Sayward Capital Corp.

Interim Financial Statements

Period ended June 30, 2021

NOTICE OF NO AUDITORS' REVIEW OF INTERIM FINANCIAL STATEMENTS
Under National Instrument 51-102, Part 4, subsection 4.3(3) (a), if an auditor has not performed a review of the interim financial statements they must be accompanied by a notice indicating that the financial statements have not been reviewed by an auditor.

The accompanying unaudited interim financial statements of Sayward Capital Corp. (or the "Corporation") 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 financial statements.

Condensed Interim Statement of Financial Position

As at	Note	June 30, 2021 (unaudited)	December 31, 2020 (unaudited)
ASSETS			
Current			
Cash	4	105,633	-
Prepaids		10,000	-
Total Assets		115,633	-
LIABILITIES AND SHAREHOLDERS' EQUITY			
LIABILITIES			
Current			
Accounts payable and accruals		11,819	-
Total Liabilities		11,819	-
SHAREHOLDERS' EQUITY			
Share capital	5	150,000	-
Contributed surplus		12,000	-
Deficit		(58,186)	-
Total shareholders' equity		103,814	-
Total liabilities and shareholders' equity		115,633	-

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

Subsequent event note 8

Approved on behalf of the Board of Directors

Jason Joseph

Jason Joseph - Director

Rick Manhas

Rick Manhas - Director

Condensed Interim Statement of Comprehensive Loss

(unaudited)	Note	Three months ended June 30, 2021	Six months ended June 30, 2021
Expenses			
Professional fees		17,278	46,181
General and administration		6	165
Other items			
Stock-based compensation	5	-	12,000
Finance income		(107)	(160)
Net loss and comprehensive loss		**(17,177)**	**(58,186)**
Loss per share (basic and diluted)		(0.01)	(0.02)
Weighted average # of shares outstanding (basic and diluted)	5	3,000,000	3,000,000

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

Condensed Interim Statement of Changes in Shareholders’ Equity

(unaudited)	Shares Outstanding (#'s)	Share Capital $	Contributed Surplus $	Deficit $	Total $
Balance at December 31, 2020	**1**	**-**	**-**	**-**	**-**
Issuance of common shares	2,999,999	150,000	-	-	150,000
Net loss	-	-	-	(58,186)	(58,186)
Stock-based compensation	-	-	12,000	-	12,000
Balance at June 30, 2021	**3,000,000**	**150,000**	**12,000**	**(58,186)**	**103,814**

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

Interim Statement of Cash Flows

(unaudited)	Note	Six months ended June 30, 2021
Cash flows from operating activities		
Net loss		(58,186)
Add (deduct) non-cash items:		
Stock-based compensation		12,000
Change in working capital		1,819
Cash flows used in operating activities		(44,367)
Cash flows from financing activities		
Proceeds from share issuance	5	150,000
Cash flows provided by financing activities		150,000
Increase in cash		105,633
Cash beginning of period		-
Cash end of period		105,633

1. REPORTING ENTITY

Sayward Capital Corp. (the "Company") was incorporated on November 17, 2020 by Certificate of Incorporation issued pursuant to the provisions of the Business Corporations Act (Alberta). The Company is classified as a Capital Pool Company ("CPC") as defined in Policy 2.4 of the TSX Venture Exchange (the "Exchange"). The principal business of the Company is to identify and evaluate assets or businesses with a view to potentially acquire them or an interest therein by completing a purchase transaction, by exercising of an option or by any concomitant transaction. The purpose of such an acquisition is to satisfy the related conditions of a qualifying transaction under the Exchange rules.

The head office and registered office of the Company is located at 1900-520 3 Ave SW, Calgary Alberta, T2P 0R3.

Where an acquisition or participation is warranted, additional funding may be required. The ability of the Company to fund its potential future operations and commitments is dependent upon the ability of the Company to obtain additional financing.

