

PERFORMANCE TAILORING TECHNOLOGY PLC

SEPARATE FINANCIAL STATEMENTS

NOVEMBER 30th, 2019

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PERFORMANCE TAILORING TECHNOLOGY PLC

December 18, 2019

PERFORMANCE TAILORING TECHNOLOGY PLC
Minshull House, 67 Wellington Road North Stockport, Cheshire
United Kingdom, SK4 2LP

To the directors,

The Objective and Scope of the Audit

You have requested that I audit the financial statements of PERFORMANCE TAILORING TECHNOLOGY PLC which comprise the separate financial position as at November 30, 2019 and a summary of significant accounting policies and other explanatory information.

I am pleased to confirm my acceptance and my understanding of the nature, scope and terms of this audit engagement, and all services related thereto, by means of this letter (the "Engagement").

The objectives of my audit are to obtain reasonable assurance about whether these separate financial statement as a whole is free from material misstatement (whether due to fraud or error) and to issue an auditor's report that includes my opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

The Responsibilities of the Auditor

I will conduct my audit in accordance with Canadian generally accepted auditing standards. Those standards require that I comply with ethical requirements. As part of an audit in accordance with Canadian generally accepted auditing standards, I exercise professional judgment and maintain professional skepticism throughout the audit. I also:

- a. Identify and assess the risks of material misstatement of the financial statements (whether due to fraud or error), design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations or the override of internal control.
- b. Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. However, I will communicate to you in writing concerning any significant deficiencies in internal control relevant to the audit of the financial statements that I have identified during the audit.
- c. Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- d. Conclude on the appropriateness of management's use of the going-concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the entity's ability to continue as a going concern. If I conclude that a material uncertainty exists, I am required to draw attention in

my auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my auditor's report. However, future events or conditions may cause the entity to cease to continue as a going concern.

- e. Evaluate the overall presentation, structure and content of the financial statements (including the disclosures) and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

Because of the inherent limitations of an audit, together with the inherent limitations of internal control, there is an unavoidable risk that some material misstatements may not be detected, even though the audit is properly planned and performed in accordance with Canadian generally accepted auditing standards.

PERFORMANCE TAILORING TECHNOLOGY PLC

The Responsibilities of Management

My audit will be conducted on the basis that management acknowledge and understand that they have responsibility:

- a. For the preparation and fair presentation of the financial statements in accordance with International Financial Reporting Standards.
- b. For the design and implementation of such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.
- c. To provide us with timely:
 - i. Access to all information of which management is aware that is relevant to the preparation of the financial statements (such as records, documentation and other matters);
 - ii. Information about all known or suspected fraud, any allegations of fraud or suspected fraud and any known or probable instances of non-compliance with legislative or regulatory requirements;
 - iii. Additional information that we may request from management for the purpose of the audit; and
 - iv. Unrestricted access to persons within PERFORMANCE TAILORING TECHNOLOGY PLC from whom I determine it necessary to obtain audit evidence.

As part of my audit process:

- a. I will make inquiries of management about the representations contained in the financial statements. At the conclusion of the audit, I will request from management written confirmation concerning those representations. If such representations are not provided in writing, management acknowledges and understands that I would be required to disclaim an audit opinion.
- b. I will communicate any misstatements identified during the audit other than those that are clearly trivial. I request that management correct all the misstatements communicated.

Form and Content of Audit Opinion

Unless unanticipated difficulties are encountered, my report will be substantially in the form contained in Appendix A to this letter. If I conclude that a modification to my opinion on the separate financial statements is necessary, I will discuss the reasons with you in advance.

Confidentiality

One of the underlying principles of the profession is a duty of confidentiality with respect to client affairs. Each professional accountant is bound by the professional secrecy of all confidential information that becomes known during the practice of the profession. Accordingly, I will not provide any third party with confidential information concerning the affairs of PERFORMANCE TAILORING TECHNOLOGY PLC unless:

- a. I have been specifically authorized with prior consent;
- b. I have been ordered or expressly required by law or by the provincial *Code of Professional*;
- c. The information requested is public domain.

