



**Coloured Ties Capital Inc.
(Formerly GrowMax Resources Corp.)**

Interim Condensed Consolidated Financial Statements

Nine months ended June 30, 2022, and 2021

Expressed in thousands of Canadian dollars

(Unaudited – Prepared by Management)

NOTICE TO READER

Under National Instrument 51-102 “Continuous Disclosure Requirements”, Part 4, Subsection 4.3(3)(a), if an auditor has not performed a review of the unaudited interim financial statements, they must be accompanied by a notice indicating that the unaudited interim financial statements have not been reviewed by an auditor.

The accompanying interim condensed consolidated financial statements of the Company have been prepared by and are the responsibility of the Company’s management. The Company’s independent auditor has not performed a review of these interim condensed consolidated financial statements in accordance with standards established by the Chartered Professional Accountants of Canada for a review of unaudited interim financial statements by an entity’s auditor.

August 22, 2022

Coloured Ties Capital Inc. (Formerly GrowMax Resources Corp.)

Interim Condensed Consolidated Statements of Financial Position

(Expressed in thousands of Canadian dollars)

		As at	
	Note	June 30, 2022	September 30, 2021
ASSETS			
Current Assets			
Cash and cash equivalents	5	\$ 6,097	\$ 14,273
Equity investments and derivatives	6	10,233	7,611
Taxes recoverable		-	35
Prepaid and deposits		27	25
Loan receivable	7	987	-
Total assets		\$ 17,344	\$ 21,944
LIABILITIES			
Current Liabilities			
Accounts payables and accrued liabilities		\$ 139	\$ 187
Due to related parties	13	55	57
Total liabilities		194	244
SHAREHOLDERS' EQUITY			
Share capital	8	215,435	215,435
Contributed surplus		39,195	39,195
Accumulated other comprehensive income		3,450	3,450
Deficit		(241,041)	(236,491)
Total shareholders' equity		17,039	21,589
Non- controlling interest	9	111	111
Total liabilities and shareholders' equity		\$ 17,344	\$ 21,944

Approved by the Board of Directors on August 22, 2022

Signed:

"Bala Pratap Reddy Udumala"

Director – Bala Pratap Reddy Udumala

Signed:

"Chris Cooper"

Director – Chris Cooper

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

Coloured Ties Capital Inc. (Formerly GrowMax Resources Corp.)

Interim Condensed Consolidated Statements of Changes in Equity

(Expressed in thousands of Canadian dollars)

	Note	Three months ended		Nine months ended	
		June 30, 2022	June 30, 2021	June 30, 2022	June 30, 2021
General and administrative	10	\$ 226	\$ 728	\$ 659	\$ 1,718
Loss before other expenses		226	728	659	1,718
Other income (expense)	11	(3,860)	(778)	(3,891)	(2,136)
Net income (loss) for the period		(4,086)	(1,506)	(4,550)	(3,854)
Attributable to:					
Owners of the company		(4,086)	(1,482)	(4,550)	(3,798)
Non-controlling interest	9	\$ -	(24)	-	(56)
Net income (loss) for the period		(4,086)	(1,506)	(4,550)	(3,854)
Income (loss) per share, basic and diluted		(0.18)	(0.01)	(0.20)	(0.02)
Weighted average number of shares outstanding		23,275,641	213,925,645	23,275,641	213,925,645
Net income (loss) for the period		(4,086)	(1,506)	(4,550)	(3,854)
Other comprehensive income (loss) for the period, net of tax					
Items that may be reclassified to profit or loss:					
Exchange difference on translating foreign operations		-	(8)	-	247
Items that will not be reclassified to profit or loss:					
Exchange difference on translating non-controlling interest		-	(1)	-	14
Comprehensive income (loss) for the period		(4,086)	(1,515)	(4,550)	(3,593)
Attributable to:					
Owners of the company		(4,086)	(1,490)	(4,550)	(3,551)
Non-controlling interest		-	(25)	-	(42)
Comprehensive income (loss) for the period		\$ (4,086)	\$ (1,515)	\$ (4,550)	\$ (3,593)

Number of shares are adjusted for share consolidation of one post consolidated share for every 10 pre-consolidated shares on November 26, 2021

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

Coloured Ties Capital Inc. (Formerly GrowMax Resources Corp.)

Interim Condensed Consolidated Statements of Changes in Equity
(Expressed in thousands of Canadian dollars)

	Share capital (Note 8)		Reserves			Equity attributable to owners of the company \$	Non- controlling interest \$	Total - \$ -
	Number of shares	Amount - \$ -	Contributed surplus - \$ -	Accumulated other comprehensive income (loss) - \$ -	Deficit - \$ -			
Balance, September 30, 2020	21,392,565	214,211	39,195	3,463	(233,220)	23,649	2,855	26,504
Other comprehensive loss	-	-	-	247	-	247	14	261
Net loss for the period	-	-	-	-	(3,798)	(3,798)	(56)	(3,854)
Total comprehensive loss	-	-	-	247	(3,798)	20,098	(42)	(3,593)
Balance, June 30, 2021	21,392,565	214,211	39,195	3,710	(237,018)	20,098	2,813	22,911
Balance, September 30, 2021	23,275,641	215,435	39,195	3,450	(236,491)	21,589	111	21,700
Net loss for the period	-	-	-	-	(4,550)	(4,550)	-	(4,550)
Balance, June 30, 2022	23,275,641	215,435	39,195	3,450	(241,041)	17,039	111	17,150

(1) Number of shares are adjusted for share consolidation of one post consolidated share for every 10 pre-consolidated shares on November 26, 2021

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

Coloured Ties Capital Inc. (Formerly GrowMax Resources Corp.)

Interim Condensed Consolidated Statements of Cash Flows

(Expressed in thousands of Canadian dollars)

	Nine months ended	
	June 30, 2022	June 30, 2021
Cash Provided By (Used In)		
Operating Activities		
Net loss for the period	\$ (4,550)	\$ (3,854)
Adjustments for non-cash/non-operating items:		
Recovery of bad debts	(1,350)	-
Unrealized and other foreign exchange (gain) loss	-	1,026
Fair value loss on equity investments and derivatives	46	5,344
Realized (gain) loss on sale of equity investments and derivatives	3,687	(3,957)
Foreign exchange loss	(111)	-
Changes in non-cash working capital:		
Decrease in taxes recoverable	35	-
Decrease in other current assets	-	508
(Increase) in prepaid and deposits	(2)	-
Increase (decrease) in accounts payables and accrued liabilities	(48)	53
Decrease in due to related parties	(2)	-
Decrease in provisions and other current liabilities	-	(286)
Net cash used in operating activities	(2,295)	(1,166)
Investing Activities		
Purchase of equity investments and derivatives	(17,227)	(4,338)
Sale of equity investments	10,933	6,500
Net cash provided by (used in) investing activities	(6,294)	2,162
Financing Activities		
Recovery of loan receivable	450	-
Net cash provided by financing activities	450	-
Foreign exchange effect on cash	(37)	(764)
Decrease in cash and cash equivalents	(8,176)	232
Cash and cash equivalents, beginning of the period	14,273	13,506
Cash and cash equivalents, end of the period	\$ 6,097	13,738

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

Coloured Ties Capital Inc. (Formerly GrowMax Resources Corp.)

Notes to the Interim Condensed Consolidated Financial Statements

For nine months ended June 30, 2022, and 2021

(Currency amounts are expressed in thousands of Canadian dollars, except per share amounts and prices)

1. GENERAL INFORMATION

Coloured Ties Capital Inc. (Formerly GrowMax Resources Corp.) (the “Company”) is a publicly traded company that was formed on August 22, 2008, by an amalgamation of two predecessor entities. The Company is incorporated and domiciled in Canada having its corporate head office located at 10589 Ladner Trunk Road Delta BC V4G 1K2. The Company is primarily listed and trading on the TSX Venture Exchange with the trading symbol “TIE”.

