HAW CAPITAL 2 CORP.

Interim Condensed Financial Statements
(Unaudited)

For the three and nine months ended September 30, 2021 and 2020

HAW CAPITAL 2 CORP.
Interim Condensed Statement of Financial Position
(Unaudited)

		September 30, 2021		December 31, 2020
Assets				
Current				
Cash (Note 3)	$	702,960	$	424,678
Accounts receivable		141		86
		703,101		424,764
Non-current assets				
Deferred share issuance costs		-		63,951
	$	703,101	$	488,715
Liabilities				
Current				
Accounts payable and accrued liabilities	$	21,148	$	38,258
Shareholders' Equity				
Share capital (Note 4)		757,002		500,000
Contributed surplus (Note 4)		145,580		-
Deficit		(220,629)		(49,543)
		681,953		450,457
	$	703,101	$	488,715

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

Approved by the Board of Directors

(signed) "Jay Campbell"
Director

(signed) "Robert McCue"
Director

HAW CAPITAL 2 CORP.
Interim Condensed Statement of Operations and Comprehensive Loss
(Unaudited)

	For the three months ended September 30,		For the nine months ended September 30,	
	2021	**2020**	**2021**	**2020**
Revenue				
Interest income	$ 434	$ 309	$ 1,313	$ 1,025
Expenses				
Share-based compensation expense (Note 4)	-	-	124,740	-
General and administrative expense	25,088	10,475	47,659	17,948
	25,088	10,475	172,399	17,948
Net loss and comprehensive loss for the period	$ (24,654)	$ (10,166)	$ (171,086)	$ (16,923)
Loss per share:				
Basic and diluted	$ (0.00)	$ (0.00)	$ (0.01)	$ (0.00)
Weighted average number of common shares outstanding: Basic and diluted	14,000,000	10,000,000	13,882,784	9,514,599

HAW CAPITAL 2 CORP.
Interim Condensed Statement of Changes in Shareholders' Equity
For the nine months ended September 30, 2021 and 2020
(Unaudited)

	Number of Common Shares	Share Capital	Contributed Surplus	Deficit	Total Shareholders' Equity
Balance, as of January 1, 2021	10,000,000	$ 500,000	$ -	$ (49,543)	**$ 450,457**
Share-based compensation (Note 4)	-	-	124,740	-	**124,740**
Issue of common shares (Note 4)	4,000,000	400,000	-	-	**400,000**
Share issue costs (Note 4)	-	(142,998)	20,840	-	**(122,158)**
Net loss for the period	-	-	-	(171,086)	**(171,086)**
Balance, as of September 30, 2021	**14,000,000**	**$ 757,002**	**$ 145,580**	**$ (220,629)**	**$ 681,953**

	Number of Common Shares	Share Capital	Contributed Surplus	Deficit	Total Shareholders' Equity
Balance, as of January 1, 2020	500,001	$ 25,000	$ -	$ (13,736)	**$ 11,264**
Issue of common shares	9,600,000	480,000	-	-	**480,000**
Common shares cancelled	(100,001)	(5,000)	-	-	**(5,000)**
Net loss for the period	-	-	-	(16,923)	**(16,923)**
Balance, as of September 30, 2020	**10,000,000**	**$ 500,000**	**$ -**	**$ (30,659)**	**$ 469,341**

HAW CAPITAL 2 CORP.
Interim Condensed Statement of Cash Flows
(Unaudited)

	For the three months ended September 30,		For the nine months ended September 30,	
	2021	**2020**	**2021**	**2020**
Cash flows from operating activities				
Net loss for the period	$ (24,654)	$ (10,166)	$ (171,086)	$ (16,923)
Share-based compensation (Note 4)	-	-	124,740	-
Change in non-cash working capital				
Accounts receivable	1	21	(55)	(73)
Accounts payable and accrued liabilities	16,901	6,650	4,782	(5,934)
Net cash used in operating activities	(7,752)	(3,495)	(41,619)	(22,930)
Cash flows from financing activities				
Issue of share capital (Note 4)	-	-	400,000	475,000
Share issuance costs (Note 4)	-	-	(122,158)	-
Change in non-cash working capital				
Accounts payable and accrued liabilities	-	(2,500)	(21,892)	(7,556)
Deferred share issuance costs	-	(2,500)	63,951	(39,503)
Net cash from (used in) financing activities	-	(5,000)	319,901	427,941
Change in cash	(7,752)	(8,495)	278,282	405,011
Cash, beginning of the period	710,712	438,191	424,678	24,685
Cash, end of period	$ 702,960	$ 429,696	$ 702,960	$ 429,696

