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**UNITED STATES**  
**SECURITIES AND EXCHANGE COMMISSION**

Washington, D.C. 20549

**FORM 6-K**

**REPORT OF FOREIGN PRIVATE ISSUER PURSUANT TO RULE 13a-16 OR 15d-16**

**UNDER THE SECURITIES EXCHANGE ACT OF 1934**

For the month of **July 2020**

Commission File Number: **000-52145**

**DIGATRADE FINANCIAL CORP**

(Translation of registrant's name into English)

**1500 West Georgia Street, Suite 1300  
Vancouver, BC V6G-2Z6**

(Address of principal executive offices)

Indicate by check mark whether the registrant files or will file annual reports under cover Form 20-F or Form 40-F.

Form 20-F    Form 40-F

Indicate by check mark if the registrant is submitting the Form 6-K in paper as permitted by Regulation S-T Rule 101(b)(1):

Indicate by check mark if the registrant is submitting the Form 6-K in paper as permitted by Regulation S-T Rule 101(b)(7):

Indicate by check mark whether by furnishing the information contained in this Form, the registrant is also thereby furnishing the information to the Commission pursuant to Rule 12g3-2(b) under the Securities Exchange Act of 1934.

Yes  No

If "Yes" is marked, indicate below the file number assigned to the registrant in connection with Rule 12g3-2(b): 000-52145

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**SUBMITTED HEREWITH**

**DIGATRADE FILES Q2.2020 FINANCIAL STATEMENTS & MDA**

**For Immediate Release**

**Vancouver, British Columbia** – July 28, 2020 – **DIGATRADE FINANCIAL CORP** (OTC.PK: DIGAF) a financial technology “Fintech” company today announced it has filed the Q2.2020 financial statements and MDA for period ended June 30, 2020 on Sedar and Edgar XBRL.

**Forward-Looking Information**

*This press release contains certain “forward-looking information”. All statements, other than statements of historical fact, that address activities, events or development that the Company believes, expects or anticipates will or may occur in the future constitute forward-looking information. This forward-looking information reflects the current expectations or beliefs of the company based on information currently available to the Company. Forward-looking information is subject to a number of significant risks and uncertainties and other factors that may cause the actual results of the Company to differ materially from those discussed in the forward-looking information, and even if such actual results are realized or substantially realized, there can be no assurance that they will have the expected consequences to, or effects on the Company. Factors that could cause actual results or events to differ materially from current expectations include, but are not limited to, the possibility of unanticipated costs and expenses. Any forward-looking information speaks only as of the date on which it is made and, except as may be required by applicable securities laws, the company disclaims any intent or obligation to update any forward-looking information whether as a result of new information, future events or results or otherwise. Although the Company believes that the assumptions inherent in the forward-looking information are reasonable, forward-looking information is not a guarantee of future performance and accordingly undue reliance should not be put on such information due to the inherent uncertainty therein.*

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**SIGNATURES**

Pursuant to the requirements of the Securities Exchange Act of 1934, the registrant has duly caused this report to be signed on its behalf by the undersigned, thereunto duly authorized.

**Digatrade Financial Corp (Registrant)**

# Digatrade Financial Corp.

June 30, 2020  
(Expressed in Canadian Dollars)

## Unaudited Interim Consolidated Financial Statements

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### Notice of No Auditor Review of Interim Consolidated Financial Statements

Under National Instrument 51-102, Part 4, subsection 4.3(3) (a), if an auditor has not performed a review of the interim consolidated financial statements they must be accompanied by a notice indicating that the interim consolidated financial statements have not been reviewed by an auditor.

The accompanying unaudited interim consolidated financial statements of the Company for the three months ended June 30, 2020 have been prepared by, and are the responsibility of, the Company's management.

The Company's independent auditor has not performed a review of these interim consolidated financial statements in accordance with standards established by the Chartered Public Accountants of Canada for a review of interim consolidated financial statements by an entity's auditor.

**“Bradley J. Moynes”**

Bradley J. Moynes  
President, Director & CEO

**“Tyrone Docherty”**

Tyrone Docherty  
Director

# DIGATRADE FINANCIAL CORP.

Interim Consolidated Balance Sheets  
Unaudited – prepared by management  
(Expressed in Canadian Dollars)

|  | Note | June 30,<br>2020<br>\$ | December 31,<br>2019<br>\$ |
|--|------|------------------------|----------------------------|
| <b>ASSETS</b>  |      |                        |                            |
| <b>CURRENT</b>   |      |                        |                            |
| Cash   |      | 64,519                 | 113,156                    |
| GST Recoverable  |      | 25,089                 | 13,655                     |
| Deferred Loss on Derivatives                           | 6    | 429,885                | 150,851                    |
|  |      | 519,493                | 277,662                    |
| Intangible Assets                                      | 4    | 29,840                 | 26,761                     |
|  |      | 549,333                | 304,423                    |
| <b>LIABILITIES</b>                                     |      |                        |                            |
| <b>CURRENT</b>   |      |                        |                            |
| Trade and Other Payables                               | 5    | 179,307                | 122,276                    |
| Loan payable   | 4    | 26,600                 | 26,565                     |
| Convertible Promissory Notes – Liability Component     | 6    | 56,500                 | 50,593                     |
| Derivative Liability                                   | 6    | 971,162                | 370,194                    |
| Promissory Notes                                       | 6    | 172,458                | 165,698                    |
| Total Liabilities                                      |      | 1,406,027              | 735,326                    |
| <b>SHAREHOLDERS' (DEFICIENCY) EQUITY</b>               |      |                        |                            |
| Share Capital  | 7    | 8,189,754              | 7,460,158                  |
| Reserves   |      | 60,000                 | 60,000                     |
| Accumulated Deficit                                    |      | (8,908,957)            | (7,793,332)                |
| Total Equity (Deficiency) Attributable to Shareholders |      | (659,203)              | (273,174)                  |
| Non-controlling interest                               | 4    | (197,491)              | (157,729)                  |
|  |      | 549,333                | 304,423                    |

Nature and Continuance of Operations (Note 1)

Approved on Behalf of the Board:

**“Bradley J. Moynes”**

Bradley J. Moynes  
Chairman, President, Director and CEO

**“Tyrone Docherty”**

Tyrone Docherty  
Chairman & Director

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

# DIGATRADE FINANCIAL CORP.

Interim Consolidated Statement of Changes in Shareholders' Equity  
Unaudited – prepared by management  
(Expressed in Canadian Dollars)

|  | Note        | Number of<br>common<br>shares | Number of<br>Class “B”<br>Common<br>Shares | Share capital    | Contributed<br>Surplus | Deficit            | Total<br>Shareholders'<br>Deficiency | Non-<br>Controlling<br>Interest |
|--|-------------|-------------------------------|--|------------------|------------------------|--------------------|--------------------------------------|---------------------------------|
| <b>Balance, December 31, 2018</b>                                    |             | 226,411,904                   | 100,000                                    | \$ 6,047,999     | \$ -                   | \$ (6,298,936)     | \$ (250,937)                         | -                               |
| Class B Common Shares Issued   | (b)<br>7(i) | -                             | 1,000,000                                  | 100              | -                      | -                  | 100                                  | -                               |
| Shares issued pursuant to conversion of Convertible Promissory Notes | 7(b)(ii)    | 75,839,973                    | -  | 458,757          | -                      | -                  | 458,757                              | -                               |
| Incorporation of Controlled Subsidiary                               | 4           | -                             | -  | -                | -                      | -                  | -                                    | 342                             |
| Stock-based Compensation   | 7(c)        | -                             | -  | -                | 60,000                 | -                  | 60,000                               | -                               |
| Net loss for the period  |             | -                             | -  | -                | -                      | (612,458)          | (612,458)                            | (12,139)                        |
| <b>Balance, June 30, 2019</b>  |             | <b>302,251,877</b>            | <b>1,100,000</b>                           | <b>6,506,856</b> | <b>60,000</b>          | <b>(6,911,394)</b> | <b>(344,538)</b>                     | <b>(11,797)</b>                 |
| <b>Balance, December 31, 2019</b>                                    |             | <b>582,564,926</b>            | <b>1,100,000</b>                           | <b>7,460,158</b> | <b>60,000</b>          | <b>(7,793,332)</b> | <b>(273,174)</b>                     | <b>(157,729)</b>                |

