



PARKIT ENTERPRISE INC.

CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
FOR THE THREE AND NINE MONTH PERIODS ENDED JULY 31, 2016

EXPRESSED IN CANADIAN DOLLARS

(UNAUDITED)

Notice of Non-review of Interim Financial Statements

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

The accompanying unaudited condensed consolidated interim financial statements of the Company 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 condensed consolidated interim financial statements in accordance with standards established by the Canadian Institute of Chartered Accountants for a review of condensed consolidated interim financial statements by an entity's auditor.

PARKIT ENTERPRISE INC.
CONDENSED CONSOLIDATED INTERIM STATEMENTS OF OPERATIONS
(Expressed in Canadian Dollars)
(Unaudited)

| FOR THE | Three months ended July 31, 2016 | Three months ended July 31, 2015 | Nine months ended July 31, 2016 | Nine months ended July 31, 2015 | |
|---|--|--|---------------------------------------|---------------------------------------|------------|
| PROPERTY INCOME | | | | | |
| Property revenue | \$ - | \$ - | \$ - | \$ 5,495,659 | |
| Property operating expenses (Note 9) | - | - | - | (3,342,262) | |
| Net property income | - | - | - | 2,153,397 | |
| Mortgage interest | - | - | - | (515,816) | |
| Depreciation and amortization | - | - | - | (1,262,151) | |
| Income from property operations | - | - | - | 375,430 | |
| OTHER INCOME | | | | | |
| Fee income | 68,893 | 72,236 | 212,755 | 72,236 | |
| Share of profit from joint ventures (Note 6) | 263,424 | 225,227 | 774,349 | 1,462,006 | |
| Gain on disposal of Canopy | - | - | - | 25,724,588 | |
| | 332,317 | 297,463 | 987,104 | 27,258,830 | |
| TOTAL INCOME | 332,317 | 297,463 | 987,104 | 27,634,260 | |
| EXPENSES | | | | | |
| General and administrative | 125,278 | 139,234 | 385,260 | 411,315 | |
| Proxy solicitation costs | 320,516 | - | 320,516 | - | |
| Interest on short-term loans | - | - | - | 399,540 | |
| Management salaries and fees | 81,968 | 125,820 | 429,825 | 383,094 | |
| Director fees | 27,300 | 42,979 | 90,300 | 134,904 | |
| Share based payments | - | - | 87,830 | 45,164 | |
| Taxation | (62,598) | - | (49,798) | - | |
| | (492,464) | (308,033) | (1,263,933) | (1,374,017) | |
| NET (LOSS) INCOME FROM OPERATIONS | (160,147) | (10,570) | (276,829) | 26,260,243 | |
| Foreign exchange gain (loss) | 107,061 | 1,553,063 | (22,656) | 1,540,617 | |
| Finance income | 1,875 | - | 1,875 | - | |
| Revaluation of assets held at fair value | - | 360,296 | - | 360,296 | |
| NET (LOSS) INCOME | (51,211) | 1,902,789 | (297,610) | 28,161,156 | |
| Allocation of net (loss) income to non-controlling interest | - | 214,015 | - | 12,738,662 | |
| NET (LOSS) INCOME ATTRIBUTABLE TO PARENT | \$ (51,211) | \$ 1,688,744 | \$ (297,610) | \$ 15,422,494 | |
| (Loss) income per share: | Basic | (0.00) | 0.05 | (0.01) | 0.49 |
| | Diluted | (0.00) | 0.04 | (0.01) | 0.37 |
| Common shares outstanding: | Basic | 32,245,723 | 31,293,923 | 32,245,723 | 31,293,923 |
| | Diluted | 32,245,723 | 41,999,890 | 32,245,723 | 41,999,890 |

