

Nuran Wireless Inc.
Condensed Interim Consolidated
Financial Statements
July 31, 2016 and
July 31, 2015

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The condensed interim consolidated financial statements of Nuran Wireless inc. for the third quarter ended July 31, 2015 as well as the corresponding comparative data were not subject to a review by the Company's auditor.

Nuran Wireless Inc.

Condensed Interim Consolidated Statements of Comprehensive Income

Periods ended July 31, 2016 and July 31, 2015

(In Canadian dollars)

(Unaudited)

	<i>3 months ended</i>		<i>9 months ended</i>	
	2016-07-31	2015-07-31	2016-07-31	2015-07-31
	\$	\$	\$	\$
Revenue	1 072 216	1 792 380	4 163 423	5 834 148
Cost of sales	452 578	1 130 628	1 938 641	3 407 930
Gross profit	619 638	661 752	2 224 782	2 426 218
Selling expenses	273 388	248 790	759 842	752 333
Administrative expenses	683 740	467 608	1 295 424	2 151 236
Financial expenses	213 554	266 812	535 740	710 093
Research and development costs, net of \$161,092 in tax credits for the three-month period ended July 31, 2016, \$496,746 for the nine-month period ended July 31, 2015 (\$587,559 for the three-month period ended July 31, 2015, \$869,031 for the nine-month period ended July 31, 2015)	302 254	(208 111)	944 113	200 485
	1 472 936	775 099	3 535 119	3 814 147
Loss before other gain (loss)	(853 299)	(113 347)	(1 310 337)	(1 387 929)
Other gain (loss)				
Government assistance				
Net loss and total comprehensive income	(853 299)	(113 347)	(1 279 951)	(1 387 929)
Loss per share (Note 13)				
Basic and diluted loss per share	(0,02)	(0,00)	(0,03)	(0,04)
Weighted average number of outstanding common shares	52 835 296	40 471 869	44 793 718	35 984 884

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

Nuran Wireless Inc.

Condensed Interim Consolidated Statements of Changes in Deficiency

Periods ended July 31, 2016 and July 31, 2015

(In Canadian dollars)

(Unaudited)

	Share capital		Warrants and contributed surplus	2016-07-31	
				Deficit	Total deficiency
	Number	\$	\$	\$	\$
Balance as at November 1, 2015	40 471 869	9 519 073		(14 756 031)	(5 236 958)
Issue of share capital - Acquisition key technology (Note 7)	1 948 350	487 088			487 088
Issue of Company shares (Notes 3 and 10) for the period	50 430 417	7 564 563		(1 279 951)	7 564 563
Warrants issued (Notes 8 and 11)			240 100		(1 279 951)
Stock Options issued (Note 12)					240 100
Balance as at July 31, 2016	92 850 636	17 570 723	240 100	(16 035 982)	1 774 841
					2015-07-31
	Share capital		Warrants and contributed surplus	Deficit	Total deficiency
	Number	\$	\$	\$	\$
Balance as at November 1, 2014	10 424 796	8 070 407		(13 088 169)	(5 017 762)
Issue of Nutaq Innovation Inc shares (Note 9)	1 578 431	1 341 665			1 341 665
Issue of Company shares (Notes 3 and 9)	7 471 875	107 001			107 001
Acquisition of the issued and outstanding shares of Nutaq Innovation Inc by the Company (Notes 3 and 9)	(12 003 227)				
Issue of Company shares to Nutaq Innovation Inc shareholders (Notes 3 and 9)	32 999 994				
Net loss and total comprehensive income for the period				(1 387 929)	(1 387 929)
Balance as at July 31, 2015	40 471 869	9 519 073		(14 476 098)	(4 957 025)

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

Nuran Wireless Inc.**Condensed Interim Consolidated Statements of Cash Flows**

Periods ended July 31, 2016 and July 31, 2015

(In Canadian dollars)

(Unaudited)