PERFORMANCE TAILORING TECHNOLOGY PLC

Communications

In performing my services, I will send messages and documents electronically. As such communications can be intercepted, misdirected, infected by a virus, or otherwise used or communicated by an unintended third party, I cannot guarantee or warrant that communications from me will be properly delivered only to the addressee. Therefore, I specifically disclaim, and you release me from, any liability or responsibility whatsoever for interception or unintentional disclosure of communications transmitted by me in connection with the performance of this Engagement. In that regard, you agree that I shall have no liability for any loss or damage to any person or entity resulting from such communications, including any that are consequential, incidental, direct, indirect, punitive, exemplary or special damages (such as loss of data, revenues or anticipated profits).

If you do not consent to our use of electronic communications, please notify us in writing.

Use of Information

It is acknowledged that I will have access to all information about identified individuals ("personal information") in your custody that I require to complete our Engagement. My services are provided on the basis that:

- a. You represent to us that management has obtained any required consents for our collection, use, disclosure, storage, transfer and process of personal information required under applicable privacy legislation and professional regulation; and
- b. I will hold all personal information in compliance with our Privacy Statement.

Use and Distribution of Our Report

The examination of the separate financial statements and the issuance of my audit report are solely for the use of PERFORMANCE TAILORING TECHNOLOGY PLC and those to whom my report is specifically addressed by me. I make no representations or warranties of any kind to any third party in respect of these financial statements or my audit report.

For greater clarity, my audit will not be planned or conducted for any third party or for any specific transaction. Accordingly, items of possible interest to a third party may not be addressed and matters may exist that would be assessed differently by a third party, including, without limitation, in connection with a specific transaction. My audit report should not be circulated (beyond PERFORMANCE TAILORING TECHNOLOGY PLC) or relied upon by any third party for any purpose, without my prior written consent.

You agree that my name may be used only with my prior written consent and that any information to which I have attached a communication be issued with that communication, unless otherwise agreed to by me in writing.

Reproduction of Auditor's Report

If reproduction or publication of my audit report (or reference to my report) is planned in an annual report or other document, including electronic filings or posting of the report on a website, a copy of the entire document should be submitted to me in sufficient time for my review and approval in writing before the publication or posting process begins.

Management is responsible for the accurate reproduction of the financial statements, the auditor's report and other related information contained in an annual report or other public document (electronic or paper-based). This includes any incorporation by reference to either full or summarized financial statements that I have audited.

I am not required to read the information contained in your website or to consider

the consistency of other information on the electronic site with the original document.

Ownership

The working papers, files, other materials, reports and work created, developed or performed by me during the course of the Engagement are the property of my firm, constitute our confidential information and will be retained by us in accordance with our firm's policies and procedures.

PERFORMANCE TAILORING TECHNOLOGY PLC

During the course of my work, I may provide, for your own use, certain software, spreadsheets and other intellectual property to assist with the provision of our services. Such software, spreadsheets and other intellectual property must not be copied, distributed or used for any other purpose. I also do not provide any warranties in relation to these items and will not be liable for any lost or corrupted data or other damage or loss suffered or incurred by you in connection with your use of them.

I retain the copyright and all intellectual property rights in any original materials provided to you.

File Inspections

In accordance with professional regulations (and by our firm's policy), my client files may periodically be reviewed by practice inspectors and by other engagement file reviewers to ensure that I am adhering to our professional and firm's standards. File reviewers are required to maintain confidentiality of client information.

Governing Legislation

This engagement letter is subject to, and governed by, the laws of the Province of Quebec. The Province of Quebec will have exclusive jurisdiction in relation to any claim, dispute or difference concerning this engagement letter and any matter arising from it. Each party irrevocably waives any right it may have to object to any action being brought in those courts, to claim that the action has been brought in an inappropriate forum or to claim that those courts do not have jurisdiction.

Dispute Resolution

You agree that any dispute that may arise regarding the meaning, performance or enforcement of this Engagement will, prior to resorting to litigation, be submitted to mediation.

Time Frames

We will use all reasonable efforts to complete the Engagement as described in this letter within the agreed upon time frames.

