

Aster Acquisition Corp.

Financial Statements

**For the years ended November 30, 2022 and for the period from incorporation on
April 8, 2021 to November 30, 2021**

(Stated in Canadian Dollars)

Aster Acquisition Corp.

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INDEPENDENT AUDITOR'S REPORT

To the Shareholders of Aster Acquisition Corp.:

Opinion

We have audited the financial statements of Aster Acquisition Corp. (the "Company"), which comprise the statements of financial position as at November 30, 2022 and 2021, and the statements of loss and comprehensive loss, statements of changes in equity and statements of cash flows for the year ended November 30, 2022 and the period from incorporation on April 8, 2021 to November 30, 2021, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Company as at November 30, 2022 and 2021, and its financial performance and its cash flows for the year ended November 30, 2022 and the period from incorporation on April 8, 2021 to November 30, 2021 in accordance with International Financial Reporting Standards.

Basis for Opinion

We conducted our audits in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the Company in accordance with the ethical requirements that are relevant to our audits of the financial statements in Canada, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained in our audits is sufficient and appropriate to provide a basis for our opinion.

Material Uncertainty Related to Going Concern

We draw attention to Note 1 in the financial statements, which describes events and conditions indicating that a material uncertainty exists that may cast significant doubt on the Company's ability to continue as a going concern. Our opinion is not modified in respect of this matter.

Other Information

Management is responsible for the other information. The other information comprises the information included in the Management's Discussion and Analysis filed with the relevant Canadian securities commissions.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements, or our knowledge obtained in the audit and remain alert for indications that the other information appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact in this auditor's report. We have nothing to report in this regard.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with International Financial Reporting Standards, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with Canadian generally accepted auditing standards, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

The engagement partner on the audit resulting in this independent auditor's report is Anna C. Moreton.

Baker Tilly WM LLP

CHARTERED PROFESSIONAL ACCOUNTANTS

Vancouver, B.C.
February 21, 2023

Aster Acquisition Corp.
Statements of Financial Position
(Stated in Canadian Dollars)

	November 30, 2022	November 30, 2021
ASSETS		
Current assets		
Cash	\$ 278,923	\$ 154,979
GST recoverable	231	575
Prepaid expense	-	15,000
TOTAL ASSETS	\$ 279,154	\$ 170,554
LIABILITIES AND EQUITY		
Current liabilities		
Trade and other payables (note 6)	10,074	19,862
Equity		
Share capital (note 4)	379,420	170,000
Share-based payment reserve (note 4)	14,329	-
Deficit	(124,669)	(19,308)
Total equity	269,080	150,692
TOTAL LIABILITIES AND EQUITY	\$ 279,154	\$ 170,554

Approved on behalf of the Board of Directors

"Vincent Wong" (signed)

Director

"Warren Jung" (signed)

Director

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

Aster Acquisition Corp.

Statements of Loss and Comprehensive Loss

(Stated in Canadian Dollars)

	Period Ended	
	November 30	
	2022	2021
Expenses		
Corporate development	\$ 1,809	\$ -
Office and administration	13,494	4,052
Professional fees	69,568	15,256
Regulatory fees	20,490	-
Net loss and comprehensive loss	\$ (105,361)	\$ (19,308)
Basic and Diluted Loss Per Share	\$ (0.02)	\$ (0.05)
Weighted Average Number of Shares Outstanding	4,955,890	401,689

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

Aster Acquisition Corp.
Statements of Changes in Equity
(Stated in Canadian Dollars)

	Common Shares		Share-based Payment Reserve	Deficit	Total
	Number	Amount			
Balance at April 8, 2021	-	\$ -	\$ -	\$ -	-
Common shares issued (note 4)	3,400,000	170,000	-	-	170,000
Net loss and comprehensive loss for the period	-	-	-	(19,308)	(19,308)
Balance at November 30, 2021	3,400,000	\$ 170,000	\$ -	(19,308)	\$ 150,692
Common shares issued (notes 4)	3,300,000	315,000	-	-	315,000
Share issued costs	-	(105,580)	14,329	-	(91,251)
Net loss and comprehensive loss for the year	-	-	-	(105,361)	(105,361)
Balance at November 30, 2022	6,700,000	\$ 379,420	\$ 14,329	(124,669)	\$ 269,080

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

Aster Acquisition Corp.