|  |           |                      |                  |                  |               |                    |                  |                  |
|--|-----------|----------------------|------------------|------------------|---------------|--------------------|------------------|------------------|
| Class B Common Shares Issued                         | (b)       | -                    | 1,000,000        | 100              | -             | -                  | 100              | -                |
| Shares issued Conversion                             |           |                      |                  |                  |               |                    |                  |                  |
| Convertible Promissory Notes                         | 7(b)(iii) | 634,625,154          | -                | 729,496          | -             | -                  | 729,496          | -                |
| Adjustment to Incorporation of Controlled Subsidiary | 4         | -                    | -                | -                | -             | -                  | -                | 3,079            |
| Net Comprehensive Loss                               |           | -                    | -                | -                | -             | (1,115,625)        | (1,115,625)      | (42,841)         |
| <b>Balance, June 30, 2020</b>                        |           | <b>1,217,190,080</b> | <b>2,100,000</b> | <b>8,189,754</b> | <b>60,000</b> | <b>(8,908,957)</b> | <b>(659,203)</b> | <b>(197,491)</b> |

Authorized Share Capital (Note 9(a))

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

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## DIGATRADE FINANCIAL CORP.

(Formerly "Bit-X Financial Corporation")

Interim Consolidated Statements of Operations, Comprehensive Loss and Deficit

Unaudited – prepared by management

(Expressed in Canadian Dollars)

| Three Months ended                                   | Three Months ended |                    | Six Months Ended   |                    |
|--|--------------------|--------------------|--------------------|--------------------|
|  | June 30,<br>2020   | June 30,<br>2019   | June 30,<br>2020   | June 30,<br>2019   |
|  | \$                 | \$                 | \$                 | \$                 |
| <b>EXPENSES</b>                                      |                    |                    |                    |                    |
| Note   |                    |                    |                    |                    |
| Accounting, Audit and Legal                          | 46,633             | 63,546             | 71,924             | 98,364             |
| Consulting Expense                                   | 49,901             | 111,399            | 122,786            | 205,042            |
| Finders Fees   | -                  | 34,182             | -                  | 54,746             |
| Filing and Transfer Agent Fees                       | 6,287              | 10,285             | 12,572             | 14,660             |
| Management Fees                                      | 41,046             | 57,593             | 105,566            | 101,510            |
| Stock-based Compensation                             | -                  | -                  | -                  | 60,000             |
| Travel and Administration Expenses                   | 502                | 21,045             | 903                | 24,272             |
| Marketing  | 118                | 15,312             | 4,516              | 30,933             |
| Investor Relations Expense                           | -                  | 20,096             | -                  | 20,096             |
| Project Development Costs                            | 18,831             | -                  | 36,355             | -                  |
|  | 163,318            | 333,458            | 354,622            | 609,623            |
| <b>PROFIT (LOSS) BEFORE OTHER ITEMS</b>              | <b>(163,318)</b>   | <b>(333,458)</b>   | <b>(354,622)</b>   | <b>(609,623)</b>   |
| Foreign Exchange (Loss) Gain                         | 2,439              | 16,272             | (9,722)            | 19,681             |
| Accretion Expense                                    | (37,354)           | -                  | (95,943)           | -                  |
| Interest Expense                                     | (8,292)            | (21,665)           | (13,868)           | 34,655             |
| Change in Fair Value on Derivative Instruments       | (627,202)          | -                  | (684,311)          | -                  |
| <b>NET PROFIT (LOSS) FOR THE PERIOD</b>              | <b>(833,727)</b>   | <b>(338,851)</b>   | <b>(1,158,466)</b> | <b>(624,597)</b>   |
| Other Comprehensive Income                           | -                  | -                  | -                  | -                  |
| <b>NET COMPREHENSIVE LOSS FOR THE PERIOD</b>         | <b>(833,727)</b>   | <b>(338,851)</b>   | <b>(1,158,466)</b> | <b>(624,597)</b>   |
| <b>TOTAL COMPREHENSIVE LOSS ATTRIBUTABLE TO:</b>     |                    |                    |                    |                    |
| Shareholders of the Company                          | (810,199)          | (326,712)          | (1,115,625)        | (612,458)          |
| Non-Controlling Interest                             | (23,528)           | (12,139)           | (42,841)           | (12,139)           |
| <b>POST-SHARE CONSOLIDATION (Note 10(b)(i))</b>      |                    |                    |                    |                    |
| <b>WEIGHTED AVERAGE NUMBER OF SHARES OUTSTANDING</b> | <b>897,334,479</b> | <b>252,435,755</b> | <b>897,334,479</b> | <b>252,435,755</b> |
| <b>BASIC AND DILUTED (LOSS) PROFIT PER SHARE</b>     | <b>\$ (0.0009)</b> | <b>\$ (0.001)</b>  | <b>\$ (0.012)</b>  | <b>\$ (0.01)</b>   |

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

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## DIGATRADE FINANCIAL CORP.

Interim Consolidated Statements of Cash Flows

Unaudited – prepared by management

(Expressed in Canadian Dollars)

| Three Months ended |          | Six Months Ended |          |
|--------------------|----------|------------------|----------|
| June 30,           | June 30, | June 30,         | June 30, |

**CASH PROVIDED BY (USED IN):**

**OPERATING ACTIVITIES**

|  |                  |                  |                  |                  |
|--|------------------|------------------|------------------|------------------|
| Net Profit (Loss) for the Period   | (833,727)        | (338,851)        | (1,158,466)      | (624,597)        |
| <b>Non-Cash Items</b>  |                  |                  |                  |                  |
| Unrealized foreign exchange (gains) losses   | 25               | (3,464)          | 11,703           | (17,438)         |
| Realized foreign exchange (gains) losses on conversion of Convertible Promissory Notes | -                | 7,302            | -                | 10,404           |
| Amortization of prepaid expenses   | -                | 9,458            | -                | 19,927           |
| Common Stock issued on conversion of Promissory Notes                                  | 477,394          | -                | 729,496          | -                |
| Accretion Expense  | 37,354           | -                | 95,943           | -                |
| Change in Valuation of Derivative Instruments  | 145,263          | -                | -45,136          | -                |
| Stock-based Compensation   | -                | -                | -                | 60,000           |
| Interest Accrued on Convertible Promissory Notes                                       | 8,292            | 3,493            | 13,868           | 16,419           |
| <b>Changes in Non-Cash Working Capital Accounts</b>                                    |                  |                  |                  |                  |
| GST Payable (Recoverable)  | (3,830)          | (3,151)          | (11,434)         | (5,709)          |
| Accounts Payable and Accrued Liabilities   | 49,552           | 720              | 57,031           | (21,798)         |
|  | <u>(119,677)</u> | <u>(324,493)</u> | <u>(306,995)</u> | <u>(562,792)</u> |

**FINANCING ACTIVITIES**

|   |                      |                       |                      |                       |
|---|----------------------|-----------------------|----------------------|-----------------------|
| Net Proceeds Received on Issuance of Promissory Notes | 178,729              | 267,160               | 258,223              | 509,848               |
| Advances from minority interest                       | -                    | 30                    | 35                   | 30                    |
| Promissory Notes Repaid                               | -                    | -                     | -                    | (33596)               |
| Proceeds on issuance of Class B Common Shares         | 100                  | -                     | 100                  | 100                   |
|   | <u>178,829</u>       | <u>267,190</u>        | <u>258,358</u>       | <u>476,382</u>        |
| <b>NET (DECREASE) INCREASE IN CASH</b>                | <u>59,152</u>        | <u>(57,303)</u>       | <u>(48,637)</u>      | <u>(86,410)</u>       |
| Cash (Bank Indebtedness), Beginning of the Period     | <u>5367</u>          | <u>464,703</u>        | <u>113,156</u>       | <u>493,810</u>        |
| <b>CASH, END OF THE PERIOD</b>                        | <u><u>64,519</u></u> | <u><u>407,400</u></u> | <u><u>64,519</u></u> | <u><u>407,400</u></u> |

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

**DIGATRADE FINANCIAL CORP.**

Notes to the Interim Consolidated Financial Statements

June 30, 2020

(Expressed in Canadian Dollars)

**NOTE 1 – NATURE AND CONTINUANCE OF OPERATIONS**

Digatrade Financial Corp. (the “Company”) is governed by the Business Corporations Act (British Columbia). The head office, principal address, and records office of the Company are located at 1500 West Georgia Street, Suite 1300, Vancouver, British Columbia, Canada, V6C 2Z6. The Company's common shares are listed on the NASDAQ Over-the-Counter Board (“OTCB”) exchange under the symbol "DIGAF".

