



Unaudited Interim Condensed Consolidated Financial Statements

For the three and nine months ended September 30, 2022 and 2021

EverGen Infrastructure Corp.

Unaudited Interim Condensed Consolidated Financial Statements

All amounts in Canadian \$000s, unless otherwise indicated

NOTICE OF NO REVIEW OF INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

The accompanying unaudited interim condensed consolidated financial statements of EverGen Infrastructure Corp. for the three and nine months ended September 30, 2022 have been prepared by and are the responsibility of the Company's management.

Under National Instrument 51-102, continuous disclosure obligations, if an auditor has not performed a review of the interim financial statements, they must be accompanied by a notice indicating that the financial statements have not been reviewed by an auditor.

The Company's independent auditor has not performed a review of these interim financial statements in accordance with standards established for a review of interim financial statements by an entity's auditor.

EverGen Infrastructure Corp.

Unaudited Interim Condensed Consolidated Financial Statements

All amounts in Canadian \$000s, unless otherwise indicated

INTERIM CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION

(Unaudited)

As at	Notes	September 30, 2022	December 31, 2021
Current assets			
Cash and cash equivalents		12,841	19,597
Restricted cash		-	2,688
Accounts receivable	4	1,771	2,122
Prepaid expenses and other assets		818	612
		15,430	25,019
Property, plant and equipment	5	26,972	17,007
Intangible assets	6	26,412	24,376
Goodwill	3	15,938	14,208
Equity-accounted investment	7	940	-
Total assets		85,692	80,610
Current liabilities			
Accounts payable and accrued liabilities		1,868	3,197
Loans payable	8	700	700
Lease liabilities	9	510	298
Deferred revenue		124	-
Contingent consideration	10	2,149	279
		5,351	4,474
Loans payable	8	5,232	5,758
Lease liabilities	9	4,902	2,999
Contingent consideration	10	1,110	-
Deferred tax		6,218	6,007
Total liabilities		22,813	19,238
Shareholders' equity			
Share capital	11b	61,700	60,597
Share warrants		3,484	3,484
Contributed surplus	11a	1,835	1,477
Accumulated deficit	11b	(6,630)	(4,186)
Non-controlling interest	3	2,490	-
Total shareholders' equity		62,879	61,372
Total liabilities and shareholders' equity		85,692	80,610

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

Subsequent events note 20

On behalf of the board of directors:

Signed: "Chase Edgelow"

Chase Edgelow, Director

Signed: "Mary Hemmingsen"

Mary Hemmingsen, Director

EverGen Infrastructure Corp.

Unaudited Interim Condensed Consolidated Financial Statements

All amounts in Canadian \$000s, unless otherwise indicated

INTERIM CONDENSED CONSOLIDATED STATEMENTS OF INCOME (LOSS) AND COMPREHENSIVE INCOME (LOSS)

(Unaudited)

(Thousands of Canadian Dollars and shares, except per share amounts)

	Notes	Three months ended		Nine months ended	
		Sep 30, 2022	Sep 30, 2021	Sep 30, 2022	Sep 30, 2021
Revenue	12	1,957	1,937	5,743	6,871
Cost of goods sold		824	359	2,595	1,822
Gross profit		1,133	1,578	3,148	5,049
Operating costs		1,108	652	2,690	1,295
General and administrative expenses	13	1,073	334	2,920	2,021
Depreciation and amortization	5,6	827	763	2,317	2,027
Share-based payment expense	11a	260	437	312	1,182
Finance costs - net	14	177	113	406	343
Equity-accounted loss	7	60	-	60	-
Contingent consideration loss (gain)	10	90	(1,500)	90	(633)
Other income - net	15	(972)	(199)	(2,765)	(164)
Net income (loss) before income tax expense (recovery)		(1,490)	978	(2,882)	(1,022)
Income tax expense (recovery)					
Current		-	(14)	4	(11)
Deferred		329	499	(302)	(171)
Net income (loss) and comprehensive income (loss)		(1,819)	493	(2,584)	(840)
Non-controlling interest in net income (loss) and comprehensive income (loss)		13	-	13	-
Net income (loss) and comprehensive income (loss) attributable to shareholders		(1,832)	493	(2,597)	(840)
Income (loss) per share - basic and diluted		(\$0.13)	\$0.04	(\$0.19)	(\$0.08)
Weighted average number of common shares outstanding					
Basic		13,794	12,229	13,528	10,241
Diluted		13,794	12,344	13,528	10,241

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EverGen Infrastructure Corp.

