

QUADRON CAPITAL CORPORATION

Condensed Interim Consolidated Financial Statements
(Unaudited – Prepared by Management)
(Expressed in Canadian Dollars)

As at and for the three months ended July 31, 2016 and 2015

QUADRON CAPITAL CORPORATION
(the “Company”)

CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As at and for the three months ended July 31, 2016

NOTICE OF NO AUDITOR REVIEW OF INTERIM FINANCIAL STATEMENTS

The Management of the Company is responsible for the preparation of the accompanying unaudited condensed interim consolidated financial statements. The unaudited condensed interim consolidated financial statements have been prepared using accounting policies in compliance with International Financial Reporting Standards (“IFRS”) for the preparation of condensed interim financial statements and are in accordance with IAS 34 – Interim Financial Reporting.

The Company’s auditor has not performed a review of these condensed interim consolidated financial statements in accordance with the standards established by the Canadian Institute of Chartered Accountants for a review of interim financial statements by an entity’s auditor.

Quadron Capital Corporation

Condensed Interim Consolidated Statements of Financial Position

(Unaudited – Prepared by Management)

(Expressed in Canadian dollars)

As at,

	July 31, 2016		April 30, 2016
Assets			
Current assets			
Cash and cash equivalents	\$ 446,690	\$	662,960
Inventory (Note 6)	430,721		464,050
Accounts receivable	116,163		140,795
Prepaid expenses	74,726		35,317
GST recoverable	43,166		55,275
	1,111,466		1,358,397
Promissory note (Note 7)	450,000		450,000
Equipment (Note 8)	376,267		384,984
	\$ 1,937,733	\$	2,193,381
Liabilities and Shareholders' Equity			
Current liabilities			
Accounts payable and accrued liabilities	\$ 503,904	\$	721,991
Amounts payable to related parties (Note 11)	34,980		52,690
	538,884		774,681
Shareholders' equity			
Share capital (Note 10)	2,990,000		2,990,000
Share-based payment reserve (Note 10)	103,799		103,799
Deficit	(1,694,950)		(1,675,099)
	1,398,849		1,418,700
	\$ 1,937,733	\$	2,193,381

Nature and continuance of operations (Note 1)

Related party transactions (Note 11)

Approved on behalf of the Board on September 29, 2016:

"Rosy Mondin"

Rosy Mondin – CEO and President

"Doug McFaul"

Doug McFaul - Director

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

Quadron Capital Corporation

Condensed Interim Consolidated Statements of Net Loss and Comprehensive Loss

(Unaudited – Prepared by Management)

(Expressed in Canadian dollars)

For the three months ended July 31,

	2016	2015
Sales	\$ 223,450	\$ -
Cost of sales	(93,384)	-
	130,066	-
Expenses (income)		
Accounting and legal (Note 11)	\$ 10,000	\$ 1,500
Bank charges	1,986	-
Consulting fees (Note 11)	33,100	-
Depreciation (Note 8)	19,234	-
General and administrative	17,228	54
Interest income (Note 7)	(6,629)	-
Management fees (Note 11)	22,500	-
Marketing and research	27,490	-
Remuneration and benefits (Note 11)	25,008	-
	149,917	1,554
Loss and comprehensive loss for the period	\$ (19,851)	\$ (1,554)
Weighted average number of common shares outstanding – basic and diluted	36,500,000	7,800,000
Basic and diluted loss per share	\$ (0.00)	\$ (0.00)

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

Quadron Capital Corporation

Condensed Interim Consolidated Statements of Cash Flows

(Unaudited – Prepared by Management)

(Expressed in Canadian dollars)

For the three months ended July 31,

	2016	2015
Cash flows from operating activities:		
Net loss for the period	\$ (19,851)	\$ (1,554)
Items not involving cash:		
Depreciation	19,234	-
Change in non-cash operating working capital:		
Inventory	33,329	-
Accounts receivable	24,632	-
Prepaid expenses	(39,409)	-
GST recoverable	12,109	(75)
Accounts payable and accrued liabilities	(218,087)	1,576
Amounts payable to related parties	(17,710)	-
	(205,753)	(53)
Cash flows from investing activities:		
Purchase of equipment	(10,517)	-
	(10,517)	-
Change in cash for the period	(216,270)	(53)
Cash and cash equivalents, beginning of the period	662,960	1,583
Cash and cash equivalents, end of the period	\$ 446,690	\$ 1,530
Supplementary information with respect to cash flows:		
Income taxes paid	\$ -	\$ -
Interest paid	\$ -	\$ -
Cash and cash equivalents are comprised of:		
Cash	\$ 196,690	\$ 1,530
Guaranteed investment certificate	\$ 250,000	\$ -
	\$ 446,690	\$ 1,530

