsequently changed its name to Lanebury Growth Capital Ltd. on April 25, 2017. The Company’s registered and records office is located at 1080 - 789 West Pender Street, Vancouver, BC, V6C 1H2.

Lanebury is an investment company with an investment strategy focused on building a portfolio of high-quality investments in technology start-ups. The Company targets investments, for the most part, that have a monthly revenue model and can be scaled easily using internet and mobile technologies.

These condensed interim 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 conditions indicate the existence of a material uncertainty that may cast significant doubt about the Company’s ability to continue as a going concern. These condensed interim financial statements do not give effect to adjustments to the carrying value and classification of assets and liabilities and related expense that would be necessary should the Company be unable to continue as a going concern. If the going concern assumption is not appropriate, material adjustments to the financial statements could be required.

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

Note 2 Significant Accounting Policies

Basis of Presentation

These condensed interim financial statements, including comparatives, have been prepared in accordance with International Accounting Standard (“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 interim financial statements should be read in conjunction with the Company’s audited financial statements for the year ended June 30, 2018.

New Accounting Standards and Interpretations

Financial Instruments

The Company adopted all of the requirements of IFRS 9 Financial Instruments (“IFRS 9”) as of April 1, 2018. IFRS 9 replaces IAS 39 Financial Instruments: Recognition and Measurement (“IAS 39”). IFRS 9 utilize a revised model for recognition and measurement of financial instruments and a single, forward-looking “expected loss” impairment model. Most of the requirements in IAS 39 for classification and measurement of financial liabilities were carried

LANEBURY GROWTH CAPITAL LTD. (FORMERLY NU2U RESOURCES CORP.)

Condensed Interim Notes to the Financial Statements

(Unaudited - Expressed in Canadian Dollars)

For the Three Month Period Ended September 30, 2018 and 2017

Note 2 Significant Accounting Policies (continued)

forward in IFRS 9, so the Company's accounting policy with respect to financial liabilities is unchanged. As a result of the adoption of IFRS 9, management has changed its accounting policy for financial assets retrospectively, for assets that continued to be recognized at the date of initial application.

The change did not impact the carrying value of any financial assets or financial liabilities on the transition date.

The following is the Company's new accounting policy for financial instruments under IFRS 9:

Classification

The Company classifies its financial instruments in the following categories: at fair value through profit and loss ("FVTPL"), at fair value through other comprehensive income (loss) ("FVTOCI") or at amortized cost. The Company determines the classification of financial assets at initial recognition. The classification of debt instruments is driven by the Company's business model for managing the financial assets and their contractual cash flow characteristics. Equity instruments that are held for trading are classified as FVTPL. For other equity instruments, on the day of acquisition the Company can make an irrevocable election (on an instrument-by-instrument basis) to designate them as at FVTOCI. Financial liabilities are measured at amortized cost, unless they are required to be measured at FVTPL (such as instruments held for trading or derivatives) or if the Company has opted to measure them at FVTPL.

The adoption of IFRS 9 resulted in no impact to the opening accumulated deficit nor to the opening balance of reserve or accumulated other comprehensive income (loss) at July 1, 2018.

Measurement

Financial assets and liabilities at amortized cost

Financial assets and liabilities at amortized cost are initially recognized at fair value plus or minus transaction costs, respectively, and subsequently carried at amortized cost less any impairment.

Financial assets and liabilities at FVTPL

Financial assets and liabilities carried at FVTPL are initially recorded at fair value and transaction costs are expensed in the statements of comprehensive loss. Realized and unrealized gains and losses arising from changes in the fair value of the financial assets and liabilities held at FVTPL are included in the statements of comprehensive loss in the period in which they arise.

Impairment of financial assets at amortized cost

The Company recognizes a loss allowance for expected credit losses on financial assets that are measured at amortized cost. At each reporting date, the Company measures the loss allowance for the financial asset at an amount equal to the lifetime expected credit losses if the credit risk on the financial asset has increased significantly since initial recognition. If at the reporting date, the financial asset has not increased significantly since initial recognition, the Company measures the loss allowance for the financial asset at an amount equal to

LANEBURY GROWTH CAPITAL LTD. (FORMERLY NU2U RESOURCES CORP.)