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

PARKIT ENTERPRISE INC.
CONDENSED CONSOLIDATED INTERIM STATEMENTS OF COMPREHENSIVE INCOME
(Expressed in Canadian Dollars)
(Unaudited)

| FOR THE | Three months ended July 31, 2016 | Three months ended July 31, 2015 | Nine months ended July 31, 2016 | Nine months ended July 31, 2015 |
|--|--|--|---------------------------------------|---------------------------------------|
| Net (loss) income for the period | \$ (51,211) | \$ 1,902,789 | \$ (297,610) | \$ 28,161,156 |
| Other comprehensive income to be reclassified to profit or loss in subsequent periods: | | | | |
| Revaluation of associate assets held for sale | 75,951 | - | 609,276 | - |
| Exchange differences on translating foreign operations | 622,871 | 47,168 | 552,755 | (249,579) |
| Comprehensive income for the period | 647,611 | 1,949,957 | 864,421 | 27,911,577 |
| Allocation of comprehensive income to non-controlling interest | - | 214,015 | - | 12,738,662 |
| Comprehensive income attributable to parent | \$ 647,611 | \$ 1,735,942 | \$ 864,421 | \$ 15,172,915 |

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

PARKIT ENTERPRISE INC.
CONDENSED CONSOLIDATED INTERIM STATEMENTS OF CASH FLOWS
(Expressed in Canadian Dollars)
(Unaudited)

| FOR THE NINE MONTH PERIOD ENDED JULY 31 | 2016 | 2015 |
|--|---------------------|---------------------|
| CASH FROM OPERATING ACTIVITIES | | |
| Net (loss) income for the period | \$ (297,610) | \$ 15,422,494 |
| Items not affecting cash: | | |
| Depreciation | 5,625 | 589,281 |
| Share-based payments | 87,830 | 45,164 |
| Share of profit in joint ventures | (774,349) | (1,462,006) |
| Gain on disposal of Canopy | - | (13,329,970) |
| Revaluation of assets held at fair value | - | (360,295) |
| Amortization of loan closing cost | - | 644,159 |
| Realized foreign exchange on deconsolidation of subsidiary | - | (410,922) |
| Changes in non-cash working capital items: | | |
| Accounts receivable | (114,832) | (78,301) |
| Prepaid expenses and deposits | (4,158) | (98,758) |
| Accounts payable and accrued liabilities | (471,164) | (1,262,111) |
| Net cash used in operating activities | (1,568,658) | (301,265) |
| CASH FROM INVESTING ACTIVITIES | | |
| Cash received from sale of Canopy | - | 15,089,169 |
| Long-term investment, net of repayments | 191,417 | (735,000) |
| Distributions from 880 Doolittle joint venture | 5,829 | 7,639,960 |
| Distributions from associate | 2,396,111 | - |
| Investment in PAVe joint venture | (1,762,065) | (7,742,995) |
| Distributions from PAVe joint venture | 838,669 | - |
| Net cash provided by investing activities | 1,669,961 | 14,251,134 |
| CASH FROM FINANCING ACTIVITIES | | |
| Distributions to non-controlling interest | - | (6,335,449) |
| Short term loans repayments | - | (5,476,000) |
| Exercise of warrants | - | 150,150 |
| Net cash used in financing activities | - | (11,661,299) |
| Change in cash during the period | 101,303 | 2,288,570 |
| Effect of change in foreign currency on cash | 6,048 | (1,459,453) |
| Cash, beginning of period | 1,237,061 | 563,515 |
| Cash, end of period | \$ 1,344,412 | \$ 1,392,632 |

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

PARKIT ENTERPRISE INC.
CONDENSED CONSOLIDATED INTERIM STATEMENT OF CHANGES IN EQUITY
(Expressed in Canadian Dollars)
(Unaudited)