Since inception, efforts of the Company had been devoted to the acquisition, exploration and development of mineral properties. In the past years, the Company was focused on the exploration, evaluation, and development of phosphate and potassium-rich brine resources on its Bayovar property (the “Bayovar Property”), which is located in the Sechura Desert in northwestern Peru. After a thorough review of the Company’s resources and strategic options, and given the expertise and skill sets of the Company’s current management and directors, the Company’s board of directors determined that the optimal allocation of the Company’s working capital would be within the framework of an investment company. On August 19, 2021, the Company announced that it received final approval from the TSX Venture Exchange (“TSXV”) with respect to its previously announced proposed change of business (“COB”) from mineral exploration to an investment issuer.

The Company reported a change in its business focus away from mineral exploration and into an investment issuer classification.

These interim condensed consolidated financial statements (the “Financial Statements”) include the accounts of the Company and its Subsidiary, GrowMax Agri Corp. (“GAC”). Details of the controlled entity are as follows:

	Country of incorporation	Percentage owned
Growmax Agri Corp	Alberta, Canada	95%

On November 29, 2021, the Company consolidated its capital on one (1) post-consolidated share for (10) pre-consolidated shares. The Company had 23,275,641 (post-consolidation) shares issued and outstanding. The share consolidation has been adjusted retrospectively in the Financial Statements. The Company also changed its name to Coloured Ties Capital Inc. from GrowMax Resources Corp.

The Company previously intended to buy back up to 1,164,000 common shares of the Company through normal course issuer bid (NCIB), representing 5% of the issued and outstanding shares of the Company. All shares purchased will be at the prevailing market price at the time of purchase and will be subsequently cancelled. During the period ended June 30, 2022, the Company repurchased 1,163,782 common shares of the Company for a total cost of \$378,229 through a normal course issuer bid (Note 6 and 18).

These Financial Statements have been prepared with the assumption that the Company will be able to realize its assets and discharge its liabilities in the normal course of business rather than through a process of forced liquidation. The operations of the Company were exclusively funded by the issuance of share capital. The issuance of additional equity securities by the Company may result in significant dilution to the equity interests of current shareholders. The Company’s future capital requirements will depend on many factors, including the current capital market environment, global market conditions, and management’s strategic investment decisions.

Coloured Ties Capital Inc. (Formerly GrowMax Resources Corp.)

Notes to the Interim Condensed Consolidated Financial Statements

For nine months ended June 30, 2022, and 2021

(Currency amounts are expressed in thousands of Canadian dollars, except per share amounts and prices)

2. BASIS OF PRESENTATION

Change in year end

During the nine months ended September 30, 2020, the Company changed its fiscal year end to September 30 from December 31. The new financial year expedited the Company's application to the TSXV concerning its change of business (COB). Accordingly, these financial statements present the consolidated statement of financial position as at September 30, 2021 and September 30, 2020 and the consolidated statement of income (loss) and comprehensive income (loss), changes in equity and cash flows for the twelve and nine month periods then ended, respectively.

Statement of compliance

These Financial Statements have been prepared in accordance with International Accounting Standards ("IAS") 34 Interim Financial Reporting.

These Financial Statements should be read in conjunction with the Company's 2021 audited consolidated financial statements which have been prepared in accordance with International Financial Reporting Standards ("IFRS") as issued by the International Accounting Standards Board ("IASB").

These Financial Statements have been prepared using accounting policies consistent with those used in the Company's 2021 annual financial statements except for income tax expense which is recognized and disclosed for the full financial year in the audited financial statements.

Basis of measurement

These Financial Statements have been prepared on an accrual basis and are based on historical costs, except for certain financial instruments measured at fair value through profit or loss. Additionally, these Financial Statements have been prepared using the accrual basis of accounting, except for cash flow information.

Unless otherwise noted, these Financial Statements are presented in Canadian dollars, which is also the functional currency of the Company and its subsidiary. All dollar amounts reported are expressed in \$1,000s.

Approval of the Financial statements

These Financial Statements of the Company for nine months ended June 30, 2022, were approved and authorized for issue by the Board of Directors on August 22, 2022.

3. SIGNIFICANT ACCOUNTING POLICIES

The significant accounting policies used in the preparation of these Financial Statements are described below.

The Company applies the acquisition method to account for business combinations. The consideration transferred for the acquisition of a subsidiary is the fair value of the assets transferred, the liabilities incurred to the former owners of the acquiree and the equity interests issued by the Company. The consideration transferred includes the fair value of any asset

Coloured Ties Capital Inc. (Formerly GrowMax Resources Corp.)

Notes to the Interim Condensed Consolidated Financial Statements

For nine months ended June 30, 2022, and 2021

(Currency amounts are expressed in thousands of Canadian dollars, except per share amounts and prices)

3. SIGNIFICANT ACCOUNTING POLICIES (continued)

Consolidation

Subsidiaries

Subsidiaries are all entities (including structured entities) over which the Company has control. The Company controls an entity when the Company is exposed to, or has rights to, variable returns from its involvement with the entity and has the ability to affect those returns through its power over the entity. Subsidiaries are fully consolidated from the date on which control is transferred to the Company. They are deconsolidated from the date that control ceases.

Changes in ownership interests in subsidiaries without change of control

Transactions with non-controlling interests that do not result in change of control are accounted for as equity transactions – that is, as transactions with the owners in their capacity as owners. The difference between fair value of any consideration paid and the relevant share acquired of the carrying value of net assets of the subsidiary is recorded in equity. Gains or losses on disposals to non-controlling interests are also recorded in equity.

Disposal of subsidiaries

When the Company ceases to have control, any retained interest in a subsidiary is remeasured to its fair value at the date when control is lost, with the change in carrying amount recognized in the consolidated statement of income (loss). The fair value is the initial carrying amount for the purposes of subsequently accounting for the retained interest as an associate, joint venture or financial asset. In addition, any amounts previously recognised in other comprehensive income (loss) (“OCI”) in respect of that subsidiary are accounted for as if the Company had directly disposed of the related assets or liabilities and are reclassified to the consolidated statement of income (loss) – see Note 3 for information on foreign currency translation.

Foreign currency translation

Functional and presentation currency

The Company’s Financial Statements are presented in Canadian dollars unless otherwise stated. Each entity of the Company determines its own functional currency and items included in the financial statements of each entity are measured using that functional currency. The determination of functional currency is based on the primary economic environment in which an entity operates. The functional currency of an entity reflects the underlying transactions, events and conditions that are relevant to the entity. Factors that an entity considers when determining its functional currency include: (i) the currency that mainly influences sales prices for goods and services, (ii) the currency of the country whose competitive forces and regulations mainly determine the sales prices of its goods and services, (iii) the currency that mainly influences labour, material and other costs of providing goods or services, (iv) the currency in which funds from financing activities are generated, and (v) the currency in which receipts from operating activities are usually retained. When the indicators are mixed, and the functional currency of an entity is not obvious, management uses its judgment to determine the functional currency that most faithfully represents the economic effects of the underlying transactions, events and conditions.

Coloured Ties Capital Inc. (Formerly GrowMax Resources Corp.)

Notes to the Interim Condensed Consolidated Financial Statements

For nine months ended June 30, 2022, and 2021

(Currency amounts are expressed in thousands of Canadian dollars, except per share amounts and prices)

3. SIGNIFICANT ACCOUNTING POLICIES (continued)

Foreign currency translation (consolidated)

Functional and presentation currency (consolidated)

The functional currency of the Company is the Canadian dollar. The functional currency of GAC is the U.S. dollar (“US”).

