

**P2P INFO INC.**  
**CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS**  
**FOR THREE MONTHS ENDED DECEMBER 31, 2020 AND 2019**

*(Expressed in Canadian Dollars)*

## MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The condensed consolidated interim financial statements of P2P Info Inc. (the "Company") are the responsibility of the Company's management. The condensed consolidated interim 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 judgments based on information currently available.

The Board of Directors is responsible for ensuring that management fulfills its responsibilities. The Audit Committee reviews the results of the annual audit and reviews the condensed consolidated interim financial statements prior to their submission to the Board of Directors for approval.

The condensed consolidated interim financial statements as at December 31, 2020, and for the periods ended December 31, 2020 and 2019, have not been reviewed or audited by the Company's independent auditors.

*"Konstantin Lichtenwald"*

Konstantin Lichtenwald  
President & CEO  
March 1, 2020

*"Heidi Gutte"*

Heidi Gutte  
CFO & Corporate Secretary  
March 1, 2020

**P2P INFO INC.**  
**CONSOLIDATED STATEMENTS OF FINANCIAL POSITION**  
**AS AT DECEMBER 31, 2020 AND SEPTEMBER 30, 2020**  
*(Expressed in Canadian dollars)*

	Notes	December 31, 2020	September 30, 2020
<b>ASSETS</b>			
<b>Current assets</b>			
Cash		\$ 1,201	\$ 541
Other receivables		111	678
<b>Total assets</b>		<b>\$ 1,312</b>	<b>\$ 1,219</b>
<b>LIABILITIES AND DEFICIENCY</b>			
<b>Current liabilities</b>			
Accounts payable and accrued liabilities		\$ 3,203	\$ 19,026
<b>Total current liabilities</b>		<b>3,203</b>	<b>19,026</b>
Note payable		75,000	-
Due to related parties	4	30,000	58,715
<b>Total liabilities</b>		<b>108,203</b>	<b>77,741</b>
<b>Shareholders' deficiency</b>			
Share capital	3	213,776	213,776
Deficit		(320,667)	(290,298)
<b>Total shareholders' deficiency</b>		<b>(106,891)</b>	<b>(76,522)</b>
<b>Total liabilities and shareholders' deficiency</b>		<b>\$ 1,312</b>	<b>\$ 1,219</b>

**NATURE OF BUSINESS AND GOING CONCERN (Note 1)**

The condensed consolidated interim financial statements were authorized for issue by the board of directors on March 1, 2021 and were signed on its behalf by:

/s/ "Konstantin Lichtenwald"

Konstantin Lichtenwald, Director

/s/ "Heidi Gutte"

Heidi Gutte, Director

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

**P2P INFO INC.**  
**CONSOLIDATED STATEMENTS OF COMPREHENSIVE LOSS**  
**FOR THE THREE MONTHS ENDED DECEMBER 31, 2020 AND 2019**  
*(Expressed in Canadian dollars)*

	Notes	2020	2019
<b>Expenses</b>			
Interest and bank charges	4	\$ 18	\$ 902
Listing and transfer agent expenses		923	1,453
Management fees		30,000	-
Professional Fees		1,391	-
Salaries and benefits	4	500	1,713
<b>Total expenses</b>		<b>(32,832)</b>	<b>(4,068)</b>
<b>Other items</b>			
Gain on settlement of debt	4	5,625	-
<b>Net loss and comprehensive loss for the period</b>		<b>\$ (27,207)</b>	<b>\$ (4,068)</b>
<b>Net loss per common share, basic and diluted</b>		<b>\$ (0.00)</b>	<b>\$ (0.00)</b>
<b>Weighted average number of common shares outstanding</b>		<b>30,970,682</b>	<b>30,970,682</b>

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

**P2P INFO INC.****CONSOLIDATED STATEMENTS OF CHANGES IN SHAREHOLDERS' DEFICIENCY  
FOR THE THREE MONTHS ENDED DECEMBER 31, 2020 AND 2019***(Expressed in Canadian dollars)*