| | Number of common shares | Share capital amount | Reserves | Deficit | Accumulated other comprehensive income | Non- controlling interest | Total |
|--|-------------------------------|-------------------------|--------------|-----------------|---|---------------------------------|-------------|
| Balance, October 31, 2014 | 30,928,923 | \$ 22,220,817 | \$ 1,293,707 | \$ (22,923,291) | \$ 350,206 | \$ (149,069) | 792,370 |
| Exercise of warrants | 365,000 | 150,150 | - | - | - | - | 150,150 |
| Amortization of loan cost | - | - | (124,474) | - | - | - | (124,474) |
| Share based payments | - | - | 45,164 | - | - | - | 45,164 |
| Distribution to non-controlling interest | - | - | - | - | - | (6,335,449) | (6,335,449) |
| Deconsolidation of subsidiary | - | - | - | - | - | (6,357,029) | (6,357,029) |
| Cumulative translation adjustment | - | - | - | - | (249,579) | 102,885 | (146,694) |
| Income for the period | - | - | - | 15,422,494 | - | 12,738,662 | 28,161,156 |
| Balance, July 31, 2015 | 31,293,923 | 22,370,967 | 1,214,397 | (7,500,797) | 100,627 | - | 16,185,194 |
| Exercise of warrants | 951,800 | 380,720 | - | - | - | - | 380,720 |
| Deconsolidation of subsidiary | - | - | - | - | (17,184) | - | (17,184) |
| Cumulative translation adjustment | - | - | - | - | 249,579 | - | 249,579 |
| Loss for the period | - | - | - | (413,411) | - | - | (413,411) |
| Balance, October 31, 2015 | 32,245,723 | 22,751,687 | 1,214,397 | (7,914,208) | 333,022 | - | 16,384,898 |
| Share based payments | - | - | 87,830 | - | - | - | 87,830 |
| Revaluation of assets held for sale | - | - | - | - | 609,276 | - | 609,276 |
| Cumulative translation adjustment | - | - | - | - | 552,755 | - | 552,755 |
| Income for the period | - | - | - | (297,610) | - | - | (297,610) |
| Balance, July 31, 2016 | 32,245,723 | \$ 22,751,687 | \$ 1,302,227 | \$ (8,211,818) | \$ 1,495,053 | \$ - | 17,337,149 |

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

PARKIT ENTERPRISE INC.
NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
(Expressed in Canadian Dollars)
(Unaudited)
FOR THE NINE MONTHS ENDED JULY 31, 2016

1. NATURE OF OPERATIONS

Parkit Enterprise Inc. (the “Company”) was incorporated pursuant to the *Business Corporations Act* (British Columbia) on December 6, 2006. The Company’s head office and principal address is 1088 – 999 West Hastings Street, Vancouver, British Columbia, Canada V6C 2W2, and its registered and records office is 2900 – 595 Burrard Street, Vancouver, British Columbia V7X 1J5. The Company, through its subsidiary Greenswitch America, Inc. holds investments in parking real estate in the United States of America.

2. SIGNIFICANT ACCOUNTING POLICIES

Basis of Preparation and Statement of Compliance

These condensed consolidated interim financial statements have been prepared in accordance with International Financial Reporting Standards (“IFRS”) as issued by the International Accounting Standards Board (“IASB”) applicable to the preparation of interim financial statements, including International Accounting Standard (“IAS”) 34 Interim Financial Reporting.

These condensed consolidated interim financial statements follow the same accounting policies and methods of application as the Company’s most recent annual consolidated financial statement, and should be read in conjunction with the Company’s annual consolidated financial statements for the year ended October 31, 2015, which were prepared in accordance with IFRS as issued by the IASB.

3. ACCOUNTS RECEIVABLE

The following balances were included in accounts receivable:

| | July 31, 2016 | October 31, 2015 |
|-----------------|-------------------|------------------|
| Management fees | \$ 69,443 | \$ 46,643 |
| Other | 79,291 | - |
| Total | \$ 148,734 | \$ 46,643 |

4. LONG TERM INVESTMENT

The Company has advanced \$1,750,535 (US\$1,342,332) to the Parking Real Estate, LLC for the purpose of funding the acquisition of future investments and income producing properties. The Company will receive US\$200,000 per annum over three years. The balance is to be repaid upon disposition of those investments or parking assets. This advance does not receive interest. During the nine month period ended July 31, 2016, the Company was repaid \$191,417 (US\$142,000).

