



Mary Agrotechnologies Inc.

Condensed Interim Consolidated Financial Statements

For the Three and Six Months Ended March 31, 2021 and 2020

(Unaudited)

Mary Agrotechnologies Inc.

Three and Six months ended March 31, 2021 and 2020

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NOTICE TO READER

The accompanying unaudited condensed interim consolidated financial statements of Mary Agrotechnologies Inc. for the interim period ending March 31, 2021 have been prepared by management in accordance with International Financial Reporting Standards and approved by the Audit Committee and Board of Directors of the Company. These unaudited condensed interim consolidated financial statements have not been reviewed by the Company's independent auditor.

Mary Agrotechnologies Inc.
Condensed Interim Consolidated Statements of Financial Position
(Unaudited – Expressed in Canadian Dollars)

	March 31, 2021	September 30, 2020
	\$	\$
ASSETS		
Current Assets		
Cash and cash equivalent	1,344,009	144,731
Prepaid expenses and deposits	28,660	6,390
Inventory (note 5)	176,753	71,336
Accounts receivable	17,577	34,034
	<u>1,566,999</u>	<u>256,491</u>
Non-current Assets		
Property and equipment (note 6)	290,489	299,482
	<u>290,489</u>	<u>299,482</u>
TOTAL ASSETS	<u>1,857,488</u>	<u>555,973</u>
LIABILITIES		
Current Liabilities		
Accounts payable and accrued liabilities	189,715	86,428
Customers advances	44,528	63,660
Due to a related party (note 7)	5,786	68,897
Current portion of lease obligation (note 8)	55,130	52,061
	<u>295,159</u>	<u>271,046</u>
Non-Current Liability		
Non-current portion of lease obligation (note 8)	78,023	106,373
Bank loans (note 9)	60,000	40,000
	<u>60,000</u>	<u>40,000</u>
TOTAL LIABILITIES	<u>433,182</u>	<u>417,419</u>
SHAREHOLDERS' EQUITY		
Share capital (note 10)	4,113,102	2,328,694
Contributed surplus	357,789	149,003
Deficit	(3,046,585)	(2,339,143)
	<u>1,424,306</u>	<u>138,554</u>
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	<u>1,857,488</u>	<u>555,973</u>

Nature of operations (note 1)

Approved on behalf of the Board

"Chuhan Qin"
Chuhan Qin, Director

"Ying Xu"
Ying Xu, Director

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

Mary Agrotechnologies Inc.
Condensed Interim Consolidated Statements of Loss and Comprehensive Loss
(Unaudited - Expressed in Canadian Dollars)

	Three months ended March 31,		Six months ended March 31,	
	2021 \$	2020 \$	2021 \$	2020 \$
Revenue	24,185	-	51,600	-
Cost of revenue	(27,028)	-	(69,632)	-
	(2,843)	-	(18,032)	-
Professional fees	35,652	224,461	57,002	227,055
Amortization (note 6)	17,806	9,225	36,479	15,300
Accretion (note 8)	2,835	1,177	5,919	2,461
Marketing and advertising	10,778	18,524	21,233	23,185
Office and administrative	17,424	1,271	48,143	26,560
Research and development (note 11)	7,908	140,905	35,065	203,063
Share-based compensation (note 7,10)	83,490	16,454	208,786	27,668
Travel and entertainment	4,574	17,941	17,102	32,099
Wages and salaries (note 7)	179,191	124,710	355,834	191,488
	359,658	554,668	785,563	748,879
LOSS BEFORE OTHER ITEMS	(362,501)	(554,668)	(803,595)	(748,879)
OTHER ITEMS				
Foreign exchange gain (loss)	16	7,566	(12,893)	7,608
Interest income	7	-	371	-
Other income (expenses)(note 12)	92,114	(4,800)	108,675	(4,800)
NET LOSS AND COMPREHENSIVE LOSS FOR THE PERIOD	(270,364)	(551,902)	(707,442)	(746,071)
Loss per Share				
Basic and Diluted	(0.01)	(0.02)	(0.02)	(0.03)
Weighted Average Number of Common Shares Outstanding				
Basic and Diluted	40,497,924	26,582,700	39,276,257	24,530,195

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

Mary Agrotechnologies Inc.
Condensed Interim Consolidated Statements of Changes in Shareholders' Equity
(Unaudited - Expressed in Canadian Dollars)

