CARRARA EXPLORATION CORP.

CONDENSED INTERIM FINANCIAL STATEMENTS

FOR THE PERIODS ENDED APRIL 30, 2017

AND APRIL 30, 2016

(UNAUDITED)

Notice of No Auditor Review of Interim Financial Statements

The accompanying unaudited financial statements have been prepared by management and approved by the Audit Committee.

The Company's independent auditors have not performed a review of these financial statements in accordance with the standards established by the Canadian Institute to Chartered Accountants for a review of interim financial statements by an entity's auditors

CARRARA EXPLORATION CORP.

CONDENSED INTERIM STATEMENTS OF FINANCIAL POSITION

EXPRESSED IN CANADIAN DOLLARS

	April 30, 2017 (Unaudited)	July 31, 2016 (Audited)
ASSETS	$	$
Current		
Cash	207,138	54,941
Amounts receivable	2,600	2,622
	209,738	57,563
Exploration and evaluation assets (Note 5)	132,691	65,391
	342,429	122,954
LIABILITIES		
Current		
Accounts payable and accrued liabilities	50,128	10,439
Loan payable (Note 11)	30,000	-
	80,128	10,439
SHAREHOLDERS' EQUITY		
Share capital (Note 6)	480,349	189,900
Shares subscriptions (Note 11)	110,000	-
Contributed surplus	148,954	62,700
Deficit	(477,002)	(140,085)
	262,301	112,515
	342,429	122,954

NATURE OF OPERATIONS (Note 1)

Authorized for issuance on behalf of the Board June 22, 2017:

"Robert Coltura" Director

"Salman Jamal" Director

CARRARA EXPLORATION CORP.

CONDENSED INTERIM STATEMENTS OF OPERATIONS AND COMPREHENSIVE LOSS

EXPRESSED IN CANADIAN DOLLARS **UNAUDITED**

	Three months ended April 30, 2017	**Three months ended April 30, 2016**	**Nine months ended April 30, 2017**	**Nine months ended April 30, 2016**
	$	$	$	$
EXPENSES				
Consulting fees	-	-	28,500	-
Management fees	10,500	15,000	29,000	25,000
Office and miscellaneous	5,667	2,454	17,184	5,223
Professional fees	64,183	-	147,323	724
Rent	7,384	3,000	14,294	5,000
Share-based payments	-	11,400	64,373	11,400
Transfer agent and filing fees	3,604	-	24,730	-
Travel and promotion	3,218	443	11,513	3,614
Net loss and comprehensive loss, end of period	94,556	32,297	336,917	50,961
Loss per share – basic and diluted	(0.01)	(0.01)	(0.03)	(0.02)
Weighted average number of common share outstanding	11,987,000	4,978,889	9,793,810	3,448,540

CARRARA EXPLORATION CORP.

CONDENSED INTERIM STATEMENTS OF CHANGES IN EQUITY

EXPRESSED IN CANADIAN DOLLARS **UNAUDITED**

	Common Shares					
	Number of Shares	**Amount**	**Shares Subscriptions**	**Contributed Surplus**	**Deficit**	**Total**
		$	$	$	$	$
Balance, July 31, 2015	2,700,000	900	90,000	51,300	(62,451)	79,749
Shares issued for cash	3,100,000	35,000	(35,000)	11,400	-	11,400
Net loss for the period	-	-	-	-	(50,961)	(50,961)
Balance, April 30, 2016	5,800,000	35,900	55,000	62,700	(113,412)	55,788
Balance, July 31, 2016	8,700,000	189,900	-	62,700	(140,085)	112,515
Shares returned for cancellation	(900,000)	-	-	-	-	-
Shares issued for cash	3,737,000	373,700	-	-	-	373,700
Shares issued for agent fees	150,000	15,000	-	-	-	15,000
Share issuance costs for agent warrants	-	(21,881)	-	21,881	-	-
Share issuance costs	-	(106,370)	-	-	-	(106,370)
Share issued for exploration and evaluation assets	300,000	30,000	-	-	-	30,000
Share subscription received	-	-	110,000	-	-	110,000
Share-based payments	-	-	-	64,373	-	64,373
Net loss for the period	-	-	-	-	(336,917)	(336,917)
Balance, April 30, 2017	11,987,000	480,349	110,000	148,954	(477,002)	262,301

CARRARA EXPLORATION CORP.