Statements of Cash Flows

(Stated in Canadian Dollars)

	Period ended	
	November 30	
	2022	2021
Operating Activities		
Net loss for the period	\$ (105,361)	\$ (19,308)
Changes in Non-Cash Working Capital Items		
GST recoverable	344	(575)
Prepaid expenses	15,000	-
Trade and other payables	(9,788)	19,862
Cash Used in Operating Activities	(99,805)	(21)
Financing Activities		
Proceeds from shares issued	315,000	170,000
Share issue costs	(91,251)	-
Financing fees	-	(15,000)
Cash Provided by Financing Activities	223,749	155,000
Increase in Cash	123,944	154,979
Cash, beginning of Period	154,979	-
Cash, end of Period	\$ 278,923	\$ 154,979
Supplemental cash flow information		
Income taxes paid	\$ -	-
Interest paid (received)	\$ -	-

Significant non-cash transactions during the year ended November 30, 2022 included the issuance of 300,000 agent's warrants with a fair value of \$14,329 in connection to the Company's IPO.

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

Aster Acquisition Corp.
Notes to the Financial Statements
For the periods ended November 30, 2022 and 2021
(Stated in Canadian Dollars)

1. Nature and Continuance of Operations

Aster Acquisition Corp. (the “Company”) was incorporated on April 8, 2021 pursuant to the Business Corporations Act of British Columbia and is classified as a Capital Pool Company as defined in the TSX Venture Exchange (“TSX-V”) Policy 2.4 after completing its Initial Public Offering (“IPO”) on June 24, 2022.

As a Capital Pool Company, the Company’s principal business will be the identification and evaluation of assets, properties or businesses with a view to acquire or participate therein subject, in certain cases, to shareholder approval and acceptance by the TSX-V. Where an acquisition or participation is warranted (the “Qualifying Transaction”), additional funding may be required. The ability of the Company to fund its potential future operations and commitments is dependent upon obtaining additional financing. There is no assurance that the Company will complete a Qualifying Transaction, at which time the TSX-V may suspend or de-list the Company’s shares from trading.

On March 11, 2020, the World Health Organization categorized COVID-19 as a pandemic. The potential economic effects within the Company’s environment and in the global markets, possible disruption in supply chains, and measures introduced and or being introduced at various levels of government to curtail the spread of the virus (such as travel restrictions, closures of non-essential municipal and private operations, imposition of quarantines and physical distancing) could have a material impact on the Company’s operations. The extent of the impact of this outbreak and related containment measures on the Company’s operations cannot be reliably estimated at the date of approval of these financial statements.

These financial statements have been prepared on the basis that the Company will continue as a going concern. The proposed business of the Company and the completion of a Qualifying Transaction involves a high degree of risk and there is no assurance that the Company will identify an appropriate business for acquisition or investment, and even if so identified and warranted, it may not be able to finance such an acquisition nor investment within the requisite time period. Additional funds will be required to enable the Company to pursue such an initiative and the Company may be unable to obtain such financing on terms which are satisfactory to it. Furthermore, there is no assurance that the business will be profitable. These events and conditions indicate the existence of a material uncertainty that may cast significant doubt about the Company’s ability to continue as a going concern.

The head office, principal address is located at 478-6647 Fraser Street Vancouver BC V5X 0K3 and registered and records office of the Company are located at 10th Floor 595 Howe Street Vancouver BC V6C 2T5.

The financial statements of the Company for the year ended November 30, 2022 were approved and authorized for issue by the Board of Directors on February 21, 2023.

2. Basis of Preparation

a) Statement of compliance

The Company has prepared its financial statements in accordance with International Financial Reporting Standards (“IFRS”) since incorporation on April 8, 2021. These financial statements have been prepared in accordance with IFRS issued by the International Accounting Standards Board (“IASB”) and interpretations of the IFRS Interpretations Committee (“IFRICs”).

b) Basis of presentation

The financial statements have been prepared on an accrual basis, except for statement of cash flow information and are based on historical costs, except for certain financial instruments measured at fair value.

Aster Acquisition Corp.
Notes to the Financial Statements
For the periods ended November 30, 2022 and 2021
(Stated in Canadian Dollars)

3. Summary of Significant Accounting Policies

a) Cash

Cash in the statement of financial position is comprised of cash on deposit at financial banking institutions.

b) Foreign currencies

The financial statements are presented in Canadian dollars. The Company's functional currency is the Canadian dollar, which is the currency of the primary economic environment in which the Company operates.

