

BLUMETRIC ENVIRONMENTAL INC.

CONDENSED UNAUDITED INTERIM FINANCIAL STATEMENTS

**FOR THE SECOND QUARTER AND SIX - MONTH PERIOD ENDED
MARCH 31, 2022**



About Us

BluMetric Environmental Inc. is a publicly traded environmental consulting and water cleantech company. We provide complete solutions to challenges such as water purification, protecting environments, and ensuring health and safety for Industrial/Commercial, Mining, Government, and Military clients.

BluMetric has more than 170 employees operating in ten offices and over 40 years of expertise. From remote northern mines to urban workplaces, we deliver with an interdisciplinary team best suited to solving unique challenges.

HEAD OFFICE
BluMetric Environmental Inc.
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Canada



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Under National Instrument 51-102, Part 4, subsection 4.3(3)(a), if an auditor has not performed a review of the condensed interim financial statements, they must be accompanied by a notice indicating that the financial statements have not been reviewed by an auditor.

The accompanying condensed unaudited interim financial statements of the company have been prepared by, and are the responsibility of, the company's management.

The company's independent auditor has not performed a review of these financial statements in accordance with standards established by the Chartered Professional Accountants of Canada for a review of condensed interim financial statements by an entity's auditor.

BluMetric Environmental Inc.
Condensed Unaudited Interim Statements of Financial Position
As at March 31, 2022 and September 30, 2021

(expressed in Canadian dollars)

	March 31, 2022	September 30, 2021
	\$	\$
Current assets		
Cash	4,251,942	4,727,420
Trade and other receivables (note 4)	6,293,198	4,717,157
Unbilled revenue	1,743,145	3,156,000
Contract assets	2,355,157	2,902,644
Prepaid expenses	522,738	178,044
	<u>15,166,180</u>	<u>15,681,265</u>
Non-current assets		
Property and equipment	199,313	183,299
Intangible assets	57,708	50,589
Right-of-use assets (note 5)	499,645	608,804
Deferred income tax assets	771,666	896,371
	<u>1,528,332</u>	<u>1,739,063</u>
	<u>16,694,512</u>	<u>17,420,328</u>
Current liabilities		
Trade and other payables (note 7)	3,449,778	3,935,145
Contract liabilities	317,067	1,020,609
Current portion of lease liabilities (note 5)	327,935	399,912
Current portion of long-term debt (note 8)	490,208	612,634
	<u>4,584,988</u>	<u>5,968,300</u>
Non-current liabilities		
Long-term debt (note 8)	1,074,322	1,321,435
Lease liabilities (note 5)	227,248	268,563
	<u>1,301,570</u>	<u>1,589,998</u>
	<u>5,886,558</u>	<u>7,558,298</u>
Shareholders' equity		
Share capital	5,787,000	5,600,081
Contributed surplus and other equity	632,945	690,584
Retained earnings	4,388,009	3,571,365
	<u>10,807,954</u>	<u>9,862,030</u>
	<u>16,694,512</u>	<u>17,420,328</u>

Approved by the Board of Directors

 "Ian Mor Macdonald" Director
 Ian Mor Macdonald

 "Jeffrey Talley" Director
 Jeffrey Talley

BluMetric Environmental Inc.
Condensed Unaudited Interim Statements of Changes in Shareholders' Equity
For the six months ended March 31, 2022 and 2021

(expressed in Canadian dollars)

	Common shares #	Share capital \$	Contributed surplus and other equity \$	Retained earnings (deficit) \$	Total \$
Balance – October 1, 2020	28,675,695	5,526,964	703,090	(154,279)	6,075,775
Share-based compensation	-	-	14,407	-	14,407
Exercise of stock options	80,000	27,046	(10,646)	-	16,400
Net earnings and comprehensive income for the period	-	-	-	1,751,665	1,751,665
Balance – March 31, 2021	28,755,695	5,554,010	706,851	1,597,386	7,858,247
Balance – October 1, 2021	28,895,695	5,600,081	690,584	3,571,365	9,862,030
Share-based compensation	-	-	9,280	-	9,280
Exercise of stock options	500,000	186,919	(66,919)	-	120,000
Net earnings and comprehensive income for the period	-	-	-	816,644	816,644
Balance – March 31, 2022	29,395,695	5,787,000	632,945	4,388,009	10,807,954

BluMetric Environmental Inc.

