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**TORRENT CAPITAL LTD.**

**FINANCIAL STATEMENTS**

**FOR THE QUARTERS ENDED  
MARCH 31, 2022 AND 2021**

*(expressed in Canadian dollars)*

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May 19, 2022

## **Management's Responsibility for Financial Reporting**

The accompanying condensed interim financial statements of Torrent Capital Ltd. (the "Company") are the responsibility of the Management and Board of Directors of the Company.

The condensed interim financial statements have been prepared by Management, on behalf of the Board of Directors, in accordance with the accounting policies disclosed in the notes to the condensed interim financial statements. Where necessary, Management has made informed judgments and estimates in accounting for transactions which were not complete at the statement of financial position date. In the opinion of Management, the condensed interim financial statements have been prepared within acceptable limits of materiality and are in accordance with International Financial Reporting Standards ("IFRS").

Management has established processes which are in place to provide them sufficient knowledge to support Management representations that they have exercised reasonable diligence that (i) the financials statements do not contain any untrue statement of material fact or omit to state a material fact required to be stated or that is necessary to make a statement not misleading in light of the circumstances under which it is made, as of the date of and for the periods presented by the condensed interim financial statements and (ii) the condensed interim financial statements fairly present in all material respects the financial condition, financial performance and cash flows of the Company, as of the date of and for the periods presented by the condensed interim financial statements.

The Board of Directors is responsible for reviewing and approving the condensed interim financial statements together with other financial information of the Company and for ensuring that Management fulfills its financial reporting responsibilities. An Audit Committee assists the Board of Directors in fulfilling this responsibility. The Audit Committee meets with Management to review the financial reporting process and the condensed interim financial statements together with other financial information of the Company. The Audit Committee reports its findings to the Board of Directors for its consideration in approving the condensed interim financial statements together with other financial information of the Company for issuance to the shareholders.

Management recognizes its responsibility for conducting the Company's affairs in compliance with established financial standards, and applicable laws and regulations, and for maintaining proper standards of conduct for its activities.

These unaudited condensed interim condensed interim financial statements have not been reviewed by the external auditors of the Company.

Halifax, Canada

(signed) "*Wade Dawe*"  
President and Chief Executive Officer  
Halifax, Nova Scotia

(signed) "*Robert Randall*"  
Chief Financial Officer  
Halifax, Nova Scotia

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

# Torrent Capital Ltd.

## Unaudited Condensed Interim Statements of Financial Position

As at March 31, 2022 and December 31, 2021

(Expressed in Canadian dollars unless otherwise indicated)

	March 31, 2022 \$	December 31, 2021 \$
<b>ASSETS</b>		
<b>Current assets</b>		
Cash and cash equivalents	264,781	459,132
Sales tax receivable	22,624	49,667
Prepaid expenses	33,200	-
Investments at fair value (note 3)	25,784,798	28,688,920
Income tax recoverable	338,244	281,352
<b>Total Assets</b>	<b>26,443,647</b>	<b>29,479,071</b>
<b>LIABILITIES</b>		
<b>Current liabilities</b>		
Accounts payable and accrued liabilities (note 6)	533,456	496,874
Deferred income tax (note 7)	1,230,000	1,620,000
	<b>1,763,456</b>	<b>2,116,874</b>
<b>SHAREHOLDERS' EQUITY</b>		
Share capital (note 4)	9,952,356	9,952,356
Contributed surplus (note 5)	435,756	431,560
Retained earnings	14,292,079	16,978,281
	<b>24,680,191</b>	<b>27,362,197</b>
<b>Total Liabilities and Shareholders' Equity</b>	<b>26,443,647</b>	<b>29,479,071</b>

Nature of Operations (note 1)

Approved on Behalf of the Board on May 19, 2022:

"Wade Dawe"  
Director

"Jim Megann"  
Director

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

## Torrent Capital Ltd.

### Unaudited Condensed Interim Statements of Income (Loss) and Comprehensive Income (Loss)

For the quarters ended March 31, 2022 and 2021

(Expressed in Canadian dollars unless otherwise indicated)