	Number of common shares	Number of shares to be issued	Share capital	Contributed surplus	Deficit	Total shareholders' equity
			\$	\$	\$	\$
Balance, September 30, 2019	22,500,000	699,180	8	73,620	(923,102)	(849,474)
Share-based compensation	-	-	-	27,668	-	27,668
Seed share subscribed at nominal amount	699,180	(699,180)	-	-	-	-
Share issued from private placement	2,600,900	-	650,225	-	-	650,225
Share issued for KISS note conversion	7,882,531	-	1,035,000	-	-	1,035,000
Share issued for professional services	893,846	-	223,461	-	-	223,461
Net loss for the period	-	-	-	-	(746,071)	(746,071)
Balance, March 31, 2020	34,576,457	-	1,908,694	101,288	(1,669,173)	340,809
Balance, September 30, 2020	36,256,457	-	2,328,694	149,003	(2,339,143)	138,554
Share issued from private placement	4,241,467	-	1,784,408	-	-	1,784,408
Share-based compensation	-	-	-	208,786	-	208,786
Net loss for the period	-	-	-	-	(707,442)	(707,442)
Balance, March 31, 2021	40,497,924	-	4,113,102	357,789	(3,046,585)	1,424,306

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

Mary Agrotechnologies Inc.
Condensed Interim Consolidated Statements of Cash Flow
(Unaudited - Expressed in Canadian Dollars)

	Six months ended March 31,	
	2021	2020
	\$	\$
Cash provided by (used in) operating activities:		
Net loss for the period	(707,442)	(746,071)
Items not involving cash:		
Accretion	5,919	2,461
Share-based compensation	208,786	27,668
Shares issued for professional services	-	223,461
Amortization	36,479	15,300
Changes in non-cash working capital:		
Inventory	(105,417)	(35,707)
Accounts receivable	16,456	(12,549)
Accounts payable and accrued liabilities	103,287	69,633
Customer advances	(19,132)	2,025
Prepaid expenses	(22,270)	(196,449)
Amount (due to) from a related party	(63,111)	420
Net cash used in operating activities	(546,444)	(649,807)
Cash provided by (used in) investing activities		
Purchase of property and equipment	(27,486)	-
Net cash used in investing activities	(27,486)	-
Cash provided by (used in) financing activities		
Lease payments	(31,200)	(13,200)
Proceeds from private placements	1,784,408	650,225
Proceeds from bank loan	20,000	-
Net cash provided by financing activities	1,773,208	637,025
Increase in cash and cash equivalents	1,199,278	(12,782)
Cash and cash equivalent, beginning of period	144,731	261,049
Cash and cash equivalent, end of period	1,344,009	248,267

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

Mary Agrotechnologies Inc.
Notes to the Condensed Interim Consolidated Statements
Three and Six Months Ended March 31, 2021 and 2020
(Unaudited - Expressed in Canadian Dollars)

1. NATURE OF OPEARTIONS

Mary Agrotechnologies Inc. (“Mary AG” or “the Company”) was incorporated under the laws of the Province of Ontario by articles of incorporation on October 12, 2017. The primary business activity of the Company is to produce the fully-automated plant growing device managed and controlled by an artificial intelligent algorithm, allowing consumers to grow their own herbs and vegetables effortlessly from seed to plant, while providing optimal conditions to assure premium quality produce year-round. The Company’s head office is located at 115 Apple Creek Boulevard, Unit 3&4, Markham, Ontario, L3R 6C9. The Company’s registered and records office address is 25 White Oak Crescent, Richmond Hill, Ontario, L4B 3R7.

The Company operates mainly in the fields of development and distribution of home growing automated machines and commercial containers for variety of herbs and vegetables worldwide. The Company also plans, established and will operate container farms.

2. BASIS OF PRESENTAITON

a) Statement of compliance

These unaudited condensed interim consolidated financial statements have been prepared in accordance with international Accounting Standard 34 Interim Financial Reporting (“IAS 34”) using accounting policies consistent with International Financial Reporting Standards (“IFRS”), as issued by the International Accounting Standards Board (“IASB”). These condensed interim consolidated financial statements have been prepared using the accrual basis of accounting except for cash flow information.

These condensed interim consolidated financial statements have been prepared in accordance with the same accounting policies and methods of application as the most recent audited financial statements for the year ended September 30, 2020. These condensed interim consolidated financial statements do not include all the disclosures required for the annual audited financial statements. These condensed interim consolidated financial statements should be read in conjunction with the audited consolidated financial statements of the Company for the year ended September 30, 2020. The Company’s interim results are not necessarily indicative of its results for a full year.