In March 2015, the Company entered into an agreement with Mega Ideas Holdings Limited, dba ANX (“ANX”), a company incorporated and existing under the laws of Hong Kong. ANX owns a proprietary trading platform and provides operational support specializing in blockchain development services and exchange and transaction services for crypto-currencies. Effective October 17, 2018 the Company closed the online retail trading platform and shared liquidity order book with ANX International owing to low transaction volumes. The Company will continue to offer OTC trading for institutional customers and accredited traders while continuing to seek new opportunities within the blockchain and the financial technology sector.

In February 2019, the Company entered into a Definitive Agreement with Securter Inc. (“Securter”), a private Canadian corporation that is developing a proprietary, patent-pending credit card payment platform to significantly increase the security of online credit card payment processing (Note 5).

These unaudited consolidated financial statements have been prepared in accordance with International Financial Reporting Standards on the basis that the Company is a going concern and will be able to meet its obligations and continue its operations for its next fiscal year. Several conditions as set out below cast uncertainties on the Company’s ability to continue as a going concern.

The Company’s ability to continue as a going concern is dependent upon the financial support from its creditors, shareholders, and related parties, its ability to obtain financing for its development projects, and upon the attainment of future profitable operations.

The Company has not yet achieved profitable operations and has accumulated losses of \$8,908,957 since inception and working capital deficiency of \$886,534 as at June 30, 2020. Accordingly, the Company will need to raise additional funds through future issuance of securities or debt financing. Although the Company has raised funds in the past, there can be no assurance the Company will be able to raise sufficient funds in the future, in which case the Company may be unable to meet its obligations as they come due in the normal course of business. It is not possible to predict whether financing efforts will be successful or if the Company will attain a profitable level of operations.

The current cash resources are not adequate to pay the Company’s accounts payable and to meet its minimum commitments at the date of these consolidated financial statements, including planned corporate and administrative expenses, and other project implementation costs, accordingly, there is significant doubt about the Company’s ability to continue as a going concern. These consolidated financial statements do not give effect to adjustments that would be necessary to the carrying amounts and classifications of assets and liabilities should the Company be unable to continue as a going concern.

**DIGATRADE FINANCIAL CORP.**

June 30, 2020

(Expressed in Canadian Dollars)

**NOTE 2 – SIGNIFICANT ACCOUNTING POLICIES****a) Basis of Presentation**

These consolidated financial statements have been prepared on a historical cost basis except for financial instruments classified as available-for-sale that have been measured at fair value. Cost is the fair value of the consideration given in exchange for net assets.

**b) Statement of Compliance**

These consolidated financial statements have been prepared in accordance with International Financial Reporting Standards (“IFRS”) as issued by the International Accounting Standards Board (“IASB”).

These consolidated financial statements were approved and authorized for issue by the Board of Directors on July 22, 2020.

**c) Basis of Consolidation**

These consolidated financial statements include the accounts of the Company and its subsidiaries (collectively, the “Company”). Intercompany balances and transactions are eliminated in preparing the consolidated financial statements. The following companies have been consolidated within these consolidated financial statements:

| Entity                    | Country of Incorporation | Voting Control | Functional Currency |
|---------------------------|--------------------------|----------------|---------------------|
| Digatrade Financial Corp. | Canada                   | Parent Company | Canadian Dollar     |
| Digatrade Limited         | Canada                   | 100%           | Canadian Dollar     |
| Digatrade (UK) Limited    | United Kingdom           | 100%           | Pounds Sterling     |
| Digatrade Limited         | USA                      | 100%           | US Dollar           |
| Securter Systems Inc      | Canada                   | 79% (Note 5)   | Canadian Dollar     |

**d) Foreign Currency**

These consolidated financial statements are presented in Canadian dollars, which is also the functional currency of the parent company. Each subsidiary determines its own functional currency (Note 2(c)) and items included in the financial statements of each subsidiary are measured using that functional currency.

**i. Transactions and Balances in Foreign Currencies**

Foreign currency transactions are translated into the functional currency of the respective entity using the exchange rates prevailing at the dates of the transactions. Foreign exchange gains and losses resulting from the settlement of such transactions and from the re-measurement of monetary items at year-end exchange rates are recognized in profit or loss. Non-monetary items measured at historical cost are translated using the exchange rate at the date of the transaction and are not retranslated. Non-monetary items measured at fair value are translated using the exchange rate at the date when fair value was determined.

**ii. Foreign Operations**

On consolidation, the assets and liabilities of foreign operations are translated into Canadian dollars at the exchange rate prevailing at the reporting date and their revenues and expenses are translated at exchange rates prevailing at the dates of the transactions. The exchange differences arising on the translation are recognized in other comprehensive income and accumulated in the currency translation reserve in equity. On disposal of a foreign operation, the component of other comprehensive income relating to that particular foreign operation is recognized in earnings and recognized as part of the gain or loss on disposal.

**DIGATRADE FINANCIAL CORP.**

## Notes to the Interim Consolidated Financial Statements

June 30, 2020

(Expressed in Canadian Dollars)

**NOTE 2 – SIGNIFICANT ACCOUNTING POLICIES (Continued)****e) Financing and Finder’s Fees**

Financing and finder’s fees relating to financial instruments with a term of one year or less are expensed in the period incurred. For financial instruments with a term of over one year, the fees are netted against the financial instruments and amortized over the term of the financial instruments.

**f) Share Capital**

The Company records proceeds from share issuances, net of commissions and issuance costs. Shares issued for other than cash consideration are valued at either: (i) the fair value of the asset acquired or the fair value of the liability extinguished at the measurement date under current market conditions, or (ii) the quoted price on the Over-the-Counter Bulletin Board in the United States based on the earliest of: the date the shares are issued, or the date the agreement to issue the shares is reached.

**g) Loss per Share**

Basic loss per share is calculated by dividing net loss by the weighted average number of common shares issued and outstanding during the reporting period. Diluted loss per share is the same as basic loss per share, as the issuance of shares on the exercise of stock options and share purchase warrants is anti-dilutive.

**h) Share-Based Payments**

The fair value method of accounting is used for share-based payment transactions. Under this method, the cost of stock options and other share-based payments is recorded based on the estimated fair value using the Black-Scholes option-pricing model at the grant date and charged to profit over the vesting period. The amount recognized as an expense is adjusted to reflect the number of equity instruments expected to vest.

Upon the exercise of stock options and other share-based payments, consideration received on the exercise of these equity instruments is recorded as share capital and the related share-based payment reserve is transferred to share capital. The fair value of unexercised equity instruments are transferred from reserve to retained earnings upon expiry.

**i) Income Taxes**

Tax expense recognized in profit or loss comprises the sum of deferred tax and current tax not recognized in other comprehensive income or directly in equity.

