

**DR. PHONE FIX CANADA
CORPORATION**

**CONDENSED INTERIM CONSOLIDATED FINANCIAL
STATEMENTS (UNAUDITED)**

**FOR THE THREE AND NINE MONTHS ENDED
SEPTEMBER 30, 2025 AND 2024
(in Canadian dollars)**

NOTICE OF NO AUDITOR REVIEW OF CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

Under National Instrument 51-102, Part 4, subsection 4.3(3)(a), if an auditor has not performed a review of the condensed interim consolidated 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 Dr. Phone Fix Canada Corporation (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 Canadian Institute of Chartered Accountants for a review of interim financial statements by an entity's auditor.

DR. PHONE FIX CANADA CORPORATION

Condensed Interim Consolidated Statements of Financial Position

In \$	Note	(Unaudited) September 30, 2025	(Audited) December 31, 2024
ASSETS			
Current			
Cash		771,970	345,932
Trade and other receivables	4	417,053	197,126
Inventory	5	1,375,837	1,105,699
Prepaid expenses		-	43,600
		2,564,860	1,692,357
Non-current			
Property and equipment		7,071,460	7,929,442
Right-of-use assets		5,133,074	5,802,935
Security deposits		172,840	174,380
Deferred tax assets		116,000	102,848
Total assets		15,058,234	15,701,962
LIABILITIES AND SHAREHOLDERS' EQUITY (DEFICIENCY)			
Current liabilities			
Bank indebtedness		760,738	613,776
Accounts payable and accrued liabilities	6	1,679,961	1,429,445
Due to related parties	7	588,236	5,572,316
Short-term debt	8	636,852	1,680,000
Current portion of lease liabilities		868,966	815,574
Current portion of long-term debt		1,528,532	1,490,003
		6,063,285	11,601,114
Non-current liabilities			
Lease liabilities		5,252,836	5,913,538
Long-term debt		6,757,004	7,475,963
Total liabilities		18,073,125	24,990,615
SHAREHOLDERS' EQUITY (DEFICIENCY)			
Share capital	9	10,634,748	1,592,130
Contributed surplus	9	1,225,418	-
Deficit		(14,875,057)	(10,880,783)
		(3,014,891)	(9,288,653)
Total liabilities and shareholders' equity (deficiency)		15,058,234	15,701,962
Going concern	1		

See accompanying notes to the condensed interim consolidated financial statements.

[signed] Piyush Sawhney

On behalf of board: Piyush Sawhney, Director

DR. PHONE FIX CANADA CORPORATION

Condensed Interim Consolidated Statements of Comprehensive Income

(Unaudited), In \$	Note	Three months ended September 30,		Nine months ended September 30,	
		2025	2024	2025	2024
Revenue, net		3,265,418	2,866,393	8,319,225	7,578,618
Cost of sales	5	1,518,505	1,270,077	3,791,492	3,504,731
Gross profit		1,746,913	1,596,316	4,527,733	4,073,887
Selling, general and administrative expenses					
Employee salaries and benefits	7	811,001	914,165	2,371,401	2,703,773
Share-based compensation	7, 9	33,138	-	543,894	-
Depreciation of property and equipment		300,735	297,018	899,701	881,987
Depreciation of right-of-use assets		223,287	218,161	669,861	649,160
Variable rent and lease operating charges		182,334	168,300	529,323	485,613
Professional fees	7	80,646	101,441	241,104	292,639
Utilities		53,698	50,063	172,603	197,038
Interest and bank charges		108,630	96,020	249,257	168,396
Computer		41,146	30,681	116,897	83,227
Insurance		29,712	36,849	95,035	99,691
Office		18,330	39,341	49,112	62,586
Advertising and promotion		26,388	2,769	65,118	24,228
Travel		4,497	7,559	16,810	13,707
Business taxes and licences		3,897	12,596	14,524	29,288
Security		6,005	3,126	17,154	6,603
Meals and entertainment		1,108	863	2,720	2,388
Other		-	986	-	1,219
		1,924,552	1,979,938	6,054,514	5,701,543
Loss from operations before the following:		(177,639)	(383,622)	(1,526,781)	(1,627,656)
Interest expense on lease liabilities		(98,462)	(107,373)	(304,979)	(324,992)
Interest expense on debt		(228,918)	(194,097)	(590,025)	(689,377)
Listing and Transaction expenses	3	(7,459)	-	(1,602,098)	-
Other income		11,607	-	23,909	-
Other expenses - conversion of debenture		-	(168,231)	-	(168,231)
Gain on derivative liability		-	-	-	7,227
Government assistance income		-	-	-	40,000
Total other income (expenses)		(323,232)	(469,701)	(2,473,193)	(1,135,373)
Loss before income taxes		(500,871)	(853,323)	(3,999,974)	(2,763,029)
Current income taxes		1,797	(1,254)	7,452	(1,254)
Deferred income taxes		(5,423)	(8,779)	(13,152)	(17,365)
Income taxes recovery		(3,626)	(10,033)	(5,700)	(18,619)
Net and comprehensive loss		(497,245)	(843,290)	(3,994,274)	(2,744,410)
Net loss per share, basic and diluted	10	(\$0.00)	(\$0.01)	(\$0.03)	(\$0.04)

See accompanying notes to the condensed interim consolidated financial statements.

