



Petrolympic Ltd.
Condensed Interim Consolidated Financial Statements
Three and Nine Months Ended
September 30, 2019
(Expressed In Canadian Dollars)
(Unaudited)

NOTICE TO READER

The accompanying unaudited condensed interim consolidated financial statements of Petrolympic Ltd. (the "Company") have been prepared by and are the responsibility of management. The unaudited condensed interim consolidated financial statements as at and for the three and nine months ended September 30, 2019 have not been reviewed by the Company's auditors.

Petrolympic Ltd.**Condensed Interim Consolidated Statements of Financial Position****(Expressed in Canadian Dollars)****(Unaudited)**

	As at September 30, 2019	As at December 31, 2018
ASSETS		
Current assets		
Cash and cash equivalents (note 3)	\$ 36,320	\$ 102,591
Amounts receivable and other assets (note 4)	6,494	76,843
Total current assets	42,814	179,434
Non-current assets		
Equipment (note 5)	6,629	8,555
Reclamation bond	10,541	10,859
Total non-current assets	17,170	19,414
Total assets	\$ 59,984	\$ 198,848
EQUITY AND LIABILITIES		
Current liabilities		
Accounts payable and accrued liabilities (notes 6, 11(b) and 14)	\$ 554,713	\$ 442,536
Advances from related party (note 7)	113,906	27,300
Total current liabilities	668,619	469,836
Deficiency / Equity		
Share capital (note 8)	9,417,016	9,417,016
Reserves	861,731	1,366,885
Deficit	(10,887,382)	(11,054,889)
Total deficiency / equity	(608,635)	(270,988)
Total deficiency / equity and liabilities	\$ 59,984	\$ 198,848

The notes to the unaudited condensed interim consolidated financial statements are an integral part of these statements.

Nature of operations and going concern (note 1)

Commitments and contingencies (note 15)

On behalf of the Board:

(Signed) Mendel Ekstein
Director

(Signed) Miles Pittman
Director

Petrolympic Ltd.

Condensed Interim Consolidated Statements of Loss and Comprehensive Loss
(Expressed in Canadian Dollars)
(Unaudited)

	Three Months Ended September 30,		Nine Months Ended September 30,	
	2019	2018	2019	2018
Operating expenses				
Exploration and evaluation expenditures (note 11)	\$ 34,337	\$ 10,425	\$ 142,454	\$ 33,814
General and administrative (note 13)	61,279	253,266	292,822	758,553
Operating loss	(95,616)	(263,691)	(435,276)	(792,367)
Other Income				
Foreign exchange loss	(806)	(2,697)	(2,567)	(511)
Net loss for the period	\$ (96,422)	\$ (266,388)	\$ (437,843)	\$ (792,878)
Other comprehensive income (loss)				
Item that will be reclassified subsequently to profit or loss:				
Exchange differences on translating foreign operations	(1,042)	456	1,623	(583)
Comprehensive loss for the period	\$ (97,464)	\$ (265,932)	\$ (436,220)	\$ (793,461)
Basic and diluted net loss per share (note 12)	\$ (0.00)	\$ (0.00)	\$ (0.00)	\$ (0.01)
Weighted average number of common shares outstanding (note 12)	110,443,894	109,290,048	110,443,894	108,923,473

The notes to the unaudited condensed interim consolidated financial statements are an integral part of these statements.

Petrolympic Ltd.

Condensed Interim Consolidated Statements of Cash Flows
(Expressed in Canadian Dollars)
(Unaudited)

Nine Months Ended
September 30,
2019 2018

Operating activities

Net loss for the period	\$ (437,843)	\$ (792,878)
Adjustment for:		
Depreciation (note 5)	1,926	2,750
Share-based payment (note 9)	98,573	336,658
Change in unrealized foreign exchange	840	(6,409)
Non-cash working capital items:		
Amounts receivable and other assets	70,349	(4,271)
Accounts payable and accrued liabilities	112,177	215,924
Reclamation bond	318	(318)
Net cash and cash equivalents used in operating activities	(153,660)	(248,544)

Financing activities

Loan proceeds (note 7)	87,727	4,946
Net proceeds from stock option exercise	-	66,667
Net cash and cash equivalents provided by financing activities	87,727	71,613
Effect of exchange rate fluctuations on cash in foreign currency held	(338)	6,293
Net change in cash and cash equivalents	(66,271)	(170,638)
Cash and cash equivalents, beginning of period	102,591	215,120
Cash and cash equivalents, end of period (note 3)	\$ 36,320	\$ 44,482

The notes to the unaudited condensed interim consolidated financial statements are an integral part of these statements.

