

**THIRD QUARTER REPORT
For the Period Ended June 30, 2023**

**Notice of No Auditor Review of the
Interim Condensed Consolidated Financial Statements**

The accompanying unaudited interim condensed consolidated financial statements of Visionstate Corp. for the quarter ended June 30, 2023 have been prepared by management and approved by the Audit Committee and the Board of Directors of the Company. The Company's external auditors have not reviewed these statements.

August 29, 2023

"Signed"

John Putters
President and Chief Executive Officer

"Signed"

Randa Kachkar
Chief Financial Officer

VISIONSTATE CORP.

Company web site:
www.visionstate.com

Shares Listed
 TSX Venture Exchange
 Trading symbol: VIS

Officers and Directors:

John A. Putters
 Jim Duke
 Angel Valov
 Ned Dimitrov
 Belinda Davidson

Transfer Agent:

Computershare
 Suite 800, 324 - 8 Ave. SW
 Calgary, Alberta
 Canada T2P 2Z2

Share Capital

Issued: 146,126,335 Common Shares

Interim Condensed Consolidated Statement of Comprehensive Income (Loss)

For the three and nine months ended June 30, 2023

(Unaudited)	3 months June 30/23 \$	3 months June 30/ 22 \$	9 months June 30/23	9 months June 30/ 22
Revenue				
Product sales revenue	11,858	30,104	19,328	107,620
Technical service revenue	5,032	33,040	103,202	96,372
Contracted services revenue	42,800	24,467	117,664	168,587
Total Revenue	59,690	87,611	240,194	372,579
Expenses				
Selling, general and administrative expenses	191,611	150,379	341,588	399,046
Salaries and benefits	128,399	97,475	364,985	282,275
Direct expenses	22,389	73,093	47,092	100,752
Depreciation of right of use asset	4,008	9,165	12,024	15,669
Interest on convertible debentures	2,082	2,084	6,449	5,194
Other interest	4,058	1,450	10,121	5,741
Total Expenses	352,547	333,646	782,259	808,677
Net income (loss) and comprehensive income (loss)	(292,857)	(246,035)	(542,065)	(436,098)
Weighted average number of shares outstanding	# 146,126,335	# 109,655,716	# 122,657,881	# 107,405,104
Basic and diluted net income (loss) per common share	\$ \$0.00	\$ \$0.00	\$ \$0.00	\$ \$0.00

See accompanying notes

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Interim Condensed Consolidated Statement of Financial Position

(Unaudited)

June 30, 2023

	Jun 30/23 Unaudited \$	Sep 30/22 Audited \$
ASSETS		
Current Assets		
Cash	72,267	19,797
Accounts receivable	128,812	34,071
Prepaid expenses	45,388	9,638
TOTAL CURRENT ASSETS	246,467	63,506
DEPOSIT	53,482	52,532
LOAN RECEIVABLE (Note 5)	230,000	230,000
INVESTMENT (Note 7)	558,572	558,572
RIGHT OF USE ASSET (Note 10)	60,117	72,141
TOTAL ASSETS	1,148,638	976,751
LIABILITIES		
Current Liabilities		
Accounts payable and accrued liabilities (Note 8)	343,971	372,992
Advances from related parties (Note 9)	125,500	758
Promissory note payable	21,408	21,408
Convertible debentures (Note 11)	100,000	100,000
Deferred share issuance	-	65,000
Deferred revenue	-	29,838
Current portion of lease obligation	21,600	13,165
TOTAL CURRENT LIABILITIES	612,479	603,161
LONG-TERM DEBT	54,448	54,448
LEASE OBLIGATION (Note 10)	50,751	62,517
TOTAL LIABILITIES	717,678	720,126
SHAREHOLDERS' EQUITY (DEFICIENCY)		
Share capital (Note 12)	11,015,867	10,366,430
Contributed Surplus	2,666,581	2,666,581
Warrant Reserve (Note 1)	1,233,795	1,166,832
Deficit	(14,485,283)	(13,943,218)
TOTAL SHAREHOLDERS' EQUITY (DEFICIENCY)	430,960	256,625
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY (DEFICIENCY)	1,148,638	976,751

See accompanying notes

VISIONSTATE CORP.