Unaudited Interim Condensed Consolidated Financial Statements

All amounts in Canadian \$000s, unless otherwise indicated

INTERIM CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY

(Unaudited)

(Thousands of Canadian Dollars and shares)

	Notes	Share capital #	Share capital \$	Share warrants #	Share warrants \$	Share rights #	Share rights \$	Contributed surplus \$	Accumulated deficit \$	Non- controlling Interest \$	Total \$
Balance, December 31, 2021		13,367	60,597	2,682	3,484	-	-	1,477	(4,186)	-	61,372
Net income (loss) for the period		-	-	-	-	-	-	-	(2,597)	13	(2,584)
Repurchase of common shares	11b	(100)	(488)	-	-	-	-	-	153	-	(335)
Share-based payment expense	11a	-	-	-	-	-	-	312	-	-	312
Capitalized share-based expense	5	-	-	-	-	-	-	75	-	-	75
Acquisition of subsidiary	3	600	1,560	-	-	-	-	-	-	2,477	4,037
Common shares issued upon vesting of RSUs and other	11a	5	31	-	-	-	-	(29)	-	-	2
Balance, September 30, 2022		13,872	61,700	2,682	3,484	-	-	1,835	(6,630)	2,490	62,879

EverGen Infrastructure Corp.

Unaudited Interim Condensed Consolidated Financial Statements

All amounts in Canadian \$000s, unless otherwise indicated

(Thousands of Canadian Dollars and shares)

	Notes	Share capital #	Share capital \$	Share warrants #	Share warrants \$	Share rights #	Share rights \$	Contributed surplus \$	Accumulated deficit \$	Non-controlling Interest \$	Total \$
Balance, December 31, 2020		8,203	32,790	340	1,068	462	32	252	(2,233)	-	31,909
Net loss for the period		-	-	-	-	-	-	-	(840)	-	(840)
Share-based payment expenses		-	-	-	-	-	-	1,182	-	-	1,182
Common shares issued on private placements		375	2,320	-	-	-	-	-	-	-	2,320
Common shares issued in exchange for consulting services relating to acquisitions		50	250	-	-	-	-	(250)	-	-	-
Special Warrant Financing		1,059	7,225	530	1,250	-	-	-	-	-	8,475
Issuance in exchange for advisor services in connection with Special Warrant Financing		13	95	-	-	-	-	-	-	-	95
Broker Options issued for broker services in connection with Special Warrant Financing		-	-	23	41	-	-	-	-	-	41
Broker Unit Warrants issued for broker services in connection with Special Warrant Financing brokered private placement		-	-	11	44	-	-	-	-	-	44
Common shares issued as consideration for acquisitions		125	1,000	-	-	-	-	-	-	-	1,000
Common shares issued on satisfaction of share rights		462	32	-	-	(462)	(32)	-	-	-	-
Finder Warrants issued for services in connection with Special Warrant Financing non-brokered private placement		-	-	7	12	-	-	-	-	-	12
Initial Public Offering		3,080	19,034	1,540	986	-	-	-	-	-	20,020
Over-allotment Share Warrant Units issued		-	-	231	83	-	-	-	-	-	83
Share issue cost, net of tax		-	(2,452)	-	-	-	-	-	-	-	(2,452)
Balance, September 30, 2021		13,367	60,294	2,682	3,484	-	-	1,184	(3,073)	-	61,889

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

EverGen Infrastructure Corp.

Unaudited Interim Condensed Consolidated Financial Statements

All amounts in Canadian \$000s, unless otherwise indicated

INTERIM CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS

(Unaudited)

