CHABLIS CAPITAL CORP.

Interim Condensed Financial Statements

For the three and six-month period ended July 31, 2024

(Unaudited - Expressed in Canadian Dollars)

MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The accompanying unaudited interim financial statements of Chablis Capital Corp. (the "Company") are the responsibility of management and the Board of Directors.

The unaudited interim 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 interim 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 interim 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 interim 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 interim financial statements and (ii) the unaudited interim 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 interim financial statements.

The Board of Directors is responsible for reviewing and approving the unaudited interim 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 interim 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 interim 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 NO AUDITOR 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, the statements 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 the Corporation have been prepared by management and are responsibility of the Corporation's management. The Corporation's independent auditor has not performed a review or an audit of these interim financial statements.

Chablis Capital Corp.
Interim Statement of Financial Position
As at July 31, 2024 and January 31, 2024
(Expressed in Canadian Dollars)

	Note	**July 31, 2024 (*Unaudited*) $**	January 31, 2024 $
ASSETS			
CURRENT			
Funds held in trust		**227,321**	53,636
TOTAL ASSETS		**227,321**	53,636
LIABILITIES			
CURRENT			
Accounts payable and accrued liabilities		**4,496**	26,385
TOTAL LIABILITIES		**4,496**	26,385
SHAREHOLDERS’ EQUITY			
Share capital	4	**323,450**	100,000
Reserves	4	**48,093**	7,631
Deficit		**(148,718)**	(80,380)
TOTAL SHAREHOLDERS’ EQUITY		**222,825**	27,251
TOTAL LIABILITIES AND SHAREHOLDERS’ EQUITY		**227,321**	53,636

Nature of operations and continuing operations (Note 1)

Approved on behalf of the Board of Directors:

“Victor Cantore"
Victor Cantore, CEO and Director

“Wanda Cutler”
Wanda Cutler, Director

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

Chablis Capital Corp.
Interim Statement of Loss and Comprehensive Loss
For the three and six-month period ended July 31, 2024
(Unaudited - Expressed in Canadian Dollars)

	Note	July 31, 2024 $ (*3 months*)	July 31, 2024 $ (*6 months*)
EXPENSES			
Professional fees		**4,866**	**24,166**
Share-based compensation	4, 5	**27,140**	**27,140**
Filing fees		**17,032**	**17,032**
NET LOSS AND COMPREHENSIVE LOSS		**(49,038)**	**(68,338)**
Loss per share - basic and diluted		**(0.015)**	**(0.026)**
Weighted average number of common shares outstanding - basic and diluted		**3,186,538**	**2,593,269**

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

Chablis Capital Corp.
Interim Statement of Changes in Shareholders' Equity
For the six-month period ended July 31, 2024
(Unaudited - Expressed in Canadian Dollars)

	Note	Number of common shares	Share capital $	Reserves $	Deficit $	Total shareholders' equity $
Balance, January 31, 2024		**2,000,000**	**100,000**	**7,631**	**(80,380)**	**27,251**
Shares issued	4	**3,085,000**	**308,500**	**-**	**-**	**308,500**
Cost of issuance	4	**-**	**(85,050)**	**13,322**	**-**	**(71,728)**
Share-based compensation	4, 5	**-**	**-**	**27,140**	**-**	**27,140**
Net loss and comprehensive loss for the period		**-**	**-**	**-**	**(68,338)**	**(68,338)**
Balance, July 31, 2024		**5,085,000**	**323,450**	**48,093**	**(148,718)**	**222,825**

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

Chablis Capital Corp.
Interim Statement of Cash Flows
For the six-month period ended July 31, 2024
(Unaudited - Expressed in Canadian Dollars)

	Note	July 31, 2024 $
CASH FLOWS USED IN OPERATING ACTIVITIES		
Net loss for the period		**(68,338)**
Items not affecting cash:		
Share-based compensation	4	**27,140**
Changes in non-cash working capital		
Accounts payable and accrued liabilities		**(21,889)**
Cash used in operating activities		**(63,087)**
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issuance of common shares, net of costs	4	**236,772**
Cash used in operating activities		**236,772**
Net decrease in cash for the period		**173,685**
Funds held in trust, beginning of the period		**53,636**
Funds held in trust, end of the period		**227,321**

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

1. NATURE OF OPERATIONS AND CONTINUING OPERATIONS

Chablis Capital Corp., ("Chablis" or "the Company"), was incorporated under the Business Corporations Act (Ontario) on August 9, 2023. The Company's registered address and principal place of business is located at 66 Wellington Street West, Suite 4100, Toronto, Ontario, M5K 1B7.

The Company is listed as a capital pool company ("CPC") on the TSX Venture Exchange (the "Exchange").

