

CREDENT CAPITAL CORP.

CONDENSED INTERIM FINANCIAL STATEMENTS

FOR THE SIX MONTHS ENDED OCTOBER 31, 2020 AND 2019

(Expressed in Canadian Dollars)

(Unaudited)

Notice of No Auditor Review

In accordance with National Instrument 51-102, the Company discloses that the accompanying condensed interim financial statements have been prepared by and are the responsibility of the Company's management. They have been reviewed and approved by the Company's Audit Committee and the Board of Directors.

The Company's independent auditor has not performed a review of these condensed interim financial statements in accordance with standards established by the Canadian Professional Accountants of Canada

CRECENT CAPITAL CORP.

CONDENSED INTERIM STATEMENTS OF FINANCIAL POSITION

(Expressed in Canadian Dollars)

	October 31, 2020 (unaudited)	April 30, 2020
ASSETS		
Current		
Cash	\$ 140,120	\$ 158,629
Taxes receivable	870	–
Due from related party (Note 3)	–	800
Prepaid expenses (Note 4)	20,425	20,425
	\$ 161,415	\$ 179,854
LIABILITIES		
Current		
Accounts payable and accrued liabilities	\$ 2,916	\$ 11,042
Due to related party (Note 3)	138,200	131,739
	141,116	142,781
EQUITY		
Share capital	366,550	366,550
Share-based payments reserve	34,411	34,411
Deficit	(380,662)	(363,888)
	20,299	37,073
	\$ 161,415	\$ 179,854

Nature of Operations and Going Concern (Note 1)
Qualifying Transaction (Note 4)
Subsequent Event (Note 5)

These financial statements were authorized for issue by the Board of Directors on December 23, 2020. They are signed on the Company's behalf by:

“John A. Versfelt”

Director

“Lonny Wong”

Director

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

CREDENT CAPITAL CORP.

CONDENSED INTERIM STATEMENTS OF COMPREHENSIVE LOSS

(Expressed in Canadian Dollars)

(Unaudited)

	Three months ended October 31,		Six months ended October 31,	
	2020	2019	2020	2019
Expenses				
Consulting	\$ 504	\$ 982	\$ 1,680	\$ 982
Office	173	262	406	383
Professional fees	3,156	8,939	5,111	8,939
Rent (Note 3)	1,140	1,260	2,400	2,520
Transfer agent and filing fees	2,920	4,463	7,177	6,650
Net Loss and Comprehensive Loss For The Period	(7,893)	(15,906)	(16,774)	(19,474)
Basic and Diluted Loss Per Share	\$ (0.00)	\$ (0.00)	\$ (0.00)	\$ (0.00)
Weighted Average Number of Shares Outstanding	4,250,000	4,250,000	4,250,000	4,250,000

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

CREDENT CAPITAL CORP.
CONDENSED INTERIM STATEMENTS OF CASH FLOWS
(Expressed in Canadian Dollars)
(Unaudited)

	Six months ended October 31,	
	2020	2019
Cash Flows Used For Operating Activities		
Net loss for the period	\$ (16,774)	\$ (19,474)
Changes in non-cash working capital items:		
Taxes receivable	(870)	–
Accounts payable and accrued liabilities	(8,126)	1,645
	<u>(25,770)</u>	<u>(17,829)</u>
Cash Flows (Used for) Financing Activities		
Repayment of advances	(131,739)	–
Advances from related companies	139,000	–
	<u>7,261</u>	<u>–</u>
Decrease In Cash	(18,509)	(17,829)
Cash, Beginning of Period	158,629	143,282
Cash, End of Period	\$ 140,120	\$ 125,453

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CRECENT CAPITAL CORP.

CONDENSED INTERIM STATEMENTS OF CHANGES IN EQUITY

(Expressed in Canadian Dollars)

(Unaudited)

	SHARE CAPITAL		SHARE- BASED	DEFICIT	TOTAL
	NUMBER OF SHARES	AMOUNT	PAYMENTS RESERVE		EQUITY
Balance, April 30, 2019	4,250,000	\$ 366,550	\$ 34,411	\$ (380,851)	\$ 20,110
Net loss for the period	-	-	-	(19,474)	(19,474)
Balance, October 31, 2019	4,250,000	366,550	34,411	(400,325)	636
Balance, April 30, 2020	4,250,000	\$ 366,550	\$ 34,411	\$ (363,888)	\$ 37,073
Net loss for the period	-	-	-	(16,774)	(16,774)
Balance, October 31, 2020	4,250,000	\$ 366,550	\$ 34,411	\$ (380,662)	\$ 20,299

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

CRESENT CAPITAL CORP.

NOTES TO CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE SIX MONTHS ENDED OCTOBER 31, 2020 AND 2019 (Expressed in Canadian Dollars) (Unaudited)

1. NATURE OF OPERATIONS AND GOING CONCERN

Crescent Capital Corp. (the “Company”) was incorporated under the *Business Corporations Act* (British Columbia) on March 25, 2011 and is classified as a Capital Pool Company as defined in Policy 2.4 of the TSX Venture Exchange (“TSX-V”). The principal business of the Company is the identification, evaluation and negotiation for the acquisition of assets or a business (“Qualifying Transaction”) subject to receipt of shareholder approval and acceptance by regulatory authorities for the purpose of obtaining a listing on the TSX-V and becoming an issuer (see Note 4).

During 2013, the Company was unable to complete a Qualifying Transaction in the time frame required by the TSX-V. Pursuant to TSX-V Policy 2.4, the Company requested and received majority shareholder approval to transfer its listing to the NEX Board of the TSX-V (NEX).

