

STILLCANNA INC.
(Formerly EVI Global Group Developments Corp.)

Condensed Interim Financial Statements
January 31, 2019

(Expressed in Canadian Dollars)

STILLCANNA INC. (formerly EVI Global Group Developments Corp.)

Condensed Interim Statements of Financial Position

(Unaudited)

(Expressed in Canadian dollars)

	Note	January 31, 2019	July 31, 2018
		\$	\$
Assets			
Cash		2,308,467	97,575
GST receivable		31,380	4,293
Prepaid expenses	4	394,656	—
		2,734,503	101,868
Note receivable	7	1,007,565	—
Leasehold Improvements		7,266	—
Total Assets		3,749,334	101,868
Liabilities			
Accounts payable		16,795	14,798
Accrued liabilities		79,870	19,993
		96,665	34,791
Shareholders' Equity			
Share capital	5	5,013,663	1,321,783
Reserve	5	747,809	276,589
Obligation to issue shares	5	20,000	—
Subscription receivable		(2,500)	—
Equity portion of convertible debt		1,336	1,336
Deficit		(2,127,639)	(1,532,631)
Shareholders' Equity		3,652,669	67,077
Total Liabilities and Shareholders' Equity		3,749,334	101,868

Going concern (note 2)

Subsequent event (notes 1, 5 and 8)

Approved and authorized for dissemination on behalf of the Board of Directors on April 1, 2019:

"Jason Dussault"

Jason Dussault - Director

"Joel Leonard"

Joel Leonard - Director

The accompanying notes are an integral part of these Condensed Interim Financial Statements.

STILLCANNA INC. (formerly EVI Global Group Developments Corp.)

Consolidated Statements of Loss and Comprehensive Loss
For the Three and Six Months Ended January 31, 2019 and 2018
(Expressed in Canadian dollars)

	Note	For the Three Months Ended January 31,		For the Six Months Ended January 31,	
		2019 \$	2018 \$	2019 \$	2018 \$
Operating Expenses					
Administration		—	—	—	113
Advertising		5,160	—	8,340	—
Bank charges, interest and accretion		820	738	1,206	836
Consulting		63,000	—	216,084	—
Financing charges		—	18,000	—	18,000
Listing fees		—	1,950	—	1,950
Professional fees		63,513	2,880	97,474	2,880
Rent		—	—	2,479	—
Share based compensation		—	—	218,500	—
Transfer agent & filing fees		7,290	4,686	11,871	7,568
Travel		14,921	—	39,791	—
Operating loss before other items		154,703	28,254	595,745	31,347
Other items					
Foreign exchange loss		(1,842)	—	(318)	—
Gain (loss) on disposition of subsidiaries		(708)	—	1,055	—
Other comprehensive income (loss) for the period		(2,550)	—	737	—
Net loss and comprehensive loss for the period		(157,253)	(28,254)	(595,008)	(31,347)
Earnings Per Share					
Basic loss per common share		(0.00)	(0.00)	(0.02)	(0.00)
Diluted loss per common share		(0.00)	(0.00)	(0.02)	(0.00)
Common Shares Outstanding					
Weighted average common shares		35,858,815	22,499,398	32,593,190	19,855,397

The accompanying notes are an integral part of these Consolidated Financial Statements

STILLCANNA INC. (formerly EVI Global Group Developments Corp.)

Condensed Interim Statements of Changes in Equity
For the Six Months Ended January 31, 2019 and 2018
(Unaudited)
(Expressed in Canadian dollars)

	Number of Outstanding Shares	Share Capital	Reserve	Equity portion of Convertible Debenture	Obligation to issue shares	Subscription receivable	Deficit	Total Shareholders' Equity
		\$	\$	\$	\$	\$	\$	\$
Balance, July 31, 2017	17,108,000	1,064,883	72,389	—	—	—	(935,698)	201,574
Equity portion of convertible loan	—	—	—	—	—	—	—	3,874
Common shares issued for cash and subscriptions	5,300,000	210,650	—	—	—	—	—	210,650
Shares issued to settle loan	150,000	7,500	—	—	—	—	—	7,500
Fair value of warrants issued to settle loan	—	18,000	—	—	—	—	—	18,000
Net loss	—	—	—	—	—	—	(31,347)	(31,347)
Balance, January 31, 2018	22,558,000	1,301,033	72,263	—	—	—	(967,045)	410,251
Balance, July 31, 2018	22,558,000	1,321,783	276,589	1,336	—	—	(1,532,631)	67,077
Units issued for cash	16,000,000	4,000,000	—	—	—	(2,500)	—	3,997,500
Share issuance costs	—	(340,620)	252,720	—	—	—	—	(87,900)
Exercise of warrants	325,000	32,500	—	—	20,000	—	—	52,500
Fair value of stock options granted	—	—	218,500	—	—	—	—	218,500
Net loss	—	—	—	—	—	—	(595,008)	(595,008)
Balance, January 31, 2019	38,883,000	5,013,663	747,809	1,336	20,000	(2,500)	(2,127,639)	3,652,669