	<u>2016-07-31</u> <u>(9 months)</u>	<u>2015-07-31</u> <u>(9 months)</u>
	\$	\$
OPERATING ACTIVITIES		
Net loss	(1 279 951)	(1 387 929)
Non-cash flow adjustments		
Depreciation of property, plant and equipment	87 463	84 046
Depreciation of intangible assets	46 475	34 486
Exchange difference on long-term debt	(138 375)	81 406
Issue of class "A" shares for a non-cash consideration		849 415
Fair value adjustment - Warrant liability	240 100	140 962
Stock Based Compensation		
Net change in working capital items		
Trade and other receivables	72 852	656 889
Subscription receivable		200 000
Scientific research and experimental development tax credits receivable	(156 983)	(437 122)
Work in progress		
Inventories	252 320	(374 039)
Prepaid expenses	(28 369)	(38 083)
Security deposits and deposits on purchase of goods	(121 720)	197 477
Trade and other payables	(1 074 038)	836 324
Deferred revenue	(393 051)	(23 033)
Net cash from operating activities	<u>(2 493 278)</u>	<u>820 799</u>
INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(109 465)	(195 127)
Purchase of intangible assets	(802 054)	(9 555)
Net cash acquired from reverse acquisition		171
Net cash used in investing activities	<u>(911 518)</u>	<u>(204 511)</u>
FINANCING ACTIVITIES		
Net change in loan payable	(349 282)	(758 477)
Long-term debt	812 034	40 000
Repayment of long-term debt	(24 056)	(46 693)
Issue of class "A" shares	3 188 000	50 000
Net cash used in financing activities	<u>3 626 696</u>	<u>(715 170)</u>
Net decrease in cash	221 899	(98 882)
Cash, beginning of period	<u>147 448</u>	<u>123 715</u>
Cash, end of period	<u><u>369 347</u></u>	<u><u>24 833</u></u>
Supplementary information		
Interest paid included in operating activities	486 270	288 090

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

Nuran Wireless Inc.**Condensed Interim Consolidated Statements of Financial Position**

As at July 31, 2016 and October 31, 2015

(In Canadian dollars)

(Unaudited)

	<u>2016-07-31</u>	<u>2015-10-31</u>
	\$	\$
ASSETS		
Current		
Cash	369 347	147 448
Trade and other receivable:	771 702	845 860
Subscriptions receivable	42 250	42 250
Scientific research and experimental developmen		
tax credits receivable	804 793	647 810
Inventories (Note 5)	1 176 635	1 428 955
Prepaid expense:	59 547	31 178
Security deposits and deposits on purchase of good	202 049	80 329
Current assets	<u>3 426 325</u>	<u>3 223 830</u>
Non-current		
Property, plant and equipment (Note 6)	517 847	495 846
Intangible assets	<u>1 039 538</u>	<u>283 960</u>
Non-current assets	<u>1 557 385</u>	<u>779 806</u>
Total assets	<u>4 983 710</u>	<u>4 003 636</u>
LIABILITIES		
Current		
Trade and other payable:	1 621 480	2 695 518
Deferred revenue	117 109	510 161
Loans payable (Note 8)	193 569	544 157
Current portion of long-term deb	17 703	24 056
Current liabilities	<u>1 949 861</u>	<u>3 773 892</u>
Non-current		
Long-term debt (Note 9)	<u>1 259 008</u>	<u>5 466 702</u>
Total liabilities	<u>3 208 869</u>	<u>9 240 594</u>
DEFICIENCY		
Share capital (Note 9)	17 570 723	9 519 073
Warrant	240 100	
Deficit	<u>(16 035 981)</u>	<u>(14 756 031)</u>
Total deficiency	<u>1 774 841</u>	<u>(5 236 958)</u>
Total deficiency and liabilities	<u>4 983 710</u>	<u>4 003 636</u>

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

Nuran Wireless Inc.

Notes to Condensed Interim Consolidated Financial Statements

As at July 31, 2016 and July 31, 2015

(In Canadian dollars)

(Unaudited)

1 - GOVERNING STATUTES AND NATURE OF OPERATIONS

The Company is incorporated under the Business Corporations Act (B.C.) and operates in the research, development, manufacturing and marketing of digital electronic circuits and wireless telecommunication products.

2 - GENERAL INFORMATION, STATEMENT OF COMPLIANCE WITH IFRSs AND GOING CONCERN ASSUMPTION

The Company's registered office is at 2150 Cyrille-Duquet Street, Québec, Quebec G1N 2G3.

These condensed interim consolidated financial statements have been prepared in accordance with IAS 34, *Interim Financial Reporting*. Accordingly, they do not include all the disclosures required under IFRS for annual financial statements. These condensed interim consolidated financial statements should be read in conjunction with the 2014 audited annual financial statements of Nutaq Innovation Inc included in the Listing Form 2A dated September 16, 2015 as completed and published on the CSE. They are based on the assumption that the Company is a going concern, meaning it will be able to realize its assets and discharge its liabilities in the normal course of its operations.