PARKIT ENTERPRISE INC.
NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
(Expressed in Canadian Dollars)
(Unaudited)
FOR THE NINE MONTHS ENDED JULY 31, 2016

5. ASSOCIATE

Green Park Denver

In 2015, Green Park Denver (“the Associate”) sold Canopy Airport Parking (“Canopy”) to OP Holdings JV LLC (“OP Holdings”). The only significant asset retained in the Associate is an earnings-based contingent receivable from OP Holdings, which the Associate accounts as a financial asset available for sale with changes in fair value recorded in other comprehensive income. The Associate has no continuing operations and is being maintained to receive the earn-out payments. The earn-out is payable in three tranches on achievement of targets on April 22, 2016 (earned and paid – see table below) and April 22, 2017, and then on the disposition of certain assets in OP Holdings. The Company’s interest in the first tranche was 47.7% and is 40.6% for the remaining two tranches.

The year to date activity for the Company’s investment in associate is set out below:

| Investment in Associate | |
|--|--------------|
| Balance, October 31, 2015 | \$ 4,708,364 |
| Equity pick-up of associate’s change in other comprehensive income (i) | 609,276 |
| Distribution - settlement of contingent consideration receivable (ii) | (2,191,093) |
| Distribution - residual cash in associate | (205,018) |
| Foreign currency translation | (25,345) |
| <hr/> | |
| Balance, July 31, 2016 | \$ 2,896,184 |

- i. The Company’s portion of the underlying fair value changes in the contingent receivable is recorded as “revaluation of associate assets held for sale” in the consolidated statements of comprehensive income.
- ii. During the nine-month period ended July 31, 2016, the performance target was achieved in relation to \$2,191,093 (US\$1,727,992) of contingent consideration, which then became due to the Company.
 - In accordance with the Company’s joint venture agreement, the Company contributed to PAVe LLC \$1,299,085 (US\$1,025,000) of the consideration receivable.
 - In addition, the Company has elected to contribute a further \$462,980 (US\$365,299) of the consideration receivable to the PAVe LLC joint venture.
 - The remaining balance of \$429,028 (US\$337,693) was paid to the Company.

6. JOINT VENTURES

On April 22, 2015, the Company acquired a 50% interest in PAVe Admin and 87% economic right to equity of PAVe LLC. The Company’s interest in these entities is accounted for in the consolidated financial statements using the equity method.

On October 30, 2015, the Company invested \$886,850 (US\$677,865) in PAVe LLC for the acquisition of Fly-away parking, Nashville. The Company’s interest in this entity is accounted for in the consolidated financial statements using the equity method.

On September 26, 2014, the Company acquired a 50% interest in 880 Doolittle Dr, LLC, a joint venture which owns freehold the Espresso parking facility in Oakland, California. The Espresso parking facility was disposed of on April 22, 2015.

PARKIT ENTERPRISE INC.
NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
(Expressed in Canadian Dollars)
(Unaudited)
FOR THE NINE MONTHS ENDED JULY 31, 2016

6. JOINT VENTURES (continued)

Summarised financial information of the joint venture, based on its IFRS financial statements, and reconciliation with the carrying amount of the investment in the consolidated financial statements are set out below:

Summary of assets and liabilities:

| AS AT | July 31, 2016 | | | October 31, 2015 | | |
|-------------------------------------|----------------------|---------------|---------------|----------------------|--------------|--------------|
| | 880 Doolittle Dr. | PAVe LLC | Total | 880 Doolittle Dr. | PAVe LLC | Total |
| Cash and cash equivalents | \$ - | \$ 198,220 | \$ 198,220 | \$ 66,485 | \$ - | \$ 66,485 |
| Other current assets | - | - | - | 126,488 | - | 126,488 |
| Parking facility | - | 7,442,404 | 7,442,404 | - | 8,079,863 | 8,079,863 |
| Goodwill | - | 2,806,315 | 2,806,315 | - | 2,600,945 | 2,600,945 |
| Interest in associate | - | 11,583,789 | 11,583,789 | - | 9,279,367 | 9,279,367 |
| | - | 22,030,728 | 22,030,728 | 192,973 | 19,960,175 | 20,153,148 |
| Accounts payable | - | 363,830 | 363,830 | - | - | - |
| Long-term borrowing | - | 8,514,595 | 8,514,595 | - | 8,921,151 | 8,921,151 |
| | - | 8,878,425 | 8,878,425 | - | 8,921,151 | 8,921,151 |
| Net assets | - | 13,152,303 | 13,152,303 | 192,973 | 11,039,024 | 11,231,997 |
| Percentage interest | 50% | 86% | 86% | 50% | 81% | 81% |
| Investment in joint ventures | \$ - | \$ 11,295,460 | \$ 11,295,460 | \$ 96,486 | \$ 8,922,256 | \$ 9,018,751 |