On the disposal of a foreign operation (that is, a disposal of the Company’s entire interest in a foreign operation or a disposal involving loss of control over a subsidiary that includes a foreign operation): (1) all of the exchange differences accumulated in equity in respect of that operation attributable to the Company are reclassified to the consolidated statement of income (loss) and (2) any cumulative amount of exchange differences relating to that foreign operation attributable to the non-controlling interests is derecognized but is not reclassified to the consolidated statement of income (loss). In the case of a partial disposal that does not result in the Company losing control over a subsidiary that includes a foreign operation, the proportionate share of accumulated exchange differences is re-attributed to non-controlling interests and is not recognized in the consolidated statement of income (loss).

Transactions and balances

Foreign currency transactions are translated into the functional currency using the exchange rates prevailing at the dates of the transactions (or using the average rate for the period when this is a reasonable approximation). Foreign exchange gains and losses resulting from the translation or settlement of monetary assets and liabilities denominated in currencies other than an entity’s functional currency are recognized in the consolidated statement of income (loss) as a foreign exchange gain (loss).

Intercompany monetary items for which settlement is neither planned nor likely to occur in the foreseeable future are considered to be net investments in foreign operations. Exchange differences arising on such items are recognised initially in OCI and are reclassified from equity to the consolidated statement of income (loss) on disposal of the net investments or when borrowings forming part of the net investment are repaid. The designation of an intercompany monetary item as part of the net investment in a foreign operation is periodically reassessed. When, as a result of a change in circumstance, a previously designated ‘net investment’ monetary item is intended to be settled, the monetary item is de-designated as part of the net investment.

Financial instruments

Financial Assets

Under IFRS 9 *Financial Instruments* (“IFRS 9”), financial assets are classified into one of the following categories:

- those to be measured subsequently at fair value (either through OCI, or through the consolidated statement of income (loss)), or
- those to be measured at amortized cost.

The classification depends on the entity’s business model for managing the financial assets and the contractual terms of the cash flows.

The Company measures financial assets (except for those classified as fair value through profit or loss) at its fair value plus transaction costs. Transaction costs of financial assets carried at fair value through profit or loss (“FVPL”) are expensed in the consolidated statement of income (loss).

Financial assets and liabilities are offset and the net amount is presented in the consolidated statement of financial position only when the Company has a legally enforceable right to set off the recognized amounts and intends either to settle on a net basis, or to realize the asset and settle the liability simultaneously.

Coloured Ties Capital Inc. (Formerly GrowMax Resources Corp.)

Notes to the Interim Condensed Consolidated Financial Statements

For nine months ended June 30, 2022, and 2021

(Currency amounts are expressed in thousands of Canadian dollars, except per share amounts and prices)

3. SIGNIFICANT ACCOUNTING POLICIES (continued)

Financial instruments (continued)

Financial Assets (continued)

Subsequent measurement of financial assets depends on the Company's business model for managing the financial asset and the cash flow characteristics of the financial asset. There are three measurement categories into which the Company classifies its financial assets:

- Amortized cost: Assets that are held for collection of contractual cash flows where those cash flows represent solely payments of principal and interest are measured at amortized cost. Interest income from these financial assets is recognized using the effective interest method. Foreign exchange gains and losses as well as any gain or loss arising on derecognition are recognized in the consolidated statement of income (loss).
- FVOCI: Assets that are held for collection of contractual cash flows and for selling the financial assets, where the assets' cash flows represent solely payments of principal and interest, are measured at fair value through other comprehensive income ("FVOCI"). Movements in the carrying amount are recorded through OCI, except for the recognition of impairment gains or losses, interest revenue and foreign exchange gains and losses which are recognized in the consolidated statement of income (loss). When the financial asset is derecognized, the cumulative gain or loss previously recognized in OCI is reclassified from equity to the consolidated statement of income (loss).
- FVPL: Assets that do not meet the criteria for amortized cost or FVOCI are measured at FVPL. A gain or loss on a debt investment that is subsequently measured at FVPL is recognized in the consolidated statement of income (loss).

Equity instruments

Unless an election is made, the Company subsequently measures all equity investments at fair value. As a result of the Company becoming an investment issuer, these gains will now be reported in profit or loss whereas they were previously in other comprehensive income. There is no subsequent reclassification of fair value gains and losses to the consolidated statement of income (loss) following the derecognition of the investment.

Changes in the fair value of financial assets at FVPL are recognized in the consolidated statement of income (loss). Impairment losses (and reversal of impairment losses) on equity investments measured at fair value are not reported separately from other changes in fair value. The Company measures all equity investment at FVPL.

Impairment

Under IFRS 9, the Company assesses on a forward-looking basis, the expected credit losses associated with its financial assets carried at amortized cost. The impairment methodology applied depends on whether there has been a significant increase in credit risk.

Financial Liabilities

Under IFRS 9, the Company's financial liabilities are classified into one of the two categories: at FVPL or at amortized cost.

- FVPL: Financial liabilities carried at FVPL are initially recorded at fair value and transaction costs are expensed in the consolidated statement of income (loss). Realized and unrealized gains and losses arising from changes in the fair value of the financial liabilities held at FVPL are recognized in the consolidated statement of income (loss) in the period in which they arise, except for changes in fair value resulting from an entity's own credit risk which are recognized in other comprehensive income (loss). The deferred payments liability has been classified as a FVPL financial liability. The Company has determined that changes in its credit risk has not materially impacted the fair value of the deferred payments liability.
 - Financial liabilities at amortized cost: Financial liabilities carried at amortized cost are initially recognized at fair value and subsequently carried at amortized cost less any impairment.
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Coloured Ties Capital Inc. (Formerly GrowMax Resources Corp.)

Notes to the Interim Condensed Consolidated Financial Statements

For nine months ended June 30, 2022, and 2021

(Currency amounts are expressed in thousands of Canadian dollars, except per share amounts and prices)

3. SIGNIFICANT ACCOUNTING POLICIES (continued)

Financial Liabilities (continued)

The following table shows the classification of the Company's financial instruments:

Financial assets	
Cash	Amortized cost
Equity investments	FVTPL
Taxes recoverable	Amortized cost
Financial liabilities	
Accounts payable and accrued liabilities	Amortized cost
Due to related parties	Amortized cost

Stock-based compensation

The Company grants stock options to purchase common shares of the Company to directors, officers, employees and consultants.

Employees and others providing similar services

The Board of Directors grants stock options to directors, officers, and employees for periods of up to five years, with vesting periods determined at its sole discretion. Stock options granted to employees and others providing similar services are valued based on the fair value of the equity instruments granted. When stock options granted to employees' vest in instalments over a vesting period, each instalment is treated as a separate grant. The fair value of stock options granted to employees is measured at grant date using the Black-Scholes option pricing model. The fair value is recognized as an expense over the vesting period with a corresponding increase in contributed surplus. The amount recognized as an expense is adjusted to reflect the number of stock options expected to vest.

Non-employees

Stock options granted to non-employees are valued based on the fair value of the goods or services received, unless that fair value cannot be estimated reliably, in which case, the fair value of the goods and services received is measured, indirectly, by reference to the fair value of the equity instruments granted. The fair value is recognized as a cost when the Company obtains the goods or the counterparty renders the service, with a corresponding increase in contributed surplus. The fair value is recognized as a cost over the vesting period, if any. When applicable, the fair value of stock options granted to non-employees is measured using the Black-Scholes option pricing model. The fair value of identifiable goods and services is measured on the date the Company obtains the goods or the counterparty renders the services. The fair value of unidentifiable goods and services is measured at grant date.