The accompanying notes are an integral part of these Condensed Interim Financial Statements.

STILLCANNA INC. (formerly EVI Global Group Developments Corp.)

Condensed Interim Statements of Cash Flows

For the Six Months Ended January 31, 2018 and 2017

(Unaudited)

(Expressed in Canadian dollars)

	2018	2017
	\$	\$
Cash flows from operating activities		
Comprehensive loss for the year	(595,008)	(3,093)
Adjustments for non-cash items:		
Share based payments	218,500	—
Accretion	—	56
Changes in non-cash working capital items:		
GST receivable	(27,087)	(137)
Prepaid expenses	(394,656)	—
Accounts payable and accrued liabilities	61,874	(4,500)
Cash used in operating activities	(736,377)	(7,674)
Cash flows from investing activities		
Note receivable	(1,007,565)	—
Leasehold improvements	(7,266)	—
Net cash used in investing activities	(1,014,831)	—
Cash flows from financing activities		
Proceeds from loans payable	—	30,160
Units issued for cash	3,997,500	—
Share issuance cost	(87,900)	—
Exercise of warrants	52,500	—
Net cash provided by financing activities	3,962,100	30,160
Net increase in cash	2,210,892	22,486
Cash, beginning	97,575	617
Cash, ending	2,308,467	23,103

The accompanying notes are an integral part of these Condensed Interim Financial Statements.

STILLCANNA INC. (formerly EVI Global Group Developments Corp.)

Notes to the Condensed Interim Financial Statements

For the Six Months Ended January 31, 2019

(Unaudited)

(Expressed in Canadian dollars)

1. NATURE AND CONTINUANCE OF OPERATIONS

StillCanna Inc. (formerly EVI Global Group Developments Corp.) (the “Company”) was incorporated under the Business Corporations Act (British Columbia). The head office, principal address and records office of the Company are located at 503-905 West Pender St., Vancouver, British Columbia, V6C 1L6.

On March 14, 2019, the Company acquired all of the issued and outstanding shares of Borganic Consulting Inc. (“Borganic”) in exchange for 15,000,000 common shares of the Company (the “Transaction”). On March 15, 2019, the Company changed its name from EVI Global Group Developments Corp. to StillCanna Inc. and now trades under the symbol “STIL” on the Canadian Securities Exchange.

The Company’s focus is on the commercial extraction of cannabidiol from industrial hemp. The Company has signed a 3 year joint venture agreement with DragonFly Biosciences, LLC (“Dragonfly”), a United Kingdom based corporation, to build an extraction facility in the European Union.

2. BASIS OF PRESENTATION

These condensed interim financial statements have been prepared in accordance with International Financial Reporting Standards (“IFRS”) applicable to the preparation of interim financial statements, including International Accounting Standard 34 Interim Financial Reporting (“IAS 34”). Except for the change in accounting policy disclosed in Note 3 a), the accounting policies used in the preparation of these condensed interim financial statements are consistent with the accounting policies in the Company’s July 31, 2018 annual audited financial statements. These condensed interim financial statements do not include all of the information required for full annual financial statements and should be read in conjunction with the Company’s audited financial statements for the year ended July 31, 2018.

Going concern

These financial statements have been prepared by management on a going concern basis which assumes that the Company will be able to realize its assets and discharge its liabilities in the normal course of business for the foreseeable future. The Company expects to incur further losses in the development of its business, all of which indicate the existence of a material uncertainty that casts significant doubt about the Company’s ability to continue as a going concern. A number of alternatives including, but not limited to selling an interest in one or more of its properties or completing a financing, are being evaluated with the objective of funding ongoing activities and obtaining additional working capital. The continuing operations of the Company are dependent upon its ability to continue to raise adequate financing and to commence profitable operations in the future and repay its liabilities arising from normal business operations as they become due.

