Petrolympic Ltd.

Condensed Interim Consolidated Financial Statements

Three Months Ended March 31, 2020

(Expressed In Canadian Dollars)

(Unaudited)

NOTICE TO READER

The accompanying unaudited condensed interim consolidated financial statements of Petrolympic Ltd. (the "Company") have been prepared by and are the responsibility of management. The unaudited condensed interim consolidated financial statements as at and for the three months ended March 31, 2020 have not been reviewed by the Company's auditors.

Petrolympic Ltd.

Condensed Interim Consolidated Statements of Financial Position
(Expressed in Canadian Dollars)
(Unaudited)

	As at March 31, 2020	As at December 31, 2019
ASSETS		
Current assets		
Cash and cash equivalents (note 3)	**$ 29,716**	$ 24,405
Other assets (note 4)	**6,494**	6,494
Total current assets	**36,210**	30,899
Non-current assets		
Equipment (note 5)	**5,538**	6,629
Reclamation bond	**11,293**	10,338
Total non-current assets	**16,831**	16,967
Total assets	**$ 53,041**	$ 47,866
SHAREHOLDERS' DEFICIENCY AND LIABILITIES		
Current liabilities		
Accounts payable and accrued liabilities (notes 6, 11(b) and 14)	**$ 679,160**	$ 607,014
Advances from related party (note 7)	**153,237**	111,712
Total current liabilities	**832,397**	718,726
Shareholders' deficiency		
Share capital (note 8)	**9,392,959**	9,402,939
Reserves	**876,940**	878,183
Deficit	**(11,049,255)**	(10,951,982)
Total shareholders' deficiency	**(779,356)**	(670,860)
Total shareholders' deficiency and liabilities	**$ 53,041**	$ 47,866

The notes to the unaudited condensed interim consolidated financial statements are an integral part of these statements.

Nature of operations and going concern (note 1)
Commitments and contingencies (note 15)
Subsequent events (note 17)

Petrolympic Ltd.

Condensed Interim Consolidated Statements of Loss and Comprehensive Loss
(Expressed in Canadian Dollars)
(Unaudited)

		Three Months Ended March 31, 2020		2019
Operating expenses				
Exploration and evaluation expenditures (note 11)	**$**	**1,091**	$	51,183
General and administrative (note 13)		**95,361**		154,330
Operating loss		**(96,452)**		(205,513)
Other expenses				
Foreign exchange loss		**(821)**		(797)
Net loss for the period	**$**	**(97,273)**	$	(206,310)
Other comprehensive (loss) income				
Item that will be reclassified subsequently to profit or loss:				
Exchange differences on translating foreign operations		**(11,223)**		513
Comprehensive loss for the period	**$**	**(108,496)**	$	(205,797)
Basic and diluted net loss per share (note 12)	**$**	**(0.00)**	$	(0.00)
Weighted average number of common shares outstanding (note 12)		**110,443,894**		110,443,894

The notes to the unaudited condensed interim consolidated financial statements are an integral part of these statements.

Petrolympic Ltd.
Condensed Interim Consolidated Statements of Cash Flows
(Expressed in Canadian Dollars)
(Unaudited)

	Three Months Ended March 31, 2020	Three Months Ended March 31, 2019
Operating activities		
Net loss for the period	**$ (97,273)**	$ (206,310)
Adjustments for:		
Depreciation (note 5)	**1,091**	642
Share-based payments	**-**	82,285
Change in unrealized foreign exchange	**805**	267
Non-cash working capital items:		
Other assets	**-**	(17,659)
Accounts payable and accrued liabilities	**72,146**	46,681
Reclamation bond	**(955)**	235
Net cash and cash equivalents used in operating activities	**(24,186)**	(93,859)
Financing activities		
Loan proceeds (note 7)	**29,588**	27,917
Net cash and cash equivalents provided by financing activities	**29,588**	27,917
Effect of exchange rate fluctuations on cash in foreign currency held	**(91)**	(232)
Net change in cash and cash equivalents	**5,311**	(66,174)
Cash and cash equivalents, beginning of period	**24,405**	102,591
Cash and cash equivalents, end of period (note 3)	**$ 29,716**	$ 36,417

The notes to the unaudited condensed interim consolidated financial statements are an integral part of these statements.

Petrolympic Ltd.

