

Cardinal Factor Corporation

Consolidated Interim Financial Statements

**For the Period from Incorporation (March 16, 2000) to
October 31, 2000**

Cardinal Factor Corporation

Consolidated Interim Balance Sheet

As at October 31, 2000

(unaudited)

Assets

Current

Accounts receivable	\$	2,653
Prepaid expenses		2,000

4,653

Capital assets

16,885

Goodwill

50,890

Deferred costs

525

\$ 72,953

Liabilities

Current

Bank indebtedness	\$	55,271
Accounts payable and accrued liabilities		4,856

60,127

Shareholders' Equity

Capital Stock	73,736
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Deficit	(60,910)
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12,826

\$ 72,953

Cardinal Factor Corporation

Consolidated Interim Statement of Operations and Deficit

For the Period from Incorporation (March 16, 2000) to October 31, 2000

(unaudited)

Revenue	\$ 3,300
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Expenses

General and administrative	14,239
Professional fees	10,677
Management and consulting fees	35,577
Amortization	3,717

64,210

Net loss and deficit at end of period	(60,910)
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Loss per share	\$ (0.004)
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Cardinal Factor Corporation

Consolidated Interim Statements of Cash Flows

For the Period from Incorporation (March 16, 2000) to October 31, 2000

(unaudited)

Cash flows from operating activities	
Net loss for the period	\$ (60,910)
Items not affecting cash	
Amortization	3,717
	(57,193)
Changes in non-cash working capital items	
Prepaid expenses and sundry items	(2,000)
Accounts receivable	(2,653)
Accounts payable and accrued liabilities	(4,810)
Deferred costs	(525)
	(67,181)
Cash flows from investing activities	
Purchase of capital assets	(11,757)
Acquisition, net of cash acquired	(50,069)
	(61,826)
Cash flows from financing activities	
Issuance of share capital, net of costs	73,736
Increase (decrease) in cash during the period	(55,271)
Cash at beginning of period	-
Cash at end of period	\$ (55,271)

Cardinal Factor Corporation

Note to Consolidated Interim Financial Statements

For the Period from Incorporation (March 16, 2000) to October 31, 2000

(unaudited)

ACQUISITION OF CALDERONE CORPORATION

Effective July 19, 2000, Calderone Corporation entered into an agreement with the shareholders of Cardinal Factor Inc. for the acquisition of all issued and outstanding common shares of Cardinal Factor Inc. in exchange for 14,250,000 common shares of Calderone Corporation. The completion of this transaction resulted in the former shareholders of Cardinal Factor Inc. controlling Calderone Corporation and accordingly, the share exchange has been recorded as a reverse takeover acquisition of Calderone Corporation by Cardinal Factor Inc.

Since Cardinal Factor Inc. is deemed to be the acquirer, these financial statements are a continuation of the financial statements of Cardinal Factor Inc. There are no comparative figures because Cardinal Factor Inc. was incorporated on March 16, 2000.

Subsequent to the reverse takeover transaction, Calderone Corporation changed its name to Cardinal Factor Corporation.