# CAMEX ENERGY CORP.

Condensed Interim Financial Statements
(Unaudited – Prepared by Management)
(Expressed in Canadian Dollars)

As at and for the three months ended June 30, 2017 and 2016

**CONDENSED INTERIM FINANCIAL STATEMENTS**
**As at and for the three months ended June 30, 2017**

**NOTICE OF NO AUDITOR REVIEW OF INTERIM FINANCIAL STATEMENTS**

The Management of the Company is responsible for the preparation of the accompanying unaudited condensed interim financial statements. The unaudited condensed interim financial statements have been prepared using accounting policies in compliance with International Financial Reporting Standards ("IFRS") for the preparation of condensed interim financial statements and are in accordance with IAS 34 – Interim Financial Reporting.

The Company's auditor has not performed a review of these condensed interim financial statements in accordance with the standards established by the Canadian Institute of Chartered Accountants for a review of interim financial statements by an entity's auditor.

**CAMEX ENERGY CORP.**
Condensed Interim Statements of Financial Position
(Unaudited - Prepared by Management)
(Expressed in Canadian dollars)

| | | **June 30, 2017** | | March 31, 2017 |
|---|---|---|---|---|
| **Assets** | | | | |
| Current Assets | | | | |
| Cash | **$** | **587** | $ | 1,012 |
| Receivables | | **-** | | 182 |
| **Total Assets** | **$** | **587** | $ | 1,194 |
| **Liabilities and Shareholders' Deficiency** | | | | |
| Current Liabilities | | | | |
| Accounts payable and accrued liabilities (Note 4) | **$** | **488,544** | $ | 454,731 |
| Shareholders' Deficiency | | | | |
| Share capital (Note 5) | | **5,656,408** | | 5,656,408 |
| Share-based payment reserve (Note 5) | | **322,089** | | 322,089 |
| Deficit | | **(6,466,454)** | | (6,432,034) |
| | | **(487,957)** | | (453,537) |
| **Total Liabilities and Shareholders' Deficiency** | **$** | **587** | $ | 1,194 |

Nature and continuance of operations (Note 1)

Approved on Behalf of the Board on August 17, 2017:

*"Scott Ackerman"*
Scott Ackerman – Director

*"Rick Cox"*
Rick Cox– Director

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

**CAMEX ENERGY CORP.**
Condensed Interim Statements of Loss and Comprehensive Loss
(Unaudited – Prepared by Management)
(Expressed in Canadian dollars)

| | For the three months ended, June 30, | | | |
|---|---|---|---|---|
| | | **2017** | | 2016 |
| **Expenses** | | | | |
| General and administrative | **$** | **670** | $ | 20 |
| Interest | | **-** | | 893 |
| Management fees (Note 4) | | **30,000** | | 30,000 |
| Professional fees | | **2,500** | | 2,500 |
| Transfer agent and filing fees | | **1,250** | | 2,550 |
| **Loss and comprehensive loss for the year** | **$** | **(34,420)** | $ | (35,963) |
| **Weighted average number of shares outstanding** | | **19,818,535** | | 18,246,737 |
| **Basic and diluted loss per share** | **$** | **(0.00)** | $ | (0.00) |

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

**CAMEX ENERGY CORP.**
Condensed Interim Statements of Changes in Shareholders' Deficiency
(Unaudited – Prepared by Management)
(Expressed in Canadian dollars)

| | Number of Shares | Share Capital | Share-based Payments Reserve | Deficit | Total Shareholders' Deficiency |
|---|---|---|---|---|---|
| **Balance, March 31, 2016** | **18,246,737** | **$ 5,577,818** | **$ 322,089** | **$ (6,276,169)** | **$ (376,262)** |
| Loss and comprehensive loss for the period | - | - | - | (35,963) | (35,963) |
| **Balance, June 30, 2016** | **18,246,737** | **$ 5,577,818** | **$ 322,089** | **$ (6,312,132)** | **$ (412,225)** |
| | | | | | |
| **Balance, March 31, 2017** | **19,818,535** | **$ 5,656,408** | **$ 322,089** | **$ (6,432,034)** | **$ (453,537)** |
| Loss and comprehensive loss for the period | - | - | - | (34,420) | (34,420) |
| **Balance, June 30, 2017** | **19,818,535** | **$ 5,656,408** | **$ 322,089** | **$ (6,466,454)** | **$ (487,957)** |

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

**CAMEX ENERGY CORP.**
Condensed Interim Statements of Cash Flows
(Unaudited – Prepared by Management)
(Expressed in Canadian dollars)

| | For the three months ended June 30, | |
|---|---|---|
| | **2017** | 2016 |
| **Cash provided by / (used for):** | | |
| **Operating Activities:** | | |
| Loss and comprehensive loss for the period | **$ (34,420)** | $ (35,963) |
| Item not affecting cash: | | |
| Accrued interest | **-** | 893 |
| Net change in non-cash working capital items: | | |
| Receivables | **182** | (9) |
| Accounts payable and accrued liabilities | **33,813** | 35,178 |
| | **(425)** | 99 |
| **Change in cash for the period** | **(425)** | 99 |
| Cash, beginning of the period | **1,012** | 259 |
| **Cash, end of the period** | **$ 587** | $ 358 |
| **Supplemental information:** | | |
| Interest paid | **$ -** | $ - |
| Income taxes | **$ -** | $ - |