However, I shall not be liable for failures or delays in performance that arise from causes beyond our reasonable control, including the untimely performance by PERFORMANCE TAILORING TECHNOLOGY PLC of its obligations.

Estimated Fees

I estimate that my fees for these services will be \$ 3 500 for the audit, which will be paid directly by Isatis Capital Group inc, plus direct out-of-pocket expenses and applicable GST/PST.

If significant additional time is likely to be incurred, I will discuss the reasons with you and agree on a revised fee estimate before I incur the additional costs. .Fees will be rendered as work progresses and are payable on presentation.

Costs of Responding to Government or Legal Processes

In the event I am required to respond to a subpoena, court order, government agency or other legal process for the production of documents and/or testimony relative to information I obtained and/or prepared during the course of this Engagement, you agree to compensate me at my normal hourly rates for the time I expend in connection with such response and to reimburse me for all of our out-of-

pocket costs (including applicable GST/PST) incurred.

Conclusion

This engagement letter includes the relevant terms that will govern the Engagement for which it has been prepared. The terms of this letter supersede any prior oral or written representations or commitments by or

PERFORMANCE TAILORING TECHNOLOGY PLC

between the parties. Any material changes or additions to the terms set forth in this letter will only become effective if evidenced by a written amendment to this letter, signed by all of the parties.

If you have any questions about the contents of this letter, please raise them with me. If the services outlined are in accordance with your requirements, and if the above terms are acceptable to you, please sign the copy of this letter in the space provided and return it to me.

I appreciate the opportunity of continuing to be of service to your company.

Yours truly,

Signed

Dominique Toupin CPA auditor, CA

Acknowledged and agreed on behalf of PERFORMANCE TAILORING TECHNOLOGY PLC by:

Signed

Christine Lagace, Secretary

Date

01 / 14 / 2020

Signed

Darrell Matthew Kopke , Director

Date

01 / 14 / 2020

Signed

Traci Shannon Costa, Director

Date

01 / 14 / 2020

PERFORMANCE TAILORING TECHNOLOGY PLC

Appendix - A

INDEPENDENT AUDITOR'S REPORT

To the Shareholders of PERFORMANCE TAILORING TECHNOLOGY PLC.

Report on the Audit of the Financial Statements

Opinion

I have audited the financial statement of PERFORMANCE TAILORING TECHNOLOGY PLC, which comprise the statement of separate financial position as at November 30th, 2019 and notes to financial statements, including a summary of significant accounting policies and other explanatory information.

In my opinion, the separate financial statement present fairly, in all material respects, the financial position of PERFORMANCE TAILORING TECHNOLOGY PLC as at November 30th, 2019 in accordance with International Financial Reporting Standards.

Basis for Opinion

I conducted my audit in accordance with Canadian generally accepted auditing standards. My responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of my report. I am independent of the Company in accordance with the ethical requirements that are relevant to my audit of the financial statements in Canada, and I have fulfilled our other ethical responsibilities in accordance with these requirements. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with IFRS, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the separate financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going-concern basis of accounting unless management either intends to liquidate the Company or to cease operations.

Those charged with governance are responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

My objectives are to obtain reasonable assurance about whether the separate financial statements as a whole are free from material misstatement (whether due to fraud or error) and to issue an auditor's report that includes my opinion. Reasonable assurance is a high level of assurance, but it is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements

PERFORMANCE TAILORING TECHNOLOGY PLC

As part of an audit in accordance with Canadian generally accepted auditing standards, I exercise professional judgment and maintain professional skepticism throughout the audit. I also:

- Identify and assess the risks of material misstatement of the financial statements (whether due to fraud or error), design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going-concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If I conclude that a material uncertainty exists, I am required to draw attention in my auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements (including the disclosures), and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

I communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that I identify during my audit.

I also provide those charged with governance with a statement that I have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on my independence and, where applicable, related safeguards.

