ASHANTI SANKOFA INC.

# Condensed Consolidated Interim Financial Statements

## Six Months Ended

## August 31, 2019


Notice of No Auditor Review of Financial Statement
Condensed Consolidated Interim Statements of Financial Position
Condensed Consolidated Interim Statement of Changes in Equity
Condensed Consolidated Interim Statements of Comprehensive Income (Loss)
Condensed Consolidated Interim Statements of Cash Flow
Notes to Condensed Consolidated Interim Financial Statements



#908, 938 Howe Street, Vancouver BC  V6Z 1N9
**T** 604 314.9293  www.ashantisankofa.com **E** info@ashantisankofa.com

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

Under National Instrument 51-102, Part 4, subsection 4.3 (3) (a), if an auditor has not performed a review of the interim financial statements, they must be accompanied by a notice indicating that an auditor has not reviewed the financial statements.

The accompanying unaudited interim financial statements of the Company have been prepared by and are the responsibility of the Company's management.

The Company's independent auditor has not performed a review of these financial statements in accordance with standards established by the Chartered Professional Accountants of Canada for a review of interim financial statements by an entity's auditor.

**ASHANTI SANKOFA INC.**
**CONDENSED CONSOLIDATED INTERIM STATEMENTS OF FINANCIAL POSITION**
Unaudited - Expressed in Canadian Dollars

| | Note | **August 31, 2019** | February 28, 2019 |
|---|---|---|---|
| **ASSETS** | | **$** | $ |
| **Current assets** | | | |
| Cash | 4 | **2,198** | 5,857 |
| Other receivables | 4 | **1,770** | 2,258 |
| Prepaid expenses | | **3,113** | 5,467 |
| | | **7,081** | 13,582 |
| **Non-current assets** | | | |
| Exploration and evaluation assets | 5 | **739,762** | 728,644 |
| **TOTAL ASSETS** | | **746,843** | 742,226 |
| **LIABILITIES** | | | |
| **Current liabilities** | | | |
| Accounts payable and accrued liabilities | 4 | **199,340** | 189,179 |
| Due to related parties | 7 | **75,209** | 21,613 |
| | | **274,549** | 210,792 |
| **SHAREHOLDERS' EQUITY** | | | |
| Share capital | 6 | **9,395,988** | 9,395,988 |
| Reserves | 6 | **4,371,346** | 4,371,346 |
| Accumulated deficit | | **(13,295,040)** | (13,235,900) |
| | | **472,294** | 531,434 |
| **TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY** | | **746,843** | 742,226 |

Nature of operations and going concern (note 1)

*The accompanying notes are integral to these condensed consolidated interim financial statements.*

**ASHANTI SANKOFA INC.**
**CONDENSED CONSOLIDATED INTERIM STATEMENTS OF COMPREHENSIVE LOSS**
Unaudited - Expressed in Canadian Dollars

| | Note | For the Three Months Ended | | For the Six Months Ended | |
|---|---|---|---|---|---|
| | | **August 31, 2019** | August 31, 2018 | **August 31, 2019** | August 31, 2018 |
| | | **$** | $ | **$** | $ |
| **EXPENSES** | | | | | |
| Foreign exchange loss | | **413** | 255 | **401** | 305 |
| Investor relations | | **-** | 1,007 | **-** | 1,007 |
| Management fees | 7 | **12,000** | 18,000 | **24,000** | 34,500 |
| Office and general | | **1,115** | 1,344 | **3,564** | 1,970 |
| Professional fees | 7 | **13,372** | 41,228 | **26,122** | 59,228 |
| Stock-based compensation | | **-** | - | **-** | 57,033 |
| Transfer agent and filing fees | | **3,641** | 6,667 | **5,053** | 14,840 |
| Travel | | **-** | 2,068 | **-** | 3,818 |
| **NET LOSS AND COMPREHENSIVE LOSS** | | **(30,541)** | (70,569) | **(59,140)** | (172,701) |
| **Weighted Average Number of Shares Outstanding** | | **44,400,860** | 44,400,860 | **44,400,860** | 40,972,810 |
| **Basic Loss Per Share** | | **(0.00)** | (0.00) | **(0.00)** | (0.00) |
| **Diluted Loss Per Share** | | **(0.00)** | (0.00) | **(0.00)** | (0.00) |