Condensed Unaudited Interim Statements of Net Earnings and Comprehensive Income For the three and six months ended March 31, 2022 and 2021

(expressed in Canadian dollars)

	<u>For the three months ended</u>		<u>For the six months ended</u>	
	<u>March 31, 2022</u>	<u>March 31, 2021</u>	<u>March 31, 2022</u>	<u>March 31, 2021</u>
	<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>
Revenue (note 12,13)	8,213,772	9,138,727	16,030,026	17,290,916
Cost of sales (note 9)	6,412,005	6,475,204	12,183,344	12,407,825
Gross profit	1,801,767	2,663,523	3,846,682	4,883,091
Operating expenses and other items				
Selling, general and administrative (note 9)	1,453,779	1,198,725	2,719,154	2,349,825
Operating profit	347,988	1,464,798	1,127,528	2,533,266
Finance costs (note 9)	23,905	121,521	56,555	241,061
Earnings before income taxes	324,083	1,343,277	1,070,973	2,292,205
Income tax expense (note 10)	59,639	291,455	254,329	540,540
Net earnings and comprehensive income for the period	264,444	1,051,822	816,644	1,751,665
Earnings per share				
Basic	0.01	0.04	0.03	0.06
Diluted	0.01	0.04	0.03	0.06
Weighted average number of shares outstanding (note 11)				
Basic	29,395,695	28,683,473	29,310,530	28,679,541
Diluted	29,443,538	28,949,342	29,414,845	28,784,267

BluMetric Environmental Inc.
Condensed Unaudited Interim Statements of Cash Flows
For the six months ended March 31, 2022 and 2021

(expressed in Canadian dollars)

	For the six months ended	
	March 31, 2022	March 31, 2021
	\$	\$
Cash provided by (used in)		
Operating activities		
Net earnings and comprehensive income for the period	816,644	1,751,665
Non-cash items:		
Deferred income tax expense (note 10)	124,705	484,980
Increase in credit loss allowance	48,028	41,362
Depreciation of property and equipment	31,747	29,351
Amortization of intangible assets	6,481	5,094
Depreciation of right of use assets (note 5)	216,055	270,357
Amortization of deferred financing costs	-	5,579
Share-based compensation	9,280	14,407
Changes in working capital balances	(1,198,252)	(98,004)
	<u>54,688</u>	<u>2,504,791</u>
Investing activities		
Acquisition of property and equipment	(47,761)	(46,741)
Acquisition of intangible assets	(13,600)	(1,394)
	<u>(61,361)</u>	<u>(48,135)</u>
Financing activities		
Repayment of long-term debt	(369,538)	(510,000)
Principal payments on leases (note 5)	(219,267)	(224,086)
Exercise of stock options	120,000	16,400
	<u>(468,805)</u>	<u>(717,686)</u>
Change in cash and cash equivalents during the period	(475,478)	1,738,970
Cash and cash equivalents – Beginning of period	<u>4,727,420</u>	<u>2,470,002</u>
Cash and cash equivalents – End of period	<u>4,251,942</u>	<u>4,208,972</u>
Supplementary Information		
Interest paid	27,951	194,007

BluMetric Environmental Inc.

Notes to Condensed Unaudited Interim Financial Statements

For the three and six months ended March 31, 2022 and 2021

(expressed in Canadian dollars)

1 Nature of operations

BluMetric Environmental Inc. (the Company) is an integrated product and service organization providing sustainable solutions to complex environmental issues in Canada and abroad. The Company serves customers in many industrial sectors, and at all levels of government, both domestically and internationally.

The Company focuses on environmental earth sciences and engineering, contaminated site remediation, water resource management, industrial hygiene, occupational health and safety, water and wastewater design-build and pre-engineered solutions.

The head office of the Company is located at 1682 Woodward Drive Ottawa, Ontario, Canada K2C 3R8. The Company's common shares are listed on the Toronto Venture Exchange (TSXV – BLM) in Canada.

