



CanAsia Financial Inc.

MANAGEMENT DISCUSSION & ANALYSIS FORM 51-102F1 For the Quarter Ended September 30, 2018

This Management Discussion and Analysis (“**MD&A**”) is dated November 29, 2018.

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 audited annual financial statements and accompanying notes of the Company for the period ended September 30, 2018 or the audited financial statements of the Company for the year ended December 31, 2017. Consequently, the following discussion and analysis of the results of operations and the financial condition of CanAsia should be read in conjunction with the audited financial statements for CanAsia for the year ended December 31, 2017. 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 completing the acquisition of Techni Modul Engineering Ltd. as a non-binding letter of intent was signed September 25, 2018.

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, 2017 Audited	Year Ended December 31, 2016 Audited	Year Ended December 31, 2015 Audited
Total Revenues	\$ -	\$ -	\$ -
Cost of Sales	-	-	-
Gross Profit	-	-	-
Total expenses	107,096	112,656	701,551
Other income	-	258,191	-
Loss from discontinued operations	-	-	-
Net income (loss)	(107,096)	145,535	(701,551)
Comprehensive income (loss)	(107,096)	145,535	(701,551)
Current Assets	3,578	4,150	608,722
Non-current Assets	-	-	-
Total Assets	3,578	4,150	608,722
Current Liabilities	153,137	46,613	796,720
Non-current Liabilities	-	-	-
Total Liabilities	153,137	46,613	796,720

QUARTERLY	3 Months Ended September 30, 2018 Unaudited	3 Months Ended June 30, 2018 Unaudited	3 Months Ended March 31, 2018 Unaudited	3 Months Ended December 31, 2017 Unaudited
Total Revenues	-	-	-	-
Cost of Sales	-	-	-	-
Gross Profit (loss)	-	-	-	-
Total expenses	3,320	67,141	50,856	61,214
Other income	-	-	-	-
Net loss	(3,320)	(67,141)	(50,856)	(61,214)
Comprehensive loss	(3,320)	(67,141)	(50,856)	(61,214)
Current Assets	9,874	12,311	53,521	3,578
Non-current Assets	-	-	-	-
Total Assets	9,874	12,311	53,521	3,578
Current Liabilities	280,750	279,867	253,936	153,137
Non-current Liabilities	-	-	-	-
Total Liabilities	280,750	279,867	253,936	153,137
Cash and Cash Equivalents	9,874	12,311	53,521	3,578
Working Capital	(270,876)	(267,556)	(200,415)	(149,559)
Equity	(270,876)	(267,556)	(200,415)	(149,559)
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, 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 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)	(67,016)	(43,833)	(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

RESULTS OF OPERATIONS

Three-Month Period to September 30, 2018

In the third quarter of 2018, the Company incurred expenses relating to maintaining its public company listing.

Breakdown of Material Components of General and Administration Expenses

	3 Months Ended Sept. 30, 2018 Unaudited	3 Months Ended June 30, 2018 Unaudited	3 Months Ended Mar. 31, 2018 Unaudited	3 Months Ended Dec. 31, 2017 Unaudited	3 Months Ended Sept. 30, 2017 Unaudited	3 Months Ended June 30, 2017 Unaudited	3 Months Ended March 31, 2017 Unaudited	3 Months Ended December 31, 2016 Unaudited
Filing fee	-	16,184	3,247	30,752	1,524	9,363	-	1,260
Transaction fee	-	-	-	-	-	-	1,313	-
Professional fee	4,113	20,061	17,599	29,267	18,628	13,763	-	5,000
Trust agent fee	267	533	4,763	1,138	-	-	-	-
Office	(1,060)	30,363	25,247	57	1,177	57	57	57
TOTAL	3,320	67,141	50,856	61,214	21,329	23,183	1,370	6,317

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 \$9,874 and working capital deficiency of \$270,876 as at September 30, 2018.

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 \$9,874 and working capital deficiency of \$270,876 as at September 30, 2018.

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 financial statements have been prepared in accordance with International Financial Reporting Standards 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.

Measurement Uncertainty

The preparation of the financial statements in conformity with IFRS requires management to make judgments, estimates and assumptions that affect the reported amounts of assets and liabilities, disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the period. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making judgments about the carrying values of assets and liabilities that are not readily apparent from other resources. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimate is revised if the revision affects only that period or in the period of the revision and future periods if the revision affects both current and future periods.

Judgment is required in determining whether deferred tax assets are recognized on the statement of financial position.

Off-Balance Sheet Arrangements

The Company has no off-balance sheet arrangements.

Disclosure of Share Information

Shares outstanding:

113,168,052 commons shares 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.