



**AETHER GLOBAL INNOVATIONS CORP.**  
(formerly Plymouth Rock Technologies Inc.)

**INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS**  
As at and for the Period Ended February 28, 2023, 2022 and 2021  
(with Comparative AUDITED Figures as at November 30, 2022)  
(Unaudited – Restated and Amended)  
(Expressed in Canadian Dollars)

**AETHER GLOBAL INNOVATIONS CORP.**  
**(formerly Plymouth Rock Technologies Inc.)**  
**(the “Company”)**

**INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS**  
**As at and for the period ended February 28, 2023**

**NOTICE OF NO AUDITOR REVIEW OF INTERIM FINANCIAL STATEMENTS**

The management of the Company is responsible for the preparation of the accompanying unaudited interim condensed consolidated financial statements. The unaudited interim condensed consolidated financial statements have been prepared using accounting policies in compliance with International Financial Reporting Standards (“IFRS”) for the preparation of interim condensed financial statements and are in accordance with IAS 34 – Interim Financial Reporting.

The Company’s auditor has not performed a review of these interim condensed consolidated financial statements in accordance with the standards established by the Canadian Institute of Chartered Professional Accountants for a review of interim financial statements by an entity’s auditor.

**AETHER GLOBAL INNOVATIONS CORP. (formerly Plymouth Rock Technologies Inc.)**

Interim Condensed Consolidated Statements of Financial Position

(Unaudited – Restated and Amended, See Note 9)

(Expressed in Canadian dollars)

As at	Note	February 28, 2023 (Unaudited)	November 30, 2022 (Audited)
<b>ASSETS</b>			
Current assets			
Cash		\$ 3,730	\$ 13,127
Accounts receivable		-	6,870
Sales tax receivable		4,264	9,083
Inventories	4	-	2,175
Prepaid expenses	5	9,165	30,947
Total current assets		17,159	62,202
Non-current assets			
Equipment	6	-	24,801
Right of use assets	17	-	61,198
Total assets		\$ 17,159	\$ 148,201
<b>LIABILITIES</b>			
Current liabilities			
Accounts payable and accrued liabilities	7	\$ 310,680	\$ 1,063,863
Lease liabilities	17	-	66,403
Loans payable	11	139,373	127,019
Deferred revenue	8	-	124,918
Due to related parties	10	119,856	705,672
Total current liabilities		569,909	2,087,875
Non-current liabilities			
Lease liabilities	17	-	9,394
Total liabilities		\$ 569,909	\$ 2,097,269
<b>SHAREHOLDERS' EQUITY (DEFICIT)</b>			
Share capital	13	11,851,771	11,851,771
Contributed surplus	13	2,709,790	2,709,790
Accumulated other comprehensive income		-	25,131
Deficit		(15,114,311)	(16,535,760)
Total shareholders' equity (deficit)		(552,750)	(1,949,068)
Total liabilities and shareholders' equity (deficit)		\$ 17,159	\$ 148,201

Going concern – Note 1

Commitments and contingencies – Note 16

Subsequent events – Note 20

These interim condensed consolidated financial statements are authorized for issuance by the Board of Directors on February 9, 2024.

Approved on behalf of the Board:

“Zara Kanji”

Zara Kanji, Director

“Alan Treddenick”

Alan Treddenick, Director

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

**AETHER GLOBAL INNOVATIONS CORP. (formerly Plymouth Rock Technologies Inc.)**

Interim Condensed Consolidated Statements of Financial Position

(Unaudited – Restated and Amended, See Note 9)

(Expressed in Canadian dollars)

	Note	Three months ended February 28		
		2023	2022	2021
<b>OPERATING EXPENSES</b>				
General and administrative	18	\$ 107,508	\$ 240,504	\$ 923,138
Total expenses		107,508	240,504	923,138
<b>OTHER INCOME (EXPENSES)</b>				
Foreign exchange loss		-	(138)	(1,023)
<b>Loss from continuing operations</b>		<b>(107,508)</b>	<b>(240,642)</b>	<b>(924,161)</b>
Gain (loss) from discontinued operations	3	1,528,957	(507,344)	(363,524)
<b>Net Income (loss) for the period</b>		<b>\$ 1,421,449</b>	<b>\$ (747,986)</b>	<b>\$ (1,287,685)</b>
Foreign currency translation gain (loss)		(25,131)	22,926	4,285
<b>TOTAL COMPREHENSIVE INCOME LOSS</b>		<b>\$ 1,396,318</b>	<b>\$ (725,060)</b>	<b>\$ (1,283,400)</b>
<b>Earnings (loss) per share from continuing operations, basic and diluted</b>		<b>\$ (0.00)</b>	<b>\$ (0.01)</b>	<b>\$ (0.03)</b>
<b>Earnings (loss) per share from discontinued operations, basic</b>		<b>\$ 0.03</b>	<b>\$ (0.01)</b>	<b>\$ (0.01)</b>
<b>Earnings (loss) per share from discontinued operations, diluted</b>		<b>\$ 0.02</b>	<b>\$ (0.01)</b>	<b>\$ (0.01)</b>
<b>WEIGHTED AVERAGE NUMBER OF COMMON SHARES OUTSTANDING, basic</b>		<b>59,317,461</b>	59,290,551	46,206,106
<b>WEIGHTED AVERAGE NUMBER OF COMMON SHARES OUTSTANDING, diluted</b>		<b>71,147,621</b>	59,290,551	46,206,106

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

**AETHER GLOBAL INNOVATIONS CORP. (formerly Plymouth Rock Technologies Inc.)**

Interim Condensed Consolidated Statements of Financial Position

(Unaudited – Restated and Amended, See Note 9)

(Expressed in Canadian dollars)

	Share capital (Note 13)		Contributed surplus	Deficit	Accumulated other comprehensive income	Total
	Number of shares	Amount				
Balance, November 30, 2020	42,762,264	\$ 7,376,763	\$ 1,298,487	\$ (8,893,128)	\$ 65,790	\$ (152,088)
Net loss for the period	-	-	-	(1,287,685)	-	(1,287,685)
Foreign currency translation gain	-	-	-	-	4,285	4,285
Shares issued for warrants exercised	5,745,332	1,236,666	-	-	-	1,236,666
Fair value of warrants exercised	-	35,040	(35,040)	-	-	-
Shares issued for options exercised	425,000	222,500	-	-	-	222,500
Fair value of options exercised	-	158,106	(158,106)	-	-	-
Private placements	3,180,000	670,000	-	-	-	670,000
Fair value of broker warrants granted	-	(95,395)	95,395	-	-	-
Shares issued to finders	170,000	(34,000)	-	-	-	(34,000)
Shares issued as compensation	250,000	62,500	-	-	-	62,500
Stock-based compensation	-	-	657,906	-	-	657,906
Balance, February 28, 2021	52,532,596	\$ 9,632,180	\$ 1,858,642	\$ (10,180,813)	\$ 70,075	\$ 1,380,084
Balance, November 30, 2021	59,239,336	\$11,834,582	\$ 2,709,790	\$ (13,867,962)	\$ 96,393	\$ 772,803
Net loss for the period	-	-	-	(747,986)	-	(747,986)
Foreign currency translation gain	-	-	-	-	22,926	22,926
Shares issued as compensation	78,125	14,141	-	-	-	14,141
Balance, February 28, 2022	59,317,461	\$11,848,723	\$ 2,709,790	\$ (14,615,948)	\$ 119,319	\$ 61,884
Balance, November 30, 2022	59,317,461	\$11,851,771	\$ 2,709,790	\$ (16,535,760)	\$ 25,131	\$ (1,949,068)
Net income for the period	-	-	-	1,421,449	-	1,421,449
Foreign currency translation loss	-	-	-	-	(25,131)	(25,131)
Balance, February 28, 2023	59,317,461	\$11,851,771	\$ 2,709,790	\$ (15,114,311)	\$ -	\$ (552,750)

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

**AETHER GLOBAL INNOVATIONS CORP. (formerly Plymouth Rock Technologies Inc.)**

## Interim Condensed Consolidated Statements of Financial Position

(Unaudited – Restated and Amended, See Note 9)

(Expressed in Canadian dollars)

	Three months ended February 28		
	2023	2022	2021
Cash Provided By (Used In)			
Operating Activities			
Net income (loss) for the period	\$ 1,421,451	\$ (747,986)	\$ (1,287,685)
Items not affecting cash:			
(Gain) loss from discontinued operations	(1,528,957)	507,344	363,524
Stock based compensation	-	-	657,906
Foreign exchange (gain) loss	(25,131)	22,926	-
Shares issued for services	-	14,140	-
Changes in non-cash working capital:			
Sales tax receivable	4,819	47,340	(10)
Prepaid expenses	4,583	80,042	2,004
Due from related parties	-	-	2,500
Due to related parties	39,375	101,530	4,677
Accounts payable and accrued liabilities	37,801	108,902	-
Net cash provided by (used in) operating activities – continuing	(46,061)	134,238	(257,084)
Net cash provided by (used in) operating activities – discontinued	26,664	(398,677)	(291,439)
Investing Activities			
Net cash used in investing activities – continuing	-	-	-
Net cash used in investing activities – discontinued	-	(46,004)	(40,002)
Financing Activities			
Common shares issued for cash, options and warrants exercised, net of share issuance costs	-	-	2,157,666
Loan received	10,000	-	-
Net cash provided by financing activities – continued	10,000	-	2,157,666
Net cash used in financing activities – discontinued	-	(11,586)	(15,981)
Increase (decrease) in cash	(9,397)	(322,029)	1,553,160
Effect of foreign exchange rate changes on cash	-	6,612	11,279
Cash, beginning of the period	13,127	375,046	24,713
Cash, end of the period	\$ 3,730	\$ 59,629	\$ 1,589,152

