
G6 MATERIALS CORP.
CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS
FOR THE PERIOD ENDED AUGUST 31, 2023 AND 2022
(Expressed in US Dollars)

NOTICE TO READER

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

The accompanying unaudited condensed interim consolidated financial statements of G6 Materials Corp. (“Corporation”) have been prepared by and are the responsibility of the Corporation’s management.

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

G6 MATERIALS CORP.

CONDENSED INTERIM CONSOLIDATED STATEMENTS OF FINANCIAL POSITION

(Expressed in US Dollars)

As at,	Notes	August 31, 2023 (Unaudited)	May 31, 2023 (Audited)
ASSETS		\$	\$
Current			
Cash and cash equivalents		171,296	390,440
Accounts receivable and other	5	58,441	55,270
Inventory	6	531,436	574,326
Prepaid expenses and deposits	14	109,231	118,588
		870,404	1,138,624
Equipment	8	104,413	111,587
Right-of-use asset	7	34,226	59,890
Intangible assets	4	119,992	130,902
Total assets		1,129,035	1,441,003
LIABILITIES			
Current			
Accounts payable and accrued liabilities	9	483,024	408,910
Current portion of lease liability	7	34,905	60,635
		517,929	469,545
SHAREHOLDERS' EQUITY			
Share capital	10	16,487,601	16,487,601
Warrant reserve		-	-
Contributed surplus		3,667,235	3,593,663
Accumulated other comprehensive loss		(171,361)	(164,383)
Deficit		(19,372,369)	(18,945,423)
Total shareholders' equity		611,106	971,458
Total liabilities and shareholders' equity		1,129,035	1,441,003

Going Concern (Note 1)

Approved on behalf of the Board of Directors on October 30, 2023:

"Guy Bourgeois" Director
Guy Bourgeois

"John Gary Dyal" Director
John Gary Dyal

G6 MATERIALS CORP.

CONDENSED INTERIM CONSOLIDATED STATEMENTS OF LOSS AND COMPREHENSIVE LOSS
FOR THE THREE MONTH PERIOD ENDED AUGUST 31, 2023 AND 2022
(Expressed in US Dollars)

	Notes	2023	2022
			\$
REVENUE		320,907	358,400
COST OF GOODS SOLD		(233,347)	(225,470)
		87,560	132,930
EXPENSES (Note 15)			
Depreciation and amortization	4,7,8	43,748	67,177
Foreign exchange loss		185	47
Marketing and investor relations		57,315	67,612
General and administrative expenses	15	382,926	559,424
Research and development		30,332	86,557
		(514,506)	(780,817)
NET LOSS		(426,946)	(647,887)
OTHER COMPREHENSIVE LOSS			
Items that may be reclassified subsequently to loss:			
Foreign currency translation loss		(6,978)	(39,096)
LOSS AND COMPREHENSIVE LOSS		(433,924)	(686,983)
LOSS PER SHARE - BASIC AND DILUTED		(0.03)	(0.04)
WEIGHTED AVERAGE NUMBER OF COMMON SHARES OUTSTANDING		16,367,919	16,367,919

G6 MATERIALS CORP.

CONDENSED INTERIM CONSOLIDATED STATEMENTS OF CASH FLOWS
FOR THE PERIOD ENDED AUGUST 31, 2023 AND 2022
(Expressed in US Dollars)

	Notes	2023	2022
		\$	\$
OPERATING ACTIVITIES			
Net loss		(426,946)	(647,887)
Non-cash items:			
Lease interest	7	649	1,217
Amortization of intangible asset	4	10,910	10,910
Amortization of right-of-use asset	7	25,664	48,085
Depreciation of equipment	8	7,174	8,182
Share-based compensation	10	73,572	59,248
Foreign exchange loss		183	47
		(308,794)	(520,198)
Changes in non-cash working capital items:			
Accounts receivable		(3,171)	25,485
Inventory		42,890	264,344
Prepaid expenses and deposits		9,357	(106,247)
Accounts payable and accrued liabilities		74,114	36,699
Cash used in operating activities		(185,604)	(299,917)
INVESTING ACTIVITIES			
Purchase of equipment	8	-	(28,000)
Cash used in investing activities		-	(28,000)
FINANCING ACTIVITIES			
Principal payments on lease	7	(26,379)	(49,416)
Cash used in financing activities		(26,379)	(49,416)
Change in cash and cash equivalents		(211,983)	(377,333)
Effect of exchange rate changes on cash		(7,161)	(39,143)
Cash and cash equivalents, beginning		390,440	2,119,429
Cash and cash equivalents, ending		171,296	1,702,953

G6 MATERIALS CORP.

CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY

FOR THE PERIOD ENDED AUGUST 31, 2023 AND 2022

(Expressed in US Dollars)

		Common Shares		Warrants Reserve		Contributed Surplus	Accumulated Other Comprehensive Loss	Deficit	Total
	Notes	#	\$	#	\$	\$	\$	\$	\$
Balance, May 31, 2022		16,367,919	16,487,601	14,476,000	125,605	3,203,059	(94,044)	(16,222,315)	3,499,906
Share-based compensation	10	-	-	-	-	59,248	-	-	59,248
Foreign currency translation loss		-	-	-	-	-	(39,096)	-	(39,096)
Net loss for the period		-	-	-	-	-	-	(647,887)	(647,887)
Balance, August 31, 2022		16,367,919	16,487,601	14,476,000	125,605	3,262,307	(133,140)	(16,870,202)	2,872,171
Balance, May 31, 2023		16,367,919	16,487,601	-	-	3,593,663	(164,383)	(18,945,423)	971,458
Share-based compensation	10	-	-	-	-	73,572	-	-	73,572
Foreign currency translation loss		-	-	-	-	-	(6,978)	-	(6,978)
Net loss for the period		-	-	-	-	-	-	(426,946)	(426,946)
Balance, August 31, 2023		16,367,919	16,487,601	-	-	3,667,235	(171,361)	(19,372,369)	611,106

G6 MATERIALS CORP.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE PERIOD ENDED AUGUST 31, 2023 AND 2022
(Expressed in US Dollars)

1. NATURE OF OPERATIONS

G6 Materials Corp. (“G6” or the “Company”), formerly Graphene 3D Lab Inc., was incorporated pursuant to the British Columbia Business Corporations Act on January 17, 2011. On August 8, 2014, through a reverse acquisition transaction, the Company acquired Graphene 3D Lab (U.S.) Inc. which was deemed to be the continuing entity for financial reporting purposes. Graphene 3D Lab (U.S.) Inc. was incorporated on September 3, 2013 in the State of Delaware, U.S.A. On January 23, 2020, the Company changed its name from Graphene 3D Lab Inc. to G6 Materials Corp. The Company’s shares continue to trade on the TSX Venture Exchange under the same ticker symbol (“GGG”).

The Company currently has seven US patents granted and three patent applications filed. The patent applications and the granted patents cover technology for graphene manufacturing and applications as well as for non-graphene related technology.

The address of the Company’s head office and principal place of business is at Suite 2, 760 Koehler Avenue, Ronkonkoma, New York.

Going Concern

These consolidated financial statements have been prepared on a going concern basis which assumes that the Company will, in the foreseeable future realize on its assets and discharge its liabilities in the normal course of business as they come due. Accordingly, the consolidated financial statements do not give effect to adjustments that would be necessary should the Company be unable to continue as a going concern and, therefore be required to realize its assets and liquidate its liabilities and commitments in other than the normal course of business and at amounts different from those in these consolidated financial statements. Such adjustments could be material. As at August 31, 2023, the Company had working capital of \$352,475. Net loss for the period ended August 31, 2023 was \$426,946. The accumulated deficit as at August 31, 2023 was \$19,372,369 and negative cash flows from operations of \$185,604. The Company anticipates it will have sufficient cash-on-hand to service its liabilities and fund operating costs as they come due. However, there is uncertainty with respect to the Company’s ability to generate sufficient earnings to fully fund its operating activities without raising additional capital. The application of the going concern assumption is dependent upon the Company’s ability to continue to generate future profitable operations and/or obtain additional financing. The above events and conditions indicate there is a material uncertainty that casts significant doubt about the Company’s ability to continue as a going concern.