1. NATURE OF OPERATIONS

Haw Capital 2 Corp. (the "Corporation") was incorporated under the Alberta Business Corporations Act on July 30, 2019 (the "Date of Incorporation") and is classified as a Capital Pool Company ("CPC") as defined by Policy 2.4 of the TSX Venture Exchange (the "Exchange") corporate finance manual. On January 8, 2021, the Corporation closed its Initial Public Offering (the "Offering"). Consequently, the Corporations common shares became listed, and commenced trading on the Exchange on January 8, 2021 under the trading symbol "HAW.P". The principal business of the Corporation is to identify and evaluate assets or businesses with a view to complete a Qualifying Transaction ("QT"). The Corporation has not commenced commercial operations and has no assets other than cash. The Corporation's ability to continue operations as intended are dependent upon its ability to identify, evaluate and negotiate an acquisition, or business, or an interest therein. Such an acquisition or business will be subject to the approval of the Exchange and in case of a non-arm's length transaction approval of the majority of the Corporation's minority shareholders.

Where a QT has been identified, the ability of the Corporation to complete the transaction may require additional funding. There is no assurance that the Corporation will be successful in obtaining any additional funding. If the Corporation does not complete a QT within two years from the date the Corporation's common shares are listed for trading on the Exchange, the Exchange may suspend or de-list the Corporation's common shares from trading. The registered head office of the Corporation is located at Suite 4500 – 855 2nd Street, SW, Calgary, Alberta, T2P 4K7.

2. BASIS OF PRESENTATION

Statement of Compliance

The condensed interim financial statements for the period ending September 30, 2021 have been prepared in accordance with International Financial Reporting Standards ("IFRS") as issued by the International Accounting Standards Board ("IASB"). These financial statements were approved by the Board of Directors on November 26, 2021.

Basis of Preparation

The financial statements are presented in Canadian dollars, which is the Corporation's functional and reporting currency. The financial statements are prepared on a historical cost basis. The accounting policies have been applied consistently throughout the entire period presented in these financial statements and are the same as those applied by the Corporation in the audited financial statements for the year ended December 31, 2020.

Significant Accounting Judgment, Estimates and Assumptions

The preparation of financial statements requires management to make judgments, estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities. The estimates and associated assumptions are based on anticipations and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making the judgments about the carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimate is revised if the revision affects only that period or in the period of the revision and further periods if the review affects both current and future periods. There have been no significant judgements made by management in the application of IFRS that have a significant effect on these financial statements.

3. CASH RESTRICTION

The proceeds raised from the issuance of common shares may only be used to identify and evaluate assets or business for future investment, with the exception that not more than the lesser of 30% of the gross proceeds from the issuance of shares or $210,000 may be used to cover prescribed costs of issuing the common shares or administrative and general expenses of the Corporation. These restrictions apply until the completion of a QT by the Corporation as defined under the Exchange Policy 2.4.

4. SHARE CAPITAL

Authorized
Unlimited number of voting common shares

Issued Common Shares	Number of Shares		Stated Value
As at January 1, 2020	500,000	$	25,000
Common shares issued	9,600,000		480,000
Common shares cancelled	(100,001)		(5,000)
As at December 31, 2020	10,000,000		500,000
Common shares issued	4,000,000		400,000
Share issuance costs	-		(142,998)
As at September 30, 2021	**14,000,000**	**$**	**757,002**

(a) Upon closing of the Offering the 10,000,000 issued common shares outstanding as at December 31, 2020 become subject to a CPC Escrow Agreement. Under the Amended CPC Escrow Agreement dated July 27, 2021, 25% of the escrowed common shares will be released from escrow upon the issuance of the Final Exchange Bulletin (the "Initial Release") and an additional 25% will be released on the dates that are 6 months, 12 months, 18 months following the Initial Release.