In light of operating losses incurred during the nine-month period ended July 31, 2016 and the past years, the working capital deficiency as at July 31, 2016 and shareholders' deficiency, there is significant doubt about the Company's ability to continue as a going concern. The Company's ability to realize its assets and discharge its liabilities depends on the continued financial support of its shareholders, the growth and profitability of the future sales of its products that are now marketed and the obtaining of additional financing. However, the Company has completed the development of two of its main products, which are already into a supply agreement with a tier-one client, and has begun its marketing. In addition, the Company has concluded a private financing agreement on a voluntary basis and has a cash flow managing plan to deal with the situation. Adding to the above, the Company has presently a financing agreement in place for financing the invoices and purchase orders to a maximum of \$2,500,000 (Note 7). If necessary, the Company may review the prioritization and, if needed, defer some of its research and development projects.

The carrying amounts of assets, liabilities, revenues and expenses presented in the condensed interim consolidated financial statements and the condensed interim consolidated statements of financial position's classification have not been adjusted as would be required if the going concern assumption were not appropriate.

The condensed interim consolidated financial statements were approved and authorized for issue by the Board of Directors on September 29, 2016.

Nuran Wireless Inc.

Notes to Condensed Interim Consolidated Financial Statements

As at July 31, 2016 and July 31, 2015

(In Canadian dollars)

(Unaudited)

3 - THE ARRANGEMENT AND AMALGAMATION AGREEMENT

Nuran Wireless Inc. (the "Company") was incorporated under the *Business Corporations Act* (B.C.) on September 23, 2014 under the name "1014372 B.C. Ltd." The Company was formed in connection with the plan of arrangement (the "Arrangement") between 1014379 B.C. Ltd and Bravura Ventures Corp. ("Bravura") dated October 14, 2014. The purpose of the Arrangement was to restructure Bravura by creating two companies, which would become reporting issuers in the provinces of British Columbia and Alberta and pursue different lines of business than Bravura.

The final court order approving the Arrangement was received on December 10, 2014 and the Arrangement was closed effective March 11, 2015. Following completion of the Arrangement, the Company became a reporting issuer in Alberta and British Columbia and existing Bravura shareholders received 2,121,875 common shares of the Company pursuant to the terms of the Arrangement and a further 5,350,000 common shares were issued to subscribers of a private placement of the Company completed in connection with the Arrangement for gross proceeds of \$107,000.

The Company entered into an amalgamation agreement dated as of March 11, 2015 with Nutaq Innovation Inc. ("Nutaq"), and 9215174 Canada Inc. ("Newco"), a wholly owned subsidiary of the Company formed for the purpose of the amalgamation, (the "Amalgamation Agreement") pursuant to which the Company acquired all of the issued and outstanding shares of Nutaq in consideration of an aggregate 32,999,994 common shares of the Company based on a ratio of 2.749 common shares of the Company for each share of Nutaq issued and outstanding at the closing date. Following the closing of the transaction, the Company had 40,471,869 common shares issued and outstanding and former shareholders of Nutaq acquired 81.5% of the issued and outstanding common shares of the Company. Following closing of the Amalgamation Agreement the Company operates the prior business of Nutaq through its sole operating subsidiary, Nutaq.

Amalgamation transaction:

For accounting purposes, Nutaq is the acquirer and the transaction will be accounted for as a reverse takeover. Considering that the Company does not meet the definition of a business, the transaction will be considered a capital transaction in substance. Accordingly, the transaction is equivalent to the issuance of shares by Nutaq for the net assets of the Company.

The fair value of the consideration is as follows:

	\$
7,471,875 shares issued and outstanding	107,000
One share issued and outstanding	1
	<u>107,001</u>

Nuran Wireless Inc.

Notes to Condensed Interim Consolidated Financial Statements

As at July 31, 2016 and July 31, 2015

(In Canadian dollars)

(Unaudited)

The allocation of consideration is as follows:

	\$
Cash	171
Trade and other payables	(34,132)
Listing fees expensed	140,962
	<u>107,001</u>

4 - SUMMARY OF ACCOUNTING POLICIES

Overall considerations

The accounting policies are in accordance with those used in the preparation of the 2015 annual financial statements.