	Three months ended March 31, 2022 \$	Three months ended March 31, 2021 \$
<b>REVENUE AND OTHER INCOME (LOSS)</b>		
Realized gain on investments	37,778	3,035,176
Unrealized gain (loss) on investments (note 3)	(2,851,115)	3,542,891
	(2,813,337)	6,578,067
<b>EXPENSES</b>		
Consulting and wages (note 6)	177,952	148,259
Director fees (note 6)	31,875	20,245
Office and administration	19,370	18,181
Professional fees	11,474	33,023
Insurance	7,966	7,068
Rent (note 6)	5,100	5,100
Stock exchange and maintenance fees	4,176	8,621
Stock-based compensation (note 5)	4,196	243,935
Gain on foreign exchange	756	3,394
	(262,865)	(487,826)
<b>INCOME (LOSS) BEFORE INCOME TAXES</b>	(3,076,202)	6,090,241
<b>INCOME TAXES</b>		
Current income tax (note 7)	-	320,000
Deferred income tax (recovery) (note 7)	(390,000)	550,000
	(390,000)	870,000
<b>NET INCOME (LOSS) AND COMPREHENSIVE INCOME (LOSS)</b>	(2,686,202)	5,220,241
<b>Basic and diluted income (loss) per share</b>	(0.11)	0.22
<b>Weighted average number of shares outstanding</b>	24,231,667	24,031,667

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

**Torrent Capital Ltd.****Unaudited Condensed Interim Statements of Changes in Shareholders' Equity****For the quarters ended March 31, 2022 and 2021***(Expressed in Canadian dollars unless otherwise indicated)*

	<b>Common Shares #</b>	<b>Share Capital \$</b>	<b>Contributed Surplus \$</b>	<b>Retained Earnings \$</b>	<b>Total \$</b>
<b>Balance – January 1, 2021</b>	<b>24,031,667</b>	<b>9,728,356</b>	<b>388,158</b>	<b>15,380,772</b>	<b>25,497,286</b>
Net income and comprehensive income for the period	-	-	-	5,220,241	5,220,241
Stock-based compensation (Note 5)	-	-	19,935	-	19,935
<b>Balance – March 31, 2021</b>	<b>24,031,667</b>	<b>9,728,356</b>	<b>408,093</b>	<b>20,601,013</b>	<b>30,737,462</b>
Net income and comprehensive income for the period	-	-	-	(3,622,732)	(3,622,732)
Shares issued on vesting of restricted share units (note 6)	200,000	224,000	-	-	224,000
Stock-based compensation (Note 5)	-	-	23,467	-	23,467
<b>Balance – December 31, 2021</b>	<b>24,231,667</b>	<b>9,952,356</b>	<b>431,560</b>	<b>16,978,281</b>	<b>27,362,197</b>
Net loss and comprehensive loss for the period	-	-	-	(2,686,202)	(2,686,202)
Stock-based compensation (note 5)	-	-	4,196	-	4,196
<b>Balance – March 31, 2022</b>	<b>24,231,667</b>	<b>9,952,356</b>	<b>435,756</b>	<b>14,292,079</b>	<b>24,680,191</b>

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

**Torrent Capital Ltd.****Unaudited Condensed Interim Statements of Cash Flow  
For the quarters ended March 31, 2022 and 2021***(Expressed in Canadian dollars unless otherwise indicated)*

	<b>Three months ended March 31, 2022 \$</b>	<b>Three months ended March 31, 2021 \$</b>
<b>CASH PROVIDED BY:</b>		
<b>OPERATING ACTIVITIES</b>		
Net income for the period	<b>(2,686,202)</b>	5,220,241
Items not affecting cash:		
Realized gain on investments	<b>(37,778)</b>	(3,035,176)
Unrealized (gain) loss on investments	<b>2,851,115</b>	(3,542,891)
Deferred income tax (recovery)	<b>(390,000)</b>	550,000
Stock-based compensation	<b>4,196</b>	19,935
	<b>(258,669)</b>	(787,891)
<b>Adjustments for:</b>		
Proceeds on sale of investments	<b>1,877,213</b>	6,076,666
Acquisition of investments	<b>(1,786,428)</b>	(7,458,085)
Sales tax receivable	<b>27,043</b>	14,787
Prepaid expenses	<b>(33,200)</b>	(28,296)
Accounts payable and accrued liabilities	<b>36,582</b>	273,163
Income taxes payable	<b>(56,892)</b>	320,000
	<b>64,318</b>	(801,765)
<b>Financing Activities</b>		
Proceeds on the issuance of shares	-	-
<b>CHANGE IN CASH AND CASH EQUIVALENTS</b>	<b>(194,351)</b>	(1,589,656)
<b>CASH AND CASH EQUIVALENTS, BEGINNING OF PERIOD</b>	<b>459,132</b>	2,483,562
<b>CASH AND CASH EQUIVALENTS, END OF PERIOD</b>	<b>264,781</b>	893,906

