

**Financial Statements of**

**Canso Select Opportunities Corporation**

**June 30, 2022**

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**Management's Responsibility for Financial Reporting**

The accompanying unaudited interim Financial Statements have been prepared by Management. Management is responsible for the information and representations contained in these interim Financial Statements. Management has maintained appropriate processes to ensure that relevant and reliable financial information is produced. The unaudited interim Financial Statements have been prepared in accordance with International Financial Reporting Standards and include certain amounts based on estimates and assumptions. The significant accounting policies that management believes are appropriate for Canso Select Opportunities Corporation ("CSOC") are described in Note 2 to the unaudited interim Financial Statements.

The Board of Directors is responsible for reviewing and approving CSOC's unaudited interim Financial Statements, overseeing management's performance of its financial reporting responsibilities and engaging the independent auditors. For all share classes of CSOC, the unaudited interim Financial Statements have been reviewed and approved by the Board of Directors.

**Approved by the Board of Directors**

*"Heather Mason-Wood" (signed)*

\_\_\_\_\_  
Heather Mason-Wood  
Director

*"Shirley Sumsion" (signed)*

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Shirley Sumsion  
Director

**NOTICE TO SHAREHOLDERS**

CSOC's Board of Directors, appoints independent auditors to audit CSOC's annual Financial Statements. Under Canadian securities laws (National Instrument 51-102), if an auditor has not reviewed the interim Financial Statements, this must be disclosed in an accompanying notice. CSOC's independent auditor has not performed a review of these interim Financial Statements in accordance with the standards established by the Chartered Professional Accountants of Canada.

**Canso Select Opportunities Corporation**  
**Interim Statements of Financial Position**  
**As at June 30, 2022 and December 31, 2021**  
**(Unaudited)**

	June 30, 2022	December 31, 2021 (Audited)
	\$	\$
<b>Assets</b>		
<b>Current Assets</b>		
Investment in Canso Select Opportunities Fund, FVTPL (Note 6)	9,389,161	10,390,908
Investments through FVTPL (Note 6)	3,685,433	3,646,548
Accrued interest	28,400	62,694
Cash and cash equivalents	332,818	70,487
Dividend receivable	60	152
Prepaid expenses	9,194	13,267
<b>Total Current Assets</b>	<b>13,445,066</b>	<b>14,184,056</b>
<b>Non-current Asset</b>		
Deferred tax assets	378,478	269,010
<b>Total Assets</b>	<b>13,823,544</b>	<b>14,453,066</b>
<b>Liabilities</b>		
<b>Current Liabilities</b>		
Accounts payable and accrued liabilities	30,395	42,520
<b>Total Liabilities</b>	<b>30,395</b>	<b>42,520</b>
<b>Shareholders' Equity</b>		
Share capital (Note 4)	11,109,050	11,109,050
Contributed surplus	4,324,550	4,324,550
Deficiency	(1,640,451)	(1,023,054)
<b>Total Shareholders' Equity</b>	<b>13,793,149</b>	<b>14,410,546</b>
<b>Total Liabilities and Shareholders' Equity</b>	<b>13,823,544</b>	<b>14,453,066</b>
<b>Shareholders' Equity</b>		
Class A Multiple Voting Shares	\$8,050,196	\$8,410,532
Class B Subordinate Voting Shares	\$5,742,953	\$6,000,014
<b>Number of Shares Outstanding</b>		
Class A Multiple Voting Shares	1,621,460	1,621,460
Class B Subordinate Voting Shares	1,156,738	1,156,738
<b>Total Shareholders' Equity per Share</b>		
Class A Multiple Voting Shares	\$4.96	\$5.19
Class B Subordinate Voting Shares	\$4.96	\$5.19

**Approved by the Board of Directors**

*"Heather Mason-Wood" (signed)*

\_\_\_\_\_  
Heather Mason-Wood  
Director

*"Shirley Sumsion" (signed)*

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Shirley Sumsion  
Director

*The accompanying notes are an integral part of these interim financial statements.*

**Canso Select Opportunities Corporation**  
**Interim Statements of Comprehensive (Loss) Income**  
**Three months and six months ended June 30, 2022 and 2021**  
**(Unaudited)**