These condensed interim consolidated financial statements are authorized for issue by the Board of Directors on May 25, 2021.

b) Novel Coronavirus (COVID-19)

Since March 2020, the outbreak of the novel strain of coronavirus, specifically identified as “COVID-19”, has resulted in governments worldwide enacting emergency measures to combat the spread of the virus. These measures, which include the implementation of travel bans, self-imposed quarantine periods and physical distancing, have caused material disruption to business globally resulting in an economic slowdown. Global equity markets have experienced significant volatility and weakness. The duration and impact of the COVID-19 outbreak is

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unknown at this time, as is the efficacy of the government and central bank interventions. It is not possible to reliably estimate the length and severity of these developments and the impact on the financial results and condition of the Company in future periods.

The extent to which the Company's operating and financial results are affected by COVID-19 will depend on various factors and consequences beyond its control such as the duration and scope of the pandemic; additional actions taken by business and government in response to the pandemic and the speed and effectiveness of response to combat the virus.

c) Basis of preparation

These condensed interim consolidated financial statements have been prepared under the historical cost basis, except for certain financial instruments measured at fair value. These condensed consolidation interim financial statements have prepared using the accrual basis of accounting, except for cash flow information.

d) Basis of consolidation

These consolidated financial statements include the financial statements of the Company and the entities controlled by the Company (its "subsidiaries"). The financial statements of subsidiaries are included in the consolidated financial statements from the date that control commences until the date that control ceases. All intercompany balances and transactions are eliminated on consolidation. Control is based on whether an investor has power over the investee, exposure or rights to variable returns from its involvement with the investee, and the ability to use its power over the investee to affect the amount of return.

As of March 31, 2021, the following entities are controlled by the Company. These entities have no material transactions for the period from the inception to March 31, 2021.

Entity	Location	Ownership	Basis of accounting
Mary Agrotechnologies Hong Kong Limited ("Mary HK")	China	100%	Consolidated
Yunnan Moquan Agrotechnologies Limited ("Yunnan Moquan")	China	75% ⁽¹⁾	Consolidated

(1) Owned through Mary HK.

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Notes to the Condensed Interim Consolidated Statements
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3. SIGNIFICANT ACCOUNTING POLICIES

These condensed interim consolidated financial statements have been prepared in accordance with the same accounting policies and methods of application as the most recent audited financial statements for the year ended September 30, 2020.

a) New standards adopted in the reporting period

No new and revised accounting standard was adopted by the Company for annual periods beginning on October 1, 2020.

b) Accounting standards issued but not yet effective

A number of new standards, amendments to standards and interpretations are not yet effective for the six months ended March 31, 2021 and have not been applied in preparing these consolidated financial statements. None of these pronouncements are expected to have material impact on the Company's consolidated financial statements.

4. SIGNIFICANT ACCOUNTING ESTIMATES AND JUDGMENTS

The preparation of these consolidated financial statements requires management to make certain estimates, judgments and assumptions that affect the reported amounts of assets and liabilities at the date of the consolidated financial statements and reported amounts of expenses during the reporting year. Actual outcomes could differ from these estimates. These consolidated financial statements include estimates which, by their nature, are uncertain. The impacts of such estimates are pervasive throughout the consolidated financial statements, and may require accounting adjustments based on future occurrences. Revisions to accounting estimates are recognized in the year in which the estimate is revised and future years if the revision affects both current and future years. These estimates are based on historical experience, current and future economic conditions and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Significant assumptions about the future and other sources of estimation uncertainty that management has made at the financial position reporting date, that could result in a material adjustment to the carrying amounts of assets and liabilities, in the event that actual results differ from assumptions made, relate to, but are not limited to, the following:

Significant accounting estimates

- Estimated useful life of property, plant and equipment – Depreciation of property and equipment is dependent upon estimates of useful lives, which are determined through the exercise of judgment. The assessment of any impairment of these assets is dependent upon estimates of recoverable amounts that take into account factors such as economic and market conditions and the useful lives of assets.
- Stock based compensation - In estimating fair value of options using the Black-Scholes option pricing model, management is required to make certain assumptions such as the expected life of options, volatility of the Company's future share price, risk free rate, future dividend yields and estimated forfeitures at the initial grant date. Changes in assumptions

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used to estimate fair value could result in materially different results. In order to estimate volatility, the Company uses companies with similar characteristics that have prices quoted on an active exchange.