**i. Current Income Tax**

Current income tax assets and liabilities comprise those claims from, or obligations to, fiscal authorities relating to the current or prior reporting periods that are unpaid at the reporting date. Current tax is payable on taxable profit, which differs from profit or loss in the consolidated financial statements. Calculation of current tax is based on tax rates and tax laws that have been enacted or substantively enacted by the end of the reporting period.

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## DIGATRADE FINANCIAL CORP.

### Notes to the Interim Consolidated Financial Statements

June 30, 2020

(Expressed in Canadian Dollars)

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#### NOTE 2 – SIGNIFICANT ACCOUNTING POLICIES (Continued)

**ii. Deferred Income Tax**

Deferred income taxes are calculated using the liability method on temporary differences between the carrying amounts of assets and liabilities and their tax bases. Deferred tax assets and liabilities are calculated, without discounting, at tax rates that are expected to apply to their respective period of realization, provided they are enacted or substantively enacted by the end of the reporting period. Deferred tax liabilities are always provided for in full.

Deferred tax assets are recognized to the extent that it is probable that they will be able to be utilized against future taxable income. Deferred tax assets and liabilities are offset only when the Company has a right and intention to offset current tax assets and liabilities from the same taxation authority.

Changes in deferred tax assets or liabilities are recognized as a component of tax income or expense in profit or loss, except where they relate to items that are recognized in other comprehensive income or directly in equity, in which case the related deferred tax is also recognized in other comprehensive income or equity, respectively.

**j) Revenue Recognition**

Revenue is comprised of consulting fees and commissions earned on trades executed on the digital currency trading platform. Consulting fee income is recognized as the consulting services are provided. Commission is considered earned when a trade is completed by the Company's customers. As the platform is not yet fully live, commissions and consulting fees earned have been accounted for as a recovery of development costs incurred.

**k) Financial Instruments**

Commencing January 1, 2018, the Company adopted IFRS 9. The adoption of this new accounting standard did not have material impact to the Company's consolidated financial statements.

IFRS 9 covers classification and measurement of financial assets. It replaces the multiple category and measurement models in IAS 39 Financial Instruments. The new standard contains three classifications for financial assets: measured at amortized cost, fair value through other comprehensive income ("FVTOCI"), and fair value through profit and loss ("FVTPL"). The new standard eliminates the previous IAS 39 categories of held to maturity, loan and receivables, and available for sale.

Recognition and Measurement for debt instruments with a new mixed measurement model having only two categories: amortized cost and fair value through profit or loss. Requirements for financial liabilities are largely carried forward from the existing requirements in IAS 39 except that fair value changes due to credit risk for liabilities designated at fair value through profit and loss are generally recorded in other comprehensive income.

Following is the new accounting policy for financial instruments under IFRS 9:

(i) Classification

The Company determines the classification of financial assets at initial recognition. The classification of debt instruments is driven by the Company's business model for managing the financial assets and their contractual cash flow characteristics. Equity instruments that are held for trading are classified as FVTPL. For other equity instruments, on the day of acquisition the Company can make an irrevocable election (on an instrument-by-instrument basis) to designate them as at FVTOCI. Financial liabilities are measured at amortized cost, unless they are required to be measured at FVTPL (such as instruments held for trading or derivatives) or if the Company has opted to measure them at FVTPL.

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## DIGATRADE FINANCIAL CORP.

### Notes to the Interim Consolidated Financial Statements

June 30, 2020

(Expressed in Canadian Dollars)

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#### NOTE 2 – SIGNIFICANT ACCOUNTING POLICIES (Continued)

The following table shows the original classification under IAS 39 and the new classification under IFRS 9:

| Financial assets                         | Classification under IAS 39 | Classification under IFRS 9 |
|--|-----------------------------|-----------------------------|
| Cash                                     | FVTPL                       | Amortized cost              |
| Accounts receivable                      | Notes and receivable        | Amortized cost              |
| Derivative assets                        | FVTPL                       | FVTPL                       |
| Financial liabilities                    | Classification under IAS 39 | Classification under IFRS 9 |
| Accounts payable and accrued liabilities | Other financial liabilities | Other financial liabilities |
| Short-term loan                          | Other financial liabilities | Other financial liabilities |
| Due to related parties                   | Other financial liabilities | Other financial liabilities |
| Derivative liabilities                   | FVTPL                       | FVTPL                       |

There were no adjustments to the carrying amounts of financial instruments as a result of the change in classification from IAS39 to IFRS 9.

(ii) Measurement

Financial assets and liabilities at amortized cost

Financial assets and liabilities at amortized cost are initially recognized at fair value plus or minus transaction costs, respectively, and subsequently carried at amortized cost less any impairment.

Financial assets and liabilities at FVTPL

Financial assets and liabilities carried at FVTPL are initially recorded at fair value and transaction costs are expensed in the Consolidated Statements of Comprehensive Income. Realized and unrealized gains and losses arising from changes in the fair value of the financial assets and liabilities held at FVTPL are included in the Consolidated Statements of Comprehensive Income in the period in which they arise.

(ii) Impairment of financial assets

The Company recognizes a loss allowance for expected credit losses on financial assets that are measured at amortized cost. At each reporting date, the Company measures the loss allowance for the financial asset at an amount equal to the lifetime expected credit losses if the credit risk on the financial asset has increased significantly since initial recognition. If at the reporting date, the financial asset has not increased significantly since initial recognition, the Company measures the loss allowance for the financial asset at an amount equal to twelve month expected credit losses. The Company shall recognize in the Consolidated Statements of Comprehensive Income, as an impairment gain or loss, the amount of expected credit losses (or reversal) that is required to adjust the loss allowance at the reporting date to the amount that is required to be recognized.

l) **Non-Controlling Interest**

Non-controlling interest in the Company's less than wholly owned subsidiary is classified as a separate component of equity. On initial recognition, non-controlling interest is measured at the fair value of the non-controlling entity's contribution into the related subsidiary. Subsequent to the original transaction date, adjustments are made to the carrying amount of non-controlling interest for the non-controlling interest's share of changes to the subsidiary's equity.

## DIGATRADE FINANCIAL CORP.

### Notes to the Interim Consolidated Financial Statements

June 30, 2020

(Expressed in Canadian Dollars)

#### NOTE 2 – SIGNIFICANT ACCOUNTING POLICIES (Continued)

m) **Accounting Standards Effective January 1, 2019**

**IFRS 16 – Leases**

IFRS 16 provides a single lessee accounting model, requiring the recognition of assets and liabilities for all leases, unless the lease term is 12 months or less or the underlying asset has a low value. Lessor accounting remains largely unchanged from IAS 17 "Leases", and the distinction between operating and finance leases is retained. The standard is effective for annual periods beginning on or after January 1, 2019. The Company has determined that this standard did not have any impact on its consolidated financial statements.

#### NOTE 3 – SIGNIFICANT ACCOUNTING JUDGMENTS, ESTIMATES AND ASSUMPTIONS

In the application of the Company's accounting policies which are described in Note 2, management is required to make judgments, estimates, and assumptions about the carrying amounts of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods, if the revision affects both current and future periods.

Significant judgments, estimates, and assumptions that have the most significant effect on the amounts recognized in the consolidated financial statements are described below.

**Deferred Tax Assets**

Deferred tax assets, including those arising from unutilized tax losses, require management to assess the likelihood that the Company will generate sufficient taxable earnings in future periods in order to utilize recognized deferred tax assets. Assumptions about the generation of future taxable profits depend on management's estimates of future cash flows. In addition, future changes in tax laws could limit the ability of the Company to obtain tax deductions in future periods. To the extent that future cash flows and taxable income differ significantly from estimates, the ability of the Company to realize the net deferred tax assets recorded at the reporting date could be impacted.

