SPARK44 CANADA INC.

FINANCIAL STATEMENTS

MARCH 31, 2021

UNAUDITED

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UNAUDITED

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McGovern
Hurley

Audit. Tax. Advisory.

Notice to Reader

On the basis of information provided by management, we have compiled the balance sheet of Spark44 Canada Inc. as at March 31, 2021 and the statement of income and retained earnings for the year then ended.

We have not performed an audit or a review engagement in respect of these financial statements and, accordingly, we express no assurance thereon.

Readers are cautioned that these statements may not be appropriate for their purposes.

McGovern Hurley LLP

McGovern Hurley LLP

Chartered Professional Accountants
Licensed Public Accountants

Toronto, Canada
April 30, 2021

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Toronto, Ontario
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SPARK44 CANADA INC.
BALANCE SHEET
AS AT MARCH 31, 2021

	2021 $	2020 $
ASSETS		
CURRENT		
Cash	1,447,324	1,296,631
Accounts receivable	-	3,872
Prepaid expenses and deposits	22,292	28,749
Taxes recoverable	18,873	-
Other current assets	30,019	-
	1,518,508	1,329,252
ADVANCES TO RELATED PARTY (Note 1)		
Non-interest bearing, no fixed terms of repayment	263,487	658,270
PROPERTY AND EQUIPMENT (Note 2)	18,628	52,571
	1,800,623	2,040,093
LIABILITIES		
CURRENT		
Accounts payable and accrued liabilities	273,747	647,366
Other current liabilities	43,394	43,652
Income taxes payable	-	32,336
	317,141	723,354
SHAREHOLDER'S EQUITY		
SHARE CAPITAL (Note 3)	100	100
RETAINED EARNINGS	1,483,382	1,316,639
	1,483,482	1,316,739
	1,800,623	2,040,093

APPROVED ON BEHALF OF THE BOARD:

Kamran, Director Shalom Shaperkas, CFO - North America

____________________, Director

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APPROVED ON BEHALF OF THE BOARD:

______________________________, Director

______________________________, Director

SPARK44 CANADA INC.
STATEMENT OF INCOME AND RETAINED EARNINGS
FOR THE YEAR ENDED MARCH 31, 2021

	2021 $	2020 $
REVENUE	2,604,128	5,483,531
COST OF SALES	800,931	2,955,490
GROSS MARGIN	1,803,197	2,528,041
GENERAL AND ADMINISTRATIVE EXPENSES		
Salaries and benefits	1,300,010	1,954,646
Professional fees	134,629	157,753
Rent	102,407	120,774
Telephone	42,984	42,151
Repairs and maintenance	6,420	7,061
Office and general	6,019	43,474
Insurance	3,640	3,450
Bank charges	3,579	3,891
Utilities	2,432	2,375
IT expenses	691	1,128
Advertising and promotion	73	821
Travel	-	1,537
Amortization	33,678	39,544
Total Expenses	1,636,562	2,378,605
Income from operations	166,635	149,436
Other income/expense		
Foreign exchange (loss)	-	(2,056)
Management fee revenue	60,885	147,371
Loss on disposal of asset	(519)	-
	60,366	145,315
Income before income taxes	227,001	294,751
Income taxes	60,258	73,629
NET INCOME FOR THE PERIOD	166,743	221,122
RETAINED EARNINGS, beginning of period	1,316,639	1,095,517
RETAINED EARNINGS, end of period	1,483,382	1,316,639

SPARK44 CANADA INC.
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED MARCH 31, 2021

	2021 $	2020 $
CASH FLOWS FROM OPERATING ACTIVITIES		
Net income for the year	166,743	221,122
Charges to income not involving cash:		
Amortization	33,678	39,544
Property and equipment writeoff	519	-
Changes in non-cash working capital:		
Decrease (increase) in accounts receivable	3,872	(1,828)
Decrease in inventory	-	8,235
Decrease in prepaid expenses and deposits	6,457	6,215
(Increase) decrease in taxes recoverable	(18,873)	15,513
(Increase) in other current assets	(30,019)	-
(Decrease) increase in income taxes payable	(32,336)	32,336
(Decrease) increase in accounts payable and accrued liabilities	(373,618)	476,166
(Decrease) in other current liabilities	(258)	(24,630)
Cash flows from operating activities	(243,835)	772,673
CASH FLOWS USED IN INVESTING ACTIVITIES		
Additions to property and equipment	(255)	(16,608)
Decrease (increase) in advances to related party	394,783	(329,331)
Cash flows used in investing activities	394,528	(345,939)
Increase in cash	150,693	426,734
Cash, beginning of year	1,296,631	869,897
Cash, end of year	1,447,324	1,296,631

1. ADVANCES TO RELATED PARTY

	2021 $	2020 $
Jaguar Land Rover Canada ULC	263,487	658,270

2. PROPERTY & EQUIPMENT

	Cost $	Accumulated Amortization $	2021 Net $	2020 Net $
Leasehold improvements	95,210	93,463	1,747	11,881
Computers	99,963	91,956	8,007	21,821
Equipment	57,568	48,694	8,874	18,869
	252,741	234,113	18,628	52,571

3. SHARE CAPITAL

Authorized
- Unlimited number of voting Common shares
- Unlimited number of voting Class A Preferred shares
- Unlimited number of voting Class B Preferred shares
- Unlimited number of non-voting Class C Preferred shares

	2021 $	2020 $
Issued		
100 Common shares	100	100