CANASIA FINANCIAL INC.
Financial Statements
Interim Condensed Financial Statements
For the Period Ended March 31, 2018
(Expressed in Canadian Dollars)

NOTICE OF NO AUDITOR REVIEW OF
INTERIM CONDENSED FINANCIAL STATEMENTS

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

The Company's external auditors, Collins Barrow Edmonton LLP, have not performed a review of these interim condensed financial statements.

“James Louie”
Signed
Chief Executive Officer

May 30, 2018

CANASIA FINANCIAL INC.
(Unaudited)
Interim Condensed Statement of Financial Position
March 31, 2018
(Expressed in Canadian Dollars)

	March 31, 2018	December 31, 2017
ASSETS		
Current Assets		
Cash and cash equivalents	**$ 53,521**	$ 3,578
LIABILITIES		
Current Liabilities		
Accounts payables and accrued liabilities (Note 3 and 5)	**$ 143,936**	$ 93,137
Loans payable (Note 4)	**110,000**	60,000
	253,936	153,137
EQUITY		
Share capital (Note 6)	**2,084,126**	2,084,126
Share premium	**997,920**	997,920
Contributed surplus	**391,857**	391,857
Deficit	**(3,674,318)**	(3,623,462)
	(200,415)	(149,559)
	$ 53,521	$ 3,578

Going concern (Note 1)

Approved and authorized for issue on behalf of the Board of Directors on May 30, 2018:

"James Louie"	"Dale Burstall"
Signed	Signed
Director	Director

See accompanying notes to the financial statements

CANASIA FINANCIAL INC.
(Unaudited)
Interim Condensed Statement of Loss and Comprehensive Loss
For the period ended March 31, 2018
(Expressed in Canadian Dollars)

	March 31, 2018	March 31, 2017
Expenses		
General and administrative	**$ 50,856**	$ 1,370
Net loss and comprehensive loss	**$ (50,856)**	$ (1,370)
Net loss per share		
- **basic** (Note 6)	**$ 0.00**	$ 0.00
- **diluted** (Note 6)	**$ 0.00**	$ 0.00

See accompanying notes to the financial statements

CANASIA FINANCIAL INC.
(Unaudited)
Interim Condensed Statement of Changes in Equity
For the period ended March 31, 2018
(Expressed in Canadian Dollars)

	Common Shares	Warrants	Preferred Shares	Total	Share Premium	Contributed Surplus	Deficit	Equity
Balance, January 1, 2018	**$ 1,351,029**	**$ 244,324**	**$ 488,773**	**$ 2,084,126**	**$ 997,920**	**$ 391,857**	**$ (3,623,462)**	**$ (149,559)**
Net loss for the period	**---**	**---**	**---**	**---**	**---**	**---**	**(50,856)**	**(50,856)**
Balance, March 31, 2018	**$ 1,351,029**	**$ 244,324**	**$ 488,773**	**$ 2,084,126**	**$ 997,920**	**$ 391,857**	**$ (3,674,318)**	**$ (200,415)**
Balance, January 1, 2017	$ 1,351,029	$ 244,324	$ 488,773	$ 2,084,126	$ 997,920	$ 391,857	$ (3,516,366)	$ (42,463)
Net loss for the period	---	---	---	---	---	---	(1,370)	(1,370)
Balance, March 31, 2017	$ 1,351,029	$ 244,324	$ 488,773	$ 2,084,126	$ 997,920	$ 391,857	$ (3,517,736)	$ (43,833)

See accompanying notes to the financial statements

CANASIA FINANCIAL INC.
(Unaudited)
Interim Condensed Statement of Cash Flows
For the period ended March 31, 2018
(Expressed in Canadian Dollars)

	March 31, 2018	March 31, 2017
Cash Provided by (Used in):		
Operating Activities		
Net loss	**$ (50,856)**	$ (1,370)
Changes in non-cash working capital:		
Accounts payables and accrued liabilities	**50,799**	(6,720)
	(57)	(8,090)
Financing Activity		
Advances from loan payable	**50,000**	50,000
Increase in cash and cash equivalents	**49,943**	41,910
Cash and cash equivalents, beginning of period	**3,578**	4,150
Cash and cash equivalents, end of period	**$ 53,521**	$ 46,060

See accompanying notes to the financial statements

1. **Nature of Operations**

CanAsia Financial Inc. (the "Company") was incorporated on June 26, 2008 under the *Business Corporations Act* (Alberta). The Company has no significant assets and is currently seeking new business opportunities. The Company's registered office is located at Suite 1600, 333-7 Avenue S.W., Calgary, Alberta, Canada.

