

**COMPAÑEROS INC.**  
**FINANCIAL STATEMENTS**  
**DECEMBER 31, 2017**  
(Unaudited - See Notice to Reader)

**NOTICE TO READER**

On the basis of information provided by management, we have compiled the balance sheet of Compañeros Inc. as at December 31, 2017 and the statement of income and retained earnings for the year then ended.

We have not performed an audit or a review engagement in respect of these financial statements and accordingly, we express no assurance thereon.

Readers are cautioned that these statements may not be appropriate for their purposes.



February 21, 2018  
Toronto, Ontario

**RSSM LLP**  
Licensed Public Accountants

**COMPAÑEROS INC.**  
**BALANCE SHEET**  
**AS AT DECEMBER 31, 2017**  
(Unaudited - See Notice to Reader)

	<b>2017</b>	<b>2016</b>
	\$	\$
<b>ASSETS</b>		
<b>CURRENT</b>		
Cash and term deposits	36,280	58,568
Accounts receivable	<u>331</u>	<u>-</u>
	<u>36,611</u>	<u>58,568</u>
<b>CAPITAL ASSETS</b>		
Computer equipment	2,419	2,419
Less: accumulated amortization	<u>2,419</u>	<u>2,254</u>
	-	165
	<b>36,611</b>	<b>58,733</b>
<b>LIABILITIES</b>		
<b>CURRENT</b>		
Accounts payable and accrued liabilities	2,685	4,256
Income taxes payable	3,145	970
Unearned revenue	<u>9,646</u>	<u>49,990</u>
	<u>15,476</u>	<u>55,216</u>
<b>SHAREHOLDER'S EQUITY</b>		
<b>CAPITAL STOCK</b>		
<b>Authorized</b>		
Unlimited Common shares		
Unlimited Class A Special shares		
Unlimited Class B Special shares		
<b>Issued</b>		
100 Common shares	100	100
<b>RETAINED EARNINGS</b>	<u>21,035</u>	<u>3,417</u>
	21,135	3,517
	<b>36,611</b>	<b>58,733</b>

**APPROVED ON BEHALF OF THE BOARD:**

X Gonzalo Duarte Director

Duarte, Gonzalo

**COMPAÑEROS INC.**  
**STATEMENT OF INCOME AND RETAINED EARNINGS**  
**FOR THE YEAR ENDED DECEMBER 31, 2017**  
(Unaudited - See Notice to Reader)  
(comparative figures are for the year ended December 31, 2016)

	<b>2017</b>	<b>2016</b>
	\$	\$
<b>REVENUE</b>		
Program fees	147,775	41,460
Grants and sundry income	34,897	29,759
Project donations	4,831	22,808
Project fees	-	6,725
	<u>187,503</u>	<u>100,752</u>
<b>EXPENSES</b>		
Administrative expenses - see attached schedule	67,850	45,111
Program expenses - see attached schedule	57,485	28,636
Project expenses - see attached schedule	39,342	18,957
Foreign exchange gain/loss	1,897	1,459
Amortization	166	165
	<u>166,740</u>	<u>94,328</u>
<b>INCOME</b> , before income taxes	20,763	6,424
Income taxes	<u>3,145</u>	<u>970</u>
<b>NET INCOME</b> , for the year	17,618	5,454
<b>RETAINED EARNINGS (DEFICIT)</b> , beginning of year	3,417	(2,037)
<b>RETAINED EARNINGS</b> , end of year	<u>21,035</u>	<u>3,417</u>

**COMPAÑEROS INC.**  
**SCHEDULE OF PROJECT EXPENSES**  
**FOR THE YEAR ENDED DECEMBER 31, 2017**  
(Unaudited - See Notice to Reader)  
(comparative figures are for the year ended December 31, 2016)

	<b>2017</b>	<b>2016</b>
	<b>\$</b>	<b>\$</b>
Children, youth education, labour	14,056	6,337
Family housing, labour	11,787	2,717
Local salaries and benefits (Nicaragua)	6,921	7,557
Contracted labour	3,516	811
Management salary (Canada)	3,062	-
Health, well-being, labour	-	1,009
Water, public infrastructure, labour	-	526
	<b>39,342</b>	<b>18,957</b>

**COMPAÑEROS INC.**  
**SCHEDULE OF PROGRAM EXPENSES**  
**FOR THE YEAR ENDED DECEMBER 31, 2017**  
(Unaudited - See Notice to Reader)  
(comparative figures are for the year ended December 31, 2016)

	<b>2017</b>	<b>2016</b>
	<b>\$</b>	<b>\$</b>
Participant and group needs	46,142	15,844
Local salaries and benefits (Nicaragua)	11,343	12,792
	<b>57,485</b>	<b>28,636</b>

**COMPAÑEROS INC.**  
**SCHEDULE OF ADMINISTRATIVE EXPENSES**  
**FOR THE YEAR ENDED DECEMBER 31, 2017**  
(Unaudited - See Notice to Reader)  
(comparative figures are for the year ended December 31, 2016)

	<b>2017</b>	<b>2016</b>
	<b>\$</b>	<b>\$</b>
Local salaries and benefits (Canada)	38,902	19,013
Office and communication	16,306	21,577
Professional services	6,361	2,600
Foreign payroll taxes paid	3,219	1,921
Management salary (Canada)	3,062	-
	<b>67,850</b>	<b>45,111</b>