**Share-based Compensation**

The fair value of share-based compensation is subject to the limitations of the Black-Scholes option pricing model that incorporates market data and involves uncertainty in estimates used by management in the assumptions. Because the Black-Scholes option pricing model requires the input of highly subjective assumptions, including the volatility of share prices, changes in subjective input assumptions can materially affect the fair value estimate.



An impairment loss is recognized for the amount by which the asset's or cash generating unit's carrying amount exceeds its recoverable amount. To determine the recoverable amount, management estimates expected future cash flows from each asset or cash-generating unit and determines a suitable interest rate in order to calculate the present value of those cash flows. In the process of measuring expected future cash flows, management makes assumptions about future operating results. In addition, when determining the applicable discount rate, estimation is involved in determining the appropriate adjustments to market risk and asset-specific risk factors. These assumptions relate to future events and circumstances. Actual results may vary and may cause significant adjustments to the Company's assets within the next financial year

## DIGATRADE FINANCIAL CORP.

### Notes to the Interim Consolidated Financial Statements

June 30, 2020

(Expressed in Canadian Dollars)

#### NOTE 4 – SECURTER SYSTEMS INC.

On February 26, 2019, the Company entered into an agreement with Securter Inc., in terms of which a newly formed corporation, Securter Systems Inc. ("SSI") would acquire all the assets and liabilities of Securter Inc. Upon incorporation, SSI issued 25,937,594 Class A common shares to the shareholders of Securter Inc. and 100,000 Class B common shares to the Company. Each Class B common share is non-participating and carries 1,000 votes. The Company shall have the right to purchase up to 30.3% Class A common shares of SSI at a price of US\$0.23 per share for a total purchase consideration of up to US\$3,000,000.

During the six months ended June 30, 2020, certain adjustments to the value of the assets transferred to SSI upon incorporation totalling \$3,078 were recognized.

During the six months ended June 30, 2020 a further 472,612 class A common shares of Securter Systems Inc. were issued to the Company. As at June 30, 2020, SSI had 26,624,115 Class A Common Shares issued and outstanding whereby the Company held 686,520 of Class A Shares of SSI. Together with the Company's holding in Class B common shares, the Company held a voting interest of 79.5% and participating economic interest of 2.58% as at June 30, 2020.

The following is the summarized statement of financial position of Securter Systems Inc. as at June 30, 2020 and December 31, 2019:

|   | June 30,<br>2020 | December 31,<br>2019 |
|---|------------------|----------------------|
|   |                  | \$                   |
| <b>Current</b>                          |                  |                      |
| Assets                                  | 33,378           | 79                   |
| Liabilities                             | (51,653)         | -                    |
| <b>Total Current Net Assets</b>         | <b>(18,275)</b>  | <b>79</b>            |
| <b>Non-Current</b>                      |                  |                      |
| Assets                                  | 29,840           | 26,761               |
| Liabilities                             | (26,600)         | (26,565)             |
| <b>Total Non-Current Net Assets</b>     | <b>3,240</b>     | <b>196</b>           |
| <b>Total Net Equity by Shareholders</b> | <b>(15,035)</b>  | <b>275</b>           |

The following is the summarized comprehensive loss of Securter Systems Inc. for the period from inception to the year ended December 31, 2019 and for the six months ended June 30, 2020.

|  | \$             |
|--|----------------|
| Net Loss for the period from inception to the year ended December 31, 2019 | 158,844        |
| Net Loss for the six months ended June 30, 2020                            | 47,386         |
|  | <u>206,230</u> |

## DIGATRADE FINANCIAL CORP.

### Notes to the Interim Consolidated Financial Statements

June 30, 2020

(Expressed in Canadian Dollars)

#### NOTE 5 – TRADE AND OTHER PAYABLES

As at June 30, 2020 and December 31, 2019, the Company had the following amounts due to creditors:

|                     | June 30,<br>2020 | December 31,<br>2019 |
|---------------------|------------------|----------------------|
|                     | \$               | \$                   |
| Trade Payables      | 31,089           | 32,276               |
| Accrued Liabilities | 148,218          | 90,000               |
|                     | <u>179,307</u>   | <u>122,276</u>       |

**NOTE 6 – CONVERTIBLE PROMISSORY NOTES**

|                                   | Promissory<br>Note<br>\$ | Convertible<br>Promissory<br>Note -<br>Liability<br>Component<br>\$ | Derivative<br>Liability<br>\$ | Deferred<br>Derivative<br>Loss<br>(Increase)<br>\$ | Total<br>\$    |
|-----------------------------------|--------------------------|---|-------------------------------|--|----------------|
| <b>Balance December 31, 2017</b>  | 241,517                  | 1,340,978   | -                             | -  | 1,582,495      |
| Proceeds net of transaction costs | -                        | 440,587   | 1,576,119                     | (1,221,660)  | 795,046        |
| Repayments                        | (31,762)                 | -   | -                             | -  | (31,762)       |
| Conversions                       | -                        | (1,718,320)   | (38,794)                      | -  | (1,757,114)    |
| Fair value change                 | -                        | -   | (803,986)                     | 269,868  | (534,118)      |
| Interest expense                  | -                        | 19,649  | -                             | -  | 19,649         |
| Accretion expense                 | -                        | 7,039   | -                             | -  | 7,039          |
| Foreign exchange (gain) loss      | -                        | (64,392)  | -                             | -  | (64,392)       |
| <b>Balance December 31, 2018</b>  | <u>209,755</u>           | <u>25,541</u>   | <u>733,339</u>                | <u>(951,792)</u>                                   | <u>16,843</u>  |
| Proceeds net of transaction costs | -                        | 13,328  | 1,517,944                     | (958,883)  | 572,389        |
| Repayments                        | (33,596)                 | -   | -                             | -  | (33,596)       |
| Conversions                       | -                        | (191,566)   | (1,545,331)                   | 356,990  | (1,379,907)    |
| Fair value change                 | -                        | -   | (335,758)                     | 1,402,834  | 1,067,076      |
| Interest expense                  | -                        | 58,470  | -                             | -  | 58,470         |
| Accretion expense                 | -                        | 146,624   | -                             | -  | 146,624        |
| Foreign exchange (gain) loss      | (10,461)                 | (1,804)   | -                             | -  | (12,265)       |
| <b>Balance December 31, 2019</b>  | <u>165,698</u>           | <u>50,593</u>   | <u>370,194</u>                | <u>(150,851)</u>                                   | <u>435,634</u> |
| Proceeds net of transaction costs | -                        | 6,774   | 805,968                       | -554,519   | 258,223        |
| Conversions                       | -                        | (419,134)   | (166,673)                     | (143,689)  | (729,496)      |
| Fair value change                 | -                        | 303,195   | (38,327)                      | 419,174  | 684,042        |
| Interest expense                  | -                        | 13,868  | -                             | -  | 13,868         |
| Accretion expense                 | -                        | 96,212  | -                             | -  | 96,212         |
| Foreign exchange (gain) loss      | 6,759                    | 4,992   | -                             | -  | 11,751         |
| <b>Balance June 30, 2020</b>      | <u>172,457</u>           | <u>56,500</u>   | <u>971,162</u>                | <u>(429,885)</u>                                   | <u>770,234</u> |

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**DIGATRADE FINANCIAL CORP.**
**Notes to the Interim Consolidated Financial Statements**

June 30, 2020

(Expressed in Canadian Dollars)

**NOTE 6 – CONVERTIBLE PROMISSORY NOTES (Continued)**

The convertible bonds consisted of a liability component (“financial liability”) and an embedded derivative conversion feature (“derivative liability”) and contra asset account of deferred derivative loss due to significant amount of fair value of the derivative liability at inception in excess of the net proceeds. The net proceeds of these convertible bonds were first allocated to the fair value of the derivative liability. As the fair value of the derivative liability at inception exceeds the net proceeds, the indication of significant loss at inception exists. As a result, nominal values of US\$1,000 per newly issued convertible bonds were allocated to the financial liability. The remaining balance was set up as deferred derivative loss as a contra asset account. The deferred derivative losses were then amortized to profit and loss over the life of the convertible bonds. Subsequent changes in fair value of the conversion feature were recognized at FVTPL (Note 2(k)).

