LANEBURY GROWTH CAPITAL LTD.
Vancouver, BC

Condensed Interim Financial Statements

Three Month Period Ended September 30, 2021

(Unaudited - Prepared by Management)

(Expressed in Canadian Dollars)

LANEBURY GROWTH CAPITAL LTD.

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. These condensed interim unaudited 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.
CONDENSED INTERIM STATEMENTS OF FINANCIAL POSITION
(Unaudited - Expressed in Canadian Dollars)

	Note	September 30, 2021	June 30, 2021
ASSETS			
Current assets			
Cash and cash equivalents		$ 594,210	$ 606,556
		594,210	**606,556**
Non-current assets			
Wind assets	7	1	1
Loan receivable and accrued interest	5	1,317,428	1,244,829
Investments measured at fair value through profit or loss	3	266,526	784,313
Equity investments	4	186,833	199,806
Other investments	6	1,853,920	1,812,280
		3,624,708	**4,041,229**
TOTAL ASSETS		**$ 4,218,918**	**$ 4,647,785**
LIABILITIES			
Current liabilities			
Trade and other payables	10	$ 44,292	$ 31,973
Short-term loan payable	8	-	525,913
		44,292	**557,886**
Loan payable	8	504,908	-
TOTAL LIABILITIES		**549,200**	**557,886**
SHAREHOLDERS' EQUITY			
Share capital	9	5,010,001	5,010,001
Reserve	9	205,239	205,239
Equity portion of debt	8	103,120	43,893
Deficit		(1,648,642)	(1,169,234)
TOTAL SHAREHOLDERS' EQUITY		**3,669,718**	**4,089,899**
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY		**$ 4,218,918**	**$ 4,647,785**

Nature and continuance of operations (Note 1)
Subsequent events (Note 13)

Approved and authorized for issue by the Company's Board of Directors on November 23, 2021.

"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.
CONDENSED INTERIM STATEMENTS OF NET LOSS AND COMPREHENSIVE LOSS
(Unaudited - Expressed in Canadian Dollars)

	Note		Three months ended September 30, 2021		2020
Expenses					
Management and consulting fees	10	$	13,506	$	5,504
Office and sundry			278		65
Professional fees			5,000		5,000
Transfer agent and filing fees			5,883		5,770
			(24,667)		(16,339)
Other items					
Foreign exchange gain (loss)	5,6,8		40,413		(34,679)
Interest expense	8,10		(12,900)		(2,047)
Accretion expense	8,10		(10,651)		-
Interest income	5,10		59,157		39,697
Fair value loss on investments	3		(517,787)		-
Equity loss on investments	4		(12,973)		(10,616)
Net loss and comprehensive loss for the period		**$**	**(479,408)**	**$**	**(23,984)**
Loss per share – basic and diluted		**$**	**(0.05)**	**$**	**(0.00)**
Weighted average number of common shares outstanding - basic and diluted			**10,320,803**		**10,320,803**

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

LANEBURY GROWTH CAPITAL LTD.

CONDENSED INTERIM STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY

(Unaudited - Expressed in Canadian Dollars)

	Share capital					
	Number of shares	Amount	Reserve	Equity portion of debt	Deficit	Total
Balance at June 30, 2020	10,320,803	$ 5,010,001	$ 205,239	$ -	$ (1,081,709)	$ 4,133,531
Net loss for the period	-	-	-	-	(23,984)	(23,984)
Balance at September 30, 2020	**10,320,803**	**5,010,001**	**205,239**	**-**	**(1,105,693)**	**4,109,547**
Balance at June 30, 2021	10,320,803	$ 5,010,001	$ 205,239	$ 43,893	$ (1,169,234)	$ 4,089,899
Equity portion of debt	-	-	-	59,227	-	59,227
Net loss for the period	-	-	-	-	(479,408)	(479,408)
Balance at September 30, 2021	**10,320,803**	**$ 5,010,001**	**$ 205,239**	**$ 103,120**	**$ (1,648,642)**	**$ 3,669,718**

