



CanAsia Financial Inc.

MANAGEMENT DISCUSSION & ANALYSIS FORM 51-102F1 For the Quarter Ended September 30, 2017

This Management Discussion and Analysis (“**MD&A**”) is dated November 29, 2017.

This MD&A of the financial condition of CanAsia Financial Inc. (“**CanAsia**” or the “**Company**”) and results of operations supplements but does not form part of the unaudited interim condensed financial statements of the Company for the period ended September 30, 2017 and the audited annual financial statements of the Company for the year ended December 31, 2016. Consequently, the following discussion and analysis of the results of operations and the financial condition of CanAsia should be read in conjunction with the unaudited interim condensed financial statements for the period ended September 30, 2017 and the audited annual financial statements for CanAsia for the year ended December 31, 2016. Additional information can be found on CanAsia on the SEDAR website (www.sedar.com).

FORWARD LOOKING STATEMENTS

This MD&A may contain forward-looking statements. Forward looking statements include, but are not limited to, words such as “believes” “expects”, “will”, “intends”, “projects”, “anticipates”, “estimates”, “continues”, “plans” or similar words thereof. These forward statements reflect the Company’s future financial position, future growth, business strategy, budgets, internal projects and objectives of management based on information currently available to the Company.

The Company believes that the expectations represented in such forward-looking statements are reasonable. However, the Company cannot assure that the plans, intentions or expectations upon which these forward looking statements are based will prove to be correct as they are subject to risks, uncertainties and assumptions.

Any such forward-looking statements are expressly qualified in their entirety by this cautionary statement. Moreover, the Company does not assume responsibility for the accuracy or completeness of such forward-looking statements. The forward-looking statements included in this MD&A are made as of the date of this MD&A. The Company undertakes no obligation to publicly update or revise forward-looking statements, other than as required by applicable law. You should not place undue reliance on forward-looking statements.

CORPORATE STRUCTURE:

CanAsia was incorporated on June 26, 2008 under the *Business Corporation Act* (Alberta). The Company’s head office is located at Suite 1600, 333 – 7 Avenue S.W., Calgary, Alberta, Canada.

BUSINESS FOCUS

The Company has no significant assets and is in the process of searching for a potential acquisition. Whether the Company will be successful in its search for an acquisition is uncertain at this time.

SUMMARY OF FINANCIAL RESULTS

All the financial information below is reported in Canadian Dollars (“CAD”). Figures are reported in accordance with International Financial Reporting Standards (“IFRS”).

ANNUAL	Year Ended December 31, 2016 Audited	Year Ended December 31, 2015 Audited	Year Ended December 31, 2014 Audited
Total Revenues	\$ -	\$ -	\$ -
Cost of Sales	-	-	-
Gross Profit	-	-	-
Total expenses	112,656	701,551	352,582
Other income	258,191	-	657
Loss from discontinued operations	-	-	-
Net income (loss)	145,535	(701,551)	(351,925)
Comprehensive income (loss)	145,535	(701,551)	(351,925)
Current Assets	4,150	608,722	665,726
Non-current Assets	-	-	-
Total Assets	4,150	608,722	665,726
Current Liabilities	46,613	796,720	152,173
Non-current Liabilities	-	-	-
Total Liabilities	46,613	796,720	152,173

QUARTERLY	3 Months Ended September 30, 2017 Unaudited	3 Months Ended June 30, 2017 Unaudited	3 Months Ended March 31, 2017 Unaudited	3 Months Ended December 31, 2016 Unaudited
Total Revenues	-	-	-	-
Cost of Sales	-	-	-	-
Gross Profit (loss)	-	-	-	-
Total expenses	21,329	23,183	1,370	6,317
Other income	-	-	-	-
Net income loss	(21,329)	(23,183)	(1,370)	(6,317)
Comprehensive income loss	(21,329)	(23,183)	(1,370)	(6,317)
Current Assets	5,305	36,641	46,060	4,150
Non-current Assets	-	-	-	-
Total Assets	5,305	36,641	46,060	4,150
Current Liabilities	93,650	103,657	89,893	46,613
Non-current Liabilities	-	-	-	-
Total Liabilities	93,650	103,657	89,893	46,613
Cash and Cash Equivalents	5,305	36,641	46,060	4,150
Working Capital	(88,345)	(67,016)	(43,833)	(42,463)
Equity	(88,345)	36,641	46,060	(42,463)
Net Income per share from continuing operation –				
Basic	0.00	0.00	0.00	0.00
Diluted	0.00	0.00	0.00	0.00