Condensed Interim Notes to the Financial Statements

(Unaudited - Expressed in Canadian Dollars)

For the Three Month Period Ended September 30, 2018 and 2017

Note 2 Significant Accounting Policies (continued)

the twelve-month expected credit losses. The Company shall recognize in the statements of comprehensive loss, as an impairment gain or loss, the amount of expected credit losses (or reversal) that is required to adjust the loss allowance at the reporting date to the amount that is required to be recognized.

Derecognition

Financial assets

The Company derecognizes financial assets only when the contractual rights to cash flows from the financial assets expire, or when it transfers the financial assets and substantially all of the associated risks and rewards of ownership to another entity. Gains and losses on derecognition are generally recognized in the statements of comprehensive loss.

Accounting Standards Issued But Not Yet Applied

Leases

On January 13, 2016, the IASB published a new standard, IFRS 16, eliminating the current dual accounting model for lessees, which distinguishes between on-balance sheet finance leases and off-balance sheet operating leases. The main provision of IFRS 16 is the recognition of lease assets and lease liabilities on the balance sheet by lessees for those leases that were previously classified as operating leases. Under IFRS 16, a lessee is required to do the following: (i) recognize a right-of-use asset and a lease liability, initially measured at the present value of the lease payments, on the balance sheet; and (ii) recognize a front-loaded pattern of expense for most leases, even when cash rentals are constant, as the right-of-use asset is depreciated and the lease liability is accreted using the effective interest method. The new standard also requires qualitative disclosures along with specific quantitative disclosures. IFRS 16 is effective for annual periods beginning on or after January 1, 2019, with earlier adoption permitted. The Company continues to assess the impact of adopting this standard on its financial statements.

Other accounting pronouncements with future effective dates are either not applicable or are not expected to have a material impact on the Company's financial statements.

Note 3 Cash and Cash Equivalents

The components of cash and cash equivalents are as follows:

	September 30, 2018	June 30, 2018
Cash at bank	\$ 830,244	\$ 766,164
Guaranteed investment certificate, maturing March 27, 2019 at prime minus 2.35%	1,600,000	3,000,000
	2,430,244	3,766,164

LANEBURY GROWTH CAPITAL LTD. (FORMERLY NU2U RESOURCES CORP.)

Condensed Interim Notes to the Financial Statements

(Unaudited - Expressed in Canadian Dollars)

For the Three Month Period Ended September 30, 2018 and 2017

Note 4 Marketable Securities

On August 17, 2016, the Company participated in a private placement offering by a related company, Mobio Technologies Inc. ("Mobio"). The Company subscribed to 4,700,000 units at \$0.05 per unit for a total cost of \$235,000. Each unit consisted of one common share and one-half of one share purchase warrant. Each whole warrant entitles the holder to acquire one additional common share at a price of \$0.075 for a period of 24 months from closing of the private placement. Concurrently, the Company entered into an agreement with Mobio that it will only be permitted to exercise that number of warrants which will result, when such common shares are issued, in the Company's total shareholdings not exceeding ten percent of Mobio's issued and outstanding shares as of the date of the warrant exercise. On initial recognition, the Company determined the fair value of the common shares and warrants to be \$178,668 and \$56,332, respectively.

On December 1, 2016, Mobio completed a consolidation of its outstanding common share capital on the basis of one post-consolidation common share for every two outstanding common shares. As a result of the share consolidation, the Company holds 2,350,000 common shares of Mobio and 1,175,000 share purchase warrants to purchase common shares of Mobio at an exercise price of \$0.15 per share.

On May 7, 2018, Mobio completed a consolidation of its outstanding common share capital on the basis of one post-consolidation common share for every two outstanding common shares. As a result of the share consolidation, the Company holds 1,175,000 common shares of Mobio and 587,500 share purchase warrants to purchase common shares of Mobio at an exercise price of \$0.30 per share.

On August 16, 2018, Mobio extended the warrants held by the Company by twelve months to August 24, 2019.

As at September 30, 2018, the fair value of the common shares was \$152,750 which resulted in a decrease of \$82,250 recorded to other comprehensive loss in the current year. In addition, the fair value of the warrants was \$16,908 (June 30, 2018 - \$38,016) which resulted in a decrease of \$21,108 recorded to the statement of loss and comprehensive loss for the period ended September 30, 2018.

Note 5 Loans Receivable and Accrued Interest

Mobio Technologies Inc.