2 Basis of presentation

Statement of compliance

These condensed unaudited interim financial statements have been prepared in compliance with International Accounting Standard 34 Interim Financial Reporting ("IAS 34"). These condensed unaudited interim financial statements do not contain all the information and disclosures required for annual financial statements and should be read in conjunction with the annual audited financial statements of the Company for the year ended September 30, 2021, which have been prepared in accordance with International Financial Reporting Standards ("IFRS") as issued by the International Accounting Standards Board (IASB) and the interpretations of the IFRS Interpretations Committee.

Authorization of financial statements

The condensed unaudited interim financial statements were approved and authorized for issue by the Board of Directors on May 26, 2022.

Presentation and functional currency

The Company's presentation and functional currency is the Canadian dollar.

Basis of measurement

The condensed unaudited interim financial statements have been prepared on the historical cost basis.

BluMetric Environmental Inc.
Notes to Condensed Unaudited Interim Financial Statements
For the three and six months ended March 31, 2022 and 2021

(expressed in Canadian dollars)

Critical accounting judgments and estimates

The preparation of these condensed unaudited interim financial statements requires management to make judgments, estimates, and assumptions that affect the reported amounts of the Company's assets, liabilities, revenue, and expenses during the reporting period presented. The significant judgments made by management when applying the Company's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the Company's September 30, 2021 annual financial statements.

3 Summary of significant accounting policies

The accounting policies set out in the Company's most recent annual audited financial statements have been applied consistently to all periods presented in these condensed unaudited interim financial statements which include considerations for the impacts of the continuing COVID-19 pandemic and new variants. The COVID-19 pandemic has had adverse financial impacts on the global economy and financial markets. There has not been any significant impact on the Company's results to date. However, management continues to monitor for any potential impacts on the operations and financial position of the Company. These condensed unaudited interim financial statements should be read in conjunction with the annual audited financial statements and related note disclosures for the year ended September 30, 2021.

4 Trade and other receivables

	March 31, 2022	September 30, 2021
	\$	\$
Trade and other receivables	6,630,818	5,013,706
Credit loss allowance – trade receivables	(337,620)	(296,549)
	<u>6,293,198</u>	<u>4,717,157</u>

BluMetric Environmental Inc.
Notes to Condensed Unaudited Interim Financial Statements
For the three and six months ended March 31, 2022 and 2021

(expressed in Canadian dollars)

5 Right-of-use assets and lease liabilities

Right of use assets

	For the six months ended March 31, 2022				For the six months ended March 31, 2021			
	Office	Vehicles	IT equipment	Total	Office	Vehicles	IT equipment	Total
	\$	\$	\$	\$	\$	\$	\$	\$
Balance – Beginning of period	580,882	4,495	23,427	608,804	1,100,358	28,690	77,970	1,207,018
Additions	59,467	-	65,000	124,467	-	-	-	-
Lease renewals, reassessments and modifications	-	-	(17,571)	(17,571)	-	(16,485)	-	(16,485)
Amortization	(201,411)	(3,371)	(11,273)	(216,055)	(250,332)	(4,339)	(15,686)	(270,357)
Balance - End of period	438,938	1,124	59,583	499,645	850,026	7,866	62,284	920,176

BluMetric Environmental Inc.
Notes to Condensed Unaudited Interim Financial Statements
For the three and six months ended March 31, 2022 and 2021

(expressed in Canadian dollars)

Lease Liabilities

	<u>For the six months ended March 31, 2022</u>				<u>For the six months ended March 31, 2021</u>			
	<u>Office</u>	<u>Vehicles</u>	<u>IT equipment</u>	<u>Total</u>	<u>Office</u>	<u>Vehicles</u>	<u>IT equipment</u>	<u>Total</u>
	<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>
Balance – Beginning of period	639,251	4,762	24,462	668,475	1,123,720	29,806	80,139	1,233,665
Additions	59,467	-	65,000	124,467	-	-	-	-
Lease renewals, reassessments and modifications	-	-	(18,500)	(18,500)	-	(17,409)	-	(17,409)
Interest expense on lease liabilities	20,792	48	623	21,463	30,634	320	2,100	33,054
Payments	(225,104)	(3,464)	(12,154)	(240,722)	(235,397)	(4,583)	(17,160)	(257,140)
Balance at end of Period	<u>494,406</u>	<u>1,346</u>	<u>59,431</u>	<u>555,183</u>	<u>918,957</u>	<u>8,134</u>	<u>65,079</u>	<u>992,170</u>
Current portion of lease liabilities				<u>327,935</u>				<u>505,474</u>
Non-current portion of lease liabilities				<u>227,248</u>				<u>486,696</u>

BluMetric Environmental Inc.
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For the three and six months ended March 31, 2022 and 2021

(expressed in Canadian dollars)

Lease liabilities are discounted using the Company's incremental borrowing rate at the lease commencement date for each lease. The rates range from 2.99% to 5.95%.