Interim Condensed Consolidated Statement of Changes in Equity

(Unaudited)

June 30, 2023

	Shares		Warrant Reserve		Total	Contributed Surplus	Deficit	Total
	Number	Amount	Number	Amount				
Balance, October 1, 2022	110,306,335	\$ 10,366,430	48,463,734	\$ 1,166,832	\$ 11,533,262	\$ 2,666,581	\$(13,943,218)	\$ 256,625
Private Placement (December 7, 2022)	10,045,000	187,842	10,045,000	13,058	200,900	-	-	200,900
Private Placement (March 6, 2023)	2,800,000	52,640	2,800,000	3,360	56,000	-	-	56,000
Private Placement (May 18, 2023)	22,975,000	408,955	22,975,123	50,545	459,500	-	-	459,500
Net loss	-	-	-	-	-	-	(542,065)	(542,065)
Balance, June 30, 2023	<u>146,126,335</u>	<u>\$ 11,015,867</u>	<u>84,283,857</u>	<u>\$ 1,233,795</u>	<u>\$ 12,069,662</u>	<u>\$ 2,666,581</u>	<u>\$(14,485,283)</u>	<u>\$ 430,96017</u>

	Shares		Warrant Reserve		Total	Contributed Surplus	Deficit	Total
	Number	Amount	Number	Amount				
Balance, October 1, 2021	105,955,935	\$ 10,078,341	65,390,313	\$ 1,733,282	\$ 11,811,623	\$ 2,165,500	\$(13,322,091)	\$ 655,032
Warrants exercised November 2021	535,000	29,350	(535,000)	(7,044)	22,306	-	-	22,306
Warrants exercised January 2022	400,000	20,000	(400,000)	(5,266)	14,734	-	-	14,734
Warrants exercised February 2022	2,365,400	118,270	(2,365,400)	(31,144)	87,126	-	-	87,126
Warrants exercised March 2022	800,000	40,000	(800,000)	(10,533)	29,467	-	-	29,467
Warrants expired	-	-	(1,288,200)	(34,146)	(34,146)	-	-	(34,146)
Net loss	-	-	-	-	-	-	(190,066)	(190,066)
Balance, June 30, 2022	<u>110,056,335</u>	<u>\$ 10,285,961</u>	<u>60,001,713</u>	<u>\$ 1,645,149</u>	<u>\$ 11,931,110</u>	<u>\$ 2,165,500</u>	<u>\$(13,512,157)</u>	<u>\$ 584,453</u>

See accompanying notes

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Interim Condensed Consolidated Statement of Cash Flows

For the nine months ended June 30, 2023

(Unaudited)	9 months ending	
	Jun 30/23	Jun 30/22
	\$	\$
CASH FLOWS FROM OPERATING ACTIVITIES		
Net profit (loss) for the period	(542,065)	(436,098)
Depreciation of right-of-use asset	12,024	15,669
	(530,041)	(420,429)
Changes in non-cash working capital items		
Accounts receivable	(109,695)	(18,508)
Prepaid Expense	(35,750)	(36,216)
Inventory	-	3,449
Taxes payable	-	(7,486)
Deferred revenue	-	(150,993)
Accounts payable and accrued liabilities	29,021	6,761
Net cash flows from operating activities	(646,465)	(623,422)
CASH FLOWS FROM INVESTING ACTIVITIES		
Investment	-	(50,000)
Net cash flows from investing activities	-	(50,000)
CASH FLOWS FROM FINANCING ACTIVITIES		
Advance from long term debt	-	-
Convertible debenture repaid	-	-
Advances from (repayments to) related parties	125,500	(8,844)
Shares issued	716,400	99,046
Cost of shares issued	-	-
Repayments on lease obligations	(12,024)	(2,849)
Net cash flows from financing activities	829,876	87,353
Increase/Decrease in cash	(183,411)	(586,069)
Cash (bank indebtedness) - beginning of period	255,678	635,956
Cash (bank indebtedness) - end of period	72,267	49,887

See accompanying notes

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Notes to the Interim Condensed Consolidated Financial Statements June 30, 2023 (Unaudited)

Note 1

Going Concern

These interim condensed consolidated financial statements have been prepared in accordance with International Financial Reporting Standards (IFRS) that are applicable to a going concern which contemplates the realization of assets and settlement of liabilities in the normal course of operations.