Petrolympic Ltd.**Condensed Interim Consolidated Statements of Changes in Equity / Deficiency****(Expressed in Canadian Dollars)****(Unaudited)**

	Reserves					
	Share capital	Contributed surplus	Warrant reserve	Other comprehensive loss	Deficit	Total
Balance, December 31, 2017	\$ 9,196,997	\$ 1,208,247	\$ 163,034	\$ (2,257)	\$ (10,505,107)	\$ 60,914
Stock options exercised	102,000	(35,333)	-	-	-	66,667
Share-based payment (note 9)	-	336,658	-	-	-	336,658
Reclassification of expired options	-	(225,734)	-	-	225,734	-
Net loss for the period	-	-	-	(583)	(792,878)	(793,461)
Balance, September 30, 2018	\$ 9,298,997	\$ 1,283,838	\$ 163,034	\$ (2,840)	\$ (11,072,251)	\$ (329,222)
Balance, December 31, 2018	\$ 9,417,016	\$ 1,156,857	\$ 195,015	\$ 15,013	\$ (11,054,889)	\$ (270,988)
Share-based payment (note 9)	-	98,573	-	-	-	98,573
Reclassification of expired options	-	(605,350)	-	-	605,350	-
Net income (loss) for the period	-	-	-	1,623	(437,843)	(436,220)
Balance, September 30, 2019	\$ 9,417,016	\$ 650,080	\$ 195,015	\$ 16,636	\$ (10,887,382)	\$ (608,635)

The notes to the unaudited condensed interim consolidated financial statements are an integral part of these statements.

Petrolympic Ltd.

Notes to Condensed Interim Consolidated Financial Statements

Three and Nine Months Ended September 30, 2019

(Expressed in Canadian Dollars)

(Unaudited)

1. Nature of operations and going concern

Petrolympic Ltd. (the "Company" or "Petrolympic") was incorporated under the Business Corporations Act (Ontario). Petrolympic is an exploration company, engaged in the acquisition, exploration and development of petroleum and natural gas properties. At the date of these unaudited condensed interim consolidated financial statements, the Company has not yet discovered any significant deposits, nor has it earned any profit from its activities. The Company's common shares are listed on the TSX Venture Exchange under the symbol PCQ and on the OTCQX International under the symbol PCQRF. The primary office is located at The Canadian Venture Building, 82 Richmond Street East, Toronto, Ontario, Canada, M5C 1P1. The Company's year end is December 31st.

Petrolympic is at an early stage of development and, as is common with many exploration companies, it raises financing for its exploration and acquisition activities in discrete tranches. The Company had a working capital deficiency of \$625,805 at September 30, 2019 (December 31, 2018 - working capital deficiency of \$290,402). As at September 30, 2019, the Company has a deficit of \$10,887,382 (December 31, 2018 - \$11,054,889). For the nine months ended September 30, 2019, the Company had a comprehensive loss of \$436,220 (nine months ended September 30, 2018 - comprehensive loss of \$793,461). For the nine months ended September 30, 2019, the Company had total cash outflows of \$66,271 (nine months ended September 30, 2018 - cash outflows of \$170,638).

The Company's ability to continue as a going concern is dependent upon its obtaining additional financing and eventually achieving profitable production in the future. These conditions raise material uncertainties which cast significant doubt as to the Company's ability to continue as a going concern. The Company is currently evaluating various options in order to address its financing needs. There can be no assurance that the Company's financing activities will continue to be successful or sufficient.

These unaudited condensed interim consolidated financial statements have been prepared using accounting policies applicable to a going concern, which contemplates the realization of assets and settlement of liabilities in the normal course of business as they become due. These unaudited condensed interim consolidated financial statements do not reflect the adjustments to the carrying values of assets and liabilities that would be necessary if the Company were unable to continue as a going concern and was required to realize its assets or discharge its obligations in anything other than the ordinary course of operations. These adjustments could be material.

