

DMG Blockchain Solutions Inc.

Condensed Consolidated Interim Financial Statements

For the three months ended December 31, 2025 and 2024

(Expressed in Canadian Dollars, except as otherwise noted)

(Unaudited)

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DMG Blockchain Solutions Inc.

CONDENSED CONSOLIDATED INTERIM STATEMENTS OF FINANCIAL POSITION

(Expressed in Canadian dollars)

As at	Notes	December 31, 2025 (unaudited) \$	September 30, 2025 (audited) \$
ASSETS			
Current			
Cash and cash equivalents		1,014,749	1,681,448
Amounts receivable	6	3,871,117	4,045,161
Digital currency	5	48,442,743	54,440,600
Prepaid expense and other current assets		338,817	330,077
Marketable securities	8	148,853	479,426
Short-term investments	9	9,116,500	9,116,500
Assets held for sale	10	30,408	30,408
Total current assets		62,963,187	70,123,620
Long-term deposits	12	232,265	138,415
Property and equipment	11	50,315,686	53,450,285
Intangible Assets	13	1,181,414	1,181,414
Long-term investments		45,000	45,000
Amount recoverable	7	7,275,233	7,091,351
Total assets		122,012,785	132,030,085
LIABILITIES AND SHAREHOLDERS' EQUITY			
Current			
Trade and other payables	14	7,098,894	6,370,626
Deferred revenue		34,253	-
Current portion of lease liability	15	96,572	106,619
Current portion of loans payable	16	16,192,423	10,885,374
Total current liabilities		23,422,142	17,362,619
Long-term lease liability	15	63,227	78,296
Total liabilities		23,485,369	17,440,915
Shareholders' Equity			
Share capital	17(a)	121,833,826	121,210,082
Reserves	17(b-d)	56,087,841	56,316,695
Accumulated other comprehensive income (loss)		17,790,211	32,056,444
Accumulated deficit		(97,184,462)	(94,994,051)
Total shareholders' equity		98,527,416	114,589,170
Total liabilities and shareholders' equity		122,012,785	132,030,085

Commitments and contingencies

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Approved on Behalf of the Board of Directors on February 25, 2026.

/s/ John D. Abouchar
Director

/s/ Sheldon Bennett
Director

DMG Blockchain Solutions Inc.

CONDENSED CONSOLIDATED INTERIM STATEMENTS OF LOSS AND COMPREHENSIVE LOSS

(Expressed in Canadian dollars) (Unaudited)

	Notes	Three months ended December 31,	
		2025 \$	2024 \$
Revenue	19	11,174,149	11,632,825
Expenses			
Operating and maintenance costs	20(a)	6,711,491	6,679,843
General and administrative	20(b)	1,926,237	1,836,679
Stock-based compensation		586,158	678,528
Research		589,022	553,964
Bad debt recovery	6	(1,971)	(4,743)
Depreciation	11	3,476,359	4,349,470
Total expenses		13,287,296	14,093,741
Operating loss before other items		(2,113,147)	(2,460,916)
Other income (expense)			
Interest and other income	7	183,881	164,302
Provision of sales tax receivable		(486,716)	(307,739)
Foreign exchange gain (loss)		250,441	(909,389)
Unrealized gain on revaluation of digital currency		-	28,083
Realized gain on sale of digital currency	5	38,218	301,809
Gain (loss) on change in fair value of marketable securities	8	(63,088)	43,030
Net loss		(2,190,411)	(3,103,001)
Other comprehensive income (loss)			
Items that may be reclassified subsequently to income or loss:			
Unrealized revaluation gain (loss) on digital currency	5	(14,266,834)	15,319,443
Cumulative translation adjustment		602	(31,412)
Net loss and comprehensive income (loss)		(16,456,643)	12,185,030
Basic and diluted loss per share		(0.01)	(0.02)
Weighted average number of shares outstanding - basic and diluted		205,325,900	185,799,634

DMG Blockchain Solutions Inc.CONDENSED CONSOLIDATED INTERIM STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY
(Expressed in Canadian dollars, except for number of shares) (Unaudited)