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

Quadron Capital Corporation

Condensed Interim Consolidated Statements of Changes in Shareholders' Equity (Deficiency)

(Unaudited – Prepared by Management)

(Expressed in Canadian dollars)

	Number of Common Shares	Share Capital	Share-based Payment Reserve	Deficit	Total Shareholder's Equity (Deficiency)
Balance, April 30, 2015	7,800,000	\$ 120,000	\$ -	\$ (130,481)	\$ (10,481)
Net loss for the period	-	-	-	(1,554)	(1,554)
Balance, July 31, 2015	7,800,000	\$ 120,000	\$ -	\$ (132,035)	\$ (12,035)
Balance, April 30, 2016	36,500,000	\$ 2,990,000	\$ 103,799	\$ (1,675,099)	\$ 1,418,700
Net loss for the period	-	-	-	(19,851)	(19,851)
Balance, July 31, 2016	36,500,000	\$ 2,990,000	\$ 103,799	\$ (1,694,950)	\$ 1,398,849

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

Quadron Capital Corporation

Notes to the Condensed Interim Consolidated Financial Statements

As at and for the three months ended July 31, 2016 and 2015

(Unaudited – Prepared by Management)

(Expressed in Canadian dollars)

1. NATURE AND CONTINUANCE OF OPERATIONS

Quadron Capital Corporation (the “Company” or “Quadron”) was incorporated under the British Columbia Business Corporations Act on November 7, 2011 and became a reporting issuer in British Columbia and Alberta on July 25, 2012. The Company's head office is located at Suite 1600, 609 Granville Street, Vancouver, British Columbia, V7Y 1C3, and it's registered and records office is located at Suite 885 W Georgia St #2200, Vancouver, BC V6C 3E8. The Company's shares are not publicly traded.

On November 5, 2015, the Company acquired 100% of the outstanding shares of 1054608 B.C. Ltd., a privately held company, for a nominal amount. 1054608 B.C. Ltd. had no assets or liabilities, nor an active business at the date of acquisition. The purpose of the acquisition relates to the Amalgamation Agreement discussed below.

On January 8, 2016, pursuant to a definitive Amalgamation Agreement (“Amalgamation Agreement”) executed November 6, 2015, a wholly-owned subsidiary of Quadron completed an amalgamation (the “Acquisition”) with Soma Labs Scientific Inc. (“Soma”), an arms' length private company incorporated under the laws of British Columbia. Security holders of Soma received 17,422,500 common shares and 2,000,000 preferred shares of Quadron in exchange for all of their common and preferred shares of Soma (See Note 9). Subject to the amalgamated entity achieving \$1,000,000 in earnings before interest, taxes, depreciation and amortization for the fiscal year ending April 30, 2017, each preferred share will automatically convert into one common share of Quadron. The holders of Soma's convertible securities (warrants) also received convertible securities (warrants) of Quadron on a one-for-one basis. In contemplation of the Acquisition, the Company completed two private placements; the first on November 6, 2015 (6,640,000 units for proceeds of \$664,000) and the second on December 31, 2015 (4,637,500 units for gross proceeds of \$463,750) as discussed in Note 10.

On January 15, 2016, Greenmantle Products Limited (“Greenmantle”) was incorporated pursuant to the provisions of the BC Business Corporations Act and is a wholly owned subsidiary of Quadron. Greenmantle's head office is located at 1600 – 609 Granville Street, Vancouver, BC V7Y 1C3. Greenmantle's registered and records office is located at Suite 2200, HSBC Building, 885 West Georgia Street, Vancouver, British Columbia, V6C 3E8.

There is no assurance that any future business will be profitable. These factors may cast significant doubt as to the Company's ability to continue as a going concern.

The Company has generated minimal revenue from operations to date. The Company incurred a net loss of \$19,851 during the three-month period ended July 31, 2016 and as of that date the Company's deficit was \$1,694,950. Consequently, the Company remains dependent upon the financial support of its shareholders. The future success of the Company is dependent on the Company's ability to establish profitable operations in Soma and Greenmantle or the ongoing ability to finance the Company through the issuance of equity or debt.

