BTL GROUP LTD.

CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS
FOR THE THREE AND NINE MONTHS ENDED SEPTEMBER 30, 2017

(EXPRESSED IN CANADIAN DOLLARS)

(UNAUDITED)

MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The accompanying unaudited condensed interim consolidated financial statements of BTL Group Ltd. (the "Company") are the responsibility of management and the Board of Directors.

The unaudited condensed interim consolidated 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 unaudited condensed interim consolidated 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 unaudited condensed interim consolidated financial statements have been prepared within acceptable limits of materiality and are in accordance with International Accounting Standard 34 - Interim Financial Reporting using accounting policies consistent with International Financial Reporting Standards appropriate in the circumstances.

Management has established processes, which are in place to provide it with sufficient knowledge to support management representations that it has exercised reasonable diligence in that (i) the unaudited condensed interim consolidated financial 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 unaudited condensed interim consolidated financial statements and (ii) the unaudited condensed interim consolidated financial statements fairly present in all material respects the financial condition, results of operations and cash flows of the Company, as of the date of and for the periods presented by the unaudited condensed interim consolidated financial statements.

The Board of Directors is responsible for reviewing and approving the unaudited condensed interim consolidated 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 unaudited condensed interim consolidated 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 unaudited condensed interim consolidated 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.

NOTICE TO READER

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

The accompanying unaudited condensed interim 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 condensed interim consolidated financial statements in accordance with standards established by the Chartered Professional Accountants of Canada for a review of condensed interim consolidated financial statements by an entity's auditor.

BTL GROUP LTD.
Condensed Interim Consolidated Statements of Financial Position
(Expressed in Canadian Dollars)
(Unaudited)

As at	September 30, 2017	December 31, 2016
ASSETS		
Current assets		
Cash	$ 2,528,249	$ 1,884,568
Investment	50,000	50,000
Accounts receivable	172,200	12,451
Prepaid and sundry receivable	206,005	89,264
Total assets	$ 2,956,454	$ 2,036,283
LIABILITIES AND EQUITY		
Current liabilities		
Accounts payable and accrued liabilities (note 9)	$ 427,265	$ 427,157
Shareholders' equity		
Share capital (note 3)	7,963,533	5,952,122
Shares to be issued (note 6)	61,585	-
Contributed surplus (notes 6 and 7)	3,476,732	1,034,528
Deficit	(8,972,661)	(5,377,524)
Total shareholders' equity	2,529,189	1,609,126
Total liabilities and shareholders' equity	$ 2,956,454	$ 2,036,283

Subsequent Event (note 10)

Approved on behalf of the Board of Directors:

/s/ "Brian Hinchcliffe"

Brian Hinchcliffe
Director

/s/ "John Thomson"

John Thomson
Director

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

BTL GROUP LTD.
Condensed Interim Consolidated Statements of Loss and Comprehensive Loss
(Expressed in Canadian Dollars)
(Unaudited)

	Three Months Ended September 30, **2017**	Three Months Ended September 30, 2016	Nine Months Ended September 30, **2017**	Nine Months Ended September 30, 2016
Revenue				
Consulting fees - Pilot projects (Note 5)	**$ -**	$ 226,591	**$ 372,927**	$ 226,591
Expenses				
Salaries and benefits	**$ 857,859**	$ 215,542	**$ 1,738,488**	$ 622,708
Consulting fees (note 9)	**94,022**	21,943	**392,130**	188,093
Travel	**111,451**	139,739	**228,852**	244,903
Office and general	**171,487**	57,294	**484,193**	120,034
Professional fees	**85,355**	35,802	**240,018**	98,143
Marketing	**58,060**	-	**197,288**	-
Stock-based compensation (note 6)	**338,464**	99,888	**687,095**	254,636
	1,716,698	570,208	**3,968,064**	1,528,517
Net loss and comprehensive loss for the period	**$(1,716,698)**	$ (343,617)	**$(3,595,137)**	$(1,301,926)
Basic and diluted net loss per share (note 8)	**$ (0.09)**	$ (0.02)	**$ (0.20)**	$ (0.08)
Weighted average number of common shares outstanding, basic and diluted (note 8)	**18,818,988**	15,986,064	**18,165,040**	15,347,338