Supplemental cash flow information – Note 15

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

---

**AETHER GLOBAL INNOVATIONS CORP. (formerly Plymouth Rock Technologies Inc.)**  
**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS**  
**As at and for the period ended February 28, 2023**  
**(Unaudited – Restated and Amended, See Note 9)**  
(Expressed in Canadian Dollars)

---

**1. NATURE OF OPERATIONS AND ABILITY TO CONTINUE AS A GOING CONCERN**

Aether Global Innovations Corp. (the “Company”) was incorporated under the Business Corporations Act of British Columbia on October 17, 2011. The head office, principal address and registered and records office of the Company are located at 700 – 1199 West Hastings Street, Vancouver, B.C., V6E 3T5.

On August 1, 2023, the Company changed its name to Aether Global Innovation Corp from Plymouth Rock Technologies Inc.

The Company’s common shares are listed on the CSE under the symbol “AETH”, on the Frankfurt Stock Exchange under the Symbol: 4XA, WKN# - A2N8RH and on the OTC Markets Group (“OTCQB”) under the symbol: AETHF.

Previously, the Company’s principal business activity through its subsidiary, Plymouth Rock USA (“PRT USA”), focused on developing technologies related to remotely detecting assault firearms and suicide bombs concealed on the person or a carry bag. The Company also incorporated a subsidiary in United Kingdom, Plymouth Rock Technologies UK Limited (“PRT UK”) to augment the Company’s existing research and development of its drone technologies for the US and EMEA markets. Moreover, the Company acquired Tetra Drones Limited (“Tetra”) to provide the Company with drones production line in the United Kingdom. On December 1, 2022, the Company lost control over PRT USA, PRT UK, and Tetra. Hence, the Company has discontinued the above subsidiaries according to the requirements of IFRS 10 (Note 3).

To date, the Company is in a transition stage to refocus the Company’s business operations from developing various technologies to a drone management and solutions provider.

**Going Concern**

These interim condensed consolidated financial statements are prepared on a going concern basis, which contemplates 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 business. At present, the Company’s operations do not generate cash flows from operations. The Company has incurred losses since inception and has a comprehensive income of \$1,396,318 for the period ended February 28, 2023 (2022 – comprehensive loss \$725,060; 2021 - \$1,283,400) and had an accumulated deficit of \$15,114,311 (2022 - \$16,535,760). The ability of the Company to continue as a going concern is dependent on achieving profitable operations, commercializing its technologies, and obtaining the necessary financing in order to develop these technologies further. The outcome of these matters cannot be predicted at this time. The Company will continue to review the prospects of raising additional debt and equity financing to support its operations until such time that its operations become self-sustaining, to fund its research and development activities and to ensure the realization of its assets and discharge of its liabilities. While the Company is expanding its best efforts to achieve the above plans, there is no assurance that any such activity will generate sufficient funds for future operations. These factors and uncertainty cast significant doubt about the Company’s ability to continue as a going concern and therefore it may be unable to realize its assets and discharge its liabilities in the normal course of business. The Financial Statements do not include any adjustments relating to the recoverability and classification of recorded asset amounts and classification of liabilities that might be necessary should the Company be unable to continue in existence.

The Company is not expected to be profitable during the ensuing 12 months, and therefore, must rely on securing additional funds from either issuance of debt or equity financing for cash consideration. During the period ended February 28, 2023, pursuant to the Company’s financing activities, they received \$10,000 from debt financing (2022 – spent \$11,586 to pay the existing debt; 2021 – received \$2,141,685 from issuance of shares through private placement). Management has been successful in raising capital through periodic private placements of the Company’s common shares in the past, however there is no certainty that financing will be available in the future, or certainty that management’s planned actions to address this situation will be successful.

---

**AETHER GLOBAL INNOVATIONS CORP. (formerly Plymouth Rock Technologies Inc.)****NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS****As at and for the period ended February 28, 2023****(Unaudited – Restated and Amended, See Note 9)**(Expressed in Canadian Dollars)

---

**2. SIGNIFICANT ACCOUNTING POLICIES****Basis of presentation**

These interim condensed consolidated financial statements (“Financial Statements”) have been prepared using accounting policies consistent with IFRS as issued by the International Accounting Standard Board (“IASB”) and in accordance with International Accounting Standards (“IAS”) 34, Interim Financial Reporting, using accounting policies that the Company expects to adopt in its interim condensed consolidated financial statements for the period ended February 28, 2023. These interim condensed consolidated financial statements do not include all the information required for the annual consolidated financial statements and should be read in conjunction with the Company’s most recent audited consolidated financial statements for the year ended November 30, 2022, which are available on [www.sedarplus.ca](http://www.sedarplus.ca).

These Financial Statements are authorized for issue by the Board of Directors on February 9, 2024.

These Financial Statements have been prepared on a historical cost basis. In addition, these Financial Statements have been prepared using the accrual basis of accounting.

These Financial Statements are presented in Canadian dollars, which is the Company’s functional currency. The functional currency of PRT USA is U.S. Dollars and the functional currency of PRT UK and Tetra is British Pound Sterling (“£”). The assets and liabilities of PRT USA, PRT UK and Tetra are translated into Canadian dollars at the rate of exchange prevailing at the reporting date and their income and expense items are translated at average exchange rate for the period. Exchange differences arising on the translation are recognized in other comprehensive income (loss).

**Significant accounting judgments, estimates and assumptions**

The preparation of these Financial Statements in conformity with IFRS requires management to make judgments and estimates and form assumptions that affect the reported amounts of assets and liabilities at the date of the Financial Statements and reported amounts of income and expenses during the period. Actual results could differ from these estimates.

Significant estimates used in preparing the Financial Statements include, but are not limited to the following:

**a. Deferred taxes**

The calculation of deferred tax is based on the ability of the Company to generate future taxable income, the estimation of which is subject to significant uncertainty as to the amount and timing. The calculation of deferred tax is also based on assumptions, which are subject to uncertainty as to timing and which tax rates are expected to apply when temporary differences reverse. Deferred tax recorded is also subject to uncertainty regarding the magnitude on non-capital losses available for carry forward and of the balances in various tax pools as the corporate tax returns have not been prepared as of the date of financial statement preparation.

**b. Stock-based payments**

The fair value of stock options and finders’ warrants issued are subject to the limitations of the Black-Scholes option pricing model that incorporates market data and involves uncertainty in estimates used by management in the assumptions. Because the Black-Scholes option pricing model requires the input of highly subjective assumptions, including the expected lift, volatility of share prices, risk-free rate and dividend yield, changes in subjective input assumptions can materially affect the fair value estimate.



**2. SIGNIFICANT ACCOUNTING POLICIES (continued)**

**Significant accounting judgments, estimates and assumptions (continued)**

c. Impairment of non-financial assets

Impairment exists when the carrying value of an asset or cash generating unit (“CGU”) exceeds its recoverable amount, which is the higher of its fair value less costs to sell and its value in use. The fair value less costs to sell calculation is based on available data from binding sales transactions in an arm’s length transaction of similar assets or observable market prices less incremental costs for disposing of the asset. The value in use calculation is based on a discounted cash flow model.

d. Leases

Management uses estimation in determining the incremental borrowing rate used to measure the lease liability, specific to the asset, underlying currency and geographic location.

Significant judgments used in the preparation of these Financial Statements include, but are not limited to the following:

(i) Going concern

Management has applied judgements in the assessment of the Company's ability to continue as a going concern when preparing its Financial Statements for the period ended May 31, 2023. Management prepares the Financial Statements on a going concern basis unless management either intends to liquidate the entity or to cease trading or has no realistic alternative but to do so.

In assessing whether the going concern assumption is appropriate, management accounts for all available information about the future, which is at least, but is not limited to, twelve months from the end of the reporting period.

(ii) Business combinations

Determination of whether a set of assets acquired, and liabilities assumed constitute the acquisition of a business or asset may require the Company to make certain judgments as to whether or not the assets acquired and liabilities assumed include the inputs, processes and outputs necessary to constitute a business as defined in IFRS 3 – Business Combinations. Based on an assessment of the relevant facts and circumstances, the Company concluded that the acquisition disclosed in Note 3 met the criteria for accounting as a business combination.