Significant management judgement in applying accounting policies and estimation uncertainty

When preparing the condensed interim financial statements, management makes a number of judgements, estimates and assumptions about the recognition and measurement of assets, liabilities, income and expenses. The actual results may differ from the judgments, estimates and assumptions made by management and will seldom equal the estimated results.

The judgments, estimates and assumptions applied in the condensed interim financial statements, including the key sources of estimation uncertainty, were the same as those applied in the Company's last annual financial statements for the year ended October 31, 2015.

5 - INVENTORIES

	<u>2016-07-31</u>	<u>2015-10-31</u>
	\$	\$
Raw materials	613 496	785 749
Finished goods	563 139	643 206
	<u>1 176 635</u>	<u>1 428 955</u>

For the nine-month period ended July 31, 2016, \$59,608, \$26,347 for the three-month period ended July 31, 2016 (\$15,348 for the nine-month period ended July 31, 2015, \$0 for the three-month period ended July 31, 2015) of inventories was included in profit or loss as an expense resulting from the write-down of inventories.

Nuran Wireless Inc.

Notes to Condensed Interim Consolidated Financial Statements

As at July 31, 2016 and July 31, 2015

(In Canadian dollars)

(Unaudited)

6 - PROPERTY, PLANT AND EQUIPMENT

The Company's property, plant and equipment and their carrying amounts are detailed as follows:

	2016-07-31			
	<u>Leasehold improvements</u>	<u>Equipment and furniture, tele- communication system, furniture and fixtures</u>	<u>Computer equipment</u>	<u>Total</u>
	\$	\$	\$	\$
Gross carrying amount				
Balance as at November 1, 2015	9 945	450 010	294 393	754 348
Additions		72 517	36 948	109 465
Balance as at July 31, 2016	<u>9 945</u>	<u>522 527</u>	<u>331 341</u>	<u>863 813</u>
Depreciation				
Balance as at November 1, 2015	5 799	118 784	133 920	258 503
Depreciation	777	54 103	32 583	87 463
Balance as at July 31, 2016	<u>6576</u>	<u>172 887</u>	<u>166 503</u>	<u>345 966</u>
Carrying amount as at July 31, 2016	<u><u>3369</u></u>	<u><u>349 640</u></u>	<u><u>164 838</u></u>	<u><u>517 847</u></u>

7 – INTANGIBLE ASSETS

On April 6, 2016, under the terms of the asset purchase agreement, Nuran agreed to issue up to 3,247,250 common shares at a deemed value of CDN\$0.25 per share (or CDN\$812,000) as consideration for the assets subject to the completion of certain milestones as further set out in the agreement. Under the terms of the agreement the Vendors will collectively receive an aggregate of: 1,948,350 common shares at closing, 649,450 common shares upon completion of certain milestones on or before August 1, 2016 and a further 649,450 common shares upon completion of a final milestone on or before October 28, 2016 as further set out in the agreement. In connection with the closing of the asset purchase agreement each of the Vendors agreed to sign a lock up agreement pursuant to which they agreed not to transfer or sell any shares acquirable under the asset purchase agreement for a period of 12 months following closing subject to certain exceptions as further set out in the lock up agreement.

Nuran Wireless Inc.

Notes to Condensed Interim Consolidated Financial Statements

As at July 31, 2016 and July 31, 2015

(In Canadian dollars)

(Unaudited)

8 – LOANS PAYABLE

	<u>2016-07-31</u>	<u>2015-10-31</u>
	\$	\$
Loan from companies under common control (a)	433,669	544,157
Unsecured debentures (b)		
Fair value adjustment – warrant liability (c)	(240,100)	
	<u>193,569</u>	<u>544,157</u>

Given their short-term maturity, the carrying amount of loans receivable is considered a reasonable approximation of their fair value.

- a) The loan from companies under common control is secured by a chattel mortgage on the universality of the Company's assets.

The loan from companies under common control relates to a factoring agreement for a maximum of \$2,500,000. As at July 31, 2016, the Company has \$433,669 (\$544,157 as at October 31, 2015) in accounts receivable and scientific research and experimental development tax credits receivable that have been transferred in factoring to Finexcorp Inc. and 9134-8169 Québec inc., companies under common control, for which an amount of \$89,223 (\$334,234 as at October 31, 2015) has been retained as a factoring reserve.

These factoring agreements stipulate that the Company shall pay on time the government remittances and shall repay the loans received related to invoices that are past due over 105 days and 120 days, respectively. As at July 31, 2016, these terms are not respected.