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

# **Torrent Capital Ltd.**

## **Notes to Unaudited Condensed Interim Financial Statements**

### **For the quarters ended March 31, 2022 and 2021**

*(expressed in Canadian dollars unless otherwise noted)*

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#### **1. NATURE OF OPERATIONS**

Torrent Capital Ltd. (“Torrent”, or the “Company”) is an Investment Issuer with its shares traded on the TSX Venture Exchange under the symbol “TORR”. The Company’s focus is on strategic investments in public and private company securities. The Company’s corporate office is located at Suite 2001 – 1969 Upper Water Street, Purdy’s Wharf II, Halifax, Nova Scotia, Canada, B3J 3R7.

As at March 31, 2022, the Company had cash and cash equivalents of \$264,781 (December 31, 2021 - \$459,132) and working capital of \$25,910,191 (December 31, 2021 - \$28,982,197). Management believes that it has sufficient resources to fund its ongoing working capital requirements for the ensuing twelve months as they normally fall due.

Since December 31, 2019 and continuing into 2022, the outbreak of the novel strain of coronavirus, commonly 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 social distancing, have caused material disruption to businesses globally resulting in an economic slowdown. Global equity markets have experienced significant volatility and weakness. Governments and central banks have reacted with significant monetary and fiscal interventions designed to stabilize economic conditions. The duration and impact of the COVID-19 outbreak is unknown at this time, as is the efficacy of the government and central bank interventions. It is not possible to reliably estimate the length and severity of these developments and the impact on the financial results and conditions of the Company in future periods.

#### **2. SIGNIFICANT ACCOUNTING POLICIES**

##### **Statement of Compliance**

The Company prepares its unaudited condensed interim financial statements in accordance with Canadian generally accepted accounting principles as set out in the Handbook of Chartered Professional Accountants of Canada – Part 1 (“CPA Canada Handbook”), which incorporates International Financial Reporting Standards (“IFRS”) as issued by the International Accounting Standards Board (“IASB”).

These unaudited condensed interim financial statements have been prepared in accordance with International Accounting Standard 34, *Interim Financial Reporting* (“IAS 34”), as issued by the IASB. Accordingly, certain information normally included in annual financial statements prepared in accordance with IFRS, as issued by the IASB, have been omitted or condensed. The unaudited condensed interim financial statements should be read in conjunction with the Company’s annual audited financial statements for the year-ended December 31, 2021.

The policies applied in these unaudited condensed interim financial statements are based on IFRS as of May 19, 2022, the date the Board of Directors approved the condensed interim financial statements. Any subsequent changes to IFRS that are given effect in the Company’s annual financial statements for the year-ended December 31, 2022 could result in the restatement of these unaudited condensed interim financial statements.

## Torrent Capital Ltd.

### Notes to Unaudited Condensed Interim Financial Statements

#### For the quarters ended March 31, 2022 and 2021

(expressed in Canadian dollars unless otherwise noted)

## 2. SIGNIFICANT ACCOUNTING POLICIES (Continued)

### Significant Accounting Policies

These unaudited condensed interim financial statements have been prepared using the same policies and methods of computation as the annual financial statements of the Company for the year-ended December 31, 2021. Refer to note 2, *Significant Accounting Policies*, of the Company's annual financial statements for the year-ended December 31, 2021 for information regarding the accounting policies as well as new accounting standards not yet effective. Also, refer to note 3, *Capital Management* and note 4, *Financial Risk Factors*, of the Company's annual financial statements for the year-ended December 31, 2021 for the Company's capital management objectives and its financial risk factors.