Modifications

Modifications to the vesting periods of stock-based compensation are accounted for prospectively from the modification date to the revised vesting date.

Provisions

Provisions are recognized when the Company has a present legal or constructive obligation as a result of past events, it is more likely than not that an outflow of resources will be required to settle the obligation, and the amount can be reliably estimated. Provisions are measured at management's best estimate of the expenditure required to settle the obligation at the end of the reporting period and are discounted to present value where the effect is material. The Company performs evaluations to identify onerous contracts and, where applicable, records provisions for such contracts.

Coloured Ties Capital Inc. (Formerly GrowMax Resources Corp.)

Notes to the Interim Condensed Consolidated Financial Statements

For nine months ended June 30, 2022, and 2021

(Currency amounts are expressed in thousands of Canadian dollars, except per share amounts and prices)

3. SIGNIFICANT ACCOUNTING POLICIES (continued)

Income tax

Income tax comprises current and deferred tax. Income tax is recognized in the consolidated statement of income (loss) except to the extent that it relates to items recognized directly in OCI or directly in equity, in which case the income tax is also recognized directly in OCI or equity, respectively.

Current tax is the expected tax payable on taxable income for the period, using tax rates enacted or substantively enacted, at the end of the reporting period, and any adjustment to tax payable in respect of previous years.

In general, deferred tax is recognized in respect of deferred tax consequences attributable to unused tax loss carry forwards, unused tax credits and temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the consolidated financial statements. However, the following temporary differences do not result in deferred tax assets or liabilities:

- the initial recognition of assets or liabilities, not arising in a business combination, that do not affect accounting or taxable profit,
- goodwill; and
- investments in subsidiaries, branches and associates, and interests in joint arrangements where the timing of reversal of the temporary differences can be controlled and reversal in the foreseeable future is not probable.

Deferred income tax is determined on a non-discounted basis. Deferred tax assets and liabilities are presented as non-current.

Deferred tax assets and liabilities are measured using the enacted or substantively enacted tax rates expected to apply when the asset is realized, or the liability settled. The effect on deferred tax assets and liabilities of a change in tax rate is recognized in the consolidated statement of income (loss) in the period that enactment or substantive enactment occurs.

A deferred tax asset, including that related to unused tax loss carry forwards, is recognized to the extent that it is probable that future taxable profits will be available against which the asset can be utilized. To the extent that the Company does not consider it probable that a deferred tax asset will be recovered, the deferred tax asset is reduced.

The Company's unused non-capital tax losses in Canada can be carried forward for twenty years. The Company's capital tax losses in Canada do not expire.

Current tax assets and current tax liabilities are offset if, and only if, the Company has a legally enforceable right to set off the recognized amounts; and the Company intends either to settle on a net basis or to realise the asset and settle the liability simultaneously. Deferred tax assets and deferred tax liabilities are offset if, and only if, the Company has a legally enforceable right to set off current tax assets against current tax liabilities; and the deferred tax assets and the deferred tax liabilities relate to income taxes levied by the same taxation authority.

Share capital

Common shares are classified as equity. Costs directly attributable to the issuance of shares are recognized as a deduction from equity. Proceeds received on the issuance of units, consisting of common shares and warrants, are allocated using the relative fair value method with the fair value of the warrants determined using the Black-Scholes option pricing model. Warrants issued with exercise prices in an entity's functional currency are accounted for as a form of contributed surplus within equity. Upon exercise of these warrants, consideration paid by the holders, together with the amount previously recognized as contributed surplus, is recorded as an increase to share capital.

Coloured Ties Capital Inc. (Formerly GrowMax Resources Corp.)

Notes to the Interim Condensed Consolidated Financial Statements

For nine months ended June 30, 2022, and 2021

(Currency amounts are expressed in thousands of Canadian dollars, except per share amounts and prices)

3. SIGNIFICANT ACCOUNTING POLICIES (continued)

Earnings (loss) per share

Basic earnings (loss) per share is computed by dividing net income (loss) for the period attributable to equity owners excluding the non-controlling interest (“NCI”), of the Company by the weighted average number of common shares outstanding during the period.

Diluted earnings per share is computed by adjusting the weighted average number of common shares outstanding for dilutive instruments. The number of shares included with respect to options, warrants and similar instruments is computed using the treasury stock method, which assumes any proceeds received by the Company upon exercise of the in-the-money instruments would be used to repurchase common shares at the average market price for the period. However, the calculation of diluted loss per share excludes the effects of various conversions and exercise of options and warrants that would be anti-dilutive. As at June 30, 2022, and 2021, there are no options or warrants that have a dilutive effect. Shares held in escrow, other than where their release is subject to the passage of time, are not included in the calculation of the weighted average number of common shares outstanding

Determination of discontinued operations

Judgement is required in determining whether an asset or disposal group should be classified as held for sale. An asset or disposal group should be classified as held for sale when it is available for immediate sale in its present condition and its sale is highly probable.

Management applies judgement to determine whether a component of the Company that either has been disposed of, or is classified as held for sale, meets the criteria for discontinued operations. The key area that involves management judgement in this determination is whether the component represents a separate major line of business or geographical area of operation. This determination applied to APPSA in the year ended September 30, 2021, as it was a component of the Company. During the year ended September 30, 2021, the Company disposed of APPSA, and this was determined to be a discontinued operation as it is a separate component that represents a major line of business and geographical area of operation.

New standards, amendments, and interpretation

The Company has performed an assessment of new standards issued by the IASB that are not yet effective. The Company has assessed that the impact of adopting these accounting standards on its financial statements would not be significant.

4. CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS

The preparation of these Financial Statements requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, revenues and expenses. Actual results may differ from these estimates.

Critical accounting judgements

Critical accounting judgements are accounting policies that have been identified as being complex or involving subjective judgments or assessments.

Recoverability of receivables

The determination of when receivables are impaired and if subsequently, they become receivable requires significant judgment as to their collectability.

Coloured Ties Capital Inc. (Formerly GrowMax Resources Corp.)

Notes to the Interim Condensed Consolidated Financial Statements

For nine months ended June 30, 2022, and 2021

(Currency amounts are expressed in thousands of Canadian dollars, except per share amounts and prices)

4. CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS (continued)

Critical accounting judgements (continued)

Determination of investment issuer status

The Company considered all the available facts and concluded that the Company met all three criteria set forth in IFRS 10 *Consolidated Financial Statements* (“IFRS 10”) to meet the definition of an investment issuer:

- Obtains funds from one or more investors for the purpose of providing those investor(s) with investment management services;
- Commits to its investors that its business purpose is to invest funds solely for returns from capital appreciation, investment income or both; and
- Measures and evaluates the performance of substantially all of its investments on a fair value basis.

Consolidation

Judgement is applied in assessing where the Company exercises control over its subsidiaries, in which the Company directly or indirectly owns an interest. The Company has control when it has power over the subsidiary, has exposure, or rights to variable returns, and has the ability to use its power to affect the returns. Additionally, as an investment issuer, the Company must also apply judgement in determining the purpose of the subsidiary and whether it meets the requirements for consolidation in accordance with IFRS 10.

Critical accounting estimates

Critical accounting estimates are estimates and assumptions made by management that may result in material adjustments to the carrying amounts of assets and liabilities within the next financial year.

Income taxes

Tax interpretations, regulations and legislation in the various jurisdictions in which the Company operates are subject to change and interpretation. As such, income taxes are subject to measurement uncertainty. Assessing the recoverability of deferred tax assets requires the Company to make significant estimates related to the expectations of future taxable income and the application of existing tax laws. To the extent that future taxable income differs significantly from estimates, the ability of the Company to realize deferred tax assets could be impacted. Additionally, changes in tax laws could limit the ability of the Company to obtain tax deductions in the future.