Condensed Interim Consolidated Statements of Changes in Shareholders' Deficiency
(Expressed in Canadian Dollars)
(Unaudited)

	Share capital	Reserves: Contributed surplus	Reserves: Warrant reserve	Reserves: Other comprehensive loss	Deficit	Total
Balance, December 31, 2018	**$ 9,417,016**	**$ 1,156,857**	**$ 195,015**	**$ 15,013**	**$ (11,054,889)**	**$ (270,988)**
Share-based payment	-	82,285	-	-	-	82,285
Foreign operations currency translation reserve	-	-	-	513	-	513
Net loss for the period	-	-	-	-	(206,310)	(206,310)
Balance, March 31, 2019	**$ 9,417,016**	**$ 1,239,142**	**$ 195,015**	**$ 15,526**	**$ (11,261,199)**	**$ (394,500)**
Balance, December 31, 2019	**$ 9,402,939**	**$ 650,080**	**$ 209,092**	**$ 19,011**	**$ (10,951,982)**	**$ (670,860)**
Warrant extension revaluation (note 10(i))	(9,980)	-	9,980	-	-	-
Foreign operations currency translation reserve	-	-	-	(11,223)	-	(11,223)
Net loss for the period	-	-	-	-	(97,273)	(97,273)
Balance, March 31, 2020	**$ 9,392,959**	**$ 650,080**	**$ 219,072**	**$ 7,788**	**$ (11,049,255)**	**$ (779,356)**

The notes to the unaudited condensed interim consolidated financial statements are an integral part of these statements.

1. Nature of operations and going concern

Petrolympic Ltd. (the "Company" or "Petrolympic") was incorporated under the Business Corporations Act (Ontario). Petrolympic is an exploration company, engaged in the acquisition, exploration and development of petroleum and natural gas properties. At the date of these unaudited condensed interim consolidated financial statements, the Company has not yet discovered any significant deposits, nor has it generated any profit from its activities. The Company's common shares are listed on the TSX Venture Exchange under the symbol PCQ and on the OTCQX International under the symbol PCQRF. The primary office is located at The Canadian Venture Building, 82 Richmond Street East, Toronto, Ontario, Canada, M5C 1P1. The Company's year end is December 31st.

Petrolympic is at an early stage of exploration and, as is common with many exploration companies, it raises financing for its exploration and acquisition activities in discrete tranches. The Company had a working capital deficiency of $796,187 at March 31, 2020 (December 31, 2019 - working capital deficiency of $687,827). As at March 31, 2020, the Company has a deficit of $11,049,255 (December 31, 2019 - $10,951,982). For the three months ended March 31, 2020, the Company had a comprehensive loss of $108,496 (three months ended March 31, 2019 - comprehensive loss of $205,797). For the three months ended March 31, 2020, the Company had total cash inflows of $5,311 (three months ended March 31, 2019 - cash outflows of $66,174). These conditions raise material uncertainties which cast significant doubt as to the Company's ability to continue as a going concern.

The Company's ability to continue as a going concern is dependent upon its obtaining additional financing and eventually achieving profitable operations in the future. The Company is currently evaluating various options in order to address its financing needs. There can be no assurance that the Company's financing activities will continue to be successful or sufficient.

These unaudited condensed interim consolidated financial statements have been prepared using accounting policies applicable to a going concern, which contemplates the realization of assets and settlement of liabilities in the normal course of business as they become due. These unaudited condensed interim consolidated financial statements do not reflect the adjustments to the carrying values of assets and liabilities that would be necessary if the Company were unable to continue as a going concern and was required to realize its assets or discharge its obligations in anything other than the ordinary course of operations. These adjustments could be material.

2. Significant accounting policies

Statement of compliance

The Company applies International Financial Reporting Standards ("IFRS") as issued by the International Accounting Standards Board ("IASB") and interpretations issued by the IFRS Interpretations Committee ("IFRIC"). These unaudited condensed interim consolidated financial statements have been prepared in accordance with International Accounting Standard 34, Interim Financial Reporting. Accordingly, they do not include all of the information required for full annual financial statements required by IFRS as issued by the IASB and interpretations issued by the IFRIC.

The policies applied in these unaudited condensed interim consolidated financial statements are based on IFRS's issued and outstanding as of June 30, 2020, the date the Board of Directors approved the statements. The same accounting policies and methods of computation are followed in these unaudited condensed interim consolidated financial statements as compared with the most recent annual consolidated financial statements as at and for the year ended December 31, 2019, except as noted below. Any subsequent changes to IFRS that are given effect in the Company's annual consolidated financial statements for the year ending December 31, 2020 could result in restatement of these unaudited condensed interim consolidated financial statements.