**Cash**

Cash consists of amounts held in banks and highly liquid investments with limited interest and credit risk.

**Consolidation**

The Financial Statements of the previous year include the accounts of the Company and its wholly-owned subsidiary over which the Company has control (Note 3).

Control exists when the Company has the power and ability, directly or indirectly, to direct the relevant activities of an entity to obtain benefit from its activities. Subsidiaries are fully consolidated from the date that control commences until the date the control ceases. The accounting policies of the Company’s subsidiaries have been aligned with the policies adopted by the Company. When the Company ceases to control a subsidiary, the financial statements of the subsidiary are de-consolidated (Note 3).

---

**AETHER GLOBAL INNOVATIONS CORP. (formerly Plymouth Rock Technologies Inc.)**  
**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS**  
**As at and for the period ended February 28, 2023**  
**(Unaudited – Restated and Amended, See Note 9)**  
(Expressed in Canadian Dollars)

---

**2. SIGNIFICANT ACCOUNTING POLICIES (continued)**

**Equipment**

*Recognition and measurement*

On initial recognition, equipment is valued at cost, being the purchase price and directly attributable cost of acquisition or construction required to bring the asset to the location and condition necessary to be capable of operating in the manner intended by the Company, including appropriate borrowing costs and the estimated present value of any future unavoidable costs of dismantling and removing the items. The corresponding liability is recognized within provisions.

Equipment is subsequently measured at cost less accumulated depreciation, less any accumulated impairment losses.

When parts of an item of equipment have different useful lives, they are accounted for as separate items (major components) of equipment.

*Gains and losses*

Gains and losses on disposal of an item of equipment are determined by comparing the proceeds from disposal with the carrying amount and are recognized net within other income in profit or loss.

*Depreciation*

Half of the normal depreciation is taken in the year of acquisition for equipment with declining balance method. The depreciation rates applicable to each category of property and equipment are as follows:

Computer equipment	55% declining balance	Vehicles	30% declining balance
Furniture	20% declining balance	Leasehold improvements	30% declining balance
Demo equipment	20% declining balance		

**Inventories**

The Company values inventories at the lower of cost and net realizable value. Cost includes the costs of purchases net of vendor allowances plus other costs, such as transportation, that are directly incurred to bring the inventories to their present location and condition.

**Business combinations**

Business combinations are accounted for using the acquisition method. The cost of the acquisition is measured at the aggregate of the fair values at the date of acquisition, of assets transferred, liabilities incurred or assumed, and equity instruments issued by the Company. The acquiree's identifiable assets and liabilities assumed are recognized at their fair value at the acquisition date. Acquisition-related costs are recognized in profit or loss as incurred. The excess of consideration over the fair value of the net identifiable assets and liabilities acquired is recorded as goodwill. Any gain on a bargain purchase is recorded in profit or loss immediately. Transaction costs are expensed as incurred, except if related to the issue of debt or equity securities. Any goodwill that arises is tested annually for impairment.

**2. SIGNIFICANT ACCOUNTING POLICIES (continued)**

**Share capital**

The Company records proceeds from the issuance of its common shares as equity. Proceeds received on the issuance of units, consisting of common shares and warrants, are allocated between the common share and warrant component. The Company has adopted a residual value method with respect to the measurement of shares and warrants issued as private placement units. The residual value method first allocates value to the most easily measurable component based on fair value and then the residual value, if any, to the less easily measurable component.

The fair value of the common shares issued in the private placement was determined to be the more easily measurable component and were valued at their fair value, as determined by the closing quoted price on the issuance date. The remaining proceeds, if any, are allocated to the attached warrants. Any fair value attributed to the warrants is recorded as warrant reserve. Management does not expect to record a value to the warrant in most equity issuances as unit private placements are commonly priced at market or at a permitted discount to market. If the warrants are issued as share issuance costs, the fair value of agent's warrants are measured using the Black-Scholes option pricing model and recognized in equity as a deduction from the proceeds.

If the warrants are exercised, the related amount is reclassified as share capital. If the warrants expire unexercised, the related amount remains in warrant reserve.

Incremental costs directly attributable to the issue of new common shares are shown in equity as a deduction, net of tax, from the proceeds. Common shares issued for consideration other than cash are valued based on their market value at the date that shares are issued.

**Stock-based payment**

The Company recognizes share-based payment expense for the estimated fair value of equity-based instruments granted to both employees and non-employees. Compensation expense is recognized when the options are granted with the same amount being recorded as contributed surplus. The expense is determined using an option pricing model that accounts for the exercise price, the term of the option, the current share price, the expected volatility of the underlying shares, the expected dividend yield, and the risk-free interest rate for the term of the option. If the options are exercised, the contributed surplus will be reduced by the applicable amount. Share-based payment calculations have no effect in the Company's cash position.

**Earnings (loss) per share**

Basic earnings (loss) per share are calculated using the weighted average number of common shares outstanding during the period. Diluted earnings (loss) per share are calculated using the treasury stock method. This method assumes that common shares are issued for the exercise of options, warrants and convertible securities and that the assumed proceeds from the exercise of options, warrants and convertible securities are used to purchase common shares at the average market price during the period. The difference between the number of shares assumed issued and the number of shares assumed purchased is then added to the basic weighted average number of shares outstanding to determine the fully diluted number of common shares outstanding. No exercise or conversion is assumed during the periods in which a net loss is incurred as the effect is anti-dilutive.

**2. SIGNIFICANT ACCOUNTING POLICIES (continued)**

**Financial instruments**

Financial assets

The Company recognizes financial assets when it becomes party to the contractual provisions of the instrument. Financial assets are measured initially at their fair value plus, in the case of financial assets not subsequently measured at fair value through profit or loss, transaction costs that are directly attributable to their acquisition. Transaction costs attributable to the acquisition of financial assets subsequently measured at fair value through profit or loss are expensed in profit or loss when incurred.

Subsequent to initial recognition, all financial assets are classified and subsequently measured at amortized cost. Interest income is calculated using the effective interest method and gains or losses arising from impairment, foreign exchange and derecognition are recognized in profit or loss. Financial assets measured at amortized cost are comprised of cash, and accounts receivable.

The Company reclassifies debt instruments only when its business model for managing those financial assets has changed. Reclassifications are applied prospectively from the reclassification date and any previously recognized gains, losses or interest are not restated.

The Company recognizes a loss allowance for the expected credit losses associated with its financial assets. Expected credit losses are measured to reflect a probability-weighted amount, the time value of money, and reasonable and supportable information regarding past events, current conditions and forecasts of future economic conditions.

The Company applies the simplified approach for accounts receivable that do not contain a significant financing component. Using the simplified approach, the Company records a loss allowance equal to the expected credit losses resulting from all possible default events over the assets' contractual lifetime.

Financial assets are written off when the Company has no reasonable expectations of recovering all or any portion thereof.

The Company derecognizes a financial asset when its contractual rights to the cash flows from the financial asset expire.

Financial liabilities

The Company recognizes a financial liability when it becomes party to the contractual provisions of the instrument. At initial recognition, the Company measures financial liabilities at their fair value plus transaction costs that are directly attributable to their issuance, with the exception of financial liabilities subsequently measured at fair value through profit or loss for which transaction costs are immediately recorded in profit or loss.

Subsequent to initial recognition, all financial liabilities are measured at amortized cost using the effective interest rate method. Interest, gains, and losses relating to a financial liability are recognized in profit or loss. Financial liabilities measured at amortized cost are comprised of accounts payable, lease liability, and due to related parties.

The Company derecognizes financial liability only when its contractual obligations are discharged, cancelled or expire.

## **2. SIGNIFICANT ACCOUNTING POLICIES (continued)**

### **Financial instruments (continued)**

#### Interest

Interest income and expense are recognized in profit or loss using the effective interest method.

The 'effective interest rate' is the rate that exactly discounts estimated future cash payments over the expected life of the financial instrument to the gross carrying amount of the financial asset or the amortized cost of the financial liability. The effective interest rate is calculated considering all contractual terms of the financial instruments, except for the expected credit losses of financial assets.

The 'amortized cost' of a financial asset or financial liability is the amount at which the instrument is measured on initial recognition minus principal repayments, plus or minus any cumulative amortization using the effective interest method of any difference between the initial amount and maturity amount and adjusted for any expected credit loss allowance. The 'gross carrying amount' of a financial asset is the amortized cost of a financial asset before adjusting for any expected credit losses.

Interest income and expense is calculated by applying the effective interest rate to the gross carrying amount of the financial asset (when the asset is not credit-impaired) or the amortized cost of the financial liability.

Where a financial asset has become credit-impaired subsequent to initial recognition, interest income is calculated in subsequent periods by applying the effective interest method to the amortized cost of the financial asset. If the asset subsequently ceases to be credit-impaired, calculation of interest income reverts to the gross basis.

#### Offsetting

Financial assets and financial liabilities are offset, with the net amount presented in the statement of financial position, when, and only when, the Company has a current and legally enforceable right to set off the recognized amounts and intends either to settle on a net basis or realize the asset and settle the liability simultaneously.