	<b>Number of Shares</b>	<b>Share Capital</b>	<b>Deficit</b>	<b>Total Shareholders' Deficiency</b>
	(Note 3)	(Note 3)		
<b>Balance, September 30, 2019</b>	<b>30,970,682</b>	<b>213,776</b>	<b>(272,748)</b>	<b>(58,972)</b>
Comprehensive loss for the year			(4,068)	(4,068)
<b>Balance, December 31, 2019</b>	<b>30,970,682</b>	<b>213,776</b>	<b>(276,816)</b>	<b>(63,040)</b>
<b>Balance, September 30, 2020</b>	<b>30,970,682</b>	<b>213,776</b>	<b>(293,460)</b>	<b>(79,684)</b>
Comprehensive loss for the year			(27,207)	(27,207)
<b>Balance, December 31, 2020</b>	<b>30,970,682</b>	<b>213,776</b>	<b>(320,667)</b>	<b>(106,891)</b>

**P2P INFO INC.**  
**CONSOLIDATED STATEMENTS OF CASH FLOWS**  
**FOR THE THREE MONTHS ENDED DECEMBER 31, 2020 AND 2019**  
*(Expressed in Canadian dollars)*

	2020	2019
<b>Cash flows used in operating activities</b>		
Net loss for the year	\$ (27,207)	\$ (4,068)
Item not involving cash:		
Gain on settlement of debt	(5,625)	-
Interest expense	-	-
Changes in non-cash working capital it ems:		
Decrease in other receivable	567	805
Increase in prepaid expense	-	(562)
(Decrease) / increase in accounts payable and accrued liabilities	(15,822)	(10,167)
<b>Net cash used in operating activities</b>	<b>(48,087)</b>	<b>(11,635)</b>
<b>Cash flows from financing activities</b>		
Note payable	75,000	-
Due to related parties	(26,253)	12,500
<b>Net cash received from financing activities</b>	<b>48,747</b>	<b>12,500</b>
<b>Increase (decrease) in cash and equivalents</b>	<b>660</b>	<b>865</b>
<b>Cash, beginning of the year</b>	<b>541</b>	<b>222</b>
<b>Cash, end of the year</b>	<b>\$ 1,201</b>	<b>\$ 1,087</b>
<b>Cash paid for income taxes during the year</b>	<b>\$ -</b>	<b>\$ -</b>
<b>Cash paid for interest during the year</b>	<b>\$ -</b>	<b>\$ -</b>

**P2P INFO INC.**  
**NOTES TO CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS**  
**FOR THREE MONTHS ENDED DECEMBER 31, 2020 AND 2019**  
*(Expressed in Canadian dollars)*

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**1. NATURE OF BUSINESS AND GOING CONCERN**

P2P Info Inc. (the "Company" or "P2P") was incorporated on September 29, 2014 under the laws of British Columbia, Canada. Its registered office is located at 2200 HSBC Building 885 West Georgia Street, Vancouver, British Columbia V6C 3E8. The Company was incorporated as a wholly-owned subsidiary of Cascadia Blockchain Group Corp. ("Cascadia") for the purposes of a re-organization of Cascadia pursuant to a plan of arrangement ("Plan of Arrangement ") under the Business Corporation Act of British Columbia. The Plan of Arrangement became effective on November 28, 2014. The Company became a reporting issuer in British Columbia, Alberta and Ontario on November 28, 2014. The principal business of the Company is the identification, evaluation and acquisition of a business.

The Company is currently in the process of developing and finalizing its intended business operations.

These condensed consolidated interim financial statements are prepared on a going concern basis, which assumes that the Company will continue its operations for a reasonable period. The Company has incurred losses since its inception and has an accumulated deficit of \$320,667 as at December 31, 2020. The Company's ability to continue its operations and to realize assets at their carrying values is dependent upon obtaining additional financing or maintaining continued support from its shareholders and creditors, identifying and acquiring businesses or assets, and generating profitable operations in the future, which raises significant doubt about the Company's ability to continue as a going concern. These condensed consolidated interim financial statements do not include any adjustments to the amounts and classification of assets and liabilities that might be necessary should the Company be unable to continue as a going concern.