(Expressed in Canadian Dollars)

2. Significant accounting policies (continued)

New standards adopted

IFRS 3, Business Combinations ("IFRS 3")

Amendments to IFRS 3, issued in October 2018, provide clarification on the definition of a business. The amendments permit a simplified assessment to determine whether a transaction should be accounted for as a business combination or as an asset acquisition.

The amendments are effective for transactions for which the acquisition date is on or after the beginning of the first annual reporting period beginning on or after January 1, 2020. The adoption of the amendments had no impact on the Company's unaudited condensed interim consolidated financial statements.

IAS 1, Presentation of Financial Statements ("IAS 1")

Amendments to IAS 1, issued in October 2018, provide clarification on the definition of material and how it should be applied. The amendments also align the definition of material across IFRS and other publications.

The amendments are effective for annual periods beginning on or after January 1, 2020 and are required to be applied prospectively. The adoption of the amendments had no impact on the Company's unaudited condensed interim consolidated financial statements.

IAS 8, Accounting Policies, Changes in Accounting Estimates and Errors ("IAS 8")

Amendments to IAS 8, issued in October 2018, provide clarification on the definition of material and how it should be applied. The amendments also align the definition of material across IFRS and other publications.

The amendments are effective for annual periods beginning on or after January 1, 2020 and are required to be applied prospectively. The adoption of the amendments had no impact on the Company's unaudited condensed interim consolidated financial statements.

3. Cash and cash equivalents

	As at March 31, 2020	As at December 31, 2019
Cash	**$ 19,716**	$ 14,405
Guaranteed investment certificates	**10,000**	10,000
Total	**$ 29,716**	$ 24,405

4. Other assets

	As at March 31, 2020	As at December 31, 2019
Prepaid expenses	**$ 6,494**	$ 6,494
	$ 6,494	$ 6,494

(Expressed in Canadian Dollars)

5. Equipment

Cost

		Oil and gas equipment
Balance, December 31, 2018, December 31, 2019 and March 31, 2020	**$**	**56,947**

Accumulated depreciation

		Oil and gas equipment
Balance, December 31, 2018	**$**	**48,392**
Depreciation		1,926
Balance, December 31, 2019		**50,318**
Depreciation		1,091
Balance, March 31, 2020	**$**	**51,409**

Carrying amounts

		Oil and gas equipment
At December 31, 2019	**$**	**6,629**
At March 31, 2020	**$**	**5,538**

6. Accounts payable and accrued liabilities

		As at March 31, 2020		As at December 31, 2019
Trade payables	**$**	**60,579**	$	67,754
Accrued liabilities (note 14(b))		**618,581**		539,260
	$	**679,160**	$	607,014

7. Advances from related party

During the three months ended March 31, 2020, the Company received $29,588 (US$22,000) in advances from Mendel Ekstein who is a major shareholder and director of the Company. Advances of $153,237 (US$108,012) were outstanding at March 31, 2020. The advances are unsecured, do not bear any interest and are due on demand.

During the three months ended March 31, 2019, the Company received $27,917 (US$21,000) in advances from Mendel Ekstein who is a major shareholder and director of the Company. Advances of $111,712 (US$86,012) were outstanding at December 31, 2019. The advances are unsecured, do not bear any interest and are due on demand.

(Expressed in Canadian Dollars)

8. Share capital

a) Authorized share capital

At March 31, 2020, the authorized share capital consisted of an unlimited number of common shares. The common shares do not have a par value. All issued shares are fully paid.

b) Common shares issued

At March 31, 2020, the issued share capital amounted to $9,392,959.