Summary of operations:

For the three months ended July 31, 2016 and 2015:

| | Three months ended July 31, 2016 | | | Three months ended July 31, 2015 | | |
|--|----------------------------------|--------------------|------------|----------------------------------|------------|------------|
| | 880 Doolittle Dr. | PAVe LLC | Total | 880 Doolittle Dr. | PAVe LLC | Total |
| Property revenue | \$ - | \$ 756,216 | \$ 756,216 | \$ - | \$ - | \$ - |
| Property expenses | - | (543,741) | (543,741) | - | - | - |
| Net property income | - | 212,475 | 212,475 | - | - | - |
| Depreciation | - | (66,326) | (66,326) | - | - | - |
| Interest expense | - | (66,922) | (66,922) | - | - | - |
| Income - property operations | - | 79,227 | 79,227 | - | - | - |
| Profit from associate | - | 414,909 | 414,909 | - | 241,009 | 241,009 |
| Gain on sale - Espresso | - | - | - | 32,709 | - | 32,709 |
| General and administration | - | (10,474) | (10,474) | - | - | - |
| Taxation | (76,087) | (1,065) | (77,152) | - | - | - |
| (Loss) income | (76,087) | 482,597 | 406,510 | 32,709 | 241,009 | 273,718 |
| Company's share of (loss) income | 100% ⁽¹⁾ | 70% ⁽²⁾ | 65% | 50% | 87% | 82% |
| (Loss) income from joint ventures | \$ (76,087) | \$ 339,511 | \$ 263,424 | \$ 16,354 | \$ 208,873 | \$ 225,227 |

PARKIT ENTERPRISE INC.
NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
(Expressed in Canadian Dollars)
(Unaudited)
FOR THE NINE MONTHS ENDED JULY 31, 2016

6. JOINT VENTURES (continued)

- (1) State withholding taxes payable by 880 Doolittle Dr. in connection with the sale of Espresso funded by the Company. The Company has recorded a receivable as at July 31, 2015 for \$53,468 for the expected tax recovery upon filing the state tax return.
- (2) The Company is entitled to rates of return on the investments in the joint venture based upon the capital contribution.

For the nine months ended July 31, 2016 and 2015:

| | Nine months ended July 31, 2016 | | | Nine months ended July 31, 2015 | | |
|--|---------------------------------|--------------------|---------------------|---------------------------------|-------------------|---------------------|
| | 880 Doolittle Dr | PAVe LLC | Total | 880 Doolittle Dr. | PAVe LLC | Total |
| Property Revenue | \$ - | \$ 2,006,319 | \$ 2,006,319 | \$ 2,994,774 | \$ - | \$ 2,994,774 |
| Property expenses | (30,579) | (1,557,704) | (1,588,283) | (2,617,772) | - | (2,617,772) |
| Net property income | (30,579) | 448,615 | 418,036 | 377,002 | - | 377,002 |
| Depreciation | - | (198,603) | (198,603) | - | - | - |
| Interest expense | - | (207,433) | (207,433) | (445,435) | - | (445,435) |
| Income (loss) – property operations | (30,579) | 42,579 | 12,000 | (68,433) | - | (68,433) |
| Profit from associate | - | 1,065,563 | 1,065,563 | - | 278,849 | 278,849 |
| Gain on Sale - Espresso General and administration | - | - | - | 1,305,125 | - | 1,305,125 |
| Taxation | 1,438 | (29,209) | (27,771) | - | - | - |
| | (76,087) | (19,017) | (95,104) | - | - | - |
| (Loss) income | (105,228) | 1,059,916 | 954,688 | 1,236,692 | 278,849 | 1,515,541 |
| Company share of profit | 88% | 82% ⁽¹⁾ | 81% | 99% | 87% | 96% |
| (Loss) income from joint ventures | \$ (92,292) | \$ 866,641 | \$ 774,349 | \$ 1,220,338 | \$ 241,668 | \$ 1,462,006 |