	Notes	Nine months ended	
		Sep 30, 2022	Sep 30, 2021
Operating activities			
Net loss attributable to shareholders		(2,597)	(840)
Net income attributable to non-controlling interests		13	-
Net loss		(2,584)	(840)
Items not affecting cash:			
Depreciation and amortization	5,6	2,317	2,027
Loss on sale of property, plant and equipment	5	45	-
Share-based payment expense	11a	312	1,182
Equity-accounted loss	7	60	-
Contingent consideration loss (gain)	10	90	(633)
Deferred income tax recovery		(302)	(171)
Changes in non-cash working capital	18	(442)	(2,609)
Net cash flow used in operating activities		(504)	(1,044)
Investing activities			
Acquisition	3	(2,054)	(10,690)
Cash and cash equivalents included in acquisition	3	59	119
Expenditures on property, plant and equipment	5	(4,197)	(586)
Insurance proceeds for property, plant and equipment	5	532	-
Disposals of property, plant and equipment	5	33	3
Contingent consideration payments		-	(3,889)
Investment in equity-accounted investments	7	(1,000)	-
Grant funds received		-	368
Changes in non-cash working capital	18	(866)	224
Net cash flow used in investing activities		(7,493)	(14,451)
Financing activities			
Advances of loans payable	8	10	7,000
Repayment of principal portion of loans payable	8	(536)	(367)
Repayment of principal portion of lease liabilities	9	(315)	(197)
Proceeds from Special Warrant Financing		-	8,475
Repurchase of common shares	11b	(335)	-
Proceeds from private placements		-	2,320
Proceeds from Initial Public Offering		-	20,020
Proceeds from Over-Allotment Warrants		-	83
Share issue costs		-	(3,096)
Changes in non-cash working capital	18	(271)	(219)
Net cash flow (used in) from financing activities		(1,447)	34,019
Net change in cash		(9,444)	18,524
Cash, cash equivalents and restricted cash at beginning of period		22,285	5,003
Cash, cash equivalents and restricted cash at end of period		12,841	23,527

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

Supplemental cash flow information note 18

EverGen Infrastructure Corp.

Unaudited Interim Condensed Consolidated Financial Statements

All amounts in Canadian \$000s, unless otherwise indicated

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

(Unaudited)

1. NATURE OF BUSINESS

As at September 30, 2022, EverGen Infrastructure Corp. (“EverGen” or the “Company”) operates two organic waste management facilities and two renewable natural gas (“RNG”) production facilities, both of which are currently under construction to increase the RNG production capacity.

EverGen was incorporated under the British Columbia Business Corporations Act on May 13, 2020, and trades on the TSX Venture Exchange under the symbol “EVGN” and the Over-The-Counter exchange (“OTCQX”) under the symbol “EVGIF”.

The Company’s principal place of business is located at 390 – 1050 Homer Street, Vancouver, British Columbia and its registered office is located at 1200 Waterfront Centre, 200 Burrard Street Vancouver, British Columbia.

The Company’s revenue, cost of goods sold, and certain operating costs are impacted by seasonal weather variation and the related fluctuations in volumes processed.

2. BASIS OF PREPARATION

a) Statement of compliance and accounting policies

These interim condensed consolidated financial statements have been prepared in accordance with International Accounting Standard 34, *Interim Financial Reporting*, as issued by the International Accounting Standards Board. These interim condensed consolidated financial statements do not include all the information and disclosures required for annual financial statements and therefore should be read in conjunction with the Company’s audited consolidated financial statements for the year ended December 31, 2021. The interim condensed consolidated financial statements have been prepared under the assumption that the Company operates on a going concern basis and have been presented in Canadian dollars, which is also the Company’s functional currency.

The accounting policies applied in the preparation of these interim condensed consolidated financial statements are consistent with those applied in the Company’s annual consolidated financial statements as at and for the year ended December 31, 2021, except as otherwise stated below.

These interim condensed consolidated financial statements were authorized for issue by the Audit Committee of the Board of Directors of the Company on November 21, 2022.

i. Repurchase of shares

When shares recognized as equity are repurchased, the amount of the consideration paid is recognized as a deduction from equity. Repurchased shares are classified as treasury shares and are presented in the treasury share reserve. When treasury shares are subsequently cancelled, the resulting surplus or deficit on the transaction is presented within accumulated deficit.

ii. Non-controlling interest

Non-controlling interests may be initially measured either at fair value or at the non-controlling interests’ proportionate share of the fair value of the acquiree’s identifiable net assets. The choice of measurement basis is made on an acquisition-by-acquisition basis. Subsequent to acquisition, the carrying amount of non-controlling interests is the amount of those interests at initial recognition plus the non-controlling interests’ share of subsequent changes in the Company’s capital in addition to changes in ownership interests. Total net income (loss) and comprehensive income (loss) is attributed to non-controlling interests, even if this results in the non-controlling interests having a deficit balance.