	<u>Share capital</u>		Share-based Compensation Reserve	Obligation to Issue Shares	Accumulated Deficit	Accumulated Other Comprehensive Income	Total
	Number of shares	Amount					
		\$	\$	\$	\$	\$	\$
Balance, September 30, 2024	170,500,933	113,086,455	45,853,100	-	(84,726,082)	10,448,614	84,662,087
Share-based compensation expense recognized	-	-	678,528	-	-	-	678,528
Units issued for cash	32,556,500	9,326,175	7,928,770	-	-	-	17,254,945
Share issuance costs	-	(2,343,101)	772,226	-	-	-	(1,570,875)
Shares issued on exercise of options	184,585	257,209	(196,296)	-	-	-	60,913
Unrealized gain on digital currency revaluation	-	-	-	-	-	15,319,443	15,319,443
Net loss for the period	-	-	-	-	(3,103,001)	-	(3,103,001)
Other comprehensive loss for the period	-	-	-	-	-	(31,412)	(31,412)
Balance, December 31, 2024	203,242,018	120,326,738	55,036,328	-	(87,829,083)	25,736,645	113,270,628
Balance, September 30, 2025	205,142,949	121,210,082	56,316,696	-	(94,994,051)	32,056,443	114,589,170
Share-based compensation expense recognized	-	-	586,158	-	-	-	586,158
Shares issued on exercise of options	187,930	121,908	(56,513)	-	-	-	65,395
Shares issued on vesting of RSU's	1,023,344	501,836	(758,500)	-	-	-	(256,664)
Unrealized loss on digital currency revaluation	-	-	-	-	-	(14,266,834)	(14,266,834)
Net loss for the period	-	-	-	-	(2,190,411)	-	(2,190,411)
Other comprehensive income for the period	-	-	-	-	-	602	602
Balance, December 31, 2025	206,354,223	121,833,826	56,087,841	-	(97,184,462)	17,790,211	98,527,416

DMG Blockchain Solutions Inc.

CONDENSED CONSOLIDATED INTERIM STATEMENTS OF CASH FLOWS

(Expressed in Canadian dollars) (Unaudited)

	For the three months ended	
	December 31, 2025	December 31, 2024
OPERATING ACTIVITIES		
Net loss for the year	(2,190,411)	(3,103,001)
Non-cash items:		
Accretion	2,613	1,867
Depreciation	3,476,359	4,349,472
Share-based payments	586,158	678,528
Unrealized gain on revaluation of digital currency	-	(28,083)
Unrealized foreign exchange loss (gain)	(307,390)	926,984
Gain on disposal of assets	-	-
Unrealized loss (gain) on marketable securities	63,088	(43,030)
Impairment of non-current assets	-	(37,819)
Provision of sales tax receivable	486,716	307,739
Bad debt recovery	(1,971)	(4,743)
Digital currency related revenue	(9,508,663)	(11,266,187)
Digital currency sold	1,276,204	7,305,976
Realized gain on sale of digital currency	(38,218)	(301,809)
Non-cash interest income	(183,881)	(164,302)
Accrued interest	277,865	329,604
Changes in non-cash operating working capital:		
Prepaid expenses and other current assets	(8,740)	(65,745)
Amounts receivable	(310,701)	(101,051)
Deferred revenue	34,253	7,355
Trade and other payables	728,268	(1,523,145)
Net cash used in operating activities	(5,618,451)	(2,731,390)
INVESTING ACTIVITIES		
Purchase of property and equipment	(341,904)	(343,976)
Purchase of intangible assets	-	(276,040)
Proceeds on sale of marketable securities	267,485	-
Deposits on mining equipment	(93,850)	(9,554,087)
Net cash used in investing activities	(168,269)	(15,233,278)
FINANCING ACTIVITIES		
Proceeds from issuance of share capital	-	17,254,945
Share issuance costs	-	(1,570,875)
Proceeds from option exercises	65,395	60,913
Tax remittances on shares issued from vested RSU's	(256,664)	-
Principal lease payments	(27,730)	(15,356)
Repayment of loans payable	-	(1,000,000)
Proceeds from secured loan	5,339,020	5,829,013
Net cash provided by financing activities	5,120,021	20,558,640
Impact of currency translation on cash	-	501
Change in cash	(666,699)	2,593,972
Cash, beginning of year	1,681,448	1,679,060
Cash, end of period	1,014,749	4,273,533