These interim condensed consolidated financial statements do not reflect adjustments in the carrying value of the assets and liabilities, the reported revenues and expenses and the balance sheet classifications that would be necessary if the going concern assumption were not appropriate.

Note 2

General

The Company is traded on the TSX Venture Exchange ("TSX-V") under the symbol VIS-V.

The head office and principal address are located at 8634 - 53 Avenue, Edmonton, Alberta, Canada, T6E 5G2.

The Company provides interactive electronic business solutions in the form of touchscreen and mobile way finding and efficiency applications, as well as consulting, graphic and web design and related services and support.

The main focus of the Company is its Visionstate lot Inc. division. This division is focused on building interactive smart applications into digital display networks that incorporate proprietary facility management software, bundled into a touchscreen computer with integrated computing capacity (WAnDA units) and digital efficiency products. Visionstate is actively marketing these products to large customers such as shopping centres, hospitals, office buildings, airports and other places that require efficiency applications, in several different target areas.

These interim condensed consolidated financial statements were approved by the Board of Directors on August 29, 2023.

Note 3

Basis of Presentation

Statement of Compliance

These interim condensed consolidated financial statements have been prepared in accordance and compliance with International Accounting Standard 34 ("IAS 34") as issued by the Institutional Accounting Standards Board. Accordingly, certain financial information and disclosures normally included in annual financial statements prepared in accordance with International Financial Reporting Standards ("IFRS") have been omitted or condensed. The disclosure herein is incremental to the disclosure included in the annual consolidated financial statements. The interim condensed consolidated financial statements should be read in conjunction with the annual audited financial statements for the year ended September 30, 2022.

The policies applied in these interim condensed consolidated financial statements are based on IFRS issued and outstanding as of June 30, 2023.

Notes to the Interim Condensed Consolidated Financial Statements June 30, 2023 (Unaudited)

Note 3

Basis of Presentation
Continued...

Basis of Measurement

The consolidated financial statements have been prepared on the historical cost basis, except for certain financial instruments at fair value as described in the accounting policies noted below.

Functional Currency

The consolidated financial statements are presented in Canadian dollars, which is the Company's and its subsidiaries' functional currency.

Use of Estimates and Judgements

The preparation of consolidated financial statements in conformity with IFRS requires management to make judgments, estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the consolidated financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those 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.

The estimates and judgments that are critical to the determination of the amounts reported in the consolidated financial statements relate to the following:

Investment

The fair value of the investment carried at fair value is subject to management estimates used in the valuation model to determine fair value.

Convertible debentures

The allocation of convertible debentures between its liability and equity components is based on market interest rates available to the Company on non-convertible, unsecured debt instruments with similar terms. The determination of market interest rates is based on management's best estimate.

Income taxes

The amounts recorded for deferred income taxes are based on estimates as to the timing of the reversal of temporary differences and tax rates currently substantively enacted. They are also based on estimates of the probability of the Company utilizing certain assets. To the extent assumptions regarding future probability change, there can be a change in the amounts recognized in respect of deferred tax assets as well as the amounts recognized in profit or loss in the period in which the change occurs.

Financial Instruments

The Company estimates and discloses the fair value of financial instruments. When fair value cannot be derived from an active market, it is determined using valuation techniques, namely

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Notes to the Interim Condensed Consolidated Financial Statements June 30, 2023 (Unaudited)

Note 3

Basis of Presentation
Continued...

the discounted cash flow method. If possible data is derived from observable markets and, if not, judgment is required to determine fair value.

Lease Obligation

The incremental borrowing rate is based on estimates made by management taking into consideration economic environment, terms, and underlying risk inherent to the asset. The carrying balance of the right of use asset, lease obligation and interest expense may vary due to changes in market conditions. Judgments are required to determine if a contract is, or contains, a lease. These judgements require an assessment of whether the contract conveys the right to control the use of identified asset for a period of time in exchange for consideration. Determining the term of a lease contract used to discount lease payments, requires significant estimates by management to determine the likelihood of renewal, cancellation, or termination of lease agreement upon inception of the lease.