Privately held equity investments

The fair value of privately held equity investments require management to make certain assumptions and estimates. Changes in assumptions used to estimate the fair value could result in materially different results.

Stock-based compensation and derivative instruments

The fair value of share-based payments and warrants held as equity investments are subject to the limitations of the Black-Scholes option pricing model that incorporates market data and involves uncertainty in estimates used by management in the assumptions. Because the Black-Scholes option pricing model requires the input of highly subjective assumptions, including the volatility of share prices, changes in subjective input assumptions can materially affect the fair value estimate. We have revalued the derivative instrument based on the Black-Scholes model with revised assumptions for the quarter.

Coloured Ties Capital Inc. (Formerly GrowMax Resources Corp.)

Notes to the Interim Condensed Consolidated Financial Statements

For nine months ended June 30, 2022, and 2021

(Currency amounts are expressed in thousands of Canadian dollars, except per share amounts and prices)

5. CASH AND CASH EQUIVALENTS

As at June 30, 2022, cash and cash equivalents in the Company consists of the following:

	June 30, 2022	September 30, 2021
Cash at bank	\$ 3,695	\$ 11,591
Restricted cash	-	20
Cash with investment brokers	2,403	2,662
	\$ 6,098	\$ 14,273

6. EQUITY INVESTMENTS AND DERIVATIVES

As at June 30, 2022, the Company's equity investments consist of:

Private equity investments and derivatives:

Description	Number of securities			Cost	Fair Value
	Shares	Warrants			
AuAg Exploration Inc. ⁽²⁾	3,500,000	-	\$ 460	\$ 460	
Quality Green Inc. ⁽²⁾	5,500,000	5,500,000	1,777	-	
Ride Vision Ltd. ⁽²⁾	7,272	-	1,260	1,260	
Hertz Lithium Corp ⁽²⁾	200,000	-	25	25	
Intrepid Metal Corp ⁽²⁾	1,200,000	-	152	150	
WT - Intrepid Metal Corp ⁽¹⁾	-	600,000	88	21	
	10,407,272	6,100,000	\$ 3,762	\$ 1,916	

⁽¹⁾These are warrants received as a part of the purchase of the shares of the corresponding company.

⁽²⁾Fair value of common shares and warrants are discussed in notes below.

Public equity investments and derivatives: -

Description	Number of securities		Cost	Fair Value
	Shares	Derivatives		
Algeron Pharmaceuticals Inc.	38,800	-	\$ 203	\$ 145
Beyond Medical Inc.	1,200,000	-	89	12
Canaccord Genuity Group Inc.	46,900	-	636	395
Canagold Resources Ltd.	299,000	-	84	81
First Uranium Resources Ltd.	428,286	-	150	62
Garibaldi Res Corp.	300,000	-	118	126
Graphite One Inc.	135,000	-	243	166
Patriot Battery Metals Inc.	1,708,900	-	2,394	4,580
Red Lake Gold Inc.	24,500	-	7	2
Revival Gold Inc.	64,000	-	36	33
Southern Energy Corp.	200,000	-	170	146
Coloured Ties Cap Inc.	949,000	-	303	327
Maverix Metals Inc.	200,000	-	878	844
Algeron Pharmaceuticals Inc.	2,500	-	14	9
Beyond Medical Inc.	6,500,000	-	50	65
Cannabix Tech Inc.	320,000	-	225	141
First Responder Technologies Inc.	3,000,000	-	990	30
First Uranium Res Ltd.	115,000	-	34	17
Graphite One Inc.	494,600	-	545	608
Hempfusion Wellness Inc.	240,000	-	266	12
LQWD Fintech Corp.	450,000	-	148	52
Manning Ventures Inc.	2,167,000	1,428,571	325	152
WT – Alpha Metaverse Technologies Inc. ⁽¹⁾	-	-	-	1
WT – First Uranium Res Ltd. ⁽¹⁾	-	214,143	-	-
WT – LQWD Fintech Corp.	-	37,500	4	0
WT - Graphite One Inc. ⁽¹⁾	-	500,000	-	218
WT - Blue Sky Uranium Corp. ⁽¹⁾	-	330,000	-	23
WT – Intrepid Metals Corp. ⁽¹⁾	-	600,000	-	23
WT -Blue Sky Uranium Corp.	-	330,000	50	46
WT – Hempfusion Wellness Inc.	-	120,000	34	0
	18,883,486	3,560,214	\$7,997	\$8,317
Total of equity investments and derivatives as at June 30, 2022	29,290,758	\$9,660,214	\$11,759	\$10,233

⁽¹⁾These are warrants received as a part of the purchase of the shares of the corresponding company.

Coloured Ties Capital Inc. (Formerly GrowMax Resources Corp.)

Notes to the Interim Condensed Consolidated Financial Statements

For nine months ended June 30, 2022, and 2021

(Currency amounts are expressed in thousands of Canadian dollars, except per share amounts and prices)

6. EQUITY INVESTMENTS AND DERIVATIVES (continued)

- i) The Company had purchased an additional 3,193,000 shares in various private companies which include Intrepid Metal Corp and Hertz Lithium Corp. There was also an impairment on a private corporation Quality Green in which the Company recognized an impairment loss of \$1,776 which was recognized in other income during the period ended June 30, 2022.
- ii) The Company purchased and sold a variety of public investments and of derivatives during the period as well, these transactions resulted in a total realized loss of \$3,687.

As at June 30, 2022, the Company holds 3,560,214 stock option contracts with a fair value of US\$312 (2021 - \$Nil). The adjustment to fair value on these options was reported in Fair value (gain) loss on equity investments and derivatives \$46 (2021- 5,344)

The private investments common shares are based on the cost of each share price unless the realizable value has changed. The warrants are based off of the black scholes method stated with revised assumptions, taking into account the number of options, and exercise price, discount rate (Bank of Canada – 3 year marketable bond), the time from statement date to expiry date and the stock price on the open-market on June 30 2022. The inputs used to value the warrants are below:

Description	Statement Date	Expiry Date	Options	Stock Price	Exercise Price	Discount Rate	Fair Value
WT – Alpha Metaverse Technologies Inc. ⁽¹⁾	2022/06/30	2022/12/22	1,428,571	\$ 0.105	\$ 0.500	1.50%	\$ 1
WT – First Uranium Res Ltd. ⁽¹⁾	2022/06/30	2023/05/27	214,143	\$ 0.140	\$ 0.200	1.50%	\$ 0
WT - Graphite One Inc. ⁽¹⁾	2022/06/30	2023/05/27	500,000	\$ 1.210	\$ 0.200	1.50%	\$ 218
WT -Blue Sky Uranium Corp. ⁽¹⁾	2022/06/30	2025/06/14	330,000	\$ 0.140	\$ 0.250	1.50%	\$ 23
WT –Intrepid Metals Corp ⁽¹⁾	2022/06/30	2024/04/21	600,000	\$ 0.130	\$ 0.350	1.50%	\$ 23

The equity investments and derivatives are valued using the Black- Scholes model for the derivatives stated with the same assumptions as those taken to value the private investment warrants described in the paragraph above.

7. LOAN RECEIVABLE

On December 16, 2021, the Company entered into a loan repayment agreement with Fertimar Mineracao E Navegacao SA ("Fertimar"), whereby Fertimar shall repay the debt of Brazilian Reals 6,000,000 (\$1,350) in 12 monthly instalments.. During the period ended June 30, 2022, the Company recognized an amount receivable of \$1,350. Following table represents the changes in the balance of loan receivable during the period ended June 30, 2022:

	Amount
	\$
Balance as at September 30, 2021	-
Additions	1,350
Repayment	(450)
Foreign exchange adjustment	87
Balance as at June 30, 2022	987

Coloured Ties Capital Inc. (Formerly GrowMax Resources Corp.)