As at July 31, 2024, the Company had no business operations. As a CPC, the Company's business objective is to be to identify and evaluate assets or businesses with a view to potential acquisition or participation by completing a Qualifying Transaction ("QT") (as defined in Exchange Policy 2.4) subject, in certain cases, to shareholder approval and acceptance by the Exchange. The Company has neither a history of earnings nor has it paid any dividends and it is unlikely to pay dividends or enjoy earnings in the immediate or foreseeable future. There is no assurance that the Company will identify and successfully acquire businesses or assets that will produce a profit. Moreover, if a potential business or asset is identified which warrants acquisition or participation, additional funds may be required to complete the acquisition or participation and the Company may not be able to obtain such financing on terms which are satisfactory to the Company. Under the policies of the Exchange, the Company must identify and complete a QT within 24 months from the date the Company's shares are listed for trading on the Exchange. There is no assurance that the Company will be able to complete a QT within 24 months of being listed or that it will be able to secure the necessary financing to complete a QT. The Exchange may suspend or de-list the Company's shares from trading should it not meet these requirements.

The Company incurred a net loss for the period, and has an accumulated deficit at July 31, 2024, of $148,718. The Company's ability to continue its operations and to realize its assets at their carrying value is dependent upon obtaining additional financing and completing a QT and ultimately establishing profitable operations. Accordingly, significant doubt exists that the Company will be able to continue as a going concern.

These interim condensed financial statements do not give effect to any adjustments which would be necessary should the Company be unable to continue as a going concern and therefore be required to realize its assets and discharge its liabilities in other than the normal course of business and at amounts different from those reflected in these interim condensed financial statements.

2. BASIS OF PRESENTATION, STATEMENT OF COMPLIANCE

2.1 Statement of compliance

These interim condensed financial statements have been prepared in accordance with International Financial Reporting Standards ("IFRS") as issued by the International Accounting Standards Board ("IASB") applicable to the preparation of interim financial statements, including IAS 34. These interim condensed financial statements do not include all the information and disclosures required in the Company's annual financial statements and should be read in conjunction with the Company's annual financial statements for the year ended January 31, 2024.

These interim condensed financial statements have not been the subject of a review or an audit by the Company's independent auditor and they were approved and authorized by the Board of Directors of the Company on September 30, 2024.

2.2 Basis of measurement

The interim condensed financial statements are prepared on the historical cost basis except for certain financial assets and liabilities classified as fair value through profit or loss ("FVTPL"), which are stated at their fair values. The Company's reporting and functional currency is Canadian dollars, which is the currency of the primary economic environment in which the Company operates.

(Unaudited - Expressed in Canadian Dollars)

3. MATERIAL ACCOUNTING POLICY INFORMATION

The interim condensed financial statements have been prepared following the same accounting policies used in the audited annual financial statements for the year ended January 31, 2024.

The accounting policies have been applied consistently by the Company's entities and to all periods presented in these interim condensed financial statements, unless otherwise indicated.

4. SHARE CAPITAL

The following details the share capital of the Company.

a) Authorized

The Company is authorized to issue an unlimited number of common shares without par value.

b) Issued

All issued shares were fully paid and held in escrow.

Movement in the Company's share capital are as follows:		**Number of shares**	**Amount $**
Balance, August 9, 2023		-	-
Shares issued for cash – to founders	(i)	2,000,000	100,000
Balance, January 31, 2024		**2,000,000**	**100,000**
Shares issued for cash – private placement	(ii)	3,085,000	308,500
Cost of issuance	(ii)	-	(85,050)
Balance, July 31, 2024		**5,085,000**	**323,450**

(i) On October 30, 2023, the Company issued 2,000,000 common shares to founders of the Company at $0.05 per share, for gross proceeds of $100,000.

(ii) On June 28, 2024, the Company issued 3,085,000 common shares in connection with its Initial public offering at $0.10 per share, for gross proceeds of $308,500. The costs of issuance included a commission of $24,680 paid to the Agent, expenses related to the Offering of $47,048 including applicable taxes and disbursements and the issuance of 246,800 broker warrants at a fair value of $13,322.

c) Escrowed shares

As part of the Initial Public Offering, 2,000,000 common shares issued at $0.05 per share are held in escrow pursuant to the requirements of the Exchange. Twenty five percent (25%) of the escrowed common shares will be released from escrow on the issuance of the Final QT Exchange Bulletin (as defined in the policies of the Exchange) (the "Initial Release") and an additional twenty five percent will be released on each of the dates which are six, twelve and eighteen months following the Initial Release.

All common shares acquired on exercise of stock options granted to directors and officers of the Company prior to completion of the QT, must also be deposited in escrow until the Final QT Exchange Bulletin is issued.