- b) On December 22, 2015 the Company closed a non-brokered private placement of debentures for gross proceeds of \$735,000. The Debentures bear interest at a rate of 12% per annum, are unsecured and will mature on the date that is the earlier of: (i) ninety days after closing of the transaction; or (ii) the next completed equity offering. For each \$0.30 of the Debenture amount, debenture-holders received one whole share purchase warrant exercisable for period of 24 months following closing at a price of \$0.45.

On April 19th, 2016, the Company amended the agreement by replacing initial maturity agreement and extending maturity date to June 22, 2016, without penalty or prepayment premium. For each 0,30\$ of the Debenture amount, debenture-holders receive one whole share purchase warrant exercisable for period of 24 months following closing at a price of \$0,45. No warrant shall be exercisable until it has west.

Nuran Wireless Inc.

Notes to Condensed Interim Consolidated Financial Statements

As at July 31, 2016 and July 31, 2015

(In Canadian dollars)

(Unaudited)

The warrants shall vest as follow (i) 33,33% on the date of the Amending Agreement; (ii) 33,33% on May 22, 2016 if the Outstanding Amount has not been paid to the Holder by such date; and (iii) 33,34% on June 22, 2016 if the Outstanding Amount has not been paid to the Holder by such date

The Corporation will have the right to repay the debenture at any time upon notice to the debenture-holder. In connection with the financing the Company paid finders fees in the amount of \$39,150.

On July 12th, 2016, the Company entered into an agency agreement pursuant to which the Agent and certain sub-agents received aggregate cash commission of \$129,540 and an aggregate of 864,667 warrants, with each warrant entitling the holder to acquire an additional common share at an exercise price of \$0.15 per common share for a period of twenty-four (24) months following the closing date. Also, the Company converted \$415,000 of the amounts outstanding under its debentures issued on December 22, 2015, as amended, into common shares at a deemed price of \$0.15 per share and repaid the remaining amounts owing under the debentures.

- c) The warrants were assigned a value of \$240,100 using the Black Scholes option pricing model using the following assumptions: risk free interest rate 0.48%; expected volatility 89%; expected dividend yield of 0% and an expected life of one year and 5 months. Expected volatility was based on the historical volatility of other comparable listed companies. As of July 31, 2016, the broker warrants have a value of \$0.

9 - LONG-TERM DEBT

Using discount rates of 7% and 10%, based on the Company's estimated incremental borrowing rates for secured and unsecured loans at the reporting date, respectively, and therefore reflecting the Company's credit position, the fair value of the long-term debt is estimated by discounting the estimated future cash outflows and totals \$1,088,403.

Nuran Wireless Inc.

Notes to Condensed Interim Consolidated Financial Statements

As at July 31, 2016 and July 31, 2015

(In Canadian dollars)

(Unaudited)

10 - SHARE CAPITAL

	<u>2016-07-31</u>	<u>2015-10-31</u>
	<u>\$</u>	<u>\$</u>
Class "A" shares (a)	9,519,073	9,519,073
Acquisition key technology (b)	487,088	
Issue of Company shares (c)	7,564,563	
Warrants (d)	240,100	
Contributed surplus (e)		
	<u>17,873,268</u>	<u>9,519,073</u>

(a) The number of issued class "A" shares totals 92,850,636 at July 31, 2016 (40,471,869 as at October 31, 2015).

(b) On April 6, 2016, under the terms of the asset purchase agreement, Nuran agreed to issue 1,948,350 common shares at closing at a deemed value of CDN\$0.25 per share.

(c) On July 12, 2016, the Company completed private placement of 50,430,417 shares at the price of CDN\$0.15 per share for total gross proceeds of \$7,564,563. Private placement expenses relating to the offering totaled \$163,199. For the nine months period ended July 31, 2016, the Company incurred legal and accounting fees directly related to the private placement in the amount of \$343,117 which are included in the administrative expenses in the consolidated statements of comprehensive income.

(d) On December 22, 2015, the Company closed a non-brokered private placement of debentures for gross proceeds of \$735,000. For each \$0.30 of the Debenture amount, debenture-holders received one whole share purchase warrant exercisable for period of 24 months following closing at a price of \$0.45.