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

## 1. NATURE AND CONTINUANCE OF OPERATIONS

Camex Energy Corp. (the “Company”) was incorporated on December 1, 1967 under the laws of the Province of British Columbia. The Company is extra provincially registered in the Provinces of Alberta and Ontario. The Company’s head office is located at Suite 1600 – 609 Granville Street, Vancouver, BC, V7Y 1C3 and its registered and records office is located at 2200 – 885 West Georgia Street, Vancouver, BC, V6C 3E8. The Company is listed for trading on the NEX Board of the TSX Venture Exchange (“the “Exchange”) under the symbol of “CXE.H”.

The Company is classified as an oil and gas issuer with the Exchange; however, the Company has not held any oil or gas assets since 2008. The Company is in the process of searching for and evaluating new business opportunities.

The Company currently has no assets of merit and no sources of revenue; consequently, the Company remains dependent upon the financial support of its shareholders and debt holders. The Company has a history of losses and has a shareholders’ deficiency. The future success of the Company is dependent on the identification and successful negotiation/acquisition of a sustainable/viable business operation together with the ability to finance the necessary funding, at agreeable terms, to support a business acquisition. There can be no assurances that the Company will be able to secure a new business or will be able to obtain the financing required to support a new business acquisition. These material uncertainties may cast significant doubt on the Company’s ability to continue as a going concern.

These financial statements have been prepared in accordance with International Financial Reporting Standards (“IFRS”) 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 a process of forced liquidation. These financial statements do not include any adjustments relating to the recoverability and classification of recorded asset amounts and classification of liabilities that might be necessary should the Company be unable to continue in existence.

## 2. BASIS OF PREPARATION

The condensed interim financial statements of the Company have been prepared in accordance with International Financial Reporting Standards (“IFRS”) as issued by the International Accounting Standard Board (“IASB”) and in accordance with International Accounting Standards (“IAS”) 34, Interim Financial Reporting. The condensed interim financial statements do not include all the information required for the full annual financial statements and should be read in conjunction with the most recent audited March 31, 2017 annual financial statements of the Company which are available on www.sedar.com.

The financial statements of the Company are presented in Canadian dollars, which is the functional currency of the Company. The Company’s financial statements were authorized for issue by the Board of Directors on August 17, 2017.

(Expressed in Canadian dollars)

## 3. SIGNIFICANT ACCOUNTING POLICIES

These condensed interim financial statements of the Company have been prepared on the historical cost basis, except for financial instruments classified as financial instruments at fair value through profit and loss, which are stated at their fair value. In addition, the financial statements have been prepared using the accrual basis of accounting, except for the statements of cash flows.

The accounting policies applied in these condensed interim financial statements are the same as those applied in the Company's most recent audited annual financial statements as at and for the year ended March 31, 2017 which are available at www.sedar.com, and reflect all the adjustments necessary for fair presentation in accordance with IAS 34. There has been no material impact on these financial statements from changes in accounting standards during the period.

## 4. RELATED PARTY TRANSACTIONS

Key management personnel include those persons having 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 Company's Board of Directors and corporate officers.

Unless otherwise specified, the period end balances of payables referred to below are non-interest bearing, unsecured, payable on demand, and have arisen from the provision of services and expense reimbursements or advances as described below.

Summary of expenses incurred:

| | | **For the three months ended June 30,** | |
|---|---|---|---|
| **Nature** | **Relationship** | **2017** | 2016 |
| Management fees | A company with a director and officers in common | **$ 30,000** | $ 30,000 |

Amounts due to related parties included in accounts payable and accrued liabilities:

| **Nature** | **Relationship** | **June 30, 2017** | March 31, 2017 |
|---|---|---|---|
| Accrued management fees payable | A company with a director and officers in common | **$ 420,000** | $ 390,000 |
| Advances and reimbursement of corporate expenses paid on behalf of Company | A director of the Company | **7,389** | 10,446 |
| TOTAL | | **$ 427,389** | $ 391,003 |

During fiscal 2017, the Company issued 166,740 common shares to settle debt of $8,337 with an officer of the Company.

(Expressed in Canadian dollars)

## 5. SHARE CAPITAL AND RESERVES

### (a) Authorized

Unlimited number of common shares without par value
Unlimited number of preferred shares without par value

### (b) Share issuances

On November 14, 2016, the Company issued 1,571,798 common shares in settlement of $78,590 in outstanding notes and accounts payable of which $8,337 was with a related party (note 4).