- During the six months ended June 30, 2020, the Company issued certain convertible promissory notes. At inception, the net proceeds of \$258,233 (US\$194,925 or gross proceeds of US\$209,500 net of US\$13,775 cash discount and transaction costs) were allocated to the derivative liability at \$805,967 related to the conversion feature which was determined using the Black-Scholes option pricing model. The remaining balance of the net proceeds were then allocated to nominal values of \$6,774 (US\$1,000 per each convertible bond issued in 2020) and deferred derivative loss, a contra asset account of \$554,518.
- During the six months ended June 30, 2020, the Company recognized through profit and loss the fair value change on the derivative liability and the amortization of the deferred derivative loss of \$684,042 (December 31, 2019 - \$1,067,076). As at June 30, 2020, the fair value of the derivative liability related to the conversion feature of \$971,162 (December 31, 2019 - \$370,194) was determined using the Black-Scholes option pricing model based on the following assumptions: share price ranging from US\$0.0006 to US\$0.002; risk-free rate ranging from 0.25%; stock price volatility ranging from 238.3 to 295.1%; dividend yield of 0%; and expected life of conversion features ranging from 0.13 to .98 years.
- During the six months ended June 30, 2020, promissory notes with a face value of US\$245,395 were converted into 634,625,154 common shares of the Company with a fair value of \$729,396. (2019 - promissory notes with a face value of US\$591,316 were converted into 356,153,022 common shares of the Company with a fair value of \$1,379,907).

**NOTE 7 – SHARE CAPITAL**
**a) Authorized Capital**

Unlimited number of common shares, participating, voting (voting right of 1 vote per share), with no par value.

2,100,000 Class “B” common shares, non-participating, voting (voting right of 1,000 votes per share), with no par value.

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**DIGATRADE FINANCIAL CORP.**

June 30, 2020

(Expressed in Canadian Dollars)

**NOTE 7 – SHARE CAPITAL (continued)****b) Issued and Outstanding Common Shares**

- i. On October 10, 2018, the Company passed a resolution authorizing the creation of a new 100,000 Class “B” common shares with the following characteristics: non-participating, no par value, and with the voting right of 1,000 votes per share.

On the same day, the Company issued 100,000 Class “B” common shares at \$0.001 per share for total proceeds of \$100 to a shareholder who is also a Director and Officer of the Company

On January 2, 2019, the Company passed a resolution to increase the authorized number of Class “B” common shares from 100,000 to 1,100,000.

On the same day, the Company issued 1,000,000 Class “B” common shares at \$0.0001 per share for total proceeds of \$100 to a shareholder who is also a Director and Officer of the Company.

On April 14, 2020, the Company passed a resolution to increase the authorized number of Class “B” common shares from 1,100,000 to 2,100,000. On the same day, the Company issued 1,000,000 Class “B” common shares at \$0.0001 per share for total proceeds of \$100 to a shareholder who is also a Director and Officer of the Company.

- ii. During the six months ended June 30, 2019, the Company converted promissory notes with face value of US\$414,009 into 75,839,973 common shares of the Company. \$458,757 were allocated to the share capital related to these promissory note conversions
- iii. During the six months ended June 30, 2020, the Company issued 634,625,154 common shares of the Company with a fair value of \$729,496 pursuant to the conversion of certain convertible promissory notes.

**c) Share-Based Payments**

During the six months ended June 30, 2019, the Company granted 10 million share purchase options at an exercise price of US\$0.006 without any specified expiration date. The Company estimated the share-based compensation at \$60,000 using Black-Scholes with the assumptions of risk free rate of 1.68%, volatility of 268% and option life of 7 years.

**d) Share Purchase Warrants**

The Company had no share purchase warrants outstanding for the years ended December 31, 2019, 2018, and 2017.

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**DIGATRADER FINANCIAL CORP.**

## Notes to the Interim Consolidated Financial Statements

June 30, 2020

(Expressed in Canadian Dollars)

**NOTE 7 – SHARE CAPITAL (continued)****e) Share Options**

On February 14, 2019, the Company granted 5,750,000 stock options to directors of the Company and 4,250,000 stock options to consultants. The options have an exercise price of US\$0.006 and expire on February 14, 2027.

The continuity of share options for the three months ended June 30, 2020 is summarized below:

| Expiry Date       | Exercise Price | January 1, 2020 | Granted    | Exercised | Cancelled | June 30, 2020 |
|-------------------|----------------|-----------------|------------|-----------|-----------|---------------|
| February 14, 2027 | \$ US0.006     | -               | 10,000,000 | -         | -         | 10,000,000    |

The Company did not have any share options in issue prior to January 1, 2019.

**f) Escrow Shares**

On September 19, 2014, the Company entered into an escrow agreement with a creditor. The Company agreed to pay the creditor \$2,500 upon signing of the agreement and to issue 1,500 shares to be held in escrow. The Company was obligated to pay the creditor a further \$7,334 (US\$6,687) forty-five days after the Company’s stock becomes DWAC- eligible. On December 22, 2016, the Company paid \$5,374 (US\$4,000) and the creditor agreed to release these shares from escrow.

As of June 30, 2020, 2019, the 1,500 shares were held in trust by the corporate lawyer and have not been returned to the Company’s Treasury.

**NOTE 8 – COMMITMENTS****a) Crypto Currency Deposit and Exchange Services**

On June 30, 2015, the Company entered into an agreement with Mega Idea Holdings Limited, dba ANX (“ANX”), to provide Crypto-currency deposit and exchange services. Pursuant to the terms of the agreement, the Company is required to pay monthly maintenance fees of US\$10,000 for maintenance and support of the exchange platform. The agreement with ANX was for a term of three years.

On April 7, 2017 (the “effective date”), the Company entered into a revised agreement with ANX. Pursuant to the terms of the revised agreement, the Company was required to pay monthly maintenance fees of US\$1,500 for the first six months commencing the first month after the effective date, and US\$5,000 thereafter. The revised agreement with ANX was for a term of two years.

On October 15, 2018, the Company and ANX agreed to terminate the Crypto Currency Deposit and Exchange Services Agreement. The Company paid ANX \$32,770 (US\$25,000) in full settlement of all outstanding liabilities and realized a gain of \$7,158 on the termination of the agreement

# DIGATRADE FINANCIAL CORP.

## Notes to the Interim Consolidated Financial Statements

June 30, 2020

(Expressed in Canadian Dollars)

### NOTE 8 – COMMITMENTS (continued)

#### b) Consulting Contracts

- i. On June 1, 2018 the Company entered into a consulting agreement for the provision of strategic business advisory services for a period of one year. The Company agreed to issue a convertible promissory note in the amount of US\$50,000 and pay the consultant US\$10,000 per month. (Notes 9(e)).
- ii. On October 22, 2018, the Company entered into a consulting contract with a Director for the provision of strategic business advisory services for a period of four months. The Company agreed to pay the Director \$2,500 per month.

#### c) Finder Fee Agreement

On June 24, 2020, the Company entered into a Finders Fee Agreement with an unrelated third party. The Company agreed to pay a finders fee in the amount of 2% of the gross amount of any debt or equity investment from a party introduced by the third party.

### NOTE 9 – RELATED PARTIES TRANSACTIONS

Balances and transactions between the Company and its subsidiaries, which are related parties of the Company, have been eliminated on consolidation and are not disclosed. Details of transactions between the Company and other related parties, in addition to those transactions disclosed elsewhere in these consolidated financial statements, are described below. All related party transactions were in the ordinary course of business and were measured at their exchange amounts.