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

BTL GROUP LTD.
Condensed Interim Consolidated Statements of Changes in Shareholders' Equity
(Expressed in Canadian Dollars)
(Unaudited)

	Share Capital Number	Share Capital Amount	Shares to be Issued	Contributed Surplus	Deficit	Total
Balance, December 31, 2015	**14,484,900**	**$ 4,540,838**	**$ -**	**$ 15,852**	**$ (3,440,042)**	**$ 1,116,648**
Issued on acquisition of Xapcash	220,000	147,400	-	-	-	147,400
Private placements, net of costs	1,281,164	733,729	-	-	-	733,729
Stock-based compensation	-	-	-	254,636	-	254,636
Warrants issued	-	(447,246)	-	447,246	-	-
Net loss	-	-	-	-	(1,301,927)	(1,301,927)
Balance, September 30, 2016	**15,986,064**	**$ 4,974,721**	**$ -**	**$ 717,734**	**$ (4,741,969)**	**$ 950,486**

	Share Capital Number	Share Capital Amount	Shares to be Issued	Contributed Surplus	Deficit	Total
Balance, December 31, 2016	**17,177,228**	**$ 5,952,122**	**$ -**	**$ 1,034,528**	**$ (5,377,524)**	**$ 1,609,126**
Private placements, net of costs	1,150,000	2,930,833	-	-	-	2,930,833
Warrants issued	-	(2,120,313)	-	2,120,313	-	-
Exercise of warrants	501,458	955,921	-	(244,359)	-	711,562
Exercise of options	247,500	244,970	61,585	(120,845)	-	185,710
Stock-based competition	-	-	-	687,095	-	687,095
Net loss	-	-	-	-	(3,595,137)	(3,595,137)
Balance, September 30, 2017	**19,076,186**	**$ 7,963,533**	**$ 61,585**	**$ 3,476,732**	**$ (8,972,661)**	**$ 2,529,189**

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

BTL GROUP LTD.
Condensed Interim Consolidated Statements of Cash Flows
(Expressed in Canadian Dollars)
(Unaudited)

For the Nine Months Ended September 30,	2017	2016
Operating activities		
Net loss for the period	**$ (3,595,137)**	$ (1,301,927)
Stock-based compensation	**687,095**	254,636
Shares issued on acquisition of Xapcash	**-**	147,400
Non-cash working capital items:		
Accounts receivable	**(159,749)**	(89,123)
Prepaid and sundry receivable	**(116,741)**	(76,370)
Accounts payable and accrued liabilities	**108**	79,851
	(3,184,424)	(985,533)
Financing activities		
Private placement, net of fees	**2,930,833**	733,729
Proceeds on exercise of options	**185,710**	-
Proceeds on exercise of warrants	**711,562**	-
	3,828,105	733,729
Net change in cash	**643,681**	(251,804)
Cash, beginning of the period	**1,884,568**	1,169,679
Cash, end of the period	**$ 2,528,249**	$ 917,875

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

1. Nature of Operations and Going Concern

BTL Group Ltd. (the “Company”) was incorporated on March 28, 2011 and organized under the laws of Alberta, Canada.

The registered office of the Company is located at 1600, 421 - 7 Avenue SW, Calgary, Alberta T2P 4K9. The Company’s financial year ends on December 31.