From the matters communicated with those charged with governance, I determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. I describe these matters in my auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, I determine that a matter should not be communicated in my report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Auditor

Date

PERFORMANCE TAILORING TECHNOLOGY PLC

HELLOSIGN

Audit Trail

TITLE	Auditor Docs for Signature
FILE NAME	Engagement Letter-PTT PLC_20191130.pdf
DOCUMENT ID	dbf94e7ebe576b66a95ac33adeaf9a78d3a52a00
AUDIT TRAIL DATE FORMAT	MM / DD / YYYY
STATUS	• Completed

Document History

	01 / 14 / 2020	Sent for signature to Christine Legace (clagace@isatiscapital.ca) and Traci Costa (traci@peekaboobeans.com) from darrell.kopke@gmail.com IP: 50.64.48.8
SENT	18:17:22 UTC	
	01 / 14 / 2020	Viewed by Traci Costa (traci@peekaboobeans.com)
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VIEWED	18:59:00 UTC	IP: 107.171.179.4
	01 / 14 / 2020	Signed by Traci Costa (traci@peekaboobeans.com)
SIGNED	18:33:58 UTC	IP: 24.85.203.5
	01 / 14 / 2020	Signed by Christine Legace (clagace@isatiscapital.ca)
SIGNED	19:00:27 UTC	IP: 107.171.179.4
	01 / 14 / 2020	The document has been completed.
COMPLETED	19:00:27 UTC	

PERFORMANCE TAILORING TECHNOLOGY PLC

Separate statement of financial position as at November 30th, 2019

(Expressed in pound sterling)

			November 30, 2019	April 13, 2019
	Notes			
Assets				
Current	3			
Cash and cash equivalents	3	£	12,500	£ -
Prepaid expenses	3		43,086	-
Promissory notes, without interest			62,920	62,920
Total current assets			<u>118,506</u>	<u>62,920</u>
Non current	3			
Equity securities of subsidiary			62,388	-
Total assets			<u>180,894</u>	<u>62,920</u>
Liabilities				
Current	3			
Due to shareholders		£	84,922	£ -
Due to a private company, non interest bearing and without terms of repayment	3		62,388	-
Total liabilities			147,310	-
Shareholder's equity	4			
Share capital			33,584	62,920
Total sharehoder's equity			<u>33,584</u>	<u>62,920</u>
		£		
Total liabilities and Shareholder's equity			<u>180,894</u>	£ <u>62,920</u>

Subsequent events (note 5)

ON BEHALF OF THE BOARD

Darrell Matthew KOPKE

30 September 2020

The accompanying notes are an integral part of these separate financial statements

PERFORMANCE TAILORING TECHNOLOGY PLC

Separate statement of cash flows, for the periods ended,
(Expressed in pound sterling)

	November 30, 2019	April 13, 2019
	7,5 months	
Prepaid expenses	£ (43,086)	£ -
Due to shareholders	84,922	
Issuance cost	(29,336)	-
Net cash flow from financing activities	<u>12,500</u>	<u>-</u>
Cash and cash equivalents, beginning of period	<u>-</u>	<u>-</u>
Cash and cash equivalents, end of period	£ <u>12,500</u>	£ <u>-</u>

PERFORMANCE TAILORING TECHNOLOGY

Notes to separate financial statements

November 30th, 2019

(Expressed in pound sterling)

1. Nature of operations and general information

1.1 Nature of operations

Performance Tailoring Technology PLC has been formed for the purpose of acquiring company or asset that has operations in the apparel industry.

1.2 General information

Performance Tailoring Technology PLC is a public limited company organized in England & Wales under the Companies Act 2006. The head office is located at Minshull House, 67 Wellington Road North, Stockport, Cheshire, United Kingdom, SK4 2LP

These separate financial statements have been prepared in accordance with International Financial Reporting Standards (IFRS). The amounts in financial statements are expressed in pound sterling.

The separate financial statements were approved by the Board of Directors on 30 September 2020.

These financial statements are separate financial statements and are not consolidated since the company used the exemption from consolidation. The consolidated financial statements are prepared annually.

2. Adoption of new and amended standards and interpretations

Future change in
accounting policies IFRS
16 Leases

IFRS 16 was issued by the IASB in January 2016. The standard sets out the principles for recognition, measurement, presentation and disclosure of leases for both the lessee and the lessor. The new standard introduces a single lessee accounting model that requires the recognition of all assets and liabilities arising from a lease.

