



TrustBIX Inc.

Interim Condensed Consolidated
Financial Statements
(Unaudited)
June 30, 2024
(Expressed in Canadian Dollars)

Notice of No Auditor Review of Interim Condensed 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 financial statements, they must be accompanied by a notice indicating that the financial statements have not been reviewed by an auditor.

The accompanying unaudited interim condensed consolidated financial statements of TrustBIX Inc. (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 financial statements in accordance with standards established by the Chartered Professional Accountants of Canada for a review of interim financial statements by an entity's auditor.

TrustBIX Inc.

Interim Condensed Consolidated Statements of Financial Position

(Unaudited)

(Expressed in Canadian Dollars)

As at June 30, 2024

	June 30, 2024 \$	September 30, 2023 \$
Assets		
Current assets		
Cash	199,618	144,780
Accounts receivable (note 5)	25,304	109,760
Share subscriptions receivable	-	50,000
Inventory (note 6)	92,469	54,583
Deposits and prepaid expenses (note 7)	331,158	11,547
	<u>648,549</u>	<u>370,670</u>
Property and equipment (note 8)	21,009	23,703
Intangible assets (note 9)	237,132	8,092
Right-of-use assets (note 10)	18,045	22,971
Investment (note 11)	180,244	180,244
	<u>1,104,979</u>	<u>605,680</u>
Liabilities		
Current liabilities		
Accounts payable and accrued liabilities (note 12)	1,683,919	1,556,748
Unearned revenue and customer deposits (note 13)	710,263	286,286
Debt (note 14)	35,000	37,706
Loan payable – current portion (note 15)	207,668	71,000
Lease liability – current portion (note 10)	6,569	5,572
	<u>2,643,419</u>	<u>1,957,312</u>
Loan payable (note 15)	500,916	578,388
Lease liability (note 10)	15,396	20,445
	<u>3,159,731</u>	<u>2,556,145</u>
Shareholders' Deficiency		
Share capital issued (note 16(a))	13,969,422	13,572,063
Share capital committed (note 16(b))	-	54,000
Warrants (note 16(c))	7,641	284,164
Contributed surplus	3,792,017	3,491,432
Deficit	<u>(19,823,832)</u>	<u>(19,352,124)</u>
	<u>(2,054,752)</u>	<u>(1,950,465)</u>
	<u>1,104,979</u>	<u>605,680</u>

Nature of operations and going concern (note 1)

Approved by the Board of Directors

____ (Signed) "Hubert Lau" _____ Director ____ (Signed) "Lap Shing (Andrew) Kao" _____ Director

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

TrustBIX Inc.

Interim Condensed Consolidated Statements of Changes in (Deficiency) Equity

(Unaudited)

(Expressed in Canadian Dollars)

For the nine-month periods ended June 30, 2024 and 2023

	Share capital issued \$	Share capital committed \$	Warrants \$	Contributed surplus \$	Deficit \$	Total \$
Balance – October 1, 2023	13,572,063	54,000	284,164	3,491,432	(19,352,124)	(1,950,465)
Net loss and comprehensive loss for the period	-	-	-	-	(471,708)	(471,708)
Common shares issued for asset acquisition (note 4)	250,000	-	-	-	-	250,000
Common shares and warrants issued in private placement (note 16(a))	147,359	(54,000)	7,641	-	-	101,000
Amendment of debenture (note 14)	-	-	-	(2,374)	-	(2,374)
Expiration of warrants (note 16(c))	-	-	(284,164)	284,164	-	-
Stock-based compensation (note 16(d))	-	-	-	18,795	-	18,795
Balance – June 30, 2024	<u>13,969,422</u>	<u>-</u>	<u>7,641</u>	<u>3,792,017</u>	<u>(19,823,832)</u>	<u>(2,054,752)</u>
Balance – October 1, 2022	12,764,699	-	370,630	3,156,389	(16,278,316)	13,402
Net loss for the period	-	-	-	-	(1,865,301)	(1,865,301)
Common shares issued in private placement, net of share issue costs (note 16(a))	807,364	-	-	-	-	807,364
Issuance of convertible debenture (note 14)	-	-	-	10,170	-	10,170
Partial repayment of convertible debenture (note 14)	-	-	-	(7,797)	-	(7,797)
Stock-based compensation (note 16(d))	-	-	-	246,306	-	246,306
Balance – June 30, 2023	<u>13,572,063</u>	<u>-</u>	<u>370,630</u>	<u>3,405,068</u>	<u>(18,143,617)</u>	<u>(795,856)</u>

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

TrustBIX Inc.

Interim Condensed Consolidated Statements of Loss and Comprehensive Loss

(Unaudited)

(Expressed in Canadian Dollars)

For the three and nine month periods ended June 30, 2024 and 2023

	Three months ended		Nine months ended	
	June 30, 2024 \$	June 30, 2023 \$	June 30, 2024 \$	June 30, 2023 \$
Revenue				
Licence	124,853	72,429	211,396	200,441
Hardware and installation	141,951	113,623	305,442	482,206
Professional and development services	50,897	29,058	71,979	188,699
Maintenance	230,068	217,800	596,912	658,947
	<u>547,769</u>	<u>432,910</u>	<u>1,185,729</u>	<u>1,530,293</u>
Expenses				
Wages and benefits	128,033	417,637	478,212	1,320,230
Consulting fees	168,482	228,039	492,080	757,262
Amortization and depreciation	7,537	152,960	41,814	462,454
Professional fees	19,923	20,776	105,412	345,611
Hardware for resale and supplies	108,597	71,799	215,778	311,593
Office	71,557	82,717	193,508	252,011
Travel, trade shows and conferences	14,043	17,223	23,522	84,483
Advertising and promotion	8,957	1,146	16,237	41,631
Foreign exchange (gain) loss	(697)	7,308	(896)	13,684
Research and development	-	(47,103)	-	(84,122)
	<u>526,432</u>	<u>952,502</u>	<u>1,565,667</u>	<u>3,504,837</u>
Income (loss) before other (expenses) income and income taxes	<u>21,337</u>	<u>(519,592)</u>	<u>(379,938)</u>	<u>(1,974,544)</u>
Other (expenses) income				
Foreign exchange remeasurement on investment	-	-	-	(2,804)
Interest income	781	608	1,582	1,753
Interest expense	(1,722)	(1,260)	(5,808)	(12,478)
Accretion expense	(30,169)	(27,999)	(87,544)	(81,747)
Gain on refinancing of loan payable (note 15)	-	-	-	204,519
	<u>(31,110)</u>	<u>(28,651)</u>	<u>(91,770)</u>	<u>109,243</u>
Loss before income taxes	<u>(9,773)</u>	<u>(548,243)</u>	<u>(471,708)</u>	<u>(1,865,301)</u>
Income taxes	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net loss and comprehensive loss for the period	<u>(9,773)</u>	<u>(548,243)</u>	<u>(471,708)</u>	<u>(1,865,301)</u>
Basic and diluted loss per share (note 17)	(0.00)	(0.01)	(0.00)	(0.03)

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

TrustBIX Inc.