These condensed interim consolidated financial statements have been prepared in accordance with International Financial Reporting Standards (“IFRS”) with the assumption that the Company will be able to realize its assets and discharge its liabilities in the normal course of business rather than a process of forced liquidation. These condensed interim consolidated financial statements do not include any adjustments relating to the recoverability and classification of recorded asset amounts and classification of liabilities that might be necessary should the Company be unable to continue in existence.

Quadron Capital Corporation

Notes to the Condensed Interim Consolidated Financial Statements

As at and for the three months ended July 31, 2016 and 2015

(Unaudited – Prepared by Management)

(Expressed in Canadian dollars)

2. BASIS OF PREPARATION

These condensed interim consolidated financial statements have been prepared using accounting policies consistent with IFRS as issued by the International Accounting Standard Board (“IASB”) and in accordance with International Accounting Standards (“IAS”) 34, Interim Financial Reporting, using accounting policies that the Company expects to adopt in its annual consolidated financial statements for the year ended April 30, 2017. These condensed interim consolidated financial statements do not include all of the information required for the annual consolidated financial statements and should be read in conjunction with the Company’s most recent audited financial statements for the year ended April 30, 2016, which are available on www.sedar.com.

The condensed interim consolidated financial statements are presented in Canadian dollars and include the accounts of the Company and its 100% wholly-owned subsidiaries, Soma, and Greenmantle each having a Canadian functional currency. The functional currency determinations were conducted through an analysis of the consideration factors identified in IAS 21.

These condensed interim consolidated financial statements were approved and authorized for issuance by the Board of Directors on September 29, 2016.

3. SIGNIFICANT ACCOUNTING POLICIES

These condensed interim consolidated financial statements of the Company have been prepared on the historical cost basis, except for financial instruments classified as financial instruments at fair value through profit and loss, which are stated at their fair value. In addition, these condensed interim consolidated financial statements have been prepared using the accrual basis of accounting, except for cash flow information.

The accounting policies applied in these condensed interim consolidated financial statements are the same as those applied in the Company’s most recent audited annual financial statements as at and for the year ended April 30, 2016 which is available at www.sedar.com, except for those new, revised and/or amended standards adopted below, and reflect all the adjustments necessary for fair presentation in accordance with IAS 34. There has been no material impact on these financial statements from changes in accounting standards during the period.

4. NEW ACCOUNTING PRONOUNCEMENT ADOPTED

The following amendment to existing standards has been adopted by the Company effective May 1, 2016:

- IAS 1 – Presentation of financial statements – clarifies guidance on materiality, presentation of subtotals, structure of financial statements and disclosure of accounting policies.

The adoption of this standard did not have an impact on the financial statements.

Quadron Capital Corporation

Notes to the Condensed Interim Consolidated Financial Statements

As at and for the three months ended July 31, 2016 and 2015

(Unaudited – Prepared by Management)

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5. RECENT ACCOUNTING PRONOUNCEMENTS

A number of new IFRS standards, amendments to standards and interpretations are not yet effective for the period ended July 31, 2016, and have not been applied in preparing these financial statements. None of these is expected to have an effect on the Company's financial statements:

- IFRS 9 - New standard that replaced IAS 39 for classification and measurement, tentatively effective for annual periods beginning on or after January 1, 2018.
- IFRS 15 - New standard to establish principles for reporting the nature, amount, timing, and uncertainty of revenue and cash flows arising from an entity's contracts with customers, effective for annual periods beginning on or after January 1, 2018.

6. INVENTORY

	2016
Balance, April 30, 2016	\$ 464,050
Purchases	55,942
Sales and usage	(89,271)
Balance, July 31, 2016	\$ 430,721

The inventory as at July 31, 2016 consists primarily of Premium Disposal Vapour Pens, their activation cartridges and associated packaging materials.

7. PROMISSORY NOTE

Prior to the Acquisition, on November 5, 2015, Soma advanced \$450,000 to Odorchem Manufacturing Corporation ("Odorchem") by way of a Promissory Note ("Note") issued to Soma (Note 10). Interest accrues on the Note at the simple rate of 5.5% per annum and is payable on the maturity date, November 5, 2017. Odorchem may repay the Note and all accrued interest thereon at any time from time to time without notice or penalty. Odorchem shall pay all amounts due and owing under the Note on or before November 5, 2017. All amounts due and owing under the Note are secured by way of a General Security Agreement over all of Odorchem's present and after acquired assets.