Transactions in foreign currencies are initially recorded at the functional currency rate at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are retranslated to the functional currency rate of exchange at the date of the statement of financial position.

Non-monetary items that are measured in terms of historical cost in a foreign currency are translated using the exchange rates as at the dates of the initial transactions. Non-monetary items measured at fair value in a foreign currency are translated using the exchange rates at the date when the fair value is determined.

c) Share-based payments

Employees (including directors and senior executives) of the Company may receive a portion of their remuneration in the form of share-based payments, whereby employees render services as consideration for equity instruments ("equity-settled transactions"). The costs of equity-settled transactions with employees are measured by reference to the fair value of the equity instruments at the date on which they are granted.

In situations where equity instruments are issued to non-employees for goods or services, the transaction is measured at the fair value of the goods or services received by the Company. When the value of the goods or services cannot be reliably estimated, they are measured at the fair value of the equity instrument issued.

The costs of equity-settled transactions are recognized, together with a corresponding increase in equity, over the period in which the performance and/or service conditions are fulfilled, ending on the date on which the relevant employees become fully entitled to the award ("vesting date"). The cumulative expense recognized for equity-settled transactions at each reporting date until the vesting date reflects the Company's best estimate of the number of equity instruments that will ultimately vest. The profit or loss charge or credit for a period represents the movement in cumulative expense recognized as at the beginning and end of that period and the corresponding amount is recorded in share-based payment reserve.

No expense is recognized for awards that do not ultimately vest, except for awards where vesting is conditional upon a market condition, which are treated as vesting irrespective of whether or not the market condition is satisfied provided that all other performance and/or service conditions are satisfied.

Where the terms of an equity-settled award are modified, the minimum expense recognized is the expense as if the terms had not been modified. An additional amount is recognized on the same basis as the amount of the original award for any modification which increases the total fair value of the equity settled transactions or is otherwise beneficial to the employee as measured at the date of modification.

Aster Acquisition Corp.
Notes to the Financial Statements
For the periods ended November 30, 2022 and 2021
(Stated in Canadian Dollars)

3. Summary of Significant Accounting Policies (continued)

d) Taxation

Tax expense represents the sum of income tax currently payable and deferred tax.

Current income tax

Current income tax assets and liabilities for the current and prior periods are measured at the amount expected to be recovered from or paid to the taxation authorities. The tax rates and tax laws used to compute the amount are those that are substantively enacted at the date of the statement of financial position.

Deferred tax

Deferred taxes are provided using the liability method on temporary differences at the date of the statement of financial position between the tax bases of assets and liabilities and their carrying amounts for financial reporting purposes.

Deferred tax liabilities are recognized for all taxable temporary differences, except:

- where the deferred tax liability arises from the initial recognition of goodwill or of an asset or liability in a transaction that is not a business combination and, at the time of the transaction, affects neither the accounting profit nor taxable earnings; and
- in respect of taxable temporary differences associated with investments in subsidiaries, associates and interests in joint ventures, where the timing of the reversal of the temporary differences can be controlled and it is probable that the temporary differences will not reverse in the foreseeable future.

Deferred tax assets are recognized for all deductible temporary differences and carry forward of unused tax credits and unused tax losses, to the extent that it is probable that taxable profit will be available against which the deductible temporary differences and the carry forward of unused tax credits and unused tax losses can be utilized except:

- where the deferred tax asset relating to the deductible temporary difference arises from the initial recognition of an asset or liability in a transaction that is not a business combination and, at the time of the transaction, affects neither the accounting profit nor taxable earnings; and
- in respect of deductible temporary differences associated with investments in subsidiaries, associates and interests in joint ventures, deferred tax assets are recognized only to the extent that it is probable that the temporary differences will reverse in the foreseeable future and taxable profit will be available against which the temporary differences can be utilized.

The carrying amount of deferred tax assets is reviewed at the date of each statement of financial position and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred tax assets to be utilized. Unrecognized deferred tax assets are reassessed at the date of each statement of financial position and are recognized to the extent that it has become probable that future taxable profit will allow the deferred tax asset to be recovered.

Aster Acquisition Corp.
Notes to the Financial Statements
For the periods ended November 30, 2022 and 2021
(Stated in Canadian Dollars)

3. Summary of Significant Accounting Policies (continued)

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply to the period when the asset is realized or the liability is settled, based on tax rates (and tax laws) that have been enacted or substantively enacted at the date of the statement of financial position.