2. Significant accounting policies

Statement of compliance

The Company applies International Financial Reporting Standards ("IFRS") as issued by the International Accounting Standards Board ("IASB") and interpretations issued by the IFRS Interpretations Committee ("IFRIC"). These unaudited condensed interim consolidated financial statements have been prepared in accordance with International Accounting Standard 34, Interim Financial Reporting. Accordingly, they do not include all of the information required for full annual financial statements required by IFRS as issued by the IASB and interpretations issued by the IFRIC.

The policies applied in these unaudited condensed interim consolidated financial statements are based on IFRS's issued and outstanding as of November 25, 2019, the date the Board of Directors approved the statements. The same accounting policies and methods of computation are followed in these unaudited condensed interim consolidated financial statements as compared with the most recent annual consolidated financial statements as at and for the year ended December 31, 2018, except as noted below. Any subsequent changes to IFRS that are given effect in the Company's annual consolidated financial statements for the year ending December 31, 2019 could result in restatement of these unaudited condensed interim consolidated financial statements.

Petrolympic Ltd.

Notes to Condensed Interim Consolidated Financial Statements
Three and Nine Months Ended September 30, 2019
(Expressed in Canadian Dollars)
(Unaudited)

2. Significant accounting policies (continued)

New standards adopted

IFRS 16 Leases ("IFRS 16")

Effective January 1, 2019, the Company adopted IFRS 16. IFRS 16 was issued in January 2016 and replaces IAS 17 – Leases as well as some lease related interpretations. With certain exceptions for leases under twelve months in length or for assets of low value, IFRS 16 states that upon lease commencement a lessee recognises a right-of-use asset and a lease liability. The right-of-use asset is initially measured at the amount of the liability plus any initial direct costs. After lease commencement, the lessee shall measure the right-of-use asset at cost less accumulated depreciation and accumulated impairment. A lessee shall either apply IFRS 16 with full retrospective effect or alternatively not restate comparative information but recognise the cumulative effect of initially applying IFRS 16 as an adjustment to opening equity at the date of initial application. IFRS 16 requires that lessors classify each lease as an operating lease or a finance lease. A lease is classified as a finance lease if it transfers substantially all the risks and rewards incidental to ownership of an underlying asset. Otherwise it is an operating lease. The adoption of IFRS 16 had no impact to the Company's consolidated financial statements.

3. Cash and cash equivalents

	As at September 30, 2019	As at December 31, 2018
Cash	\$ 26,320	\$ 92,591
Guaranteed investment certificates	10,000	10,000
Total	\$ 36,320	\$ 102,591

4. Amounts receivable and other assets

	As at September 30, 2019	As at December 31, 2018
Sales tax receivable - (Canada)	\$ -	\$ 1,436
Prepaid expenses	6,494	75,407
	\$ 6,494	\$ 76,843

Petrolympic Ltd.

Notes to Condensed Interim Consolidated Financial Statements
Three and Nine Months Ended September 30, 2019
(Expressed in Canadian Dollars)
(Unaudited)

5. Equipment

Cost

	Oil and gas equipment
Balance, December 31, 2017, December 31, 2018 and September 30, 2019	\$ 56,947

Accumulated depreciation

	Oil and gas equipment
Balance, December 31, 2017	\$ 44,726
Depreciation	3,666
Balance, December 31, 2018	\$ 48,392
Depreciation	1,926
Balance, September 30, 2019	\$ 50,318

Carrying amounts

	Oil and gas equipment
At December 31, 2018	\$ 8,555
At September 30, 2019	\$ 6,629

6. Accounts payable and accrued liabilities

	As at September 30, 2019	As at December 31, 2018
Trade payables	\$ 58,523	\$ 53,947
Accrued liabilities (note 14(b))	496,190	388,589
	\$ 554,713	\$ 442,536

7. Advances from related party

During the nine months ended September 30, 2019, the Company received \$87,727 (66,000USD) in advances from Mendel Ekstein who is a major shareholder and director of the Company. Advances of \$113,906 (86,012USD) were outstanding at September 30, 2019.

During the nine months ended September 30, 2018, the Company received \$4,946 (3,900USD) in advances from Mendel Ekstein who is a major shareholder of the Company. Advances of \$27,300 (20,012USD) were outstanding at December 31, 2018. The advances are unsecured, do not bear any interest and are due on demand.

Petrolympic Ltd.