- (1) The Company is entitled to rates of return on the investments in the joint venture based upon the capital contribution.

7. SHARE CAPITAL AND RESERVES

Share Capital is summarised below:

- a) Authorized: Unlimited common shares, without par value
- b) Issued: As at July 31, 2016, 32,245,723 common shares were issued and outstanding.

There were no transactions for the period ended July 31, 2016.

- a) Reserves are summarised below:
 - i) Stock Options

Under the Company's stock option plan, the Company may grant options for up to 10% of the issued and outstanding common shares to directors, employees and consultants at an exercise price to be determined by the board of directors provided that the exercise price is not less than the price permitted by the TSX Venture Exchange. Option shares are subject to vesting requirements as determined by the Company's Board of Directors, and the life of the options granted is as determined by the Company's Board of Directors, to a maximum of 10 years. Stock option transactions are recorded in reserves.

PARKIT ENTERPRISE INC.
NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
(Expressed in Canadian Dollars)
(Unaudited)
FOR THE NINE MONTHS ENDED JULY 31, 2016

7. SHARE CAPITAL AND RESERVES (continued)

On April 1, 2016, the Company granted 700,000 incentive stock options to new directors and certain officers of the Company. Each option permits the grantee to acquire one common share in the Company at a price of \$0.50 per share and expires three years after the date of grant on April 1, 2019. The value of the options was recorded as stock based compensation expense of \$87,830. The value was obtained using the Black-Scholes valuation model with the following assumptions: volatility of 66%, discount rate of 0.62%, expected life of 3 years, and dividend yield of 0%.

On January 29, 2015, the Company granted 200,000 incentive stock options to a new director of the Company. Each option permits the grantee to acquire one common share in the Company at a price of \$0.50 per share and expires five years after the date of grant on January 28, 2020. The value of the options was recorded as stock based compensation expense of \$45,164. The value was obtained using the Black-Scholes valuation model with the following assumptions: volatility of 83%, discount rate of 1.5%, expected life of 5 years, and dividend yield of 0%.

Stock option transactions and the number of stock options outstanding are summarized as follows:

| | Number of options | Weighted average exercise price |
|--|----------------------|---------------------------------------|
| Balance as at October 31, 2014 | 2,695,000 | \$ 0.50 |
| Options granted | 200,000 | 0.50 |
| Balance as at October 31, 2015 | 2,895,000 | 0.50 |
| Options granted | 700,000 | 0.50 |
| Options expired | (400,000) | 0.50 |
| Balance July 31, 2016 – outstanding and exercisable | 3,195,000 | \$ 0.50 |

ii) Warrant Reserve

As at July 31, 2016, there were no warrants outstanding enabling holders to acquire shares. During the nine months ended July 31, 2016, 5,459,667 share purchase warrants expired as shown below:

| | Number of warrants | Weighted average exercise price |
|------------------------------------|-----------------------|---------------------------------------|
| Balance as at October 31, 2014 | 9,286,153 | \$ 0.58 |
| Expired | (2,509,686) | 0.77 |
| Exercised | (1,316,800) | 0.40 |
| Balance as at October 31, 2015 | 5,459,667 | \$ 0.53 |
| Expired* | (5,459,667) | 0.53 |
| Exercised | - | - |
| Balance as at July 31, 2016 | - | - |