Right-of-use assets

Right-of use assets are amortized over the estimated useful life of the assets. Changes in the estimated useful lives could significantly increase or decrease the amount of amortization recorded during the year. When there are indicators that right-of-use assets may be impaired, the Company is required to the asset's recoverable amount. Recoverable amount is the greater of value in use and fair value less costs of disposal. Determining the value in use requires the Company to estimate expected future cash flows associated with the assets and a suitable discount rate in order to calculate present value.

Canada Emergency Business Account ("CEBA") Loan

When determining the discount rate used to estimate the fair value of the CEBA loan, the Company considers market conditions and other internal and external factors. The Company also estimates its credit rating and benchmarks the discount rate to certain fixed indices.

Warrant Reserve

The amounts recorded for the warrant-reserve is based on assumptions used in the Black-Scholes option pricing model. The assumptions for future volatility, market price of the Company's shares, expected lives of the options, expected forfeiture rates, and expected dividends is based on management's best estimate at the time the options are issued.

Going Concern

The assessment of the Company's ability to continue as a going concern through achieving profitable operations, continued financial support from related parties or accessing additional funding involves judgment based on historical experience and expectation of future events.

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Notes to the Interim Condensed Consolidated Financial Statements June 30, 2023 (Unaudited)

Note 4 Significant Accounting Policies

These unaudited condensed consolidated interim financial statements follow the same accounting policies as outlined in the audited financial statements for the year ended September 30, 2022.

Note 5 Loan Receivable

During fiscal 2021, the Company advanced a loan for \$200,000 with an interest of \$30,000, with interest and principal due April 30, 2022. The loan was extended in April 2022 for a new due date of April 30, 2023 with an additional interest of \$10,000 due at maturity. Accrued interest of \$30,000 had been recorded as at September 30, 2022.

During fiscal 2022, the Company advanced a loan for \$15,000 with an interest of \$1,500, with interest and principal due December 31, 2022. An impairment loss of \$15,000 was recognized in 2022 due to indicators of impairment noted.

No loans have been advanced in the current year to date.

Note 6 Deposits

Amount includes a deposit of \$50,000 paid in 2022 for the development of a wireless sensor package for monitoring plant growth.

Note 7 Investment

a) Investment

Investment is comprised of 428,572 common shares of Freedom Cannabis Inc. and was purchased for \$0.35 per common share for total consideration of \$150,000. The Company purchased an additional 2,857,143 common shares of Freedom Cannabis Inc. on March 12, 2021 for \$0.35 per common share for total consideration of \$1,000,000.

b) Convertible Debenture Receivable

During fiscal year 2018, the Company purchased a convertible debenture from Exceed Solar Inc. in the amount of \$122,000 and advanced an additional \$64,100 during the year ended September 30, 2019. The convertible debenture bears interest at 7% per annum payable on or before April 30, 2020, with the right to convert to common shares for a 20% interest on the date of conversion. Exceed Solar Inc. is controlled by a relative of an officer and director of the Company. The fair value of the convertible debenture receivable was determined to be \$nil in previous fiscal years based on the Company assessing the collectability of the receivable to be unlikely from the financial information available for the investment. An interest payment in the amount of \$7,500 was received and recorded by the Company, in the current nine months ended June 30, 2021.

c) Investment

In April, 2021, the Company advanced Fifty Thousand Dollars (\$50,000) to Exceed Solar Inc. as a further investment into the company pending purchase of Exceed Solar as per the resolution passed by shareholders at the AGM held on October 2, 2020.

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Notes to the Interim Condensed Consolidated Financial Statements June 30, 2023 (Unaudited)

Note 8

Accounts Payable and Accrued Liabilities

Accounts payable and accrued liabilities are comprised of the following items:

	June 30, 2023	September 30, 2022
Trade payables	\$ 81,215	\$ 143,573
Accrued liabilities	235,513	184,176
Accrued payroll	10,111	36,000
Goods and Services Tax payable	3,083	9,243
	\$ 329,922	\$ 372,992

Note 9

Advances from Related Parties

	June 30, 2023	September 30, 2022
Due to an officer, unsecured, interest payable at 10% per annum and without specified terms of repayment	\$ -	758
Due to a company controlled by an officer, unsecured, interest payable monthly at 10% per annum and without specified terms of repayment	112,500	-
Due to a company owned by an officer, unsecured, interest payable monthly at 10% per annum and without specified terms of repayment	-	6,786
	\$ 112,500	\$ 8,844

The advances from related parties have been provided to the Company for working capital purposes.