**2. SIGNIFICANT ACCOUNTING POLICIES**

**Statement of compliance**

These unaudited condensed consolidated interim financial statements have been prepared in accordance with International Accounting Standard ("IAS") 34 – Interim Financial Reporting under International Financial Reporting Standards ("IFRS") issued by the International Accounting Standards Board ("IASB"). These condensed consolidated interim financial statements follow the same accounting policies and methods of application as the most recent annual consolidated financial statements of the Company. These condensed consolidated interim financial statements do not contain all of the information required for full annual financial statements. Accordingly, these unaudited condensed consolidated interim financial statements should be read in conjunction with the Company's September 30, 2020, annual consolidated financial statements, which were prepared in accordance with IFRS as issued by the IASB.

**Basis of consolidation**

These condensed consolidated interim financial statements incorporate the financial statements of the Company and its wholly-owned subsidiary, 1026195 B.C. Ltd. until January 21, 2019, when the subsidiary was dissolved. All inter-company transactions, balances, income and expenses have been eliminated.

**Basis of measurement**

These condensed consolidated interim financial statements have been prepared on a historical cost basis except for certain financial instruments that are measured at fair value. Historical cost is generally based on the fair value of the consideration given in exchange for assets. In addition, these condensed consolidated interim financial statements have been prepared using the accrual basis of accounting, except for cash flow information.

**P2P INFO INC.**  
**NOTES TO CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS**  
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**2. SIGNIFICANT ACCOUNTING POLICIES (continued)**

**Functional and presentation currency**

The presentation and functional currency of the Company and its subsidiary is the Canadian dollar.

**Use of estimates and judgements**

The preparation of these condensed consolidated interim financial statements in conformity with IFRS requires management to make judgments, estimates and assumptions that affect the reported amounts of assets and liabilities and the disclosure of contingent assets and liabilities at the date of the condensed consolidated interim financial statements and revenues and expenses for the periods reported. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making the judgments about carrying values of assets and liabilities that are not readily apparent from other sources. A significant area requiring the use of management estimates is the amount to be recognized on deferred income taxes and liabilities. Actual results could differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimate is revised, if the revision affects only that period, or in the period of the revision and further periods if the review affects both current and future periods.

Critical accounting judgements are accounting policies that have been identified as being complex or involve subjective judgments or assessments with a significant risk of material adjustment in the next fiscal year. The more significant area where management judgement has been applied is the ability of the Company to continue as a going concern.

**Financial instruments**

(i) Financial assets - Classification

The Company classifies its financial assets in the following categories:

- Those to be measured subsequently at fair value (either through Other Comprehensive Income ("FVOCI"), or through profit or loss ("FVTPL"), and
- Those to be measured at amortized cost.

The classification depends on the Company's business model for managing the financial assets and the contractual terms of the cash flows. For assets measured at fair value, gains and losses are either recorded in profit or loss or other comprehensive income.

(ii) Financial assets - Measurement

At initial recognition, the Company measures a financial asset at its fair value plus, in the case of a financial asset not at fair value through profit or loss, transaction costs that are directly attributable to the acquisition of the financial asset. Transaction costs of financial assets carried at FVTPL are expensed in profit or loss. Financial assets are considered in their entirety when determining whether their cash flows are solely payment of principal and interest.



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

**Financial instruments (continued)**

(ii) Financial assets – Measurement (continued)

Subsequent measurement of financial assets depends on their classification. There are three measurement categories under which the Company classifies its financial instruments:

- **Amortized cost:** Assets that are held for collection of contractual cash flows where those cash flows represent solely payments of principal and interest are measured at amortized cost. A gain or loss on a debt investment that is subsequently measured at amortized cost is recognized in profit or loss when the asset is derecognized or impaired. Interest income from these financial assets is included as finance income using the effective interest rate method.
- **FVOCI:** Assets that are held for collection of contractual cash flows and for selling the financial assets, where the assets' cash flows represent solely payments of principal and interest, are measured at FVOCI. Movements in the carrying amount are taken through other comprehensive income ("OCI"), except for the recognition of impairment gains and losses, interest revenue, and foreign exchange gains and losses which are recognized in profit or loss. When the financial asset is derecognized, the cumulative gain or loss previously recognized in OCI is reclassified from equity to profit or loss and recognized in other gains (losses). Interest income from these financial assets is included as finance income using the effective interest method. The Company has not designated any financial assets at FVOCI.
- **FVTPL:** Assets that do not meet the criteria for amortized cost or FVOCI are measured at FVTPL. A gain or loss on an investment that is subsequently measured at FVTPL is recognized in profit or loss and presented net as revenue in the Statement of Loss and Comprehensive Loss in the period in which it arises. The Company has classified its cash as FVTPL.

