

# **SOLSHARE ENERGY CORPORATION**

## **FINANCIAL STATEMENTS**

**for the period ended  
Jan 31, 2024**



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

2024-01-31



at period ended	Jan 31, 2024	Jan 31, 2023	Jan 31, 2022	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	unaudited	unaudited	unaudited	audited	unaudited	audited	unaudited
<b>ASSETS</b>											
Current Assets											
Cash	8,189	25,535	23,442	44,105	4,632	8,881	9,002	740	11,911	7,281	2,000
Cash for projects	-	-	-	-	-	-	70,462	-	-	-	-
VanCity Member Shares	7	7	6	6	6	6	5	5	5	5	-
Accounts Receivable	1,138	629	447	6,972	1,621	1,468	255	123	819	-	-
GST Receivable	520	458	446	318	(33)	-	3,201	3,231	3,420	-	-
Due from Parent Co - VREC (see note 1)	26,014	4,538	4,153	-	12,372	-	-	-	1,000	-	-
Due from Shareholders	-	-	-	-	-	-	-	-	4,500	-	-
	<b>35,869</b>	<b>31,167</b>	<b>28,495</b>	<b>51,400</b>	<b>18,596</b>	<b>10,354</b>	<b>82,926</b>	<b>4,099</b>	<b>21,655</b>	<b>7,286</b>	<b>2,000</b>
Equipment											
Photovoltaic Systems	244,425	244,425	133,186	133,186	132,036	132,036	124,700	66,700	66,700	-	-
Accum Deprec - PV Systems (see note 2)	(46,666)	(36,910)	(29,358)	(24,031)	(18,738)	(13,457)	(8,175)	(4,557)	(1,560)	-	-
	<b>197,759</b>	<b>207,515</b>	<b>103,828</b>	<b>109,155</b>	<b>113,298</b>	<b>118,579</b>	<b>116,525</b>	<b>62,143</b>	<b>65,140</b>	-	-
Deferred Tax Asset (see note 3)	1,250	1,250	1,250	1,250	1,250	1,350	2,037	980	892	201	-
<b>Total Assets</b>	<b>234,877</b>	<b>239,931</b>	<b>133,572</b>	<b>161,805</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	261	270	21	3,250	28	85	70,473	-	12,820	-	-
GST Payable	805	458	446	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)	5,752	6,276	10,030	29,538	4,538	-	-	-	-	4,776	-
Long-term											
Reserve fund for equipment replacement											
<b>Total Liabilities</b>	<b>6,819</b>	<b>7,004</b>	<b>10,498</b>	<b>35,181</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>											
Shares Issued											
Class A Shares	250	250	250	250	250	250	250	250	250	250	250
Class B Shares	250	250	250	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	1,500	1,500	1,500
Class C2 Shares	239,000	239,000	118,500	118,500	118,500	118,500	118,500	44,000	44,000	-	-
Class C3 Shares	29,000	29,000	30,000	30,000	30,000	30,000	30,000	30,000	30,000	-	-
Total Shares	270,000	270,000	150,500	150,500	150,500	150,500	150,500	76,000	76,000	2,000	2,000
Grant income Related to Share Issuance	4,455	4,455	4,455	-	-	-	-	-	-	-	-
Total Share Capital	274,455	274,455	154,955	150,500	150,500	150,500	150,500	76,000	76,000	2,000	2,000
Le Share Issuance Costs	(24,276)	(24,276)	(19,126)	(14,672)	(14,672)	(14,672)	(14,672)	(5,508)	(5,408)	-	-
Amortization - Share Issuance Costs											
Incorporation Cost	(1,473)	(1,473)	(1,473)	(1,473)	(1,473)	(1,473)	(1,473)	(1,473)	(1,473)	(1,473)	-
Amortization - Incorporation Costs											
<b>Net Share Capital</b>	<b>248,705</b>	<b>248,705</b>	<b>134,355</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.	28,418	22,159	17,265	14,971	11,158	6,933	1,568	702	893	184	-
Add: Deferred tax asset											
Le Dividends paid	(49,065)	(37,937)	(28,546)	(22,701)	(16,919)	(11,089)	(5,019)	(2,499)	(184)	-	-
Ret. Earnings (Losses) after tax & divs.	(20,646)	(15,778)	(11,281)	(7,731)	(5,761)	(4,156)	(3,451)	(1,797)	709	184	-
<b>Total Equity</b>	<b>228,059</b>	<b>232,927</b>	<b>123,074</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>234,877</b>	<b>239,931</b>	<b>133,572</b>	<b>161,805</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>
	0	0	0	(0)	0						