The Company leases buildings for its office spaces across Canada. Lease terms range from less than one to eight years. To provide operational flexibility, the Company seeks to include extension or termination options in its leases. At the commencement of a lease, the Company assesses whether it is reasonably certain it will exercise the lease extension option (or not exercise a termination option). The Company reassesses this when a significant event or significant change in circumstances within the Company's control has occurred.

The Company leases vehicle and office equipment with terms of three to five years. These leases do not usually contain extension options, purchase options, or residual value guarantees. The Company also leases IT equipment and other equipment with terms of one to five years. These leases are generally short-term or for low-value assets.

	For the three months ended		For the six months ended	
	March 31, 2022 \$	March 31, 2021 \$	March 31, 2022 \$	March 31, 2021 \$
Amounts recognized in selling, general and administrative				
Rent expense – variable lease payments	67,973	70,436	123,651	116,446
Expense related to short-term leases	56,497	49,526	112,532	99,493
Expense related to low-value assets	13,262	11,399	31,753	24,023
Income from subleases	(2,961)	(3,461)	(5,422)	(5,922)
	<u>134,771</u>	<u>127,900</u>	<u>262,514</u>	<u>234,040</u>

	For the six months ended	
	March 31, 2022 \$	March 31, 2021 \$
Amounts recognized in the statements of cash flow		
Cash payments for the interest portion of lease liabilities	21,462	33,054
Cash payments for leases not included in the measurement of lease liabilities	<u>262,513</u>	<u>185,823</u>
Cash outflow in operating activities	283,975	218,877
Cash payments for the principal portion of lease liabilities included in financing activities	<u>219,267</u>	<u>224,086</u>
Total cash outflow for leases	<u>503,242</u>	<u>442,963</u>

BluMetric Environmental Inc.
Notes to Condensed Unaudited Interim Financial Statements
For the three and six months ended March 31, 2022 and 2021

(expressed in Canadian dollars)

6 Credit facilities

The Company has a \$2,500,000 operating demand loan available to it as a shared limit between its overdraft facility and letters of credit. The Company has a maximum limit of \$500,000 for the issuance of letters of credit.

As at March 31, 2022, the Company had drawn \$nil on its operating demand loan and \$nil in letters of credit (September 30, 2021 – \$ nil and \$nil, respectively).

The Company has certain covenants in accordance with its credit facilities. As at March 31, 2022, the Company was in compliance with all its covenants.

The Company also has a corporate credit card facility in the amount of \$250,000. As at March 31, 2022, the Company had utilized \$43,044 (September 30, 2021 – \$46,089) against this facility, which is recorded under trade and other payables in the statements of financial position.

7 Trade and other payables

	March 31, 2022	September 30, 2021
	\$	\$
Trade payables	2,100,560	2,207,931
Salaries and benefits payable	891,303	865,925
Other accrued liabilities and payables	457,915	861,289
	<u>3,449,778</u>	<u>3,935,145</u>

8 Long-term debt

	March 31, 2022	September 30, 2021
	\$	\$
Term loan ^(a)	1,564,530	1,803,680
Other financial liabilities ^(b)	-	130,389
	<u>1,564,530</u>	<u>1,934,069</u>
Less: Current portion	490,208	612,634
	<u>1,074,322</u>	<u>1,321,435</u>

BluMetric Environmental Inc.
Notes to Condensed Unaudited Interim Financial Statements
For the three and six months ended March 31, 2022 and 2021

(expressed in Canadian dollars)

- (a) The term loan has a closed four-year term and carries an interest rate of 3.28% per annum with monthly blended payments of \$44,517 commencing May 31, 2021. This term loan matures April 30, 2025, will be carried at amortized cost and is subject to the same covenants as the Company's credit facilities. As at March 31, 2022, the Company was in compliance with all its covenants.
- (b) On November 15, 2012, the Company reached an agreement with a number of creditors with respect to repayment terms for outstanding amounts payable. The agreement required the Company to repay this amount on a monthly basis, with blended payments of principal and interest. This restructured trade debt was previously postponed in favour of the Company's lender but was subsequently released by the lender and repaid in full.