(iii) Financial liabilities

The Company classifies its financial liabilities into the following categories:

- FVTPL; and
- Amortized cost.

A financial liability is classified as at FVTPL if it is classified as held-for-trading or is designated as such on initial recognition. Directly attributable transaction costs are recognized in profit or loss as incurred. The fair value changes to financial liabilities at FVTPL are presented as follows:

- the amount of change in the fair value that is attributable to changes in the credit risk of the liability is presented in OCI; and
- the remaining amount of the change in the fair value is presented in profit or loss. The Company has not designated any financial liabilities at FVTPL.

Other non-derivative financial liabilities are initially measured at fair value less any directly attributable transaction costs. Subsequent to initial recognition, these liabilities are measured at amortized cost using the effective interest method. The Company has classified its accounts payable and shareholder loan as amortized cost.

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

**Impairment**

(i) Non-financial assets

The carrying amounts of the Company's non-financial assets, other than deferred income tax assets, are reviewed at each reporting date to determine whether there is any indication of impairment. If any such indication exists, then the assets' recoverable amount is estimated.

For the purpose of impairment testing, assets are grouped together into the smallest group of assets that generates cash inflows from continuing use that are largely independent of the cash inflows of other assets or group of assets (the "cash-generating unit").

An impairment loss is recognized if the carrying amount of a cash-generating unit exceeds its estimated recoverable amount. The recoverable amount of an asset or a cash-generating unit is the greater of its value in use and its fair value less costs to sell. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessment of the time value of money and the risks specific to the assets. Impairment losses are recognized in net income (loss).

Impairment losses recognized in prior years are assessed at each reporting date for any indications that the loss has decreased or no longer exists. An impairment loss is reversed if there has been a change in the estimates used to determine the recoverable amount. An impairment loss is reversed only to the extent that the asset's carrying amount does not exceed the carrying amount that would have been determined, net of depreciation, if no impairment loss has been recognized.

(i) Financial assets

A financial asset not carried at fair value through profit or loss is assessed at each reporting date to determine whether there is objective evidence that it is impaired. A financial asset is impaired if objective evidence indicates that a loss event has occurred after the initial recognition of the asset, and that the loss event had a negative effect on the estimated future cash flows of that asset that can be estimated reliably.

The Company recognizes loss allowances for expected credit losses ("ECLs") on its financial assets measured at amortized cost. Due to the nature of its financial assets, the Company measures loss allowances at an amount equal to expected lifetime ECLs. Lifetime ECLs are the anticipated ECLs that result from all possible default events over the expected life of a financial asset. ECLs are a probability-weighted estimate of credit losses. Credit losses are measured as the present value of all cash shortfalls (i.e. the difference between the cash flows due to the entity in accordance with the contract and the cash flows that the Company expects to receive). ECLs are discounted at the effective interest rate of the related financial asset. The Company does not have any financial assets that contain a financing component.

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

**Provisions**

Provisions are recorded when a present legal or constructive obligation exists as a result of past events where it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation, and a reliable estimate of the amount of the obligation can be made. The amount recognized as a provision is the best estimate of the consideration required to settle the present obligation at the consolidated statement of financial position date, taking into account the risks and uncertainties surrounding the obligation. Where a provision is measured using the cash flows estimated to settle the present obligation, its carrying amount is the present value of those cash flows. When some or all the economic benefits required to settle, a provision is expected to be recovered from a third party, the receivable is recognized as an asset if it is virtually certain that reimbursement will be received and the amount receivable can be measured reliably.

**Share capital**

The Company records proceeds from the issuance of its common shares as equity. 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 the shares are issued.

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.