*The accompanying notes are integral to these condensed consolidated interim financial statements.*

**ASHANTI SANKOFA INC.**
**CONDENSED CONSOLIDATED INTERIM STATEMENT OF CHANGES IN EQUITY**
Unaudited - Expressed in Canadian Dollars

| | Share Capital | | Reserves | | | |
|---|---|---|---|---|---|---|
| | Number of Shares | Amount | Equity settled benefits | Warrants | Accumulated Deficit | Total |
| | | $ | $ | $ | $ | $ |
| **Balance, February 29, 2018** | **27,734,197** | **9,252,862** | **2,311,148** | **1,579,077** | **(12,918,485)** | **224,602** |
| Private placement | 16,666,663 | 500,000 | - | - | - | 500,000 |
| Warrants issued on private placement | - | (356,874) | - | 356,874 | - | - |
| Stock-based compensation | - | - | 57,033 | - | - | 57,033 |
| Net loss for the period | - | - | - | - | (172,701) | (172,701) |
| **Balance, August 31, 2018** | **44,400,860** | **9,395,988** | **2,368,181** | **1,935,951** | **(13,091,186)** | **608,934** |
| **Balance, February 28, 2019** | **44,400,860** | **9,395,988** | **2,435,395** | **1,935,951** | **(13,235,900)** | **531,434** |
| Net loss for the period | - | - | - | - | (59,140) | (59,140) |
| **Balance, August 31, 2019** | **44,400,860** | **9,395,988** | **2,435,395** | **1,935,951** | **(13,295,040)** | **472,294** |

*The accompanying notes are integral to these condensed consolidated interim financial statements.*

**ASHANTI SANKOFA INC.**
**CONDENSED CONSOLIDATED INTERIM STATEMENTS OF CASH FLOW**
Unaudited - Expressed in Canadian Dollars

| | Six months ended | |
|---|---|---|
| | **August 31, 2019** | August 31, 2018 |
| | **$** | $ |
| **CASH FLOWS USED IN OPERATING ACTIVITIES** | | |
| **Net loss for the period** | **(59,140)** | (172,701) |
| Items not involving cash: | | |
| Stock-based compensation | **-** | 57,033 |
| Changes in non-cash working capital items: | | |
| Other receivables | **487** | (3,940) |
| Prepaid expenses | **2,354** | (5,279) |
| Accounts payable and accrued liabilities | **10,162** | (87,510) |
| Due to related parties | **47,096** | (38,420) |
| | **959** | (183,634) |
| **CASH FLOWS USED IN INVESTING ACTIVITIES** | | |
| Exploration and evaluation assets | **(11,118)** | (7,397) |
| | **(11,118)** | (7,397) |
| **CASH FLOWS FROM FINANCING ACTIVITIES** | | |
| Gross proceeds for private placement | **-** | 500,000 |
| Shareholder loan repayment | **-** | (59,845) |
| Related party advance | **6,500** | 800 |
| | **6,500** | 440,955 |
| **Net (decrease) increase in cash** | **(3,659)** | 249,924 |
| **Cash, beginning of the period** | **5,857** | 970 |
| **Cash, end of the period** | **2,198** | 250,894 |

*The accompanying notes are integral to these condensed consolidated interim financial statements.*

## 1. NATURE OF OPERATIONS

Ashanti Sankofa Inc. (the "Company" or "ASI") through its wholly-owned subsidiary AMI Africa Exploration Ltd. ("AMI Africa"), both resident Canadian companies, and its wholly owned Ghanaian subsidiary Ashanti Sankofa Limited ("Ashanti") is engaged primarily in gold exploration activity in West Africa.

The head office and the principal address of the Company is located at Suite 908 - 938 Howe Street, Vancouver, British Columbia, V6Z 1N9 and the records office and registered office is located at Suite 700 - 838 West Hastings Street, Vancouver, British Columbia, V6C 2A0.

The Company holds several mineral properties and has not yet determined whether these properties contain reserves that are economically recoverable.