	Three months ended June 30,		Six months ended June 30,	
	2022	2021	2022	2021
	\$	\$	\$	\$
<b>Revenue</b>				
Dividend income	444	423	913	846
Interest income	23,267	17,879	45,261	28,940
Realized gain (loss) on investments (Note 6)	201,696	(85,362)	195,775	303,906
Change in unrealized foreign exchange gain	68,472	34,561	58,931	31,745
Change in unrealized (loss) gain on investments (Note 6)	<u>(855,649)</u>	1,403,031	<u>(882,870)</u>	2,661,309
Total Revenue	<b>(561,770)</b>	1,370,532	<b>(581,990)</b>	3,026,746
<b>Expenses</b>				
Directors fees	31,630	31,558	63,260	63,117
Administration	11,395	9,920	18,128	18,716
Bank charges	115	87	343	358
Insurance	5,116	4,577	10,176	9,104
Professional fees	<u>9,452</u>	14,561	<u>52,968</u>	32,069
Total Expenses	<b>57,708</b>	60,703	<b>144,875</b>	123,364
<b>Net (loss) income before income taxes</b>	<b>(619,478)</b>	1,309,829	<b>(726,865)</b>	2,903,382
<b>Income tax (recovery) expense</b>				
Deferred	<u>(86,542)</u>	157,054	<u>(109,468)</u>	361,418
Total Income tax (recovery) expense	<b>(86,542)</b>	157,054	<b>(109,468)</b>	361,418
<b>Net (loss) income and comprehensive (loss) income for the period</b>	<b>(532,936)</b>	1,152,775	<b>(617,397)</b>	2,541,964
<b>Net (loss) income, by class</b>				
Class A Multiple Voting Shares	<b>(\$311,041)</b>	\$672,802	<b>(\$360,336)</b>	\$1,483,585
Class B Subordinate Voting Shares	<b>(\$221,895)</b>	\$479,973	<b>(\$257,061)</b>	\$1,058,379
<b>Net (loss) income, per share</b>				
Class A Multiple Voting Shares	<b>(\$0.19)</b>	\$0.41	<b>(\$0.22)</b>	\$0.91
Class B Subordinate Voting Shares	<b>(\$0.19)</b>	\$0.41	<b>(\$0.22)</b>	\$0.91

*The accompanying notes are an integral part of these interim financial statements.*

**Canso Select Opportunities Corporation**  
**Interim Statements of Changes in Equity**  
**Six months ended June 30, 2022 and 2021**  
**(Unaudited)**

	2022			
	\$	\$	\$	\$
	Share capital	Contributed surplus	Deficit	Total
<b><u>Class A Multiple Voting Shares</u></b>				
Opening balance, January 1, 2022	6,483,656	2,523,969	(597,093)	8,410,532
Net loss for the period	-	-	(360,336)	(360,336)
<b>Balance at June 30, 2022</b>	<b>6,483,656</b>	<b>2,523,969</b>	<b>(957,429)</b>	<b>8,050,196</b>
<b><u>Class B Subordinate Voting Shares</u></b>				
Opening balance, January 1, 2022	4,625,394	1,800,581	(425,961)	6,000,014
Net loss for the period	-	-	(257,061)	(257,061)
<b>Balance at June 30, 2022</b>	<b>4,625,394</b>	<b>1,800,581</b>	<b>(683,022)</b>	<b>5,742,953</b>
<b>Total</b>	<b>11,109,050</b>	<b>4,324,550</b>	<b>(1,640,451)</b>	<b>13,793,149</b>
2021				
	\$	\$	\$	\$
	Share capital	Contributed surplus	Deficit	Total
<b><u>Class A Multiple Voting Shares</u></b>				
Opening balance, January 1, 2021	6,483,656	2,523,969	(1,984,381)	7,023,244
Net Income for the period	-	-	1,483,585	1,483,585
<b>Balance at June 30, 2021</b>	<b>6,483,656</b>	<b>2,523,969</b>	<b>(500,796)</b>	<b>8,506,829</b>
<b><u>Class B Subordinate Voting Shares</u></b>				
Opening balance, January 1, 2021	4,625,394	1,800,581	(1,415,643)	5,010,332
Net Income for the period	-	-	1,058,379	1,058,379
<b>Balance at June 30, 2021</b>	<b>4,625,394</b>	<b>1,800,581</b>	<b>(357,264)</b>	<b>6,068,711</b>
<b>Total</b>	<b>11,109,050</b>	<b>4,324,550</b>	<b>(858,060)</b>	<b>14,575,540</b>