CONDENSED INTERIM STATEMENTS OF CASH FLOWS

EXPRESSED IN CANADIAN DOLLARS **UNAUDITED**

	Nine months period ended April 30, 2017	Nine months period ended April 30, 2016
	$	$
CASH PROVIDED BY (USED IN):		
OPERATING ACTIVITIES		
Net loss for the period	(336,917)	(50,961)
Item not involving cash:		
Share-based payments	64,373	11,400
	(272,544)	(39,561)
Changes in non-cash working capital balances:		
Amounts receivable	22	708
Accounts payable and accrued liabilities	39,689	32,865
Cash used in operating activities	(232,833)	(5,988)
INVESTING ACTIVITY		
Exploration and evaluation asset expenditures	(37,300)	-
Cash used in investing activity	(37,300)	-
FINANCING ACTIVITIES		
Advance from loan payable	30,000	-
Issuance of common shares, net of issuance costs	282,330	-
Shares subscriptions	110,000	-
Cash provided by financing activities	422,330	-
INCREASE (DECREASE) IN CASH DURING THE PERIOD	152,197	(5,988)
CASH, BEGINNING OF PERIOD	54,941	27,138
CASH, END OF PERIOD	207,138	21,150
SUPPLEMENTAL CASH DISCLOSURES		
Interest paid	$ -	$ -
Income taxes paid	$ -	$ -
Shares issued for services	$ 15,000	$ -
Shares issued for exploration and evaluation assets	$ 30,000	$ -

1. NATURE OF OPERATIONS

Carrara Exploration Corp. ("the Company") was incorporated on December 15, 2014 under the laws of British Columbia. The address of the Company's corporate office and its principal place of business is 200-551 Howe Street, Vancouver, British Columbia, Canada. On December 21, 2016, the Company completed its initial public offering (the "IPO") and its common shares commenced trading under the symbol "CAA" on December 30, 2016 in the Canadian Securities Exchange.

The Company's principal business activities include the acquisition and exploration of mineral property assets. As at April 30, 2017, the Company had not yet determined whether the Company's mineral property asset contains ore reserves that are economically recoverable. The recoverability of amount shown for exploration and evaluation asset is dependent upon the discovery of economically recoverable reserves, confirmation of the Company's interest in the underlying mineral claims, the ability of the Company to obtain the necessary financing to complete the development of and the future profitable production from the property or realizing proceeds from its disposition. The outcome of these matters cannot be predicted at this time and the uncertainties cast significant doubt upon the Company's ability to continue as a going concern.

The Company had a deficit of $477,002 as at April 30, 2017, which has been funded by the issuance of equity. The Company's ability to continue its operations and to realize its assets at their carrying values is dependent upon obtaining additional financing and generating revenues sufficient to cover its operating costs.

These financial statements do not give effect to any adjustments which would be necessary should the Company be unable to continue as a going concern and therefore be required to realize its assets and discharge its liabilities in other than the normal course of business and at amounts different from those reflected in these financial statements.

2. SIGNIFICANT ACCOUNTING POLICIES

a) Statement of compliance

The financial statements are prepared in accordance with IAS 34 Interim Financial Reporting ("IAS34") using accounting policies consistent with the International Financial Reporting Standards ("IFRS") issued by the International Accounting Standards Board ("IASB") and Interpretations of the International Financial Reporting Interpretations Committee ("IFRIC"). They do not include all financial information required for full annual financial statements and should be read in conjunction with the Audited Financial Statements of the Company for the year ended July 31, 2016.

The financial statements are prepared in accordance with accounting policies consistent with the International Financial Reporting Standards ("IFRS") issued by the International Accounting Standards Board ("IASB") and Interpretation of the International Financial Reporting Interpretation Committee ("IFRIC").

The financial statements were authorized for issue by the Board of Directors on June 22, 2017.

b) Recent accounting pronouncements

There were no new or revised accounting standards scheduled for mandatory adoption on August 1, 2016 that affected the Company's financial statements.

3. SIGNIFICANT ACCOUNTING ESTIMATES AND JUDGMENTS

There have been no material revisions to the nature of judgments and estimates of amounts reported in the Company's July 31, 2016 annual financial statements.