**Solshare Energy Corp.**  
**Statement of Changes in Equity**  
**from incorporation to current date**

	for period ended										
	Jan 31, 2024	Jan 31, 2023	Jan 31, 2022	Jan 31, 2021	Jan 31, 2020	Jan 31, 2019	Jan 31, 2018	Jan 31, 2017	Jan 31, 2016	Jan 31, 2015	Jan 31, 2014
Balance at beginning of year (Feb 1)	-	-	126,624	40	139,915	139,785	65,222	67,828	(1,289)	-	-
Shares issued for cash											
A Common Voting	-	-	-	-	-	-	-	-	-	-	250
B Common Non-Voting	-	-	-	-	-	-	-	-	-	-	250
C1 Participating - VREC	-	-	-	-	-	-	-	-	-	-	1,500
C2 Participating	-	120,500	-	-	-	-	74,500	-	44,000	-	-
C3 Participating - Bullfrog Power	-	(1,000)	-	-	-	-	-	-	30,000	-	-
Total shares issued	-	<b>119,500</b>	-	-	-	-	<b>74,500</b>	-	<b>74,000</b>	-	<b>2,000</b>
Audit fee	-	(4,950)	-	-	-	-	(9,164)	(100)	(5,408)	-	-
Securities Com. Off. Mem. filing fee	-	(200)	-	-	-	-	-	-	-	-	-
Software for Share Issuance	-	6,149	(4,455)								
Loan Payable to Shareholders	-	-5,949	4,455	Modules	50.00%	30	15				
Class A Shares	250	250	-	Inverter	7.00%	25	1.75	-	-	(1,473)	-
Year 05	-			Racking	38.00%	50	19	<b>(100)</b>	<b>(5,408)</b>	<b>(1,473)</b>	-
Year 10	-			Electrical	5.00%	80	4				-
LIABILITIES	-	0					39.75				
Software for Share Issuance	-	6,149									
Loan Payable to Shareholders	-	-6,149	(136)					(49)	(12)	-	-
Class A Shares	-	250						(1,435)	(73)	-	-
A	-							(830)	(99)	-	-
Year 10	-							<b>(2,314)</b>	<b>(184)</b>	-	-
LIABILITIES	-	0						(192)	709	184	-
Software for Share Issuance	-	6,149									
						<b>139,915</b>	<b>139,785</b>	<b>65,222</b>	<b>67,828</b>	<b>(1,289)</b>	<b>2,000</b>

**Solshare Energy Corp.**  
**Statement of Comprehensive Income**

for periods since incorporation to current date



		Feb 1, 2023	Feb 1, 2022	Feb 1, 2021	Feb 1, 2020	Feb 1, 2019	Feb 1, 2018	Feb 1, 2017	Feb 1, 2016	Feb 1, 2015	Feb 1, 2014	Feb 1, 2013
	Tax Line	to	to	to	to	to	to	to	to	to	to	to
	GIFI	Jan 31, 2024	Jan 31, 2023	Jan 31, 2022	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	unaudited	unaudited	unaudited	audited	unaudited	audited	unaudited
<b>INCOME</b>												
Equipment Lease	8000	15,806	12,722	7,682	9,391	9,885	11,560	3,618	2,997	1,560	-	-
Grant Revenue (see note 1)	8242	524	3,754	19,484	11,899	3,833	-	-	-	4,776	224	-
Consulting Income		865	-									
Interest Income	8320	636	97	41	12	20	8	2	1	4	2	-
		<b>17,831</b>	<b>16,574</b>	<b>27,207</b>	<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	8871	1,255	240	385	200	200	200	-	67	2,176	224	-
Bank Fees	8710	36	89	17	9	53	14	93	215	26	19	-
Dues & Subscriptions	8761	-	45	45	88	45	22	90	-	-	-	-
Legal Fees		-	-	-	-	-	-	-	-	-	-	-
Management Fees		-	-	-	-	-	-	-	-	-	-	-
Marketing & Development	8524	524	3,754	19,138	11,899	3,833	-	10	-	2,560	-	-
Printing & Reproduction		-	-	-	-	-	-	-	-	-	-	-
		<b>1,815</b>	<b>4,128</b>	<b>19,584</b>	<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>		<b>16,015</b>	<b>12,446</b>	<b>7,622</b>	<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>
<i>(Earnings before interest, taxes, depreciation, amortiz)</i>												
<b>Depreciation Expenses</b>												
Depreciation Expense (see note 2)	8670	9,756	7,552	5,327	5,293	5,281	5,281	3,618	2,997	1,560	-	-
<b>Earnings (Losses) before tax &amp; dividends</b>		<b>6,259</b>	<b>4,894</b>	<b>2,295</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>6,259</b>	<b>4,894</b>	<b>2,295</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)		4.20%	4.20%	4.00%	4.00%	4.00%	4.00%	3.55%	3.30%	3.30%	0.00%	0.00%
Dividends Paid		\$11,128	\$9,391	\$5,845	\$5,782	\$5,830	\$6,070	\$2,520	\$2,314	\$184	\$0	\$0
Dividends Budgeted (to be entered as liability)												
Net & Comp. Income (Loss) per Share		\$0.02	0.018	0.015	0.025	0.028	0.036	0.006	-0.003	0.009	0.092	\$0.00
Number of Shares Outstanding at year end		270000	270000	150500	150500	150500	150500	150500	76000	76000	2000	40

**Solshare Energy Corp.**  
**Statement of Cash Flows**  
for the year ended Jan 31, 2024



**OPERATING ACTIVITIES**

Net Income	6,259
Add: Depreciation expense	9,756
Decrease (increase) in A/R	(571)
Increase (decrease) in A/P	338
Income Tax Expense (Recovery)	-

<b>Net cash provided by operating activities</b>	<b>15,782</b>
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**INVESTING ACTIVITIES**

Sale (purchase) of equipment	-
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<b>Net cash from investing activities</b>	<b>-</b>
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**FINANCING ACTIVITIES**

Proceeds from issuance of common shares	-
Share Issuance Costs	-
Common share dividends (paid)	(11,128)
Due to (from) VREC parent company	(21,476)
Restricted Use Funds (Grant) Changes	(524)

<b>Net cash from financing activities</b>	<b>(33,128)</b>
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<b>Net increase (decrease) in cash</b>	-17,345.70
<b>Cash at beginning of year</b>	25,541.52
<b>Cash at year end</b>	<b>8,195.82</b>

# Notes

## 1. Grants

Grant funds remaining from previous years	
IRP (Investment Readiness Program)	1,738
Vancity Credit Union Remote Communities Business Development (held by VREC - parent company)	4,538
New Grant Funding received or owed	-
Grant Funding Used (recognized as Revenue / Expenses)	
Trip to Bella Coola to investigate project potential	524
Remaining Grant Funds (recognized as Restricted Funds)	<u>5,752</u>
	0

## 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.