Going Concern

These financial statements have been prepared in accordance with International Financial Reporting Standards that are applicable to a going concern which contemplates the realization of assets and settlement of liabilities in the normal course of operations. There are material uncertainties that may cast significant doubt on the validity of this assumption. The Company has been unable to generate a profit from operations up to March 31, 2018. For the period ended March 31, 2018, the Company incurred a net loss of $50,856, and at March 31, 2018 had a working capital deficiency of $200,415 and an accumulated deficit of $3,674,318. The Company's ability to continue as a going concern is dependent on accessing additional funding.

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

2. **Basis of Presentation**

a) Statement of Compliance

These interim condensed financial statements have been prepared in accordance and compliance with International Accounting Standard 34, ("IAS 34") as issued by the International Accounting Standards Board ("IASB"). Accordingly, certain financial information and disclosures normally included in annual financial statements prepared in accordance with International Financial Reporting Standards ("IFRS") have been omitted or condensed. The disclosure herein is incremental to the disclosure included in the annual financial statements. The interim condensed financial statements should be read in conjunction with the annual audited financial statements for the year ended December 31, 2017.

The policies in these interim condensed financial statements are based on International Financial Reporting Standards ("IFRS") issued and outstanding as of May 30, 2018; the date the Company's board of directors approved the interim condensed financial statements.

b) Significant Accounting Policies

The accounting policies applied by the Company in these interim condensed financial statements are the same as those applied by the Company in its audited financial statements for the year ended December 31, 2017, except for the adoption of the following accounting standards effective January 1, 2018:

IFRS 9 "Financial Instruments" ("IFRS 9") was issued by the IASB in October 2010 and will replace IAS 39 "Financial Instruments: Recognition and Measurement" ("IAS 39"). IFRS 9 uses a single approach to determine whether a financial asset is measured at amortized cost or fair value, replacing the multiple rules in IAS 39. The approach in IFRS 9 is based on how an

(Expressed in Canadian Dollars)

b) Significant Accounting Policies (continued)

entity manages its financial instruments in the context of its business model and the contractual cash flow characteristics of the financial assets. Most of the requirements in IAS 39 for classification and measurement of financial liabilities were carried forward unchanged to IFRS 9. The new standard also requires a single impairment method to be used, replacing the multiple impairment methods in IAS 39. The adoption of this standard did not have a change in measurement or disclosure on the Company's financial statements.

3. Accounts Payables and Accrued Liabilities

	March 31, 2018	December 31, 2017
Trade payables	$ 93,686	$ 58,887
Accrued liabilities	50,250	34,250
	$ 143,936	$ 93,137

4. Loans Payable

	March 31, 2018	December 31, 2017
Due to a director	$ 60,000	$ 10,000
Due to a company controlled by a director of the Company	50,000	50,000
	$ 110,000	$ 60,000

The loans payable are unsecured, bear no interest and have no terms of repayment.

5. Related Party Transactions

Accounts payable and accrued liabilities include an amount of $24,158 payable to directors of the Company to reimburse for travel expenses for a board of directors meeting.

During the period, the Company has paid professional fees of $14,000 (2017 – $nil) to a Company controlled by a director of the Company.

The compensation paid to key management personnel, which is comprised of the Chief Executive Officer and the Chief Financial Officer, during the year is $nil (2017 – $nil).