These condensed interim consolidated financial statements have been prepared on the assumption that the Company will continue as a going concern, meaning it will continue in operation for the foreseeable future and will be able to realize its assets and discharge its liabilities in the ordinary course of operations. The Company has a deficit of $8,972,661 at September 30, 2017 and incurred a loss of $3,595,137 for the nine months ended September 30, 2017. The Company has working capital of $2,529,189 at September 30, 2017 (December 31, 2016 - $1,609,126)

Management cannot provide assurance that the Company will achieve profitable operations or become cash flow positive, or raise additional debt and/or equity capital. Management intends to raise additional funding in the form of equity financing from the sale of common stock. However, if the Company is unable to raise additional capital in the near future, management expects that the Company will need to curtail operations, liquidate assets, seek additional capital on less favourable terms and/or pursue other remedial measures. There are no assurances that the Company will be successful in achieving the above and, as a result, there is substantial doubt regarding the applicability of the going concern assumption. These condensed interim consolidated financial statements do not give effect to adjustments that would be necessary to the reported carrying values and classifications of assets and liabilities should the Company be unable to continue as a going concern.

2. Accounting Policies

Statement of Compliance

These unaudited condensed interim consolidated financial statements have been prepared in accordance with International Accounting Standard 34, Interim Financial Reporting. Accordingly, they do not include all of the information required for full annual financial statements required by IFRS as issued by IASB and interpretations issued by IFRIC. These unaudited condensed interim consolidated financial statements should be read in conjunction with the Company's audited consolidated financial statements for the year ended December 31, 2016.

These unaudited condensed interim consolidated financial statements were authorized for issuance by the Board of Directors of the Company on November 29, 2017.

Basis of Consolidation

These condensed interim consolidated financial statements incorporate the financial statements of the Company and its wholly owned subsidiary Blockchain Tech Ltd. All intercompany transactions, balances, income and expenses are eliminated upon consolidation.

2. Accounting Policies (Continued)

Future Accounting Pronouncements

In July 2014, the IASB issued IFRS 9 to replace IAS 39. IFRS 9, which is to be applied retrospectively, will be effective for annual periods beginning on or after January 1, 2018.

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 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 Company is in the process of assessing the impact of this announcement.

IFRS 15 - Revenue from Contracts with Customers. The standard is effective for annual periods beginning on or after January 1, 2018. IFRS 15 specifies how and when to recognize revenue as well as requires entities to provide users of financial statements with more informative, relevant disclosures.

The standard supersedes IAS 18 - Revenue, IAS 11 - Construction Contracts, and a number of revenue related interpretations. The new standard will apply to nearly all contracts with customers; the main exceptions are leases, financial instruments and insurance contracts.

In January 2016, the IASB issued IFRS 16, Leases (IFRS 16). IFRS 16 is effective for periods beginning on or after January 1, 2019, with early adoption permitted. IFRS 16 eliminates the current dual model for lessees, which distinguishes between on-balance sheet finance leases and off-balance sheet operating leases. Instead, there is a single, on-balance sheet accounting model that is similar to current finance lease accounting. The extent of the impact of adoption of IFRS 16 has not yet been determined.

There are no other relevant IFRSs or IFRIC interpretations that are not yet effective that would be expected to have a material impact on the Company.

3. Share Capital

a) Authorized share capital - at September 30, 2017, the authorized share capital consisted of an unlimited number of common shares. The common shares do not have a par value. All issued shares are fully paid.

b) Common shares issued - the holders of common shares are entitled to receive notice of and attend all meetings of the shareholders of the Company and are entitled to one vote in respect of each common share held at such meetings. In the event of liquidation, dissolution or winding-up of the Company, the holders of common shares are entitled to share rateably the remaining assets of the Company.