From the date of the Acquisition on January 8, 2016, to July 31, 2016, \$13,901 in interest has been accrued and disclosed on the consolidated statement of loss and comprehensive loss as interest income. Odorchem is an arm's length party.

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Notes to the Condensed Interim Consolidated Financial Statements

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8. EQUIPMENT

	Furniture and Equipment	Computer Hardware	Total
Costs:			
Balance, April 30, 2016 ⁽¹⁾	\$ 449,998	\$ 8,468	\$ 458,466
Additions	10,517	-	10,517
Balance, July 31, 2016	\$ 460,515	\$ 8,468	\$ 468,983
Accumulated Depreciation:			
Balance, April 30, 2016	\$ 71,365	\$ 2,117	\$ 73,482
Amortization	18,176	1,058	19,234
Balance, July 31, 2016	\$ 89,541	\$ 3,175	\$ 92,716
Net Book Value:			
April 30, 2016	\$ 378,633	\$ 6,351	\$ 384,984
July 31, 2016	\$ 370,974	\$ 11,643	\$ 376,267

⁽¹⁾ During the previous fiscal year, \$270,373 represent the equipment acquired on the Acquisition of Soma (Note 9).

9. AMALGAMATION AGREEMENT

Effective January 8, 2016, Quadron acquired all the issued and outstanding share capital of Soma. As consideration, Quadron issued 17,422,500 common shares and 2,000,000 preferred shares in exchange for all common and preferred shares of Soma issued and outstanding immediately prior to the completion of the amalgamation. The Company also issued one warrant for each Soma warrant held immediately prior to the date of the completion of the amalgamation (4,361,250 warrants issued). The warrants had an original value, and value on reissuance, of \$nil.

The Acquisition has been accounted for as an asset acquisition. The Acquisition is not considered a reverse takeover. Soma's results of operations are included in the Company's consolidated results from January 8, 2016, onwards.

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Notes to the Condensed Interim Consolidated Financial Statements

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9. AMALGAMATION AGREEMENT (continued)

The net assets of Soma had a fair value of \$586,347, on January 8, 2016, as follows:

Cash	\$	300,658
Receivables		28,228
GST recoverable		22,785
Prepaid expenses		137,500
Promissory note- Odorchem		450,000
Equipment		270,373
Loan payable to Quadron		(250,000)
Amounts payable to related parties		(63,409)
Accounts payable and accrued liabilities		(309,788)
	\$	586,347

The fair value of the common and preferred shares issued in connection with this amalgamation was \$1,742,250. The excess of \$1,155,903 over the fair value of Soma's net assets was allocated as a share-based payment in the 2016 fiscal year.

10. SHARE CAPITAL AND SHARE-BASED PAYMENT RESERVE

a) Authorized

Unlimited common shares without par value – 36,500,000 issued and outstanding as at July 31, 2016.

Unlimited preferred shares without par value – 2,000,000 issued and outstanding as at July 31, 2016. Subject to the Company achieving \$1,000,000 in earnings before interest, taxes, depreciation and amortization (the "Financial Milestone") for the fiscal period ending April 30, 2017, each preferred share will automatically convert into one common share of the Company. If the Company fails to achieve the Financial Milestone, it may, at any time after the effective date of the financial statements, purchase any or all of the preferred shares held by any one holder at a price per preferred share of CAD \$0.0001.

b) Stock options

During the year ended April 30, 2016 the Company adopted a Stock Option Plan under which the Board of Directors may, from time to time, in its discretion, and in accordance with regulatory policies, grant to directors, officers, employees and consultants of the Company, options to purchase shares, provided that the number of shares reserved for issuance, together with those to be issued pursuant to options previously granted, does not exceed 10% of the issued and outstanding shares at the time of the grant. In addition, the number of shares which may be reserved for issuance to any one individual may not exceed 5% of the issued shares on a yearly basis, or 2% if the optionee is a consultant. All options granted to a participant under the Plan will become vested on the grant date, or at such other time as may be established by the Board at the time of the grant in compliance with requirements of the Exchange. The expiry date for each option shall be set by the Board at the time of issue of the option and shall not be more than ten years after the grant date.

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Notes to the Condensed Interim Consolidated Financial Statements

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(Unaudited – Prepared by Management)

(Expressed in Canadian dollars)

10. SHARE CAPITAL AND SHARE-BASED PAYMENT RESERVE (continued)

b) Stock options (continued)

No options were issued during the three-month period ended July 31, 2016.