	Number of common shares	Amount
Balance, December 31, 2018 and March 31, 2019	**110,443,894**	**$ 9,417,016**
Balance, December 31, 2019	**110,443,894**	**$ 9,402,939**
Extension of warrants (note 10(i))	-	(9,980)
Balance, March 31, 2020	**110,443,894**	**$ 9,392,959**

9. Stock options

The following table reflects the continuity of stock options for the periods presented:

	Number of stock options	Weighted average exercise price ($)
Balance, December 31, 2018	**8,630,000**	**0.17**
Granted (i)	850,000	0.10
Balance, March 31, 2019	**9,480,000**	**0.16**

	Number of stock options	Weighted average exercise price ($)
Balance, December 31, 2019 and March 31, 2020	**7,400,000**	**0.11**

(i) On March 12, 2019, the Company granted 850,000 options of the Company at a price of $0.10 per share, expiring March 12, 2024. The fair value of these options at the date of grant was estimated using the Black-Scholes option pricing model with the following assumptions: a five year expected average life; share price of $0.055; 117% volatility; risk-free interest rate of 1.63%; and a dividend yield of 0%. Volatility is calculated based on the changes in historical stock prices over the expected life of the options. The fair value assigned to these options was $35,100. During the three months ended March 31, 2020, $nil (three months ended March 31, 2019 - $35,100) was expensed in the unaudited condensed interim consolidated statement of loss and comprehensive loss with a corresponding amount allocated to contributed surplus. These options have fully vested.

(Expressed in Canadian Dollars)

9. Stock options (continued)

The following table reflects the actual stock options issued and outstanding as of March 31, 2020:

Expiry date	Exercise price ($)	Weighted average remaining contractual life (years)	Number of options outstanding	Number of options vested (exercisable)
August 21, 2020	0.100	0.39	100,000	100,000
May 30, 2022	0.120	2.16	1,100,000	1,100,000
May 28, 2023	0.105	3.16	5,350,000	5,350,000
March 12, 2024	0.100	3.95	850,000	850,000
		3.06	**7,400,000**	**7,400,000**

10. Warrants

The following table reflects the continuity of warrants for the periods presented:

	Number of warrants	Grant date fair value ($)
Balance, December 31, 2018 and March 31, 2019	**4,272,028**	**195,015**
Balance, December 31, 2019	**4,272,028**	**209,092**
Warrant extension (i)	-	9,980
Balance, March 31, 2020	**4,272,028**	**219,072**

The following table reflects the actual warrants issued as of March 31, 2020:

Number of warrants outstanding	Fair value ($)	Exercise price ($)	Expiry date
1,818,182	100,637	0.25	October 3, 2020
1,300,000	86,454	0.25	(i) March 23, 2022
1,153,846	31,981	0.25	June 22, 2020
4,272,028	219,072	0.25	

(i) On March 22, 2020, the Company extended the expiry dates of 1,300,000 common share purchase warrants from March 23, 2020 to March 23, 2022. Each warrant entitles the holder to purchase one common share of the Company. The Company recorded the incremental difference of $9,980 as a capital transaction based on the fair value of these warrants immediately prior to and after the modification. These warrants were valued immediately prior to the subsequent extension using the following Black-Scholes option pricing model parameters; a risk-free interest rate of 0.51%, a dividend yield of 0%, a volatility of 136%, and an expected life of 2.0 years.

(Expressed in Canadian Dollars)

11. Exploration and evaluation expenditures

	Three Months Ended March 31, 2020	Three Months Ended March 31, 2019
Québec, Canada (a)		
Gross exploration activities		
Permits and licenses	**$ -**	$ 50,541
Net costs	**$ -**	$ 50,541
Texas, USA (b)		
Depreciation	**$ 1,091**	$ 642
Net costs	**$ 1,091**	$ 642
Total exploration costs	**$ 1,091**	$ 51,183

(a) Québec Properties, Québec (Canada)

During the three months ended March 31, 2020, the Company's share of exploration and evaluation expenditures on its Québec, Canada property interests amounted to $nil (three months ended March 31, 2019 - $50,541). Total cumulative exploration and evaluation expenditures incurred on its Québec, Canada property interests to March 31, 2020 amounted to $6,092,240 (December 31, 2019 - $6,092,240).

(b) Chittim Ranch Property, Texas (USA)

During the three months ended March 31, 2020, the Company's share of exploration and evaluation expenditures on its Chittim Ranch property in Texas (USA) amounted to $1,091 (three months ended March 31, 2019 - $642). Total cumulative exploration and evaluation expenditures incurred on its Chittim Ranch property to March 31, 2020 amounted to $1,860,994 (December 31, 2019 - $1,859,903).

For the three months ended March 31, 2020, the Company paid $nil in royalties to Shell Western E&P Inc. ("SWEPI") (three months ended March 31, 2019 - $nil). As at March 31, 2020, the Company owed $21,411 (US$15,092) in royalties to SWEPI (December 31, 2019 - $19,601 (US$15,092)) and this amount was included in accounts payable and accrued liabilities. The $21,411 was accrued from oil revenues earned in 2013 and 2014, it however has not been paid because the Company is currently investigating who the royalties are due to.