The novel coronavirus ("COVID-19") outbreak was declared a pandemic by the World Health Organization on March 11, 2020. This has resulted in significant economic uncertainty and governments worldwide are enacting emergency measures to contain 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 financial markets have experienced significant volatility and weakness as a consequence of this economic uncertainty. The duration and impact of the COVID-19 outbreak is unknown as this time, as is the effectiveness of interventions by governments and central banks. The full extent of the impact on the Company's future financial results is uncertain given the length and severity of these developments cannot be reliably estimated.

2. BASIS OF PRESENTATION

[a] Statement of compliance

These condensed interim financial statements have been prepared in accordance with International Accounting Standard 34, Interim Financial Reporting ("IAS 34") on a basis consistent with the accounting, estimation and valuation policies described in the Company's audited Financial Statements as at January 31, 2021. Certain information and disclosures normally required to be included in the notes to the financial statements have been condensed or omitted. These condensed interim financial statements should be read in conjunction with the Company's financial statements as at and for the period ended January 31, 2021, filed under the Company's profile on SEDAR at www.sedar.com.

These interim condensed financial statements were approved by the Company's Board of Directors on August 27, 2021.

[b] Basis of measurement

These financial statements are stated in Canadian dollars which is the Company's functional currency and were prepared on a going concern basis, under the historical cost convention except for certain financial instruments that have been measured at fair value.

3. SIGNIFICANT ACCOUNTING POLICIES, JUDGEMENTS AND ESTIMATES

The preparation of these condensed interim financial statements requires management to make certain estimates, judgments and assumptions that affect the reported amounts of assets and liabilities at the date of the condensed interim financial statements and reported amounts of expenses during the reporting period. Actual outcomes could differ from these estimates. The impacts of such estimates are pervasive throughout these condensed interim financial statements and may require accounting adjustments based on future occurrences. Revisions to accounting estimates are recognized in the period in which the estimate is revised and future periods if the revision affects both current and future periods. These estimates are based on historical experience, current and future economic conditions and other factors, including expectations of future events that are believed to be reasonable under the circumstances. Note 3 and 4 to the Company's audited financial statements as at January 31, 2021 contains a description of the accounting policies, judgements, estimates and assumptions that are considered significant.

4. CASH

The proceeds raised from the issuance of share capital may only be used to identify and evaluate assets or businesses for future investment, with the exception that up to $3,000 per month may be used to cover prescribed costs of issuing common shares or administrative and general expenses of the Company. These restrictions may apply until completion of a Qualifying Transaction by the Company as defined under the policies of the Exchange.

5. SHARE CAPITAL

[a] Authorized
The Company is authorized to issue the following:
• Unlimited number of common shares without nominal or par value.
• Unlimited number of voting preferred shares without par value.

[b] Issued
At June 30, 2021 the Company had 3,000,000 common shares outstanding. These shares are held in escrow until completion of a Qualifying Transaction. 25% of these common shares will be released on the issuance of the Final Exchange Bulletin and an additional 25% will be released on the dates 6 months, 12 months and 18 months following the initial release. These common shares, which are considered contingently issuable until the Company completes a Qualifying Transaction, are not considered to be outstanding for the purpose of the loss per share calculation.

[c] Stock options
The Company has a stock option plan that provides for the issuance of options to eligible persons. The option price under each option granted must be no less than the discount market price as defined by the TSX-V. The term of the options must be no longer than 5 years and the directors determine the vesting period. The maximum number of outstanding options must be no more than 10% of the issued and outstanding shares at any point in time. Any common shares acquired pursuant to the exercise of options prior to the completion of a Qualifying Transaction must be deposited in escrow and will be subject to escrow until a final exchange bulletin is issued.

On February 1, 2021 the Company granted 300,000 options under the Company's stock option plan to directors and officers of the Company. The options, which vest immediately, may be exercised at a price of $0.05 per common share for a period of five years from the date of the agreement. The Company recognized stock-based compensation expense of $12,000 using the Black-Scholes Option Pricing Model with the following assumptions: risk free rate of 0.42%, no dividends and a 120% volatility.

6. FINANCIAL INSTRUMENTS AND FINANCIAL RISK MANAGEMENT

The Company, as part of its operations, carries financial instruments consisting of cash and accounts payable and accruals. It is management's opinion that the Company is not exposed to significant credit, interest, or currency risks arising from these financial instruments except as otherwise disclosed.