### (c) Stock Options

A summary of the Company's stock option activity is as follows:

| | Number of Options | Weighted Average Exercise Price |
|---|---|---|
| **Balance, June 30, 2017** | **1,350,000** | **$ 0.18** |

A summary of the Company's Stock Options:

| | Number of Stock Options | Exercise Price | Expiry date | Remaining contractual life (years) |
|---|---|---|---|---|
| Outstanding and exercisable | 1,350,000 | $ 0.18 | February 6, 2018 | 0.85 |

No stock options were granted, vested, exercised or expired during the three months ended June 30, 2017.

## 6. CAPITAL MANAGEMENT

The Company defines capital as consisting of shareholders' deficiency (comprised of issued share capital and deficit). The Company's objectives when managing capital are to:

i. Support the identification and acquisition of a new business opportunity and thereby the creation of shareholder value, and
ii. Ensure that the Company is able to meet its financial obligations as they become due.

The Company manages its capital structure to maximize its financial flexibility making adjustments to it in response to changes in economic conditions and the risk characteristics of the underlying assets and business opportunities. The Company does not presently utilize any quantitative measures to monitor its capital, but rather relies on the expertise of the Company's managements to sustain the future development of the business.

Management reviews its capital management approach on an ongoing basis and believes that this approach, given the relative size of the Company, is reasonable. As at June 30, 2017, the Company does not have any long-term debt outstanding and is not subject to any externally imposed capital requirements or debt covenants. There was no change to the Company's approach to capital management during the three months ended June 30, 2017.

## 7. FINANCIAL INSTRUMENTS

a) Fair Value

The fair value of receivables and accounts payable and accrued liabilities approximates their carrying value due to their short-term maturity. The Company's other financial instrument, cash, under the fair value hierarchy is based on level one quoted prices in active markets for identical assets or liabilities.

b) Financial Risk Factors

The Company's risk exposure and the impact on the Company's financial instruments are summarized below:

I. Liquidity risk

Liquidity risk is the risk that the Company will not able to meet its financial obligations as they fall due.

At June 30, 2017, the Company has a cash balance of $587 to settle current liabilities of $488,544, and the Company currently has no assets of merit and no sources of revenue. Consequently, the Company remains subject to significant liquidity risk and is therefore dependent on the continued financial support of its debt holders and shareholders.

## 7. FINANCIAL INSTRUMENTS (continued)

b) Financial Risk Factors (continued)

I. Liquidity risk (continued)

In addition, the Company has no sources of income expects to incur further losses in the development of its business. The Company has insufficient funds from which to fund the acquisition of an identified business opportunity and as such will require additional financing to accomplish the Company's long term strategic objectives. Future funding may be obtained by means of issuing share capital and/or the exercise of stock options or debt financing.

II. Currency risk

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. The Company holds no financial instruments that are denominated in a currency other than Canadian dollars. As at June 30, 2017, the Company is not exposed to currency risk.

III. Interest rate risk

Interest risk is the risk that the fair value or future cash flows will fluctuate as a result of changes in market risk. The Company's sensitively to interest rate is currently insignificant.

IV. 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 obligations.

The Company places its cash with institutions of high credit worthiness. The Company's cash is currently held in Canadian based banking institutions, authorized under the Bank Act (Canada) to accept deposits, which may be eligible for deposit insurance provided by the Canadian Deposit Insurance Corporation. Management has assessed there to be a low level of credit risk associated with its cash balances.

At June 30, 2017, the Company's receivable balance consists of amounts due from a government agency. Therefore, the Company believes that there is minimal exposure to credit risk.

## 8. FUTURE ACCOUNTING PRONOUNCEMENTS

A number of new IFRS standards, amendments to standards and interpretations are not yet effective for the three months ended June 30, 2017, and have not been applied in preparing these financial statements. None of these is expected to have an effect on the Company's financial statements. The Company has not early adopted these revised standards.

***Effective for annual periods beginning on or after January 1, 2018***

IFRS 9: Financial instruments: Classification and Measurement: applied to classification and measurement of financial assets and liabilities as defined in IAS 39. It is affective for annual periods beginning on or after January 1, 2018 with early adoption permitted.

IFRS 15: Revenue from Contracts with Customers: a new standard to establish principles for reporting the nature, amount, timing, and uncertainty of revenue and cash flows arising from an entity's contracts with customers. It provides a single model in order to depict the transfer of promised goods or services to customers. IFRS 15 supersedes IAS 11, Construction Contracts, IAS 18, Revenue, IFRIC 13, Customer Loyalty Programs, IFRIC 15, Agreement for the Construction of Real Estate, IFRIC 18, Transfers of Assets from Customers, and SIC-31, Revenue – Baster Transactions involving Advertising Services.

***Effective for annual periods beginning on or after January 1, 2019***

IFRS 16: Leases: a new standard that sets out the principle for recognition, measurement, presentation, and disclosure of leases including guidance for both parties to a contract, the lessee and the lessor. The new standard eliminates the classification of lease as either operating or finance leases as is required by IAS 17 and instead introduces a single lessee accounting model.