The Company’s head office is located at 20 Sixth Street, New Westminster, British Columbia, Canada, V7L 3Y8. The Company’s registered office is located at 1000 – 595 Burrard Street, Vancouver, British Columbia V7X 1S8.

The Company had a net loss of \$16,774 during the six month ended October 31, 2020 and, at that date, the Company had working capital of \$20,299. The ability of the Company to continue as a going concern involves a high degree of risk and there is no assurance that the Company will identify an appropriate business for acquisition or investment, and even if so identified and warranted, it may not be able to finance such acquisition or investment. Additional funds may be required to enable the Company to pursue such an initiative and the Company may be unable to obtain such financing on terms which are satisfactory to it. Further, there is no assurance that the businesses acquired will be profitable. All of these factors may cast significant doubt about the Company’s ability to continue as a going concern. These condensed interim financial statements do not include adjustments that would be necessary should it be determined that the Company may be unable to continue as a going concern, and these adjustments could be material.

On March 11, 2020, the World Health Organization declared COVID-19 a global pandemic. This contagious disease outbreak and any related adverse public health developments, has adversely affected workforces, economies, and financial markets globally, leading to an economic downturn. The impact on the Company has not been significant, but management continues to monitor the situation.

CREDENT CAPITAL CORP.

NOTES TO CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE SIX MONTHS ENDED OCTOBER 31, 2020 AND 2019 (Expressed in Canadian Dollars) (Unaudited)

2. SIGNIFICANT ACCOUNTING POLICIES

a) Statement of Compliance

These condensed interim financial statements have been prepared in accordance with International Financial Reporting Standards applicable to interim financial information, as outlined in International Accounting Standard (“IAS”) 34, “Interim Financial Reporting” and using the accounting policies consistent with those in the audited financial statements as at and for the year ended April 30, 2020.

These condensed interim financial statements do not include all disclosures normally provided in annual financial statements and should be read in conjunction with the annual financial statements as at and for the year ended April 30, 2020. Interim results are not necessarily indicative of the results expected for the fiscal year.

b) Recent Accounting Pronouncements

A number of new standards, and amendments to standards and interpretations, are not yet effective for the period ended October 31, 2020, and have not been applied in preparing these financial statements. Other accounting standards or amendments to existing accounting standards that have been issued but have future effective dates are either not applicable or are not expected to have a significant impact on the Company’s financial statements.

3. RELATED PARTY TRANSACTIONS

As at October 31, 2020, the Company owed \$nil (April 30, 2020 - \$131,739) to an individual connected with Hydro Power Technologies Inc. (“Hydro Power”), which is non-interest bearing, unsecured, and due on demand.

As at October 31, 2020, the Company owed \$138,200 to (April 30, 2020 - \$800 was owed from) a company with a common director, which is non-interest bearing, unsecured, and due on demand.

During the six months ended October 31, 2020, the Company incurred rent of \$2,400 (2019 - \$2,520) to a company with a common director.

4. QUALIFYING TRANSACTION

The Company signed a non-binding letter of intent (the “Hydro LOI”) with Hydro Power, a corporation existing under the laws of Ontario, Canada, which outlines the general terms and conditions pursuant to which the Company and Hydro Power will be willing to complete a transaction that will result in a reverse take-over of the Company by the shareholders of Hydro Power.

CRESENT CAPITAL CORP.

NOTES TO CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE SIX MONTHS ENDED OCTOBER 31, 2020 AND 2019 (Expressed in Canadian Dollars) (Unaudited)

4. QUALIFYING TRANSACTION (continued)

As part of the qualifying transaction process, the Company entered into a sponsorship agreement with a qualified sponsor. Per this agreement, the Company is required to pay \$25,000 in sponsorship fees, pay additional related legal fees and issue 50,000 shares of the resulting issuer. As at October 31, 2020, the Company has paid \$26,685 in related fees and has prepaid additional sponsorship and legal fees of \$20,425. These deferred financing changes are included in prepaid expenses. The balance of the fees and the issuance of the common shares are payable upon submission of the final sponsor report. The prepaid fees will be held by the qualified sponsor.

On May 21, 2020, the Company and Hydro Power Technologies Inc. ("HPT") announced that they had agreed to terminate their business combination agreement the ("Transaction"). The Transaction was originally announced by the Company in its news release dated January 21, 2014. Pursuant to the original LOI, HPT placed \$70,000 with the Company's legal counsel in trust to cover legal expenses in connection with the qualifying transaction. During the year ended April 30, 2020 and in advance of the formal termination agreement, the remaining balance in the trust account in the amount of \$49,755 was transferred to the Company and was recognized as a gain on termination of qualifying transaction.

The Transaction contemplated under the business combination agreement with HPT was intended to be the Company's Qualifying Transaction. The Company will also be applying to the regulators to lift the trading halt currently in place on its common shares.

5. SUBSEQUENT EVENT

On December 22, 2020, the Company entered into a binding letter of intent to acquire 100% of Good Gamer Corp. ("Good Gamer"), a private British Columbia company which operates a fantasy sports and Esports gaming platform. This will constitute the Company's Qualifying Transaction. Prior to closing, the Company is to effect a 1-for-5 share consolidation. The Company is to issue approximately 30,336,085 common shares to the shareholders of Good Gamer which will result in a reverse takeover of the Company. In connection with this transaction, the Company is to issue the finder 1,000,000 common shares and 1,000,000 share purchase warrants. The proposed transaction is subject to the entry into a definitive agreement, and regulatory and Exchange approvals.