(Expressed in Canadian Dollars)

3. Share Capital (Continued)

b) Common shares issued (continued)

At September 30, 2017, the issued share capital amounted to $7,963,533. The change in issued share capital for the periods presented are as follows:

	Number of common shares		Amount
Balance, December 31, 2015	**14,484,900**	**$**	**4,540,838**
Shares issued on acquisition of Xapcash	220,000		147,400
Shares issued on private placement	1,281,164		768,700
Costs of issue	-		(34,971)
Warrants issued	-		(447,246)
Balance, September 30, 2016	**15,986,064**	**$**	**4,974,721**
Balance, December 31, 2016	17,177,228		5,952,122
Shares issued on private placement	1,150,000		3,105,000
Costs of issue	-		(174,167)
Warrants issued	-		(2,120,313)
Exercise of warrants - cash	501,458		711,562
Exercise of warrants - valuation	-		244,359
Exercise of options - cash	247,500		124,125
Exercise of options - valuation	-		120,845
Balance, September 30, 2017	**19,076,186**	**$**	**7,963,533**

On April 6, 2017, the Company closed a non-brokered private placement for aggregate gross proceeds of $3,105,000 (the “Private Placement”).

The Private Placement was comprised of 1,150,000 equity units (the “Units”) that were issued at a price of CAD$2.70 per Unit. Each Unit consists of one (1) common share of the Company and one-half of one (1/2) common share purchase warrant of the Company (a “Warrant”). Each whole Warrant entitles the holder to acquire one (1) common share of the Corporation for a period of 24 months from the date of issuance of the Warrant, at an exercise price of CAD$3.25 per share. Cash costs of issue amounted to $174,167.

The fair value of the 575,000 warrants upon grant was $2,120,313 as calculated using the Black-Scholes option pricing model with the following assumptions: a 24 months expected average life; share price of $4.40; 185.08% expected volatility; risk free interest rate of 0.72%; and an expected dividend yield of 0%. Volatility is calculated based on the changes in historical stock prices over the expected life of the warrants.

As at September 30, 2017, the Company had received consideration of $61,585 pertaining to shares which were issued subsequent to September 30, 2017.

(Expressed in Canadian Dollars)

4. Escrowed Shares

As of the date of the Transaction, 8,055,000 common shares of the Company were escrowed. Under the CPC Escrow and Transaction Escrow Agreements, 10% of the escrowed common shares were released from escrow upon completion of the Qualifying Transaction by the Company and an additional 15% will be released on the dates 6 months, 12 months, 18 months, 24 months, 30 months and 36 months following the initial release. However, the release of the escrowed shares will be accelerated if the Company meets the Exchange Tier 1 initial listing requirements. As at September 30, 2017, 3,624,750 shares remained in escrow.

5. Concentration of Revenue

For the three and nine months ended September 30, 2017, 36% of consulting fees were derived from a single client. (three and nine months ended September 30, 2016 - 93%)

6. Stock Options

The Company has adopted an incentive stock option plan (the "Plan") which provides that the Board of Directors of the Company may from time to time, in its discretion, and in accordance with the Exchange requirements, grant to directors, officers, employees and consultants to the Company, non-transferable options to purchase common shares, provided that the number of common shares reserved for issuance will not exceed 10% of the issued and outstanding common shares.

The following table reflects the continuity of stock options for the periods ended September 30, 2017 and 2016:

	Number of Stock Options	Weighted Average Exercise Price (CDN)
Balance, December 31, 2015	1,050,000	$0.50
Granted	75,000	$0.51
Balance, September 30, 2016	1,125,000	$0.50
Balance, December 31, 2016	1,330,000	$0.50
Granted	675,000	$3.17
Exercised	(247,500)	$0.50
Expired	(25,000)	$0.50
Balance, September 30, 2017	1,732,500	$1.54

i) On January 1, 2017, the Company granted 100,000 incentive stock options to an employee of the Company. The options are exercisable at $0.96 per share, expire January 1, 2022, and vest over a period of twelve months. The resulting fair value of $117,400 was estimated using the Black-Scholes option pricing model with the following assumptions: expected dividend yield of 0%; expected volatility from 200.46%; a risk-free interest rate of 1.14% and an expected life of 5 years.

ii) On January 11, 2017, the Company granted 40,000 incentive stock options to an employee of the Company. The options are exercisable at $0.92 per share, expire January 11, 2022, and vest over a period of twelve months. The resulting fair value of $48,156 was estimated using the Black-Scholes option pricing model with the following assumptions: expected dividend yield of 0%; expected volatility from 200.02%; a risk-free interest rate of 1.09% and an expected life of 5 years.