EverGen Infrastructure Corp.

Unaudited Interim Condensed Consolidated Financial Statements

All amounts in Canadian \$000s, unless otherwise indicated

b) New standards, interpretations and amendments adopted by the Company

There are no new standards not yet adopted that are expected to have a material impact on the Company's financial statements.

c) Use of estimates, judgements and assumptions

The significant estimates and judgments used in the preparation of these interim condensed consolidated financial statements are consistent with those used in the Company's consolidated financial statements as at and for the year ended December 31, 2021. Actual results may differ from these estimates.

3. BUSINESS COMBINATION

a) Transaction overview

On July 13, 2022, the Company completed the acquisition of a 67% interest in an RNG facility under construction, Grow the Energy Circle Ltd. ("GrowTEC"), in exchange for cash consideration of \$2,054, subject to working capital adjustments, a commitment for a future contribution of assets to GrowTEC of \$300 and the issuance of 600,000 common shares of the Company. The common shares were valued at \$2.60 per common share using the share price of the Company on the acquisition date. Additional cash consideration of up to \$4.0 million will be paid upon the achievement of certain operational milestones.

The goodwill recognized on this acquisition was attributed to: the strategic benefits that consolidated operations are expected to bring; expected operational synergies with EverGen's existing projects; expected future cash flows generated from the ability to grow the development of anaerobic digestion infrastructure and eventual sale of RNG; and the recognition of a deferred tax liability generated by the recognition of the fair value of the net assets acquired.

b) Net assets acquired and consideration paid

This transaction has been accounted for as a business combination using the acquisition method whereby the net assets acquired and the liabilities assumed are recorded at fair value are as follows:

	Total
Fair value of assets acquired and liabilities assumed	
Cash and cash equivalents	59
Accounts receivable	67
Property, plant and equipment	6,234
Intangible assets	3,500
Goodwill	1,730
Accounts payable and accrued liabilities	(228)
Lease liabilities	(1,507)
Deferred tax liabilities	(617)
Fair value of net assets acquired	9,238
Non-controlling interest in fair value of net assets acquired	(2,477)
Shareholders interest in fair value of net assets acquired	6,761
Consideration paid	
Cash	2,054
Working capital adjustment	(43)
Assets contributed to GrowTEC	300
Common shares	1,560
Contingent consideration	2,890
Total consideration paid	6,761

EverGen Infrastructure Corp.

Unaudited Interim Condensed Consolidated Financial Statements

All amounts in Canadian \$000s, unless otherwise indicated

The non-controlling interest in the fair value of the net assets acquired was measured at the non-controlling interests' proportionate share of the fair value of the acquiree's identifiable net assets.

The preliminary purchase price allocation is based on management's best estimate of the assets acquired and liabilities assumed, based on information available at that time. Amendments may be required to estimates used to value the net assets acquired once values subject to estimation are finalized.

The contingent consideration is payable in two installments of \$2 million each upon the successful completion of two separate phases of commissioning the GrowTEC RNG facility. The contingent consideration is initially measured at fair value on the date of acquisition using widely accepted valuation techniques (level 3), using the probability-weighted average of payouts associated with each possible outcome, discounted using the estimated weighted average cost of capital for the Company. The Company has assumed a virtually certain probability of the first phase of commissioning occurring and assigned a probable weighting to the second phase of commissioning occurring. Applying a virtually certain probability to the second phase of commissioning would have resulted in an increase of the contingent consideration of \$290 at the acquisition date.

Intangible assets consist of customer contracts valued at \$3,500.

The consolidated statement of income (loss) and comprehensive income (loss) includes the results of operations for the period following the close of the transaction on July 13, 2022, which for the three and nine months ended September 30, 2022 includes revenues of \$236 and net income of \$45. If the closing of the acquisition had occurred on January 1, 2022, EverGen's consolidated revenue and net income (loss) would have increased by \$669 and decreased by \$106, respectively.