DR. PHONE FIX CANADA CORPORATION

Condensed Interim Consolidated Statements of Changes in Shareholders' Equity (Deficiency)

(Unaudited), In \$	Note	Share capital	Contributed surplus	Deficit	Total
Balance as at December 31, 2023		1,143,056	-	(7,227,889)	(6,084,833)
Net and comprehensive loss		-	-	(2,744,410)	(2,744,410)
Issued during the year	9	449,074	-	-	449,074
Balance as at September 30, 2024		1,592,130	-	(9,972,299)	(8,380,169)
Balance as at December 31, 2024		1,592,130	-	(10,880,783)	(9,288,653)
Net and comprehensive loss		-	-	(3,994,274)	(3,994,274)
Shares issued to repay related party payables	7, 9	4,962,752	-	-	4,962,752
Shares issued to repay short-term debt	8, 9	500,000	-	-	500,000
Units issued on private placement	9	2,512,557	523,449	-	3,036,006
Issuance of broker warrants	9	-	50,791	-	50,791
Equity issuance costs	9	(344,666)	(71,805)	-	(416,471)
Deemed issued on reverse takeover transaction	3, 9	1,381,610	184,286	-	1,565,896
Shares issued on exercise of warrants	9	30,365	(5,197)	-	25,168
Share-based compensation	7, 9	-	543,894	-	543,894
Balance as at September 30, 2025		10,634,748	1,225,418	(14,875,057)	(3,014,891)

See accompanying notes to the condensed interim consolidated financial statements.

DR. PHONE FIX CANADA CORPORATION

Condensed Interim Consolidated Statements of Cash Flows

(Unaudited), in \$	Note	Nine months ended September 30,	
		2025	2024
OPERATING ACTIVITIES			
Net loss		(3,994,274)	(2,744,410)
Adjustments to arrive at cash flow from operations:			
Deferred income tax recovery		(13,152)	(17,365)
Depreciation		1,569,562	1,531,147
Interest expense		895,004	1,014,369
Share-based compensation and payments	9	577,494	276,629
Non-cash Listing and Transaction expenses	3	1,534,218	-
Government assistance income (non-cash)		-	(40,000)
Gain on derivative liability		-	(18,625)
Cash generated by operating activities before net change in non-cash working capital relating to operations:		568,852	1,745
Change in trade and other receivables	4	(219,927)	(259,310)
Change in inventory	5	(270,138)	345,870
Change in prepaid expenses		-	(4,075)
Change in accounts payable and accrued liabilities	6	135,028	707,849
Cash (used in) generated by operating activities		213,815	792,079
INVESTING ACTIVITIES			
Purchase of property and equipment		(41,719)	(444,599)
Deposits refunded (paid)		1,540	(11,201)
Cash used in investing activities		(40,179)	(455,800)
FINANCING ACTIVITIES			
Issuance of Units	9	2,427,926	-
Issuance of shares on exercise of warrants		25,168	-
Cash of accounting acquiree on reverse takeover transaction	3	89,298	-
Short-term advances received	8	391,000	600,000
Repayment of short-term debt	8	(755,771)	-
Issuance of long-term debt		-	458,869
Repayment of long-term debt		(687,977)	(552,056)
Repayment of lease liabilities		(607,310)	(473,463)
Interest paid		(858,653)	(997,005)
Cash received from (paid to) related parties, net	7	81,759	486,522
Cash generated by (used in) financing activities		105,440	(477,133)
Net change in cash		279,076	(140,854)
Cash (bank indebtedness), beginning of year		(267,844)	32,702
Cash (bank indebtedness), end of year		11,232	(108,152)
Ending cash (bank indebtedness) as at September 30 consists of:			
Cash		771,970	535,108
Bank indebtedness		(760,738)	(643,260)
Cash (bank indebtedness), end of period		11,232	(108,152)

See accompanying notes to the condensed interim consolidated financial statements.

DR. PHONE FIX CANADA CORPORATION

**Notes to the Condensed Interim Consolidated Financial Statements
September 30, 2025 and 2024 (Unaudited)**

NATURE OF BUSINESS

Dr. Phone Fix Canada Corporation (formerly “Auka Capital Corp.”)(“Dr. Phone Fix” or the “Company”) was incorporated in Canada under the Business Corporations Act of Alberta. The Company’s registered office is 10123 99 St NW #2500, Edmonton, Alberta T5J 3H1, Canada. The Company changed its name to “Dr. Phone Fix Canada Corporation” in connection with the closing of a reverse takeover transaction as described in Note 3.