On April 19th, 2016, the Company amended the agreement by replacing initial maturity agreement and extending maturity date to June 22, 2016, without penalty or prepayment premium. For each 0,30\$ of the Debenture amount, debenture-holders receive one whole share purchase warrant exercisable for period of 24 months following closing at a price of \$0,45. No warrant shall be exercisable until it has vest. The warrants shall vest as follow (i) 33,33% on the date of the Amending Agreement; (ii) 33,33% on May 22, 2016 if the Outstanding Amount has not been paid to the Holder by such date; and (iii) 33,34% on June 22, 2016 if the Outstanding Amount has not been paid to the Holder by such date

Nuran Wireless Inc.

Notes to Condensed Interim Consolidated Financial Statements

As at July 31, 2016 and July 31, 2015

(In Canadian dollars)

(Unaudited)

On July 12th, 2016, the Company entered into an agency agreement pursuant to which the Agent and certain sub-agents received aggregate cash commission of \$129,540 and an aggregate of 864,667 warrants, with each warrant entitling the holder to acquire an additional common share at an exercise price of \$0.15 per common share for a period of twenty-four (24) months following the closing date.

- e) The warrants were assigned a value of \$240,100 using the Black Scholes option pricing model using the following assumptions: risk free interest rate 0.48%; expected volatility 89%; expected dividend yield of 0% and an expected life of one year and 5 months. Expected volatility was based on the historical volatility of other comparable listed companies. As of July 31, 2016, the broker warrants have a value of \$0.
- f) On, July 12, 2016, under the terms of the stock option agreement, the Company agreed to grant 4,510,000 options at an exercise price of CDN\$0.20 per options shares. As of July 31, 2016, the stock options have a value of \$0.

11 – WARRANTS

The following is a summary of the activity of warrants:

	Nine months ended July 31, 2016	
	Number of warrants	Weighted average exercise price
Balance, beginning of period	-	-
Granted during the period	4,899,998	\$ 0.45
Granted during the period	864,667	\$ 0.15
Balance, end of period	5,764,665	\$ 0.30

The following is a summary of warrants outstanding at July 31, 2016:

	Number outstanding	Value
Issued December 22, 2015 Exercise price of \$0.45 expiring December 22, 2017	4,899,998	\$ 240,100
Issued July 12, 2016 Exercise price of \$0.15 expiring July 12, 2018	847,667	\$
	5,747,665	\$ 240,100

Nuran Wireless Inc.

Notes to Condensed Interim Consolidated Financial Statements

As at July 31, 2016 and July 31, 2015

(In Canadian dollars)

(Unaudited)

12-Options

The following is a summary of the activity of stock options:

	Nine months ended July 31, 2016	
	Number of options	Weighted average exercise price
Balance, beginning of period	-	-
Granted during the period	4,510,000	\$ 0.20
Balance, end of period	4,510,000	\$ 0.20

The following is a summary of stock options outstanding at July 31, 2016:

	Number outstanding	Value
Issued July 12, 2016		
Exercise price of \$0.20 expiring July 12, 2021	4,510,000	\$
	4,510,000	\$

13 - LOSS PER SHARE

Basic and diluted losses per share have been calculated based on the net loss available for common shareholders by the weighted average number of common shares outstanding during the period. There were no adjustments to the numerator and denominator of basic earnings used in calculating diluted earnings.

14 - RELATED PARTY TRANSACTIONS

The Company's related parties include companies under common control as well as key management personnel.

Unless otherwise stated, none of the transactions incorporate special terms and conditions and no guarantees were given or received.

Nuran Wireless Inc.

Notes to Condensed Interim Consolidated Financial Statements

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(In Canadian dollars)

(Unaudited)

Other related party transactions

During the period, the Company entered into the following transactions with related parties:

	2016-07-31 (3 months)	2015-07-31 (3 months)	2016-07-31 (9 months)	2015-07-31 (9 months)
	<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>
Companies under common control				
Administrative expenses	87 662	60 000	178 148	755 243
Financial expenses	129 090	83 137	402 491	371 183

15 – POST-REPORTING DATE EVENTS

On April 6, 2016, under the terms of the asset purchase agreement, Nuran agreed to issue up to 3,247,250 common shares at a deemed value of CDN\$0.25 per share (or CDN\$812,000) as consideration for the assets subject to the completion of certain milestones as further set out in the agreement. On August 10, 2016, under the terms of the asset purchase agreement, the Company agreed to issue 649,450 common shares at closing at a deemed value of CDN\$0.25 per share, second milestone of the agreement.