2. BASIS OF PREPARATION AND CONTINUING OPERATIONS

a) Basis of Presentation and Statement of Compliance

The condensed interim consolidated financial statements are prepared in accordance with International Accounting Standard (“IAS”) 34 - Interim Financial Reporting under International Financial Reporting Standards (“IFRS”) issued by the International Accounting Standards Board (“IASB”). The accounting policies followed in these condensed interim financial statements are the same as those applied in the Company’s most recent annual financial statements for the year ended May 31, 2022. These condensed interim consolidated financial statements do not include all disclosures normally provided in the annual financial statements and should be read in conjunction with the Company’s audited financial statements for the year ended May 31, 2023. In management’s opinion, all adjustments necessary for fair presentation have been included in these condensed interim consolidated financial statements. Interim results are not necessarily indicative of the results expected for the year ended May 31, 2024.

b) Basis of Consolidation

These consolidated financial statements incorporate the accounts of the Company and its wholly owned subsidiaries Graphene 3D Lab (U.S.) Inc., Graphene Laboratories Inc and GX Technologies LLC. All significant intercompany transactions and balances have been eliminated on consolidation.

These consolidated financial statements were approved and authorized for issuance in accordance with resolution from the Board of Directors on October 30, 2023.

G6 MATERIALS CORP.NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE PERIOD ENDED AUGUST 31, 2023 AND 2022(Expressed in US Dollars)

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

In preparing these condensed interim consolidated financial statements, the significant accounting policies and the significant judgments made by management in applying the Company's significant accounting policies and key sources of estimation uncertainty were the same as those that applied to the Company's audited consolidated financial statements for the year ended May 31, 2023.

4. INTANGIBLE ASSETS

On December 8, 2015, as part of the acquisition of Graphene Laboratories Inc., the Company acquired intangible assets comprised of certain intellectual property, including a provisional patent relating to technology enabling cost efficient industrial scale manufacture and processing of graphene. As at August 31, 2023, the Company's intangible assets consist of intellectual property relating to technology for the manufacture and processing of graphene.

	\$
Cost:	
Balance, May 31, 2023 and August 30, 2023	436,382
<hr/>	
Accumulated Amortization:	
Balance, May 31, 2022	261,840
Amortization	43,640
Balance, May 31, 2023	305,480
Amortization	10,910
Balance, August 31, 2023	316,390
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Net Book Value:	
May 31, 2023	130,902
August 31, 2023	119,992

5. ACCOUNTS RECEIVABLE

	August 31, 2023	May 31, 2023
	\$	\$
Trade accounts receivable	42,502	42,565
Tax receivable	15,939	12,705
Total	58,441	55,270

As at August 31, 2023, the expected credit loss was \$1,720 (May 31, 2023 - \$1,720) and all of the Company's trade receivables were outstanding less than 60 days.

6. INVENTORY

	August 31, 2023	May 31, 2023
	\$	\$
Raw materials	141,537	-
Finished goods	389,899	574,326
Total	531,436	574,326

The cost of inventory is recognized as an expense and included in cost of goods sold when sold. For the period ended August 31, 2023, the amount of inventory recognized in cost of goods sold was \$233,347 (August 31, 2022 - \$225,470).

G6 MATERIALS CORP.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE PERIOD ENDED AUGUST 31, 2023 AND 2022
(Expressed in US Dollars)

7. RIGHT-OF-USE ASSET AND LEASE LIABILITY

The Company entered into a three-year lease agreement for the Company's facilities in Ronkonkoma, New York, USA beginning on January 1, 2018 and ending on December 31, 2020, which required monthly payments of \$8,000. Subsequently the Company renewed another three-year lease agreement for the Company's facilities beginning on January 1, 2021 and ending on December 31, 2023, which requires monthly payments of \$8,240. Upon adoption of IFRS 16 effective in fiscal 2020, the Company recognized a right-of-use asset and a lease liability of \$145,382. On November 22, 2021, the Company amended the lease agreement by increasing the monthly payment from \$8,240 to \$8,487 during the periods from January 1, 2022 to December 31, 2022. As a result, the Company made an adjustment on the lease liability of \$186,848 in connection with the amendments of the lease agreement for the Company's facilities in Ronkonkoma, New York, USA. The Company's internal borrowing rate was 6%. On December 2, 2022, the Company amended the lease agreement by increasing the monthly payment to \$8,793. As a result, the Company increased the lease liability of \$102,670 in connection with the amendments of the lease agreement for the Company's facilities in Ronkonkoma, New York, USA.