Dr. Phone Fix is engaged in repair services for electronic devices and sales of pre-owned electronic devices in Canada through its 35 stores in the provinces of Alberta, British Columbia, Saskatchewan, and Ontario. The Company has been operating since 2020.

1) GOING CONCERN

Going concern

These condensed interim consolidated financial statements for the three and nine months ended September 30, 2025 and 2024 (“Financial Statements”) have been prepared using International Financial Reporting Standards (“IFRS”) applicable to a going concern, which contemplates the realization of assets and settlement of liabilities in the normal course of business as they come due.

Historically, the Company has had operating losses, negative cash flows, and working capital deficiencies. While the Company has established and dedicated itself to robust plans to achieve profitability and positive cash flow in the future, whether, and when, the Company will attain profitability and positive cash flows is uncertain. These material uncertainties may cast significant doubt upon the Company’s ability to continue as a going concern.

The Company may need to raise additional capital to continue to pursue its growth strategy and to fund its operations. While the Company has been successful in raising capital in the past, there can be no assurance that it will be able to do so in the future. The ability to raise capital may be adversely impacted by uncertain market conditions.

Should the Company be unable to continue as a going concern, it may be unable to realize the carrying value of its assets and to meet its liabilities as they come due. These Financial Statements do not reflect adjustments to the carrying values of assets and liabilities and the reported expenses and balance sheet classifications that would be necessary if the Company was unable to realize its assets and settle its liabilities as a going concern in the normal course of operation. These adjustments could be material.

2) BASIS OF PRESENTATION

Statement of compliance

These Financial Statements have been prepared in accordance with IFRS as issued by the International Accounting Standards Board (“IASB”) and Interpretations of the International Financial Reporting Interpretations Committee and are presented in condensed form in compliance with IAS 34 *Interim Financial Reporting*.

DR. PHONE FIX CANADA CORPORATION

Notes to the Condensed Interim Consolidated Financial Statements September 30, 2025 and 2024 (Unaudited)

These Financial Statements were approved and authorized for issue by the Company's board of directors ("Board") on November 24, 2025.

Basis of presentation

These Financial Statements have been prepared under the historical cost convention, except for financial instruments classified as financial instruments at fair value through profit and loss, which are stated at their fair value, and are expressed in Canadian dollars unless otherwise indicated. Other measurement bases used are detailed in the annual consolidated financial statements of Dr. Phone Fix Canada Limited for the year ended December 31, 2024 ("Annual Financial Statements").

Pursuant to the Transaction, as described in Note 3, Dr. Phone Fix Canada Limited was identified as the accounting acquirer. As a result, these consolidated financial statements represent the continuation of Dr. Phone Fix Canada Limited. The comparative figures as at December 31, 2024 and for the nine months ended September 30, 2024 represent that of Dr. Phone Fix Canada Limited.

The notes presented in these Financial Statements include only significant events and transactions occurring since the last fiscal year end of Dr. Phone Fix Canada Limited and are not fully inclusive of all matters required to be disclosed by IFRS in the Company's annual consolidated financial statements. As a result, these Financial Statements should be read in conjunction with the Annual Financial Statements.

These Financial Statements follow the same accounting policies and methods of application as the most recent Annual Financial Statements.

3) REVERSE TAKEOVER TRANSACTION

On March 5, 2025, Auka Capital Corp. ("Auka"), a "Capital Pool Company" as defined under Policy 2.4 – *Capital Pool Companies* ("Policy 2.4") of the TSX Venture Exchange (the "Exchange") completed its "Qualifying Transaction", in accordance with Policy 2.4, pursuant to the terms of an Amended and Restated Business Combination Agreement (the "Business Combination Agreement") between Auka, 2629911 Alberta Inc., a wholly-owned subsidiary of Auka ("Auka Subco") and Dr. Phone Fix Canada Limited whereby, among other things Auka Subco amalgamated with Dr. Phone Fix Canada Limited and the amalgamated entity continued as a wholly-owned subsidiary of Auka (the "Transaction"). In connection with the Transaction and pursuant to the terms of the Business Combination Agreement, each holder of shares of Dr. Phone Fix Canada Limited exchanged their Dr. Phone Fix Canada Limited shares for common shares of the resulting issuer (the Company, following completion of the Transaction) (the "Resulting Issuer") on the basis of 11.4402330114547 fully paid and non-assessable Resulting Issuer common shares for every one Dr. Phone Fix Canada Limited share held, at an updated deemed price of approximately \$1.37 per Dr. Phone Fix Canada Limited share. Immediately following the completion of the Transaction, Auka changed its name from "Auka Capital Corp." to "Dr. Phone Fix Canada Corporation".