Income and expenses are presented on a net basis only when permitted under IFRS, or when arising from a group of similar transactions if the resulting income and expenses are not material.

### **Revenue recognition**

Revenue is recognized by applying the five-step model under IFRS 15. The Company recognizes revenue when, or as the goods or services are transferred to the control of the customer and performance obligations are satisfied. The Company's revenue is comprised of sales of its radar systems, radar components and engineering design and development services. The Company's revenue is recognized when control of the goods has been transferred, when the goods are delivered to customers and when all performance obligations have been fulfilled. The amounts recognized as revenue represent the fair values of the considerations received or receivable from third parties on the sales of goods to customers, net of goods and services taxes and less returns, and discounts, at which time there are no conditions for the payment to become due other than the passage of time. For its engineering design and development services, revenue is recognized when the service has been rendered.

### **Deferred revenue**

The Company recognizes deferred revenue when the customers pay in advance for the goods or services to be delivered in future periods. Revenue will be recognized in the future period when the goods and services are provided and in accordance with IFRS 15.

**2. SIGNIFICANT ACCOUNTING POLICIES (continued)**

**Government grants**

Government grants are recognized at fair value once there is reasonable assurance that the Company will comply with the conditions attached to the grants and that the grants will be received. Government grants are recognized in profit or loss on a systematic basis over the periods in which the Company recognizes as expenses the related costs for which the grants are intended to compensate. A forgivable loan from the government is treated as a government grant when there is reasonable assurance that the entity will meet the terms for forgiveness of the loan.

**Income taxes**

Income tax is recognized in profit or loss except to the extent that it relates to equity items, in which case it is recognized in equity. Current tax expense is the expected tax payable on the taxable income for the year, using tax rates enacted at period end, adjusted for amendments to tax payable with regards to previous years. Deferred tax is recorded using the liability method, providing for temporary differences, between the carrying amounts of assets and liabilities for financial reporting purposes and the amounts used for taxation purposes. The following temporary differences do not result in deferred tax assets or liabilities: goodwill not deductible for tax purposes; the initial recognition of assets or liabilities that affect neither accounting profit (loss) nor taxable profit (loss); and differences relating to investments in subsidiaries to the extent that they will probably not reverse in the foreseeable future. The amount of deferred tax provided is based on the expected manner of realization or settlement of the carrying amount of assets and liabilities, using tax rates enacted or substantively enacted at the financial position date.

A deferred tax asset is recognized only to the extent that it is probable that future taxable profits will be available against which the asset can be utilized. Deferred tax assets and liabilities are offset when there is a legally enforceable right to set off current tax assets against current tax liabilities and when they relate to income taxes levied by the same taxation authority and the Company intends to settle its current tax assets and liabilities on a net basis.

**Related party transactions**

Parties are considered to be related if one party has the ability, directly or indirectly, to control the other party or exercise significant influence over the other party in making financial and operating decisions.

Parties are also considered to be related if they are subject to common control and related parties may be individuals or corporate entities. A transaction is considered to be a related party transaction when there is a transfer of resources or obligations between related parties.

**Leases**

The Company adopted IFRS 16 effective December 1, 2019. The Company chose to adopt the modified retrospective approach on transition to IFRS 16 and has chosen not to restate comparative information in accordance with the transitional provisions in IFRS 16. As a result, the comparative information continues to be presented in accordance with the Company's previous accounting policies. The adoption of IFRS 16 resulted in the recognition of a right-of-use asset and a lease liability measured at the present value of the future lease payments on the interim condensed consolidated statements of financial position. An amortization expense on the right-of-use asset and an interest expense on the lease liability has replaced the operating lease expense. IFRS 16 has changed the presentation of cash flows relating to leases in the Company's interim condensed consolidated statements of cash flows, however, it does not cause a difference in the amount of cash transferred between the parties to the lease.

## **2. SIGNIFICANT ACCOUNTING POLICIES (continued)**

### **Subsidiaries**

Subsidiaries are entities controlled by the Company. The Company controls an entity when it is exposed to, or has rights to, variable returns from its involvement with the entity and has the ability to affect those returns through its power over the entity. The financial statements of subsidiaries are included in the consolidated financial statements from the date on which control commences until the date on which control ceases. Where necessary, adjustments are made to the financial statements of subsidiaries to bring their accounting policies in line with those adopted by the Company.

Changes in the Company's interest in a subsidiary that do not result in a loss of control are accounted for as equity transactions.

### **Loss of control**

When the Company loses control over a subsidiary, it derecognizes the assets and liabilities of the subsidiary, and any related NCI and other components of equity. Any resulting gain or loss is recognized in the consolidated statement of operations. Any interest retained in the former subsidiary is measured at fair value when control is lost.

### **Discontinued operations**

The Company classifies disposal groups as discontinued operations if their carrying amounts will be recovered principally through a sale rather than through continuing use. Such disposal groups are measured at the lower of their carrying amount and fair value less costs to sell.

A disposal company qualifies as discontinued operations if it is a component of an entity that either has been disposed of, or is classified as held for sale, and:

- Represents a separate major line of business or geographical area of operations.
- Is part of a single coordinated plan to dispose of a separate major line of business or geographical area of operations.
- Is a subsidiary acquired exclusively with a view to re-sell

Gain or (loss) from discontinued operations is excluded from net income (loss) from continuing operations and is presented as a single amount under "income (loss) from discontinued operations" account in the consolidated statement of income (loss) and comprehensive income (loss).

### **Accounting standards, amendments and interpretations not yet effective**

Certain new standards, interpretations and amendments to existing standards have been issued by the IASB or the IFRIC during the period but are not yet effective. Some updates that are not applicable or are not consequential to the Company may have been excluded from the list below.

**IAS 1 – Presentation of Financial Statements ("IAS 1") – *Classification of Liabilities as Current or Noncurrent*** were amended to clarify that the classification of liabilities as current or non-current is based on rights that are in existence at the end of the reporting period, specify that classification is unaffected by expectations about whether an entity will exercise its right to defer settlement of a liability, explain that rights are in existence if covenants are complied with at the end of the reporting period, and introduce a definition of 'settlement' to make clear that settlement refers to the transfer to the counterparty of cash, equity instruments, other assets or services. The amendments are effective for annual reporting periods beginning on or after January 1, 2023. Earlier adoption is permitted.

**AETHER GLOBAL INNOVATIONS CORP. (formerly Plymouth Rock Technologies Inc.)**  
**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS**  
**As at and for the period ended February 28, 2023**  
**(Unaudited – Restated and Amended, See Note 9)**  
(Expressed in Canadian Dollars)

**2. SIGNIFICANT ACCOUNTING POLICIES (continued)**

**Accounting standards, amendments and interpretations not yet effective (continued)**

**IAS 16** – Property, Plant and Equipment — *Proceeds before Intended Use* – The amendments prohibit deducting from the cost of an item of property, plant and equipment any proceeds from selling items produced before that asset is available for use, i.e. proceeds while bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management. Consequently, an entity recognizes such sales proceeds and related costs in profit or loss. The entity measures the cost of those items in accordance with IAS 2 Inventories. The amendments are effective for annual reporting periods beginning on or after January 1, 2022. Earlier adoption is permitted.

These new and amended standards are not expected to have a material impact on the Company’s Financial Statements.

**3. DISPOSAL OF SUBSIDIARIES**

During the period ended February 28, 2023, the key management personnel of PRT UK, Tetra, and PRT US resigned from their positions. Due to lack of communications, oversight on the operations and difficulty in obtaining complete accounting records, the Company lost its ability to use its power in the decision-making, resulting in the loss of control as per *IFRS 10 – Consolidated Financial Statements*. Accordingly, during the period ended February 28, 2023, the Company reported these subsidiaries as discontinued operations. As such, assets, liabilities and results of operations that can be distinguished operationally and for financial reporting purposes from the rest of the Company have been terminated and reported separately in the Financial Statements and was deconsolidated for financial reporting purposes. The resulting gain from discontinued operations due to the loss of control over the subsidiaries is broken down as follows:

	<b>PRT USA</b>	<b>PRT UK</b>	<b>Tetra</b>	<b>Total</b>
Net liabilities before disposal of subsidiaries	\$5,054,613	\$1,506,503	\$ 230,932	\$6,792,048
Less: Receivables from subsidiaries	(4,105,993)	(1,036,598)	(120,500)	(5,263,091)
<b>Gain (loss) from discontinued operations of the subsidiaries</b>	<b>\$ 948,620</b>	<b>\$ 469,905</b>	<b>\$ 110,432</b>	<b>\$1,528,957</b>

**PRT USA**

On December 1, 2022, following the management transitions and the loss of control over PRT USA, the Company derecognized its investment in this subsidiary. As such, the total value of the net liabilities of PRT USA was written off against the balance receivable from PRT USA and the net amount was recognized as gain (loss) from discontinued operations in the statements of income (loss) and comprehensive income (loss).