Interim Condensed Consolidated Statements of Cash Flows

(Unaudited)

(Expressed in Canadian Dollars)

For the three and nine month periods ended June 30, 2024 and 2023

	Three months ended		Nine months ended	
	June 30, 2024 \$	June 30, 2023 \$	June 30, 2024 \$	June 30, 2023 \$
Cash provided by (used in)				
Operating activities				
Net loss for the period	(9,773)	(548,243)	(471,708)	(1,865,301)
Adjustments to reconcile net loss to cash flows from operating activities:				
Stock-based compensation expense (note 16(d))	4,205	25,545	18,795	246,306
Amortization and depreciation	7,537	152,960	41,814	462,454
Accretion expense	30,169	27,999	87,544	81,747
Interest expense	1,032	1,261	3,278	3,979
Foreign exchange remeasurement on investment	-	-	-	2,143
Gain on refinancing of loan payable (note 15)	-	-	-	(204,519)
Cash provided by (used in) operating activities before changes in items of working capital	33,170	(340,478)	(320,277)	(1,273,191)
Net change in items of non-cash working capital (note 19)	21,273	338,831	265,990	604,263
	54,443	(1,647)	(54,287)	(668,928)
Investing activities				
Cash acquired in asset acquisition (note 4)	-	-	1,016	-
Purchase of property and equipment	(2,135)	-	(2,135)	(1,110)
	(2,135)	-	(1,119)	(1,110)
Financing activities				
Proceeds from issuance of convertible debenture (note 14)	-	-	-	150,000
Partial repayment of convertible debenture (note 14)	-	(40,000)	-	(115,000)
Proceeds from issuance of common shares and warrants in private placements (note 16(a))	-	4,500	151,000	759,287
Repayment of promissory notes	-	-	-	(250,000)
Repayment of loan payable (note 15)	(15,000)	(2,000)	(29,000)	(5,000)
Share issue costs (note 16(a))	-	-	-	(5,318)
Lease payments (note 10)	(2,485)	(2,423)	(7,330)	(10,803)
Interest paid	-	-	(4,426)	-
	(17,485)	(39,923)	110,244	523,166
Increase (decrease) in cash during the period	34,823	(41,570)	54,838	(146,872)
Cash – Beginning of period	164,795	21,579	144,780	126,881
Cash (bank overdraft) – End of period	199,618	(19,991)	199,618	(19,991)

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

TrustBIX Inc.

Notes to Interim Condensed Consolidated Statements

(Unaudited)

(Express in Canadian Dollars)

June 30, 2024

1 Nature of operations and going concern

TrustBIX Inc.'s (the "Company" or "TrustBIX") business operations consist of information solutions for the agri-food industry, including:

- ViewTrak Technologies Inc., a wholly owned subsidiary of TrustBIX, which has developed solutions with an emphasis on the livestock sector. Its technologies include:
 - Auction Master Pro ("AMP") - livestock auction market software solution to help build and operate auction activities; and
 - Electronic Pork Grader - pork probe technology to help producers price pork by evaluating fat thickness, lean meat thickness, meat percentage and class.
- Insight Global Inc., a wholly owned subsidiary of TrustBIX, which has developed industrial Internet-of-Things ("IoT") products and traceability solutions. Its technologies include:
 - BIX Location Services - IoT devices to track, protect and identify the movement of high-value moveable equipment used in agriculture and other industries; and
 - BIX (Business InfoXchange System) - a proprietary platform that uses innovative, blockchain-derived technology and data to deliver independent validation of food provenance and sustainable production practices within the supply chain.
- Alberta Food Security Inc., a wholly owned subsidiary of TrustBIX, which holds the exclusive Alberta territory license and an Ontario territory license, along with the opportunity to acquire certain additional licenses, for an innovative Controlled Environment Agriculture vertical indoor farming technology.

The Company and its wholly owned subsidiaries, ViewTrak Technologies Inc. ("ViewTrak"), Insight Global Technology Inc. ("Insight"), BIX Operations Inc. ("BIX Operations"), and Alberta Food Security Inc. ("AFS") are incorporated and domiciled in Canada. The Company and its subsidiaries' principal office is located at #137 - 9650 20th Avenue NW, Edmonton, AB T6N 1G1.

Going concern

These interim condensed consolidated financial statements have been prepared on a going concern basis in accordance with International Financial Reporting Standards ("IFRS"), which contemplates the realization of assets and satisfaction of liabilities in the normal course of business as they come due.

As at June 30, 2024, the Company had a net working capital deficit of \$1,994,870 (September 30, 2023 - \$1,586,642). For the three and nine months ended June 30, 2024, the Company incurred a net loss of \$9,773 and \$471,708, respectively (2023 - \$548,243 and \$1,865,301, respectively). Net cash provided by operating activities during the three months ended June 30, 2024 was \$54,443 (2023 - cash used in operating activities of \$1,647) and cash used in operating activities during the nine months ended June 30, 2024 was \$54,287 (2023 - \$668,928). As at June 30, 2024, the Company had an accumulated deficit of \$19,823,832 (September 30, 2023 - \$19,352,124). In addition, the Company has lease commitments in the amount of \$28,080 (note 10) and has entered into a contribution agreement with Prairies Economic Development Canada (formerly Western Economic Diversification Canada) ("PrairiesCan") for a repayable financial contribution under the Regional Relief and Recovery Fund with a remaining principal balance of \$958,000 (note 15).

TrustBIX Inc.

Notes to Interim Condensed Consolidated Statements

(Unaudited)

(Express in Canadian Dollars)

June 30, 2024

1 Nature of operations and going concern (continued)

Going concern (continued)

Operating activities during the three months ended June 30, 2024 generated positive cash flow. Operations during the nine months ended June 30, 2024, have been financed primarily from non-brokered private placements.

The Company will continue to diligently manage operating expenses while it actively pursues new business opportunities. The Company may also continue to raise financing, including equity and debt, as needed, for working capital and to expand the business.