4. ACCOUNTS RECEIVABLE

	September 30, 2022	December 31, 2021
Trade receivables	1,361	2,045
Organic Infrastructure Program receivable	77	77
Other	333	-
	1,771	2,122

5. PROPERTY, PLANT AND EQUIPMENT

Cost	Land	Buildings and leasehold improvements	Equipment, vehicles and other	Right-of- use assets	Assets under construction	Total
At December 31, 2021	3,238	5,422	4,609	3,564	1,100	17,933
Additions	-	359	1,096	923	2,742	5,120
Acquisition (note 3)	-				3,271	6,234
Capitalized share-based expense	-	540	1,060	1,363	75	75
Insurance proceeds	-	(258)	(190)	(84)	-	(532)
Disposals	-	-	(79)	-	-	(79)
At September 30, 2022	3,238	6,063	6,496	5,766	7,188	28,751
Accumulated depreciation						
At December 31, 2021	-	273	327	326	-	926
Depreciation	-	232	292	329	-	853
At September 30, 2022	-	505	619	655	-	1,779

EverGen Infrastructure Corp.

Unaudited Interim Condensed Consolidated Financial Statements

All amounts in Canadian \$000s, unless otherwise indicated

Carrying value						
At December 31, 2021	3,238	5,149	4,282	3,238	1,100	17,007
At September 30, 2022	3,238	5,558	5,877	5,111	7,188	26,972

As at September 30, 2022, the Company was committed to \$7.3 million of future capital expenditure.

6. INTANGIBLE ASSETS

Cost	Brands	Customer contracts and stakeholder relationships	Total
At December 31, 2021	1,180	25,030	26,210
Acquisition (note 3)	-	3,500	3,500
At September 30, 2022	1,180	28,530	29,710
Accumulated amortization			
At December 31, 2021	59	1,775	1,834
Amortization	45	1,419	1,464
At September 30, 2022	104	3,194	3,298
Carrying value			
At December 31, 2021	1,121	23,255	24,376
At September 30, 2022	1,076	25,336	26,412

7. EQUITY ACCOUNTED INVESTMENTS

In May 2022, the Company entered into an agreement to acquire a 50% interest in a portfolio of RNG development projects ("Project Radius") in Ontario, Canada, which provides the Company with the right to participate in funding its proportionate share of capital to construct RNG infrastructure. The following table presents the changes in the balance of the Company's equity-accounted investment in Project Radius:

	Total
At December 31, 2021	-
Capital contribution	1,000
Equity-accounted loss	(60)
At September 30, 2022	940

8. LOANS PAYABLE

	Total
At December 31, 2021	6,458
Advances	10
Interest expense (note 14)	233
Repayments	(769)
At September 30, 2022	5,932
Less current portion	(700)
Long-term portion	5,232

EverGen Infrastructure Corp.

Unaudited Interim Condensed Consolidated Financial Statements

All amounts in Canadian \$000s, unless otherwise indicated

9. LEASE LIABILITIES

	Total
As at December 31, 2021	3,297
Additions	923
Acquisition (note 3)	1,507
Interest expense (note 14)	184
Lease payments	(499)
As at September 30, 2022	5,412
Less current portion	(510)
Long-term portion	4,902

The Company's lease liabilities are calculated using discount rates ranging from 3.9% to 6.3%.

10. CONTINGENT CONSIDERATION

	Total
As at December 31, 2021	279
Acquisition (note 3)	2,890
Accretion	90
As at September 30, 2022	3,259
Less current portion	(2,149)
Long-term portion	1,110

11. SHAREHOLDERS' EQUITY

a) Share-based incentive programs and payment plans

Options

The Company has the following outstanding Options as at September 30, 2022:

	Number of Options (thousands) #	Weighted average exercise price \$
Outstanding at December 31, 2021	172	9.56
Granted	15	2.75
Forfeited	(45)	9.40
Outstanding at September 30, 2022	142	8.89
Exercisable at September 30, 2022	59	9.87

Options granted to consultant

In September 2022, the Company granted 15,000 stock options to a consultant of the Company at an exercise price of \$2.75 each. These options vest quarterly over a one-year period and are exercisable for a period of three years from the grant date to purchase one common share for each Option held.

EverGen Infrastructure Corp.