**AETHER GLOBAL INNOVATIONS CORP. (formerly Plymouth Rock Technologies Inc.)**  
**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS**  
**As at and for the period ended February 28, 2023**  
**(Unaudited – Restated and Amended, See Note 9)**  
(Expressed in Canadian Dollars)

**3. DISPOSAL OF SUBSIDIARIES (continued)**

**PRT USA (continued)**

The following table depicts the computation of net liabilities of PRT USA as at December 01, 2022:

	As at December 1, 2022 (Unaudited)
<b>ASSETS</b>	
<b>Current assets</b>	
Cash, cash equivalents, and restricted cash	\$ 9,700
Prepaid expenses	8,313
Account receivable	6,831
Inventories	2,163
Total current assets of discontinued operations	27,007
<b>Non-current assets</b>	
Equipment	5,919
Right of use asset	38,189
Total non-current assets of discontinued operations	44,108
<b>Assets of discontinued Operations</b>	<b>\$ 71,115</b>
<b>LIABILITIES</b>	
<b>Current liabilities</b>	
Accounts payable	\$ 284,181
Lease liability	49,485
Due to related parties	4,915,544
Total liabilities of discontinued operations	5,249,210
<b>Liabilities of discontinued operation</b>	<b>\$5,249,210</b>
<b>Foreign exchange losses</b>	<b>(123,483)</b>
<b>Net liabilities before disposal of PRT USA</b>	<b>\$5,054,613</b>

**PRT UK**

On December 1, 2022, following the management transitions and the loss of control over PRT UK, the Company derecognized its investment in this subsidiary. The Company filed the PRT UK for liquidation on July 20, 2023. As such, the total value of the net liabilities of PRT UK was written off against the balance receivable from PRT UK and the net amount was recognized as gain (loss) from discontinued operations in the statements of income (loss) and comprehensive income (loss). The following table depicts the computation of net liabilities of PRT UK as at December 1, 2022:

	As at December 1, 2022 (Unaudited)
<b>ASSETS</b>	
<b>Current assets</b>	
Cash, cash equivalents, and restricted cash	\$ 3,852
Prepaid expenses	8,983
Total current assets of discontinued operations	12,835
<b>Non-current assets</b>	
Equipment	9,171
Right of use asset	24,686
Total non-current assets of discontinued operations	33,857
<b>Assets of discontinued operations</b>	<b>\$ 46,692</b>
<b>LIABILITIES</b>	
<b>Current liabilities</b>	
Accounts payable	\$ 455,062
Lease Liability	26,455
Due to related parties	919,436
Deferred revenue	126,932
<b>Liabilities of discontinued operation</b>	<b>1,527,885</b>
<b>Foreign exchange losses</b>	<b>25,310</b>
<b>Net liabilities before disposal of PRT UK</b>	<b>\$ 1,506,503</b>

**AETHER GLOBAL INNOVATIONS CORP. (formerly Plymouth Rock Technologies Inc.)**  
**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS**  
**As at and for the period ended February 28, 2023**  
**(Unaudited – Restated and Amended, See Note 9)**  
(Expressed in Canadian Dollars)

**3. DISPOSAL OF SUBSIDIARIES (continued)**

**Tetra**

On December 1, 2022, following the management transitions and the loss of control over Tetra, the Company derecognized its investment in this subsidiary. The Company filed Tetra Drones Ltd. for liquidation on September 16, 2023. As such, the total value of the net liabilities of Tetra was written off against the balance receivable from Tetra and the net amount was recognized as gain (loss) from discontinued operation in the statements of income (loss) and comprehensive income (loss). The following table depicts the computation of net liabilities of Tetra as at December 01, 2022:

	As at December 1, 2022 (Unaudited)
<b>ASSETS</b>	
<b>Current Assets</b>	
Sales tax receivable	\$ 435
Total current assets of discontinued operations	435
<b>Non-current assets</b>	
Equipment	9,982
Total non-current assets of discontinued operations	9,982
<b>Assets of discontinued Operations</b>	<b>\$ 10,417</b>
<b>LIABILITIES</b>	
<b>Current liabilities</b>	
Bank Overdraft	\$ 16,294
Accounts payable	12,043
Due to related parties	209,738
Loan payable - current	249
<b>Liabilities of discontinued operation</b>	<b>\$ 238,324</b>
<b>Foreign exchange gains</b>	<b>3,025</b>
<b>Net liabilities before disposal of Tetra</b>	<b>\$ 230,932</b>

**4. INVENTORIES**

As at February 28, 2023 and November 30, 2022, the Company's inventories are composed of the following:

	February 28, 2023	November 30, 2022
Raw materials	\$ -	\$ 2,175
	<b>\$ -</b>	<b>\$ 2,175</b>

As of November 30, 2022, the former subsidiary, PRT US had remaining raw materials of \$2,175. On December 1, 2022, the Company loss control over PRT US and accordingly recognized the balance of \$2,175 was written off and recognized as part of the gain (loss) from discontinued operations in the statements of income (loss) and comprehensive income (loss).

**5. PREPAID EXPENSES**

As at February 28, 2023 and November 30, 2022, the Company's prepaid expenses consist of the following:

	February 28, 2023	November 30, 2022
Advertising and promotions	\$ -	\$ 113
Rent	-	8,247
Transfer agent and filing fees	9,165	13,748
Insurance	-	8,839
	<b>\$ 9,165</b>	<b>\$ 30,947</b>

Prepaid rent pertains to the amount paid for the security deposit of the rent while prepayments for Transfer agent and filing fees include annual fee of transfer agent for the issuance of shares, closing of private placement and other related compliance.



**AETHER GLOBAL INNOVATIONS CORP. (formerly Plymouth Rock Technologies Inc.)**  
**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS**  
**As at and for the period ended February 28, 2023**  
**(Unaudited – Restated and Amended, See Note 9)**  
(Expressed in Canadian Dollars)

**7. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES**

As at February 28, 2023 and November 30, 2022, the Company's accounts payable and accrued liabilities consist of the following:

	February 28, 2023	November 30, 2022
Professional fees	\$ 254,621	\$ 382,805
Funds to be returned to investors	43,046	43,046
Advertising costs	791	34,705
Payroll	-	268,610
Development costs	-	168,925
Bank overdraft	-	16,036
VAT payable	-	61,262
Purchases	-	2,121
Rent	-	1,822
Others	12,222	84,531
	<b>\$ 310,680</b>	<b>\$ 1,063,863</b>

**8. DEFERRED REVENUE**

As of November 30, 2022, the former subsidiary, PRT UK had received an advance of \$124,918 from its customers as consideration for the Company's product and services to be rendered in the future date. The Company had classified the above customer advance as deferred revenue for the year ended November 30, 2022. On December 1, 2022, the Company lost control over PRT UK and accordingly recognized the balance of \$124,918 as part of the gain (loss) from discontinued operations of subsidiaries in the statements of income (loss) and comprehensive income (loss).

**9. RESTATEMENT**

These Financial Statements have been restated to rectify the date of disposal of UK and US subsidiaries due to loss of control from May 10, 2023 to December 1, 2022 (Note 3). The following are the amendments made:

*Amendment 1-* Correction of the date when the Company lost control over its subsidiaries from May 10, 2023, to December 1, 2022. Thus, the financial balances of PRT UK, PRT US and Tetra as at December 1, 2022, were used in the preparation of the Company's Financial Statements for the period ended February 28, 2023.

*Amendment 2-* The Company's new name was effective August 1, 2023. Hence, these restated and amended financial statements are named Aether Global Innovations Corp.

As the result of the amendments, the Company recognized a gain from discontinued operations of \$1,537,293 for the three months ended February 28, 2023. The amount of sales and cost of sales decreased to \$Nil, operating expenses decreased by \$400,302 from \$516,146 to \$115,844, and other income to \$Nil which led to the Company's total comprehensive income of \$1,396,320 for the period ended February 28, 2023.

**10. RELATED PARTY TRANSACTIONS AND BALANCES**

**Key management compensation**

The amounts due to and from related parties are due to the key management of the Company, and parties directly or indirectly related to the key management. Key management is comprised of directors and officers of the Company. The balances are unsecured, non-interest bearing and due on demand. These transactions are in the normal course of operations and have been valued in these Financial Statements at the exchange amount, which is the amount of consideration established and agreed to by the related parties.