4. NEW ACCOUNTING STANDARDS ISSUED BUT NOT YET EFFECTIVE

Standards issued, but not yet effective, up to the date of issuance of the Company's financial statements are listed below. This listing of standards and interpretations issued are those that the Company reasonably expects to have an impact on disclosures, financial position or performance when applied at a future date. The Company intends to adopt these standards when they become effective.

New accounting standards effective for annual periods on or after August 1, 2018:

IFRS 2 -*Share-based payments*

In June 2016, the IASB issued the final amendments to IFRS 2 that clarify the classification and measurement of share-based payment transactions. This includes the effect of vesting and non-vesting conditions on the measurement of cash-settled share-based payments, share-based payment transactions with a net settlement feature for withholding tax obligations, and a modification to the terms and conditions of a share-based payment that changes the classification of the transaction from cash-settled to equity-settled. The amendments are to be applied prospectively and are effective for annual periods beginning on or after January 1, 2018, with earlier application permitted. The Company is currently assessing the impact of this standard.

IFRS 9 – *Financial Instruments*

In November 2009, as part of the IASB project to replace IAS 39 Financial Instruments: Recognition and Measurement, the IASB issued the first phase of IFRS 9 Financial Instruments, that introduces new requirements for the classification and measurement of financial assets. The standard was revised in October 2010 to include requirements regarding classification and measurement of financial liabilities. In November 2013 the standard was revised to add the new general hedge accounting requirements. The standard was finalized in July 2014 and was revised to add a new expected loss impairment model and amends the classification and measurement model for financial assets by adding a new fair value through other comprehensive income (FVOTCI) category for certain debt instruments and additional guidance on how to apply the business model and contractual cash flow characteristics test.

IFRS 15 – *Revenue from Contracts with Customers*

In May 2014, the IASB issued this standard which supersedes IAS 11 – Construction Contracts, IAS 18 – Revenue, IFRIC 13 – Customer Loyalty Programs, IFRIC 15 – Agreements for the Construction of Real Estate, IFRIC 18 – Transfers of Assets from Customers, and SIC 31 – Revenue – Barter Transactions Involving Advertising Services. IFRS 15 establishes a comprehensive five-step framework for the timing and measurement of revenue recognition.

IFRS 16 – Leases

In June 2016, the IASB issued this standard which establishes principles for the recognition, measurement, presentation and disclosure of leases, with the objective of ensuring that lessees and lessors provide relevant information that faithfully represents those transactions. IFRS 16 substantially carries forward the lessor accounting requirements in IAS 17. Accordingly, a lessor continues to classify its leases as operating leases or finance leases, and to account for those two types of leases differently. However, lessees are no longer classifying leases as either operating leases or finance leases as it is required by IAS 17. The standard is effective for annual periods beginning on or after January 1, 2019.

The extent of the impact of adoption of these standards and interpretations on the financial statements of the Company has not been determined.

(Expressed in Canadian dollars) UNAUDITED

5. EXPLORATION AND EVALUATION ASSET

	Acquisition Costs	**Exploration Costs**	**Total**
	$	$	$
Balance, July 31, 2016	5,000	60,391	65,391
Shares issued for exploration and evaluation assets	30,000	-	30,000
Exploration expenditures	-	37,300	37,300
Balance, April 30, 2017	35,000	97,691	132,691

Boomerang Gold Project

Pursuant to an option agreement (the “Agreement”) dated December 15, 2014, with Rich River Exploration and Craig A. Lynes, collectively, the “Optionors”, the Company was granted an option to acquire a 100% undivided interest in the Boomerang Gold Project (the “Property”) near Rhone – Rock Creek area in British Columbia.