Significant accounting judgments

- The Company has projected 2021 cash flows that are sufficient to cover its ongoing operating expenditures, meet its liabilities for the ensuing year. The future cash flows projection involves significant judgment based on historical experience and other factors, including expectation of future events that are believed to be reasonable under the circumstances. In addition, the Company's business could be significantly adversely affected by the effects of the recent outbreak of COVID-19.
- Determination of deferred income tax assets or liabilities requires subjective assumptions regarding future income tax rates and the likelihood of utilizing tax carry-forwards. Changes in these assumptions could materially affect the recorded amounts and therefore do not necessarily provide certainty as to their recorded values.
- Research and development expenditures - The application of the Company's accounting policy for research and development expenditures requires judgment in determining whether it is likely that the future economic benefits will flow to the Company, which may be based on assumptions about future events or circumstances. Estimates and assumptions may change if new information becomes available.

5. INVENTORY

As at March 31, 2021, the Company has inventories valued at \$176,753 (September 30, 2020 - \$71,336). There was no write-down or reversal of write-down of inventories for the six months ended March 31, 2021 (2020 - \$nil).

	March 31, 2021	September 30, 2020
	\$	\$
Raw materials	150,856	-
Finished products	25,897	71,336
	176,753	71,336

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6. PROPERTY AND EQUIPMENT, NET

	Computer and peripheral equipment	Office furniture and equipment	Mold & production Equipment	Right-of- use asset	Total
	\$	\$	\$	\$	\$
COST					
Balance, September 30, 2019	5,020	2,287	44,193	72,900	124,400
Additions	2,988	-	103,462	170,701	277,151
Disposals	-	-	-	(72,900)	(72,900)
Balance, September 30, 2020	8,008	2,287	147,655	170,701	328,651
Additions	4,588	-	22,898	-	27,486
Balance, March 31, 2021	12,596	2,287	170,553	170,701	356,137
ACCUMULATED AMORTIZATION					
Balance, September 30, 2019	3,313	299	4,420	8,099	16,131
Additions	1,656	229	5,029	32,450	39,364
Disposals	-	-	-	(26,326)	(26,326)
Balance, September 30, 2020	4,969	528	9,449	14,223	29,169
Additions	648	114	7,265	28,452	36,479
Balance, March 31, 2021	5,617	642	16,714	42,675	65,648
CARRYING VALUE					
Balance, September 30, 2020	3,039	1,759	138,206	156,478	299,482
Balance, March 31, 2021	6,979	1,645	153,839	128,026	290,489

7. RELATED PARTY TRANSACTIONS

Related party transactions are in the normal course of business and have been valued at the exchange amount of the services performed or consideration paid. Related party transactions not presented elsewhere are presented below.

- a) As at March 31, 2021, due to a related party comprises a payable of \$5,786 (September 30, 2020 - \$68,897) to the Chief Executive Officer ("CEO") of the Company for the reimbursement expenses incurred on behalf of the Company.

Transactions with key management personnel:

Key management personnel include those persons having the authority and responsibility of planning, directing, and executing the activities of the Company. The Company has determined that its key management personnel consist of all executive officers and directors of the Company.

The compensation paid or payable to key management personnel during the three and six months ended March 31, 2021 and 2020 were as follows:

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	Three months ended March 31,		Six months ended March 31,	
	2021	2020	2021	2020
	\$	\$	\$	\$
Salaries and short-term employee benefits	74,219	40,000	144,200	67,867
Share-based compensation	21,679	8,191	44,236	16,473
	95,898	48,191	188,436	84,340

8. LEASE OBLIGATION

A summary of the lease obligations is listed below.

	March 31, 2021	September 30, 2020
	\$	\$
Balance, beginning of the period	158,434	65,975
Derecognized liabilities	-	(49,704)
Additional liabilities	-	170,701
Accretion	5,919	6,862
Lease payments	(31,200)	(35,400)
Balance, end of the period	133,153	158,434
Current portion of lease obligation	55,130	52,061
Non-current portion of lease obligation	78,023	106,373

The following table presents a reconciliation of the Company's undiscounted cash flows to the present value for its lease payable.