Notes to the Interim Condensed Consolidated Financial Statements

For nine months ended June 30, 2022, and 2021

(Currency amounts are expressed in thousands of Canadian dollars, except per share amounts and prices)

8. SHARE CAPITAL

Common shares

Authorized shares: unlimited number of common shares and unlimited number of preferred shares. No preferred shares have ever been issued.

Issued: As at June 30, 2022 there were 23,275,641¹ issued and fully paid common shares (September 30, 2021 – 23,275,641)

¹ Number of shares are adjusted for share consolidation of one post consolidated share for every 10 pre-consolidated shares on November 26, 2021

Transactions during the nine months ended June 30, 2022.

No shares were issued during the nine months ended June 30, 2022.

Transactions during the year ended September 30, 2021

On July 23, 2021, the Company closed a non-brokered private placement for total gross proceeds of \$1,224. The Company issued 1,883,077¹ units at \$0.65 per unit. Each unit consists of one common share and one common share purchase warrant, with each warrant exercisable to acquire one additional common share at a price of \$0.80 per share until July 23, 2026.

¹ Number of shares are adjusted for share consolidation of one post consolidated share for every 10 pre-consolidated shares on November 26, 2021

Stock Options

Stock option plan

The Company has a stock option plan under which the Board of Directors may from time to time grant to directors, senior officers, consultants and employees options to acquire common shares, exercisable for a period of up to ten years from the date of grant. The stock option plan provides that the maximum number of common shares in the capital of the Company that may be reserved for issuance for all purposes under the stock option plan shall not exceed 10% of the total issued and outstanding common shares. The maximum number of common shares that may be reserved for issuance to any individual pursuant to stock options may not exceed 5% of the common shares issued and outstanding at the time of grant, and the number of common shares that may be reserved for issuance to all investor relations consultants pursuant to stock options may not exceed 2% of the common shares issued and outstanding at the time of grant. Options become exercisable as long as the optionee holds office or continues to be employed by the Company and 90 days following the cessation of an optionee's position with the Company.

There are no share options outstanding as at June 30, 2022.

The following is a summary of changes in stock options for the period ended June 30, 2022, and September 30, 2021:

	Number of options ⁽¹⁾	Weighted average exercise price (\$)	Weighted average life
Balance as at September 30, 2020	4,000	0.73	-
Options forfeited/ expired	-	-	-
Balance as at September 30, 2021	4,000	0.20	-
Options forfeited/ expired	(4,000)	-	-
Balance as at June 30, 2022	-	-	-
Exercisable	-	-	-

Coloured Ties Capital Inc. (Formerly GrowMax Resources Corp.)

Notes to the Interim Condensed Consolidated Financial Statements

For nine months ended June 30, 2022, and 2021

(Currency amounts are expressed in thousands of Canadian dollars, except per share amounts and prices)

8. SHARE CAPITAL (continued)

Warrants

As at June 30, 2022, the Company had 1,883,076¹ warrants outstanding.

1. Number of warrants are adjusted for share consolidation of one post consolidated warrants for every 10 pre-consolidated warrants on November 26, 2021.

Transactions during the nine months ended June 30, 2022

No warrants were issued during the nine months ended June 30, 2022

Transactions during the year ended September 30, 2021

On July 23, 2021, the Company closed a non-brokered private placement for total gross proceeds of \$1,224. The Company issued 1,883,076¹ units at \$0.65 per unit. Each unit consists of one common share and one common share purchase warrant, with each warrant exercisable to acquire one additional common share at a price of \$0.80 per share until July 23, 2026.

The following is a summary of changes in warrants for the period ended June 30, 2022 and September 30, 2021:

	Number of Warrants	Weighted average exercise price (\$)	Weighted average life
Balance as at September 30, 2020	-	-	-
Issued	1,883,076 ⁽¹⁾	0.80	4.07
Balance as at September 30, 2021 and June 30, 2022	1,883,076	0.80	4.07

⁽¹⁾Warrants were adjusted to reflect the consolidation on November 24, 2021

Shares in Escrow

There is a total amount of 2,358,089 shares which are held in a Value Security Escrow agreement dated July 29, 2021. With a next release scheduled for Aug 23, 2022 for the amount of 1,179,044 shares, with the last release of 1,179,045 shares scheduled for Feb. 23, 2023.

9. NON-CONTROLLING INTEREST

As at June 30, 2022 and September 30, 2021, the Company held a 95% interest in GAC with the remaining 5% interest in GAC held by non-controlling interests. The accumulated non-controlling interest of GAC at June 30, 2022 was \$111 (September 30, 2021 – \$111). As at June 30, 2022, GAC held \$1 (September 30, 2021 – \$2) of cash.

The following table summarizes financial information related to GAC, before intercompany eliminations:

	June 30, 2022	September 30, 2021
Current assets	1	2
Current liabilities ⁽¹⁾	10,402	10,404
Net income (loss)	(5)	1,864

⁽¹⁾Includes intercompany monetary items that are repayable on demand, but which are not expected to be repaid in the foreseeable future.

Coloured Ties Capital Inc. (Formerly GrowMax Resources Corp.)

Notes to the Interim Condensed Consolidated Financial Statements

For nine months ended June 30, 2022, and 2021

(Currency amounts are expressed in thousands of Canadian dollars, except per share amounts and prices)

10. GENERAL AND ADMINISTRATIVE EXPENSES

	Note	Three months ended		Nine months ended	
		June 30, 2022	June 30, 2021	June 30, 2022	June 30, 2021
Professional and consulting fees	13	\$ 81	\$ 166	\$ 249	\$ 371
Management fees and employee benefits	13	77	164	196	559
Broker's commission		64	8	160	-
Rent		-	-	-	27
Travel		-	-	-	22
Provision related to Bayovar Property		-	-	-	678
Other ⁽¹⁾		4	390	54	61
		\$ 226	\$ 728	\$ 659	\$ 1,718

⁽¹⁾ Comprises of interest expense, transfer agent and filing fees, and office expenses.

11. OTHER INCOME (EXPENSE)

	Note	Three months ended		Nine months ended	
		June 30, 2022	June 30, 2021	June 30, 2022	June 30, 2021
Recovery of bad debts	7	\$ -	\$ -	\$ 1,350	\$ -
Fair value (gain) loss on equity investments	6	1,275	857	(46)	(1,386)
Gain (loss) on sale of equity investments	6	(3,632)	(220)	(3,687)	-
Dividend income		6	-	26	-
Foreign exchange gain (loss)		267	143	260	(765)
Interest income		5	(2)	7	19
Legal settlements		(24)	-	(24)	-
Other income (expense)		(1,777)	-	(1,777)	(4)
		\$ (3,860)	\$ 778	\$ (3,891)	\$ (2,136)

12. FINANCIAL INSTRUMENTS AND FINANCIAL RISK MANAGEMENT

Categories of financial instruments

The following table summarizes the carrying amounts of the Company's financial instruments:

	As at	
	June 30, 2022	September 30, 2021
Financial Assets:		
Cash and cash equivalents	\$ 6,097	\$ 14,273
Equity investments and derivatives	10,233	7,611
Taxes recoverable	-	35
Loan receivable	987	-
Financial Liabilities:		
Accounts payables	74	105
Due to related parties	55	57
Total	\$ 17,188	\$ 21,757

Coloured Ties Capital Inc. (Formerly GrowMax Resources Corp.)