Included in trade payables are the following related party balances:

	June 30, 2021	September 30, 2020
Due to directors	\$ -	\$ 154,884
Due to former directors	-	1,842
Due to companies controlled by officers	1,575	50,109
Due to individuals related to a director	-	3,862
	\$ 1,575	\$ 210,697

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Notes to the Interim Condensed Consolidated Financial Statements June 30 2023 (Unaudited)

Note 10 Lease Obligation and Right-of-Use-Asset

Right-of-use asset	Cost	Accumulated Depreciation	June 30, 2023
	\$ 72,141	\$ 12,024	\$ 60,117

Note 11 Convertible Debentures

	Liability	Equity
Balance, September 30, 2020	\$ 165,489	\$ -
Accretion	-	-
Repayment	(65,489)	-
Balance, September 30, 2021	\$ 100,000	\$ -
Accretion	-	-
Repayment	-	-
Balance, September 30, 2022	\$ 100,000	\$ -
Repayment	-	-
Balance as at June 30, 2023	\$ 100,000	-

Note 12 Share Capital

Authorized Share Capital:

Unlimited number of common, voting shares and unlimited number of preferred shares

Stock options outstanding and stock based compensation:

The Company has no outstanding stock options

Warrants outstanding:

A summary of the warrants outstanding as at June 30, 2023 and September 30, 2022 is presented below:

Common shares issued:

In December 2022, the Company completed an offering of 10,045,000 common shares in a private placement at a price of \$0.02 per Common Share for gross proceeds of \$200,900. The Offering includes one full warrant at \$0.05 for every common share purchased for a period of 24 months from date of closing.

In March, 2023, the Company completed an offering of 2,800,000 common shares in a private placement at a price of \$0.02 per Common Share for gross proceeds of \$56,000. The Offering includes one full warrant at \$0.05 for every common share purchased for a period of 24 months from date of closing.

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Notes to the Interim Condensed Consolidated Financial Statements June 30, 2023 (Unaudited)

Note 12

Share Capital Continued...

In May, 2023, the Company completed an offering of 22,975,000 common shares in a private placement at a price of \$0.02 per Common Share for gross proceeds of \$459,500. The Offering includes one full warrant at \$0.05 for every common share purchased for a period of 24 months from date of closing.

Warrants outstanding:

	June 30, 2023		September 30, 2022	
	Warrants	Weighted Average Exercise price	Warrants	Weighted Average Exercise price
Warrants outstanding, beginning of year	48,463,734	\$ 0.07	65,741,913	\$ 0.07
Issued	10,045,000	0.05	-	-
Issued	2,800,000	0.05		
Exercised	-	-	(4,350,400)	0.05
Issued	22,975,123	0.05		
Expired	-	-	(12,927,779)	0.05
Total Warrants	84,283,857	0.06	48,463,734	0.07

Note 13

Related Party Transactions

Key management of the Company includes the Chief Executive Officer and Chief Financial Officer. Remuneration paid to them during the period is as follows:

The Company paid management and accounting fees for the quarter ended June 30, 2023 in the amount of \$10,500 (3 months ended June 30, 2022 - \$10,500) and in the nine months ended June 30, 2023, \$31,500 (9 months ended June 30, 2022 - \$31,650) to an officer of the Company.

For the quarter ended June 30, 2023, the Company paid interest in the amount of \$1,000 to related parties (June 30, 2022 - \$NIL). For the nine months ended June 30, 2023, the Company paid interest in the amount of \$10,000 to related parties (June 30, 2022 - \$539).

Note 14

Financial Instruments

Financial Instruments

The Company's financial instruments consist of accounts receivable, investment, convertible debenture receivable, bank indebtedness, accounts payable and accrued liabilities, promissory note payable, convertible debentures and advances from related parties.