In accordance with the Agreement, the Company has the option to acquire a 100% undivided interest in the Property by issuing a total of 800,000 common shares of the Company to the Optionors, making cash payments totaling $105,000, and incurring a total of $400,000 in exploration expenditures as follows:

	Common Shares	**Cash**	**Exploration Expenditures**
	Number	$	$
Upon execution of the Agreement (paid)	-	5,000	-
Upon listing of the Company’s common shares on a Canadian Stock Exchange (the “Listing”) (issued)	300,000	-	-
On or before the first anniversary of the Listing	100,000	-	-
On or before the second anniversary of the Listing	100,000	-	-
On or before the third anniversary of the Listing	100,000	20,000	100,000
On or before the fourth anniversary of the Listing	200,000	30,000	100,000
On or before the fifth anniversary of the Listing	-	50,000	200,000
Total	800,000	105,000	400,000

The Property is comprised of two mineral claims and a 2.5 kilometre area of influence measured from the outside perimeter of the claims, excluding claims already held by third parties.

The Optionors will retain a 3% Net Smelter Returns royalty on the Property. The Company has the right to purchase the first 1% of the royalty for $750,000 and the remaining 2% for $1,000,000 at any time prior to the commencement of commercial production.

In December 2016, the Company issued 300,000 common shares with a fair value of $30,000.

6. SHARE CAPITAL

a) Authorized:

The Company is authorized to issue an unlimited number of common shares without par value.

b) Escrow Shares:

The Company entered into an escrow agreement, whereby common shares will be held in escrow and are scheduled for release at 10% on the listing date and 15% on every six month from date of listing. At April 30, 2017, there were 3,060,000 common shares held in escrow.

c) Issued and Outstanding as at July 31, 2016 and April 30, 2017:

For the year ended July 31, 2016, the Company had the following share capital transactions:

(i) The Company issued 1,600,000 common shares and 1,250,000 flow-through shares for cash of $90,000 received during the period ended July 31, 2015.

(ii) The Company issued 600,000 common shares at a price of $0.001 per share for a total of $600. The fair value of the 600,000 common shares was estimated to be $12,000. Accordingly, the Company recorded share-based payments of $11,400 and a corresponding increase to contributed surplus.

(iii) The Company issued 750,000 common shares at a price of $0.02 per share, raising proceeds of $15,000. The common shares were issued on a flow-through basis.

(iv) The Company issued 1,000,000 common shares at a price of $0.05 per share for gross proceeds of $50,000. The Company paid $7,500 in share issuance costs related to the financing and the 500,000 flow-through shares noted (v) below.

(v) The Company issued 500,000 common shares at a price of $0.05 per share, raising proceeds of $25,000. The common shares were issued on a flow-through basis.

(vi) The Company issued 300,000 common shares at a price of $0.05 per share for gross proceeds of $15,000.

For the period ended April 30, 2017, the Company had the following share capital transactions:

(i) The Company issued 3,737,000 common shares at $0.10 per share pursuant to the IPO completed on December 21, 2016. The Company has incurred $50,000 corporate finance fee, of which $35,000 paid in cash and $15,000 paid by issuing 150,000 common shares. In connection with this transaction, the Company also incurred legal and other professional fees for $56,370. The Company also issued 373,700 agent warrants with a fair value of $21,881.

(ii) The Company issued 300,000 common shares with a fair value of $30,000 for exploration and evaluation assets.

As of April 30, 2017, $65,000 in eligible exploration expenditures incurred had been financed by the flow-through shares issuance.

For the purposes of the calculating the tax effect of any premium related to the issuances of the flow-through shares, the Company reviewed recent financings and compared it to determine if there was a premium paid on the shares. As a result of the review the Company did not recognize any premium on the shares.

(Expressed in Canadian dollars) UNAUDITED

6. SHARE CAPITAL (continued)

c) Stock Options:

The Company grants incentive stock options as permitted pursuant to the Company's Stock Option Plan (the "Plan") approved by the shareholders which complies with the rules and policies of the Canadian Securities Exchange. Under the Plan, the aggregate number of common shares which may be subject to option at any time may not exceed 10% of the issued common shares of the Company as of that date including options granted prior to the adoption of the Plan. Options granted may not exceed a term of 10 years, and the term will be reduced to one year following the date of death of the Optionee. If the Optionee ceases to be qualified to receive options from the Company those options shall immediately expire. All options vest when granted unless otherwise specified by the Board of Directors. Options granted to persons providing investor relations activities to the Company must vest in stages over at lease one-year period and no more than one-quarter of such options may be vested in any three month period.