9 Other expense items by nature

	<u>For the three months ended</u>		<u>For the six months ended</u>	
	<u>March 31, 2022</u>	<u>March 31, 2021</u>	<u>March 31, 2022</u>	<u>March 31, 2021</u>
	<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>
Personnel	3,909,277	3,723,948	7,310,317	7,103,096
Direct project expenses	3,007,601	3,188,016	5,822,702	6,158,424
Depreciation and amortization	121,414	152,694	254,283	304,802
Other operating expense	827,492	609,271	1,515,196	1,191,328
	<u>7,865,784</u>	<u>7,673,929</u>	<u>14,902,498</u>	<u>14,757,650</u>
Reported as:				
Cost of sales	6,412,005	6,475,204	12,183,344	12,407,825
Selling, general and administrative	1,453,779	1,198,725	2,719,154	2,349,825
	<u>7,865,784</u>	<u>7,673,929</u>	<u>14,902,498</u>	<u>14,757,650</u>
Finance costs				
Interest on restructured debt	-	4,140	-	7,815
Interest on term and bank loans	13,486	92,527	27,951	184,442
Interest on leases	4,229	16,398	17,569	33,136
Bank charges	3,526	3,494	7,178	7,169
Other finance charges	2,664	4,962	3,857	8,499
	<u>23,905</u>	<u>121,521</u>	<u>56,555</u>	<u>241,061</u>

BluMetric Environmental Inc.
Notes to Condensed Unaudited Interim Financial Statements
For the three and six months ended March 31, 2022 and 2021

(expressed in Canadian dollars)

10 Income tax

The following shows the components of income tax expense:

	<u>For the three months ended</u>		<u>For the six months ended</u>	
	March 31, 2022	March 31, 2021	March 31, 2022	March 31, 2021
	\$	\$	\$	\$
Current tax expense	90,874	55,560	129,624	55,560
Deferred tax expense (recovery)	(31,235)	235,895	124,705	484,980
	<u>59,639</u>	<u>291,455</u>	<u>254,329</u>	<u>540,540</u>

11 Weighted average shares outstanding

	<u>For the three months ended</u>		<u>For the six months ended</u>	
	March 31, 2022	March 31, 2021	March 31, 2022	March 31, 2021
	\$	\$	\$	\$
Issued common shares	29,395,695	28,755,695	29,395,695	28,755,695
Weighted average number of basic common shares	29,395,695	28,683,473	29,310,530	28,679,541
Effect of share options on issuance	47,843	265,869	104,315	104,726
Weighted average number of diluted common shares	<u>29,443,538</u>	<u>28,949,342</u>	<u>29,414,845</u>	<u>28,784,267</u>

Options that were anti-dilutive are not included in the computation of diluted common shares. For the three and six months ended March 31, 2022, 2,972 and 7,397 options were excluded from the calculation because they were anti-dilutive (2021 – 22,495 and nil respectively).

12 Segmented disclosure

The Company provides comprehensive solution-based products and services in the fields of environmental geosciences and engineering, industrial hygiene, occupational health and safety, water and wastewater treatment and environmental management predominately in Canada.

The Company operates under one operating and reportable segment due to the integration between technical disciplines required to serve its customers.

BluMetric Environmental Inc.
Notes to Condensed Unaudited Interim Financial Statements
For the three and six months ended March 31, 2022 and 2021

(expressed in Canadian dollars)

The chief operating decision maker is (collectively) the Chief Executive Officer, the Chief Financial Officer and the Board of Directors. Performance is evaluated by the chief operating decision maker based on gross margin and is measured consistently with gross margin in the financial statements.