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

	Number of Options	Weighted Average Exercise Price
Balance, April 30, 2016	1,400,000	\$ 0.10
Granted	-	-
Balance, July 31, 2016	1,400,000	\$ 0.10

A summary of the Company's stock options as at July 31, 2016 are as follows:

Grant Date	Number of Options outstanding	Number of Options exercisable	Weighted Average Exercise Price	Expiry date	Weighted Average Remaining contractual life (years)
February 15, 2016	1,400,000	1,400,000	\$ 0.10	February 15, 2021	4.55
Total	1,400,000	1,400,000	\$ 0.10		4.55

c) Share issuance

On November 6, 2015, the Company closed a non-brokered private placement of 6,640,000 units at \$0.10 per unit for gross proceeds of \$664,000. Each unit is comprised of one common share and one-half of one share purchase warrant. Each whole warrant entitles the holder to purchase one additional common share of the Company at a price of \$0.20 per share for 24 months from the date of issuance. If at any time during the 24 months, Quadron completes a going public transaction, the expiry date will be amended to 18 months following the closing of the going public transaction. The residual value of the warrants attached to the units was determined to be \$nil.

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Notes to the Condensed Interim Consolidated Financial Statements

As at and for the three months ended July 31, 2016 and 2015

(Unaudited – Prepared by Management)

(Expressed in Canadian dollars)

10. SHARE CAPITAL AND SHARE-BASED PAYMENT RESERVE (continued)

c) Share issuance (continued)

On December 31, 2015, the Company closed a non-brokered private placement of 4,637,500 units at \$0.10 per unit for gross proceeds of \$463,750. Each unit is comprised of one common share and one-half of one share purchase warrant. Each whole warrant entitles the holder to purchase one additional common share of the Company at a price of \$0.20 per share for 24 months from the date of issuance. If at any time during the 24 months, Quadron completes a going public transaction, the expiry date will be amended to 18 months following the closing of the going public transaction. The residual value of the warrants attached to the units was determined to be \$nil.

On January 8, 2016, pursuant to acquisition of Soma, the Company issued 17,422,500 common shares and 2,000,000 preferred shares of Quadron in exchange for all of their common and preferred shares of Soma.

d) Warrants

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

	Number of warrants outstanding	Weighted average exercise price
Balance, April 30, 2016	10,000,000	\$ 0.20
Issued	-	-
Expired	-	-
Exercised	-	-
Balance, July 31, 2016	10,000,000	\$ 0.20

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Notes to the Condensed Interim Consolidated Financial Statements

As at and for the three months ended July 31, 2016 and 2015

(Unaudited – Prepared by Management)

(Expressed in Canadian dollars)

10. SHARE CAPITAL AND SHARE-BASED PAYMENT RESERVE (continued)

d) Warrants (continued)

A summary of warrants outstanding are as follows:

Issue Date	Number of Warrants outstanding	Weighted Avg. Exercise Prices	Expiry date	Weighted Avg. Remaining contractual life (years)
January 8, 2016	500,000	\$ 0.20	January 31, 2017 ¹	0.50
January 8, 2016	1,150,000	\$ 0.20	October 8, 2017 ¹	1.19
November 6, 2015	3,320,000	\$ 0.20	November 6, 2017 ¹	1.27
January 8, 2016	2,711,250	\$ 0.20	November 9, 2017 ¹	1.28
December 31, 2015	2,318,750	\$ 0.20	December 31, 2017 ¹	1.42
	10,000,000	\$ 0.20		1.26

¹If at any time prior to the Expiry Date the Company completes a Going Public Transaction, each warrant shall entitle the holder thereof to purchase one warrant share at a price of \$0.20 for a period expiring 18 months from the date of the Going Public Transaction.

11. RELATED PARTY TRANSACTIONS

Key management personnel:

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 executive and non-executive members of the Company's Board of Directors and corporate officers.