* Included 7,000 agent warrants

PARKIT ENTERPRISE INC.
NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
(Expressed in Canadian Dollars)
(Unaudited)
FOR THE NINE MONTHS ENDED JULY 31, 2016

8. RELATED PARTY TRANSACTIONS

Remuneration of directors and senior management

Senior management personnel are those persons having authority and responsibility for planning, directing and controlling the activities of the Company, directly and indirectly. Senior management personnel include the Company's executive officers and members of the Board of Directors.

| | Nine months ended July 31, 2016 | Nine months ended July 31, 2015 |
|---------------------------------|---------------------------------------|---------------------------------------|
| Total for all senior management | | |
| Short-term benefits | \$ 448,725 | \$ 408,994 |
| Share based payments | 37,641 | - |
| | 486,366 | 408,994 |
| Total for all directors | | |
| Short-term benefits | 90,300 | 134,904 |
| Share based payments | 50,189 | 45,164 |
| | 140,489 | 180,068 |
| Total | \$ 626,855 | \$ 589,062 |

Short-term benefits

In addition to fees paid to non-executive directors, these amounts comprise management fees and benefits paid to executive directors and senior managers plus bonuses awarded during the period.

Share based payments

This is the cost to the Company of senior management's participation in share-based payment plans, as measured by the fair value of options accounted for in accordance with IFRS 2 'Share-based Payments'.

The following balances were owing to directors and senior management

| | July 31, 2016 | October 31, 2015 |
|-----------------------|-----------------|-------------------|
| Short-term benefits | \$ - | \$ 160,000 |
| Expense reimbursement | 1,433 | - |
| Total | \$ 1,433 | \$ 160,000 |

On August 12 and 15, 2016, the Company terminated the employment of its former Chief Executive Officer, Chief Financial Officer and Chief Investment Officer (the "Former Officers") without notice and without payment of any compensation in lieu of notice. No related cost has been accrued in the financial statements. The Company understands that one or more of the Former Officers intends to engage the Company in discussion concerning the lack of notice or compensation in lieu of notice but no such discussions have commenced and the Company is unable to predict the outcome or potential liability, if any, arising from this matter at this time.

PARKIT ENTERPRISE INC.
NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
(Expressed in Canadian Dollars)
(Unaudited)
FOR THE NINE MONTHS ENDED JULY 31, 2016

9. CONSOLIDATED PROPERTY OPERATING EXPENSES

| FOR THE | Three months ended July 31, 2016 | Three months ended July 31, 2015 | Nine months ended July 31, 2016 | Nine months ended July 31, 2015 |
|----------------------------|--|--|---------------------------------------|---------------------------------------|
| Automobile and vehicle | \$ - | \$ - | \$ - | \$ 612,195 |
| General and administrative | - | - | - | 776,271 |
| Ground lease | - | - | - | 271,254 |
| Property Management fees | - | - | - | 284,535 |
| Repairs and maintenance | - | - | - | 209,337 |
| Salaries and wages | - | - | - | 926,607 |
| Taxes and licenses | - | - | - | 262,063 |
| Total | \$ - | \$ - | \$ - | \$ 3,342,262 |

10. COMMITMENTS

The Company has a commitment to contribute 5% of any capital call made by OP Holdings LLC. Capital calls will be made for the purpose of acquiring new parking real estate assets, capital expenditures at assets currently owned by the joint venture and at other times as the joint venture may require capital. Management estimate this commitment to be US \$7.5 million over 5 years.

During the nine month period ended July 31, 2016, the Company contributed \$1,762,065 (US\$1,390,299) to the joint venture.

11. SEGMENTED INFORMATION

The Company has one reportable segment. The Company operates in the parking facilities sector through its wholly owned subsidiary Greenswitch America, Inc. This reportable segment was determined based on the nature of the investment made. Reportable segments are defined as components of an enterprise for which separate financial information is available that is evaluated regularly by the chief operating decision maker in deciding how to allocate resources and in assessing performance.

The Company earned 100% of its revenues in the United States through its subsidiary Greenswitch America, Inc. The Company has no significant identifiable assets outside of the United States.