

# SOLSHARE ENERGY CORPORATION

## FINANCIAL STATEMENTS

for the period ended  
Jan 31, 2021



Solshare Energy Corp.  
Statement of Financial Position  
as at incorporation to current date



	at period ended							
	Jan 31, 2021	Jan 31, 2020	Jan 31, 2019	Jan 31, 2018	Jan 31, 2017	Jan 31, 2016	Jan 31, 2015	Jan 31, 2014
	unaudited	unaudited	unaudited	unaudited	audited	unaudited	audited	unaudited
<b>ASSETS</b>								
<b>Current Assets</b>								
Cash	46,105	4,632	8,881	9,002	740	11,911	7,281	2,000
Cash for projects	-	-	-	70,462	-	-	-	-
VanCity Member Shares	6	6	6	5	5	5	5	-
Accounts Receivable	6,972	1,621	1,468	255	123	819	-	-
GST Receivable	318	(33)	-	3,201	3,231	3,420	-	-
Due from Parent Co - VREC	-	12,372	-	-	-	1,000	-	-
Due from Shareholders	-	-	-	-	-	4,500	-	-
	53,400	18,596	10,354	82,926	4,099	21,655	7,286	2,000
<b>Equipment</b>								
Photovoltaic Systems	133,186	132,036	132,036	124,700	66,700	66,700	-	-
Accum Deprec - PV Systems (see note 2)	(24,031)	(18,738)	(13,457)	(8,175)	(4,557)	(1,560)	-	-
	109,155	113,298	118,579	116,525	62,143	65,140	-	-
Deferred Tax Asset (see note 3)	1,250	1,250	1,350	2,037	980	892	201	-
<b>Total Assets</b>	<b>163,805</b>	<b>133,144</b>	<b>130,284</b>	<b>201,488</b>	<b>67,222</b>	<b>87,687</b>	<b>7,487</b>	<b>2,000</b>
<b>LIABILITIES</b>								
Accounts Payable	5,250	28	85	70,473	-	12,820	-	-
GST Payable	29	(16)	-	-	-	39	-	-
Due from Parent Co. - VREC	2,364	-	-	110	-	-	-	-
Loans Payable	-	-	-	-	-	5,000	-	-
Loan Payable to Shareholders	-	-	-	-	-	-	2,000	-
Restricted Funds (see note 1)	29,538	4,538	-	-	-	-	4,776	-
<b>Total Liabilities</b>	<b>37,181</b>	<b>4,550</b>	<b>85</b>	<b>70,583</b>	<b>-</b>	<b>17,859</b>	<b>6,776</b>	<b>-</b>
<b>EQUITY</b>								
<b>Shares Issued</b>								
Class A Shares	250	250	250	250	250	250	250	250
Class B Shares	250	250	250	250	250	250	250	250
Class C1 Shares	1,500	1,500	1,500	1,500	1,500	1,500	1,500	1,500
Class C2 Shares	118,500	118,500	118,500	118,500	44,000	44,000	-	-
Class C3 Shares	30,000	30,000	30,000	30,000	30,000	30,000	-	-
<b>Total Share Capital</b>	<b>150,500</b>	<b>150,500</b>	<b>150,500</b>	<b>150,500</b>	<b>76,000</b>	<b>76,000</b>	<b>2,000</b>	<b>2,000</b>
Less: Share Issuance Costs	(14,672)	(14,672)	(14,672)	(14,672)	(5,508)	(5,408)	-	-
Incorporation Cost	(1,473)	(1,473)	(1,473)	(1,473)	(1,473)	(1,473)	(1,473)	-
<b>Net Share Capital</b>	<b>134,355</b>	<b>134,355</b>	<b>134,355</b>	<b>134,355</b>	<b>69,019</b>	<b>69,119</b>	<b>527</b>	<b>2,000</b>
Ret. Earnings (Losses) before tax & divs.	14,971	11,158	6,933	1,568	702	893	184	-
Less: Dividends paid	(22,701)	(16,919)	(11,089)	(5,019)	(2,499)	(184)	-	-
Ret. Earnings (Losses) after tax & divs.	(7,731)	(5,761)	(4,156)	(3,451)	(1,797)	709	184	-
<b>Total Equity</b>	<b>126,624</b>	<b>128,594</b>	<b>130,199</b>	<b>130,904</b>	<b>67,222</b>	<b>69,828</b>	<b>711</b>	<b>2,000</b>
<b>Total Liabilities &amp; Equity</b>	<b>163,805</b>	<b>133,144</b>	<b>130,284</b>	<b>201,488</b>	<b>67,222</b>	<b>87,687</b>	<b>7,487</b>	<b>2,000</b>
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Solshare Energy Corp.  
**Statement of Comprehensive Income**  
for periods since incorporation to current date