Geographical information

The Company operates principally in Canada (country of domicile). Sales reported by customer location based on origin of purchase (i.e., country of domicile of contracting party) are as follows:

	<u>For the three months ended</u>		<u>For the six months ended</u>	
	March 31, 2022 \$	March 31, 2021 \$	March 31, 2022 \$	March 31, 2021 \$
Canada	8,213,772	9,119,143	16,006,311	17,227,742
Other countries	-	19,584	23,715	63,174
	<u>8,213,772</u>	<u>9,138,727</u>	<u>16,030,026</u>	<u>17,290,916</u>

For the six months ended March 31, 2022, approximately 44% of revenue (2021 – 57%) was derived from four customers, of which one customer accounted for over 10% of total revenue (2021 – all customers accounted for over 10% of total revenue). The customers referenced below are not necessarily the same customers in both periods.

	<u>For the six months ended</u>	
	March 31, 2022	March 31, 2021
Customer 1	19%	20%
Customer 2	9%	14%
Customer 3	8%	13%
Customer 4	8%	10%

For the six months ended March 31, 2022, three customers (2021 – three customers) accounted for 45% (2021 – 48%) of accounts receivable.

The Company does not currently, or in the ordinary course of business, hold non-current assets outside of its country of domicile (Canada).

BluMetric Environmental Inc.
Notes to Condensed Unaudited Interim Financial Statements
For the three and six months ended March 31, 2022 and 2021

(expressed in Canadian dollars)

13 Revenue

Disaggregation of revenue

Revenue is disaggregated by customer sector and contract type, since it best depicts how the nature, timing and uncertainty of revenue and cash flows are affected by economic factors.

Revenue from contracts with customers is disaggregated as follows:

	For the three months ended March 31, 2022		
	Fixed price	Time and materials	Total
	\$	\$	\$
Commercial and industrial	720,167	2,257,158	2,977,325
Government	666,383	1,333,094	1,999,477
Military	787,881	1,694,394	2,482,275
Mining	80,370	674,325	754,695
	2,254,801	5,958,971	8,213,772
	For the three months ended March 31, 2021		
	Fixed price	Time and materials	Total
	\$	\$	\$
Commercial and industrial	452,637	2,703,434	3,156,071
Government	1,092,883	976,494	2,069,377
Military	370,985	2,137,432	2,508,417
Mining	111,133	1,293,729	1,404,862
	2,027,638	7,111,089	9,138,727
	For the six months ended March 31, 2022		
	Fixed price	Time and materials	Total
	\$	\$	\$
Commercial and industrial	1,673,667	4,643,036	6,316,703
Government	1,598,663	2,556,565	4,155,228
Military	1,074,903	2,350,426	3,425,329
Mining	102,300	2,030,466	2,132,766
	4,449,533	11,580,493	16,030,026

BluMetric Environmental Inc.
Notes to Condensed Unaudited Interim Financial Statements
For the three and six months ended March 31, 2022 and 2021

(expressed in Canadian dollars)

	For the six months ended March 31, 2021		
	Fixed price \$	Time and materials \$	Total \$
Commercial and industrial	1,060,807	5,123,237	6,184,044
Government	2,343,165	1,821,355	4,164,520
Military	527,920	3,152,730	3,680,650
Mining	519,088	2,742,614	3,261,702
	4,450,980	12,839,936	17,290,916

Revenue from substantially all the Company's contracts is recognized over time because of the continuous transfer of control to the customer. For the six months ended March 31, 2022, \$466,704 or 3% (2021 – \$1,739,076 or 10%) was recognized at a point in time, which primarily related to mining sector customers.

14 Related party transactions

Compensation of key management personnel

The remuneration of key management personnel, including directors, during the period was as follows:

	For the three months ended		For the six months ended	
	March 31, 2022 \$	March 31, 2021 \$	March 31, 2022 \$	March 31, 2021 \$
Salaries	469,619	257,181	708,869	457,613
Short-term benefits	24,720	25,373	48,641	50,747
Share-based compensation	4,581	10,422	9,280	14,407
	498,920	292,976	766,790	522,767

15 Liquidity risk

Liquidity risk is the risk the Company may not be able to meet its financial obligations as they come due. The Company currently settles all of its financial obligations out of cash and its operating demand loan facility. The ability to do so relies on the Company collecting its accounts receivable in a timely manner and by maintaining sufficient cash in excess of anticipated needs.

As at March 31, 2022, the Company had the following balances available on its credit facilities: operating demand loan – \$2,500,000; and credit card facility – \$206,956.

As at March 31, 2022, the Company had approximately \$6.8 million in availability between its operating line and cash balances.