On July 27, 2017, the Company entered into an agreement to loan \$100,000 to Mobio. The loan bears interest at 10% per annum, calculated monthly, not in advance, and is secured by a promissory note. The principal balance plus accrued interest was due and payable on July 27, 2018. During the three-month period ended September 30, 2018, interest of \$2,688 was earned on the loan.

On October 3, 2017, the Company entered into an agreement to loan \$50,000 to Mobio. The loan bears interest at 10% per annum, calculated monthly, not in advance, and is secured by a promissory note. The principal balance

LANEBURY GROWTH CAPITAL LTD. (FORMERLY NU2U RESOURCES CORP.)

Condensed Interim Notes to the Financial Statements

(Unaudited - Expressed in Canadian Dollars)

For the Three Month Period Ended September 30, 2018 and 2017

Note 5 Loans Receivable and Accrued Interest (continued)

plus accrued interest is due and payable on October 3, 2018. During the three-month period ended September 30, 2018, interest of \$1,260 was earned on the loan.

On November 6, 2017, the Company entered into an agreement to loan \$50,000 to Mobio. The loan bears interest at 10% per annum, calculated monthly, not in advance, and is secured by a promissory note. The principal balance and accrued interest is due and payable on November 6, 2018. During the three-month period ended September 30, 2018, interest of \$1,260 was earned on the loan.

On November 7, 2017, the Company entered into an agreement to loan \$150,000 to Mobio. The loan bears interest at 10% per annum, calculated monthly, not in advance, and is secured by a promissory note. The principal balance plus accrued interest is due and payable on November 7, 2018. During the three-month period ended September 30, 2018, interest of \$3,781 was earned on the loan.

On December 12, 2017, the Company entered into an agreement to loan \$50,000 to Mobio. The loan bears interest at 10% per annum, calculated monthly, not in advance, and is secured by a promissory note. The principal balance plus accrued interest is due and payable on December 12, 2018. During the three-month period ended September 30, 2018, interest of \$1,260 was earned on the loan.

As at September 30, 2018, the Company has advanced \$400,000 as follows:

Maturity Date		Principal		Interest		Balance
July 27, 2018	\$	100,000	\$	11,948	\$	111,948
October 3, 2018		50,000		4,972		54,972
November 6, 2018		50,000		4,507		54,507
November 7, 2018		150,000		13,479		163,479
December 12, 2018		50,000		4,014		54,014
	\$	400,000	\$	38,920	\$	438,920

Subsequent to the period ended September 30, 2018, the loans that matured on July 25, 2018, October 3, 2018, November 6, 2018 and November 7, 2018 have not yet been repaid.

Note 6 Investment

Investment in Finhaven Technology Inc.

On July 24, 2018, the Company completed a USD \$1,000,000 investment in Finhaven Technology Inc. ("Finhaven") pursuant to the Simple Agreement for Future Equity (the "SAFE"). The SAFE provides that the investment will be converted into common shares of Finhaven at a price equal to USD \$33,000,000 divided by the capitalization of Finhaven no later than 90 days past June 30, 2020. During the three months ended September 30, 2018, the Company recognized a foreign exchange loss of \$26,500 on the investment.

LANEBURY GROWTH CAPITAL LTD. (FORMERLY NU2U RESOURCES CORP.)

Condensed Interim Notes to the Financial Statements

(Unaudited - Expressed in Canadian Dollars)

For the Three Month Period Ended September 30, 2018 and 2017

Note 7 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 8 Share Capital and Reserve

Share Capital

Authorized

Unlimited number of common shares without par value.

Unlimited number of preferred shares with a par value of \$100 per share.

Stock Options

The number of shares available for purchase pursuant to options granted under the stock option plan will not exceed 10% of the shares that are outstanding (on a non-diluted basis) immediately prior to the share issuance or grant of options. The plan places limits on the maximum number of options which may be granted to any one holder, insider, consultant and employees and consultants engaged in investor relations activities within any 12-month period. Options granted in relation to investor relations activities must vest in stages over 12 months with no more than 25% of the options vesting in any three-month period. The vesting period for all other options is at the discretion of the Board of Directors.

Stock option transactions are as follows:

	Number of Options	Weighted Average Exercise Price
Balance, June 30, 2018	-	-
Granted	400,000	0.50
Balance, September 30, 2018	400,000	0.50

Stock options outstanding and exercisable at September 30, 2018, are as follows:

Options outstanding	Exercise Price	Expiry date	Options exercisable
400,000	\$0.50	July 31, 2023	400,000

The weighted average remaining contractual life of outstanding options is 4.84 years.