	Feb 1, 2020 to Jan 31, 2021 unaudited	Feb 1, 2019 to Jan 31, 2020 unaudited	Feb 1, 2018 to Jan 31, 2019 unaudited	Feb 1, 2017 to Jan 31, 2018 unaudited	Feb 1, 2016 to Jan 31, 2017 audited	Feb 1, 2015 to Jan 31, 2016 unaudited	Feb 1, 2014 to Jan 31, 2015 audited	Feb 1, 2013 to Jan 31, 2014 unaudited
<b>INCOME</b>								
Equipment Lease	9,391	9,885	11,560	3,618	2,997	1,560	-	-
Grant Revenue (see note 1)	11,899	3,833	-	-	-	4,776	224	-
Interest Income	12	20	8	2	1	4	2	-
	<b>21,302</b>	<b>13,738</b>	<b>11,569</b>	<b>3,620</b>	<b>2,999</b>	<b>6,340</b>	<b>226</b>	<b>-</b>
<b>OPERATING EXPENSES</b>								
Professional Fees	200	200	200	-	67	2,176	224	-
Bank Fees	9	53	14	93	215	26	19	-
Dues & Subscriptions	88	45	22	90	-	-	-	-
Legal Fees	-	-	-	-	-	-	-	-
Management Fees	-	-	-	-	-	-	-	-
Marketing & Development	11,899	3,833	-	10	-	2,560	-	-
Printing & Reproduction	-	-	-	-	-	-	-	-
	<b>12,197</b>	<b>4,131</b>	<b>235</b>	<b>193</b>	<b>282</b>	<b>4,762</b>	<b>243</b>	<b>-</b>
<b>Operating Earnings (Losses) - EBITDA</b> <i>(Earnings before interest, taxes, depreciation, amortiz)</i>	<b>9,105</b>	<b>9,607</b>	<b>11,334</b>	<b>3,427</b>	<b>2,717</b>	<b>1,578</b>	<b>(17)</b>	<b>-</b>
Less: Depreciation Expense (see note 2)	5,293	5,281	5,281	3,618	2,997	1,560	-	-
<b>Earnings (Losses) before tax &amp; dividends</b>	<b>3,812</b>	<b>4,325</b>	<b>6,052</b>	<b>(190)</b>	<b>(280)</b>	<b>18</b>	<b>(17)</b>	<b>-</b>
Less:								
Current income tax expense	-	-	-	-	-	-	-	-
Income Tax Expense (Recovery) (see note 3)	-	100	687	(1,057)	(89)	(691)	(201)	-
<b>Net and comprehensive income (loss)</b>	<b>3,812</b>	<b>4,225</b>	<b>5,365</b>	<b>866</b>	<b>(192)</b>	<b>709</b>	<b>184</b>	<b>-</b>
Dividend Rate (Class C2)	4.00%	4.00%	4.00%	3.55%	3.30%	3.30%	0.00%	0.00%
Dividends Paid	\$5,782	\$5,830	\$6,070	\$2,520	\$3,040	\$184	\$0	\$0

**Solshare Energy Corp.**  
**Statement of Cash Flows**  
for the year ended Jan 31, 2021



**OPERATING ACTIVITIES**

Net Income	3,812
Add: Depreciation expense	5,293
Decrease (increase) in A/R	(5,702)
Increase (decrease) in A/P	5,267
Income Tax Expense (Recovery)	-

**Net cash provided by operating activities** 8,670

**INVESTING ACTIVITIES**

Sale (purchase) of equipment	(1,150)
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**Net cash from investing activities** (1,150)

**FINANCING ACTIVITIES**

Proceeds from issuance of common shares	-
Common share dividends (paid)	(5,782)
Due to (from) VREC parent company	14,736
Restricted Use Funds (Grant) Changes	25,000

**Net cash from financing activities** 33,954

**Net increase (decrease) in cash** 41,474

**Cash at beginning of year** 4,632

**Cash at year end** **46,105**

## Notes

### Notes

#### 1. Grants

Grant funds remaining from previous years	
Vancity Credit Union Remote Communities Business Development	4,538
New Grant Funding received or owed	
IRP Investment Readiness Program	30,000
ECO Canada wage subsidy for Digital Marketing Specialist	6,899
Grant Funding Used (recognized as Revenue / Expenses)	
Railyard Lab Dossier Creative for branding and marketing materials	5,000
Payroll for Digital Marketing Specialist	6,899
Remaining Grant Funds (recognized as Restricted Funds)	29,538
	-

#### 2. Depreciation

For financial reporting depreciation is based on the industry standard of straight line over 25 years. The solar modules come with a 25 year performance warranty. Module Level Electronics Systems (MLSE) come with or can be upgraded to a 25 year warranty.

For tax purposes Revenue Canada allows an accelerated CCA for solar energy equipment. For leases the equipment is depreciated based on the lease amount.

#### 3. Income taxes

Income tax expense consists of current and deferred tax expense. Income tax expense is recognized in the statement of comprehensive income, except to the extent that it relates directly to equity.

A deferred tax asset is recognized to the extent that it is probable that future taxable profits will be available against which the asset can be utilized. To the extent that the Company does not consider it probable that a deferred tax asset will be recovered, the deferred tax asset is reduced.