

Notice to Reader

The attached interim financial report of Sagittarius Capital Corp. for the interim period ended June 30, 2017 is being filed with the applicable securities administrators to reflect the following amendment relating to typo only:

- Unaudited Interim Condensed Statements of Cash Flows: The Statements of Cash Flows includes financial information for the three and six month periods ended June 30, 2017, together with comparative dates, as required by section 4.3(2)(b) of National Instrument 51-102 - Continuous Disclosure Obligations.

No amended has otherwise been made to any amount, balance or disclosure in the attached financial report.

September 21, 2017

SAGITTARIUS CAPITAL CORPORATION

(A capital pool corporation)

Financial Statements

For the Three and Six Months period ended June 30, 2017 and 2016

(Expressed in Canadian dollars)

(Unaudited – Prepared by Management)

NOTICE TO READER

The unaudited interim condensed financial statements for the period ended June 30, 2017 have been prepared by management and have not been audited or reviewed by the Company's auditor.

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Sagittarius Capital Corporation

Unaudited Interim Condensed Statements of Financial Position (Expressed in Canadian dollars)

Assets	Note	June 30, 2017 (Unaudited) \$	December 31, 2016 (Audited) \$
Current assets			
Cash	6	1,150	1,291
HST and other receivable		2,881	1,319
Total assets		4,030	2,610
Liabilities			
Current liabilities			
Accounts payable and accrued liabilities		47,253	34,131
		47,253	34,131
Shareholders' equity			
Share capital	4	620,194	620,194
Share option reserve	4	93,240	93,240
Accumulated deficit		(756,657)	(744,955)
Total shareholders' equity (deficiency)		(43,223)	(31,521)
Total liabilities and shareholders' equity		4,030	2,610

Nature of Operations and Going Concern (note 1)

APPROVED ON BEHALF OF THE BOARD

"BRIAN PRESEMENT"
DIRECTOR

"CHRIS HAZELTON"
DIRECTOR

Sagittarius Capital Corporation

Unaudited Interim Condensed Statements of Operations and Comprehensive Loss
For the three and six months period ended June 30, 2017 and 2016
(Expressed in Canadian dollars)

	Notes	Three months ended June 30, 2017 \$	Three months ended June 30, 2016 \$	Six months ended June 30, 2017 \$	Six months ended June 30, 2016 \$
Expenses					
Professional fees		2,913	3,375	6,317	10,951
Filing fees		3,993	3,893	5,243	5,143
Office and general		84	61	141	116
Total expenses		(6,990)	7,329	(11,701)	16,210
Interest income		-	-	-	-
Net loss and comprehensive loss		(6,990)	(7,329)	(11,701)	(16,210)
Loss per share		(0.002)	(0.002)	(0.003)	(0.004)
Weighted Average Number of Shares Outstanding					
Basic and diluted		3,690,000	4,190,000	3,690,000	4,190,000

(The accompanying notes are an integral part of these financial statements.)

Sagittarius Capital Corporation

Unaudited Interim Condensed Statements of Changes in Equity
For the six month periods ended June 30, 2017 and 2016
(Expressed in Canadian dollars)

	Share capital Number of Shares #	Share capital Amount \$	Share option reserves \$	Accumulated deficit \$	Total \$
Balance at January 1, 2016	4,190,000	620,194	93,240	(719,097)	(5,663)
Net loss for the period	-	-	-	(16,210)	(16,210)
Balance at June 30, 2016	4,190,000	620,194	93,240	(735,307)	(21,873)
Balance at December 31, 2016	4,190,000	620,194	93,240	(744,955)	(31,521)
Net loss for year the period	-	-	-	(11,701)	(11,701)
Balance at June 30, 2017	4,190,000	620,194	93,240	(756,657)	(43,223)

(The accompanying notes are an integral part of these financial statements.)

Sagittarius Capital Corporation

Unaudited Interim Condensed Statements of Cash Flows
For the six month periods ended June 30, 2017 and 2016
(Expressed in Canadian dollars)

	Three months ended June 30, 2017	Three months ended June 30, 2016	Six months ended June 30, 2017	Six months ended June 30, 2016
	\$	\$	\$	\$
Cash Flows from Operating Activities				
Net loss	(6,990)	(7,329)	(11,701)	(16,209)
Adjustments for:				
Changes in non-cash working capital items:				
HST and other receivable	(520)	(798)	(1,561)	(961)
Accounts payables and accrued liabilities	7,426	4,115	13,121	13,591
Net funds used in operating activities	(84)	(4,012)	(141)	(3,579)
Net decrease in cash and cash equivalents	(84)	(4,012)	(141)	(3,579)
Cash and cash equivalents – beginning of period	1,234	4,458	1,291	4,025
Cash and cash equivalents – end of period	1,150	446	1,150	446

(The accompanying notes are an integral part of these financial statements.)