Notes to the Interim Condensed Consolidated Financial Statements

For nine months ended June 30, 2022, and 2021

(Currency amounts are expressed in thousands of Canadian dollars, except per share amounts and prices)

12. FINANCIAL INSTRUMENTS AND FINANCIAL RISK MANAGEMENT (continued)

Fair value estimation of financial instruments

The fair value of cash and various receivables included in other current assets, accounts payable and accrued liabilities, and various liabilities included in provisions and other current liabilities approximate their carrying values due to the short-term maturity of the financial instruments.

Financial instruments measured at fair value

Financial instruments that are measured at fair value subsequent to initial recognition are grouped in a hierarchy based on the degree to which the fair value is observable. The levels in the hierarchy are:

- Level 1 – quoted prices (unadjusted) in active markets for identical assets or liabilities;
- Level 2 – inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly or indirectly; and
- Level 3 – inputs for the asset or liability that are not based on observable market data (that is, unobservable inputs).

The following is a summary of the Company's equity investments categorized in the fair value hierarchy as at June 30, 2022.

Fair value of financial instruments

	Fair Value Measurements Using			Total
	Quoted Prices in Active Markets For Identical Instruments (Level 1) \$	Significant Other Observable Inputs (Level 2) \$	Significant Unobservable Inputs (Level 3) \$	
Thursday, June 30, 2022				
Assets:				
Cash and cash equivalents	6,097	-	-	6,097
Investments - Public	8,005	-	-	8,005
Investments - Private	-	-	1,916	1,896
Investments - Derivatives	-	313	-	313
Loan receivable	-	987	-	987
Liabilities:				
Accounts payable	-	74	-	74
Due to related parties	-	55	-	55
September 30, 2021				
Assets:				
Cash and cash equivalents	14,273	-	-	14,273
Investments - Public	4,624	-	-	4,624
Investments - Private	-	-	1,900	1,900
Investments - Derivatives	-	750	-	750
Taxes recoverable	-	35	-	35
Liabilities:				
Accounts payable	-	105	-	105
Due to related parties	-	57	-	57

Coloured Ties Capital Inc. (Formerly GrowMax Resources Corp.)

Notes to the Interim Condensed Consolidated Financial Statements

For nine months ended June 30, 2022, and 2021

(Currency amounts are expressed in thousands of Canadian dollars, except per share amounts and prices)

12. FINANCIAL INSTRUMENTS AND FINANCIAL RISK MANAGEMENT (continued)

Fair value of financial instruments (continued)

The Company is responsible for performing the valuation of fair value measurements included in the Financial statements, including Level 3 fair values. The valuation processes and results for recurring measurements are reviewed at least once every quarter, in line with the Company's quarterly reporting dates.

The private equity investments are based on inputs other than quoted prices and are therefore considered to be Level 3. The derivative instruments are based on inputs other than quoted prices and therefore considered to be Level 2. There were no transfers to or from Level 3 for the six months ended June 30, 2022.

Financial risk management

The Company's financial instruments are exposed to certain financial risks, including currency risk, interest rate risk, credit risk and liquidity risk. Except as disclosed below, the Company's exposure to these risks and its methods of managing the risks remain consistent.

Currency risk

The Company is exposed to financial risk related to fluctuations in foreign exchange rates. Foreign currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rates.

As at June 30, 2022, the Company's head office held US\$ 2,694 (September 30, 2021 – US\$7,895) of U.S. dollar cash. The Company estimates that a 5% weakening of the Canadian dollar at June 30, 2022 would have decreased the Company's reported net loss for the period ended June 30, 2022 by approximately \$174 (September 30, 2021 - \$503) (relates to U.S. dollar financial instruments held at head office). A 5% strengthening of the Canadian dollar at June 30, 2022 would have had an equal but opposite effect.

Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. When investments are made, the Company's strategy is to stagger the maturity dates over different time periods to minimize exposure to interest rate changes. The Company monitors its exposure to interest rates but has not entered into any derivative financial instruments to manage this risk.

Credit risk

Credit risk is the risk of an unexpected loss if a customer or third party to a financial instrument fails to meet its contractual obligation. Credit risk arises from the Company's financial assets. The carrying value of the financial assets represents the maximum exposure to credit risk. The Company's exposure to credit risk is considered to be low-moderate, given the size and nature of the various counterparties involved and their history of performance.

As at June 30, 2022, the majority of the Company's cash is held with a financial institution in Canada that was assigned a long-term issuer default rating of AAA (Fitch Ratings).

Coloured Ties Capital Inc. (Formerly GrowMax Resources Corp.)

Notes to the Interim Condensed Consolidated Financial Statements

For nine months ended June 30, 2022, and 2021

(Currency amounts are expressed in thousands of Canadian dollars, except per share amounts and prices)

12. FINANCIAL INSTRUMENTS AND FINANCIAL RISK MANAGEMENT (continued)

Financial risk management (continued)

Liquidity risk

Liquidity risk is the risk that the Company will not be able to meet its financial obligations as they fall due. The Company has a planning and budgeting process in place to help determine the funds required to support the Company's normal operating requirements on an ongoing basis. The Company attempts to ensure that there are sufficient funds to meet its short-term business requirements, taking into account its holdings of cash. All of the Company's financial liabilities are short-term and without fixed terms of repayment.

To date, the Company has relied on cash flows from operations, equity financing, and sale of assets to fund its operations and capital expenditures.

Equity price risk

Equity price risk is the uncertainty associated with the valuation of assets arising from changes in equity markets. The Company's equity investments consisting of common shares and derivative investments consisting of share purchase warrants and options are exposed to significant equity price risk due to the potentially volatile and speculative nature of the businesses in which the investments are held. The Company's equity and derivative investments are monitored by the Board with decisions on sale or exercise taken by Management. An 18% decrease in fair value of the equity and derivative investments would result in an approximate \$1,800 increase in the net loss for the period ended June 30, 2022 (September 30, 2021 - \$1,370).

13. RELATED PARTY TRANSACTIONS

The Company's related parties consist of key management personnel and companies owned directly or indirectly by key management personnel.

Key management personnel include persons having the authority and responsibility for planning, directing and controlling the activities of the Company as a whole. The Company has determined that key management personnel consist of executive and non-executive members of the Board of Directors and corporate officers.

As at June 30, 2022, due to related parties of \$55 (September 30, 2021 – \$57) comprises of amounts payable to key management personnel and/or companies owned directly or indirectly by key management personnel.

	As at	
	June 30, 2022	September 30, 2021
Company controlled by Chief Executive Officer (CEO)	\$ 30	\$ 29
Company controlled by Chief Financial Officer (CFO)	4	15
Companies controlled by directors	9	13
Party related to a director	12	-
	<u>\$ 55</u>	<u>\$ 57</u>

Coloured Ties Capital Inc. (Formerly GrowMax Resources Corp.)

Notes to the Interim Condensed Consolidated Financial Statements

For nine months ended June 30, 2022, and 2021

(Currency amounts are expressed in thousands of Canadian dollars, except per share amounts and prices)

13. RELATED PARTY TRANSACTIONS (continued)

Remuneration to the Company's related parties was as follows:

	Nine months ended	
	June 30, 2022	June 30, 2021
Expenses paid or accrued to directors of the Company, senior officers and companies with common directors:		
Management fees and employee benefits	\$ 180	\$ 135
Consulting fees	62	-
Professional fees	22	-
Mineral exploration consulting	-	27
	\$ 264	\$ 162

⁽¹⁾Includes directors' fees, management fees, termination benefits, salaries and bonuses.