12. Net loss per share

The calculation of basic and diluted loss per share for the three months ended March 31, 2020 was based on the loss attributable to common shareholders of $97,273 (three months ended March 31, 2019 - $206,310) and the weighted average number of common shares outstanding of 110,443,894 (three months ended March 31, 2019 - 110,443,894). Diluted loss per share did not include the effect of 7,400,000 options outstanding (March 31, 2019 - 9,480,000 options outstanding) as they are anti-dilutive. Diluted loss per share did not include the effect of 4,272,028 warrants outstanding (March 31, 2019 - 4,272,028 warrants outstanding) as they are anti-dilutive.

(Expressed in Canadian Dollars)

13. General and administrative

	Three Months Ended March 31, 2020	2019
Share-based payment (notes 9 and 14)	**$ -**	$ 82,285
Professional fees	**13,199**	8,753
Management fees	**71,937**	36,353
Administrative and general	**3,605**	12,393
Investor relations and promotion	**5,328**	8,281
Reporting issuer costs	**1,292**	6,265
	$ 95,361	$ 154,330

14. Related party balances and transactions

Related parties include the Board of Directors, officers, close family members and enterprises that are controlled by these individuals as well as certain persons performing similar functions.

As at March 31, 2020, Mendel Ekstein, an officer and director of the Company, controls or indirectly controls 26,528,736 common shares of the Company, or approximately 24% of the total common shares outstanding. As at March 31, 2020, Andreas Jacob, a director of the Company, controls or indirectly controls 11,967,625 common shares of the Company, or approximately 11% of the total common shares outstanding. As at March 31, 2020, the remaining directors and/or officers of the Company collectively control 887,541 common shares of the Company or less than 1% of the total common shares outstanding. To the knowledge of directors and officers of Petrolympic, the remainder of the Company's outstanding common shares are widely held. These holdings can change at any time at the discretion of the owner.

(a) Petrolympic entered into the following transactions with related parties. The Company defines key management as its Chief Executive Officer ("CEO"), Chief Financial Officer ("CFO") and Board of Directors:

		Three Months Ended March 31, 2020	2019
Marrelli Support Services Inc. ("Marrelli Support")	(i)	**$ 8,055**	$ 6,272
DSA Corporate Services Inc. ("DSA Corp")	(ii)	**1,950**	1,981
DSA Filing Services Limited ("DSA Filing")	(iii)	**-**	375
Fogler Rubinoff LLP ("Fogler")	(iv)	**(306)**	-
Mendel Ekstein	(v)	**29,588**	27,917

(i) For the three months ended March 31, 2020, the Company expensed $8,055 (three months ended March 31, 2019 - $6,272) to Marrelli Support for the services of Carmelo Marrelli to act as CFO of the Company. In addition, Marrelli Support also provides bookkeeping services to the Company. Carmelo Marrelli is the Managing Director of Marrelli Support. As at March 31, 2020, Marrelli Support was owed $9,102 (December 31, 2019 - $11,682) and this amount was included in accounts payable and accrued liabilities.

(ii) For the three months ended March 31, 2020, the Company expensed $1,950 (three months ended March 31, 2019 - $1,981) to DSA Corp for corporate secretarial services. DSA Corp is affiliated with Marrelli Support through common ownership. As at March 31, 2020, DSA Corp was owed $2,204 (December 31, 2019 - $2,940) and this amount was included in accounts payable and accrued liabilities.

(iii) For the three months ended March 31, 2020, the Company expensed $nil (three months ended March 31, 2019 - $375) to DSA Filing for corporate filing services. DSA Filing is affiliated with Marrelli Support through common ownership. As at March 31, 2020, DSA Filing was owed $170 (December 31, 2019 - $254) and this amount was included in accounts payable and accrued liabilities.

(Expressed in Canadian Dollars)

14. Related party balances and transactions (continued)

(iv) For the three months ended March 31, 2020, the Company expensed $(306) (three months ended March 31, 2019 - $nil) to Fogler for legal services. Adam Szweras, the Corporate Secretary of Petrolympic, is a partner at Fogler. As at March 31, 2020, Fogler was owed $nil (December 31, 2019 - $963) and this amount was included in accounts payable and accrued liabilities.