There can be no assurance that management's efforts will be successful. This uncertainty casts significant doubt upon the Company's ability to continue as a going concern and, accordingly, the appropriateness of the use of accounting principles applicable to going concern.

These interim condensed consolidated financial statements do not reflect the adjustments to the carrying values of assets and liabilities and the reported revenues and expenses that would be necessary if the Company were unable to realize its assets and settle its liabilities as a going concern in the normal course of operations. Such adjustments could be material.

2 Basis of presentation

Statement of compliance

These condensed interim consolidated financial statements have been prepared in accordance with International Accounting Standard 34 – Interim Financial Reporting (“IAS 34”) as issued by the International Accounting Standards Board (the “IASB”). Accordingly, certain information and note disclosures normally included in the annual consolidated financial statements prepared in accordance with International Financial Reporting Standards (“IFRS”) have been omitted or condensed and accordingly, these condensed interim consolidated financial statements should be read in conjunction with the annual consolidated financial statements of the Company for the years ended September 30, 2023 and 2022.

These interim condensed consolidated financial statements were authorized for issue by the Board of Directors on August 26, 2024.

TrustBIX Inc.

Notes to Interim Condensed Consolidated Statements

(Unaudited)

(Express in Canadian Dollars)

June 30, 2024

2 Basis of presentation (continued)

Basis of measurement

These interim condensed consolidated financial statements have been prepared in Canadian dollars, which is the Company's presentation and functional currency, and are prepared on a historical cost basis, except for certain financial instruments, which are measured at fair value.

Use of management critical judgment, estimates and assumptions

The preparation of the interim condensed consolidated financial statements requires management to make critical judgments, estimates and assumptions that affect the reported amounts of certain assets and liabilities and disclosure of contingent assets and liabilities at the date of the interim condensed consolidated financial statements and the reported amounts of revenues and expenses recorded during the reporting period. In making estimates and judgments, management relies on external information and observable conditions where possible, supplemented by internal analysis as required. Actual results may differ from those estimates. Estimates and assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimates are revised and in any future periods affected.

The critical accounting estimates and judgments made by management in applying the Company's accounting policies were the same as those described in note 2 to the Company's consolidated financial statements for the years ended September 30, 2023 and 2022.

3 Material Accounting Policies

The Company adopted Disclosure of Accounting Policies (Amendments to IAS 1 and IFRS Practice Statement 2) from October 1, 2023. The amendment requires the disclosure of 'material', rather than 'significant', accounting policies. The amendment did not result in any changes to the accounting policies themselves. The material accounting policies applied by the Company in these interim condensed consolidated financial statements are consistent with those applied by the Company in its annual consolidated financial statements for the years ended September 30, 2023 and 2022.

TrustBIX Inc.

Notes to Interim Condensed Consolidated Statements

(Unaudited)

(Express in Canadian Dollars)

June 30, 2024

3 Material Accounting Policies (continued)

New accounting pronouncements not yet adopted

The following IFRS standard has been recently issued by the IASB. Pronouncements that are irrelevant or not expected to have a significant impact have been excluded.

Amendments to IAS 1: Classification of Liabilities as Current or Non-current

The amendment clarifies the requirements relating to determining if a liability should be presented as current or non-current in the statement of financial position. Under the new requirement, the assessment of whether a liability is presented as current or non-current is based on the contractual arrangements in place as at the reporting date and does not impact the amount or timing of recognition. The amendment applies retrospectively for annual reporting periods beginning on or after January 1, 2024. The Company is currently evaluating the potential impact of this amendment on the Company's consolidated financial statements.

4 Acquisition of AFS

On October 31, 2023, pursuant to the terms of a definitive agreement, the Company acquired 100% of the issued and outstanding shares of AFS for 25,000,000 common shares of the Company, subject to certain resale restrictions.

The Company applied the optional concentration test permitted under IFRS 3 to the acquisition which resulted in the acquired assets being accounted for as an asset acquisition. The amounts recognized on the date of acquisition of the identifiable assets and liabilities were as follows:

	\$
Assets acquired:	
Cash	1,016
License	261,099
Liabilities acquired:	
Accounts payable and accrued liabilities	<u>(12,115)</u>
	<u>250,000</u>
Share consideration (25,000,000 common shares)	<u>250,000</u>

The license acquired is amortized over the useful life of fifteen years on a straight-line basis (note 9).

TrustBIX Inc.

Notes to Interim Condensed Consolidated Statements

(Unaudited)

(Express in Canadian Dollars)

June 30, 2024

5 Accounts receivable

Included in accounts receivable are the following:

	June 30, 2024 \$	September 30, 2023 \$
Trade accounts receivable	28,292	92,182
Allowance for trade receivables	(4,216)	(4,042)
Other receivables	1,228	21,620
	<hr/> 25,304	<hr/> 109,760

6 Inventory

Inventory consists of the following:

	June 30, 2024 \$	September 30, 2023 \$
Components and parts	39,642	39,441
Finished goods	52,827	15,142
	<hr/> 92,469	<hr/> 54,583

Inventory expensed during the three and nine months ended June 30, 2024 and 2023 is included in hardware for resale and supplies in the interim condensed consolidated statements of loss and comprehensive loss.

7 Deposits and prepaid expenses

Deposits and prepaid expenses consists of the following:

	June 30, 2024 \$	September 30, 2023 \$
Deposits	215,540	999
Prepaid expenses	115,618	10,548
	<hr/> 331,158	<hr/> 11,547

As at June 30, 2024, deposits include AFS orders of indoor farming technology (note 13).

TrustBIX Inc.

Notes to Interim Condensed Consolidated Statements

(Unaudited)

(Express in Canadian Dollars)

June 30, 2024

8 Property and equipment

	Computer hardware \$	Computer software \$	Office furniture and equipment \$	Total \$
Cost				
Balance, September 30, 2023	102,543	12,248	14,479	129,270
Depreciation	-	-	2,135	2,135
Balance, June 30, 2024	102,543	12,248	16,614	131,405
Accumulated depreciation				
Balance, September 30, 2023	(82,376)	(12,004)	(11,187)	(105,567)
Depreciation	(4,075)	(204)	(550)	(4,829)
Balance, June 30, 2024	(86,451)	(12,208)	(11,737)	(110,396)
Net book value				
Balance, September 30, 2023	20,167	188	3,292	23,703
Balance, June 30, 2024	16,092	40	4,877	21,009

9 Intangible assets

	Software \$	Trademarks \$	License \$	Total \$
Cost				
Balance, September 30, 2023	2,035,509	8,092	-	2,043,601
Addition	-	-	261,099	261,099
Balance, June 30, 2024	2,035,509	8,092	261,099	2,304,700
Accumulated amortization and impairment				
Balance, September 30, 2023	(2,035,509)	-	-	(2,035,509)
Amortization	-	-	(32,059)	(32,059)
Balance, June 30, 2024	(2,035,509)	-	(32,059)	(2,067,568)
Net book value				
Balance, September 30, 2023	-	8,092	-	8,092
Balance, June 30, 2024	-	8,092	229,040	237,132

Trademarks are indefinite-lived intangible assets and are not amortized. The license was acquired as part of the purchase of AFS (note 4).