The Company, which was Auka, prior to the completion of the Transaction, is continuing the business previously carried on by Dr. Phone Fix Canada Limited as a Tier 2 issuer under the policies of the Exchange. Shares of the Resulting Issuer began trading on the Exchange on March 14, 2025 under the symbol "DPF.V".

DR. PHONE FIX CANADA CORPORATION

Notes to the Condensed Interim Consolidated Financial Statements September 30, 2025 and 2024 (Unaudited)

Prior to the completion of the Transaction, Auka did not carry on a business, other than the identification and evaluation of businesses or assets with a view to completing a Qualifying Transaction. As such, the Transaction did not have a material impact to Dr. Phone Fix Canada Limited regarding its financial performance and cash flows. Auka had positive working capital which was contributed to the Company; the costs of the Transaction mitigated the impact of this working capital contribution to the Company.

In connection with the Transaction, the shareholders of Dr. Phone Fix Canada Limited collectively acquired control of Auka thereby constituting a reverse acquisition of Auka. In addition, Auka did not meet the definition of a business under IFRS 3 Business Combinations prior to the Transaction. The Transaction was therefore accounted for in accordance with IFRS 2 Share-based Payments, whereby Dr. Phone Fix Canada Limited was deemed to have issued shares in exchange for the net assets of Auka at the fair value of the consideration paid by Dr. Phone Fix Canada Limited.

The deemed Transaction price was determined by calculating the deemed number of shares that Dr. Phone Fix Canada Limited would have had to issue to Auka shareholders to effect the same proportion of ownership as that of the Resulting Issuer. The deemed number of shares issued was multiplied by the fair value of those shares (the "Deemed Consideration"). As Auka had outstanding warrants and options on the Transaction date, the fair value of those instruments was estimated as of the Transaction date and added to the contributed surplus of the Company. The Deemed Consideration together with the fair value of the outstanding Auka warrants and options on the Transaction date made up the total Transaction price.

The excess of the total Transaction price less the value of the net assets of Auka as well as related Transaction expenses was recognized as listing and transaction expenses in the consolidated statement of loss, and calculated as follows:

Fair value of Auka shares (12,500,000 shares outstanding)	1,381,610
Fair value of 750,000 existing Auka warrants ¹	56,940
Fair value of 1,212,125 existing Auka options ²	127,346
Less: net assets of Auka acquired	(31,678)
Net acquisition cost	1,534,218
Transaction expenses ³	60,421
Listing and transaction expenses	1,594,639

¹ The fair value of the warrants was estimated using the Black Scholes Model with the following inputs: current price of \$0.12, exercise price of \$0.10, risk-free interest rate of 4.01%, volatility of 100%, expected life of 2.53 years, and no expected dividend yield.

² The fair value of the options was estimated using the Black Scholes Model with the following inputs: current price of \$0.12, exercise price of \$0.10, risk-free interest rate of 4.19%, volatility of 100%, expected life of 7.81 years, and no expected dividend yield.

³ The majority of professional fees relating to the Transaction were expensed by Auka before the consolidation date and, accordingly, are included as part of the net assets of Auka acquired. In addition, there were costs relating to the Transaction expensed in 2024 by Dr. Phone Fix Canada Limited.

Other costs of \$7,459 included under the caption "Listing and transaction expenses" for the three and nine months ended September 30, 2025 related to a separate acquisition which occurred after the financial statement date. See Note 12.

DR. PHONE FIX CANADA CORPORATION

Notes to the Condensed Interim Consolidated Financial Statements
September 30, 2025 and 2024 (Unaudited)

4) TRADE AND OTHER RECEIVABLES

In \$, Balance comprised of:	September 30, 2025	December 31, 2024
Trade receivables	319,521	99,743
Tenant improvement allowance receivables	6,650	6,650
Goods and Services Tax receivables	90,882	90,733
	417,053	197,126

5) INVENTORY

The Company's inventory is summarized below. Inventory expensed in cost of sales for the three and nine months ended September 30, 2025 amounted to \$1,518,505 and \$3,791,492 (three and nine months ended September 30, 2024 - \$1,270,077 and \$3,504,731), respectively.

In \$, Balance comprised of:	September 30, 2025	December 31, 2024
Parts	733,398	570,229
Accessories	425,901	426,461
Devices	216,508	108,979
Other	30	30
	1,375,837	1,105,699

6) ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

In \$, Balance comprised of:	September 30, 2025	December 31, 2024
Trade accounts payable	730,370	731,734
Goods and Services Tax payable	553,501	479,220
Accrued wages and benefits payable	157,314	116,733
Other accrued expenses	231,595	101,204
Income taxes payable	7,181	554
	1,679,961	1,429,445

DR. PHONE FIX CANADA CORPORATION

Notes to the Condensed Interim Consolidated Financial Statements
September 30, 2025 and 2024 (Unaudited)