Notes to Condensed Interim Consolidated Financial Statements
Three and Nine Months Ended September 30, 2019
(Expressed in Canadian Dollars)
(Unaudited)

8. Share capital

a) Authorized share capital

At September 30, 2019, the authorized share capital consisted of an unlimited number of common shares. The common shares do not have a par value. All issued shares are fully paid.

b) Common shares issued

At September 30, 2019, the issued share capital amounted to \$9,417,016.

Issued:

	Number of common shares	Amount
Balance, December 31, 2017	108,623,381	\$ 9,196,997
Exercise of stock options	666,667	102,000
Balance, September 30, 2018	109,290,048	\$ 9,298,997
Balance, December 31, 2018 and September 30, 2019	110,443,894	\$ 9,417,016

9. Stock options

The following table reflects the continuity of stock options for the periods presented:

	Number of stock options	Weighted average exercise price (\$)
Balance, December 31, 2017	9,730,002	0.17
Granted (i)(ii)	5,350,000	0.11
Expired	(4,133,335)	0.12
Exercised	(666,667)	0.10
Balance, September 30, 2018	10,280,000	0.17
Balance, December 31, 2018	8,630,000	0.17
Granted (iii)	850,000	0.10
Expired	(2,080,000)	0.36
Balance, September 30, 2019	7,400,000	0.11

Petrolympic Ltd.

Notes to Condensed Interim Consolidated Financial Statements

Three and Nine Months Ended September 30, 2019

(Expressed in Canadian Dollars)

(Unaudited)

9. Stock options (continued)

(i) On May 28, 2018, the Company granted 4,550,000 options of the Company at a price of \$0.105 per share, expiring May 28, 2023. The fair value of these options at the date of grant was estimated using the Black-Scholes option pricing model with the following assumptions: a five year expected average life; share price of \$0.105; 129% volatility; risk-free interest rate of 2.14%; and a dividend yield of 0%. Volatility is calculated based on the changes in historical stock prices over the expected life of the options. The fair value assigned to these options was \$410,000. During the three and nine months ended September 30, 2019 the amount of \$nil and \$63,473, respectively was expensed in the unaudited condensed interim consolidated statement of loss and comprehensive loss with a corresponding amount allocated to contributed surplus (three and nine months ended September 30, 2018 - \$176,986 and \$253,658 respectively). These options vest quarterly in equal amounts over 12 months from issuance.

(ii) On May 28, 2018, the Company extended the expiry date for 800,000 options in aggregate previously granted to management, from the current expiry date of June 26, 2018 to the new expiry date of May 28, 2023, and increased the option exercise price from \$0.10 to \$0.105 per share. The fair value of these options was estimated using the Black-Scholes option pricing model with the following assumptions: a five year expected average life; share price of \$0.12; 129% volatility; risk-free interest rate of 1.97%; and a dividend yield of 0%. Volatility is calculated based on the changes in historical stock prices over the expected life of the options. The fair value assigned to these options was \$83,000. During the three and nine months ended September 30, 2019 the amount of \$nil which was expensed in the unaudited condensed interim consolidated statement of loss and comprehensive loss with a corresponding amount allocated to contributed surplus (three and nine months ended September 30, 2018 - \$nil and \$83,000 respectively). These options have fully vested.

(iii) On March 12, 2019, the Company granted 850,000 options of the Company at a price of \$0.10 per share, expiring March 12, 2024. The fair value of these options at the date of grant was estimated using the Black-Scholes option pricing model with the following assumptions: a five year expected average life; share price of \$0.055; 117% volatility; risk-free interest rate of 1.63%; and a dividend yield of 0%. Volatility is calculated based on the changes in historical stock prices over the expected life of the options. The fair value assigned to these options was \$35,100. During the three and nine months ended September 30, 2019, \$nil and \$35,100, respectively, was expensed in the unaudited condensed interim consolidated statement of loss and comprehensive loss with a corresponding amount allocated to contributed surplus (three and nine months ended September 30, 2018 - \$nil). These options have fully vested.

The following table reflects the actual stock options issued and outstanding as of September 30, 2019:

Expiry date	Exercise price (\$)	Weighted average remaining contractual life (years)	Number of options outstanding	Number of options vested (exercisable)
August 21, 2020	0.100	0.89	100,000	100,000
May 30, 2022	0.120	2.67	1,100,000	1,100,000
May 28, 2023	0.105	3.66	5,350,000	5,350,000
March 12, 2024	0.100	4.45	850,000	850,000
		3.57	7,400,000	7,400,000

Petrolympic Ltd.