#### b) Compensation of Key Management Personnel

The Company incurred management fees for services provided by key management personnel for the three months ended June 30, 2020 and 2019 as described below.

|                          | Three Months ended |                  | Six Months Ended |                  |
|--------------------------|--------------------|------------------|------------------|------------------|
|                          | June 30,<br>2020   | June 30,<br>2019 | June 30,<br>2020 | June 30,<br>2019 |
|                          | \$                 | \$               | \$               | \$               |
| Management Fees          | 41,046             | 57,593           | 105,566          | 101,510          |
| Stock-based Compensation | -                  | -                | -                | 30,000           |
|                          | <u>41,046</u>      | <u>57,593</u>    | <u>105,566</u>   | <u>131,510</u>   |

# DIGATRADE FINANCIAL CORP.

## Notes to the Interim Consolidated Financial Statements

June 30, 2020

(Expressed in Canadian Dollars)

### NOTE 10 – SUBSEQUENT EVENTS

#### a) Issuance of Convertible Promissory Note

On July 6, 2020, the Company issued a convertible promissory note in the amount of US\$33,000. At inception, the net proceeds of \$40,609 (US\$30,000) were allocated to the derivative liability at \$89,588, related to the conversion feature which was determined using the Black-Scholes option pricing model. The remaining balance of the net proceeds were then allocated to nominal values of \$1,354 (US\$1,000) and deferred derivative loss, a contra asset account in the amount of \$550,334.

#### b) Issuance of Securter Systems Inc. Class A Common Shares

On July 8, 2020, 163,472 class A common shares of Securter Systems Inc. were issued to shareholders whereby 173,913 of these shares were issued to the Company. The Company held a voting interest of 79.2% and a participating economic interest of 3.19% after these issuances.

#### c) 2020 COVID-19 Pandemic

The outbreak of the COVID-19 virus and the worldwide pandemic has impacted the Company's plans and activities. The Company may face disruption to operations, supply chain delays, travel and trade restrictions, and impacts on economic activity in affected countries or regions can be expected and are difficult to quantify. Regional disease outbreaks and pandemics represent a serious threat to hiring and maintaining a skilled workforce and could be a major health-care challenge for the Company. There can be no assurance that the Company's personnel will not be impacted by these regional disease outbreaks and pandemics and ultimately that the Company would see its workforce productivity reduced or incur increased medical costs and insurance premiums as a result of these health risks.

In addition, the pandemic has created a dramatic slowdown in the global economy. The duration of the outbreak and the resulting travel restrictions, social distancing recommendations, government response actions, business disruptions and business closures may have an impact on the Company's operations and access to capital. There can be no assurance that the Company will not be impacted by adverse consequences that may be brought about by the pandemic's impact on global industrial and financial markets which may reduce prices in general, share prices and financial liquidity thereby severely limiting access to essential capital.

### NOTE 11 – FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES

The Company is exposed to various risks in relation to financial instruments. The Company's financial assets and liabilities by category are summarized in Note 2(k). The Company's risk management is coordinated in close co-operation with the board of directors and focuses on actively securing the Company's short to medium-term cash flows and raising financing for the Company's capital expenditure program. The Company does not actively engage in the trading of financial assets for speculative purposes.

The most significant financial risks to which the Company is exposed are as follows:

**a) Liquidity risk**

Liquidity risk is the risk that the Company will not be able to meet its financial obligations as they fall due. The Company is dependent upon the availability of credit from its suppliers and its ability to generate sufficient funds from equity and debt financing to meet current and future obligations. The Company has a working capital deficiency of \$530,302 as at June 30, 2020. There can be no assurance that such debt or equity financing will be available to the Company.

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## **DIGATRADE FINANCIAL CORP.**

### Notes to the Interim Consolidated Financial Statements

June 30, 2020

(Expressed in Canadian Dollars)

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#### **NOTE 11 – FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (continued)**

**b) Interest Rate Risk**

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Company is not exposed to significant interest rate risk as the interest rates associated with the convertible promissory notes are fixed.

**c) Credit Risk**

Credit risk is the risk of loss associated with a counter party's inability to fulfill its payment obligations. As the Company is in the development stage and has not yet commenced commercial production or sales, it is not exposed to significant credit risk.

**d) Foreign Exchange Risk**

Foreign exchange risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rates. The Company is exposed to foreign exchange risk to the extent it incurs currency exchange platform service and development expenditures and operating costs in foreign currencies including the U.S. Dollar. The Company does not hedge its exposure to fluctuations in the related foreign exchange rates.

**e) Fair Values**

The Company uses the following hierarchy for determining fair value measurements:

Level 1: Quoted prices in active markets for identical assets or liabilities.

Level 2: Other techniques for which all inputs which have a significant effect on the recorded fair value are observable, either directly or indirectly.

Level 3: Techniques which use inputs that have a significant effect on the recorded fair value that are not based on observable market data.

The level within which the financial asset or liability is classified is determined based on the lowest level of significant input to the fair value measurement. The Company's financial instruments were measured at fair value using Level 1 valuation technique during the three months ended June 30, 2020 and during the years ended December 31, 2019, 2018 and 2017. The carrying values of the Company's financial assets and liabilities approximate their fair values.

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## **DIGATRADE FINANCIAL CORP.**

### Notes to the Interim Consolidated Financial Statements

June 30, 2020

(Expressed in Canadian Dollars)

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#### **NOTE 12 – CAPITAL MANAGEMENT**

The Company's objective for managing its capital structure is to safeguard the Company's ability to continue as a going concern and to ensure it has the financial capacity, liquidity and flexibility to fund its ongoing operations and capital expenditures.

The Company manages its share capital as capital, which as at June 30, 2020, amounted to \$8,189,654. At this time, the Company's access to the debt market is limited and it relies on equity issuances and the support of shareholders to fund the development of its trading platform. The Company monitors capital to maintain a sufficient working capital position to fund annualized administrative expenses and capital investments.

As at June 30, 2020, the Company had a working capital deficiency of 886,534. The Company will issue shares and may from time to time adjust its capital spending to maintain or adjust the capital structure. There can be no assurance that the Company will be able to obtain debt or equity capital in the case of operating cash deficits.

The Company's share capital is not subject to external restrictions. The Company has not paid or declared any dividends since the date of incorporation, nor are any contemplated in the foreseeable future. There were no changes in the Company's approach to capital management during the three months ended June 30, 2020.

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**Form 52-109FV2**  
**Certification of Interim Filings**  
**Venture Issuer Basic Certificate**

I, Brad J. Moynes, Chief Financial Officer of Digatrade Financial Corp., certify the following:

1. **Review:** I have reviewed the interim financial report and interim MD&A (together, the “interim filings”) of Digatrade Financial Corp. (the “issuer”) for the interim period ended June 30, 2020
2. **No misrepresentations:** Based on my knowledge, having exercised reasonable diligence, the interim filings do not contain any untrue statement of a material fact or omit to state a material fact required to be stated or that is necessary to make a statement not misleading in light of the circumstances under which it was made, with respect to the period covered by the interim filings.
3. **Fair presentation:** Based on my knowledge, having exercised reasonable diligence, the interim financial report together with the other financial information included in the interim filings fairly present in all material respects the financial condition, financial performance and cash flows of the issuer, as of the date of and for the periods presented in the interim filings.

Date: July 28, 2020

/s/ Brad J. Moynes

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Brad J. Moynes  
Chief Financial Officer

**NOTE TO READER**

In contrast to the certificate required for non-venture issuers under National Instrument 52-109 *Certification of Disclosure in Issuers' Annual and Interim Filings* (NI 52-109), this Venture Issuer Basic Certificate does not include representations relating to the establishment and maintenance of disclosure controls and procedures (DC&P) and internal control over financial reporting (ICFR), as defined in NI 52-109. In particular, the certifying officers filing this certificate are not making any representations relating to the establishment and maintenance of

- i) controls and other procedures designed to provide reasonable assurance that information required to be disclosed by the issuer in its annual filings, interim filings or other reports filed or submitted under securities legislation is recorded, processed, summarized and reported within the time periods specified in securities legislation; and
- ii) a process to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with the issuer's GAAP.