Unaudited Interim Condensed Consolidated Financial Statements

All amounts in Canadian \$000s, unless otherwise indicated

PSUs, RSUs and DSUs

The Company has the following outstanding PSUs, RSUs and DSUs as at September 30, 2022:

(thousands)	Number of PSUs #	Number of RSUs #	Number of DSUs #
Outstanding at December 31, 2021	600	120	28
Granted	-	158	-
Forfeited	(170)	(105)	-
Vested	-	(5)	-
Outstanding at September 30, 2022	430	168	28

Restricted share units

During the nine months ended September 30, 2022, the Company granted 158,351 RSU awards to certain directors, officers and employees of the Company, which vest over a three-year period and had a weighted average grant date fair value of \$3.79 per RSU.

As at September 30, 2022, the Company had 168,716 RSUs outstanding, which vest over a remaining weighted average period of 0.9 years, with a weighted average grant date fair value of \$3.95 per RSU.

Share-based payment expenses

	Three months ended		Nine months ended	
	Sep 30, 2022	Sep 30, 2021	Sep 30, 2022	Sep 30, 2021
Options	23	149	13	278
PSUs	191	205	285	609
RSUs	46	83	14	102
DSUs	-	-	-	193
Total	260	437	312	1,182

b) Common Share Repurchase

As at September 30, 2022, the Company had repurchased 100,000 common shares for total consideration of \$335 and recorded a gain on repurchase of \$153 which is included in accumulated deficit as at September 30, 2022.

12. REVENUE

The Company's revenue for the three and nine months ended September 30, 2022 and 2021 all relate to goods and services transferred at a point in time and all of the Company's revenues are revenues from contracts with customers.

	Three months ended		Nine months ended	
	Sep 30, 2022	Sep 30, 2021	Sep 30, 2022	Sep 30, 2021
Tipping fees	1,306	1,283	4,185	4,776
Organic compost and soil sales	182	245	614	1,131
RNG sales	231	368	620	638
Electricity sales	235	-	235	-
Trucking services and other	3	41	89	326
Total	1,957	1,937	5,743	6,871

All of the Company's revenues are generated in Canada.

EverGen Infrastructure Corp.

Unaudited Interim Condensed Consolidated Financial Statements

All amounts in Canadian \$000s, unless otherwise indicated

13. GENERAL AND ADMINISTRATIVE EXPENSES

	Three months ended		Nine months ended	
	Sep 30,	Sep 30,	Sep 30,	Sep 30,
	2022	2021	2022	2021
Salaries and wages	328	288	938	692
Professional and consulting fees	320	(120)	1,078	930
Other	425	166	904	399
Total	1,073	334	2,920	2,021

14. FINANCE COSTS - NET

	Three months ended		Nine months ended	
	Sep 30,	Sep 30,	Sep 30,	Sep 30,
	2022	2021	2022	2021
Interest expense on loans payable (note 8)	94	54	233	133
Interest expense on lease liabilities (note 9)	82	49	184	147
Other	2	11	(5)	66
Interest income	(1)	(1)	(6)	(3)
Total	177	113	406	343

15. OTHER INCOME - NET

	Three months ended		Nine months ended	
	Sep 30,	Sep 30,	Sep 30,	Sep 30,
	2022	2021	2022	2021
Insurance proceeds	793	-	2,465	-
Sale of carbon credits and other	179	199	300	164
Total	972	199	2,765	164

16. FINANCIAL INSTRUMENTS AND RISK MANAGEMENT

Financial instruments

EverGen's financial assets consist of cash and cash equivalents, accounts receivable and carbon emission credits. The Company's financial liabilities consist of accounts payable, contingent consideration, lease liabilities and loans.

Cash and cash equivalents, accounts receivable and accounts payable and accrued liabilities are initially recognized at fair value and subsequently measured at amortized cost. The carrying value of cash and cash equivalents, accounts receivable and accounts payable and accrued liabilities approximates their fair value due to the short-term maturity of those instruments.

The fair value of carbon emission credits is initially measured at fair value using period end trading prices of same or similar carbon emission credits on the secondary market (level 2). Changes in the fair value of the carbon emission credits are recorded at FVOCI.

The fair value of lease liabilities and loans is initially measured at fair value and carried at amortized cost. The fair value of the lease liabilities and loans payable approximates their carrying value due to the specific non-tradeable nature of these instruments.

EverGen Infrastructure Corp.

Unaudited Interim Condensed Consolidated Financial Statements

All amounts in Canadian \$000s, unless otherwise indicated

The fair value of contingent consideration recognized in a business combination is initially measured at fair value on the date of acquisition using widely accepted valuation techniques (level 3). Changes in the fair value of contingent consideration are recognized in net income (loss).