STILLCANNA INC. (formerly EVI Global Group Developments Corp.)

Notes to the Condensed Interim Financial Statements

For the Six Months Ended January 31, 2019

(Unaudited)

(Expressed in Canadian dollars)

3. SIGNIFICANT ACCOUNTING POLICIES

New accounting standards and interpretations

A number of new accounting standards, amendments to standards, and interpretations have been issued but not yet effective up to the date of issuance of the Company's financial statements. The following standard is relevant to the Company's financial statements:

IFRS 9 - Financial instruments

In July 2014, the IASB published IFRS 9 which replaced IAS 39, Financial Instruments: Recognition and Measurement. IFRS 9 introduced improvements which include a logical model for classification and measurement of financial assets, a single, forward-looking "expected loss" impairment model and a substantially-reformed approach to hedge accounting. IFRS 9 is effective for annual reporting periods beginning on or after January 1, 2018.

The Company adopted the new IFRS standard for the October 31, 2018, interim reporting period. Management has determined there is no material impact on its financial statements arising from this standard.

The following standard will be effective for annual periods beginning on or after January 1, 2019:

IFRS 16 – Leases

IFRS 16, Leases, new standard contains a single lessee accounting model, eliminating the distinction between operating and financing leases from the perspective of the lessee. The accounting requirements from the perspective of the lessor remains largely in line with previous IAS 17 requirements, effective for annual reporting periods beginning on or after January 1, 2019.

Other accounting standards or amendments to existing accounting standards that have been issued but have future effective dates are either not applicable or are not expected to have a significant impact on the Company's financial statements.

STILLCANNA INC. (formerly EVI Global Group Developments Corp.)

Notes to the Condensed Interim Financial Statements

For the Six Months Ended January 31, 2019

(Unaudited)

(Expressed in Canadian dollars)

4. PREPAID EXPENSES

The amount consists of \$390,958 paid for marketing and consulting services to be performed at a future date and \$3,698 paid as a deposit on its office lease.

5. SHARE CAPITAL

a. Authorized: unlimited common shares without par value
unlimited preferred shares without par value

b. Issued and Outstanding:

On October 10, 2018, the Company closed a private placement for proceeds of \$4,000,000 and issued 16,000,000 at a price of \$0.25 per unit. Each unit consists of one common share and one-half warrant. Each warrant is exercisable into one common share at a price of \$0.50 per share for 1 year. In connection with the private placement, the Company paid cash finders' fees of \$87,900 and 421,200 finder's warrants with a fair value of \$252,720. Each warrant is exercisable into one common share at \$0.50 until October 10, 2019. Finders' fees were valued using the Black-Scholes Option Pricing Model using the following input assumptions:

Risk-free interest rate	2.09%
Estimated life	1 year
Expected volatility	332%
Expected dividend yield	0%

On January 28, 2019, the Company issued 25,000 common shares for exercise of warrants for proceeds of \$2,500.

On January 30, 2019, the Company received proceeds of \$20,000 pursuant to the exercise of 200,000 warrants. Subsequent to the period ended January 31, 2019, these shares were issued.

Stock options:

During the year ended July 31, 2018, the Board approved the adoption by the Company of a new fixed number share option plan (the "Fixed Option Plan"), subject to shareholder and regulatory approval. The Fixed Option Plan is designed to provide certain directors, officers and other key employees of the Company with incentive share options at the discretion of the Board. Under the Fixed Option Plan, the number of Common Shares which will be reserved for issuance, including any options currently outstanding which were granted under the Company's 10% rolling Option Plan will not exceed 3,888,300 Common Shares. Options are to be granted at the discretion of the Board to Service Providers as defined in the Fixed Option Plan. Capitalized terms used but not defined have the meanings ascribed to them in the Fixed Option Plan.

STILLCANNA INC. (formerly EVI Global Group Developments Corp.)