Sagittarius Capital Corporation

Notes to Financial Statements

June 30, 2017 and 2016

Unaudited

1. Nature of Operations and Going Concern

Sagittarius Capital Corporation (the “Company” or “Sagittarius”) was incorporated under the Business Corporations Act (Ontario) on April 20, 2007 and is classified as a Capital Pool Corporation as defined in TSX Venture Exchange Inc. (the “Exchange”) Policy 2.4. The Company has nominal assets other than cash and proposes to identify and evaluate potential acquisitions or businesses with a view to completing a Qualifying Transaction, as defined in Exchange Policy 2.4.

The Company’s registered address and principal place of business is 77 King Street West, Suite 3000, Toronto, Ontario, M5K 1G8.

There is no assurance that the Company will identify a Qualifying Transaction under the policies of the Exchange. If a qualifying transaction is not completed, the Company will need to identify other sources of finance to remain a going-concern entity.

These financial statements are prepared on the assumption that the Company is a going concern, which contemplates the realization of assets and the settlement of liabilities in the normal course of operations. Over the past two years the Company has incurred losses including operating losses for the six months period ended June 30, 2017 and 2016 of \$11,701 and \$16,210 respectively. As a result, the Company has an accumulated deficit of \$756,657 (December 31, 2016 - \$744,955) and working capital deficiency of \$43,223 at June 30, 2017 (December 31, 2016 - \$31,521). The Company has taken and continues to take steps to reduce these losses. However, losses are expected to continue for the 2017 fiscal year. As a result, there is substantial doubt surrounding the Company’s ability to continue as a going concern. In order to rectify these problems the Company will require additional financing. Failure to obtain such financing could result in delay or indefinite postponement of the Company’s strategic goals. These financial statements do not include any adjustments relative to the carrying values and classifications of assets and liabilities that would be necessary should the Company be unable to continue as a going concern.

On May 28, 2010, the shareholders of the Company authorized management to transfer the Company’s shares to the NEX board and cancel 50% or 500,000 seed common shares held by current and past directors and officers of the Company for failing to complete a Qualifying Transaction within the prescribed time limit under Exchange policy.

2. Basis of Presentation

Statement of compliance

These condensed consolidated interim financial statements, including comparatives, have been prepared in accordance with International Accounting Standards (“IAS”) 34 ‘Interim Financial Reporting’ (“IAS 34”) using accounting policies consistent with the International Financial Reporting Standards (“IFRS”) issued by the International Accounting Standards Board (“IASB”) and Interpretations of the International Financial Reporting Interpretations Committee (“IFRIC”).

These financial statements were authorized for issuance by the Board of Directors of the Company on August 25, 2017.

Sagittarius Capital Corporation

Notes to Financial Statements

June 30, 2017 and 2016

Unaudited

2. Basis of Presentation (continued)

Basis of measurement and functional currency

The financial statements are prepared on the historical cost basis. The accompanying financial statements have been prepared on the basis of accounting principles applicable to a going concern, which presumes the Company will be able to realize its assets and discharge its liabilities in the normal course of business.

The financial statements are presented in Canadian dollars, the Company's functional currency.

3. Summary of Significant Accounting Policies

Accounting estimates and judgments

The preparation of these financial statements requires management to make estimates and judgments and form assumptions that affect the reported amounts and other disclosures in these financial statements. 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 the judgments about carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates under different assumptions and conditions.

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 further periods if the review affects both current and future periods.

Critical accounting estimates are estimates and assumptions made by management that may result in material adjustments to the carrying amount of assets and liabilities within the next financial year. There have been no significant judgements made by management in the application of IFRS that have a significant effect on these financial statements, with exception to accounts payable and accrued liabilities, deferred taxes and the going concern assumption.

Income Taxes

The Company accounts for income taxes in accordance with the asset and liability method. Under this method, deferred income tax assets and liabilities are recognized for the future tax consequences attributable to differences between the financial statement carrying amounts of existing assets and liabilities and their respective income tax bases, and losses carried forward.

Deferred income tax assets and liabilities are measured using enacted or substantively enacted tax rates expected to apply to taxable income in the years in which those temporary differences are expected to be recovered or settled. The effect on deferred income tax assets and liabilities of a change in tax rates is recognized in the statement of operations and comprehensive loss in the period that includes the date of enactment or substantive enactment.