6. Stock Options (Continued)

iii) On January 18, 2017, the Company granted 20,000 incentive stock options to an employee of the Company. The options are exercisable at $1.04 per share, expire January 18, 2022, and vest over a period of twelve months. The resulting fair value of $27,204 was estimated using the Black-Scholes option pricing model with the following assumptions: expected dividend yield of 0%; expected volatility from 199.74%; a risk-free interest rate of 1.10% and an expected life of 5 years.

iv) On February 1, 2017, the Company granted 60,000 incentive stock options to an employee of the Company. The options are exercisable at $1.56 per share, expire February 1, 2022, and vest over a period of twelve months. The resulting fair value of $114,324 was estimated using the Black-Scholes option pricing model with the following assumptions: expected dividend yield of 0%; expected volatility from 198.63%; a risk-free interest rate of 1.11% and an expected life of 5 years.

v) On March 1, 2017, the Company granted 45,000 incentive stock options to a consultant of the Company. The options are exercisable at $1.97 per share, expire March 1, 2022, and vest over a period of twelve months. The resulting fair value of $60,669 was estimated using the Black-Scholes option pricing model with the following assumptions: expected dividend yield of 0%; expected volatility from 199.01%; a risk-free interest rate of 1.15% and an expected life of 5 years.

vi) On May 18, 2017, the Company granted 40,000 incentive stock options to an employee of the Company. The options are exercisable at $2.79 per share, expire May 18, 2022, and vest over a period of twelve months. The resulting fair value of $122,908 was estimated using the Black-Scholes option pricing model with the following assumptions: expected dividend yield of 0%; expected volatility from 198.17%; a risk-free interest rate of 0.92% and an expected life of 5 years.

vii) On June 6, 2017, the Company granted 140,000 incentive stock options to employees of the Company. The options are exercisable at $5.55 per share, expire June 6, 2022, and vest over two years at a rate of 50% per year. The resulting fair value of $910,658 was estimated using the Black-Scholes option pricing model with the following assumptions: expected dividend yield of 0%; expected volatility from 198.85%; a risk-free interest rate of 0.92% and an expected life of 5 years.

viii) On June 22, 2017, the Company granted 150,000 incentive stock options to a director of the Company. The options are exercisable at $4.30 per share, expire June 22, 2022, and vest over a period of twelve months. The resulting fair value of $776,925 was estimated using the Black-Scholes option pricing model with the following assumptions: expected dividend yield of 0%; expected volatility from 199.06%; a risk-free interest rate of 1.15% and an expected life of 5 years.

(Expressed in Canadian Dollars)

6. Stock Options (Continued)

The following table reflects the stock options outstanding as at September 30, 2017:

Expiry Date	Exercise Price(CDN)	Weighted Average Life Remaining	Options Outstanding	Black-Scholes Value
June 22, 2022	$ 4.30	4.73 years	150,000	$ 776,925
June 6, 2022	5.55	4.69 years	140,000	910,658
May 18, 2022	2.79	4.63 years	40,000	122,908
March 1, 2022	1.97	4.34 years	45,000	60,669
February 1, 2022	1.56	4.34 years	60,000	114,324
January 1, 2022	0.92	4.26 years	100,000	117,400
January 18, 2022	1.04	4.31 years	20,000	27,204
January 11, 2022	0.92	4.29 years	40,000	48,156
April 6, 2022	0.53	3.17 years	80,000	344,376
July 4, 2021	0.53	3.76 years	130,000	79,313
May 9, 2021	0.50	3.61 years	250,000	156,330
March 11, 2021	0.51	3.44 years	37,500	21,082
December 14, 2020	0.50	3.21 years	665,000	288,078
	$ 1.54	3.83 years	1,732,500	$ 3,067,423

7. Warrants

The following table reflects the continuity of warrants for the periods ended September 30, 2017 and 2016:

	Number of Warrants Outstanding	Weighted Average Exercise Price
Balance - December 31, 2015	-	$ -
Issued on private placement	1,281,164	1.00
Balance - September 30, 2016	1,281,164	$ 1.00
Balance - December 31, 2016	1,281,164	$ 1.46
Issued on private placement	575,000	3.25
Exercised	(501,458)	1.42
Balance - September 30, 2017	**1,354,706**	**$ 2.24**

(Expressed in Canadian Dollars)

7. Warrants (Continued)

As at September 30, 2017, the following warrants were issued and outstanding:

Expiry Date	Exercise Price	Number of Warrants and Broker Warrants
December 18, 2017	$ 1.50	782,206
April 6, 2019	$ 3.25	572,500
		1,354,706

8. Net Loss Per Share

The calculation of basic and diluted loss per share for the periods ended September 30, 2017 and 2016 was based on the loss attributable to common shareholders of $1,716,698, and $3,595,137, respectively and the weighted average number of common shares outstanding of 18,818,988 and 18,165,040, respectively.

9. Related Party Balances and Transactions

	Three Months Ended September 30,		Nine Months Ended September 30,	
	2017	2016	**2017**	2016
Remuneration paid for CEO	**$ 35,000**	$ 35,000	**$ 105,000**	$ 98,335
Remuneration paid for CFO	**$ 4,635**	$ 1,500	**$ 13,920**	$ 6,000
Stock-based compensation expense - directors and officers	**$ -**	$ -	**$ 776,925**	$ 42,165

As at September 30, 2017, amounts due to related parties totaled $105,515 (December 31, 2016 - $29,069) pertaining to amounts payable for key management remuneration, and reimbursement of expenses paid on behalf of the Company.

During the three and nine months ended September 30, 2017, the Company expensed $10,972 and $35,667 (three and nine months ended September 30, 2016 - $11,533 and $34,745) to Marrelli Support Services Inc. ("Marrelli Support") and DSA Corporate Services Inc. (the "DSA"), together known as the "Marrelli Group" for:

(i) Robert D.B. Suttie, Vice President of Marrelli Support, to act as Chief Financial Officer ("CFO") of the Company (effective March 11, 2016);
(ii) Bookkeeping and office support services;
(iii) Regulatory filing services; and

The Marrelli Group is also reimbursed for out of pocket expenses.

As of September 30, 2017, the Marrelli Group was owed $5,084 (December 31, 2016 - $8,847). These amounts are included in amounts due from related parties.

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

10. Subsequent Events

i) On October 12, 2017, the Company granted options to acquire a total of 200,000 common shares (“Common Shares”) of the Corporation at an exercise price of CAD$3.25 per share, such options to vest as to one-half on October 12, 2018 and one-half on October 12, 2019. The options expire five years from the date of grant. Of those options, 150,000 have been granted to Dominic McCann in connection with his recent appointment as Chief Executive Officer of the Company.

ii) On November 23, 2017, the Company closed a brokered private placement of 2,184,000 equity units of the company at an issue price of $4.90 per unit, for aggregate gross proceeds of approximately $10.7-million. Each unit comprises one common share of the company and one-half of one common share purchase warrant, with each warrant entitling the holder to purchase one common share at an exercise price of $7 per common share until November 23, 2018.

In connection with the brokered offering, the Company entered into an agency agreement with GMP Securities LP, whereby the Company agreed to pay the agent a fee equal to 6 per cent of the aggregate gross proceeds received under the brokered offering.

The Company also announced it had closed a concurrent non-brokered private placement of 938,774 units at an issue price of $4.90 per unit, for aggregate gross proceeds of approximately $4.6-million. In connection with the non-brokered offering, the company has paid a finder's fee to Smaller Capital Company Ltd. of $276,000.

In connection with the offerings, the Company issued an aggregate of 3,122,774 common shares and 1,561,387 warrants, for gross proceeds of approximately $15.3-million.