7) RELATED PARTY TRANSACTIONS

Expenses were incurred to related parties as follows:

In \$	Three months ended		Nine months ended	
	September 30,		September 30,	
	2025	2024	2025	2024
a. Amounts included in purchases (inventory or cost of sales):				
Purchases from an entity owned by a shareholder and director	201,327	234,470	910,491	583,106
b. Amounts included in Selling, general and administrative				
Compensation of key management personnel ("KMP") ¹ :				
Cash compensation	79,375	64,375	208,125	172,747
Compensation added to payable to shareholder	-	-	-	20,378
Options granted to directors (vested on grant)	-	-	468,389	-
Total compensation of KMP	79,375	64,375	676,514	193,125

¹ KMP consist of those that have the authority and responsibility for planning, directing and controlling the activities of the Company, which includes the senior executive team and the Board. The Chief Financial Officer provides services to the Company through an advisory firm which he jointly controls. Accordingly, the advisory firm is a related party of the Company. Amounts paid to the advisory firm represent compensation for KMP and are included in the KMP compensation disclosure in the appropriate categories. These costs are recorded as professional fees in the statement of comprehensive income.

As disclosed in Note 9, Dr. Phone Fix Canada Limited issued 2,092,155 common shares (exchange ratio applied) to each of the three previous majority shareholders (before the Transaction), as well as 35,079,816 common shares issued to an entity under their control for a total of 41,356,282 common shares issued as repayment of amounts due to these related parties. The share price used for these transactions was \$0.12 per share for a total repayment of \$4,962,752.

Related party cash flow information is included in the consolidated statements of cash flows. Related party amounts included in the consolidated statements of financial position are as follows:

In \$, Due to related parties:	September 30, 2025	December 31, 2024
Payable to shareholders	(59,269)	693,506
Balances on shareholder credit cards	221,571	187,369
Advances from entity under common control	37,330	4,247,306
Accounts payable to an entity owned by a shareholder	388,604	444,135
	588,236	5,572,316

The amounts above are unsecured, non-interest bearing and have no established terms of repayment, and as such have been recorded as current liabilities.

DR. PHONE FIX CANADA CORPORATION

Notes to the Condensed Interim Consolidated Financial Statements
September 30, 2025 and 2024 (Unaudited)

8) SHORT-TERM DEBT

Changes in short-term debt during the periods are as follows:

In \$	Nine months ended September 30,	
	2025	2024
Opening balance	1,680,000	500,000
Short-term advances received	340,000	600,000
Short-term advances from payment processor	85,000	-
Debt discount for loan fees	(34,000)	-
Accretion of debt discount and accrued interest	21,623	-
Repayments in cash	(755,771)	-
Repayments withheld from Private Placement proceeds	(200,000)	-
Repayments in common shares	(500,000)	-
Short-term debt as at September 30	636,852	1,100,000

In August 2025, the Company entered into a short-term purchase money loan agreement with a group of lenders totaling \$340,000. Of this amount, \$17,000 was withheld as a lender fee and an additional \$17,000 was allocated as a loan organizer fee. The loan carries an annual interest rate of 12%, calculated monthly on a non-compounding basis, and has a term of three months. At the conclusion of the loan period, a total repayment of \$350,200 is required to be repaid. The loan is secured by a general security agreement and a purchase money security interest.

DR. PHONE FIX CANADA CORPORATION

Notes to the Condensed Interim Consolidated Financial Statements
September 30, 2025 and 2024 (Unaudited)

9) SHARE CAPITAL AND CONTRIBUTED SURPLUS

The Company is authorized to issue an unlimited number of preferred shares without nominal or par value and an unlimited number of common shares without nominal or par value.

Common shares issued and outstanding

The share exchange ratio of the Transaction of approximately 11.44 was applied to all transactions and share count balances shown below that occurred or existed prior to the Transaction for comparability.

A reconciliation of the Company's Share Capital and Contributed Surplus balances is as follows:

	Note	Share Capital and Contributed Surplus			
		Share Capital		Contributed Surplus	Total
		Number	\$	\$	\$
Balance as at December 31, 2023		71,250,000	1,143,056	-	1,143,056
Shares issued on exercise of debenture conversion	f	3,750,005	449,074	-	449,074
Closing balance, September 30, 2024		75,000,005	1,592,130	-	1,592,130
Balance as at December 31, 2024		75,000,005	1,592,130	-	1,592,130
Shares issued to repay related party payables	a	41,356,282	4,962,752	-	4,962,752
Shares issued as repayment of short-term debt	b	4,166,658	500,000	-	500,000
Units issued on private placement	c	25,352,249	2,512,557	523,449	3,036,006
Issuance of broker warrants	c	-	-	50,791	50,791
Equity issuance costs	c	-	(344,666)	(71,805)	(416,471)
Deemed issued on reverse takeover transaction	3	12,500,000	1,381,610	184,286	1,565,896
Shares issued on exercise of warrants	d	125,842	30,365	(5,197)	25,168
Options granted and vested	e	-	-	543,894	543,894
Closing balance, September 30, 2025		158,501,036	10,634,748	1,225,418	11,860,166

a. Common shares issued as repayment of related party payables

Dr. Phone Fix Canada Limited issued 2,092,155 common shares to each of the three previous majority shareholders (before the Transaction), as well as 35,079,816 common shares issued to an entity under their control for a total of 41,356,282 common shares issued as repayment of amounts due to these related parties. The share price used for these transactions was \$0.12 per share for a total repayment of \$4,962,752.