Deferred tax relating to items recognized directly in equity is recognized in equity and not in profit or loss.

Deferred tax assets and deferred tax liabilities are offset if, and only if, a legally enforceable right exists to set off current tax assets against current tax liabilities and the deferred tax assets and liabilities relate to income taxes levied by the same taxation authority on either the same taxable entity or different taxable entities which intend to either settle current tax liabilities and assets on a net basis, or to realize the assets and settle the liabilities simultaneously, in each future period in which significant amounts of deferred tax assets or liabilities are expected to be settled or recovered.

e) Earnings (loss) per share

The Company presents basic and diluted earnings (loss) per share data for its common shares. Basic earnings (loss) per share is computed by dividing the earnings (loss) by the weighted average number of common shares outstanding during the period. Diluted earnings per share reflects the potential dilution of common share equivalents, such as outstanding stock options and share purchase warrants, in the weighted average number of common shares outstanding during the period, if dilutive. Diluted loss per share is equivalent to basic loss per share, as the potentially dilutive equity instruments would be anti-dilutive.

f) Financial instruments

a) Recognition

The Company recognizes a financial asset or financial liability on the statement of financial position when it becomes party to the contractual provisions of the financial instrument. Financial assets are initially measured at fair value, and are derecognized either when the Company has transferred substantially all the risks and rewards of ownership of the financial asset, or when cash flows expire. Financial liabilities are initially measured at fair value and are derecognized when the obligation specified in the contract is discharged, cancelled or expired. A write-off of a financial asset (or a portion thereof) constitutes a derecognition event. Write-off occurs when the Company has no reasonable expectation of recovering the contractual cash flows of a financial asset.

b) Classification and measurement

The Company determines the classification of its financial instruments at initial recognition. Financial assets and financial liabilities are classified according to the following measurement categories:

- i) those to be measured subsequently at fair value, either through profit or loss ("FVTPL") or through other comprehensive income ("FVTOCI"); and,
- ii) those to be measured subsequently at amortized cost.

Aster Acquisition Corp.
Notes to the Financial Statements
For the periods ended November 30, 2022 and 2021
(Stated in Canadian Dollars)

3. Summary of Significant Accounting Policies (continued)

The classification and measurement of financial assets after initial recognition at fair value depends on the business model for managing the financial asset and the contractual terms of the cash flows. Financial assets that are held within a business model whose objective is to collect the contractual cash flows, and that have contractual cash flows that are solely payments of principal and interest on the principal outstanding, are generally measured at amortized cost at each subsequent reporting period. All other financial assets are measured at their fair values at each subsequent reporting period, with any changes recorded through profit or loss or through other comprehensive income (which designation is made as an irrevocable election at the time of recognition).

After initial recognition at fair value, financial liabilities are classified and measured at either:

- i) amortized cost;
- ii) FVTPL, if the Company has made an irrevocable election at the time of recognition, or when required (for items such as instruments held for trading or derivatives); or,
- iii) FVTOCI, when the change in fair value is attributable to changes in the Company's credit risk.

The Company reclassifies financial assets when and only when its business model for managing those assets changes. Financial liabilities are not reclassified.

Transaction costs that are directly attributable to the acquisition or issuance of a financial asset or financial liability classified as subsequently measured at FVTOCI or amortized cost are included in the fair value of the instrument on initial recognition. Transaction costs for financial assets and financial liabilities classified at FVTPL are expensed in profit or loss.

The Company's financial asset consists of cash, which is classified and subsequently measured at amortized cost. The Company's financial liabilities consist of trade and other payables which are classified and measured at amortized cost using the effective interest method. Interest expense is reported in net loss.

The effective interest method is a method of calculating the amortized cost of a financial asset or liability and of allocating interest income or expense over the relevant period. The effective interest rate is the rate that discounts estimated future cash payments through the expected life of the financial asset or liability, or where appropriate, a shorter period.

c) Impairment

The Company assesses all information available, including on a forward-looking basis the expected credit losses associated with any financial assets carried at amortized cost. The impairment methodology applied depends on whether there has been a significant increase in credit risk. To assess whether there is a significant increase in credit risk, the Company compares the risk of a default occurring on the asset as at the reporting date with the risk of default as at the date of initial recognition based on all information available, and reasonable and supportable forward-looking information.