TrustBIX Inc.

Notes to Interim Condensed Consolidated Statements

(Unaudited)

(Express in Canadian Dollars)

June 30, 2024

10 Leases and right-of-use asset

Right-of-use asset

Below is a summary of the activity related to the Company's right-of-use ("ROU") asset for the nine months ended June 30, 2024.

	\$
ROU asset as at September 30, 2023	22,971
Depreciation	<u>(4,926)</u>
ROU asset as at June 30, 2024	<u>18,045</u>

Lease liability

The following is a summary of the activity related to the Company's lease liability for the nine months ended June 30, 2024:

	\$
Lease liability as at September 30, 2023	26,017
Lease payments	(7,330)
Accretion of lease liability	<u>3,278</u>
Lease liability as at June 30, 2024	<u>21,965</u>
Of which is:	
Current lease liability	6,569
Non-current lease liability	<u>15,396</u>
	<u>21,965</u>

The Company's anticipated cash outflows related to the lease obligation for the twelve-month periods ending June 30th are as follows:

	\$
2025	10,002
2026	10,251
2027	<u>7,827</u>
	<u>28,080</u>

TrustBIX Inc.

Notes to Interim Condensed Consolidated Statements

(Unaudited)

(Express in Canadian Dollars)

June 30, 2024

11 Investment

On November 7, 2019, TrustBIX invested US\$250,000 in a Calgary, Alberta-based company, Provision Analytics Inc., through a convertible debenture offering maturing in 24 months. It accrued simple interest on an annual basis at the rate of 2.5% per annum.

The investment plus accrued interest was converted into non-marketable preferred shares on November 23, 2021 at the transaction price of US\$262,997 (\$333,427). During the year ended September 30, 2022, the Company sold half of the investment in Provision Analytics for gross proceeds of \$180,907.

No significant changes were recorded to initial fair value measurement as at June 30, 2024.

The Company does not have control or significant influence over Provision Analytics and has no participation in its policy-making processes. Each preferred share is convertible, at the option of the Company into common shares.

12 Accounts payable and accrued liabilities

Included in accounts payable and accrued liabilities are the following:

	June 30, 2024 \$	September 30, 2023 \$
Trade accounts payable	1,028,615	924,742
Accrued liabilities	655,304	632,006
	<u>1,683,919</u>	<u>1,556,748</u>

13 Unearned revenue and customer deposits

Unearned revenue and customer deposits consists of the following:

	June 30, 2024 \$	September 30, 2023 \$
Customer deposits	463,941	2,808
Unearned revenue	246,322	283,478
	<u>710,263</u>	<u>286,286</u>

As at June 30, 2024, customer deposits include deposits from AFS customers towards their orders of indoor farming technology, deposits from new ViewTrak Auction Master Pro customers and deposits from existing ViewTrak customers towards migration to the ViewTrak Auction Master Pro software program.

TrustBIX Inc.

Notes to Interim Condensed Consolidated Statements

(Unaudited)

(Express in Canadian Dollars)

June 30, 2024

14 Debenture

	June 30, 2024 \$	September 30, 2023 \$
Balance, beginning of period	37,706	-
Proceeds from issuance of convertible debenture	-	150,000
Amount classified as equity for conversion feature	-	(10,170)
Convertible debenture at initial recognition	-	139,830
Partial repayment of convertible debenture	-	(115,000)
Reduction of amount classified as equity for conversion feature	-	7,797
Balance, end of period	-	(107,203)
Amendment to convertible debenture	2,374	-
Interest (recovery) accretion	(655)	5,079
Payment of interest	(4,425)	-
Balance, end of period	35,000	37,706

On January 27, 2023, the Company issued a convertible debenture with a principal balance of \$150,000 at an interest rate of 10% per annum, with the interest to be paid only in cash, for a term of one (1) year. The convertible debenture was convertible into units of the Company, composed of one (1) common share and one half (1/2) warrant exercisable at a price of \$0.05 per common share for a term of one (1) year, at a price of \$0.05 per unit.

The liability component of the convertible debenture was initially recognized at the fair value of a similar liability that did not have an equity conversion option and using a discount rate of 18%. The equity component of the convertible debenture was recognized at the difference between the fair value of the convertible debenture as a whole and the fair value of the liability component.

During the year ended September 30, 2023, the Company repaid \$115,000 of the principal balance of the convertible debenture.

On December 29, 2023, the Company amended the terms of the convertible debenture to extend the maturity date from January 5, 2024 to January 5, 2025 and to remove the option of the holder to convert the convertible debenture into common shares of the Company, such that no securities will be issued as payment for the convertible debenture. All other terms of the convertible debenture remained the same.

The holder of the convertible debenture was a director of the Company between April 14, 2023 and November 13, 2023 (note 20).

TrustBIX Inc.

Notes to Interim Condensed Consolidated Statements

(Unaudited)

(Express in Canadian Dollars)

June 30, 2024

15 Loans payable

A summary of loans payable as at June 30, 2024 and September 30, 2023 are as follows:

	June 30, 2024 \$	September 30, 2023 \$
Loan payable to related party (note 20)	23,000	23,000
Repayable Regional Relief and Recovery Fund contribution	685,584	626,388
	<u>708,584</u>	<u>649,388</u>
Current portion	(207,668)	(71,000)
Long term portion	<u>500,916</u>	<u>578,388</u>

Repayable Regional Relief and Recovery Fund contribution

On July 27, 2020, the Company entered into a contribution agreement with PrairiesCan for a repayable financial contribution under the Regional Relief and Recovery Fund. Under the contribution agreement, PrairiesCan supported the Company with an investment of \$1,000,000 for general working capital requirements (the "Contribution"). Repayment of the Contribution was to commence on January 31, 2023 and continue in equal monthly instalments until the Contribution was fully repaid by December 31, 2025. The Contribution is unsecured and non-interest bearing, unless repayment is not made as scheduled. Interest is calculated at an average bank rate plus 3%, compounded monthly, on repayments not made as scheduled. The interest calculation ends when repayments are back on schedule.