The following table summarizes stock option transactions during the period:

	Number of Options	**Weighted Average Exercise Price**
Balance, July 31, 2016	-	$ -
Granted	800,000	$ 0.10
Balance, April 30, 2017	800,000	$ 0.10

During the period ended April 30, 2017, the Company granted 800,000 stock options to directors and officers of the Company. The options vested immediately upon grant and their fair value of $64,373 was charged to statement of comprehensive loss. The Company uses the Black-Scholes option pricing model to value stock options which requires management to make estimates that are subjective and may not be representative of actual results. Changes in assumptions can materially affect estimates of fair values.

The weighted average assumptions used in calculating the fair value of the options were as follows:

	April 30, 2017
Risk-free rate	0.62%
Exercise price	$ 0.10
Expected life of options in years	5
Expected volatility	115%
Expected dividend yield	0%

The weighted average grant date fair value for the options for the period ended April 30, 2017 was $0.08.

The expected volatility used in the Black-Scholes option pricing model is based on the historical volatility of a set of representative companies with similar risk profile.

The following table summarizes the stock options outstanding and exercisable:

Exercise Price	**Number of Options**	**Exercisable**	**Expiry Date**
$ 0.10	800,000	800,000	September 7, 2021

The weighted average remaining useful life of outstanding options is 4.36 years as at April 30, 2017.

(Expressed in Canadian dollars) UNAUDITED

6. SHARE CAPITAL (continued)

e) Warrants

A Summary of the Company's share purchase warrants are as follows:

	Number of Warrants	Weighted Average Exercise Price
Balance, July 31, 2016	-	$ -
Granted	373,000	$ 0.10
Balance, April 30, 2017	373,000	$ 0.10

On December 21, 2016, the Company issued 373,000 agent warrants related to the IPO. The agent warrants are exercisable at $0.10 per share and expire on December 21, 2018. The weighted average remaining contractual life of the warrants is 1.65 years.

The following assumptions were used for the Black-Scholes valuation of warrants issued:

	April 30, 2017
Risk- free interest rate	0.85%
Exercise price	$ 0.10
Expected life of warrants	2 years
Annualized volatility	115%
Expected dividend yield	0%

The fair value per agent's warrant issued is $0.06.

7. RELATED PARTY BALANCES AND 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. 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.

The following amounts are due to related parties and have been included in accounts payable and accrued liabilities:

	April 30, 2017	July 31, 2016
	$	$
Accounts payable and accrued liabilities	2,763	5,250

The amounts are due to companies controlled by directors of the Company. The amounts are non-interest bearing, unsecured and are due upon demand.

(Expressed in Canadian dollars) UNAUDITED

7. RELATED PARTY BALANCES AND TRANSACTIONS (continued)

The Company had incurred the following key management personnel cost from related parties:

	3 month period ended April 30, 2017	**3 month period ended April 30, 2016**	**9 month period ended April 30, 2017**	**9 month period ended April 30, 2016**
	$	$	$	$
Management fees	20,375	15,000	29,000	25,000
Share-based payments	-	-	64,373	-
Total	20,375	15,000	93,373	25,000

Management fees and share-based payments were provided by companies owned by two directors of the Company. Key management includes directors and key officers of the Company, including the President, Chief Executive Officer and Chief Financial Officer.

8. MANAGEMENT OF CAPITAL

The Company's objectives when managing capital are to safeguard the Company's ability to continue as a going concern in order to pursue the sourcing and exploration of its resource property. The Company does not have any externally imposed capital requirements to which it is subject.

The Company considers the aggregate of its share capital, contributed surplus and deficit as capital. The Company manages the capital structure and makes adjustments to it in light of changes in economic conditions and the risk characteristics of the underlying assets. To maintain or adjust the capital structure, the Company may attempt to issue new shares or dispose of assets or adjust the amount of cash.

9. FINANCIAL INSTRUMENTS AND FINANCIAL RISK

International Financial Reporting Standards 7, *Financial Instruments: Disclosures*, establishes a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

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 (i.e. as prices) or indirectly (i.e. derived from prices); and

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

9. FINANCIAL INSTRUMENTS AND FINANCIAL RISK (continued)

Fair Value of Financial Instruments

The Company's financial assets include cash and are classified as Level 1. The carrying value of these instruments approximates their fair values due to the relatively short periods of maturity of these instruments.