**Financing costs**

Professional, consulting, regulatory and other costs directly attributable to financing transactions are recorded as deferred financing costs until the financing transactions are completed, if the completion of the transaction is considered likely; otherwise, they are expensed as incurred. Share issue costs are charged to share capital when the related shares are issued. Deferred financing costs related to financing transactions that are not completed are charged to earnings.

**Loss per share**

The Company presents basic and diluted loss per share data for its common shares, calculated by dividing the loss attributable to common shareholders of the Company by the weighted average number of common shares outstanding during the period. Diluted loss per share does not adjust the loss attributable to common shareholders or the weighted average number of common shares outstanding when the effect is anti-dilutive.

**Income taxes**

Current tax is the expected tax payable or receivable on the taxable income or loss for the year, using tax rates enacted or substantively enacted at the consolidated statement of financial position date, and includes any adjustment to tax payable or receivable in respect of previous years.

Deferred taxes are recorded using the liability method whereby deferred tax is recognized in respect of temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the amounts used for taxation purposes.

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*(Expressed in Canadian dollars)*

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

**Income taxes (continued)**

Deferred tax is measured at the tax rates that are expected to be applied to temporary differences when they reverse, based on the laws that have been enacted or substantively enacted at the end of each reporting period. Deferred tax is not recognized for temporary differences which arise on the initial recognition of assets or liabilities in a transaction that is not a business combination and that affect neither accounting nor taxable profit nor loss.

A deferred tax asset is recognized for unused tax losses, tax credits and deductible temporary differences, to the extent that it is probable that future taxable profits will be available against which they can be utilized. Deferred tax assets are reviewed at each reporting date and are reduced to the extent that it is no longer probable that the related tax benefit will be realized.

**Changes in accounting policies including initial adoption**

Certain new standards, interpretations and amendments to existing standards have been issued by the IASB that are mandatory for future accounting periods. Some updates that are not applicable or are not consequential to the Company may have been excluded from the list below:

*Standards effective for annual periods beginning on or after January 1, 2019*

The Company adopted these standards on October 1, 2019.

IFRS 16 - *Leases* - On January 13, 2016 the IASB issued IFRS 16, "Leases". This standard introduces a single lessee accounting model and requires a lessee to recognize assets and liabilities for all leases with a term of more than 12 months, unless the underlying asset is of low value. A lessee is required to recognize a right-of-use asset representing its right to use the underlying asset and a lease liability representing its obligation to make lease payments. This standard substantially carries forward the lessor accounting requirements of IAS 17, while requiring enhanced disclosures to be provided by lessors. Other areas of the lease accounting model have been impacted, including the definition of a lease.

The Company does not have any leases or lease-like agreements, and the adoption of this standard had not impact on the financial statements.

**3. SHARE CAPITAL**

**Authorized:**

The Company has authorized an unlimited number of common and preferred shares with no par value.

**Issued and outstanding:**

There was no change in share capital for the three months ended December 31, 2020 and the year ended September 30, 2019.

**Escrow Shares**

As at December 31, 2020 and 2019, the Company has 1,065,300 shares held in escrow. The release of the securities will be determined when the Company becomes a listed issuer.

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**FOR THREE MONTHS ENDED DECEMBER 31, 2020 AND 2019**  
*(Expressed in Canadian dollars)*

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**3. SHARE CAPITAL (continued)**

**Stock options**

The Company did not have a stock option plan in place as at December 31, 2020 and September 30, 2019.

**Share purchase warrants**

During the periods presented, there was no share purchase warrants activity.

As at December 31, 2020 and September 30, 2019, there were no share purchase warrants outstanding.

**4. RELATED PARTY TRANSACTIONS AND BALANCES**

**Key management personnel compensation**

During the three months ended December 31, 2020 and 2019, the Company incurred the following compensation to key management personnel:

	<b>2020</b>	2019
Salaries and benefits (former CFO)	\$ 500	\$ 1,713
Management fees	30,000	-
<b>Total compensation accrued for key management personnel</b>	<b>\$ 30,500</b>	<b>\$ 1,713</b>

Key management includes current and former directors, the Chief Executive Officer ("CEO") and the Chief Financial Officer ("CFO") of the Company. Salaries and benefits incurred are presented gross of any reimbursements from the Company.