The Contribution was initially recognized at a fair value of \$506,300. The initial carrying value of the Contribution was calculated using the effective interest rate method, discounting estimated cash flows using the Company's effective interest rate of 18%.

On December 29, 2022, the repayment terms were revised, changing the amount of the monthly installment payments and extending the final installment payment to December 31, 2027. The original Contribution was derecognized from the consolidated statements of financial position and a new Contribution was recognized at a fair value of \$563,649, resulting in a gain on refinancing of loan payable of \$204,520 in other income in the consolidated statements of loss and comprehensive loss.

The short-term and long-term components of the Contribution at June 30, 2024 are as follows:

	\$
Current portion	184,668
Non-current portion	<u>500,916</u>
	<u>685,584</u>

TrustBIX Inc.

Notes to Interim Condensed Consolidated Statements

(Unaudited)

(Express in Canadian Dollars)

June 30, 2024

15 Loans payable (continued)

Repayable Regional Relief and Recovery Fund contribution (continued)

During the three and nine months ended June 30, 2024, the Company incurred \$30,169 and \$88,197, respectively (2023 - \$26,340 and \$76,887, respectively), of interest accretion expense on the Contribution.

The Company's anticipated cash outflows on the Contribution for the twelve (12) months ending June 30th are as follows:

	\$
2025	184,668
2026	309,336
2027	309,336
2028	154,660
	<u>958,000</u>

16 Share capital

Authorized

Unlimited common shares, with no par value

Unlimited preferred shares, voting, convertible, designated as Series 1 and Series 2

a) Common shares issued

	Number	\$
Balance as at September 30, 2022	79,649,831	12,764,699
Issued pursuant to private placement (i)	23,219,499	807,364
Balance as at June 30, 2023	<u>102,869,330</u>	<u>13,572,063</u>
Balance as at September 30, 2023	102,869,330	13,572,063
Issued for asset acquisition (note 4)	25,000,000	250,000
Issued pursuant to private placement (ii)	4,500,000	82,359
Issued pursuant to private placement (iii)	6,500,000	65,000
Cancellation of common shares held in escrow (iv)	(20,000,000)	-
Balance as at June 30, 2024	<u>118,869,330</u>	<u>13,969,422</u>

- (i) During the nine months ended June 30, 2023, the Company completed a non-brokered private placement, in four tranches, which consisted of the issuance of 23,219,499 common shares at a subscription price of \$0.035 per common share for gross proceeds of \$812,682 of which \$53,396 remained receivable at June 30, 2023. Share issue costs of \$5,318 have been netted against share capital issued.

TrustBIX Inc.

Notes to Interim Condensed Consolidated Statements

(Unaudited)

(Express in Canadian Dollars)

June 30, 2024

16 Share capital (continued)

a) Common shares issued (continued)

- (ii) A non-brokered private placement financing for 4,500,000 units ("Units") at a price of \$0.02 per Unit for gross proceeds of \$90,000. Each Unit consisted of one common share and one common share purchase warrant, which entitles the holder to purchase one common share at a price of \$0.05 for a period of one (1) year from the date of closing. The gross proceeds of \$90,000 were allocated between share capital and warrants in the amounts of \$82,359 and \$7,641 (note 16(c)), respectively.
- (iii) A non-brokered private placement financing for 6,500,000 common shares at a price of \$0.01 per common share for gross proceeds of \$65,000.
- (iv) Effective April 23, 2024, the Company cancelled 20,000,000 common shares which were held in escrow (the "Escrow Shares") and were to be released if certain conditions, pursuant to the acquisition of Insight Global Technology Inc. were met. The required conditions were not met, resulting in the cancellation of the Escrow Shares without issuance of any consideration.

b) Common shares committed

As at September 30, 2023, the Company had received subscriptions of \$54,000 towards a private placement (note 16(a)(ii)) which was subsequently closed during the nine months ended June 30, 2024.

c) Warrants

A summary of the warrants outstanding as at June 30, 2024 and September 30, 2023 and changes during the periods ended on those dates is as follows:

	June 30, 2024		September 30, 2023	
	Number	Weighted average exercise price \$	Number	Weighted average exercise price \$
Outstanding – Beginning of period	4,848,889	0.30	6,324,334	0.30
Issued	4,500,000	0.05	-	-
Expired	(4,848,889)	0.30	(1,475,445)	0.30
Outstanding – End of period	4,500,000	0.05	4,848,889	0.30

During the nine months ended June 30, 2024, the Company issued warrants in connection with a private placement (note 16(a)(ii)). The fair value of the warrants was determined using the Black-Scholes option pricing model with the following weighted average assumptions: stock price of \$0.01, exercise price of \$0.05, volatility of 145%, an expected life of one (1) year, a dividend yield of nil% and a risk-free interest rate of 4.6%.

TrustBIX Inc.

Notes to Interim Condensed Consolidated Statements

(Unaudited)

(Express in Canadian Dollars)

June 30, 2024

16 Share capital (continued)

c) Warrants (continued)

4,848,889 warrants expired unexercised on October 4, 2023.

Of the 4,500,000 warrants at December 31, 2023, 3,200,000 expire on October 16, 2024 and 1,300,000 expire on December 18, 2024.

d) Stock options and compensation expense

The Company has adopted a twenty percent (20%) fixed stock option plan (the "Stock Option Plan") for directors, officers, employees, management company employees and consultants. In accordance with the Stock Option Plan and as approved at the Annual General and Special Meeting of Shareholders on April 14, 2023, the Company has reserved up to a total of 18,886,094 common shares for issuance. The Board of Directors determines the price per common share, the number of common shares which may be allocated to each eligible participant, and all other terms and conditions of the stock options, subject to the rules of the TSX Venture Exchange.

A summary of the stock options outstanding as at June 30, 2024 and September 30, 2023 and changes during the periods ended on those dates is as follows:

	June 30, 2024		September 30, 2023	
	Number	Weighted average exercise price \$	Number	Weighted average exercise price \$
Outstanding – Beginning of period	10,131,848	0.22	12,731,848	0.21
Granted	8,400,000	0.01	2,900,000	0.05
Forfeited	(133,334)	0.30	(558,333)	0.17
Cancelled	(1,561,666)	0.18	(1,341,667)	0.14
Expired	(2,096,663)	0.39	(3,600,000)	0.08
Outstanding – End of period	14,740,185	0.08	10,131,848	0.22
Options exercisable – End of period	9,140,185	0.13	9,385,181	0.23

On November 11, 2022, the Company issued 2,900,000 stock options to directors, officers, employees and non-employees, exercisable at \$0.05 and vested 100% immediately, and expiring on April 30, 2023. The fair value of the stock options granted to non-employees was measured at the value of services the Company received.