## 3. INVESTMENTS

	Shares #	Cost of Investment \$	Market Value Mar 31, 2022 \$	Unrealized Gain (Loss) Quarter ended Mar 31, 2022 \$	Market Value Dec 31, 2021 \$
WildBrain Ltd	2,201,000	3,488,367	7,329,330	(314,459) <sup>(a)</sup>	7,705,600
kneat.com, inc.	1,702,943	1,813,892	5,790,006	(953,648) <sup>(a)</sup>	6,743,654
The Game Day	11,250	953,550	2,302,200	-	2,302,200
Electrovaya Inc.	2,109,400	2,375,972	1,961,742	-	1,961,742
AnalytixInsight Inc.	2,350,000	1,547,686	1,245,500	(626,783)	1,736,400
Cleantech Investment Portfolio		2,278,874	1,753,200	(413,090)	2,707,200
Resource Investments Portfolio		883,053	1,276,454	(398,128)	1,939,459
Other securities		4,071,394	4,126,366	(145,007)	3,592,665
		<b>17,412,788</b>	<b>25,784,798</b>	<b>(2,851,115)</b>	<b>28,688,920</b>

(a) This results from the reversal of unrealized gains in prior periods.

### IFRS 9, Financial Instruments ("IFRS 9")

#### *Financial Instruments Recorded at Fair Market Value*

Financial instruments recorded at fair market value on the statements of financial position are classified using a fair market value hierarchy that reflects the significance of the inputs used in making the measurements. The fair market value hierarchy has the following levels:

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



## Torrent Capital Ltd.

### Notes to Unaudited Condensed Interim Financial Statements

#### For the quarters ended March 31, 2022 and 2021

(expressed in Canadian dollars unless otherwise noted)

### 3. INVESTMENTS (Continued)

Investments consisted of the following at March 31, 2022:

<b>Investments</b>	<b>Cost</b> \$	<b>Level 1 Quoted Market Price</b> \$	<b>Level 2 Observable Market Inputs</b> \$	<b>Level 3 Non-Observable Market Inputs</b> \$	<b>Fair Market Value</b> \$
Equities	17,412,788	20,955,785	-	4,413,513	<b>25,369,298</b>
Warrants	-	-	415,500	-	<b>415,500</b>
<b>Total investments</b>	<b>17,412,788</b>	<b>20,955,785</b>	<b>415,500</b>	<b>4,413,513</b>	<b>25,784,798</b>

Investments consisted of the following at December 31, 2021:

<b>Investments</b>	<b>Cost</b> \$	<b>Level 1 Quoted Market Price</b> \$	<b>Level 2 Observable Market Inputs</b> \$	<b>Level 3 Non-Observable Market Inputs</b> \$	<b>Total Fair Value</b> \$
Equities	17,465,796	23,629,679	-	4,303,513	<b>27,933,192</b>
Warrants	-	-	755,728	-	<b>755,728</b>
<b>Total investments</b>	<b>17,465,796</b>	<b>23,629,679</b>	<b>755,728</b>	<b>4,303,513</b>	<b>28,688,920</b>

During the quarter ended March 31, 2022 and the year ended December 31, 2021, the reconciliation of investments measured at fair market value using unobservable inputs (Level 3) is presented as follows:

	\$
<b>Balance – December 31, 2020</b>	<b>4,630,653</b>
Purchases	1,168,550
Transfers to Level 1	(465,000)
Change in unrealized gains (loss)	(380,690)
Change in realized gains (loss)	(650,000)
<b>Balance – December 31, 2021</b>	<b>4,303,513</b>
Change in unrealized gains (loss)	110,000
<b>Balance – March 31, 2022</b>	<b>4,413,513</b>

The table below presents the valuation techniques and the nature of significant inputs used to determine the fair values of the Level 3 investments as at March 31, 2022:

<b>Investment</b>	<b>Method</b>	<b>Inputs</b>	<b>Fair value change + / - 10%</b>
Equity instruments	Private placement financing technique	Price per share of last capital raise	\$441,351

# Torrent Capital Ltd.

## Notes to Unaudited Condensed Interim Financial Statements

### For the quarters ended March 31, 2022 and 2021

(expressed in Canadian dollars unless otherwise noted)

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#### 4. SHARE CAPITAL

##### (a) AUTHORIZED

Authorized share capital of the Company consists of an unlimited number of common shares without par value.