Notes to Condensed Interim Consolidated Financial Statements
 Three and Nine Months Ended September 30, 2019
 (Expressed in Canadian Dollars)
 (Unaudited)

10. Warrants

The following table reflects the continuity of warrants for the periods presented:

	Number of warrants	Grant date fair value (\$)
Balance, December 31, 2017 and September 30, 2018	3,118,182	163,034
Balance, December 31, 2018 and September 30, 2019	4,272,028	195,015

The following table reflects the actual warrants issued as of September 30, 2019:

Number of warrants outstanding	Grant date fair value (\$)	Exercise price (\$)	Expiry date
1,818,182	86,560	0.25	(i) October 3, 2020
1,300,000	76,474	0.25	March 23, 2020
1,153,846	31,981	0.25	June 22, 2020
4,272,028	195,015	0.25	

(i) The expiry dates of 1,818,182 common share purchase warrants were extended from April 3, 2019 to October 3, 2020.

11. Exploration and evaluation expenditures

	Three Months Ended September 30,		Nine Months Ended September 30,	
	2019	2018	2019	2018
Québec, Canada (a)				
Gross exploration activities				
General exploration costs	\$ -	\$ -	\$ -	\$ 1,243
Consulting	-	-	5,724	2,094
Permits and licenses	33,694	7,553	134,775	22,577
Net costs	\$ 33,694	\$ 7,553	\$ 140,499	\$ 25,914
Texas, USA (b)				
Development costs	\$ -	\$ 1,955	\$ 29	\$ 5,150
Depreciation	643	917	1,926	2,750
Net costs	\$ 643	\$ 2,872	\$ 1,955	\$ 7,900
Total exploration costs	\$ 34,337	\$ 10,425	\$ 142,454	\$ 33,814

Petrolympic Ltd.

Notes to Condensed Interim Consolidated Financial Statements Three and Nine Months Ended September 30, 2019 (Expressed in Canadian Dollars) (Unaudited)

11. Exploration and evaluation expenditures (continued)

(a) Québec Properties, Québec (Canada)

During the three and nine months ended September 30, 2019, the Company's share of exploration and evaluation expenditures on its Québec, Canada property interests amounted to \$33,694 and \$140,499, respectively (three and nine months ended September 30, 2018 - \$7,553 and \$25,914, respectively). Total cumulative exploration and evaluation expenditures incurred on its Québec, Canada property interests to September 30, 2019 amounted to \$6,079,664 (December 31, 2018 - \$5,939,165).

(b) Chittim Ranch Property, Texas (USA)

During the three and nine months ended September 30, 2019, the Company's share of exploration and evaluation expenditures on its Chittim Ranch property in Texas (USA) amounted to \$643 and \$1,955, respectively (three and nine months ended September 30, 2018 - \$2,872 and \$7,900, respectively). Total cumulative exploration and evaluation expenditures incurred on its Chittim Ranch property to September 30, 2019 amounted to \$1,859,903 (December 31, 2018 - \$1,857,948).

For the three and nine months ended September 30, 2019, the Company paid \$nil in royalties to SWEPI (three and nine months ended September 30, 2018 - \$nil). As at September 30, 2019, the Company owed \$19,986 (15,092USD) in royalties to SWEPI (December 31, 2018 - \$18,933 (15,092USD)) and this amount was included in accounts payable and accrued liabilities. The \$19,986 was accrued from oil revenues earned in 2013 and 2014, it however has not been paid because the Company is currently investigating who the royalties are due to.

12. Net loss per share

The calculation of basic and diluted loss per share for the three and nine months ended September 30, 2019 was based on the loss attributable to common shareholders of \$96,422 and \$437,843, respectively (three and nine months ended September 30, 2018 - \$266,388 and \$792,878, respectively) and the weighted average number of common shares outstanding of 110,443,894 and 110,443,894, respectively (three and nine months ended September 30, 2018 - 109,290,048 and 108,923,473, respectively). Diluted loss per share did not include the effect of 7,400,000 options outstanding (September 30, 2018 - 10,280,000 options outstanding) as they are anti-dilutive. Diluted loss per share did not include the effect of 4,272,028 warrants outstanding (September 30, 2018 - 3,118,182 warrants outstanding) as they are anti-dilutive.