TrustBIX Inc.

Notes to Interim Condensed Consolidated Statements

(Unaudited)

(Express in Canadian Dollars)

June 30, 2024

16 Share capital (continued)

d) *Stock options and compensation expense (continued)*

On January 9, 2024, the Company approved the grant of 8,400,000 stock options to directors, officers, employees and consultants. The stock options have an exercise price of \$0.01 and will vest one third on each of the grant, first anniversary and second anniversary dates. The stock options will expire after three years if not exercised.

The fair value of the stock options granted to non-employees was measured at the value of services the Company received.

The Company used the Black-Scholes option pricing model to estimate the fair value of the stock options granted to directors, officers, employees. The Company considered historical volatility of its common shares as well as industry benchmarking in estimating its future stock price volatility. The risk-free interest rate for the expected life of the stock options was based on the yield available on government benchmark bonds with an approximate equivalent remaining term at the time of the grant. The expected life is based on the contractual term, taking into account expected director, employee and non-employee exercise and expected post-vesting employment termination behaviour. The following weighted average assumptions were used to estimate the Black-Scholes fair value of the options granted during the nine months ended June 30, 2024 and year ended September 30, 2023:

	June 30, 2024	September 30, 2023
Annualized volatility	166%	113%
Risk-free interest rate	3.8%	4.3%
Expected life of options in years	3	0.5
Dividend rate	nil%	nil%
Exercise price	\$0.01	\$0.05
Market price on date of grant	\$0.01	\$0.07
Weighted average fair value	\$0.004	\$0.03

Stock-based compensation expense for the three and nine months ended June 30, 2024 was \$4,205 and \$18,795, respectively (2023 – \$25,545 and \$246,306, respectively), with a corresponding increase in contributed surplus included in shareholders' deficiency.

TrustBIX Inc.

Notes to Interim Condensed Consolidated Statements

(Unaudited)

(Express in Canadian Dollars)

June 30, 2024

16 Share capital (continued)

d) Stock options and compensation expense (continued)

The following table summarizes information on stock options outstanding as at June 30, 2024:

Exercise price \$	Number outstanding	Weighted average remaining contractual life in years	Options exercisable
0.01	8,400,000	2.53	2,800,000
0.10	4,200,000	2.88	4,200,000
0.30	1,840,000	2.59	1,840,000
0.60	300,185	1.25	300,185
	<u>14,740,185</u>	2.51	<u>9,140,185</u>

17 Loss per share

	Three months ended		Nine months ended	
	June 30, 2024 \$	June 30, 2023 \$	June 30, 2024 \$	June 30, 2023 \$
Net loss	(9,773)	(548,243)	(471,708)	(1,865,301)
	#	#	#	#
Weighted average number of common shares outstanding – basic and diluted	<u>118,869,330</u>	<u>82,869,330</u>	<u>112,537,578</u>	<u>69,928,629</u>
	\$	\$	\$	\$
Basic and diluted loss per share	<u>(0.00)</u>	<u>(0.01)</u>	<u>(0.00)</u>	<u>(0.03)</u>

For the three and nine months ended June 30, 2024 and 2023, potential shares issuable in exchange for warrants, stock options and the previously convertible debenture have been excluded in the diluted loss per share calculation as their effects would have been anti-dilutive. In addition, 20,000,000 common shares issued by the Company, pursuant to the acquisition of Insight, which were held in escrow until their cancellation on April 23, 2024, have been excluded.

TrustBIX Inc.

Notes to Interim Condensed Consolidated Statements

(Unaudited)

(Express in Canadian Dollars)

June 30, 2024

18 Financial instruments

For accounting recognition and measurement purposes, cash, accounts receivable, share subscription receivable, accounts payable and accrued liabilities, loans payable and debenture are classified as amortized cost. The carrying value of cash, accounts receivable, share subscription receivable, accounts payable and accrued liabilities, and debenture approximates their fair value due to the immediate or short-term maturity of these financial instruments. The loans payable were measured using the estimated incremental borrowing rate and approximates fair value.

Financial instruments recognized on the unaudited interim condensed consolidated statements of financial position at fair value are classified in a hierarchy based on the significance of the estimates used in their measurement, as follows:

- Level 1 – Quoted prices in active markets for identical assets or liabilities.
- Level 2 – Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly.
- Level 3 – Inputs for the asset or liability that are not based on observable market data.

The non-marketable equity securities in Provision Analytics (note 11) are an investment in a privately held company without readily determinable market values and is classified as Level 3.

During the three and nine months ended June 30, 2024 and 2023, there have been no transfers between levels of the fair value hierarchy.

Financial risk management

The Company's activities are exposed to a variety of financial risks: market risk, credit risk and liquidity risk. The Company's overall risk management program focuses on the unpredictability of financial and economic markets and seeks to minimize potential adverse effects on the Company's financial performance. Risk management is carried out by financial management in conjunction with overall corporate governance.

TrustBIX Inc.

Notes to Interim Condensed Consolidated Statements

(Unaudited)

(Express in Canadian Dollars)

June 30, 2024

18 Financial instruments (continued)

Financial risk management (continued)

a) Market risk

i) Currency risk

Some of the Company's transactions, assets and liabilities are denominated in US dollars and Chinese RMB and thus the Company is exposed to risk arising from changes in exchange rates.

The following table presents the Company's exposure in Canadian dollars to the US dollar and Chinese RMB as at June 30, 2024 and September 30, 2023:

	June 30, 2024 \$	September 30, 2023 \$
Cash – USD	90,131	25,312
Accounts receivable – USD	12,396	105,412
Accounts payable and accrued liabilities – USD	(130,649)	(147,581)
	<u>(28,122)</u>	<u>(16,857)</u>
	June 30, 2024 \$	September 30, 2023 \$
Cash - RMB	<u>81,283</u>	<u>60,783</u>
	June 30, 2024 \$	September 30, 2023 \$
CAD\$ - USD	0.7306	0.7398
CAD\$ - RMB	<u>5.3079</u>	<u>5.3996</u>

As at June 30, 2024, based on the Company's foreign currency exposure noted above, varying the foreign exchange rates to reflect a 10% strengthening of the US dollar would have increase net loss by approximately \$3,000 (September 30, 2023 - \$2,000) and the Chinese RMB would have decreased net loss by approximately \$8,000 (September 30, 2023 – \$6,000), assuming all other variables remained constant.