QUARTERLY	3 Months Ended September 30, 2016 Unaudited	3 Months Ended June 30, 2016 Unaudited	3 Months Ended March 31, 2016 Unaudited	3 Months Ended December 31, 2015 Unaudited
Total Revenues	-	-	-	-
Cost of Sales	-	-	-	-
Gross Profit (loss)	-	-	-	-
Total expenses	2,556	94,442	9,341	150,638
Other income	-	258,191	-	-
Net income (loss)	(2,556)	163,749	(9,341)	(150,638)
Comprehensive income (loss)	(2,556)	163,749	(9,341)	(150,638)
Current Assets	4,207	6,184	606,951	608,722
Non-current Assets	-	-	-	-
Total Assets	4,207	6,184	606,951	608,722
Current Liabilities	40,354	39,774	804,290	408,027
Non-current Liabilities	-	-	-	-
Total Liabilities	40,354	39,774	804,290	796,720
Cash and Cash Equivalents	4,207	6,184	6,951	8,722
Working Capital	(36,147)	(33,590)	(197,339)	(187,998)
Equity	(36,147)	(33,590)	(197,339)	(187,998)
Net Income per share from continuing operation –				
Basic	0.00	0.00	(0.00)	(0.00)
Diluted	0.00	0.00	(0.00)	(0.00)

RESULTS OF OPERATIONS

Three-Month Period to September 30, 2017

In the third quarter of 2017, the Company incurred expenses relating to maintaining its public company listing and removing the existing cease trade order.

Breakdown of Material Components of General and Administration Expenses

	3 Months Ended Mar. 31, 2016 Unaudited	3 Months Ended June 30, 2016 Unaudited	3 Months Ended Sept. 30, 2016 Unaudited	3 Months Ended Dec. 31, 2016 Unaudited	Year Ended Dec. 31, 2016 Audited	3 Months Ended Mar. 31, 2017 Unaudited	3 Months Ended June 30, 2017 Unaudited	3 Months Ended Sept. 30, 2017 Unaudited
Financial expense	-	-	-	-	-	-	-	-
Service fee (paid to management)	-	-	-	-	-	-	-	-
Consulting fees (paid to management)	-	90,000	-	-	90,000	-	-	-
Filing fee	5,460	535	-	1,260	7,255	1,313	9,363	12,200
Transaction fee	-	-	-	-	-	-	-	-
Professional fee	2,500	2,500	2,500	5,000	12,500	-	13,763	32,391
Trust agent fee	746	1,174	-	-	1,921	-	-	-
Office	635	231	57	57	980	57	57	1,291
TOTAL	9,341.00	94,440	2,557	6,317	112,656	1,370	23,183	45,882

CAPITAL RESOURCES MANAGEMENT

The Company's primary objectives when managing capital are to safeguard the Company's ability to continue as a going concern and seek for a potential acquisition.

The Company's capital structure is regularly reviewed and managed. Adjustments are made to the capital structure based on financing requirements as well as in response to economic conditions affecting the Company.

The Company's policy is to regularly monitor current and expected liquidity requirements to ensure that it maintains sufficient reserves of cash to meet its liabilities when due. The Company has cash of \$5,305 and working capital deficiency of \$88,345 as at September 30, 2017.

FINANCIAL INSTRUMENTS AND RISK MANAGEMENT

The Company is exposed to credit and liquidity risks in the normal course of the Company's operations. These risks are mitigated by the Company's financial management policies and practices described below.

Credit Risk

The Company is exposed to credit risk associated with cash and cash equivalent. The risk is mitigated as the cash and cash equivalents are maintained with major financial institutions in Canada.

Liquidity Risk

The Company's policy is to regularly monitor current and expected liquidity requirements to ensure that it maintains sufficient reserves of cash to meet its liabilities when due. The Company has cash of \$5,305 and working capital deficiency of \$88,345 as at September 30, 2017.

The Company's contractual obligations consist of accounts payables and accrued liabilities, and loan payable. The accounts payable and accrued liabilities are due within one year, and the loan payable has no terms of repayment.

ACCOUNTING POLICIES

Basis of Preparation

The interim condensed financial statements have been prepared in accordance with International Accounting Standard 34 ("IAS34") as issued by the International Accounting Standards Board ("IASB") and interpretations of the International Financial Reporting Interpretations Committee ("IFRIC").

The financial statements are expressed in Canadian dollars unless otherwise stated.

Functional and Presentation Currency

These financial statements are presented in Canadian dollars ("CAD"), which is the Company's presentation currency and is consistent with the functional currency of CanAsia Financial Inc.

Impairment of Assets

When events or changes in the economic environment indicate a risk of impairment of non-financial assets, an impairment test is performed to determine whether the carrying amount of the asset or group of assets under consideration exceeds the recoverable amount. In the event that an asset's carrying amount exceeds its recoverable amount, the carrying amount is reduced to the recoverable amount and an impairment loss is recognized in the statement of loss. The recoverable amount is the greater of its value in use and its fair value less costs to sell. A previously recognized impairment loss is reversed only if there has been a change in the estimates regarding the recoverable amount, however, any such reversal is limited to the carrying amount that would have been determined (net of depreciation) had no impairment losses been recognized for the asset in prior years.

Off-Balance Sheet Arrangements

The Company has no off-balance sheet arrangements.

Disclosure of Share Information

Shares outstanding:

98,168,052 commons shares outstanding as at the date hereof

Preferred Shares outstanding:

15,000,000 preferred shares outstanding as at the date hereof

Warrants outstanding:

7,500,000 warrants outstanding as at the date hereof

Stock options outstanding:

Nil stock options to purchase common shares are outstanding as at the date hereof

APPROVAL

The Board of Directors have reviewed and approved this document pursuant to its mandate and charter.