The new standard supersedes the requirements in IAS 17 *Leases*, IFRIC 4 *Determining whether an Arrangement contains a Lease*, SIC-15 *Operating Leases-Incentives*, and SIC-27 *Evaluating the Substance of transactions involving the legal form of a lease*.

The main features of the new standard are as follows:

- An entity identifies as a lease a contract that conveys the right to control the use of an identified asset for a period of time in exchange for consideration.
- A lessee recognizes an asset representing the right to use the leased asset, and a liability for its obligation to make lease payments. Exceptions are permitted for short-term leases and leases of low-value assets.
- A lease asset is initially measured at cost, and is then depreciated similarly to property, plant and equipment. A lease liability is initially

measured at the present value of the unpaid lease payments.

- A lessee presents interest expense on the lease liability separately from depreciation of the right-of-use lease asset in the statement of profit or loss and other comprehensive income.
- A lessor continues to classify its leases as operating leases or finance leases, and to account for them accordingly.

PERFORMANCE TAILORING TECHNOLOGY PLC

Notes to separate financial statements

November 30th, 2019

(Expressed in pound sterling)

2. Adoption of new and amended standards and interpretations (continued)

Future change in accounting policies IFRS 16 Leases

- A lessor provides enhanced disclosures about its risk exposure, particularly exposure to residual-value risk.

The new standard is effective for annual periods beginning on or after January 1, 2019, with earlier application permitted for entities that also apply IFRS 15 *Revenue from contracts with customers*.

3. Significant accounting policies

The separate financial statements have been prepared using the significant accounting policies described in this note.

The Company's wholly-owned subsidiary is Aedelhard Sport Culture inc. a company formed under the laws of the British Columbia, having its registered office at 700, 250 Howe Street, Vancouver, British Columbia, Canada.

The separate financial statements have been prepared on the historical cost basis.

3.1 Financial instruments

The Company aggregates its financial instruments into classes based on their nature and characteristics. Management determines the classification when the instruments are initially recognized, which is normally the trade date.

All financial assets except those measured at fair value through profit or loss are subject to an annual impairment test and written down when there is evidence of impairment based on certain specific criteria mentioned further on.

All income and expenses related to financial instruments are reported under Finance income and Finance costs.

Promissory notes

Promissory notes are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market. They are included in current assets when they will be realized within 12 months of the reporting date; otherwise they are classified as non-current assets.

Financial instruments included in this category are initially recognized at fair value plus directly attributable transaction costs. Subsequently, promissory notes are measured at amortized cost using the effective interest method.

PERFORMANCE TAILORING TECHNOLOGY PLC

Notes to separate financial statements

November 30th, 2019

(Expressed in pound sterling)

3. Significant accounting policies (continued)

Financial assets accounted for at cost

This category is used by the Company to classify its interests in equity securities of subsidiaries, associates and joint ventures that do not have a quoted market price in an active market, and whose fair value cannot be reliably measured. These investments are accounted for cost. If there is objective evidence that these assets are impaired, the amount of the impairment loss is measured as the difference between the assets' carrying amount and the present value of estimated future cash flows discounted at the current market rate of return for similar financial assets

3.2 Foreign currency

The Company's financial statements are presented in Pound Sterling, which is the Company's functional currency.

3.3 Cash and cash equivalents

Cash and cash equivalents presented in assets and liabilities on the statement of financial position include components of cash that are readily available or convertible to known amounts of cash and which are subject to an insignificant risk of changes in value. Cash includes bank deposits, cash on hand and short term deposits with an initial maturity of less than three months. Cash equivalents are short term investments with a term of less than three months.

3.4 Other liabilities

Financial instruments included in this category are initially recognized at fair value less transaction costs. Subsequent to initial measurement, these other liabilities are measured at amortized cost. The difference between the initial carrying amount of these other liabilities and their redemption value is recognized in profit or loss over the life of the contract using the effective interest method. They are classified as current liabilities when they are payable within 12 months of the reporting date, otherwise they are classified as non-current liabilities.