Fair value
Fair value represents the price at which a financial instrument could be exchanged in an orderly market, in an arm's length transaction between knowledgeable and willing parties who are under no compulsion to act. The Company classifies the fair value of the financial instruments according to the following hierarchy based on the amount of observable inputs used to value the instrument.

Level 1: Fair value measurements are those derived from quoted prices (unadjusted) in the active market for identical assets or liabilities.
Level 2: Fair value measurements are those derived from inputs other than quoted prices that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (derived from prices).
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.

The carrying amount of cash and account payable and accruals approximates its fair value due to the short-term maturities of these items.

Credit risk
Credit risk is the risk of loss associated with the counterparty's inability to fulfill its payment obligations. The Company believes it has no significant credit risk as its cash balance is held with a major Canadian financial institution.

Liquidity risk

Liquidity risk is the risk that the Company will not be able to meet its obligations as they come due. As at June 30, 2021, the Company has cash of $105,633 to satisfy obligations of $11,819 as they come due, as such, is not exposed to significant liquidity risk.

Market risk
Market risk is the risk of loss that results from changes in market prices, market risk is comprised of foreign currency risk, interest rate risk and other price risks.

[i] Currency risk
The Company does not have assets or liabilities in a foreign currency and therefore is not exposed to foreign currency risk.

[ii] Interest rate risk
Interest rate risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in the market interest rates. The Company's cash is held in an account with a major Canadian financial institution. The funds may be withdrawn at any time without penalty.

(iii) Price risk
The Company is exposed to price risk with respect to equity prices. Equity price risk is defined as the potentially adverse impact on the Company's ability to obtain equity financing due to movements in individual equity prices or general movements in the level of the stock market. The Company closely monitors individual equity movements and the stock market to determine the appropriate course of action to be taken by the Company.

7. CAPITAL MANAGEMENT

The Company's capital consists of share capital. The Company's objective for managing capital is to maintain sufficient capital to identify, evaluate and complete an acquisition or other transaction as disclosed in Note 1. The Company sets the amount of capital in relation to risk and manages the capital structure and makes adjustments to it in light of changes to economic conditions and the risk characteristics of the underlying assets. The Company's objectives when managing capital are:

i. to maintain a flexible capital structure, which optimizes the cost of capital at acceptable risk; and,

ii. to maintain investor, creditor and market confidence in order to sustain the future development of the business.

The Company is not subject to any externally or internally imposed capital requirements at period-end apart from the requirements of the Exchange.

8. SUBSEQUENT EVENT

On July 19, 2021, the Company announced that it had successfully completed its initial public offering of 5,000,000 common shares of the Company ("Common Shares") at a price of $0.10 per Common Share for gross proceeds of $500,000 (the "Offering"). After completion of the Offering, the Company now has 8,000,000 Common Shares issued and outstanding. Haywood Securities Inc. (the "Agent") acted as the agent for the Offering and in connection therewith, the Company granted the Agent non-transferable warrants (the "Agent's Warrants") which entitle the holder to purchase an aggregate of 500,000 Common Shares at an exercise price $0.10 per Common Share. The Agent's Warrants will expire 60 months from the date the Common Shares are listed on the TSX Venture Exchange. In connection with the Offering, the Agent also received a cash commission equal to 10% of the gross proceeds of the Offering. Concurrent with the closing of the Offering, the Company also granted options to acquire an aggregate of 500,000 Common Shares at an exercise price of $0.10 per Common Share to directors and officers of the Company, which options expire five years from the date of grant.

On July 27, 2021, the Company entered into a non-binding letter of intent with Field Safe Solutions Inc. dated July 27, 2021 (the "LOI") pursuant to which the Company and Field Safe intend to complete an arm's-length business combination (the "Transaction"). The Company upon completion of the Transaction will continue the business of Field Safe Solutions Inc. It is currently anticipated that the Transaction will occur as a merger, amalgamation or share exchange, the final structure of the Transaction is subject to receipt of tax, corporate and securities law advice for both the Company and Field Safe. The LOI is expected to be superseded by a definitive agreement to be signed between the parties.