On November 23, 2021, the Company entered into another 12-month lease agreement for the expansion of Company's facilities in Cerritos, California, USA beginning on January 1, 2022 and ending on December 31, 2022, which required monthly payments of \$7,985. The Company recognized a right-of-use asset and a lease liability of \$192,341. The Company used a 6% discount rate, its incremental borrowing rate, to calculate the present value of the future lease payments and the lease interest expense.

RIGHT-OF-USE ASSET

	\$
Cost:	
Balance, May 31, 2022	609,934
Addition	102,670
Balance, May 31, 2023 and August 31, 2023	712,604
Accumulated Amortization:	
Balance, May 31, 2022	497,735
Amortization	154,979
Balance, May 31, 2023	652,714
Amortization	25,664
Balance, August 31, 2023	678,378
Net Book Value:	
May 31, 2023	59,890
August 31, 2023	34,226

G6 MATERIALS CORP.NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE PERIOD ENDED AUGUST 31, 2023 AND 2022(Expressed in US Dollars)

LEASE LIABILITY

	\$
Balance, May 31, 2021	237,262
Lease interest expense	10,878
Addition	192,341
Payments	(140,039)
Adjustment on the renewal of contract	(186,846)
Balance, May 31, 2022	113,596
Lease interest expense	3,636
Addition	102,670
Payments	(159,267)
Balance, May 31, 2023	60,635
Lease interest expense	649
Payments	(26,379)
Balance, August 31, 2023	34,905
Current portion of lease liability	34,905
Long-term portion of lease liability	-

As at August 31, 2023, the Company will have future undiscounted lease payments totaling \$35,172 from September 2023 to December 2023.

8. EQUIPMENT

	Laboratory Equipment
Cost:	\$
Balance, May 31, 2022	670,381
Additions	27,998
Balance, May 31, 2023 and August 31, 2023	698,379
Accumulated Depreciation:	
Balance, May 31, 2022	555,422
Depreciation expense	31,370
Balance, May 31, 2023	586,792
Depreciation expense	7,174
Balance, August 31, 2023	593,966
Net Book Value:	
May 31, 2023	111,587
August 31, 2023	104,413

G6 MATERIALS CORP.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE PERIOD ENDED AUGUST 31, 2023 AND 2022
(Expressed in US Dollars)

9. RELATED PARTY TRANSACTIONS AND BALANCES

Key management includes directors and officers of the Company. The Company incurred the following key management compensation charges during the period ended August 31, 2023 and 2022:

	2023	2022
	\$	\$
Salaries, bonuses, fees and benefits	99,615	85,385
Share-based compensation	53,173	30,911
	152,788	116,296

The Company had the following transactions with related parties:

- a) During the period ended August 31, 2023, the Company incurred consulting fees in the amount of \$24,000 (2022 - \$Nil) that were paid to the CFO of the Company.
- b) As at August 31, 2023, the Company owed \$267,375 (May 31, 2023 – 94,759) to related parties. The amounts due are unsecured, non-interest bearing and have no fixed terms of repayment.

Transactions with related parties are incurred in the normal course of operation and recorded at fair value.

The amounts due to related parties are included in accounts payable and accrued liabilities.

10. SHARE CAPITAL**Authorized:**

Unlimited number of common shares without par value.

Issued and outstanding common stock:

- a) During the period ended August 31, 2023, the Company did not issue any common stock.
- b) On July 12, 2023, the Company consolidated all of its issued and outstanding common shares on the basis of every 10 old common shares into one new common share. Unless otherwise noted, all share, option, loss per share and warrant information have been retroactively adjusted to reflect this consolidation.

Escrow shares:

On August 25, 2021, the Company acquired a 100% interest in GX Technologies, LLC (“GX Technologies”) an arm’s length party. Pursuant to the terms of the agreement, as payment, the Company issued 2,500,000 common shares (“Consideration Shares”) to the shareholders of GX Technologies. As at August 31, 2023, there are 500,000 (May 31, 2023 – 1,000,000) common shares subject to an escrow agreement. The Consideration Shares will be released from escrow over a period of 28 months from the Closing Date, shown below.