3.5 Equity

Share capital is presented at the value of the shares issued. Costs related to issuing shares are reported, net of tax, as a deduction of the proceeds from the issue.

PERFORMANCE TAILORING TECHNOLOGY PLC

Notes to separate financial statements

November 30th, 2019

(Expressed in pound sterling)

4. Share capital and warrants

4.1 Share capital

The company's share capital is as follows:

Amount in £

	November 30, 2019	April 13, 2019
Share capital, beginning of the period	62,920	-
Share issuance	-	62,920
Issuance costs	(29,336)	-
Share capital, end of the period	33,584	62,920

Number of share issued and outstanding as at November 20th, 2019 and April 13, 2019: 6,292,000

Share capital is comprises solely of ordinary shares without par value. All the shares have the same rights of distribution of dividends and repayment of capital.

On April 13, 2019, the Company issued 6,292,000 ordinary shares at a price of £0.01 per share raising gross proceeds of £62,920.

4.2 Warrants

Founder Warrants

On 30th July 2019, the Company constituted £62,920 warrants on the terms of an instrument under which the Company issued 629,200 warrant to the Founders. Each warrant entitles the Founder Warrant Holder to subscribe for one ordinary share at £1.25 per ordinary share. The warrants are exercisable at any time from the date of Admission to the fifth anniversary of Admission. The Founder Warrants are equal to 10% of the Initial Shareholding assuming the full exercise of the Founder Warrants;

Brokers Warrants

On 30th July 2019, the Company constituted £250,000 warrants on the terms of an instrument under which the Company issued 200,000 Warrants to the Brokers. Each Warrant entitles the Brokers Warrant Holder to subscribe for one ordinary share at £1.25 per ordinary share. The warrants are exercisable at any time from the date of Admission to the third anniversary of Admission.

Investor Warrants

On 30th July 2019, the Company constituted £250,000 warrants on the terms of an instrument under which the Company issued 200,000 warrants to the selected Investors. Each warrant entitles the Investor Warrant Holder to subscribe for one ordinary share at £1.25 per ordinary share. The warrants are exercisable at any time from the date of Admission to the third anniversary of Admission.

PERFORMANCE TAILORING TECHNOLOGY PLC

Notes to separate financial statements

November 30th, 2019

(Expressed in pound sterling)

4. Share capital and warrants (continued)

4.2 Warrants

New Shareholders Warrants

On 30th July 2019, the Company constituted £250,000 warrants on the terms of an instrument under which the Company issued 200,000 warrants to the New Shareholders. Each warrant entitles the New Shareholders Warrant Holder to subscribe for one ordinary share at £1.25 per ordinary share. The warrants are exercisable at any time from the date of Admission to the third anniversary of Admission.

5. Subsequent event

The Company intends to list its ordinary shares on the Exchange and is in the process of filing a prospectus with the intent of completing a public offering of up to 3,000,000 ordinary shares at initial listing price of £1.25 raising gross proceeds of £3,750,000.

PERFORMANCE TAILORING TECHNOLOGY PLC

Additional informations - Financial ratios

(Expressed in pound sterling)

These financial ratios are based on the financial statements as at November 30th, 2019

	November 30, 2019	April 13, 2019
1. Total debt to EBITDA		
Total debt*	£ 62,388	-
Earning before interest, tax, depreciation and amortisation	-	-
2. Interest cover ratio		
Earning before interest, tax, depreciation and amortisation	£ -	-
Interest expense		
3. Debt to Equity ratio		
Total debt*	£ 62,388	1 -
Equity**	118,506	62 920
4 Enterprise Value to EBITDA		
EV***	£ 168,394	62,920
Earning before interest, tax, depreciation and amortisation	-	-
5 Debt to assets ratio		
Total debt*	£ 62,388	0,34 -
Total assets	180,894	62,920

* Where total debt means short and long debt and bank overdrafts

** Where equity means total equity i.e. issued share capital and reserves

*** Where EV means total equity (including preferred shares and minority interest) plus total debt less total cash.

Auditor