Summary of expenses incurred:

Type of Service	Nature of Relationship	For the three-month period ended July 31,	
		2016	2015
Consulting fees ¹	To an officer, and to a company with a director in common with the Company	\$ 7,600	\$ -
Management fees	To a company with officers and directors in common with the Company	22,500	-
Remuneration and benefits ¹	To an officer of the Company	7,500	-
Total		\$ 37,600	\$ -

¹Key management personnel

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Notes to the Condensed Interim Consolidated Financial Statements

As at and for the three months ended July 31, 2016 and 2015

(Unaudited – Prepared by Management)

(Expressed in Canadian dollars)

11. RELATED PARTY TRANSACTIONS (continued)

Summary of amounts due to related parties:

Type of Service	Nature of Relationship	July 31, 2016	April 30, 2016
Consulting fees ¹	To an officer, director and to a company that has a director in common with the Company	\$ 6,285	\$ 18,310
Loans payable	To a company that has a director in common with the Company	1,650	1,650
Management fees	To a company with officers and directors in common with the Company	8,400	8,400
Legal Fees ¹	To law firms that a director of the Company was and/or is a partner in	15,130	15,130
Administrative expenses	To a company with an officer and director in common with the Company	3,515	9,200
Due to related parties		\$ 34,980	\$ 52,690

¹Key management personnel

Unless otherwise specified, amounts due to related parties referred to above are non-interest bearing, unsecured, receivable or payable on demand, and have arisen from the provision of services as described above.

12. MANAGEMENT OF CAPITAL

The Company's capital structure consists of shareholders' equity (deficiency). The Company manages its capital structure and makes adjustments to it, based on the funds available to the Company, in order to complete a qualifying transaction. The Board of Directors does not establish quantitative return on capital criteria for management, but rather relies on the expertise of the Company's management to sustain future development of the business. In order to carry out the planned activities and pay for administrative costs, the Company will spend its existing working capital amounts as needed. Management reviews its capital management approach on an ongoing basis and believes that this approach, given the relative size of the Company, is reasonable. There were no changes in the Company's approach to capital management since inception. The Company is not subject to externally imposed capital requirements.

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Notes to the Condensed Interim Consolidated Financial Statements

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(Unaudited – Prepared by Management)

(Expressed in Canadian dollars)

13. SEGMENTED INFORMATION

The Company has three principle reporting segments being the sale of premium disposable vapor pens and related materials, laboratory, research and development services and corporate and administration. The reportable segments were determined based on the nature of the services provided and goods sold.

Reportable segments are defined as components of an enterprise about which separate financial information is available that is evaluated regularly by the chief operating decision maker in deciding how to allocate resources and in assessing performance.

Consolidated statements of loss and comprehensive loss	Three-month period ended July 31, 2016		Year ended April 30, 2016
Sales to external customers			
Sale of premium disposable vapor pens and related materials	\$	214,936	\$ 144,354
Laboratory, research and development services		8,514	22,469
Corporate and administration		-	-
	\$	223,450	\$ 166,823
Income (loss) before income taxes			
Sale of premium disposable vapor pens and related materials	\$	96,470	\$ (19,971)
Laboratory, research and development services		(59,124)	(142,043)
Corporate and administration		(57,197)	(1,382,604)
	\$	(19,851)	\$ (1,544,618)
Depreciation and amortization			
Sale of premium disposable vapor pens and related materials	\$	-	\$ -
Laboratory, research and development services		19,234	73,482
Corporate and administration		-	-
	\$	19,234	\$ 73,482

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Notes to the Condensed Interim Consolidated Financial Statements

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(Unaudited – Prepared by Management)

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13. SEGMENTED INFORMATION (continued)

The Company evaluates performance based on several factors, of which the primary financial measure is business segment income before taxes. The following tables summarize the operations of the Company's reportable segments for the period ended July 31, 2016 and year ended April 30, 2016:

Consolidated statements of financial position	As at July 31, 2016	As at April 30, 2016
Assets		
Sale of premium disposable vapor pens and related materials		
Identifiable assets	\$ 715,051	\$ 825,604
	<u>\$ 715,051</u>	<u>\$ 825,604</u>
Laboratory, research and development services		
Identifiable assets	\$ 909,094	\$ 936,407
	<u>\$ 909,094</u>	<u>\$ 936,407</u>
Corporate and administration		
Identifiable assets	\$ 313,588	\$ 431,370
	<u>\$ 313,588</u>	<u>\$ 431,370</u>
Total Assets	<u>\$ 1,937,733</u>	<u>\$ 2,193,381</u>
Liabilities		
Sale of premium disposable vapor pens and related materials	\$ (413,092)	\$ (595,575)
Laboratory, research and development services	(64,325)	(142,565)
Corporate and administration	(61,467)	(36,541)
	<u>\$ (538,884)</u>	<u>\$ (774,681)</u>

As at July 31, 2016 and April 30, 2016 all of the Company's identifiable assets are located in Canada.