	March 31, 2021	September 30, 2020
	\$	\$
Within 1 year	63,804	62,868
Between 1 – 3 years	82,268	114,404
Total undiscounted amount	146,072	177,272
Less: accretion	(12,919)	(18,838)
Total discounted amount	133,153	158,434

9. BANK LOAN

On April 9, 2020, the Government of Canada launched Canada Emergency Business Account ("CEBA") program as one of the COVID 19 relief measures. The program provides interest-free loans of up to \$40,000 to support small businesses and non-for-profits across Canada. On December 4, 2020, the CEBA was expanded for additional \$20,000. The Company borrowed \$40,000 on April 17, 2020 and \$20,000 on December 15, 2020, in a total of \$60,000 loan from

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Bank of Montreal. The loan bears zero interest prior to December 31, 2022. \$20,000 of the loan will be forgiven if \$40,000 is repaid in full on or before December 31, 2022. After December 31, 2022, any remaining balance will be converted to a 3-year term loan at 5% fixed interest rate per annum with monthly interest-only payments. The outstanding balance must be repaid in full by December 31, 2025.

10. SHARE CAPITAL

a) Authorized Share Capital

The authorized share capital of the Company consists of an unlimited number of common shares without par value.

b) Issued Share Capital

During the six months ended March 31, 2021, the Company had the following capital transactions:

- In November 2020, the Company completed an equity financing by issuing 1,666,667 common shares at a price of \$0.36 per share for total gross proceeds of \$600,000.
- In November 2020, the Company completed an equity financing by issuing 2,574,800 common shares at a price of \$0.46 per share for total gross proceeds of \$1,184,408.

During the six months ended March 31, 2020, the Company had the following capital transactions:

- The Company issued 699,180 common shares on February 29, 2020 for seed shares subscribed on June 10, 2019 and September 29, 2018 for nominal value.
- The Company issued 2,600,900 common shares pursuant to a private placement at \$0.25 per share for gross proceeds of \$650,225.
- The Company issued 7,882,531 common shares in February 2020 pursuant to the conversion of all Keep It Simple Security ("KISS").
- The Company issued 893,846 common shares in February 2020 for professional services received. These shares were valued at a price of \$0.25 per share.

c) Stock Options

Pursuant to the Company's stock option plan, the aggregate number of common shares that may be reserved for issuance pursuant to options shall not exceed 10% of the outstanding common shares at the time of the granting of an option, less the aggregate number of common shares then reserved for issuance pursuant to any other share compensation arrangement. The exercise price per common share for an option granted shall not be less than the market

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price. Every option shall have a term not exceeding and shall expire no later than 10 years after the date of grant. The terms of the granted stock options as well as the vesting conditions are at the sole discretion of the directors.

The following table summarizes the continuity of the Company's stock options:

	Number of shares	Weighted average exercise price	Weighted average remaining contractual life (years)
		\$	
Outstanding, September 30, 2019	330,000	0.01	4.47
Granted	1,720,000	0.25	9.82
Granted	70,000	0.46	9.82
Outstanding, September 30, 2020	2,120,000	0.22	8.83
Outstanding, March 31, 2021	2,120,000	0.22	8.58
Exercisable, March 31, 2021	557,500	0.21	8.07

The following table summarizes the information of outstanding and exercisable share options as of March 31, 2021.

Grant Date	Expiry Date	Exercise Price	Number of Options	Exercisable
March 20, 2019	March 20, 2024	\$ 0.01	330,000	110,000
July 24, 2020	July 23, 2030	\$0.25	1,720,000	430,000
July 24, 2020	July 23, 2030	\$0.46	70,000	17,500
			2,120,000	557,500

No stock options were granted during the three and six months ended March 31, 2021 and 2020.

d) Earned-out shares

On November 28, 2019, the Company entered into a Common Share Earned-out Agreement with an employee. Based on the terms of Agreement, the employee will receive 250,500 common shares at a nominal value after four years of services. These shares were valued at \$0.25 per shares. The value of shares is amortized over the period of four years.

e) Share-based compensation

During the three and six months ended March 31, 2021, the Company recognized share-based compensation of \$83,490 and \$208,786 respectively for stock options and earned-out shares (2020 - \$16,454 and \$27,668).

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11. RESEARCH AND DEVELOPMENT EXPENSES

The Company incurs costs related to its research and development activities. To date, all of the costs relating to the Company's projects under development have been expensed as incurred.

12. OTHER INCOME (EXPENSES)

	Three months ended March 31,		Six months ended March 31,	
	2021	2020	2021	2020
	\$	\$	\$	\$
Government grants	92,111	-	108,672	-
Others	3	(4,800)	3	(4,800)
	92,114	(4,800)	108,675	(4,800)

Government grants mainly consist of grants received under the refundable scientific research and experimental development tax credits ("SR&ED") and Industrial Research Assistance Program ("IRAP").