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

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

	Three months ended September 30, 2021	2020
Operating activities		
Net loss for the period	$ (479,408)	$ (23,984)
Adjustments for non-cash items:		
Accrued interest income	(59,157)	(39,697)
Interest expense	12,900	2,047
Accretion expense	10,651	-
Unrealized foreign exchange loss (gain)	(40,413)	34,679
Fair value loss on investments	517,787	-
Equity loss on investments	12,973	10,616
Changes in non-cash working capital items:		
Receivable	-	(428)
Trade payables and other payables	12,321	14,126
Net cash used in operating activities	(12,346)	(2,640)
Investing activities		
Loan advanced	-	(526,720)
Net cash used in investing activities	-	(526,720)
Financing activities		
Loan proceeds received	-	526,720
Net cash provided by financing activities	-	526,720
Decrease in cash and cash equivalents	(12,346)	(2,640)
Cash and cash equivalents, beginning	606,556	991,843
Cash and cash equivalents, ending	**$ 594,210**	**$ 989,203**

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

Note 1 Nature and Continuance of Operations

Lanebury Growth Capital Ltd. ("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 condensed interim financial statements could be required.

Since March 2020, several measures have been implemented in Canada and the rest of the world in response to the increased impact from novel coronavirus (COVID-19). The Company continues to operate its business at this time. While the impact of COVID-19 is expected to be temporary, the current circumstances are dynamic and the impacts of COVID-19 on business operations cannot be reasonably estimated at this time. The Company anticipates this could have an adverse impact on its business, results of operations, financial position, and cash flows in the future.

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 34, Interim Financial Reporting using accounting policies consistent with International Financial Reporting Standards ("IFRS"). Certain information and note disclosures normally included in the audited annual financial statements prepared in accordance with 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, 2021.

Accounting standards issued but not yet effective

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 Investments measured at fair value through profit or loss

Plank Ventures Ltd.

On February 22, 2019, Mobio completed a plan of arrangement with its subsidiary Plank Ventures Ltd. ("Plank"), a related company, whereby the shares of Plank held by Mobio were distributed to the shareholders of Mobio and Plank ceased to be a subsidiary of Mobio. Pursuant to the plan of arrangement, the Company received 11,841,668 common shares of Plank, which represented a significant influence in Plank due to its 32% percentage ownership.

On December 31, 2020, Plank converted a loan from Code Consulting Limited of $1,058,774 into 21,175,475 common shares and converted a loan from Cascadia Junk Removal Inc. of $76,667 into 1,533,829 common shares.

On February 3, 2021, Plank completed the consolidation of its issued and outstanding common shares on the basis of one post-consolidation common share for six pre-consolidation common shares. After consolidation, the Company owned 1,973,611 common shares of Plank.

On March 5, 2021, Plank announced a private placement of up to 7,500,000 units for the total proceeds of up to $2,250,000 through the issuance of units priced at $0.30 per unit. Each unit consists of one common share in the capital of Plank and one-half of one non-transferable share purchase warrant. Each whole warrant entitles its holder to purchase one common share in the capital of Plank at a price of $0.35 for a period of 24 months following the issuance date.

On April 5, 2021, Plank closed the first tranche of the private placement announced on March 5, 2021, and issued 1,180,000 units for the total consideration of $354,000. As a result, the Company's percentage ownership in Plank decreased to 17.43% and as a result the Company discontinued equity accounting and commenced valuing its interest in Plank at FVTPL.

On June 24, 2021, Plank closed the second tranche of the private placement announced on March 5, 2021, and issued 6,417,334 units for the total consideration of $1,925,200. As a result, the Company's percentage ownership in Plank decreased to 11.13%.

As at September 30, 2021, the Company held 1,973,611 shares of Plank, of which 374,986 are unrestricted. The fair value of the unrestricted shares is determined by taking the number of unrestricted shares and multiplying by price per share prevailing on the market at the date closest to date of the financial statements. The fair value of the restricted shares is based on number of restricted shares multiplied by the price per share prevailing on the market at the date closest to date of the financial statements and applied by discount for lack of marketability ("DLOM"). The DLOM reflects the impact of the restriction period on fair value of the shares due to time value of money, the risk of trading price fluctuation, and opportunity cost of not being permitted to liquidate the restricted shares and use the proceeds in alternative investment. The DLOM reduces the value of investment in Plank and is recognized as fair value loss on investment in condensed interim statements of net loss and comprehensive loss.