##### (b) SHARES ISSUED

	Number of Shares	Amount \$
<b>Balance – December 31, 2020</b>	24,031,667	9,728,356
Restricted share units issued	200,000	224,000
<b>Balance – December 31, 2021 and March 31, 2022</b>	24,231,667	9,952,356

On April 12, 2021, the Company issued 200,000 restricted share units with immediate vesting. The estimated fair value of these restricted share units was \$224,000 which has been recorded as stock-based compensation for the year ended December 31, 2021.

#### 5. STOCK OPTIONS AND RESTRICTED SHARE UNITS

The Company has a stock option plan (the "Plan") for directors, officers, employees and consultants of the Company. The Company also has a RSU plan, under which the Company can issue up to 800,000 shares. The restricted share plan together with the option plan shall not exceed 10% of the issued and outstanding common shares of the Company. The options can have up to a ten-year life and the vesting period is set by the Board of Directors. Options are granted at a price not lower than the market price of the common shares. The performance criteria and performance period of the restricted shares units are determined by the Board of Directors.

In the year ended December 31, 2021, the Company granted 50,000 stock options to an employee. These options are exercisable at a price of \$1.10 per share and expire in the quarter ended September 30, 2026. These options vest on the six and twelve-month anniversaries over three years from the grant date.

The estimated fair value of options recognized has been estimated at the grant date using the Black-Scholes option pricing model. Option pricing models require the input of highly subjective assumptions, including the expected volatility. Changes in the assumptions can materially affect the fair value estimate and, therefore, the existing models do not necessarily provide a reliable estimate of the fair value of the Company's stock options.

## Torrent Capital Ltd.

### Notes to Unaudited Condensed Interim Financial Statements

#### For the quarters ended March 31, 2022 and 2021

(expressed in Canadian dollars unless otherwise noted)

#### 5. STOCK OPTIONS AND RESTRICTED SHARE UNITS (Continued)

There were no options issued during the quarter ended March 31, 2022. The following are the assumptions used in the pricing model for the options issued or expensed during the comparable periods:

	2021	2020
Risk free interest rate	0.4%	0.4%
Expected volatility	61%	61%
Expected dividend yield	-	-
Expected life	5 years	5 years
Weighted average fair value per option	\$0.565	\$0.565

Based on the Black-Scholes option pricing model and the assumptions outlined above, the estimated fair value of the options granted during the year ended December 31, 2021 is \$28,233. The fair value of options granted is amortized over the vesting period of the respective options with \$43,402 expensed during the year ended December 31, 2021. The following table reflects the stock options continuity for the year ended December 31, 2021 and 2020:

	Number of Stock Options Outstanding	Weighted Average Exercise Price \$
<b>Balance – December 31, 2020</b>	1,310,000	0.38
Option issued	50,000	1.10
<b>Balance – December 31, 2021 and March 31, 2022</b>	1,360,000	0.41

The following table reflects the stock options outstanding as at March 31, 2022:

Expiry Date	Exercise Price \$	Weighted Average Life Remaining	Options Outstanding	Options Vested	Black- Scholes Value \$
June 15, 2022	0.30	0.2 years	575,000	575,000	150,452
December 3, 2023	0.42	1.7 years	200,000	200,000	51,092
May 19, 2025	0.40	3.1 years	460,000	460,000	94,456
July 20, 2025	0.80	3.3 years	50,000	50,000	20,534
September 30, 2025	0.80	3.5 years	25,000	25,000	10,267
August 3, 2026	1.10	4.3 years	50,000	12,500	28,233
			1,360,000	1,322,500	

The weighted average exercise price of vested options as at March 31, 2022 is \$0.38.

## Torrent Capital Ltd.

### Notes to Unaudited Condensed Interim Financial Statements

#### For the quarters ended March 31, 2022 and 2021

(expressed in Canadian dollars unless otherwise noted)

## 6. RELATED PARTY TRANSACTIONS AND BALANCES

Remuneration of Directors and key management personnel of the Company was as follows:

	Three months ended March 31, 2022 \$	Three months ended March 31, 2021 \$
CEO remuneration – W. Dawe	39,000	37,500
Chief Investment Officer – S. Gardner	34,500	34,500
Consulting fees – C. Sheppard	19,500	-
CFO remuneration – R. Randall	17,063	29,100
Director remuneration	31,875	20,245
Service fees and rent	81,150	90,600
	<b>223,088</b>	211,945

During the period ended March 31, 2022, the Company incurred costs for consulting service fees from a related party, Numus Financial Inc. (“Numus”), a company controlled by two Directors, in the amount of \$24,750 (2021 – \$34,200), Financial Controller services of \$36,000 (2021 - \$36,000), and incurred rent and office services from Numus in the amount of \$20,400 (2021 – \$20,400).