The issuer's certifying officers are responsible for ensuring that processes are in place to provide them with sufficient knowledge to support the representations they are making in this certificate. Investors should be aware that inherent limitations on the ability of certifying officers of a venture issuer to design and implement on a cost effective basis DC&P and ICFR as defined in NI 52-109 may result in additional risks to the quality, reliability, transparency and timeliness of interim and annual filings and other reports provided under securities legislation.

EX-99.3 4 digaf\_ex993.htm CERTIFICATION

**Exhibit 99.3**

**Form 52-109FV2**  
**Certification of Interim Filings**  
**Venture Issuer Basic Certificate**

I, Brad J. Moynes, Chief Executive Officer of Digatrade Financial Corp., certify the following:

1. **Review:** I have reviewed the interim financial report and interim MD&A (together, the “interim filings”) of Digatrade Financial Corp. (the “issuer”) for the interim period ended June 30, 2020
2. **No misrepresentations:** Based on my knowledge, having exercised reasonable diligence, the interim filings do not contain any untrue statement of a material fact or omit to state a material fact required to be stated or that is necessary to make a statement not misleading in light of the circumstances under which it was made, with respect to the period covered by the interim filings.
3. **Fair presentation:** Based on my knowledge, having exercised reasonable diligence, the interim financial report together with the other financial information included in the interim filings fairly present in all material respects the financial condition, financial performance and cash flows of the issuer, as of the date of and for the periods presented in the interim filings.

Date: July 28, 2020

/s/ Brad J. Moynes

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Brad Moynes  
Chief Executive Officer

**NOTE TO READER**

In contrast to the certificate required for non-venture issuers under National Instrument 52-109 *Certification of Disclosure in Issuers' Annual and Interim Filings* (NI 52-109), this Venture Issuer Basic Certificate does not include representations relating to the establishment and maintenance of disclosure controls and procedures (DC&P) and internal control over financial reporting (ICFR), as defined in NI 52-109. In particular, the certifying officers filing this certificate are not making any representations relating to the establishment and maintenance of

- i) controls and other procedures designed to provide reasonable assurance that information required to be disclosed by the issuer in its annual filings, interim filings or other reports filed or submitted under securities legislation is recorded, processed, summarized and reported within the time periods specified in securities legislation; and
- ii) a process to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with the issuer's GAAP.

The issuer's certifying officers are responsible for ensuring that processes are in place to provide them with sufficient knowledge to support the representations they are making in this certificate. Investors should be aware that inherent limitations on the ability of certifying officers of a venture issuer to design and implement on a cost effective basis DC&P and ICFR as defined in NI 52-109 may result in additional risks to the quality, reliability, transparency and timeliness of interim and annual filings and other reports provided under securities legislation.

## Form 51-102F3

*Material Change Report*

|               |  |
|---------------|--|
| <b>Item 1</b> | <b>Name and Address of Company</b>   |
|               | Digatrade Financial Corp.<br>1500 West Georgia Street, Suite 1300<br>Vancouver, BC V6G-2Z6   |
| <b>Item 2</b> | <b>Date of Material Change</b>   |
|               | July 28, 2020  |
| <b>Item 3</b> | <b>News Release</b>  |
|               | July 28, 2020<br>Dissemination via Sedar and under Form 6-K on Edgar   |
| <b>Item 4</b> | <b>Summary of Material Change</b>  |
|               | <b>DIGATRADE FINANCIAL CORP FILES Q2.2020 FINANCIAL STATEMENTS</b>   |
| <b>Item 5</b> | <b>Full Description of Material Change</b>   |
| <b>5.1</b>    | <b>Full Description of Material Change</b>   |
|               | Vancouver, British Columbia – July 28, 2020 – <b>DIGATRADE FINANCIAL CORP</b> (OTC.PK: DIGAF) a financial technology “Fintech” company today announced it has filed the Q2.2020 financial statements and MDA for period ended June 30, 2020 on Sedar and Edgar XBRL. |
| <b>5.2</b>    | <b>Disclosure for Restructuring Transactions</b>   |
|               | None   |
| <b>Item 6</b> | <b>Reliance on subsection 7.1(2) of National Instrument 51-102</b>   |
|               | None   |
| <b>Item 7</b> | <b>Omitted Information</b>   |
|               | None   |
| <b>Item 8</b> | <b>Executive Officer</b>   |
|               | Brad J. Moynes, CEO<br>+1(604) 200-0071  |
| <b>Item 9</b> | <b>Date of Report</b>  |
|               | July 28, 2020  |




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**DIGATRADE FILES Q2-2020 FINANCIAL STATEMENTS & MDA**

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**Vancouver, British Columbia / ACCESSWIRE / July 27<sup>th</sup>, 2020 - DIGATRADE FINANCIAL CORP** (OTCPK: DIGAF), [www.DigatradeFinancial.com](http://www.DigatradeFinancial.com), a financial technology services company, today announced that its Q2 financial statements have been filed on Sedar and Edgar XBRL for period ended June 30, 2020.

More information will be made available when it materializes.

**ABOUT DIGATRADE**

DIGATRADE is a Financial Technology “fintech” services company. Digatrade is developing various payment industry process improvements that are proprietary. They represent a next generation platform for security and convenience in a variety of modalities, including online credit card payment system, globally, through its new subsidiary; Securter Systems, Inc. Digatrade is targeting numerous fintech service licensing vehicles, also including blockchain derived applications. Digatrade Financial Corp. is located in Vancouver, British Columbia, and publicly listed on the OTC.PK under the trading symbol DIGAF. DIGAF is a reporting issuer in the Province of British Columbia, Canada with the British Columbia Securities Commission “BCSC” and in the United States with the Securities Exchange Commission “SEC”.

**ABOUT SECURTER**

Securter Systems, Inc. is a subsidiary of Digatrade Financial Corp. that is developing proprietary, patent-pending credit card payment platform innovations to increase the security of online credit card payment processing, globally. Securter technology reduces immense losses by financial institutions and merchants that arise from fraudulent credit card use. Securter technology also protects cardholder privacy by eliminating the need to distribute credit card details to multiple commercial 3<sup>rd</sup> parties, where such information is ordinarily stored, becoming vulnerable to theft or manipulation. Securter technology can and will be integrated into

complementary payment methods and fintech protocols, including cryptocurrency and other blockchain derivatives to come for independent platforms. Securter has internal R&D capability and management as well as external fintech business relationships to support Digatrade's overall business mission.

**CORPORATE CONTACT INFORMATION:**

Digatrade Financial Corp  
1500 West Georgia Street, 1300  
Vancouver, BC V6G 2Z6 Canada  
Tel: +1(604) 200-0071  
Fax: +1(604) 200-0072  
[www.DigatradeFinancial.com](http://www.DigatradeFinancial.com)

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**Forward-Looking Information**

*This press release contains certain "forward-looking information". All statements, other than statements of historical fact, that address activities, events or development that the Company believes, expects or anticipates will or may occur in the future constitute forward-looking information. This forward-looking information reflects the current expectations or beliefs of the company based on information currently available to the Company. Forward-looking information is subject to a number of significant risks and uncertainties and other factors that may cause the actual results of the Company to differ materially from those discussed in the forward-looking information, and even if such actual results are realized or substantially realized, there can be no assurance that they will have the expected consequences to, or effects on the Company. Factors that could cause actual results or events to differ materially from current expectations include, but are not limited to, the possibility of unanticipated costs and expenses. Any forward-looking information speaks only as of the date on which it is made and, except as may be required by applicable securities laws, the company disclaims any intent or obligation to update any forward-looking information whether as a result of new information, future events or results or otherwise. Although the Company believes that the assumptions inherent in the forward-looking information are reasonable, forward-looking information is not a guarantee of future performance and accordingly undue reliance should not be put on such information due to the inherent uncertainty therein.*