Current income taxes are recognized for the estimated income taxes payable for the current year.

Deferred income tax assets are recognized to the extent that management believes that it is probable that future taxable profit will be available against which the temporary differences can be utilised.

Sagittarius Capital Corporation

Notes to Financial Statements

June 30, 2017 and 2016

Unaudited

3. Significant Accounting Policies - Continued

Financial Instruments

All financial instruments are classified into one of the following categories: fair value through profit and loss (“FVTPL”), held-to-maturity, loans and receivables, available-for-sale financial assets, or other financial liabilities. Loans and receivables, held-to-maturity investments, and other financial liabilities are initially measured at fair value and then at amortized cost. FVTPL financial instruments are subsequently re-measured at fair value and all gains and losses are included in net income or loss in the period which they arise. Available-for-sale financial instruments are subsequently measured at fair value with revaluation gains and losses included in other comprehensive income or loss until the instrument is derecognized or impaired. Cash and cash equivalents are classified as FVTPL. Accounts payable and accrued liabilities are classified as other financial liabilities.

IFRS 7 establishes a fair value hierarchy that prioritizes the input to valuation techniques used to measure fair value as follows:

- Level 1 - valuation based on quoted prices (unadjusted) in active markets for identical assets or liabilities;
- Level 2 - valuation techniques based on inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices); and
- Level 3 - valuation techniques using inputs for the asset or liability that are not based on observable market data (unobservable inputs).

As at June 30, 2017 and 2016, the Company does not have any financial instruments carried at fair value and that require classification within the fair value hierarchy.

Loss per Share

The Company presents basic and diluted loss per share data for its common shares, calculated by dividing the loss attributable to common shareholders of the Company by the weighted average number of common shares outstanding during the period. Contingently issuable shares are not considered outstanding common shares and consequently not included in loss per share calculation. Diluted loss per share is determined by adjusting the loss attributable to common shareholders and the weighted average number of common shares outstanding for the effects of all warrants and options outstanding that may add to the total number of common shares. As at June 30, 2017 and 2016, the company did not have any warrants or options outstanding.

Comprehensive Income

Other comprehensive income or loss is the change in net assets arising from transactions and other events and circumstances from non-owner sources. Comprehensive income comprises net income or loss and other comprehensive income or loss. Financial assets that are classified as available for sale will have revaluation gains and losses included in other comprehensive income or loss until the asset is removed from the balance sheet or impaired. At present, the Company has no other comprehensive income or loss.

Sagittarius Capital Corporation

Notes to Financial Statements

June 30, 2017 and 2016

Unaudited

3. Significant Accounting Policies – Continued

Share Issuance Costs

Costs incurred in connection with the issuance of capital stock are netted against the proceeds received.

Cash and cash equivalents

Cash and cash equivalents include demand deposits with banks, money market accounts, and other investments with original maturities of 90 days or less. Balances of cash and cash equivalents in financial institutions may at times exceed the government-insured limits. As at June 30, 2017 and 2016, the Company did not have any cash equivalents.

Accounting standards issued but not yet applied

Certain pronouncements were issued by the IASB or the IFRIC that are mandatory for accounting periods commencing on or after January 1, 2017. Many are not applicable or do not have a significant impact to the Company and have been excluded. The following has not yet been adopted and is being evaluated to determine its impact on the Company.

IFRS 9 *Financial Instruments* was issued in final form in July 2014 by the IASB and will replace IAS 39 *Financial Instruments: Recognition and Measurement*. IFRS 9 uses a single approach to determine whether a financial asset is measured at amortized cost or fair value, replacing the multiple rules in IAS 39. The approach in IFRS 9 is based on how an entity manages its financial instruments in the context of its business model and the contractual cash flow characteristics of the financial assets. Most of the requirements in IAS 39 for classification and measurement of financial liabilities were carried forward unchanged to IFRS 9. The new standard also requires a single impairment method to be used, replacing the multiple impairment methods in IAS 39. IFRS 9 also includes requirements relating to a new hedge accounting model, which represents a substantial overhaul of hedge accounting which will allow entities to better reflect their risk management activities in the financial statements. The most significant improvements apply to those that hedge non-financial risk, and so these improvements are expected to be of particular interest to non-financial institutions. IFRS 9 is effective for annual periods beginning on or after January 1, 2018. Earlier application is permitted.

4. Capital Stock

Authorized: Unlimited number of common shares without par value

Issued and outstanding:

	No. of Shares	Amount
December 31, 2016 and June 30, 2017	4,190,000	\$ 620,194

- (i) The Company had issued 1,000,000 common seed shares, of which 500,000 were cancelled in 2010 (see (ii) below).