13. General and administrative

	Three Months Ended September 30,		Nine Months Ended September 30,	
	2019	2018	2019	2018
Share-based payment (notes 9 and 14)	\$ -	\$ 176,986	\$ 98,573	\$ 336,658
Professional fees	11,519	15,624	32,091	47,354
Management fees	42,615	37,162	114,200	315,015
Administrative and general	8,035	18,026	27,941	33,639
Investor relations and promotion	(1,695)	-	5,647	7,062
Reporting issuer costs	805	5,468	14,370	18,825
	\$ 61,279	\$ 253,266	\$ 292,822	\$ 758,553

Petrolympic Ltd.

Notes to Condensed Interim Consolidated Financial Statements Three and Nine Months Ended September 30, 2019 (Expressed in Canadian Dollars) (Unaudited)

14. Related party balances and transactions

Related parties include the Board of Directors, officers, close family members and enterprises that are controlled by these individuals as well as certain persons performing similar functions.

As at September 30, 2019, Mendel Ekstein, an officer and director of the Company, controls or indirectly controls 26,528,736 common shares of the Company, or approximately 24% of the total common shares outstanding. As at September 30, 2019, Andreas Jacob, a director of the Company, controls or indirectly controls 11,967,625 common shares of the Company, or approximately 11% of the total common shares outstanding. As at September 30, 2019, the remaining directors and/or officers of the Company collectively control 887,541 common shares of the Company or less than 1% of the total common shares outstanding. To the knowledge of directors and officers of Petrolympic, the remainder of the Company's outstanding common shares are widely held. These holdings can change at any time at the discretion of the owner.

(a) Petrolympic entered into the following transactions with related parties. The Company defines key management as its CEO, CFO and Board of Directors:

	Three Months Ended September 30,		Nine Months Ended September 30,	
	2019	2018	2019	2018
Marrelli Support Services Inc. ("Marrelli Support") (i)	\$ 6,068	\$ 3,623	\$ 18,662	\$ 15,803
DSA Corporate Services Inc. ("DSA Corp") (ii)	1,951	1,962	5,929	6,066
DSA Filing Services Limited ("DSA Filing") (iii)	69	4,363	5,201	5,163
Fogler Rubinoff LLP ("Fogler") (iv)	-	370	-	3,649
Mendel Ekstein (v)	26,193	2,269	87,727	4,946

(i) For the three and nine months ended September 30, 2019, the Company expensed \$6,068 and \$18,662, respectively (three and nine months ended September 30, 2018 - \$3,623 and \$15,803, respectively) to Marrelli Support for the services of Carmelo Marrelli to act as Chief Financial Officer of the Company. In addition, Marrelli Support also provides bookkeeping services to the Company. Carmelo Marrelli is the president of Marrelli Support. As at September 30, 2019, Marrelli Support was owed \$9,087 (December 31, 2018 - \$4,673) and this amount was included in accounts payable and accrued liabilities.

(ii) For the three and nine months ended September 30, 2019, the Company expensed \$1,951 and \$5,929, respectively (three and nine months ended September 30, 2018 - \$1,962 and \$6,066, respectively) to DSA Corp for corporate secretarial services. DSA Corp is affiliated with Marrelli Support through common ownership. As at September 30, 2019, DSA Corp was owed \$2,940 (December 31, 2018 - \$738) and this amount was included in accounts payable and accrued liabilities.

(iii) For the three and nine months ended September 30, 2019, the Company expensed \$69 and \$5,201, respectively (three and nine months ended September 30, 2018 - \$4,363 and \$5,163, respectively) to DSA Filing for corporate filing services. DSA Filing is affiliated with Marrelli Support through common ownership. As at September 30, 2019, DSA Filing was owed \$170 (December 31, 2018 - \$254) and this amount was included in accounts payable and accrued liabilities.

(iv) For the three and nine months ended September 30, 2019, the Company expensed \$nil and \$nil, respectively (three and nine months ended September 30, 2018 - \$370 and \$3,649, respectively) to Fogler for legal services. Adam Szweras, the Corporate Secretary of Petrolympic, is a partner at Fogler. As at September 30, 2019, Fogler was owed \$306 (December 31, 2018 - \$306) and this amount was included in accounts payable and accrued liabilities.

(v) The total loan balance owed to the President and CEO of the Company as of September 30, 2019 amounted to \$113,906 (December 31, 2018 - \$27,300) (see note 7).