These condensed consolidated interim financial statements have been prepared on the assumption that the Company will continue as a going concern, meaning it will continue in operation for the foreseeable future and will be able to realize assets and discharge liabilities in the ordinary course of operations. Different bases of measurement may be appropriate if the Company is not expected to continue operations for the foreseeable future. The Company has incurred a net loss of $59,140 for the period ended August 31, 2019 and has incurred cumulative losses since inception of $13,295,040. As at August 31, 2019, the Company had negative working capital of $267,468, had not advanced its mineral properties to commercial production and is not able to finance day to day activities through operations. The Company's continuation as a going concern is dependent upon the successful results from its mineral property exploration activities and its ability to attain profitable operations and generate funds there from and/or raise equity capital or borrowings sufficient to meet current and future obligations and ongoing operating losses. These uncertainties cast significant doubt on the ability of the Company to continue operations as a going concern. Management intends to finance operating costs over the next twelve months with loans from directors and companies controlled by directors and/or private placement of common shares. These financial statements do not include any adjustments that might result from this uncertainty.

## 2. BASIS OF PRESENTATION

**Statement of compliance**
These unaudited condensed consolidated interim financial statements have been prepared in accordance with IAS 34 – Interim Financial Reporting as issued by the International Accounting Standards Board ("IASB"). Accordingly, certain disclosures included in annual financial statements prepared in accordance with International Financial Reporting Standards ("IFRS") as issued by the IASB have been condensed or omitted and these unaudited condensed consolidated interim financial statements should be read in conjunction with the Company's audited consolidated financial statements for the year ended February 28, 2019.

The condensed consolidated interim financial statements were authorized for issue by the Board of Directors on October 15, 2019.

## 2. BASIS OF PRESENTATION (Continued)

**Significant estimates and assumptions**
The preparation of financial statements in accordance with IFRS requires the Company to make estimates and assumptions concerning the future. The Company's management reviews these estimates and underlying assumptions on an ongoing basis, based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. Revisions to estimates are adjusted for prospectively in the period in which the estimates are revised.

Estimates and assumptions where there is significant risk of material adjustments to assets and liabilities in future accounting periods include the recoverability of the carrying value of exploration and evaluation assets, fair value measurements for financial instruments, and the recoverability and measurement of deferred tax assets.

**Accounting standards and interpretations issued but not yet effective**

The Company has reviewed the accounting standards or amendments to existing accounting standards that have been issued but have future effective dates and determined that these are either not applicable or are not expected to have a significant impact on the Company's financial statements.

## 3. NEW ACCOUNTING STANDARD ADOPTED

**IFRS 16 – Leases**
At the date of authorization of these financial statements, the IASB and International Financial Reporting Committee ("IFRIC") have issued the following revised and new standards, amendments and interpretations which became effective during the year ended February 28, 2020:

The following is the accounting policy for leases as of March 1, 2019 upon adoption of IFRS 16:

In January 2016, the International Accounting Standards Board (IASB) issued a new International Financial Reporting Standard (IFRS) on lease accounting which was incorporated into Part I of the CPA Canada Handbook – Accounting by the Accounting Standards Board (AcSB) in June 2016. IFRS 16 supersedes IAS 17 Leases, IFRIC 4 Determining Whether an Arrangement Contains a Lease, SIC-15 Operating Leases - Incentives and SIC-27 Evaluating the Substance of Transactions Involving the Legal Form of a Lease. IFRS 16 introduces a single lessee accounting model that 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. Lease assets and liabilities are initially recognized on a present value basis and subsequently, similarly to other non-financial assets and financial liabilities, respectively. The lessor accounting requirements are substantially unchanged and, accordingly, continue to require classification and measurement as either operating or finance leases. The new standard also introduces detailed disclosure requirements for both the lessee and lessor.

There will be no financial statement impact on the adoption of IFRS 16.

## 4. FINANCIAL AND CAPITAL RISK MANAGEMENT

The Company has determined the estimated fair values of its financial instruments based on appropriate valuation methodologies; however, considerable judgment is required to develop these estimates. The fair values of the Company's financial instruments are not materially different from their carrying values.

| | Ref. | **August 31, 2019** | February 28, 2019 |
|---|---|---|---|
| | | **$** | $ |
| Other financial assets | a | **3,968** | 8,115 |
| Other financial liabilities | b | **271,549** | 197,792 |

a. Comprises cash.
b. Comprises accounts payable and amounts due to related parties (Note 7).