Vesting Date	Consideration shares
4 - months from Closing date (December 25, 2021)	500,000
10 - months from Closing date (June 25, 2022)	500,000
16 - months from Closing date (December 25, 2022)	500,000
22 - months from Closing date (June 25, 2023)	500,000
28 - months from Closing date (December 25, 2023)	500,000
Total	2,500,000

G6 MATERIALS CORP.NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE PERIOD ENDED AUGUST 31, 2023 AND 2022(Expressed in US Dollars)

Stock options:

The Company has adopted a stock option plan (the “Plan”), providing the Board of Directors with the discretion to issue an equivalent number of options of up to 10% of the issued and outstanding share capital of the Company. Stock options are granted with an exercise price of not less than the closing share price of the day preceding the date of grant.

Continuity of stock options:

	Number of options	Exercise price
Options outstanding– May 31, 2022	1,345,000	C\$1.00
Expired during the year	(265,000)	C\$1.20
Options outstanding– May 31, 2023	1,080,000	\$0.90
Issued during the period	720,000	\$0.16
Expired during the period	(550,000)	C\$0.93
Options outstanding – August 31, 2023	1,250,000	\$0.92

The fair value of the stock options granted is estimated using the Black-Scholes option pricing model. Option pricing models require the input of highly subjective assumptions, including the expected volatility. Changes in the assumptions can materially affect the fair value estimate, and therefore, the existing models do not necessarily provide a reliable measure of the fair value of the Company’s stock options.

On August 16, 2023, the Company granted 720,000 stock options to certain directors, officers and consultants of the Company. The options are exercisable at C\$0.16 per share for a period of five years from the date of grant. Among these options granted, 135,000 are subject to a 3-year vesting schedule, where 25% of the options will be granted immediately, and 25% will be granted at each anniversary.

On March 16, 2022, the Company granted 690,000 stock options to certain directors, officers and consultants of the Company with a fair value of C\$0.96 at the date of grant. The options are exercisable at C\$1.00 per share for a period of five years from the date of grant. Among these options granted, 200,000 are subject to a 3-year vesting schedule, where 25% of the options will be granted immediately, and 25% will be granted at each anniversary.

The fair value of the stock options granted is estimated using the Black-Scholes option pricing model. Option pricing models require the input of highly subjective assumptions, including the expected volatility. Changes in the assumptions can materially affect the fair value estimate, and therefore, the existing models do not necessarily provide a reliable measure of the fair value of the Company’s stock options.

The weighted average assumptions used in the Black-Scholes option pricing model are as follows:

	2023	2022
Share price	C0.16	C\$1.11
Risk-free interest rate	3.83%	1.29%
Expected volatility	213.60%	132.48%
Expected dividend yield	\$nil	\$nil
Expected forfeiture rate	0%	0%
Expected life	5 years	5 years

Based on the Black-Scholes option pricing model and the assumptions outlined above, the Company recorded share-based compensation of \$73,572 for the year ended August 31, 2023 (2022 - \$59,248).

G6 MATERIALS CORP.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE PERIOD ENDED AUGUST 31, 2023 AND 2022
(Expressed in US Dollars)

Details of stock options outstanding:

Expiry date	Exercise price	Remaining life (years)	Number of stock options outstanding	Number of stock options vested and exercisable
October 14, 2025	C\$0.80	2.12	210,000	210,000
March 16, 2027	C\$1.10	3.54	320,000	290,000
August 16, 2028	C\$0.16	4.96	720,000	618,750

Share purchase warrants:

The Company uses the residual approach when allocating the fair value of the share purchase warrants issued in conjunction with the offering of units through a private placement. The Company determines the fair value of the common share, and the residual value is allocated to the share purchase warrant for unit offerings that contain a common share and a share purchase warrant.

Continuity of share purchase warrants:

	Number of warrants	Weighted average exercise price
Warrants outstanding – May 31, 2021	2,443,314	C\$2.23
Warrants expired during the year	(995,714)	C\$1.20
Warrants outstanding – May 31, 2022	1,447,600	C\$2.93
Warrants expired during the year	(1,447,600)	C\$(3.00)
Warrants outstanding – May 31, 2023 and August 31, 2023	-	-

11. MANAGEMENT OF CAPITAL

The Company's objectives when managing capital are to safeguard the Company's ability to continue as a going concern to pursue the the development and production of innovative graphene-based solutions. The Company does not have any externally imposed capital requirements to which it is subject. As of August 31, 2023, the Company had cash of \$171,296 (May 31, 2023 - \$390,440)

The Company defines its capital as all components of shareholders' equity. The Company manages the capital structure and adjusts it in light of changes in economic conditions and the risk characteristics of the underlying assets. To maintain or adjust the capital structure, the Company may attempt to issue common shares or dispose of assets or adjust the amount of cash.