**AETHER GLOBAL INNOVATIONS CORP. (formerly Plymouth Rock Technologies Inc.)**  
**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS**  
**As at and for the period ended February 28, 2023**  
**(Unaudited – Restated and Amended, See Note 9)**  
(Expressed in Canadian Dollars)

**10. RELATED PARTY TRANSACTIONS AND BALANCES (continued)**

As at February 28, 2023, \$119,856 (November 30, 2022– \$705,672) are due to the related parties of the Company:

	<b>February 28, 2023</b>	November 30, 2022
Company controlled by the President and CEO	\$ 118,125	\$ 78,750
Director and Chairman	1,731	1,731
Former CFO of the Company	-	67,540
Former interim CEO of the Company	-	250,179
Former CEO and Director	-	307,472
Director	-	-
	<b>\$ 119,856</b>	<b>\$ 705,672</b>

During the periods ended February 28, 2023, 2022 and 2021, the Company entered into the following transactions with related parties:

	<b>February 28, 2023</b>	February 28, 2022	February 28, 2021
Management fees	\$ -	\$ 23,417	\$ 25,500
Consulting fees	37,500	62,500	62,500
Accounting fees	-	-	5,500
Rent	-	-	1,000
Share-based payments	-	-	254,151
	<b>\$ 37,500</b>	<b>\$ 85,917</b>	<b>\$ 348,651</b>

Management fees consisted of the following:

	<b>February 28, 2023</b>	February 28, 2022	February 28, 2021
Company controlled by the Former Corporate Secretary	\$ -	\$ 15,750	\$ 10,500
Former CFO of the Company	-	7,667	-
Company controlled by the Former CFO	-	-	15,000
	<b>\$ -</b>	<b>\$ 23,417</b>	<b>\$ 25,500</b>

Consulting fees consisted of the following:

	<b>February 28, 2023</b>	February 28, 2022	February 28, 2021
Directors	\$ -	\$ 62,500	\$ 62,500
Company controlled by the President and CEO	37,500	-	-
	<b>\$ 37,500</b>	<b>\$ 62,500</b>	<b>\$ 62,500</b>

**AETHER GLOBAL INNOVATIONS CORP. (formerly Plymouth Rock Technologies Inc.)**  
**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS**  
**As at and for the period ended February 28, 2023**  
**(Unaudited – Restated and Amended, See Note 9)**  
(Expressed in Canadian Dollars)

**10. RELATED PARTY TRANSACTIONS AND BALANCES (continued)**

The following table represents the number of stock options held by the related parties as at February 28, 2023, and the amount recognized as expense for those options for the periods ended February 28, 2023, and 2022:

	February 28, 2023		February 28, 2022		February 28, 2021	
	Number of options held	Expense for the period (vested)	Number of options held	Expense for the period (vested)	Number of options held	Expense for the period (vested)
CEO	600,000	-	600,000	-	600,000	\$ 83,077
Former CFO	150,000	-	150,000	-	150,000	20,769
Former Corporate Secretary	150,000	-	150,000	-	150,000	20,769
Directors	600,000	-	825,000	-	825,000	129,536
	<b>1,500,000</b>	<b>-</b>	<b>1,725,000</b>	<b>-</b>	<b>1,725,000</b>	<b>\$ 254,151</b>

**11. LOANS PAYABLE**

On June 20, 2022, the Company received a loan of \$75,000 bearing annual interest at the rate of 12%. The loan agreement expires on June 20, 2023. As of February 28, 2023, the Company has accrued \$6,238 as interest on this loan.

On July 8, 2022, the Company received a loan of \$30,000 bearing annual interest at the rate of 10% or 60% interest in the event of default. The loan agreement expires on November 8, 2022. As of February 28, 2023, the Company has accrued an interest of \$18,000 as they considered in default.

On December 15, 2022, the Company received loans of \$4,000 bearing annual interest at the rate of 10%. The loan amounts are payable on demand. As of February 28, 2023, the Company has accrued \$82 as interest on this loan.

On January 27, 2023, the Company received a loan of \$6,000 bearing annual interest at the rate of 10%. The loan amount is payable on demand. As of February 28, 2023, the Company has accrued \$52 as interest on this loan.

**12. CAPITAL MANAGEMENT**

The Company considers its capital structure to include net residual equity of all assets, less liabilities. The Company's objectives when managing capital are to (i) maintain financial flexibility in order to preserve its ability to meet financial obligations and continue as a going concern; (ii) maintain a capital structure that allows the Company to pursue the development of its projects and products; and (iii) optimize the use of its capital to provide an appropriate investment return to its shareholders commensurate with risk.

The Company's financial strategy is formulated and adapted according to market conditions in order to maintain a flexible capital structure that is consistent with its objectives and the risk characteristics of its underlying assets. The Company manages its capital structure and adjusts it in light of changes in economic conditions and the risk characteristics of its underlying assets. To maintain or adjust the capital structure, the Company may attempt to issue new shares or acquire or dispose of assets.

---

**AETHER GLOBAL INNOVATIONS CORP. (formerly Plymouth Rock Technologies Inc.)**  
**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS**  
**As at and for the period ended February 28, 2023**  
**(Unaudited – Restated and Amended, See Note 9)**  
(Expressed in Canadian Dollars)

---

**13. SHARE CAPITAL**

**Common Shares**

Authorized: Unlimited number of common shares without par value

As at February 28, 2023, there were 59,317,461 common shares issued and outstanding (November 30, 2022 – 59,317,461).

During the period ended February 28, 2023:

The Company did not enter into any shares issuance transactions during the period ended February 28, 2023.

During the year ended November 30, 2022:

On December 31, 2021, the Company issued 78,125 common shares as compensation for consulting fees to a director valued at a total of \$17,189.

During the year ended November 30, 2021:

On August 9, 2021, the Company issued 5,750,000 units at \$0.40 per unit for gross proceeds of \$2,300,000. Each unit is comprised of one common share and one full non-transferable common share purchase warrant, with each warrant entitling the holder to purchase one additional common share at a price of \$0.50 for five years. The Company paid cash of \$63,700, issued 166,250 finders' units with a fair value of \$66,500 and 325,750 broker warrants as finder's fees. Each finders' unit is comprised of one common share and one full non-transferable common share purchase warrant, with an exercise price of \$0.50 per share for five years. The broker warrants are exercisable at \$0.50 per share for five years.

On January 29, 2021, the Company issued 3,180,000 units at \$0.20 per unit for proceeds of \$636,000. Each unit is comprised of one common share and one full non-transferable common share purchase warrant, with each warrant entitling the holder to purchase one additional common share at a price of \$0.25 for five years. The Company paid cash of \$10,480, issued 170,000 finders' units with a fair value of \$34,000 and 222,400 broker warrants as finder's fees. Each finder's unit is comprised of one common share and one full non-transferable common share purchase warrant with an exercise price of \$0.25 per share for five years. The broker warrants are exercisable at \$0.25 per share for five years.

During the year ended November 30, 2021, the Company issued 425,000 common shares for gross proceeds of \$222,500 from the exercise of 425,000 stock options at \$0.50 to \$0.60 per share.

During the year ended November 30, 2021, the Company issued 6,129,573 common shares for gross proceeds of \$1,332,727 from the exercise of 6,129,573 share purchase warrants at \$0.20 to \$0.50 per share.

During the year ended November 30, 2021, the Company issued 656,250 common shares with total fair value of \$307,734 as compensation for consulting fees to a director (Note 9).

**AETHER GLOBAL INNOVATIONS CORP. (formerly Plymouth Rock Technologies Inc.)**  
**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS**  
**As at and for the period ended February 28, 2023**  
**(Unaudited – Restated and Amended, See Note 9)**  
(Expressed in Canadian Dollars)

**13. SHARE CAPITAL (continued)**

**Common Shares (continued)**

**Stock Options**

The Company maintains an incentive stock option plan (the “Option Plan”) which provides that the Board of Directors of the Company may from time to time, in its discretion, and in accordance with the Exchange requirements, grant to directors, officers, employees, and consultants to the Company, non-transferable options to purchase common shares, provided that the number of common shares reserved for issuance will not exceed 10% of the issued and outstanding common shares in the capital of the Company at the time of granting of options.

During the period ended February 28, 2023:

1,000,000 options, 475,000 options and 150,000 options with exercise prices of \$0.60, 0.75 and 0.50, respectively, were cancelled.

During the year ended November 30, 2022:

125,000 stock options with an exercise price of \$0.50 were cancelled.

75,000 stock options with an exercise price of \$0.50 expired unexercised.

During the year ended November 30, 2021:

On June 10, 2021, the Company granted 150,000 incentive stock options to a consultant with an exercise price of \$0.50 per share for a period of five years from the date of grant. The fair value was estimated to be \$53,677 using the Black-Scholes pricing model with estimated stock price of \$0.485, volatility 100%, risk-free rate 0.82%, dividend yield 0%, and expected life of 5 years.

On January 21, 2021, the Company granted 1,550,000 incentive stock options to directors, consultants, and employees with an exercise price of \$0.75 per share for a period of five years from the date of grant. The fair value was estimated to be \$1,022,995 using the Black-Scholes pricing model with estimated stock price of \$0.75, volatility 100%, risk-free rate 0.43%, dividend yield 0%, and expected life of 5 years.

Stock-based compensation recognized in profit or loss for the period ended February 28, 2023, amounted to \$Nil (2022 – \$Nil; and 2021 – \$657,906).