**Management of Industry and Financial Risk**
The Company is engaged primarily in mineral exploration and manages related industry risk issues directly. The Company may be at risk for environmental issues and fluctuations in commodity pricing. Management is not aware of and does not anticipate any significant environmental remediation costs or liabilities in respect of its current operations.

The Company's financial instruments are exposed to certain financial risks, which include the following:

***Credit risk***
Credit risk is the risk of loss due to the counterparty's inability to meet its obligations. The Company's exposure to credit risk is on its cash and other receivables. Risk associated with cash is managed through the use of major banks which are high credit quality financial institutions as determined by rating agencies. Other receivables comprise sales tax refunds from the Canadian federal government.

***Liquidity risk***
Liquidity risk is the risk that the Company will encounter difficulties in meeting obligations when they become due. The Company ensures that there is sufficient capital in order to meet short-term operating requirements, after taking into account the Company's holdings of cash. The Company's cash are held in corporate bank accounts available on demand. Liquidity risk has been assessed as being high.

***Market Risk***
Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises three types of risk: currency risk, interest rate risk and price risk.

***Currency Risk***
The Company is subject to normal market risks including fluctuations in foreign exchange rates and interest rates. While the Company manages its operations in order to minimize exposure to these risks, the Company has not entered into any derivatives or contracts to hedge or otherwise mitigate this exposure.

Unaudited - Expressed in Canadian Dollars

## 4. FINANCIAL AND CAPITAL RISK MANAGEMENT (Continued)

***Interest Rate Risk***

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Company is not exposed to significant interest rate risk relating to its related party balances (Note 6).

***Price Risk***

The Company is exposed to price risk with respect to equity prices. Price risk as it relates to the Company is defined as the potential adverse impact on the Company's ability to raise financing due to movements in individual equity prices or general movements in the level of the stock market. The Company closely monitors individual equity movements and the stock market to determine the appropriate course of action to be taken by the Company.

***Capital management***

The Company's policy is to maintain a strong capital base so as to maintain investor and creditor confidence and to sustain future development of the business. The capital structure of the Company consists of components of shareholders' equity. There were no changes in the Company's approach to capital management during the year. The Company is not subject to any externally imposed capital requirements.

| **Accounts payable and accrued liabilities:** | **August 31, 2019** | February 28, 2019 |
|---|---|---|
| | **$** | $ |
| Accounts payable | **196,340** | 176,179 |
| Accrued liabilities | **3,000** | 13,000 |
| | **199,340** | 189,179 |

## 5. EXPLORATION AND EVALUATION ASSETS

Exploration and evaluation assets comprise the North Ashanti - Anuoro project located in West Africa. The Company, through its wholly-owned subsidiary Ashanti, holds the 65 square km Anuoro license which is subject to a 10% carried interest held by the government of the Republic of Ghana. On May 9, 2014 Ashanti received a letter from the Ministry of Lands and Natural Resources stating the Anuoro license had been renewed until May 9, 2016. On April 6, 2016 Ashanti submitted documentation to the Minerals Commission requesting an extension for the Anuoro license. On July 5, 2017, the Company received a letter from the Mineral Commission stating it will recommend to the Minister of Lands and Natural Resources to grant the license subject to the payment of $14,437 (paid). On October 30, 2018, the Company received a letter from the Mineral Commission stating the Minister has approved the recommendation for grant of application. The term of prospecting license is subject to 1) Annual Minerals Fee of USD$16,540 (paid); 2) Annual Ground Rent of GHC $2,208 (paid). On June 27, 2019, the Ministry of Lands and Natural Resources sent a letter to the Company stating the Anuoro prospecting license had been renewed until June 27, 2022.

Unaudited - Expressed in Canadian Dollars

## 5. EXPLORATION AND EVALUATION ASSETS (continued)

| | Period Ended August 31, 2019 | Year Ended February 28, 2019 |
|---|---|---|
| | $ | $ |
| **Opening Balance** | 728,644 | 619,024 |
| Assays | - | 9,671 |
| Trenching | - | 1,818 |
| Field and camp costs | 2,550 | 11,382 |
| General and admin costs | - | 7,679 |
| Geologist fees | 8,018 | 27,054 |
| Labour costs | - | 17,640 |
| Legal fees | 550 | 14,302 |
| Licenses | - | 11,020 |
| Survey and labs | - | 727 |
| Travel | - | 8,329 |
| Costs incurred during the period | 11,118 | 109,620 |
| **Ending Balance** | **739,762** | **728,644** |

## 6. EQUITY AND RESERVES

**Share Capital**

Authorized share capital of the Company consists of an unlimited number of fully paid common shares without par value.