Management fees consisted of the following:

	Nine months ended	
	June 30, 2022	June 30, 2021
Company controlled by CEO	\$ 140	\$ 135
Company controlled by CFO	40	-
	\$ 180	\$ 135

Consulting fees consisted of the following:

	Nine months ended	
	June 30, 2022	June 30, 2021
Companies controlled by directors	\$ 38	\$ -
Party related to a director	24	-
	\$ 62	\$ -

Professional fees were paid or accrued to the following:

	Nine months ended	
	June 30, 2022	June 30, 2021
Company controlled by CFO	\$ 22	\$ -
	\$ 22	\$ -

Coloured Ties Capital Inc. (Formerly GrowMax Resources Corp.)

Notes to the Interim Condensed Consolidated Financial Statements

For nine months ended June 30, 2022, and 2021

(Currency amounts are expressed in thousands of Canadian dollars, except per share amounts and prices)

14. CAPITAL MANAGEMENT

The Company's objectives in managing liquidity and capital are to safeguard the Company's ability to continue as a going concern and provide the financial capacity to meet its strategic objectives. The Company defines its capital as equity attributable to owners of the Company, excluding accumulated OCI. The Company manages the capital structure and makes adjustments to it in light of changes in economic conditions and the risk characteristics of the underlying assets. To maintain or adjust the capital structure, the Company may attempt to issue new shares, issue new debt and/or acquire or dispose of assets to facilitate the management of its capital requirements. The Company's investment policy is to invest in equity, debt and/or convertible securities, with the intention to hold both for long-term capital appreciation and shorter-term gains. The Company prepares annual expenditure budgets that are updated as necessary depending upon various factors, including successful capital deployment and general industry conditions. The Company's board of directors approves the annual and updated budgets.

The Company is not subject to any external imposed capital requirements and there were no changes in the Company's capital management during the period ended June 30, 2022.

15. LEGAL DISPUTES

On April 12th, 2022, A settlement offer of \$19 was accepted to settle a claim filed against the Company during the year ended September 30, 2021, from a third party for a breach in an agreement. The Company has made the final payment for the settlement.

16. SEGMENT DISCLOSURE

The Company has one operating segment, being the acquisition and sale of investments in other companies.

17. COVID-19

Since March 2020, the outbreak of the novel strain of coronavirus, specifically identified as "COVID-19", has resulted in governments worldwide enacting emergency measures to combat the spread of the virus. These measures, which include the implementation of travel bans, self-imposed quarantine periods and physical distancing, have caused material disruption to business globally resulting in an economic slowdown. Global equity markets have experienced significant volatility and weakness.

At the time these Financial Statements were prepared, the COVID-19 pandemic has caused significant disruptions to the global economy and increased volatility in the global financial markets. However, during the period ended June 30, 2022, the impact of COVID-19 on the Company and its investments has not been significant. Its future impact will depend on developments such as the geographic spread of the disease, the duration of the outbreak, travel restrictions and social distancing, business closures or business disruptions, and the effectiveness of actions taken in Canada, and other countries to contain and treat the disease. Although it is not possible to reliably estimate the length or severity of these developments, there may be significant adverse impact on the Company's financial position and results of operations for future periods if the pandemic is not successfully contained or the effects of which are not mitigated.

Coloured Ties Capital Inc. (Formerly GrowMax Resources Corp.)

Notes to the Interim Condensed Consolidated Financial Statements

For nine months ended June 30, 2022, and 2021

(Currency amounts are expressed in thousands of Canadian dollars, except per share amounts and prices)

18. SUBSEQUENT EVENTS

Subsequent to the period end, pursuant to the agreement entered with Fertimar, the Company has received the seventh and eighth instalments totaling \$163. This agreement had been amended as of the date of this report to reduce monthly payments from R\$400,000 to R\$333,333 with a 2.5% interest rate compounded yearly from July 2022 until June 2023.

On July 20, 2022, the Company will purchase 100% interest in 62 mineral claims, in the Cadillac-Pontiac region (Quebec) for \$50 subject to a 2% NSR that can be reduced to 1\$ at any time by the Company making a payment of \$1 million to the vendors. On August 19, 2022 The Company acquired 46 additional claims in the area from the same vendor group for \$40 subject to a 2% NSR. This is in addition to the purchased 62 mineral claims in the Cadillac-Pontiac region (Quebec). The lithium claims will be acquired with 100% interest to the Company for the cash consideration subject to a 2% NSR that can be reduced to 1% with \$1M payout at any time in the future.

The Company has received approval from the Exchange to commence the renewal NCIB on August 1, 2022. The new Bid Period will end on August 1, 2023, or earlier if the number of Shares sought in the NCIB has been obtained. The agreement will be to purchase an additional 5% or 1,105,707 Common Shares in accordance with applicable regulatory requirements.

On August 9th, 2022, the Company had a claim filed against them for \$32. This amount is in dispute and at this time the Company cannot determine the outcome of this claim.

On August 17, 2022, the Company amended an agreement with a related party –related to the consideration payable on the purchase of 1% NSR royalty on the mineral claims located in the State of Idaho. As consideration for the NSR Royalty the Company will pay the related party, cash consideration in an amount equal to the lower of (i) the amount of a formal valuation prepared by an independent valuator of the Royalty, and (ii) USD\$2,500. The Company has formally engaged an independent valuator and anticipates receiving a formal valuation on the NSR Royalty by August 31, 2022. The NSR Royalty is subject to a right of first refusal (the "ROFR") held by a wholly-owned subsidiary of Revival which has sixty (60) days to elect by written notice to the related party to purchase the NSR Royalty on the same terms and conditions as set forth in the Amended and Restated Agreement. In the event Revival does not exercise the ROFR, the related party is free to sell the NSR Royalty in accordance with the terms and conditions specified in the Amended and Restated Agreement This transaction is considered a "related party transaction" as the CEO is the sole shareholder and director of the related party.

On August 19, 2022, the Company has subscribed to \$100 of unsecured convertible debentures of the Icanic Brands Corporation (the "Debenture"), at a price of \$1 per Debenture, having an aggregate principal amount set forth below (the "Principal Amount") and bearing interest at 11.0% per annum, maturing 24 months from the date of issuance. The Principal Amount may be convertible, at the option of the holder, in whole or in part, at any time following the issue date but on or before maturity, into units of the Corporation (the "Units") at \$0.10 per Unit. Each Unit consists of one common share of the Corporation (a "Share") and one Share purchase warrant (each Share purchase warrant, a "Warrant"). Each Warrant entitles the holder to purchase one additional Share (a "Warrant Share") at a price of \$0.15 per Warrant Share for a period of 24 months from the date of the conversion. Icanic Brands Company is a leading cannabis branded products manufacturer based in California & Nevada, the largest and most competitive cannabis markets in the world. Icanic Brands corporation mission is to make cannabis safe and approachable - that starts with manufacturing high-quality products delivering consistent experience.

Coloured Ties Capital Inc. (Formerly GrowMax Resources Corp.)

Notes to the Interim Condensed Consolidated Financial Statements

For nine months ended June 30, 2022, and 2021

(Currency amounts are expressed in thousands of Canadian dollars, except per share amounts and prices)

18. SUBSEQUENT EVENTS (continued)

The Company's board of directors have adopted a new form share option plan (the "New Option Plan"), to replace the Company's current 10% "rolling" share option plan. The New Option Plan was created to comply with the requirements of the new TSXV policy governing security-based compensation which became effective November 24, 2021. The New Option Plan also allows option holders to exercise options on a "Cashless Exercise" or "Net Exercise" basis, as now expressly permitted by the new policy.

Subsequent to the period and to the date of this report, the Company had purchased 2,896,082 common stock on the open market in public company equities for an amount of \$1,537. The Company sold 595,500 common stock on the open market in public company equities for proceeds of \$1,013. These transactions have resulted in a realized loss of \$190.