13. FINANCIAL INSTRUMENTS

The carrying amount of financial assets and liabilities which approximate fair value are shown in the statement of financial position, are as follows:

	March 31, 2021	September 30, 2020
	Carrying Amount	Carrying Amount
	\$	\$
Assets carried at amortized cost		
Cash and cash equivalent	1,344,009	144,731
	1,344,009	144,731
Liabilities carried at amortized cost		
Accounts payable and accrued liabilities	189,715	86,428
Lease obligation	133,153	158,434
Bank loans	60,000	40,000
Due to a related party	5,786	68,897
	388,654	353,759

The fair values of cash and cash equivalent, accounts payable and accrued liabilities (excluding taxes payable), bank loans and due to a related party approximated carrying values as at the reporting date due to the short-term maturities of these instruments. For lease obligation, fair value approximates their carrying value at the reporting date as the interest rates used to discount the host contracts approximate market rates.

14. RISK MANAGEMENT

The Company manages risk through establishing policies that provide management oversight related to the risks of operations, including ensuring that risks are identified and assessed, and that appropriate and effective policies are in place. Market risk is the risk that the fair value of a financial instrument will fluctuate because of changes in market prices. For purposes of this disclosure, market risk is segregated into three categories: other market risk, interest rate risk and currency risk. Other risks associated with financial instruments include credit risk and liquidity risk.

Credit risk

Credit risk is the risk that one party to a financial instrument will cause a financial loss to the other party by failing to discharge an obligation. Credit risk arises from cash held with banks and financial institutions. The maximum exposure to credit risk is equal to the carrying value of these financial instruments.

The Company minimized credit risk associated with its cash balance substantially by dealing with a major financial institution that has been accorded a strong investment grade rating by a primary rating agency.

Other than cash, there are no other significant concentrations of credit risk within the Company.

Interest rate risk

Interest rate risk is the risk that fair value of the Company's interest-bearing investments will fluctuate due to changes in market interest rates.

As at March 31, 2021 and 2020, the Company did not have a significant exposure to interest rate risk, given that the Company's financial instruments are non-interest bearing.

Liquidity risk

Liquidity risk is the risk that the Company may not have sufficient liquid assets to meet its commitments associated with these liabilities. The Company retains sufficient cash to maintain liquidity.

Currency risk

Currency risk is the risk that the value of financial assets denominated in currencies, other than the functional currency of the Company, will fluctuate due to changes in foreign currency exchange rates.

All financial instruments are denominated in Canadian dollars, the functional currency of the parent Company. Therefore, the Company is not significantly exposed to currency risk as at March 31, 2021 and 2020.

15. CAPITAL MANAGEMENT

The Company requires capital to fund existing and future operations and to meet regulatory capital requirements. The Company's policy is to maintain sufficient and appropriate levels of capital.

The Company's source of capital is mainly from equity financing. The Company does not presently utilize any quantitative measures to monitor its capital. The Company currently is not subject to externally imposed capital requirements. The capital management framework followed by the Company is designed to maintain the level of capital that will:

- (i) Meet the Company's regulatory requirements
- (ii) Fund current and future operations
- (iii) Ensure that the Company is able to meet its financial obligations as they come due

As at March 31, 2021, the Company had an excess working capital of \$1,271,840 and has long term portion of lease obligation of \$78,023 and bank loan of \$60,000.

16. OPERATING SEGMENT

Operating segments are defined as components of an enterprise that is a profit center, for which separate financial information is available and which are evaluated regularly by the chief operating decision maker in deciding how to allocate resources and in assessing performance.

For the period ended March 31, 2021 and 2020, the Company only has one operating segment in accordance with IFRS 8 Operating Segments.

17. COMPARATIVE FIGURES

Certain comparative figures have been reclassified to conform to the current period presentation. These reclassifications have not had an impact on results of operations for the period.

18. SUBSEQUENT EVENTS

- a) On May 20, 2021, the Company commenced trading its common shares on the Canadian Securities Exchange ("CSE") under the ticker symbol "MARY".
- b) On May 20, 2021, the Company completed a private placement of 2,630,000 common shares at \$0.50 per share for aggregate gross proceeds of \$1,315,000. A finders' fee in the amount of \$72,000 will be paid by the Company in conjunction with the completion of the private placement.