Notes to the Interim Condensed Consolidated Financial Statements June 30, 2023 (Unaudited)

Note 14 Financial Instruments Continued...

Fair Value

The carrying values of accounts receivable and accounts payable and accrued liabilities approximate their fair values due to the short-term maturity of these instruments. Financial instruments also include investment, convertible debenture receivable, advances from related parties, convertible debentures and promissory notes payable. Management considers that no events have occurred subsequent to the inception of these financing arrangements that would indicate that fair value differs substantially from carrying value.

The following provides an analysis of financial instruments that are measured at fair value, grouped into levels 1 to 3 based on the degree to which the fair value is observable:

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

As at June 30, 2021 the Company had cash classified as “fair value through profit and loss”, measured at fair value Level 1. The investment is measured at fair value Level 2.

Credit Risk

Financial instruments that potentially subject the Company to concentrations of credit risk consists of accounts receivable. The maximum exposure to credit risk as represented by the carrying amount of the financial asset is \$46,920 at June 30, 2021. In the normal course of business, the Company evaluates the financial condition of its customers on a continuing basis and reviews the credit worthiness of all new customers. Management assesses the need for allowances for potential credit losses by considering the credit risk of specific customers, historical trends and other information. No accounts receivable at June 30, 2021 are impaired.

The aging of accounts receivable is as follows:

	June 30, 2023	September 30, 2022
Current	\$ 33,192	\$ 15,012
31-90 days	32,761	2,220
91+ days	62,859	16,839
	\$ 128,812	\$ 34,071

Liquidity Risk

Liquidity risk is the risk that the Company will not be able to meet its financial obligations as they become due. The Company’s objective in managing liquidity risk is to ensure that it has sufficient liquidity available to meet its liabilities when due. The \$100,000 convertible debenture is due on demand. The Company is currently negotiating with the debenture holders to extend the terms or convert their debentures to shares. The Company is actively working towards increasing marketing activities to improve sales of its software to meet future working capital requirements, but it may have to seek additional debt or equity financing.

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Notes to the Interim Condensed Consolidated Financial Statements June 30, 2023 (Unaudited)

Note 14

Financial Instruments Continued...

At June 30, 2023, the Company had \$72,267 cash and accounts receivable of \$128,812 with which to meet its obligations. At June 30, 2023 the Company had a working capital deficit of \$351,963.

The contractual maturity of the Company's contractual liabilities of \$652,878 at June 30, 2023 is due within twelve months.

Interest Rate Risk

Interest rate risk is the risk that the fair value or the future cash flows of financial instruments will fluctuate due to changes in interest rates. The Company is susceptible to interest rate fair value risk on its fixed rate debt.

Market Risk

Market risk is the risk that the fair value or the future cash flows of financial instruments will fluctuate due to changes in interest rates. Market risk arises as a result of the Company generating revenues through leases. The Company has not entered into any transactions to hedge this risk.

Note 15

Capital Disclosures

The Company's objectives when managing its capital structure are to provide sufficient capital to maintain its current operations and to continue with the development of new and existing products. The Company has no externally imposed capital restrictions.

The Company's officers and senior management take full responsibility for managing the Company's capital and do so through regular meetings and review of financial information. The Company's Board of Directors is responsible for overseeing this process.

The capital structure consisted of the following:

	June 30, 2023	September 30, 2022
Advances from related parties	\$ 125,500	\$ 758
Convertible debentures	100,000	100,000
Contributed surplus	2,666,581	2,666,581
Share capital	11,015,867	10,366,430
Warrant reserve	1,233,795	1,166,632
Deficit	(14,485,283)	(13,943,218)
	\$ (1,743,540)	\$ 357,383

The Company plans to continue to focus on higher gross margin revenue streams in order to generate more positive cash flows by moving toward products that can be mass deployed off the shelf and less custom work. Management believes that successful execution of its business plan will result in sufficient cash flow to meet its objectives and current obligations.

Methods used by the Company to manage its capital include the issuance of new share capital and financing from related parties.

The Company's capital management objectives have remained unchanged over the years presented.