An assumed 10% weakening of the US dollar and China RMB would have had an equal but opposite effect to the amounts shown above, assuming all other variables remained constant.

TrustBIX Inc.

Notes to Interim Condensed Consolidated Statements

(Unaudited)

(Express in Canadian Dollars)

June 30, 2024

18 Financial instruments (continued)

Financial risk management (continued)

a) Market risk (continued)

ii) Market price risk

The Company is exposed to market price risk on its equity investment in Provision Analytics Inc. (note 11). Market price risk is the risk of loss arising from changes in the fair value of a financial instrument as a result of changes in market prices.

The sensitivity of the fair value of the investment to changes in market prices is monitored by the Company and it estimates that a 20% increase or decrease in the market price would result in an approximately \$36,000 increase or decrease, respectively, in the fair value of the investment.

iii) Interest rate risk

The Company does not have any variable rate financial liabilities and is therefore management does not believe it is exposed to significant interest rate risk as at June 30, 2024 and September 30, 2023.

b) Credit risk

The Company, in the normal course of business, is exposed to credit risk from its customers. The allowance for doubtful accounts and past due receivables is reviewed by management at each consolidated statement of financial position reporting date. Accounts are considered past due when customers have failed to make the contractually required payment when due, which is generally within 60 days of the billing date.

The Company applied the simplified approach to provide for ECL prescribed by IFRS 9, which permits the use of the lifetime ECL provision for trade receivables and contract assets without a significant financing component.

The following table presents a summary of the activity related to the allowance for doubtful accounts:

	June 30, 2024 \$	September 30, 2023 \$
Balance – Beginning of period	4,042	4,537
ECL provision	174	-
Accounts written off, net of recoveries	-	(495)
Balance – End of period	<u>4,216</u>	<u>4,042</u>

TrustBIX Inc.

Notes to Interim Condensed Consolidated Statements

(Unaudited)

(Express in Canadian Dollars)

June 30, 2024

18 Financial instruments (continued)

Financial risk management (continued)

b) Credit risk (continued)

Management believes the risks associated with concentrations of credit risk with respect to accounts receivable are limited due to the nature of the customers and the generally short-term payment cycle.

The aging of the Company's trade accounts receivable is as follows:

	June 30, 2024		September 30, 2023	
	\$	%	\$	%
Current	10,024	35	67,037	73
31 – 60 days	-	-	2,941	3
61 – 90 days	6,846	24	703	1
Greater than 90 days	11,422	41	21,501	23
	<u>28,292</u>	<u>100</u>	<u>92,182</u>	<u>100</u>

c) Liquidity risk

As at June 30, 2024, the Company's liabilities have the following amounts that mature within one year:

	June 30, 2024 \$	September 30, 2023 \$
Accounts payable and accrued liabilities	1,683,919	1,556,748
Loans payable	207,668	71,000
Debenture	35,000	37,706
Lease liability	6,569	5,572
	<u>1,933,156</u>	<u>1,671,026</u>

The Company's long-term liabilities include a loan payable of \$500,916 (September 30, 2023 - \$578,388) (note 15) and a lease liability of \$15,396 (September 30, 2023 - \$20,445) (note 10).

TrustBIX Inc.

Notes to Interim Condensed Consolidated Statements

(Unaudited)

(Express in Canadian Dollars)

June 30, 2024

18 Financial instruments (continued)

Financial risk management (continued)

c) *Liquidity risk* (continued)

Liquidity risk is the risk the Company will encounter difficulty in meeting financial obligations as they come due. See note 1 for additional disclosure on the Company's financial condition. The Company manages its liquidity risk through the management of its capital structure and financial leverage. It also monitors its cash position to its actual cash position and timing of payments to suppliers, ensuring that sufficient funds are available when payments come due. The Board of Directors reviews and approves any material transactions out of the ordinary course of business.

19 Supplementary cash flow information

Changes in items of non-cash working capital for the three and nine months ended June 30, 2024 and 2023:

	Three months ended		Nine months ended	
	June 30, 2024	June 30, 2023	June 30, 2024	June 30, 2023
	\$	\$	\$	\$
Accounts receivable	87,873	86,018	84,456	20,762
Inventory	(7,559)	4,441	(37,886)	11,699
Deposits and prepaid expenses	(139,762)	3,443	(319,611)	75,597
Accounts payable and accrued liabilities	123,219	280,124	115,054	597,712
Unearned revenue	(42,498)	(35,195)	423,977	(101,507)
	21,273	338,831	256,990	604,263

TrustBIX Inc.

Notes to Interim Condensed Consolidated Statements

(Unaudited)

(Express in Canadian Dollars)

June 30, 2024

20 Related party transactions and balances

The Company incurred the following amounts in the normal course of business and they have been valued at amounts that are considered established and agreed to by the related parties.

During the three and nine months ended June 30, 2024 and 2023:

	Three months ended		Nine months ended	
	June 30, 2024 \$	June 30, 2023 \$	June 30, 2024 \$	June 30, 2023 \$
Sublease rental income from a company controlled by a director	-	-	-	984
Office and administrative services to companies presently and formerly controlled by a close family member of a director and member of key management	1,580	1,050	4,259	3,716
Project management services to a company controlled by a former member of key management	-	-	-	52,500

During the nine months ended and as at June 30, 2024, the Company had received deposits of \$60,000 from a Company controlled by close family members of a director and member of key management for an order of AFS indoor farming technology (note 7).

The compensation to key management, and their close family members, during the three and nine months ended June 30, 2024 and 2023 are as follows:

	Three months ended		Nine months ended	
	June 30, 2024 \$	June 30, 2023 \$	June 30, 2024 \$	June 30, 2023 \$
Salaries and other short-term employee benefits	22,191	39,436	64,090	277,984
Stock-based compensation	3,303	18,935	19,036	153,290
Consulting fees	71,878	60,855	210,662	169,623
	97,372	119,226	293,788	600,897

During the nine months ended June 30, 2024, the Company granted 6,600,000 stock options with a fair value of \$26,428 to directors and members of key management, exercisable at \$0.01 per common share (note 16(d)).

During the nine months ended June 30, 2023, the Company granted 1,320,000 stock options with a fair value of \$35,266 to directors and members of key management, exercisable at \$0.05 per common share (note 16(d)).

TrustBIX Inc.