There were no transfers between the levels of the fair value hierarchy during the three and nine months ended September 30, 2022. Additionally, there were no changes in the Company's valuation processes, valuation techniques, and types of inputs used in the fair value measurements during the three and nine months ended September 30, 2022.

Financial risk management and capital management

There have been no significant developments in the Company's financial risk factors and capital management as included in the Company's consolidated financial statements as at and for the year ended December 31, 2021.

The expected timing of cash outflows relating to financial liabilities include in the Company's Interim Condensed Consolidated Statement of Financial Position as at September 30, 2022 are:

	< 1 year	1 to 2 years	2 to 3 years	3 to 4 years	4 to 5 years	Thereafter	Total
Accounts payable and accrued liabilities	1,870	-	-	-	-	-	1,870
Contingent consideration	2,149	-	1,110	-	-	-	3,259
Loan payments ⁽¹⁾	1,079	5,433	-	-	-	-	6,512
Lease payments ⁽¹⁾	818	673	621	534	480	5,002	8,128
Total	5,916	6,106	1,731	534	480	5,002	19,769

⁽¹⁾ Includes principal and interest.

17. RELATED PARTY BALANCES AND TRANSACTIONS

Key management compensation

The total value of compensation expenses and other fees for the board of directors and members of executive management of EverGen is as follows:

	Three months ended		Nine months ended	
	Sep 30, 2022	Sep 30, 2021	Sep 30, 2022	Sep 30, 2021
Salaries and benefits	106	241	360	610
Share-based payment expense	242	367	240	1,109
Total	348	608	600	1,719

EverGen Infrastructure Corp.

Unaudited Interim Condensed Consolidated Financial Statements

All amounts in Canadian \$000s, unless otherwise indicated

18. SUPPLEMENTARY CASH FLOW INFORMATION

The following table reconciles the net changes in non-cash working capital, excluding the non-cash working capital acquired on acquisitions, from the statement of financial position to the statements of cash flows:

	Nine months ended	
	Sep 30, 2022	Sep 30, 2021
Net changes in non-cash working capital:		
Accounts receivable	461	(323)
Prepaid expenses and other assets	(307)	10
Accounts payable and accrued liabilities	(1,857)	(2,291)
Deferred revenue	124	-
	(1,579)	(2,604)
Net changes in non-cash working capital related to:		
Operating activities	(442)	(2,609)
Investing activities	(866)	224
Financing activities	(271)	(219)
	(1,579)	(2,604)
Interest paid	233	290
Taxes paid	43	661

19. SEGEMENTED INFORMATION

Operating segments are reported in a manner consistent with internal reporting provided to management. Management is responsible for allocating resources and assessing performance of the operating segments. For the three and nine months ended September 30, 2022 and September 30, 2021, the Company had two operating segments. The Company's segments are based on the type of operation and include RNG production and organic waste tipping and composting as follows:

	Organic			Total
	RNG production	waste and composting	Corporate and other	
For the three months ended Sep 30, 2022				
Revenue	561	1,396	-	1,957
Cost of goods sold	134	690	-	824
Gross margin	427	706	-	1,133
For the three months ended Sep 30, 2021				
Revenue	469	1,468	-	1,937
Cost of goods sold	71	288	-	359
Gross margin	398	1,180	-	1,578
For the nine months ended Sep 30, 2022				
Revenue	1,079	4,664	-	5,743
Cost of goods sold	293	2,302	-	2,595
Gross margin	786	2,362	-	3,148
For the nine months ended Sep 30, 2021				
Revenue	800	6,071	-	6,871
Cost of goods sold	146	1,676	-	1,822
Gross margin	654	4,395	-	5,049

EverGen Infrastructure Corp.

Unaudited Interim Condensed Consolidated Financial Statements

All amounts in Canadian \$000s, unless otherwise indicated

As at September 30, 2022

Total assets	29,015	52,720	3,957	85,692
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As at December 31, 2021

Total assets	17,279	57,589	5,742	80,610
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20.SUBSEQUENT EVENTS

- a) Subsequent to September 30, 2022, the Company granted 40,000 RSUs to an officer and certain employees of the Company, which vest over a three-year period.