Petrolympic Ltd.

Notes to Condensed Interim Consolidated Financial Statements
Three and Nine Months Ended September 30, 2019
(Expressed in Canadian Dollars)
(Unaudited)

14. Related party balances and transactions (continued)

(b) Remuneration of directors and key management personnel of the Company was as follows:

	Three Months Ended September 30,		Nine Months Ended September 30,	
	2019	2018	2019	2018
Salaries and benefits	\$ 42,615	\$ 37,162	\$ 114,200	\$ 315,015
Share-based payments	-	176,986	98,573	336,658
Total remuneration	\$ 42,615	\$ 214,148	\$ 212,773	\$ 651,673

Payments to directors and key management personnel of the Company include certain transactions with related parties in (a) above, and (b) remuneration to directors and key management personnel of the Company. As at September 30, 2019, directors and key management personnel of the Company were owed US\$215,000 (December 31, 2018 - US\$125,000) for remuneration and reimbursable expenses, excluding amounts disclosed in (a) above.

Included in accounts payable and accrued liabilities is an amount of \$200,000 bonus payment to management, payable in common shares of the Company at \$0.105 per share for a total of 952,381 common shares to each officer, or 1,904,762 common shares in aggregate, subject to regulatory approval.

15. Commitments and contingencies

Québec, Canada

Effective January 1, 2017, in order to maintain its petroleum and natural gas permits in good standing, the Company must pay an annual fee of \$10.30 per square km. The Quebec Government has decided to maintain the annual rent obligations until further notice while completing environmental studies and preparing new Quebec oil and gas laws and regulations. Until then, permits owners must only pay the annual rental and have no work obligations to keep their permits. Present exploration expenditures (without hydraulic fracturation) are allowed and will be cumulated and credited to future permits work obligations.

The Company's operations are subject to government environmental protection legislation. Environmental consequences are difficult to identify in terms of results, timetable and impact.

At this time, to management's best knowledge, the Company's operations are in compliance with current laws and regulations.

Petrolympic Ltd.

Notes to Condensed Interim Consolidated Financial Statements
Three and Nine Months Ended September 30, 2019
(Expressed in Canadian Dollars)
(Unaudited)

16. Segmented information

As at September 30, 2019, the Company operates primarily in two reportable geographical segments, being the exploration for petroleum and natural gas interests in Canada and the USA. The Company maintains a head office in Toronto, Canada.

Nine Months Ended September 30, 2019

	Canada	USA	Total
Revenues	\$ -	\$ -	\$ -
Comprehensive loss	\$ 429,059	\$ 7,161	\$ 436,220

Nine Months Ended September 30, 2018

	Canada	USA	Total
Revenues	\$ -	\$ -	\$ -
Comprehensive loss	\$ 778,649	\$ 14,812	\$ 793,461

Three Months Ended September 30, 2019

	Canada	USA	Total
Revenues	\$ -	\$ -	\$ -
Net loss and comprehensive loss	\$ 94,051	\$ 3,413	\$ 97,464

Three Months Ended September 30, 2018

	Canada	USA	Total
Revenues	\$ -	\$ -	\$ -
Net loss and comprehensive loss	\$ 261,140	\$ 4,792	\$ 265,932

As at September 30, 2019

	Canada	USA	Total
Current assets	\$ 42,758	\$ 56	\$ 42,814
Non-current assets	\$ -	\$ 17,170	\$ 17,170

As at December 31, 2018

	Canada	USA	Total
Current assets	\$ 173,702	\$ 5,732	\$ 179,434
Non-current assets	\$ -	\$ 19,414	\$ 19,414

17. Subsequent event

Petrolympic, in conjunction with its partner Squatex, announced in a press release dated November 4, 2019 that a lawsuit against the Quebec Government was filed in Superior Court, Quebec Judicial District. The press release states the following: "Through this procedure, Petrolympic and its partner are asking the Minister of Energy and Natural Resources to return the annual fees it has collected without having the right to do so since 2011, in connection with the oil and gas exploration licences which they owned since September 1st, 2009. The licence period has been suspended since the Oil and Gas Limiting Act came into force on June 13, 2011, so that annual fees were not and still are not payable. As these continued to be collected by the Minister in order to maintain the licences in force, Petrolympic and its partner are now demanding the return of the sums paid, plus interest."