Aster Acquisition Corp.
Notes to the Financial Statements
For the periods ended November 30, 2022 and 2021
(Stated in Canadian Dollars)

3. Summary of Significant Accounting Policies (continued)

g) Significant accounting judgments and estimates

The preparation of these financial statements requires management to make judgments and estimates and form assumptions that affect the reported amounts of assets and liabilities at the statement of financial position date and reported amounts of expenses during the reporting period. On an ongoing basis, management evaluates its judgments and estimates in relation to assets, liabilities and expenses. Management uses historical experience and various other factors it believes to be reasonable under the given circumstances as the basis for its judgments and estimates. Actual outcomes may differ from these estimates under different assumptions and conditions.

h) Standards and interpretations issued but not yet effective

At the date of authorization of these financial statements, the IASB has not issued any new or revised standards expected to have a material impact on the results and financial position of the Company when adopted.

4. Shareholders' Equity

a) Authorized and issued share capital:

The Company has authorized an unlimited number of common shares without par value.

b) Issued and outstanding

During the year ended November 30, 2022 the Company issued common shares as follows:

- i. the Company completed its initial public offering by way of the prospectus which was receipted March 30, 2022. 3,000,000 Common Shares were issued at a price of \$0.10 per Common Share for total gross proceeds to the Company of \$300,000 (the "Offering"). Pursuant to the agency agreement, the Agent received a cash commission equal to 10% of the gross proceeds of the Offering in addition to a corporate finance fee of \$15,000 plus expenses of \$14,300. The Company also granted to the Agent, an Agent Option to purchase an aggregate of 300,000 Common Shares at a price of \$0.10 per Common Share (valued at \$14,329), which may be exercised for a period of 60 months from the date the Common Shares are listed on the TSX-V. The Company also paid legal, filing and listing fees of \$91,250 that were recorded to share issue cost and recognized a portion of listing fees totaling \$54,419 in transfer agent, regulatory and legal fees in profit and loss.

On June 24, 2022, the Company's shares commenced trading on the TSX Venture Exchange under the symbol "ATR.P".

Aster Acquisition Corp.
Notes to the Financial Statements
For the periods ended November 30, 2022 and 2021
(Stated in Canadian Dollars)

4. Shareholders' Equity (continued)

b) Issued and outstanding (continued)

- ii. On March 3, 2022, the Company received \$15,000 from the issuance of 300,000 common shares at \$0.05 per share.

During the year ended November 30, 2021 the Company issued common shares as follows:

- i. 3,400,000 common shares on November 3, 2021 at a price of \$0.05 per share for aggregate gross proceeds of \$170,000.

c) Escrow shares

Pursuant to an escrow agreement dated March 17, 2022, 3,700,000 common shares issued to directors and officers of the Company prior to the IPO were placed into escrow. Under the Escrow Agreement, 25% of the escrowed common shares will be released from escrow upon completion of a Qualifying Transaction and an additional 25% will be released on the dates 6 months, 12 months and 18 months following the completion of a Qualifying Transaction. As at November 30, 2022, 3,700,000 common shares are placed into escrow.

d) Warrants

The following common share purchase warrants entitle the holders thereof the right to purchase one common share for each warrant. Warrants transaction is as follows:

	November 30, 2022	
	Number of Warrants	Weighted Average Exercise Price
Warrants outstanding, beginning of year	-	\$ -
Issued	300,000	\$ 0.10
Warrants outstanding, end of year	300,000	\$ 0.10

The broker warrants issued during the year ended November 30, 2022 were valued using the Black Scholes option pricing model using the following weighted average assumptions:

	Year ended November 30, 2022
Exercise price	\$0.10
Spot price	\$0.10
Expected life (years)	5
Interest rate	3.19%
Volatility (average)	51.16%
Dividend yield	0.00%

Aster Acquisition Corp.
Notes to the Financial Statements
For the periods ended November 30, 2022 and 2021
(Stated in Canadian Dollars)

5. Financial Instruments

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

- Level 1 — Fair value measurements are derived from quoted prices in active markets or identical assets or liabilities;
- Level 2 - Fair value measurements are derived from inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly; and
- Level 3 - Fair value measurements are derived from valuation techniques that include inputs for the asset or liability that are not based on observable market data.

The carrying values of the financial instruments, comprised of cash and trade and other payables, approximate their fair values due to the short-term nature of these financial instruments.