*The accompanying notes are an integral part of these interim financial statements.*

**Canso Select Opportunities Corporation**  
**Interim Statements of Cash Flows**  
**Six months ended June 30, 2022 and 2021**  
**(Unaudited)**

	<b>2022</b>	<b>2021</b>
	<b>\$</b>	<b>\$</b>
<b>Operating Activities</b>		
Net (loss) income	(617,397)	2,541,964
Adjustments for:		
Interest income re-invested	(72,356)	-
Realized gain on investment	(195,775)	(303,906)
Change in unrealized foreign exchange gain on investments	(58,931)	(31,745)
Change in unrealized depreciation (appreciation) on investments	882,870	(2,661,309)
Purchase of investments	-	(940,457)
Proceeds from sale of investments	407,054	930,000
Accrued interest	34,294	(19,257)
Dividend income receivable	92	-
Prepaid expenses	4,073	2,960
Deferred tax assets	(109,468)	361,418
Accounts payable and accrued liabilities	(12,125)	16,122
<b>Net Cash Generated (Used In) by Operating Activities</b>	<b>262,331</b>	<b>(104,210)</b>
Cash and cash equivalents — Beginning of period	70,487	180,992
<b>Cash and cash equivalents — End of period</b>	<b>332,818</b>	<b>76,782</b>

*The accompanying notes are an integral part of these interim financial statements.*

**Canso Select Opportunities Corporation**  
**Notes to Interim Financial Statements**  
**Six months ended June 30, 2022**  
**(Unaudited)**

**1. General Information**

Canso Select Opportunities Corporation ("CSOC" or "Company") was incorporated by articles of incorporation under the Ontario Business Corporations Act on February 16, 2018. Effective September 4, 2018, the Class A Multiple Voting Shares and Class B Subordinate Voting Shares of CSOC were eligible to commence trading on the TSX Venture Exchange under the symbols CSOC.A representing the Class A Multiple Voting Shares and CSOC.B representing the Class B Subordinate Voting Shares. Canso Select Opportunities Fund ("CSOF") is a wholly-owned investment held by CSOC. CSOC indirectly holds all of the investments of CSOF through its ownership of CSOF.

CSOC is an Ontario-based investment corporation. The Company's registered head office is 100 York Blvd., Suite 550, Richmond Hill, Ontario, L4B 1J8. CSOC's investment objective is to provide capital gains and dividend income to its shareholders. Consistent with this objective, the Company evaluates potential investments in debt, public and private equity and other securities. The deployment of funds to new investments depends on both the attractiveness of new investment opportunities and the availability of capital as generated from the realization of value from existing portfolio investments.

**2. Basis of Presentation and Significant Accounting Policies**

These unaudited interim financial statements of CSOC have been prepared in compliance with International Accounting Standard 34, *Interim Financial Reporting*, using accounting policies consistent with International Financial Reporting Standards ("IFRS"). Accordingly, certain information and footnote disclosures normally included in annual financial statements prepared in accordance with IFRS have been omitted or condensed.

The accounting policies applied by CSOC in these interim financial statements are the same as those applied by CSOC in its annual audited financial statements for the year ended December 31, 2021, which were prepared in accordance with IFRS. Since its inception, CSOC has applied IFRS 9, Financial Instruments, which deals with the recognition, derecognition, classification and measurement of financial instruments. CSOC has not early adopted any other standard, interpretation or amendment that has been issued but is not yet effective.

**3. Critical Accounting Estimates and Judgements**

The preparation of financial statements requires management to use judgement in applying its accounting policies and to make estimates and assumptions about the future. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to estimates are recognized in the period in which the estimates are revised and in any future period affected.