b. Common shares issued as repayment of short-term debt

Dr. Phone Fix Canada Limited issued 4,166,658 common shares to an unrelated party who had advanced \$500,000 to the Company in 2024 in anticipation of potential future investment in the Company. The share price used for this transaction was \$0.12 per share for a total repayment of \$500,000.

DR. PHONE FIX CANADA CORPORATION

Notes to the Condensed Interim Consolidated Financial Statements

September 30, 2025 and 2024 (Unaudited)

c. Private Placement

In February 2025, Dr. Phone Fix Canada Limited completed a brokered and a non-brokered private placement ("Private Placement") of subscription receipts ("Subscription Receipts") in two tranches. Under the two tranches of the Private Placement, the Company raised aggregate gross proceeds of \$3,036,006 and issued an aggregate of 2,216,063 Subscription Receipts (66,600 of which were subscribed for by directors of the Company) at a price of \$1.37 per Subscription Receipt.

Immediately prior to the closing of the Transaction, having met the escrow release conditions in the Subscription Receipt Agreement dated February 6, 2025, each Subscription Receipt was automatically converted, without payment of additional consideration or further action by the holder thereof, into one unit (a "Unit") comprised of one Class "A" Common share and one-half of one common share purchase warrant of Dr. Phone Fix Canada Limited.

Upon completion of the Transaction, common shares and warrants issued upon conversion of the Units were immediately exchanged for shares and warrants, respectively, of the Company on the basis of approximately 11.44 common shares or warrants of the Company for every one common share or warrant, respectively. The resulting warrants of the Company entitle the holder to acquire one common share at a price of \$0.20 per share at any time up to 24 months following the Transaction date.

The fair value of the Units was bifurcated based on the relative fair values of the shares and warrants issued as part of the Units whereby \$2,512,557 was allocated to the share component and the remaining \$523,449 was allocated to the warrant component. The fair value of the shares component was based on the price per share in the recent shares for debt transactions, and the value of the warrants was estimated using the Black Scholes Model with the following inputs: current price of \$0.12, exercise price of \$0.20, risk-free interest rate of 4.01%, volatility of 100%, expected life of 2 years, and no expected dividend yield.

Dr. Phone Fix Canada Limited issued 68,571 broker warrants, which converted into 784,467 broker warrants of the Company, upon completion of the Transaction, as compensation to the brokers in the Private Placement ("Broker Warrants") which entitle the holders to purchase one Unit of the Company, consisting of one common share and one-half common share purchase warrant at a price of \$0.12 per Broker Warrant. Each Broker Warrant is subject to the same terms as the warrants issued as part of the Private Placement. The Broker Warrants were valued at \$50,791 using the Black Scholes Model with the following inputs: current price and exercise price of \$0.12, risk-free interest rate of 4.22%, volatility of 100%, expected life of 2 years, and no expected dividend yield.

Dr. Phone Fix Canada Limited paid legal fees, commissions and other expenses directly related to the Private Placement of \$365,680. Together with the fair value of the broker warrants of \$50,791, the total share issuance costs recognized on the Private Placement was \$416,471, which was bifurcated to Share capital and Contributed surplus on the same basis as the fair value of the issuance.

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d. Warrants

Set out below are summaries of warrants activity for the nine months ended September 30, 2025 and 2024:

	September 30, 2025		September 30, 2024	
	Average exercise price per warrant	Number of warrants	Average exercise price per warrant	Number of warrants
Opening	\$0.10	750,000	\$0.10	750,000
Granted	\$0.20	12,676,125	-	-
Exercised	\$0.20	(125,842)	-	-
Closing	\$0.19	13,300,283	\$0.10	750,000
Vested and exercisable at period end	\$0.19	13,300,283	\$0.10	750,000

Warrants outstanding as at the end of the periods have the following range of exercise prices and weighted average remaining contractual lives:

Exercise price	September 30, 2025		December 31, 2024	
	Number of warrants	Remaining life ¹	Number of warrants	Remaining life ¹
\$0.10	750,000	1.96	750,000	2.71
\$0.20	12,550,283	1.43	-	-
	13,300,283	1.46	750,000	2.71

¹ Weighted average remaining contractual life in years.