The Company is exposed to various financial risks resulting from its operations. The Company's management manages financial risks. The Company does not enter into financial instrument agreements, including derivative financial instruments, for speculative purposes. The Company's main financial risk exposures and its financial policies are as follows:

- a) Credit risk
Credit risk is the risk that one party to a financial instrument will cause a financial loss for the other party by failing to discharge an obligation. The Company's cash is exposed to credit risk, with the carrying value being the Company's maximum exposure. The Company's cash consists of funds held in the bank. Management believes the Company's exposure to credit risk is not material. The Company's approach to managing credit risk has not changed during the year ended November 30, 2022.
- b) Market risk
The risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises three types of risk: currency risk, interest rate risk and other price risk. Management does not believe the Company is exposed to significant currency, interest or other price risk. The Company's approach to managing market risk has not changed during the year ended November 30, 2022.
- c) Liquidity risk
Liquidity risk is the risk that the Company will encounter difficulty in meeting obligations associated with financial liabilities. The Company's trade and other payables are all current and due within 90 days of the statement of financial position date. The Company seeks to ensure that it has sufficient capital to meet short term financial obligations after taking into account its operating obligations and cash on hand. The Company's approach to managing liquidity risk has not changed during the year ended November 30, 2022.

Aster Acquisition Corp.
Notes to the Financial Statements
For the periods ended November 30, 2022 and 2021
(Stated in Canadian Dollars)

6. Related Party Transactions

Key management personnel are those persons having authority and responsibility for planning, directing and controlling the activities of the Company, directly or indirectly. Key management personnel include the Company's executive officers and directors.

Key management personnel compensation during the year ended November 30, 2022 was as follows:

	2022	2021
Professional fees	\$ 8,600	\$ 750

Professional fees were billed and accrued for services rendered by the Chief Financial Officer during the year. As at November 30, 2022, \$1,500 was included in trade and other payables.

7. Income Taxes

The actual income tax provisions differ from the expected amounts calculated by applying the Canadian combined federal and provincial corporate income tax rates to the Company's income (loss) before income taxes. The components of these differences are as follows:

	2022	2021
Loss before taxes for period	\$ (105,361)	\$ (19,308)
Combined Canadian federal and provincial income tax rate	27%	27%
Expected income tax recovery	(28,447)	(5,213)
Share issue costs incurred	(28,506)	-
Change in tax benefits not recognized	56,953	5,213
Deferred tax expense (recovery)	\$ -	\$ -

The significant components of the Company's unrecorded deductible temporary differences are as follows:

	2022	2021
Deferred tax assets (liabilities)		
Non-capital losses	\$ 39,362	\$ 5,213
Share issue costs	22,805	-
	62,167	5,213
Unrecognized deferred tax assets	(62,167)	(5,213)
Net deferred tax assets	\$ -	\$ -

The Company has accumulated non-capital losses of approximately \$146,000 which may be deducted in the calculation of taxable income in future years. The losses expire in 2041 and 2042.

Aster Acquisition Corp.
Notes to the Financial Statements
For the periods ended November 30, 2022 and 2021
(Stated in Canadian Dollars)

8. Capital Management

The Company's capital currently consists of common shares in the amount of \$379,420 as at November 30, 2022. Its principal source of cash is from the issuance of common shares. The Company's capital management objectives are to safeguard its ability to continue as a going concern and to have sufficient capital to be able to identify, evaluate and then acquire an interest in businesses or assets.

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 for reasonable general and administrative expenses of the Company. These restrictions apply until completion of a Qualifying Transaction by the Company as defined under the policies of the Exchange Policy 2.4.

General and Administrative Expenses

	Year ended November 30, 2022	Period from incorporation on April 8, 2021 to November 30, 2021
Office and admin expenses	\$ 13,494	\$ 4,052
Corporate Development	\$ 1,809	-

The Company manages the capital structure and makes adjustments to it in light of changes in economic conditions and the risk characteristics of the underlying assets. To maintain or adjust the capital structure, the Company may attempt to issue new shares.

9. Segmented Information

At November 30, 2022, the Company has one reportable operating segment being the identification and evaluation of assets or a business and, once identified or evaluated, to negotiate an acquisition or participation in a business subject to receipt of shareholder approval, if required, and acceptance by regulatory authorities. All of the Company's assets are located in Canada.

An operating segment is defined as a component of the Company:

- that engages in business activities from which it may earn revenues and incur expenses;
- whose operating results are reviewed regularly by the entity's chief operating decision maker; and
- for which discrete financial information is available.