For the three months ended September 30, 2021, the Company recognized fair value loss on its investment in Plank of $517,787. As at September 30, 2021, the Company held 1,973,611 common shares with a carrying value of $226,526 (June 30, 2021 – 1,973,611 common shares with carrying value of $784,313).

Note 4 Equity Investments

Mobio Technologies Inc.

As at June 30, 2018, the Company held 1,175,000 common shares of Mobio Technologies Inc. ("Mobio"), and 587,500 share purchase warrants to purchase common shares of Mobio at an exercise price of $0.30 per share. The fair value as at June 30, 2018 of the shares and warrants in Mobio was $235,000 and $38,016, respectively.

The fair value of the shares was based on quoted market prices while the fair value of the warrants was based on the Black-Scholes Option Pricing Model.

On August 16, 2018, Mobio extended the warrants held by the Company by twelve months to August 24, 2019. The expiry date of these warrants was subsequently extended. They expired without exercise on August 24, 2021.

On January 25, 2019, the Company participated in a private placement offering by Mobio. The Company subscribed to 10,666,668 units at $0.075 per unit for a total cost of $800,000. 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 $0.10 for a period of 24 months from closing of the private placement. The expiry date of the warrants may be accelerated by Mobio if the common shares of Mobio achieve a volume weighted average trading price greater than $0.20 for 20 consecutive trading days. On initial recognition, the Company determined the fair value of the common shares and warrants to be $600,156 and $199,844, respectively.

As a result of the additional investment on January 25, 2019, the Company obtained significant influence over Mobio due to its percentage ownership of 32% in the company, and accordingly, equity method accounting was applied from January 25, 2019 forward. Up to January 25, 2019, the Company recognized a loss on the fair value of the shares of $141,000 and a loss on the fair value of warrants of $32,091 which were recorded in the statements of loss and comprehensive loss for the year ended June 30, 2019. On January 25, 2021, 5,333,334 warrants of Mobio expired unexercised. During the three months ended September 30, 2021, the Company recognized its share of Mobio's net loss of $12,973 (September 30, 2020 – net gain of $22,936) in the condensed interim statements of net loss and comprehensive loss.

As of September 30, 2021, the Company held 11,841,668 common shares of Mobio with a carrying value of $186,833 (June 30, 2021 – 11,841,668 shares with carrying value of $199,806). As of September 30, 2021, the fair value of the share component of the Company's investment in Mobio is $1,421,000 (June 30, 2021 - $1,421,000) based on Mobio's quoted market price.

The purpose of the Company's investment in Mobio is to provide capital and consultations to support Mobio's technology development.

(Unaudited - Expressed in Canadian Dollars)

Note 5 Loan Receivable and Accrued Interest

Plank Ventures Ltd.

On January 29, 2019, the Company entered into an agreement to loan $700,000 to Plank. The loan bears interest at 10% per annum, calculated monthly, and is secured by a promissory note. The principal balance plus accrued interest was due and payable on January 29, 2021. At initial recognition, a discount of $108,147 was recognized to record the loan at fair value using a discount rate of 20%, which was recorded to the investment in Plank. On January 29, 2021 the loan with principal balance of $847,211 was extended to mature on December 31, 2022 at which date the principal balance plus accrued interest is due and payable. On renewal, a discount of $130,326 was recognized to record the loan at fair value using a discount rate of 20%, which was recorded to the investment in Plank. During the three months ended September 30, 2021, interest and accretion of $36,391 (September 30, 2020 - $33,595) were earned on the loan.