Stock option transactions and the number of stock options outstanding as at February 28, 2023, November 30, 2022, and November 30, 2021 are summarized as follows:

	<b>Number of options</b>	<b>Weighted average exercise price</b>
Balance, November 30, 2021	4,225,000	\$ 0.64
Expired	(75,000)	0.50
Cancelled	(125,000)	0.50
Balance, November 30, 2022	4,025,000	\$ 0.66
Cancelled	(1,625,000)	0.63
<b>Balance, February 28, 2023</b>	<b>2,400,000</b>	<b>\$ 0.67</b>



**AETHER GLOBAL INNOVATIONS CORP. (formerly Plymouth Rock Technologies Inc.)**  
**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS**  
**As at and for the period ended February 28, 2023**  
**(Unaudited – Restated and Amended, See Note 9)**  
(Expressed in Canadian Dollars)

**13. SHARE CAPITAL (continued)**

**Stock Options (continued)**

The following summarizes the stock options outstanding at February 28, 2023:

<b>Expiry date</b>	<b>Exercise price</b>	<b>Numbers of options outstanding</b>	<b>Numbers of options exercisable</b>	<b>Weighted average remaining contractual life (year)</b>	<b>Weighted average exercise price</b>
	\$				\$
January 15, 2024	0.60	1,050,000	1,050,000	0.38	0.26
March 20, 2024	0.60	150,000	150,000	0.07	0.04
November 28, 2024	0.50	125,000	125,000	0.09	0.03
January 21, 2026	0.75	1,075,000	1,075,000	1.30	0.34
		<b>2,400,000</b>	<b>2,400,000</b>	<b>1.84</b>	<b>0.67</b>

**Share Purchase Warrants**

During the period ended February 28, 2023:

No warrants were granted, expired nor exercise for the period ended February 28, 2023.

During the year ended November 30, 2022

561,081 warrants with exercise price of \$0.20 expired unexercised.

During the year ended November 30, 2021

On August 9, 2021, the Company issued 5,916,250 common share purchase warrants as part of the private placement. Each warrant is exercisable to purchase one common share at an exercise price of \$0.50 per share until August 9, 2026.

On August 9, 2021, the Company also granted 325,750 warrants to finder's warrants as described in note 12(a) in connection with the private placement. Each warrant is exercisable to purchase one common share at an exercise price of \$0.50 per share until August 9, 2026. The fair value was estimated to be \$79,032 using the Black-Scholes pricing model with estimated stock price of \$0.35, volatility 100%, risk-free rate 0.88%, dividend yield 0%, and expected life of 5 years.

On January 29, 2021, the Company granted 3,350,000 common share purchase warrants as part of a non-brokered private placement. Each warrant is exercisable to acquire one common share at an exercise price of \$0.25 per share until January 29, 2026. During the year ended November 30, 2021, 30,000 warrants were exercised at \$0.25 per share.

On January 29, 2021, the Company also granted 222,400 warrants to finders in connection with the private placement. Each warrant is exercisable to acquire one common share at an exercise price of \$0.50 per share until August 9, 2026. During the year ended November 30, 2021, 4,240 warrants were exercised at \$0.25 per share. The fair value was estimated using the Black-Scholes pricing model with estimated, stock price of \$0.52, volatility 100%, risk-free rate 0.43%, dividend yield 0%, and expected life of 5 years. With these assumptions, the fair value of options was determined to be \$95,395.

**AETHER GLOBAL INNOVATIONS CORP. (formerly Plymouth Rock Technologies Inc.)**  
**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS**  
**As at and for the period ended February 28, 2023**  
**(Unaudited – Restated and Amended, See Note 9)**  
(Expressed in Canadian Dollars)

**13. SHARE CAPITAL (continued)**

**Share Purchase Warrants (continued)**

Share purchase warrant transactions and the number of share purchase warrants outstanding as of February 28, 2023, November 30, 2022 and November 30, 2021 are summarized as follows:

	<b>Number of warrants</b>	<b>Weighted average exercise price</b>
		<b>\$</b>
Balance, November 30, 2021	9,991,241	0.42
Warrants expired	(561,081)	0.20
<b>Balance, November 30, 2022 and February 28, 2023</b>	<b>9,430,160</b>	<b>0.41</b>

The following summarizes the stock warrants outstanding at February 28, 2023:

<b>Expiry date</b>	<b>Exercise price</b>	<b>Number of warrants outstanding and exercisable</b>	<b>Weighted average remaining contractual life (year)</b>	<b>Weighted average exercise price</b>
	<b>\$</b>			<b>\$</b>
January 29, 2026	0.25	3,188,160	0.99	0.08
August 9, 2026	0.50	6,242,000	1.93	0.33
		<b>9,430,160</b>	<b>2.92</b>	<b>0.41</b>

**14. FINANCIAL RISK MANAGEMENT**

The Company's financial assets consist of cash, and due from related parties. The estimated fair values of cash, subscription receivable, and due from related parties approximate their respective carrying values due to the short period 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 classified its financial instruments as follows:

	<b>Level 1</b>	<b>Level 2</b>	<b>Level 3</b>	<b>Total</b>
	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>
<b>As at February 28, 2023</b>				
Financial assets at fair value				
Cash	3,730	-	-	3,730
Financial liabilities at amortized cost				
Accounts payable	310,680	-	-	310,680
Due to related parties	119,856	-	-	119,856
Loans payable	139,373	-	-	139,373

**AETHER GLOBAL INNOVATIONS CORP. (formerly Plymouth Rock Technologies Inc.)**  
**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS**  
**As at and for the period ended February 28, 2023**  
**(Unaudited – Restated and Amended, See Note 9)**  
(Expressed in Canadian Dollars)

**14. FINANCIAL RISK MANAGEMENT (continued)**

	Level 1 \$	Level 2 \$	Level 3 \$	Total \$
<b>As at November 31, 2022</b>				
Financial assets at fair value				
Cash	13,127	-	-	13,127
Accounts receivable	6,870	-	-	6,870
Financial liabilities at amortized cost				
Accounts payable	1,063,863	-	-	1,063,863
Due to related parties	705,672	-	-	705,672
Lease liability	75,797	-	-	75,797
Loans payable	127,019	-	-	127,019

For the periods ended February 28, 2023, and November 30, 2022, the fair value of the cash, accounts receivable, accounts payable, loans payable, lease liability and due to related parties approximate the book value due to the short-term nature.

The Company is exposed to a variety of financial instrument-related risks. The Board approves and monitors the risk management processes, inclusive of counterparty limits, controlling and reporting structures. The type of risk exposure and the way in which such exposure is managed is provided as follows:

Liquidity Risk

Liquidity risk is the risk that the Company will not be able to meet its financial obligations when they become due. The Company ensures, as far as reasonably possible, it will have sufficient capital in order to meet short-term business requirements, after taking into account cash flows from operations and the Company's holdings of cash. The Company believes that these sources will be sufficient to cover the likely short-term cash requirements.

The Company's cash is currently invested in business accounts which are available on demand by the Company for its operations.

Interest Rate Risk

Interest rate risk is the risk that future cash flows will fluctuate as a result of changes in market interest rates. The Company has no significant interest rate risk due to the short-term nature of its interest generating assets.

Credit Risk

Credit risk is the risk of a loss when a counterparty to a financial instrument fails to meet its contractual obligations. The Company's exposure to credit risk is limited to its cash. The Company limits its exposure to credit risk by holding its cash in deposits with high credit quality Canadian financial institutions.

Foreign Currency Risk

Due to loss of control of foreign subsidiaries operation on December 1, 2022, the Company is not exposed to foreign currency risk on fluctuations related to cash, and accounts payable and accrued liabilities that are denominated in US dollars and UK Sterling Pound. As at February 28, 2023, 10% fluctuations in the US dollar and UK Sterling Pound against the Canadian dollar have affected comprehensive income (loss) for the period by approximately \$Nil (2022 – \$7,464 and 2021 – \$26,633).

**AETHER GLOBAL INNOVATIONS CORP. (formerly Plymouth Rock Technologies Inc.)**  
**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS**  
**As at and for the period ended February 28, 2023**  
**(Unaudited – Restated and Amended, See Note 9)**  
(Expressed in Canadian Dollars)

**15. SUPPLEMENTAL CASH FLOW INFORMATION**

During the periods ended February 28, 2023, 2022 and 2021, the Company has the following non-cash investing and financing activities:

	Period ended February 28		
	2023	2022	2021
Non-cash financing activities:			
Fair value of options exercised	\$ -	\$ -	\$ 158,106
Fair value of warrants granted	-	-	95,395
Fair value of warrants exercised	-	-	35,040
Non-cash investing activities:			
Shares issued for purchase of inventory	-	14,141	62,500

**16. COMMITMENTS AND CONTINGENCIES**

As at February 28, 2023, the Company has the following commitments:

The Company has certain commitments related to key management compensation for \$35,875 per month with no specific expiry of terms (Note 9).