As outlined in the Services Agreement between Numus and the Company, effective January 1, 2021, the monthly consulting service fees increased from \$2,850 per month to \$5,250 per month as a result of additional provided services. The Financial Controller services and rental amounts remain the same at \$3,000 and \$1,700 per month, respectively. If the Services Agreement is cancelled without cause by the Company, a break fee of eighteen months of remuneration, being \$94,500, will be payable to Numus, in addition to the service fees applicable for the 90-day notice period. If the Financial Controller services are cancelled without cause by the Company, a break fee of six months of remuneration, being \$18,000, will be payable to Numus, in addition to the service fees applicable for the 90 day notice period. If the rental option is cancelled by the Company without six months’ notice to Numus, a break fee of six months of remuneration, being \$10,200, will be payable to Numus.

In the first quarter of 2021, the Board approved the issuance of 185,000 RSU’s to directors and officers with an estimated fair value of \$207,200. As at March 31, 2022, related parties were owed \$424,361 (December 31, 2021 - \$407,782). These amounts are included in accounts payable and accrued liabilities.

In the year ended December 31, 2020, the Company issued 460,000 stock options to Directors and Officers. The estimated fair value of these stock options was \$99,456 of which stock-based compensation of \$74,778 was recognized in the year ended December 31, 2020 and \$19,678 was recognized in the year ended December 31, 2021.

The above noted transactions are in the normal course of business, as agreed to by the parties and approved by the Board of Directors in strict adherence to conflict of interest regulations.

## Torrent Capital Ltd.

### Notes to Unaudited Condensed Interim Financial Statements

#### For the quarters ended March 31, 2022 and 2021

(expressed in Canadian dollars unless otherwise noted)

## 7. INCOME TAXES

The reconciliation of the combined Canadian federal and provincial statutory income tax rate of 29% (2021 – 29%) to the effective tax rate is as follows:

	Three months ended March 31, 2021	Year ended December 31, 2021
Income before income taxes	(3,076,202)	1,627,509
Expected income tax expense	(892,100)	471,980
Permanent difference regarding accounting gain on investments	407,930	(455,000)
Stock based compensation and other non-deductible items	1,220	13,520
Change in tax benefits not recognized	92,950	-
Income tax (recovery) expense	(390,000)	30,000
Current income tax	-	60,000
Deferred income tax	(390,000)	(30,000)
Income tax (recovery) expense	(390,000)	30,000

### Deferred Tax

The following table summarizes the components of deferred tax:

	March 31, 2022 \$	December 31, 2021 \$
<b>Deferred Tax Assets</b>		
Exploration and evaluation assets	59,810	65,580
Intangible assets	52,100	56,680
Tax losses	70,000	-
<b>Deferred Tax Liability</b>		
Unrealized gains on investments	(1,411,910)	(1,742,260)
Net deferred tax liability	(1,230,000)	(1,620,000)

Deferred tax assets and liabilities have been offset where they relate to income taxes levied by the same taxation authority and the Company has the right and intent to offset.

## **Torrent Capital Ltd.**

### **Notes to Unaudited Condensed Interim Financial Statements**

#### **For the quarters ended March 31, 2022 and 2021**

*(expressed in Canadian dollars unless otherwise noted)*

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#### **8. SUBSEQUENT EVENT**

##### **a) Stock Options**

Subsequent to March 31, 2022, the Company granted 125,000 incentive stock options in accordance with the Company's stock option plan to directors and a consultant of the Company. The options have an exercise price of \$0.95 per share and will expire five years from the date of grant.

##### **b) Restricted Share Units**

Subsequent to March 31, 2022, the Company issued 197,500 RSU's in accordance with the Company's Restricted Share Unit Plan to directors and a consultant of the Company. Each RSU will vest immediately; all other terms and conditions of the RSU's are in accordance with the terms of the Company's RSU Plan.