On September 16, 2020, the Company entered into an agreement to loan $526,720 (USD$400,000) to Plank. The loan bears interest at 10% per annum, calculated monthly, and is secured by a promissory note. The principal balance plus accrued interest is due and payable on September 16, 2021. At initial recognition, a discount of $43,893 (USD$33,333) was recognized to record the loan at fair value using a discount rate of 20%, which was recorded to the investment in Plank. As of March 12, 2021, the loan was extended to mature on December 31, 2022 at which date the principal balance plus accrued interest is due and payable. On renewal, an additional discount of $53,740 (USD$43,016) was recognized to record the loan at fair value using a discount rate of 20%, which was recorded to the investment in Plank. During the three months ended September 30, 2021, the company earned $22,767 (September 30, 2020 - $3,606) in interest and accretion on the loan and recognized $13,441 in foreign exchange gain on translation due to favorable exchange rate movement.

The loan receivable is made up as follows:

		September 30, 2021		June 30, 2021
Balance, beginning	$	1,244,829	$	768,919
Fair value of additional loan		-		432,093
Fair value on amendment of loan receivable		-		(130,326)
Foreign exchange translation adjustments		13,441		(32,232)
Interest and accretion		59,158		206,376
Balance, ending	**$**	**1,317,428**	**$**	**1,244,829**

(Unaudited - Expressed in Canadian Dollars)

Note 6 Other Investments

On July 24, 2018, the Company completed a $1,321,000 (US$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 September 30, 2021. During the three months ended September 30, 2021 the Company recognized a foreign exchange gain of $34,700 (September 30, 2020 – loss of $28,900). As at September 30, 2021, the carrying value of the investment is $1,274,100 (June 30, 2021 - $1,239,400).

The fair value of the investment was determined based on level 3 valuation data, using market data of comparable companies to determine the change in fair value.

Fission Internet Software Services for Open Networks Inc.

On August 15, 2019, the Company subscribed for 640,000 common shares of Fission Internet Software Services for Open Networks Inc. (“Fission”) for cash consideration of $266,000 (US$200,000). During the three months ended September 30, 2021, the Company recognized a foreign exchange gain of $6,940 (September 30, 2020 – loss of $5,780).

On November 26, 2020, the Company has made $325,000 investment in Fission pursuant to the Simple Agreement for Future Equity (the “SAFE2”). The SAFE2 provides that the investment will be converted into number of preferred shares upon closing of the next equity financing round. The number of preferred shares upon conversion is to be the greater of the invested amount divided by either the post-money valuation cap of $8,000,000 divided by capitalization of Fission, or preferred shares price set in equity financing multiplied by discount rate of 80%.

As at September 30, 2021, the carrying value of the investment in Fission is $579,820 (June 30, 2021 - $572,880).

The fair value of the investment was determined based on level 3 valuation data, using market data of comparable companies to determine the change in fair value.

		September 30, 2021		**June 30, 2021**
Finhaven	$	1,274,100	$	1,239,400
Fission		579,820		572,880
	$	**1,853,920**	**$**	**1,812,280**

Note 7 Wind Assets

The wind assets consist of an investment in Katabatic Power Corp. comprised of various debt instruments and a minority equity interest, recorded at its fair value of $1 (June 30, 2021 - $1).

Note 8 Loan Payable

On September 16, 2020, the Company entered into an agreement to borrow $526,720 (USD$400,000) from a company controlled by the officer. 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 September 16, 2021. The Company recognized an equity component of $43,893 against the balance of the loan. The equity value was determined by discounting the balance of the loan at an appropriate market rate of interest.

On September 16, 2021, the loan was extended to mature on December 31, 2022. Upon extension the Company recognized an equity component of $59,227 against the balance of the loan. The equity value was determined by discounting the balance of the loan at an appropriate market rate of interest.

During the three months ended September 30, 2021, the Company recorded interest and accretion of $23,551 (September 30, 2020 - $2,047) on the loan and recognized $14,671 in foreign exchange loss on translation due to unfavorable exchange rate movement. The balance of the loan at September 30, 2021 is $504,908 (June 30, 2021 - $525,913).

Note 9 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.

The total number of common shares outstanding at September 30, 2021, is 10,320,803 (June 30, 2021 - 10,320,803).

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.