***Year ended February 28, 2019***

On March 28, 2018, the Company closed the first tranche of a non-brokered private placement and issued 7,333,332 units at a price of $0.03 per unit for gross proceeds of $220,000. Each unit consists of one common share and one transferable share purchase warrant to purchase one additional common share at an exercise price of $0.05 per share for a term of two years.

On April 16, 2018, the Company closed the second tranche of the non-brokered private placement and issued an additional 9,333,331 units at a price of $0.03 per unit for gross proceeds of $280,000. Each unit consists of one common share and one transferable share purchase warrant to purchase one additional common share at an exercise price of $0.05 per share for a term of two years.

***Period ended August 31, 2019***

There are no common shares issued during the period ended August 31, 2019

Unaudited - Expressed in Canadian Dollars

## 6. EQUITY AND RESERVES (continued)

### Share Purchase Warrants

***Year ended February 28, 2019***

The warrants reserve records items recognized as the value of warrants until such time that the warrants are exercised, at which time the corresponding amount will be transferred to share capital. If the warrants expire unexercised, the amount remains in reserves.

On March 28, 2018, the Company issued 7,333,332 share purchase warrants as part of the $220,000 private placement. The warrants expire two years from the date of issuance and are exercisable at $0.05 per share. The fair market value of these warrants was calculated at $139,310 and was determined on the date of issuance using the Black-Scholes Option Pricing Model with the following weighted average assumptions: 1.82% risk free interest rate, expected life of 2 years, 191.32% annualized volatility and 0% dividend rate.

On April 16, 2018, the Company issued 9,333,331 share purchase warrants as part of the $280,000 private placement. The warrants expire two years from the date of issuance and are exercisable at $0.05 per share. The fair market value of these warrants was calculated at $217,564 and was determined on the date of issuance using the Black-Scholes Option Pricing Model with the following weighted average assumptions: 2% risk free interest rate, expected life of 2 years, 190.66% annualized volatility and 0% dividend rate.

On April 17, 2018, the Company extended the term of 7,000,000 share purchase warrants from June 10, 2018 to June 10, 2021. The exercise price of $0.05 per share remains unchanged.

***Period ended August 31, 2019***

There are no warrants issued during the period ended August 31, 2019. As at August 31, 2019, warrant transactions are summarized as follows:

| | Number of Warrants | Weighted Average Exercise Price | Weighted Average Life Remaining (Years) |
|---|---|---|---|
| | | $ | |
| **Balance, February 28, 2018** | 15,000,000 | 0.05 | 1.02 |
| Issued | 16,666,663 | 0.05 | 0.60 |
| **Balance, February 28, 2019** | 31,666,663 | 0.05 | 0.85 |
| **Balance, August 31, 2019** | 31,666,663 | 0.05 | 0.85 |

Unaudited - Expressed in Canadian Dollars

## 6. EQUITY AND RESERVES (continued)

**Share Purchase Warrants (continued)**

As at August 31, 2019, the following warrants were outstanding:

| Number of Warrants | Exercise Price | Expiry Date |
|---:|---:|---:|
| 5,000,000 | $0.05 | April 1, 2020 |
| 3,000,000 | $0.05 | May 11, 2020 |
| 7,000,000 | $0.05 | June 10, 2021 |
| 7,333,332 | $0.05 | March 28, 2020 |
| 9,333,331 | $0.05 | April 16, 2020 |

**Stock Options**

***Stock-Option Plan***

The Company has a stock option plan, approved by the Board of Directors and by the shareholders, that allows the Company to grant incentive stock options to its directors, officers, employees and consultants. The maximum number of shares reserved for issuance under the plan are 5,546,839. The exercise price, term (not to exceed ten years) and vesting provisions are authorized by the Board of Directors at the time of the grant and pursuant to the terms of the Stock Option Plan. Stock options granted to a consultant performing investor relations activity shall vest over a minimum of twelve months with no more than ¼ of such options vesting in any three months period.