See Note 3 for information about the fair value recognized for the 750,000 Auka warrants.

e. Options

Set out below are summaries of options activity for the nine months ended September 30, 2025 and 2024:

	September 30, 2025		September 30, 2024	
	Average exercise price per options	Number of options	Average exercise price per option	Number of options
Opening	\$0.10	1,212,125	\$0.10	1,212,125
Granted	\$0.17	4,060,000	-	-
Closing	\$0.15	5,272,125	\$0.10	1,212,125
Vested and exercisable at period end	\$0.15	5,272,125	\$0.10	1,212,125

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Options outstanding as at the end of the periods have the following range of exercise prices and weighted average remaining contractual lives:

Exercise price	September 30, 2025		December 31, 2024	
	Number of options	Remaining life ¹	Number of options	Remaining life ¹
\$0.10	1,212,125	7.24	1,212,125	7.99
\$0.15	3,560,000	9.55	-	-
\$0.28	500,000	1.72	-	-
	5,272,125	8.27	1,212,125	7.99

¹ Weighted average remaining contractual life in years.

See Note 3 for information about the fair value recognized for the 1,212,125 Auka options.

On April 15, 2025, the Company granted 3,560,000 options as compensation to directors for their services. The options have an exercise price of \$0.15, vested immediately, and expire ten years from the grant date. The fair value of these options was estimated on the grant date at \$468,389 using the following assumptions:

- i) Share price of \$0.145 at the measurement date
- ii) Expected volatility of 100%
- iii) Risk-free interest rate of 4.35%
- iv) Expected life of 10 years
- v) Expected dividend yield of 0%

On June 19, 2025, the Company granted 500,000 options as compensation to a consultant for their services. The options have an exercise price of \$0.28 and expire two years from the grant date. Vesting of these options was as follows: 250,000 vested immediately, and 250,000 vested 90 days from the grant date. The fair value of these options was estimated on the grant date at \$75,505 using the following assumptions:

- i) Share price of \$0.280 at the measurement date
- ii) Expected volatility of 100%
- iii) Risk-free interest rate of 3.94%
- iv) Expected life of 2 years
- v) Expected dividend yield of 0%

Share-based compensation of \$33,138 and \$543,894 was recognized for the three and nine months ended September 30, 2025 in relation to the options described above based on the fair value of the vested portion of the options during the respective periods.

f. Share-based payments

On July 15, 2024, the Company issued 3,750,005 common shares in satisfaction of the convertible debenture agreement as described in Note 14 to the Annual Financial Statements. Part of this issuance constituted a prepayment of legal fees. The Company recognized \$nil and \$33,600 in share-based payments for the three and nine months ended September 30, 2025 (three and nine months ended September 30, 2024 - \$97,000) due to amortization of the prepaid legal fees.

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As these legal fees were paid in common shares in 2024, the current-period amortization of those legal fees is included in Listing and Transaction expenses in the current period. The recipient of this share-based payment is now a director of the Company and as such, this expense constitutes a related party transaction.

10) LOSS PER SHARE

Basic loss per share is calculated by dividing the net loss by the weighted average number of shares outstanding during the period. The potentially dilutive Common Shares issuable on the warrants, options, and broker warrants are non-dilutive and are therefore excluded from the diluted loss per share. The weighted average number of shares outstanding for the three and nine months ended September 30, 2025 was 158,501,036 and 141,197,082 (three and nine months ended September 30, 2024 – 74,429,352 and 72,317,520), respectively. The share exchange ratio applicable to the Transaction was applied retrospectively to these figures.

11) FINANCIAL INSTRUMENTS AND RISK MANAGEMENT

The Company's current financial instruments include cash, trade and other receivables, bank indebtedness, accounts payable and accrued liabilities, due to related parties, and short-term debt and are measured at amortized cost. The carrying values of these instruments approximate their fair value due to their short-term maturities. The Company's non-current financial instruments measured at amortized cost consist of long-term debt and lease liabilities.

The Company's activities are exposed to a variety of financial risks, including interest rate risk, credit risk, liquidity risk, and price 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.

The Company, as part of its operations, carries a number of financial instruments. It is management's opinion that the Company is not exposed to significant interest, currency, credit, liquidity or other price risks arising from these financial instruments except as otherwise disclosed.

Interest rate risk

Interest rate risk is the risk that the value of a financial instrument might be adversely affected by a change in the interest rates. Changes in market interest rates may have an effect on the cash flows associated with some financial assets and liabilities, known as cash flow risk, and on the fair value of other financial assets or liabilities, known as price risk.

The Company is exposed to interest rate cash flow risk on its bank indebtedness and long-term debt as they are at variable rates of prime plus 1.85% to prime plus 5.00%. During the period, the Company's exposure to interest rate risk decreased slightly because of minor decreases in outstanding debt. The prime rate decreased three times during the nine months ended September 30, 2025, resulting in a decrease from 5.45% at the beginning of the period down to 4.70% by the end of the period, which will reduce the interest paid on long-term debt in the future. For every 1% change in the prime rate, interest expense would increase or decrease by about \$83,000 per year.

