

**PKC Group Canada Inc.**

**Management Accounts for the year ending 31Dec2020**

**PKC Group Canada Inc.**  
**Consolidated Balance Sheets**  
*(Canadian Dollars in Thousands, Unaudited)*

	<u>December 31, 2020</u>	<u>December 31, 2019</u>	<u>Change</u>	<u>December 31, 2018</u>
<b>ASSETS</b>				
CURRENT ASSETS:				
Cash and Cash Equivalents	\$ 810	\$ 551	\$ 259	\$ 679
Accounts Receivable - Affiliates	32	316	(284)	191
Prepaid and Other Current Assets	2	36	(34)	344
Total Current Assets	<u>844</u>	<u>903</u>	<u>(59)</u>	<u>1,214</u>
OTHER ASSETS:				
Goodwill	4,229	4,229	-	4,229
Deferred Income Taxes - Asset	469	477	(8)	508
Total other assets	<u>4,697</u>	<u>4,706</u>	<u>(8)</u>	<u>4,737</u>
TOTAL ASSETS	<u>\$ 5,541</u>	<u>\$ 5,608</u>	<u>\$ (67)</u>	<u>\$ 5,951</u>
<b>LIABILITIES AND SHAREHOLDERS' EQUITY</b>				
CURRENT LIABILITIES:				
Accounts Payable - Trade	\$ (7)	\$ (6)	\$ (1)	\$ (5)
Accounts Payable - Affiliates	-	-	-	45
Taxes Payable	3	-	3	-
Other Current Liabilities	35	35	-	35
Total Current Liabilities	<u>31</u>	<u>29</u>	<u>2</u>	<u>75</u>
SHAREHOLDERS' EQUITY:				
Common Stock	14,126	14,126	-	14,126
Additional Paid In Capital	(1,193)	(1,193)	-	(1,193)
Retained Earnings	(7,423)	(7,354)	(69)	(7,057)
Total Shareholders Equity	<u>5,510</u>	<u>5,579</u>	<u>(69)</u>	<u>5,876</u>
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	<u>\$ 5,541</u>	<u>\$ 5,608</u>	<u>\$ (67)</u>	<u>\$ 5,951</u>

  
**Jessica DuMouchel**  
 Senior Director – Corporate Controller  
 PKC Group North America

**PKC Group Canada Inc.**  
**Consolidated Statements of Income**  
*(Canadian Dollars in Thousands, Unaudited)*

	<b>Twelve Months Ended December 31,</b>	
	<b>2020</b>	<b>2019</b>
Net Sales and Operating Revenue	\$ 105	\$ 320
Cost of Sales	90	133
Gross Profit	15	187
General Admin and Selling Expense	7	33
NET MARGIN	8	155
Foreign exchange (gain) loss	32	194
Taxes	45	258
INCOME AFTER TAXES	<u>\$ (69)</u>	<u>\$ (297)</u>

  
**Jessica DuMouchel**  
 Senior Director – Corporate Controller  
 PKC Group North America

**PKC Group Canada Inc.**  
**Consolidated Statements of Cash Flow**  
*(Canadian Dollars in Thousands, Unaudited)*

	Twelve Months Ended December 31,	
	2020	2019
<b>Operating Activities</b>		
Net income	\$ (69)	\$ (297)
Adjustments to reconcile net income to net cash provided by operating activities		
Deferred taxes	39	41
Changes in assets and liabilities:		
Accounts receivable - affiliates	284	(125)
Prepaid expenses and other	34	308
Accounts payable - trade	(1)	(1)
Accounts payable - affiliates	0	(45)
Taxes payable	3	0
Net cash provided by operating activities	259	(128)
Net (decrease) increase in cash and cash equivalents	259	(128)
Cash and cash equivalents at beginning of period	551	679
Cash and cash equivalents at end of period	<u>\$ 810</u>	<u>\$ 551</u>

  
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