Assets measured at fair value on a recurring basis were presented on the Company's statements of financial position as at April 30, 2017 are as follows:

	Fair Value Measurements Using			
	Quoted Prices in Active Markets For Identical Instruments (Level 1)	**Significant Other Observable Inputs (Level 2)**	**Significant Unobservable Inputs (Level 3)**	**Total**
	$	$	$	$
Cash and fund held in trust	207,138	-	-	207,138

Fair value

The fair value of the Company's financial instruments approximates their carrying value as at April 30, 2017 because of the demand nature or short-term maturity of these instruments.

Financial risk management objectives and policies

The Company's financial instruments include cash and accounts payable. The risks associated with these financial instruments 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 on a timely and effective manner.

(i) *Currency risk*

The Company's expenses are denominated in Canadian dollars. The Company's corporate office is based in Canada and current exposure to exchange rate fluctuations is minimal.

The Company does not have any significant foreign currency denominated monetary liabilities. The principal business of the Company is the identification and evaluation of assets or a business and once identified or evaluated, to negotiate an acquisition or participation in a business subject to receipt of shareholder approval and acceptance by regulatory authorities.

(ii) *Interest rate risk*

The Company is exposed to interest rate risk on the variable rate of interest earned on bank deposits. The fair value interest rate risk on bank deposits is insignificant as the deposits are short-term.

The Company has not entered into any derivative instruments to manage interest rate fluctuations.

(iii) *Credit risk*

Credit risk is the risk of loss associated with the counterparty's inability to fulfill its payment obligations. Financial instruments that potentially subject the Company to concentrations of credit risks consist principally of cash. To minimize the credit risk the Company places these instruments with a high quality financial institution.

9. FINANCIAL INSTRUMENTS AND FINANCIAL RISK (continued)

(iv) *Liquidity risk*

In the management of liquidity risk of the Company, the Company maintains a balance between continuity of funding and the flexibility through the use of borrowings. Management closely monitors the liquidity position and expects to have adequate sources of funding to finance the Company's projects and operations.

10. COMMITMENT

The Company is committed to certain cash payments, common share issuances and exploration expenditures as described in Note 5.

11. AMALGAMATION

On May 19, 2017, the Company acquired all the issued and outstanding common shares of PreveCeutical Medical Inc. ("PMI") in exchange for common shares of the Company by way of amalgamation agreement.

The Company acquired all of the issued and outstanding common shares of PMI on the basis of one to one ratio, excluding the Private Placement (as defined below) and any other financings that may be carried out by the Company or PMI, upon the completion of the consolidation and the closing of the Transaction, the shareholders of PMI will hold approximately 91% (non-diluted basis) of the issued and outstanding common shares of the Company. The Transaction will also result in the exchange of each option and/or warrant held by PMI option and warrant-holders (if any) with options and/or warrants issued by the Company of like tenor as those of the PMI options and warrants so exchanged. As the shareholders of PMI will hold majority of the issued and outstanding common shares of the Company, the Transaction constitutes a reverse-take-over transaction.

In conjunction with the Transaction, the Company will undertake a non-brokered private placement (the "Private Placement") of up to 10,000,000 units (the "Unit") for minimum gross proceeds of $1,000,000 and maximum gross proceeds of $5,000,000. Each Unit will be issued at a price of $0.50 and consists of one common share and one transferable common share purchase warrant. Each warrant will entitle the holder thereof to acquire one additional common share at a price of $1.00 per share for a period of twelve months from the closing of the Private Placement; provided that in the event that the closing price of the Company's shares trading on the Canadian Securities Exchange is at least $1.50 or more for ten consecutive business days, the Company shall have the option of accelerating the expiration date for the exercise of the warrants by giving at least 14 business days' notice. As at April 30, 2017, the Company has received share subscriptions of $110,000 from the Private Placement.

In connection with the Transaction discussed above, the Company has received an advance of $30,000 from the CEO of PMI to pay for legal expenditures related to the Transaction. The loan is non-interest bearing, unsecured and is due upon completion of the Transaction. Pursuant to the arrangement, in the event of the amalgamation is not completed, the Company is required to repay thea mount that has applied for legal expenses and to issue common shares of the Company on the un-applied advance to the CEO of PMI.