There have been no changes in the critical accounting estimates and judgments which were set out in detail in note 3 of CSOC's annual audited financial statements for the year ended December 31, 2021.

**4. Share Capital**

The Company is authorized to issue an unlimited number of shares of a class designated as Class A Multiple Voting Shares, an unlimited number of shares of a class designated as Class B Subordinate Voting Shares, and an unlimited number of shares of a class designated as Preference Shares. Share capital of the Company as stated in the financial statements is the same as the legal stated capital.

At June 30, 2022 share capital consists of the following

	Number of shares #	Amount \$
<b>1,621,460 Class A Multiple Voting Shares</b>		<b>6,483,656</b>
<b>1,156,738 Class B Subordinate Voting Shares</b>		<b>4,625,394</b>
		<b>11,109,050</b>
<b>Class A Multiple Voting Shares:</b>		
Class A multiple voting shares outstanding, January 1, 2022	1,621,460	6,483,656
Class A multiple voting shares issued	-	-
Class A multiple voting shares outstanding, June 30, 2022	1,621,460	6,483,656
<b>Class B Subordinate Voting Shares:</b>		
Class B subordinate voting shares outstanding, January 1, 2022	1,156,738	4,625,394
Class B subordinate voting shares issued	-	-
Class B subordinate voting shares outstanding, June 30, 2022	1,156,738	4,625,394
	<b>2,778,198</b>	<b>11,109,050</b>



**Canso Select Opportunities Corporation**  
**Notes to Interim Financial Statements**  
**Six months ended June 30, 2022**  
**(Unaudited)**

**4. Share Capital (Cont'd)**

At June 30, 2021 share capital consisted of the following:

	Number of shares #	Amount \$
1,621,460 Class A Multiple Voting Shares		6,483,656
1,156,738 Class B Subordinate Voting Shares		4,625,394
		<u>11,109,050</u>
Class A Multiple Voting Shares:		
Class A multiple voting shares outstanding, January 1, 2021	1,621,460	6,483,656
Class A multiple voting shares issued	-	-
Class A multiple voting shares outstanding, June 30, 2021	<u>1,621,460</u>	<u>6,483,656</u>
Class B Subordinate Voting Shares:		
Class B subordinate voting shares outstanding, January 1, 2021	1,156,738	4,625,394
Class B subordinate voting shares issued	-	-
Class B subordinate voting shares outstanding, June 30, 2021	<u>1,156,738</u>	<u>4,625,394</u>
	<u>2,778,198</u>	<u>11,109,050</u>

**5. Related Party Transactions**

On August 1, 2018 CSOC entered into an operational services agreement with Canso Investment Counsel Ltd. ("Canso"). The operational services agreement sets out that Canso will provide the day-to-day operational services to carry out the business affairs of CSOC. Under the terms of the agreement, until August 1, 2021, no fees are payable for services provided by Canso to CSOC. On August 1, 2021, this arrangement was extended for a further 12 months. There were no management fees charged for the six months ended June 30, 2022 (June 30, 2021: \$0).

**6. Investments**

In determining whether CSOC has control or significant influence over an investment, CSOC assesses voting rights, the exposure to variable returns, and its ability to use the voting rights to affect the amount of the returns. CSOC qualifies as an investment Company under IFRS 10, and therefore accounts for investments it controls at fair value through profit and loss. CSOC's primary purpose is defined by its investment objectives and uses the investment strategies available to it as defined in the Circular to meet those objectives. CSOC also measures and evaluates the performance of any investment on a fair value basis. As described in note 1, CSOF is a wholly owned investment of CSOC.

During the period ended June 30, 2022, CSOC reported a net (loss) income of \$(617,397) (June 30, 2021: \$2,541,964 or \$(0.22) (June 30, 2021: \$0.91) per CSOC Class A and B shares. This is the result of \$(882,870) (June 30, 2021: \$2,661,309) unrealized mark to market loss primarily on CSOC's and CSOF's equity holding of Aegis Brands Inc., Bird Construction Inc., MDA Ltd., and Hertz Global Holdings Inc.