**Amounts payable to related parties**

During the three months ended December 31, 2020, the Company settled all amounts due to a shareholder in the amount of \$61,015 and amounts due to a former officer and a former director of the Company in the amount of \$16,447, for an aggregate settlement amount of \$80,625, for a total consideration of \$75,000 of which \$37,500 is payable in cash or shares at the discretion of the creditors and \$37,500 is payable in cash or shares at the Company's discretion. The price per share will be based on the future qualifying transaction to be completed by the Company. The debt settlement resulted in a gain of \$5,625.

During the three months ended December 31, 2020, the Company accrued management fees of \$30,000, payable to the current management of the Company.

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**5. FINANCIAL INSTRUMENTS**

**Classification and fair value**

The Company's financial instruments consist of cash, other receivables - excluding GST recoverable, accounts payable and shareholder loan. Financial instruments are classified into one of the following categories: FVTPL, FVTOC, or amortized cost. The carrying values of the Company's financial instruments are classified into the following categories:

The following table summarized the carrying values of the Company's financial instruments:

	<b>December 31, 2020</b>	September 30, 2020
Financial assets at fair value through profit or loss (i)	<b>\$ 1,201</b>	\$ 541
Financial liabilities measured at amortized cost (ii)	<b>105,000</b>	77,741

(i) Cash and cash equivalents

(ii) Accounts payable and shareholder loan

Financial instruments measured at fair value on a recurring basis are classified into one of three levels in the fair value hierarchy based on the degree to which the inputs used to determine the fair value are observable. The three levels of the fair value hierarchy are:

Level 1 - quoted prices (unadjusted) in active markets for identical assets or liabilities;

Level 2 - inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly or indirectly; and

Level 3 - inputs for the asset or liability that are not based on observable market data (unobservable input).

Cash of \$1,201 is classified as Level 1. There were no transfers into or out of Level 2 or 3 during the three months ended December 31, 2020.

The fair value of accounts payable and shareholder loan approximate their book values because of the short-term nature of these instruments.

**Financial risk management**

The Company's financial risks arising from its financial instruments are credit risk, liquidity risk, and interest rate risk. The Company's exposure to these risks and the policies on how to mitigate these risks are set out below. Management manages and monitors these exposures to ensure appropriate measures are implemented in a timely and effective manner.

*Currency risk*

The Company's expenses are denominated in Canadian dollars. The Company's corporate office is based in Canada and its current exposure to exchange rate fluctuations is minimal. The Company does not have any foreign currency denominated monetary assets or liabilities.

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**5. FINANCIAL INSTRUMENTS (continued)**

**Financial risk management (continued)**

*Credit risk*

Credit risk is the risk of potential loss to the Company if the counter party to a financial instrument fails to meet its contractual obligations. The Company does not have any significant credit risk.

*Liquidity risk*

Liquidity risk is the risk that the Company will not meet its obligations associated with its financial liabilities as they fall due. The Company manages liquidity risk through the management of its capital structure and financial leverage. Management closely monitors the liquidity position and expects to have adequate sources of funding to finance the Company's projects and operations. As at December 31, 2020, the Company had a working capital deficit of \$106,891 (September 30, 2020 - \$76,522). All the Company's financial liabilities are classified as current.

*Interest rate risk*

The Company has no interest-bearing debt. The Company has not entered into any derivative instruments to manage interest rate fluctuations. The Company does not have significant interest rate risk.

**6. CAPITAL MANAGEMENT**

The Company's objective when managing capital is to safeguard its ability to continue as a going concern, so that it can continue to provide returns to shareholders and benefits for other stakeholders. The Company manages its capital structure and makes adjustments to it in light of changes in economic conditions and the risk characteristics of the underlying assets. The capital of the Company includes all the accounts in the shareholders' deficiency.

The Company's objective is met by retaining adequate equity to provide for the possibility that cash flows from assets will not be sufficient to meet future cash flow requirements. The Board of Directors does not establish quantitative return on capital criteria for management. Currently, the Company is relying on private placements and advances from the directors and officers to continue its operations. The Company is not subject to any externally imposed capital requirements.