- On January 8, 2021, The Corporation closed the Offering and raised gross proceeds of $400,000 through the issuance of 4,000,000 common shares at a price of $0.10 per share. Share issue costs included legal, audit and agency fees of $142,998.

Stock Options

The Company awards stock options to directors and officers under an incentive stock option plan (the “Plan”). The number of options that may be granted is limited to 10% of the total number of issued and outstanding common shares of the Corporation. Options granted are exercisable for a period of 10 years from the date of grant.

On January 8, 2021, the Corporation granted 1,400,000 stock options to directors and officers (the “Options”) with an exercise price of $0.10 per common share. The Options vest immediately upon issuance and will expire January 8, 2031.

The Black-Scholes pricing model is used to estimate the fair value of the Options on the date of grant using the following assumptions: 0.81% risk free interest rate, 10 year expected life, 100% volatility, 0% dividend yield. As at June 30, 2021, the Options have a remaining life of 9.53 years.

4. SHARE CAPITAL (CONTINUED)

Warrants

Upon closing of the Offering the Corporation granted incentive warrants to the Agent (the "Warrants"). The Warrants entitle the Agent to purchase up to 400,000 common shares at an exercise price of $0.10 per common share. The Warrants will expire January 8, 2023, two years from the date the common shares were listed on the Exchange.

The Black-Scholes pricing model was used to estimate the fair value of the Warrants on the date of grant using the following assumptions: 0.19% risk free interest rate, 2 year expected life, 100% volatility, 0% dividend yield. As at September 30, 2021, the Warrants had a remaining life of 1.27 years.

5. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES

Capital Management

The Corporation's objective when managing capital is to maintain its ability to continue as a going concern, in order to provide returns for the shareholders and benefits for other stakeholders. The Corporation includes equity, comprised of issued common shares, in the definition of capital.

The Corporation's primary objective, with respect to its capital management, is to ensure that it has sufficient cash resources to fund the identification and evaluation of potential acquisitions. To secure the additional capital necessary to purse this objective, the Corporation may attempt to raise additional funds through the issuance of equity and by securing strategic partners. The Corporation is not subject to externally imposed capital requirements.

Risk Disclosures

- **Credit Risk**

  Credit risk is the risk of financial loss to the Corporation if a customer or counterparty to a financial instrument fails to meet its contractual obligations and arises principally from the Corporation's cash on hand. The outstanding accounts receivables balance is comprised of accrued interest income from cash held on deposit. The carrying amount of cash on deposit represents the maximum credit exposure to the Corporation. The Corporation manages credit exposure related to cash by selecting financial institution counterparties with high credit ratings.

- **Liquidity Risk**

  Liquidity risk is the risk that the Corporation will not be able to meet its financial obligations as they fall due. The Corporation's approach to managing liquidity risk is to ensure that it will have sufficient liquidity to meet liabilities when due. The Corporation had not commenced commercial operations and has no assets other than cash. The Corporation's ability to continue operations as intended are dependent upon its ability to identify, evaluate and negotiate an acquisition, or business, or an interest therein. Such an acquisition or business will be subject to the approval of the Exchange and in case of a non-arm's length transaction approval of the majority of the Corporation's minority shareholders. Where a QT has been identified, the ability of the Corporation to complete the transaction may require additional funding. There is no assurance the Corporation will be successful in obtaining any additional funding.

5. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

As at September 30, 2021, the Corporation has accounts payable and accrued liabilities of $21,148 (December 31, 2020 - $38,258) and does not have significant exposure to liquidity risk.

- **Market Risk**

  Market risk is the risk of loss that may arise from changes in market factors such as interest rates, foreign exchange rates, and commodity and equity prices. The Corporation does not have significant exposure to these risks.

6. RELATED PARTY TRANSACTIONS

During the period ended September 30, 2021, there was no remuneration paid to key management personnel. As at September 30, 2021, directors, officers and the majority shareholder held 10,000,000 common shares of the Corporation.