The seed common shares are considered contingently issuable until the Company completes a Qualifying Transaction and they are not considered to be outstanding shares for purposes of loss per share calculation.

Sagittarius Capital Corporation

Notes to Financial Statements

June 30, 2017 and 2016

Unaudited

4. Capital Stock - Continued

- (ii) At an Annual and Special Meeting of Shareholders held on May 28, 2010, a resolution was ratified cancelling 50% or 500,000 seed common shares for failing to complete a Qualifying Transaction within the prescribed period of time under TSX Venture Exchange policies. These common shares were initially issued at \$0.10 per share with total face value of \$50,000.

a) Stock Options

The Company awards stock options to officers and directors under an incentive stock plan (the "Plan"). Options are granted at the fair market value of the shares on the day granted, and vest over various terms. Compensation expense is recognized when options are vested. The board of directors of the Company may from time to time, in its discretion, grant to directors, officers, and technical consultants of the Company, non-transferable options to purchase common shares, provided that the number of common shares reserved for issuance will not exceed ten percent (10%) of the issued and outstanding Common Shares exercisable for a period of up to five years from the date of grant.

As at June 30, 2017 and 2016, the company has no stock option issued and outstanding.

5. Capital Management

The Company's primary objective with respect to its capital management is to ensure that it has sufficient cash resources to fund ongoing operations and finance the identification and evaluation of potential investments. To secure the additional capital necessary to pursue these investments, the Company may attempt to raise additional funds through the issuance of equity and warrants or by securing strategic partners.

The Company considers share capital, share option reserve and accumulated deficit in the amount of \$43,223 (December 31, 2016 - \$31,521) to represent capital.

6. Cash Restriction

The proceeds raised from the issuance of common shares may only be used to identify and evaluate assets or businesses for future investment, with the exception that not more than the lesser of 30% of the gross proceeds from the issuance of shares or \$210,000 may be used to cover prescribed costs of issuing the common shares or administrative and general expenses of the Company. These restrictions apply until Completion of a Qualifying Transaction by the Company as defined under the policies of the Exchange. As of June 30, 2017, the Company had exceeded this limit. The impact of this violation is not known and is ultimately dependent on the Exchange

7. Financial Instruments and Financial Risk Management

The Company is exposed to different types of risks in the normal course of operations, including credit risk and liquidity risk as follows:

a) Fair Value

The carrying values of cash and cash equivalents and accounts payable and accrued liabilities approximate fair values due to the relatively short term maturities of these instruments. There have been no significant changes in the risks, objectives, policies and procedures during the six months ended June 30, 2017 and 2016.

Sagittarius Capital Corporation

Notes to Financial Statements

June 30, 2017 and 2016

Unaudited

7. Financial Instruments and Financial Risk Management - Continued

b) Credit Risk

The Company manages the credit exposure related to cash of \$1,150 as at June 30, 2017 by making sure that the Company maintains bank accounts with Schedule 1 banks in Canada. The carrying amount of cash represents the maximum credit exposure.

c) Liquidity Risk

Liquidity risk is the risk that the Company will not be able to meet its financial obligations as they are due. The Company controls liquidity risk by ensuring that it has sufficient cash resources to pay for its financial obligations. All of the Company's accounts payable and accrued liabilities are due within one year, and within their due dates.

8. Related Party Transactions

Transactions with related parties, if any, are incurred in the normal course of business and are measured at the exchange amount which is the amount of consideration established and approved by the related parties.

During the six months period ended June 30, 2017, the Company incurred accounting fees of \$5,000 (2016 - \$5,000) to Branson Corporate Services, a Company in which a related director has a non-controlling indirect interest. As at June 30, 2017, \$16,950 (2016 - \$11,300) is included in accounts payable and accrued liabilities, payable to Branson Corporate Services.

The Company also incurred legal fees and disbursements of \$1,062 (2016 - \$8,454) to Folger, Rubinoff LLP, a law firm in which a director of the Company is a Partner. As at June 30, 2017, \$5,357 (2016 - \$5,075) is included in accounts payable and accrued liabilities, payable to Folger, Rubinoff LLP.

The Company also received advances from a director to pay for audit fees and filing fees totaling \$10,177 during the six months ended June 30, 2017. As at June 30, 2017, \$12,820 (2016 - \$2,643) is included in accounts payable and accrued liabilities. The advances are unsecured, non-interest bearing and payable on demand.

There was no remuneration paid to directors and key management personnel during the six months ended June 30, 2017 and 2016.