(v) Refer to note 7.

(b) Remuneration of directors and key management personnel of the Company was as follows:

	Three Months Ended March 31, 2020	Three Months Ended March 31, 2019
Salaries and benefits	**$ 71,937**	$ 36,353
Share-based payments	**-**	82,285
Total remuneration	**$ 71,937**	$ 118,638

Payments to directors and key management personnel of the Company include certain transactions with related parties in (a) above, and (b) remuneration to directors and key management personnel of the Company. As at March 31, 2020, directors and key management personnel of the Company were owed $356,662 or US$275,000 (December 31, 2019 - $284,725 or US$245,000) for remuneration and reimbursable expenses, excluding amounts disclosed in (a) above.

Included in accounts payable and accrued liabilities is an amount of $200,000 bonus payment to management, payable in common shares of the Company at $0.105 per share for a total of 952,381 common shares to each officer, or 1,904,762 common shares in aggregate, subject to regulatory approval.

15. Commitments and contingencies

Québec, Canada

Effective January 1, 2017, in order to maintain its petroleum and natural gas permits in good standing, the Company must pay an annual fee of $10.30 per square km. The Quebec Government has decided to maintain the annual rent obligations until further notice while completing environmental studies and preparing new Quebec oil and gas laws and regulations. Until then, permits owners must only pay the annual rental and have no work obligations to keep their permits. Present exploration expenditures (without hydraulic fracturation) are allowed and will be cumulated and credited to future permits work obligations.

The Company's operations are subject to government environmental protection legislation. Environmental consequences are difficult to identify in terms of results, timetable and impact.

At this time, to management's best knowledge, the Company's operations are in compliance with current laws and regulations.

(Expressed in Canadian Dollars)

16. Segmented information

As at March 31, 2020, the Company operates primarily in two reportable geographical segments, being the exploration for petroleum and natural gas interests in Canada and the USA. The Company maintains a head office in Toronto, Canada.

Three Months Ended March 31, 2020

	Canada	USA	Total
Revenues	$ -	$ -	$ -
Comprehensive loss	$ 96,182	$ 12,314	$ 108,496

Three Months Ended March 31, 2019

	Canada	USA	Total
Revenues	$ -	$ -	$ -
Comprehensive loss	$ 202,765	$ 3,032	$ 205,797

As at March 31, 2020

	Canada	USA	Total
Current assets	$ 36,151	$ 59	$ 36,210
Non-current assets	$ -	$ 16,831	$ 16,831

As at December 31, 2019

	Canada	USA	Total
Current assets	$ 22,323	$ 8,576	$ 30,899
Non-current assets	$ -	$ 16,967	$ 16,967

17. Subsequent events

Since December 31, 2019, the outbreak of the novel strain of coronavirus, specifically identified as “COVID-19”, has resulted in governments worldwide enacting emergency measures to combat the spread of the virus. These measures, which include the implementation of travel bans, self-imposed quarantine periods and social distancing, have caused material disruption to businesses globally resulting in an economic slowdown. Global equity markets have experienced significant volatility and weakness. Governments and central banks have reacted with significant monetary and fiscal interventions designed to stabilize economic conditions. The duration and impact of the COVID-19 outbreak is unknown at this time, as is the efficacy of the government and central bank interventions. It is not possible to reliably estimate the length and severity of these developments and the impact on the financial results and condition of the Company and its operating subsidiaries in future periods.

On June 19, 2020, the Company applied to the TSX Venture Exchange to extend the terms of 1,153,846 common share purchase warrants with an exercise price of $0.25 originally issued on October 22, 2018. Upon the approval of the TSX Venture Exchange, the expiry dates of the October 22, 2018 warrants will be extended to June 22, 2023.

In June 2020, the Company received a loan of $40,000 through the Canadian Emergency Business Account Program (“CEBA Loan”), which provides financial relief for Canadian small businesses during the COVID-19 pandemic. The CEBA Loan has an initial term date on December 31, 2022 (the “Initial Term Date”) and may be extended to December 31, 2025. The CEBA Loan is non-revolving, with an interest rate being 0% per annum prior to the Initial Term Date and 5% per annum thereafter during any extended term, which is calculated daily and paid monthly. The CEBA Loan can be repaid at any time without penalty and, if at least 75% of the CEBA Loan is paid prior to the Initial Term Date, the remaining balance of the CEBA Loan will be forgiven.