Notes to the Condensed Interim Financial Statements

For the Six Months Ended January 31, 2019

(Unaudited)

*(Expressed in Canadian dollars)***5. SHARE CAPITAL (continued)**

A summary of the Company's stock option activity is as follows:

	Number of Options	Weighted Average Exercise Price
Balance July 31, 2018	1,015,000	\$0.19
Issued, August 2, 2018	100,000	\$0.19
Issued, October 12, 2018	1,050,000	\$0.63
Balance, October 31, 2018	2,165,000	\$0.40

During the period ended January 31, 2019, the Company granted 1,150,000 options, of which 100,000 stock options were issued to a director of the Company. Share-based payments relating to options vesting during the year using the Black-Scholes Option Pricing Model was \$680,500 (2017: \$Nil).

Details of the fair value of options granted and the assumptions used in the Black-Scholes Option

Pricing Model are as follows:

Risk-free interest rate	2.25%- 2.40%
Estimated life	5 years
Expected volatility	241%-247%
Expected dividend yield	0%

Share purchase warrants:

A summary of the Company's warrant activity is as follows:

	Warrants Outstanding	Weighted Average Exercise Price
Balance, July 31, 2018	5,450,000	\$ 0.10
Exercised, September 25, 2018	(300,000)	\$0.10
Granted, October 10, 2018	8,421,200	\$0.50
Exercised, January 28, 2019	(25,000)	\$0.10
Exercised January 30, 2019	(200,000)	\$0.10
Balance, October 31, 2018	13,346,200	\$0.35

On January 28, 2019, the Company issued 25,000 common shares for exercise of warrants for proceeds of \$2,500.

On January 30, 2019, the Company received proceeds of \$20,000 pursuant to the exercise of 200,000 warrants. Subsequent to the period ended January 31, 2019, these shares were issued.

STILLCANNA INC. (formerly EVI Global Group Developments Corp.)

Notes to the Condensed Interim Financial Statements

For the Six Months Ended January 31, 2019

(Unaudited)

*(Expressed in Canadian dollars)***5. SHARE CAPITAL (continued)****Share purchase warrants:**

As of January 31, 2019, the following warrants were outstanding and exercisable:

Number of Warrants Outstanding	Exercise Price	Expiry Date	Number of Common Shares Issuable
4,925,000	\$ 0.10	January 12, 2023	4,925,000
8,421,200	\$ 0.50	October 10, 2019	8,421,200
13,346,200			13,346,200

6. RELATED PARTY TRANSACTIONS

Key management personnel include those persons having authority and responsibility for planning, directing and controlling the activities of the Company as a whole. The Company has determined that key management personnel consist of members of the Company's Board of Directors and corporate officers. The remuneration of directors and key management personnel during the three-month period ended January 31, 2019 and 2018 was as follows:

	2019	2018
Consulting fees, JCL a company controlled by a director of the Company ("JCL")	\$ 46,134	\$ —
Consulting fees, Tilehead Enterprises Ltd., a company controlled by a director of the Company ("Tilehead")	57,000	—
Share-based payments (100,000 options to Director)	19,000	—
	\$ 122,134	\$ —

Accounts payable:

As at January 31, 2019, \$8,125 (2018 - \$Nil) is included in accounts payable due to JCL and \$6,213 (2018 - \$Nil) is included in accounts payable due to Tilehead.

7. NOTE RECEIVABLE

During the period ended January 31, 2019, the Company advanced \$1,007,565 to Borganic. This amount is unsecured, has no set terms of repayment and bears no interest. Upon completion of the Transaction with Borganic, this amount was settled.

STILLCANNA INC. (formerly EVI Global Group Developments Corp.)

Notes to the Condensed Interim Financial Statements

For the Six Months Ended January 31, 2019

(Unaudited)

(Expressed in Canadian dollars)

8. SUBSEQUENT EVENTS

Subsequent to January 31, 2019, the Company issued 724,305 common shares for exercise of warrants, for proceeds of \$174,167.

Subsequent to January 31, 2019, the Company issued 205,000 common shares for exercise of stock options, for proceeds of \$38,950.

In March 2019, the Company executed a share purchase agreement with Olimax NT Sp .Z.O.O (“Olimax”), a licensed producer of cannabidiol in Poland to acquire 100% of the issued and outstanding shares of Olimax for consideration of 24,000,000 common and \$2,000,000.

On March 14, 2019, the Company completed the Transaction through the issuance of 15,000,000 common shares of the Company at \$0.25 per share. The Company issued finder's fees and consulting fees in the amount of 3,800,000 common shares of the Company in connection with the Transaction.