(Unaudited - Expressed in Canadian Dollars)

4. SHARE CAPITAL (CONTINUED)

d) ***Share purchase Options***

The Company has a stock option plan (the "Plan") under which the Company may grant options to directors, officers, employees and consultants. The number of shares to be reserved and set aside for issue under this plan is determined from time to time by the Board. The continuity of outstanding stock options is as follows:

		Number of stock options	**Weighted average exercise price per share $**
Balance – August 9, 2023		-	-
Granted	(i)	200,000	0.05
Balance – January 31, 2024		**200,000**	**0.05**
Cancelled	(ii)	(50,000)	0.05
Granted	(ii), (iii)	350,000	0.09
Balance – July 31, 2024		**500,000**	**0.08**

(i) On October 30, 2023, the Company granted 200,000 options with a fair value of $7,631, recorded as options reserve in the statement of shareholders' equity, to the directors and officers. Each option vests at grant date. One option allows the holder to purchase one common share of the Company at an exercise price of $0.05 per common share for a period of 5 years. The weighted average fair value of the options granted during the year of $0.084 per option was estimated at the grant date based on the Black-Scholes valuation model using the following assumptions: share price of $0.05; expected life of 5 years; expected volatility of 100%; expected dividend yield of 0%, forfeiture rate 0%, and a risk-free interest rate of 4.17%.

(ii) On February 26, 2024, the Company cancelled 50,000 options and granted 50,000 options in relation to a resignation of director and the election of a new one. As this transaction was considered as a replacement, only the modification of the initial fair value should be recorded as options reserve in the statement of shareholders' equity, to the directors and officers. Each option vests at grant date. One option allows the holder to purchase one common share of the Company at an exercise price of $0.05 per common share for a period of 5 years. The weighted average fair value of the options granted during the period of $0.037 per option was estimated at the grant date based on the Black-Scholes valuation model using the following assumptions: share price of $0.05; expected life of 5 years; expected volatility of 100%; expected dividend yield of 0%, forfeiture rate 0%, and a risk-free interest rate of 3.68%. As the modification from the initial fair value was not material, nil was recorded as options reserves in the statement of shareholders' equity, to the directors and officers.

(iii) On June 27, 2024, the Company granted 300,000 options with a fair value of $27,140, recorded as options reserve in the statement of shareholders' equity, to the directors and officers. Each option vests at grant date. One option allows the holder to purchase one common share of the Company at an exercise price of $0.10 per common share for a period of 10 years. The weighted average fair value of the options granted during the year of $0.091 per option was estimated at the grant date based on the Black-Scholes valuation model using the following assumptions: share price of $0.10; expected life of 10 years; expected volatility of 100%; expected dividend yield of 0%, forfeiture rate 0%, and a risk-free interest rate of 3.47%.

(Unaudited - Expressed in Canadian Dollars)

4. SHARE CAPITAL (CONTINUED)

The following table provides additional information about outstanding stock options as at July 31, 2024:

Number of options outstanding	Number of options exercisable	Exercise price	Expiry Date	Weighted average remaining life (years)
200,000	**200,000**	**$0.05**	**October 30, 2028**	**4.25**
300,000	**300,000**	**$0.10**	**June 27, 2034**	**9.90**
500,000	**500,000**	**$0.08**		**7.64**

e) ***Warrants***

On June 27, 2024, the Company issued 246,800 broker warrants in connection with its Initial Public Offering as a commission to the broker. Each warrant is exercisable at $0.10 over a two-year period. These warrants were recorded in warrant reserve at the value attributed to them at the time of the issue of the offering being $13,322.

The warrants were valued based on the Black-Scholes valuation model using the following assumptions: share price of $0.10; expected life of 2 years; expected volatility of 100%; expected dividend yield of 0%, forfeiture rate 0%, and a risk-free interest rate of 4.04%.

The continuity of outstanding share warrants is as follows:

	Number of stock options	Weighted average exercise price per share $
Balance – January 31, 2024	-	-
Issued – broker warrants	246,800	0.10
Balance – July 31, 2024	**246,800**	**0.10**

The following table provides additional information about outstanding share warrants as at July 31, 2024:

Exercise price	Number of warrants outstanding	Weighted average remaining life (years)
$0.10	**246,800**	**1.90**

(Unaudited - Expressed in Canadian Dollars)

4. SHARE CAPITAL (CONTINUED)

f) ***Reserves***

The options and warrants reserve accounts have been created to record the offsetting credits of the share-based payment expenses relating to the issuance of stock options and warrants.

	Options	Warrants	Total reserves
	$	$	$
Balance, August 9, 2023	-	-	-
Share-based compensation of the period	7,631	-	7,631
Balance, January 31, 2024	**7,631**	**-**	**7,631**
Share-based compensation of the period	27,140	-	27,140
Brokers warrant	-	13,322	13,322
Balance, July 31, 2024	**34,771**	**13,322**	**48,093**

5. RELATED PARTY TRANSACTIONS

Key management includes the Company's directors, officers and any employees with authority and responsibility for planning, directing and controlling the activities of an entity, directly or indirectly. Certain key management personnel provide services through companies that they control. The following transactions are in the normal course of operations and are measured at their exchange amount, which is the amount agreed upon by the transacting parties.

Related party transactions for the period include the following:

	July 31, 2024 *(3 months)*	July 31, 2024 *(6 months)*
	$	$
Share-based payments – options	**27,140**	**27,140**