Notes to Interim Condensed Consolidated Statements

(Unaudited)

(Express in Canadian Dollars)

June 30, 2024

20 Related party transactions and balances (continued)

Accounts payable and accrued liabilities

Accounts payable and accrued liabilities as at June 30, 2024 include the following amounts due to related parties:

	June 30, 2024 \$	September 30 2023 \$
Salaries and consulting fees due to members of key management and their close family members	274,194	292,345
Company controlled by a former member of key management for consulting fees	-	5,701
Companies presently and formerly controlled by a close family member of a director and member of key management for other services	8,785	4,527
	<u>282,979</u>	<u>302,573</u>

As at September 30, 2023, a director of the Company held the outstanding formerly convertible debenture with a remaining principal balance of \$35,000 (note 14). The director resigned effective November 13, 2023.

On August 3, 2023, the Company issued a promissory note (note 15) to a close family member of a director and member of key management for \$23,000. The promissory note bears interest at a rate of 1% per month and matures twelve (12) months from the date of issuance. The Company may pay the outstanding balance at any time before the maturity date without penalty. Subsequent to June 30, 2024, the maturity date was extended for a further twelve (12) months.

21 Government assistance

Government assistance are accounted for as a reduction of related expenditures and are recorded when there is reasonable assurance that the Company has complied with the terms and conditions of the approved grant program.

Protein Industry Canada (“PIC”)

On March 31, 2021 the Company signed an agreement with PIC, Farmers Edge Inc., and OPIsystems Inc. to create a platform for Canada's plant-based food, feed and ingredient sector. The project is partially funded through PIC, up to a maximum of \$334,057.

For the three and nine months ended June 30, 2024, the Company recognized funding of \$nil (2023 – \$17,371 and \$69,035, respectively), which is netted against research and development on the interim condensed consolidated statements of loss and comprehensive loss.

TrustBIX Inc.

Notes to Interim Condensed Consolidated Statements

(Unaudited)

(Express in Canadian Dollars)

June 30, 2024

21 Government assistance (continued)

National Research Council of Canada Industrial Research Assistance Program (“IRAP”)

On April 1, 2021, the Company received approval of funding up to \$300,000 from the IRAP, to develop traceability of products and sustainability metrics for poultry produced using Arden Biotechnology Ltd.’s natural feed supplement, Sustavian.

For the three and nine months ended June 30, 2024, the Company recognized funding of \$nil (2023 – \$30,773 and \$119,628, respectively), which is netted against research and development on the interim condensed consolidated statements of loss and comprehensive loss.

During the three and nine months ended June 30, 2024, the Company recognized funding of \$nil and \$3,000, respectively (2022 - \$nil), from IRAP, for travel reimbursement, which is netted against travel, trade shows and conferences on the interim condensed consolidated statements of loss and comprehensive loss.

Loan payable

During the year ended September 30, 2020, the Company entered into a contribution agreement with PrairiesCan and received a \$1,000,000 Contribution (note 15).

22 Segment disclosures

Management has organized the Company under three reportable segments: ViewTrak, the development and sale of information solutions for the livestock industry and related services, BIX, which leverages blockchain-derived technology and unique incentive solutions to deliver independent validation of food provenance and sustainable production practices within the agri-food supply chain, and AFS, which holds the exclusive Alberta territory license for an innovative Controlled Environment Agriculture vertical indoor farming solution.

	Three months ended June 30, 2024			
	AFS	ViewTrak	BIX	Consolidated
	\$	\$	\$	\$
Revenue from external customers	-	545,036	2,733	547,769
Expenses	(27,213)	(435,140)	(56,542)	(518,895)
Amortization and depreciation	(4,352)	(3,185)	-	(7,537)
Other income (expenses)	-	(31,110)	-	(31,110)
Net income (loss)	(31,565)	75,601	(53,809)	(9,773)

TrustBIX Inc.

Notes to Interim Condensed Consolidated Statements

(Unaudited)

(Express in Canadian Dollars)

June 30, 2024

22 Segment disclosures (continued)

	Three months ended June 30, 2023			
	AFS \$	ViewTrak \$	BIX \$	Consolidated \$
Revenue from external customers	-	401,620	31,290	432,910
Expenses	-	(587,498)	(212,044)	(799,542)
Amortization and depreciation	-	(3,748)	(149,212)	(152,960)
Other income (expenses)	-	(28,651)	-	(28,651)
Net loss	-	(218,277)	(329,966)	(548,243)

For the three months ended June 30, 2024, BIX includes \$nil (2023 - \$149,213) of amortization and depreciation related to Insight software (note 9) and AFS includes \$4,352 (2023 - \$nil) of amortization and depreciation related to the AFS license (note 9).

	Nine months ended June 30, 2024			
	AFS \$	ViewTrak \$	BIX \$	Consolidated \$
Revenue from external customers	-	1,177,371	8,358	1,185,729
Expenses	(47,233)	(1,152,576)	(324,044)	(1,523,853)
Amortization and depreciation	(32,059)	(9,755)	-	(41,814)
Other income (expenses)	-	(91,770)	-	(91,770)
Net loss	(79,292)	(76,730)	(315,686)	(471,708)

	Nine months ended June 30, 2023			
	AFS \$	ViewTrak \$	BIX \$	Consolidated \$
Revenue from external customers	-	1,379,081	151,212	1,530,293
Expenses	-	(2,376,894)	(665,489)	(3,042,383)
Amortization and depreciation	-	(14,550)	(447,904)	(462,454)
Other income (expenses)	-	109,243	-	109,243
Net loss	-	(903,120)	(962,181)	(1,865,301)

For the nine months ended June 30, 2024, BIX includes \$nil (2023 - \$447,638) of amortization and depreciation related to Insight software (note 9) and AFS includes \$32,059 (2023 - \$nil) of amortization and depreciation related to the AFS license (note 9).

TrustBIX Inc.

Notes to Interim Condensed Consolidated Statements

(Unaudited)

(Express in Canadian Dollars)

June 30, 2024

22 Segment disclosures (continued)

Geographical segmentation

The Company's segments are managed on a worldwide basis. Substantially all of the Company's assets are located in Canada.

The following is a summary of revenue by geographic location in which the Company's customers are located for the three and nine months ended June 30, 2024 and 2023:

	<u>Three months ended</u>		<u>Nine months ended</u>	
	<u>June 30,</u> <u>2024</u>	<u>June 30,</u> <u>2023</u>	<u>June 30,</u> <u>2024</u>	<u>June 30,</u> <u>2023</u>
	\$	\$	\$	\$
Canada	114,480	151,118	263,193	718,383
United States	381,680	281,792	853,721	717,800
Other	51,609	-	68,815	94,110
	<u>547,769</u>	<u>432,910</u>	<u>1,185,729</u>	<u>1,530,293</u>