**Canso Select Opportunities Corporation**  
**Notes to Interim Financial Statements**  
**Six months ended June 30, 2022**  
**(Unaudited)**

**6. Investments (Cont'd)**

As at June 30, 2022, CSOC's investment portfolio consists of equity and debt securities in 10 different issuers.

Description	Average Cost \$	Fair Value \$	% of Portfolio
<b>Equities Held Long</b>	<b>2,211,283</b>	<b>2,669,077</b>	<b>72.42%</b>
Bombardier Inc	41,975	53,550	1.45%
Brill Power Limited	105,559	272,214	7.40%
Cenovus Energy Inc Warrant	50,909	252,531	6.85%
Fibracast	800,000	840,000	22.79%
HashTag Paid Inc.	132,837	364,128	9.88%
Nordstar Capital LP	5	70,872	1.92%
MDA Ltd.	879,998	501,599	13.61%
Our Home and Miniature Land Warrant	-	-	0.00%
Reformulary Group Inc.	200,000	250,000	6.78%
Smooth Payment Inc. May 12, 2031 Warrant	-	39,466	1.07%
Smooth Payment Inc. July 5, 2031 Warrant	-	24,717	0.67%
<b>Fixed Income</b>	<b>1,016,356</b>	<b>1,016,356</b>	<b>27.58%</b>
Nordstar Capital LP	144,000	144,000	3.91%
Our Home and Miniature Land	440,000	440,000	11.94%
Smooth Payment Inc.	432,356	432,356	11.73%
<b>CSOC's Investments at Fair Value through Profit or Loss</b>	<b>3,227,639</b>	<b>3,685,433</b>	<b>100.00%</b>

As at June 30, 2022, CSOF's investment portfolio consists of equity and debt securities in 16 different issuers. The portfolio also includes cash and cash equivalents.

Description	Average Cost \$	Fair Value \$	% of Portfolio
<b>Cash &amp; Cash Equivalents</b>	<b>66,824</b>	<b>67,706</b>	<b>0.72%</b>
<b>Equities Held Long</b>	<b>11,098,182</b>	<b>6,213,080</b>	<b>66.22%</b>
Aegis Brands Inc.	3,400,936	319,795	3.41%
Bird Construction Inc.	511,612	556,156	5.93%
Bombardier Inc.	337,302	460,095	4.90%
Canadian Life Companies Split	78,572	82,320	0.88%
ClearStream Energy Services - Preferred	729,400	486,002	5.18%
ClearStream Energy SVCS Inc.	2,012,939	289,984	3.09%
Hertz Global Holdings Inc	424,452	492,436	5.25%
M Split Corp	838,474	523,831	5.58%
Sun Life Financial Corp	483,261	404,260	4.31%
Xplornet Mobile Inc.	51,792	41,289	0.44%
Xplornet Wireless Inc.	133,723	133,723	1.43%
Yellow Pages Limited	2,095,719	2,423,189	25.82%
<b>Fixed Income</b>	<b>3,149,689</b>	<b>3,102,900</b>	<b>33.06%</b>
Air Canada	139,118	111,534	1.19%
AMC Entertainment	249,904	215,286	2.29%
Government of Canada	1,964,584	1,966,574	20.96%
US Treasury Note	796,083	809,506	8.62%
<b>Total</b>	<b>14,314,695</b>	<b>9,383,686</b>	<b>100.00%</b>
<b>Other Assets, Net of Liabilities</b>		<b>5,475</b>	
<b>CSOC's investment in CSOF at Fair Value Through Profit or Loss</b>		<b>9,389,161</b>	

**Canso Select Opportunities Corporation**  
**Notes to Interim Financial Statements**  
**Six months ended June 30, 2022**  
**(Unaudited)**

**7. Fair Value Hierarchy**

CSOC classifies financial instruments carried at fair value using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The hierarchy has the following levels:

- Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities that the Company can access at the measurement date;
- Level 2 inputs are inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly; and
- Level 3 inputs are unobservable inputs for the asset or liability.