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Liquidity risk

The Company actively maintains its credit facilities to ensure it has sufficient available funds to meet current and foreseeable financial requirements at a reasonable cost. Management believes that cash flows from operations, along with available credit under existing banking facilities, will be adequate to support the payment of the Company's financial liabilities. The Company manages its liquidity risk through the management of its capital structure and financial leverage as outlined in Note 21 to the Annual Financial Statements. It also manages liquidity risk by continuously monitoring actual cash flows.

Market risk

The Company is exposed to market risk with respect to equity prices. Equity price risk is defined as the potentially adverse impact on the Company's ability to obtain equity financing due to movements in individual equity prices, as well as general market prices. The Company closely monitors individual equity movements to determine the appropriate course of action to be taken by the Company. In the opinion of management, the market risk exposure to the Company is minimal.

12) SUBSEQUENT EVENTS

Non-brokered private placement

On October 7, 2025, the Company completed the first tranche of its non-brokered private placement (the "Offering"), issuing 8,258,336 units at \$0.15 per unit for gross proceeds of \$1,238,750. Each unit consisted of one common share and one-half of one common share purchase warrant, with each whole warrant exercisable to acquire one common share at \$0.25 for a period of two years. In connection with the first tranche, the Company paid cash finders' fees and issued broker warrants equal to 7% of subscriptions sourced by eligible finders. A director of the Company subscribed for 990,000 units, resulting in a related-party transaction under applicable securities rules. All securities issued are subject to a statutory hold period.

On November 13, 2025, the Company completed the second and final tranche of the Offering, issuing 8,892,352 units for gross proceeds of \$1,333,853 on the same terms as the first tranche. The Offering was oversubscribed, and the Company exercised its right to increase the size of the Offering. In aggregate, the Company issued 17,150,688 units for total gross proceeds of \$2,572,603. Additional finders' fees and broker warrants were paid and issued in connection with the second tranche consistent with the terms noted above.

Management has determined that these transactions represent non-adjusting subsequent events within the meaning of IAS 10. Accordingly, no adjustments have been made to the condensed interim financial statements for the periods presented.

Acquisition

On October 21, 2025, the Company entered into a definitive asset purchase agreement ("Definitive Agreement") to acquire substantially all of the business assets of Geebo Device Repair Inc., a mobile-device repair chain operating six retail locations in Nova Scotia. The base purchase price is \$1,350,000, subject to customary closing adjustments, plus an amount equal to the value of the saleable inventory at closing purchased by the Company.

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Consideration will be paid as follows:

- Cash of \$600,000
- A vendor take-back promissory note of \$250,000, and
- Common shares (“Consideration Shares”) of the Company with an aggregate value of \$500,000, plus additional Consideration Shares equal to the value of the inventory acquired (net of cash attributable to that inventory).

The number of Consideration Shares will be determined using the greater of (a) the 21-day volume-weighted average trading price on the Exchange before the agreement date, or (b) the minimum price permitted under Exchange policy. All Consideration Shares will be held in escrow under a customary escrow arrangement. The acquisition is expected to close on or around November 30, 2025. The transaction is subject to customary conditions, including Exchange approval, and there is no assurance that it will close as currently proposed.

Management intends to account for this as a business combination under IFRS 3, as control over the acquired business is expected to transfer. Given the timing (after the reporting date), management considers this a non-adjusting event under IAS 10; accordingly, no adjustment has been made to amounts in the Financial Statements.

New lease agreements

In October 2025, the Company entered into a lease agreement for an additional store in Ontario. The lease has a term of five years commencing in November 2025, with payments starting at \$2,011 per month and escalating to \$2,223 per month by the end of the term.

In November 2025, the Company entered into a lease agreement for an additional store in Alberta. The lease has a term of ten years commencing in January 2026, with payments starting at \$4,060 per month and escalating to \$4,365 per month by the end of the term.

As the leases were entered into after the reporting date, they represent non-adjusting subsequent events under IAS 10. The related right-of-use assets and lease liabilities will be recognized under IFRS 16 on the respective lease commencement dates. The calculation of the expected IFRS 16 amounts is still in progress, and an estimate of the financial effect is not practicable at this time.

Upon close of the acquisition described above, the Company will assume six other lease agreements as part of the acquisition. Total future monthly payments under these agreements will be \$10,070, with lease terms expiring between April 2027 and December 2028.

Interest rate reduction

In October 2025, the Canadian Prime rate of interest was reduced by 25 basis points, bringing the prime rate down to 4.45%. As most of the Company’s debt bears interest at variable rates that fluctuate with the Canadian Prime rate, this will lead to interest savings in the future on the existing debt.