(Unaudited - Expressed in Canadian Dollars)

Note 9 Share Capital and Reserve (continued)

There was no stock option activity for the three months ended September 30, 2021. Stock options outstanding and exercisable at September 30, 2021, are as follows:

Options outstanding		Exercise Price	Expiry date	Options exercisable
300,000	$	0.50	July 31, 2023	300,000
400,000	$	0.25	May 19, 2025	400,000
700,000				700,000

The weighted average remaining contractual life of outstanding options at September 30, 2021 is 2.86 years.

Note 10 Related Party Transactions

Balances

Included in trade and other payables is $3,882 (June 30, 2021 - $1,468) owing to a company controlled by the CFO of the Company. Loan payable represents USD$400,000 loan from Code Consulting Limited ("Code"), a company wholly owned and controlled by Lance Tracey, a director and officer of the Company. Loans receivable represent $700,000 and USD$400,000 loans to Plank Venture Capital ("Plank"), a publicly traded company where Lance Tracey, a director and officer of the Company, has indirect ownership of majority of the shares.

Transactions with related parties

Transactions with related parties are summarized in the tables below:

	Three months ended September 30,			
		2021		2020
Principal balance of loan received from Code	$	526,720	$	526,720
Principal balance of loans made to Plank	$	1,226,720	$	1,226,720
Interest and accretion expense on loan payable to Code	$	23,551	$	2,047
Interest and accretion income on loans receivable from Plank	$	59,158	$	37,202

Management compensation

	Three months ended September 30,			
		2021		2020
Management and consulting fees paid to a company controlled by the CFO	$	1,943	$	5,504

All amounts due to related parties are unsecured, non-interest bearing and have no specific terms of settlement, unless otherwise noted. Transactions with related parties are also disclosed in Notes 3, 5 and 8.

Note 11 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, 2021.

Note 12 Financial 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 loan receivable from Plank with a carrying value of $1,317,428. The Company is in regular communication with Plank and expects that the loans will be recoverable.

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, 2021, the Company had a cash balance of $594,210 (June 30, 2021 - $606,556) to settle current liabilities of $44,292 (June 30, 2021 - $557,886).

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 loans to related companies bear a fixed rate of interest and accordingly are not subject to interest rate risk. The Company has a cash balance making the Company sensitive to interest rate fluctuations.

(b) Foreign currency risk - The Company is headquartered in Canada and its functional reporting currency is the Canadian dollar. The Company has significant investments in Finhaven and Fission that are denominated in US dollars. As such, the Company's results of operations are subject to foreign currency fluctuation risks and these fluctuations may adversely affect the financial position and operating results of the Company. As of September 30, 2021, the Company does not use derivative instruments to reduce its exposure to currency risk. A 10% change in the US dollar to the Canadian dollar exchange rate would impact the Company's net income by $152,892.

Note 12 Financial Instruments (continued)

The Company's financial instruments measured at fair value consist of cash and cash equivalents, Safe investment, and other investments.

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.

Investment in the shares of Plank Ventures Ltd. is classified as Level 1. The Safe investment and other investments are classified as Level 3, which use valuation techniques, including data and comparable public companies to determine the fair value.

Loan payable to Code Consulting Limited and loans receivable from Plank Ventures Ltd. are measured at amortized cost. Upon recognition, the fair values of the loans are estimated by discounting cash flows using interest rates of debt instruments with similar terms, maturities, and risk profile. The carrying values approximate the fair value of the loans.

Note 13 Subsequent Events

On October 5, 2021, the Company entered into an agreement to borrow $200,000 from a company controlled by the officer. The loan bears interest at 10% per annum, calculated monthly, and is secured by a promissory note. The principal balance plus accrued interest is due and payable on December 31, 2022. Upon initial recognition the Company recognized an equity component of $20,430 against the balance of the loan. The equity value was determined by discounting the balance of the loan at an appropriate market rate of interest.

On October 5, 2021, the Company has made $675,000 investment in Fission pursuant to the Simple Agreement for Future Equity (the "SAFE3"). The SAFE3 provides that the investment will be converted into number of preferred shares upon closing of the next equity financing round. The number of preferred shares upon conversion is to be the greater of the invested amount divided by either the post-money valuation cap of $8,000,000 divided by capitalization of Fission, or preferred shares price set in equity financing multiplied by discount rate of 80%.