If an instrument classified as Level 1 subsequently ceases to be actively traded, it is transferred out of Level 1. In such cases, instruments are reclassified as Level 2, unless the measurement of its fair value requires the use of significant unobservable inputs, in which case it is reclassified as Level 3. Management assesses transfers at the time of an event that may cause reason for re-assessment of levelling. The classification within the hierarchy is based on the lowest level input that is significant to the fair value measurement. For this purpose, the significance of an input is assessed against the fair value measurement in its entirety. If a fair value measurement uses observable inputs that require significant adjustment based on unobservable inputs, that measurement is a level 3 measurement. Assessing the significance of a particular input to the fair value measurement in its entirety requires judgment, considering factors specific to the asset or liability. The determination of what constitutes observable data requires significant judgment by the investment committee. CSOC considers observable data to be that market data that is readily available, regularly distributed or updated, reliable and verifiable, not proprietary, and provided by independent sources that are actively involved in the relevant market.

The following fair value hierarchy table presents information about CSOC's and CSOF's assets and liabilities measured at fair value, as described in Note 2, as at June 30, 2022 and December 31, 2021 (audited). During the period ended June 30, 2022, there were no transfers between levels (December 31, 2021: nil).

As at June 30, 2022	Level 1	Level 2	Level 3	Total
<b>Financial Assets</b>				
Fixed Income held in CSOF	\$ 2,776,080	\$ 326,819	\$ -	\$ 3,102,899
Equities held in CSOF	5,552,067	-	661,014	6,213,081
Fixed Income held in CSOC	-	-	1,016,356	1,016,356
Equities held in CSOC	807,680	-	1,861,397	2,669,077
<b>Total</b>	<b>\$ 9,135,827</b>	<b>\$ 326,819</b>	<b>\$ 3,538,767</b>	<b>\$ 13,001,413</b>

As at June 30, 2022	Level 1	Level 2	Level 3	Total
<b>Financial Liabilities</b>				
Fixed income held in CSOF	\$ -	\$ -	\$ -	\$ -
<b>Total</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

As at December 31, 2021	Level 1	Level 2	Level 3	Total
<b>Financial Assets</b>				
Fixed Income held in CSOF	\$ -	\$ -	\$ -	\$ -
Equities held in CSOF	9,441,885	-	640,624	10,082,509
Fixed Income held in CSOC	-	-	944,000	944,000
Equities held in CSOC	910,245	-	1,792,303	2,702,548
<b>Total</b>	<b>\$ 10,352,130</b>	<b>\$ -</b>	<b>\$ 3,376,927</b>	<b>\$ 13,729,057</b>

As at December 31, 2021	Level 1	Level 2	Level 3	Total
<b>Financial Liabilities</b>				
Fixed income held in CSOF	\$ -	\$ -	\$ -	\$ -
<b>Total</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

**Canso Select Opportunities Corporation**  
**Notes to Interim Financial Statements**  
**Six months ended June 30, 2022**  
**(Unaudited)**

**7. Fair Value Hierarchy (Cont'd)**

	June 30, 2022	December 31, 2021
<b>Level 3 Reconciliation</b>		
Balance, beginning of period/year	\$ 3,376,927	\$ 2,247,455
Purchases - held in CSOC	72,356	1,600,000
Sales - CSOC	-	(800,000)
Sales - CSOF	-	(60,214)
Realized losses, net - CSOF	-	(493,483)
Change in unrealized appreciation - CSOF	20,390	454,761
Change in unrealized appreciation - held in CSOC	69,094	428,408
<b>Balance, end of period/year</b>	<b>\$ 3,538,767</b>	<b>\$ 3,376,927</b>

The fair value of each Level 3 financial instrument is generally measured using unobservable market inputs with the best information available at the time. Various valuation techniques are utilized, depending on a number of factors including key inputs and assumptions, which are company specific and may include estimated discount rates and expected price volatilities.

The following section provides information regarding select Level 3 securities over 5% of the portfolio. It includes a summary of the valuation techniques used and the sensitivity of the fair value of these securities to changes in input values.