**17. RIGHT-OF-USE ASSETS AND LEASE LIABILITY**

**Right-of-use assets**

In November 2018, the Company's previously controlled subsidiary, PRT USA, entered into a two-year lease agreement for leased premises in Plymouth, Massachusetts, commencing December 1, 2018 and ending on November 30, 2020. On December 31, 2020, the Company renewed this lease agreement to November 30, 2023. The minimum base rent for the remaining lease term is USD\$3,005 (\$3,726) per month from December 1, 2019 to November 01, 2020; USD\$3,095 (\$3,838) per month from December 1, 2020 to November 30, 2021; USD\$3,188 (\$3,953) per month from December 1, 2021 to November 30, 2022; and USD\$3,284 (\$4,072) per month from December 1, 2022 to November 30, 2023. However, PRT USA agreed to terminate their lease with an arm's length party on December 31, 2022.

On September 9, 2021, the Company's previously controlled subsidiary, PRT UK, entered into lease agreement with arm's length party to use the premises known as The Old Workshop, Estuary Road, King's Lynn, Norfolk from May 1, 2021 and will set to expire on April 30, 2024, with annual lease fee of £12,000 or £1,000 per month with interest of 4% per annum above Barclays Bank PLC base rate in case of default (Notes 3)

During the period ended August 31, 2023, the company has disposed of its UK and US subsidiaries (Notes 3) Accordingly, the ROU asset and lease liabilities have been derecognized.

**AETHER GLOBAL INNOVATIONS CORP. (formerly Plymouth Rock Technologies Inc.)**  
**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS**  
As at and for the period ended February 28, 2023  
(Unaudited – Restated and Amended, See Note 9)  
(Expressed in Canadian Dollars)

**17. RIGHT-OF-USE ASSETS AND LEASE LIABILITY (continued)**

**Right-of-use assets (continued)**

The following is the continuity of the cost and accumulated depreciation of right-of-use assets, for the period ended February 28, 2023 and for the year ended November 30, 2022:

Balance, November 30, 2021	\$	72,734
Additions		38,027
Amortization expense		(50,571)
Cumulative translation adjustment		1,008
Balance, November 30, 2022	\$	61,198
Disposal		(62,876)
Cumulative translation adjustment		1,678
<b>Balance, February 28, 2023</b>	<b>\$</b>	<b>-</b>

**Lease liability**

The following is the continuity of lease liability, for the period ended February 28, 2023 and for the year ended November 30, 2022:

Balance, November 30, 2021	\$	86,346
Additions		38,027
Lease payments		(72,727)
Interest on lease liability		18,877
Cumulative translation adjustment		5,274
Balance, November 30, 2022	\$	75,797
Disposal		(75,941)
Cumulative translation adjustment		144
<b>Balance, February 28, 2023</b>	<b>\$</b>	<b>-</b>
<b>Current Portion</b>	<b>\$</b>	<b>-</b>
<b>Long-term portion</b>	<b>\$</b>	<b>-</b>

As at February 28, 2023 and November 30, 2022, the minimum lease payments for the lease liabilities are as follows:

	February 28, 2023	November 30, 2022
Year ending:		
2023	\$ -	\$ 72,664
2024	-	9,716
		82,380
Less: Interest expense on lease liabilities	-	(6,583)
<b>Total present value of minimum lease payments</b>	<b>\$ -</b>	<b>\$ 75,797</b>

**AETHER GLOBAL INNOVATIONS CORP. (formerly Plymouth Rock Technologies Inc.)**  
**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS**  
**As at and for the period ended February 28, 2023**  
**(Unaudited – Restated and Amended, See Note 9)**  
(Expressed in Canadian Dollars)

**18. BREAKDOWN OF EXPENSES**

<b>General and administrative expenses</b>	Note	<b>Period ended February 28</b>		
		<b>2023</b>	<b>2022</b>	<b>2021</b>
Accounting and audit fees	9	\$ 27,497	\$ 42,292	\$ 12,500
Business development		-	-	-
Consulting fees	9	52,500	72,951	62,500
General office expenses		2,953	1,495	7,582
Insurance		9,685	3,353	3,241
Legal fees		4,000	21,104	31,142
Management fees	9	-	23,417	25,500
Rent		1,500	2,244	1,869
Stock-based compensation	9, 12	-	-	657,906
Transfer agent and filing fees	12	9,373	11,148	26,054
<b>Total</b>		<b>\$ 107,508</b>	<b>\$ 178,004</b>	<b>\$ 828,294</b>

Selling expenses amounted to \$Nil for the period ended February 28, 2023 (2022 - \$62,500; 2021 – 94,844).

**19. SEGMENT INFORMATION**

The Company operates in one business segment, focusing on developing technologies as described in Note 1.

Reportable segments are defined as components of an enterprise about which discrete financial information is available that is evaluated regularly by the chief operating decision maker in deciding how to allocate resources and in assessing performance.

**20. SUBSEQUENT EVENTS**

On March 3, 2023, 2,100,000 share options issued to directors, officers, employees, and consultants were surrendered and cancelled. Further, on March 16, 2023, another 150,000 share options issued to director were surrendered and cancelled. Each Unit is comprised of one common share and one common share purchase warrant, with each whole warrant entitling the holder to purchase one additional common share at a price of \$0.10 for three years from closing of the private placement.

On March 27, 2023, the Company closed a non-brokered private placement and issued 7,200,000 units at a price of \$0.05 per unit for gross proceeds of \$360,000. Each unit is comprised of one (1) common share and one (1) common share purchase warrant, with each warrant entitling the holder to purchase one additional common share at a price of \$0.10 for three (3) years from closing of the private placement. The Company has paid cash finders fees of \$46,500 and legal fees of \$6,000.

On March 30, 2023, the Company closed a non-brokered private placement and issued 26,480,000 units at a price of \$0.05 per unit for gross proceeds of \$1,324,000. Each unit is comprised of one (1) common share and one (1) common share purchase warrant, with each warrant entitling the holder to purchase one additional common share at a price of \$0.10 for three (3) years from closing of the private placement. The Company has paid cash finders fees of \$95,900 and legal fees of \$17,500.

On April 3, 2023, the Company announced a non-brokered private placement financing of up to 16,666,667 units (the "Units") of securities at a price of \$0.06 per Unit for aggregate gross proceeds of up to \$1,000,000. Each Unit will be comprised of one common share and one full transferable common share purchase warrant, with each whole warrant entitling the holder to purchase one additional common share at a price of \$0.10 for five years from closing of the private placement.

---

**AETHER GLOBAL INNOVATIONS CORP. (formerly Plymouth Rock Technologies Inc.)**  
**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS**  
**As at and for the period ended February 28, 2023**  
**(Unaudited – Restated and Amended, See Note 9)**  
(Expressed in Canadian Dollars)

---

**20. SUBSEQUENT EVENTS (continued)**

On April 13, 2023, the Company paid off the principal amount and the interest incurred from the loans of \$75,000, \$4,000, and \$6,000 with interest of 12%, 10% and 10%, respectively. Total amount paid was \$91,373.

On May 30, 2023, the Company issued 2,600,000 common shares as compensation for Investor relations to an arm's length party valued at a total of \$169,000.

On July 20, 2023, PRT UK was put under liquidation.

On July 24, 2023, the Company closed a non-brokered private placement and issued 9,907,000 common shares at a price of \$0.06 per unit for gross proceeds of \$594,420. Each Unit is comprised of one (1) common share and one (1) common share purchase warrant, with each whole warrant entitling the holder to purchase one additional common share at a price of \$0.10 for five (5) years from closing of the Offering. The Company has paid cash finders fees of \$59,442 and 990,700 finders' b-warrants were paid on a portion of the Offering. Each finder's b-warrant entitles the holder to purchase one additional common share at a price of \$0.10 for five (5) years from closing of the Offering.

On July 25, 2023, the Company signed a facility agreement with a third party to provide £35,000 for general corporate purposes and it has sent a total of £35,000 (\$60,151). The agreement provides for a 5% annual interest rate and the Company has the option to convert the full amount to 3.5% of the diluted share capital of the third party and no conversion was made to date.

On August 11, 2023, the Company signed another facility agreement with a third party wherein the Company will provide a total of £15,000 for general corporate purposes and it has sent a total of \$26,017 (£15,000). The agreement provides for a 5% annual interest rate and the Company has the option to convert the full amount to 1.5% of the diluted share capital of the third party and no conversion has been made to date.

On September 16, 2023, Tetra Drones was put under liquidation.

On September 28, 2023, the Company signed another facility agreement with a third party wherein the Company will provide a total of £10,000 for general corporate purposes and it has sent a total of £10,000 (\$17,093). The agreement provides for a 5% annual interest rate and the Company has the option to convert the full amount to 1% of the diluted share capital of the third party and no conversion was made to date.

On October 23, 2023, the company entered into a consulting and advisory agreement with an arm's length party to provide non inclusive technical advisory and consulting services to Aether in connection with assisting the Company in delivering, installing and implementing unmanned aerial / drone purchase orders. such other technical advisory services as the Company may request from time to time for a period of 12 months. The Company will issue to the Advisor an aggregate of 1,000,000 incentive stock options, exercisable for a period of five (5) years for \$0.05 per option share.