LANEBURY GROWTH CAPITAL LTD. (FORMERLY NU2U RESOURCES CORP.)

Condensed Interim Notes to the Financial Statements

(Unaudited - Expressed in Canadian Dollars)

For the Three Month Period Ended September 30, 2018 and 2017

Note 8 Share Capital and Reserve (continued)

During the period ended September 30, 2018, the Company recorded stock-based payments of \$109,254 (2017 - \$Nil). The fair value of stock options granted was estimated using the Black-Scholes Option Pricing Model with the following assumptions:

	Three month period ended	
	September 30,	September 30,
	2018	2017
Risk free interest rate	2.19%	-
Expected life of options	5 years	-
Expected dividend yield	-	-
Expected stock price volatility	209.01%	-

Note 9 Related Party Transactions

Balances

The following amounts payable to related parties are included in trade payables and other payables:

	September 30,		June 30,	
	2018		2018	
CEO of the Company	\$	-	\$	1,111
Company controlled by the CFO of the Company		7,711		3,582
	\$	7,711	\$	4,693

Transactions – paid or accrued

Transactions with related parties are summarized in the tables below:

	Three month period ended			
	September 30,	September 30,		
	2018	2017		
Interest and accretion on loans payable to a company controlled by the CEO	\$	-	\$	28,205
Interest on loan receivable from Mobio		38,920		1,781
Management and consulting fees paid to a company controlled by the CFO		5,854		3,454
Professional fees paid to a company controlled by the CFO		1,867		1,481

LANEBURY GROWTH CAPITAL LTD. (FORMERLY NU2U RESOURCES CORP.)

Condensed Interim Notes to the Financial Statements

(Unaudited - Expressed in Canadian Dollars)

For the Three Month Period Ended September 30, 2018 and 2017

Note 9 Related Party Transactions (continued)

In addition, share-based payments of \$109,254 (2017 - \$Nil) were paid to officers and directors of the Company during the period ended September 30, 2018.

All transactions with related parties have occurred in the normal course of operations and are measured at the exchange amount, which is the amount of consideration established and agreed to by the related parties. All amounts are unsecured, non-interest bearing and have no specific terms of settlement, unless otherwise noted. Transactions with related parties are also disclosed in Note 5.

Note 10 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.

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. There were no changes to the Company's approach to capital management during the period ended September 30, 2018.

Note 11 Financial Instruments

The fair value of the Company's loans receivable and accrued interest, warrants held, trade payables and other payables approximates the 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 is exposed to credit risk on the loans receivable from Mobio in the amount of \$438,920. The Company is in regular communication with Mobio and has a degree of confidence that the loan will be repaid.

LANEBURY GROWTH CAPITAL LTD. (FORMERLY NU2U RESOURCES CORP.)

Condensed Interim Notes to the Financial Statements

(Unaudited - Expressed in Canadian Dollars)

For the Three Month Period Ended September 30, 2018 and 2017

Note 11 Financial Instruments (continued)

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 September 30, 2018, the Company had a cash balance of \$2,430,244 (June 30, 2018 - \$3,766,164) to settle current liabilities of \$23,178 (June 30, 2018 - \$17,678).

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 a cash balance making the company sensitive to interest rate fluctuations.

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

(c) Price risk - The Company is exposed to price risk with respect to the investment in shares of Mobio. A 10% change in the value of Mobio shares would give rise to a \$3,536 change in net loss.

Fair Value of Financial Instruments

The Company's financial instruments measured at fair value consist of cash and cash equivalents, receivables and prepaid expenses, warrants, marketable securities and trade payables and other payables. The carrying values of cash and cash equivalents, receivables and prepaid expenses and trade payables and other payables approximate their fair values due to their short-term nature and/or the existence of market related interest rates on the instruments. The carrying value of marketable securities approximates their fair value as it is based on the closing trading price of the security on the reporting date. The carrying value of warrants is based on the Black-Scholes option pricing model and approximates the fair value.

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.

All financial instruments other than warrants are classified as Level 1. Warrants are classified as Level 2.

There has been no change in Levels for the period ended September 30, 2018.