On April 17, 2018, the Company granted stock options to certain directors and officers to purchase up to an aggregate of 1,525,000 common shares. Each option is exercisable at $0.05 per common share for a period of five years expiring on April 17, 2023. The fair market value of stock options was calculated at $57,033 and was determined on the grant date using the Black-Scholes Option Pricing Model with the following weighted average assumptions: 2.00% risk free interest rate, expected life of 5 years, 167.46% annualized volatility and 0% dividend rate.

On August 31, 2018, the Company repriced the 500,000 stock options from $0.15 to $0.05 to the former CEO and director of the Company. No additional stock-based compensation was recorded as a result of the amendment as the amount was nominal.

On September 30, 2018, 575,000 stock options were cancelled due to the optionee ceased to be the director of the Company.

On October 30, 2018, the Company granted stock options to certain directors and officers to purchase up to an aggregate of 1,525,000 common shares. Each option is exercisable at $0.05 per common share for a period of five years expiring on October 30, 2023. The fair market value of stock options was calculated at $67,214 and was determined on the grant date using the Black-Scholes Option Pricing Model with the following weighted average assumptions: 2.38% risk free interest rate, expected life of 5 years, 173.82% annualized volatility and 0% dividend rate.

There are no stock options granted during the period ended August 31, 2019. In June, 1,000,000 stock options were cancelled due to the optionee ceased to be the director/officer of the Company.

Unaudited - Expressed in Canadian Dollars

## 6. EQUITY AND RESERVES (continued)

**Stock Options (continued)**

Stock option transactions are summarized as follows:

| | Number of Options | Weighted Average Exercise Price | Weighted Average Life Remaining (Years) |
|---|---|---|---|
| **Balance, February 28, 2018** | 1,200,000 | 0.09 | 2.20 |
| Granted | 3,050,000 | 0.05 | 4.40 |
| Cancelled | (575,000) | 0.05 | 4.38 |
| **Balance, February 28, 2019** | 3,675,000 | $ 0.05 | 3.85 |
| Cancelled | (1,000,000) | 0.05 | 4.38 |
| **Balance, August 31, 2019** | 2,675,000 | $0.05 | 3.90 |

As at August 31, 2019, the following options were outstanding and exercisable:

| Number of Options | Exercise Price | Expiry Date |
|---|---|---|
| 1,150,000 | $0.05 | April 17, 2023 |
| 1,525,000 | $0.05 | October 30, 2023 |

## 7. RELATED PARTY TRANSACTIONS

The Company's related parties include its subsidiaries, significant shareholder, and key management personnel. Transactions with related parties for goods and services are made on normal commercial terms and are considered to be at arm's length. The remuneration of the Company's directors and other key management personnel during the period ended August 31, 2019 and August 31, 2018 are as follows:

| | August 31, 2019 | August 31, 2018 |
|---|---|---|
| | $ | $ |
| Management fees | 24,000 | 34,500 |
| Professional fees | 25,500 | 32,875 |

As at August 31, 2019, the Company was indebted to its related parties for the amounts as below:

| | August 31, 2019 | February 28, 2019 |
|---|---|---|
| | $ | $ |
| Due to related parties | 61,909 | 21,613 |
| Due to shareholder | 13,300 | 800 |
| | 75,209 | 22,413 |

## 7. RELATED PARTY TRANSACTIONS (continued)

(a) During the period ended August 31, 2019, the Company incurred $24,000 (2018 - $18,000) for management fees to CEO and a director for services provided. As at August 31, 2019, $28,000 (February 28, 2019 - $4,000) remains unpaid.

(b) During the period ended August 31, 2019, the Company incurred $18,000 (2018 - $15,000) for professional fees to the CFO for accounting services performed. The Company also incurred $7,500 (2018 – $1,875) of professional fees to the Corporate Secretary for the legal services performed. As at August 31, 2019, $33,909 (February 2019 - $7,113) remains unpaid to these two parties.

(c) As at August 31, 2019, $156,523 (February 28, 2019 - $156,523) remained unpaid to the two former CEO of the Company.

(d) During the period ended August 31, 2019, the Company received the $12,500 in advances from a significant shareholder. As at August 31, 2019, $13,300 (February 28, 2019 - $800) remains unpaid to this shareholder. These amount owing are unsecured, non-interest bearing and have no fixed repayment terms.