**Brill Power Limited Class A**

Price: £5.74

Valuation technique: The private placement financing technique

Unobservable inputs: CSOC values Brill using the private placement financing technique, whereby pertinent details of a private market offering, including the terms of such offering, the issue price, and total capital raised are considered when assessing the reasonability that the issue price of such offering approximates fair value. On June 28, 2022, Brill completed a 100:1 stock split and also raised approximately £8.6 million via a sale of Series A1 and A2 shares at a price of £7.15 per share. Because the new A1 and A2 shares have a 1.25x liquidation preference, it was deemed that the Class A shares we hold should be marked at an appropriate discount of approximately 20%.

Change in input values: A reasonably possible change to the value of the next private placement financing could result in an increase or decrease of 30%, or an increase or decrease in the security price of £1.72.

**ClearStream Energy Services Inc. Series 1 Preferred Share**

Price: \$666.67

Valuation Technique: Relative Value

Unobservable Inputs: The primary unobservable input is the Clearstream Senior Secured Bond Price which comes from a third party.

Change in input values: A reasonably possible change to the value of the next private placement financing could result in an increase or decrease of 30%, or an increase or decrease in the security price of \$200.

**Fibracast**

Price: \$1.00

Valuation Technique: The private placement financing technique

Unobservable Inputs: The primary unobservable input for this security is the last price where the company raised capital in a private offering of additional securities.

Change in input values: A reasonably possible change to the value of the next private placement financing could result in an increase or decrease of 30%, or an increase or decrease in the security price of \$0.30.

**HashTag Paid Inc. Series A-5 Pref Share**

Price: \$0.61

Valuation Technique: The private placement financing technique

Unobservable Inputs: The primary unobservable input for this security is the last price where the company raised capital in a private offering of additional securities.

Change in input values: A reasonably possible change to the value of the next private placement financing could result in an increase or decrease of 30%, or an increase or decrease in the security price of \$0.18.

**Canso Select Opportunities Corporation**  
**Notes to Interim Financial Statements**  
**Six months ended June 30, 2022**  
**(Unaudited)**

**7. Fair Value Hierarchy (Cont'd)**

Our Home and Miniature Land 10% Jan 27, 2026

Price: \$100.00

Valuation Technique: The private placement financing technique

Unobservable Inputs: The primary unobservable input for this security is the last price where the company raised capital in a private offering of additional securities.

Change in input values: A reasonably possible change to the value of the next private placement financing could result in an increase or decrease of 30% or an increase or decrease in the security price of \$30.

Reformulary Group Inc.

Price: \$1.25

Valuation technique: The private placement financing technique

Unobservable inputs: The primary unobservable input for this security is the last price where the company raised capital in a private offering of additional securities.

Change in input values: A reasonably possible change to the value of the next private placement financing could result in an increase or decrease of 30%, or an increase or decrease in the security price of \$0.375.

Smooth Payment Inc. 8.0% May 18, 2023

Price: \$100.00

Valuation Technique: The private placement financing technique

Unobservable Inputs: The primary unobservable input for this security is the last price where the company raised capital in a private offering of additional securities.

Change in input values: A reasonably possible change to the value of the next private placement financing could result in an increase of 30% or a decrease of 10%. The lower limit in value is due to the conversion price protection that is the lower of: \$0.75 or 95% of the price per share paid by investors in connection with a qualified financing. This would result in an increase of the security price of \$30 or a decrease in price of \$10.

**8. Contingency**

On August 18, 2021, the Company was notified of a potential lawsuit on a complaint related to the sale of BZ Holdings Inc., whereby the Company is named as a preferred shareholder. The Company has not been served by the plaintiffs with any official documentation regarding the anticipated lawsuit by mail or any other approved means. The case does appear on the California court's electronic docket so there is an accessible public record indicating that the lawsuit has been filed. Upon motions by the other defendants, on February 22, 2022, the court stayed the lawsuit on jurisdictional grounds. At this stage, management does not believe that the impact, if any, on the Company's financial statements can reasonably be estimated at this time.

**9. Approval of financial statements**

The financial statements were approved by the Board of Directors and authorized for issue on August 24, 2022.