(Expressed in Canadian Dollars)

6. Share Capital

Authorized:
Unlimited number of common shares
Unlimited number of preferred shares

Issued:

	Common Shares		Warrants		Preferred Shares		
	Number	Amount	Number	Amount	Number	Amount	Total
Balance, December 31, 2017	98,168,052	$ 1,351,029	7,500,000	$ 244,324	15,000,000	$ 488,773	$ 2,084,126
Balance, March 31, 2018	**98,168,052**	**$ 1,351,029**	**7,500,000**	**$ 244,324**	**15,000,000**	**$ 488,773**	**$ 2,084,126**

The holders of common shares are entitled to receive dividends as declared from time to time and are entitled to one vote per share at meetings of the Company. All common shares issued rank equally with regard to the Company's residual assets subject to the rights of the preferred shares.

The preferred shares are non-voting. Each preferred share is convertible into one common share of the Company. The preferred shares are comprised of 15,000,000 Series C Preferred Shares. The holders of Series C Preferred Shares have the right for a period of five years from September 9, 2013 to convert any or all Series C Preferred Shares into common shares of the Company on the basis of one Series C Preferred Share for one common share of the Company. If not converted within the five-year period, on September 9, 2018 the Series C Preferred Shares will be cancelled.

The 7,500,000 warrants are exercisable at $0.20 per share to acquire one common share of the company until September 9, 2018 at which time the warrants expire.

Earnings per share amounts

Earnings per share has been calculated using the weighted average number of common shares of 98,168,052 (March 31, 2017 – 98,168,052) outstanding during the year. Diluted earnings per share has been calculated using the weighted average number of common shares of 98,168,052 (March 31, 2017 - 98,168,052).

7. Stock Options

The Company has a stock option plan (the "Plan"), which provides employees, directors, officers and consultants of the Company with the opportunity to acquire common shares of the Company through the exercise of stock options. The maximum number of unissued common shares that may be subject to options granted and outstanding under the Plan at any time shall be 10% of the number of the issued and outstanding common shares at the time the options are granted. Stock options granted under the Plan are limited to a maximum term of five years and vest immediately.

There were no stock options granted or outstanding during the year ended December 31, 2017 or the three months ended March 31, 2018.

(Expressed in Canadian Dollars)

7. Capital Management

The Company's primary objectives when managing capital are to safeguard the Company's ability to continue as a going concern and seek for potential acquisition.

The Company's capital structure is regularly reviewed and managed. Adjustments are made to the capital structure based on financing requirements as well as in response to economic conditions affecting the Company.

The Company's capital includes the following:

	March 31, 2018	December 31, 2017
Shareholders' deficiency	**$ (200,415)**	$ (149,559)
Loan payable	**110,000**	60,000
	$ (90,415)	$ (89,559)

8. Financial Instruments and Risk Management

The Company is exposed to credit and liquidity risks in the normal course of the Company's operations. These risks are mitigated by the Company's financial management policies and practices described below.

a) Credit risk

The Company is exposed to credit risk associated with cash and cash equivalents. The risk is mitigated as the cash and cash equivalents are maintained with major financial institutions in Canada.

b) Liquidity risk

The Company's policy is to regularly monitor current and expected liquidity requirements to ensure that it maintains sufficient reserves of cash to meet its liabilities when due. The Company has cash of $53,521 (December 31, 2017 - $3,578) and working capital deficiency of $200,415 as at March 31, 2018 (December 31, 2017 – $149,559).

The Company's contractual obligations consist of accounts payables and accrued liabilities and loans payable. The accounts payable and accrued liabilities is expected to be paid within one year and the loans payable have no terms of repayment.

8. **Financial Instruments and Risk Management** (Continued)

c) Fair values

The fair values of the Company's cash and cash equivalents, accounts payable and accrued liabilities and loans payable approximate their carrying values due to their short-term nature.

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

- Level 1 fair value measurements are those derived from quoted prices (unadjusted) in active markets for identical assets or liabilities;

- Level 2 fair value measurements are those derived from inputs other than quoted prices included within level 1 that are not observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices); and

- Level 3 fair value measurements are those derived from valuation techniques that include inputs for the asset or liability that are not based on observable market data.

As at March 31, 2018, the Company had only cash and cash equivalents, classified as "fair value through profit or loss", measured at fair value - Level 1. All other financial instruments are measured at amortized cost using the effective interest rate method.