12. FINANCIAL INSTRUMENTS

The Company's financial instruments consist of cash and cash equivalents, trade accounts receivable, accounts payable and accrued liabilities and loan payable.

The Company classifies its fair value measurements in accordance with an established hierarchy that prioritizes the inputs in valuation techniques used to measure fair value as follows:

Level 1 – Unadjusted quoted prices in active markets for identical assets or liabilities

Level 2 – Inputs other than quoted prices that are observable for the asset or liability either directly or indirectly, and

Level 3 – Inputs that are not based on observable market data

G6 MATERIALS CORP.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD ENDED AUGUST 31, 2023 AND 2022

(Expressed in US Dollars)

The following table sets for the Company's financial assets measured at fair value on a recurring basis by level within the fair value hierarchy:

	Level 1	Level 2	Level 3	Total
	\$	\$	\$	\$
Cash and cash equivalents	171,296	-	-	171,296

The Company has determined that the carrying values of its accounts receivable, accounts payable and accrued liabilities and loan payable approximate their fair value due to the short-term maturities of these financial instruments.

i) Credit risk

Credit risk is the risk of financial loss to the Company if counterparty to a financial instrument fails to meet its contractual obligations. The Company manages credit risk by investing its cash and cash equivalents with large United States and Canadian chartered banks. The Company manages credit risk for accounts receivable through established credit monitoring activities. As at August 31, 2023, the Company's maximum exposure to credit risk is the carrying value of cash and cash equivalents and accounts receivable.

ii) 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. Financial assets and liabilities with variable interest rates expose the Company to interest rate risk with respect to its cash flow. As at August 31, 2023 and May 31, 2023, the Company is not exposed to significant interest rate risk.

iii) Currency risk

The Company has transactions internationally and is exposed to foreign exchange risk from the Canadian Dollar. Foreign exchange risk arises from financing and purchase transactions that are denominated in currency other than the US Dollar, which is the functional currency of the Company. As at August 31, 2023, the Company held C\$113,260 (2022 - C\$206,711) in Canadian dollar cash and cash equivalents. A 10% increase or decrease in the Canadian dollar would increase or decrease comprehensive income by \$2,693 (2022 - \$19,289).

iv) 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 manages liquidity risk through the management of its capital structure and financial leverage as outlined above. As at August 31, 2023, the Company has cash and cash equivalents of \$171,296 and a working capital surplus of \$352,475.

As at August 31, 2023	Up to 1 year	1 - 5 years	Total
Accounts payable and accrued liabilities	483,024	-	483,024
Current portion of lease liability	34,905	-	34,905
	517,929	-	517,929

As at May 31, 2023	Up to 1 year	1 - 5 years	Total
Accounts payable and accrued liabilities	408,910	-	408,910
Current portion of lease liability	60,635	-	60,635
	469,545	-	469,545

13. SEGMENT DISCLOSURES

The Company operates in one reportable segment – the development, manufacturing and sale of graphene-enhanced materials. Substantially all of the Company's revenue was generated in the U.S. and all long-lived assets are located in the U.S.

G6 MATERIALS CORP.NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE PERIOD ENDED AUGUST 31, 2023 AND 2022(Expressed in US Dollars)

14. PREPAID EXPENSES AND DEPOSITS

	August 31, 2023	May 31, 2023
	\$	\$
Deposits and expenses	5,923	10,179
Inventory	103,308	108,409
Total	109,231	118,588

15. NATURE OF EXPENSES

The nature of the Company's corporate and administrative expenses is as follows:

For the period ended August 31,	2023	2022
	\$	\$
Lease interest	649	1,217
Office and administrative	50,887	78,986
Professional fees	113,044	94,973
Regulatory fees	17,088	459
Salaries and benefits	126,458	321,860
Share-based compensation	73,572	59,248
Travel expenses	1,228	2,681
Total	382,926	559,424