DMG Blockchain Solutions Inc.
Notes to the Condensed Consolidated Interim Financial Statements
For the Three Months Ended December 31, 2025 and 2024
(Expressed in Canadian Dollars, except where indicated) (Unaudited)

1. NATURE OF OPERATIONS

DMG Blockchain Solutions Inc. (the “Company”) was incorporated under the provisions of the British Columbia Business Corporations Act on April 18, 2011. The Company’s head office and principal place of business is 4193 104 Street, Delta, B.C. V4K3N3. The Company is a sustainably focused, vertically integrated blockchain and data center technology company that mines bitcoin as well as develops, operates and manages end-to-end digital solutions to monetize the blockchain and artificial intelligence (AI) compute ecosystems. Focusing on its strategy and vision for blockchain and AI technologies, the Company strives to maximize the value it creates from all of its assets – from its Christina Lake, British Columbia-based data center facility, which includes its own substation, to its Systemic Trust Company subsidiary and Blockseer software platform, along with the continued strategic investments the Company has made and continues to make. The Company’s shares are listed on the TSX-V under the symbol DMGI.

2. BASIS OF PRESENTATION

a) Statement of compliance

These unaudited condensed consolidated interim financial statements have been prepared in accordance with IAS 34, Interim Financial Reporting of the International Financial Reporting Standards (“IFRS”) as issued by the International Accounting Standards Board (“IASB”) and follow the same accounting policies and methods of application as the Company’s September 30, 2025, consolidated audited financial statements. These condensed consolidated interim financial statements do not contain all of the information required for full annual financial statements. Accordingly, they should be read in conjunction with the Company’s most recent annual financial statements.

These consolidated financial statements were approved for issue by DMG’s board of directors on February 25, 2026.

b) Basis of consolidation

These consolidated interim financial statements include the accounts of the Company and its subsidiaries. Subsidiaries are entities controlled by the Company. The financial transactions of subsidiaries are included in the financial statements from the date control is obtained. Control occurs when the Company is exposed to, or has right to, variable returns from its involvement with an investee and has the ability to affect those returns through its power over the investee. Intercompany balances, transactions, income, and expense are eliminated and gains or losses on intercompany transactions are eliminated. The accounting policies of subsidiaries are the same as those of the Company.

Principal subsidiaries	Percentage ownership		Country of incorporation
	December 31, 2025	September 30, 2025	
1141559 BC Ltd.	100%	100%	Canada
1132517 BC Ltd.	100%	100%	Canada
1300036 BC Ltd.	100%	100%	Canada
2399760 Alberta Ltd.	100%	100%	Canada
2564400 Alberta Ltd.	100%	100%	Canada
Systemic Trust Company Ltd.	100%	100%	Canada
DMG Blockchain Services Inc.	100%	100%	United States

During the year ended September 30, 2025, the Company completed a legal restructuring resulting in the dissolution of its wholly- owned subsidiaries, DMG-US and Datient, Inc. Their respective accounting and tax balances were transferred and merged into DMG Blockchain Services Inc., another wholly-owned subsidiary of the Company. This internal reorganization did not result in a material change to the Company’s consolidated financial position or results of operations.

c) Basis of measurement

These condensed consolidated interim financial statements have been prepared on a historical cost basis except for certain financial assets and liabilities, and digital currency measured at fair value. In addition, these consolidated financial statements have been prepared using the accrual basis of accounting except for cash flow information.

The functional currency of the Company and its Canadian subsidiaries is the Canadian dollar. The functional currency of DMG Blockchain Services Inc. is the US dollar, which is determined to be the currency of the primary economic environment in which the subsidiaries operate. The presentation currency used in preparation of these consolidated financial statements is the Canadian dollar.

DMG Blockchain Solutions Inc.
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(Expressed in Canadian Dollars, except where indicated) (Unaudited)

2. BASIS OF PRESENTATION (continued)

c) *Basis of measurement (continued)*

Transactions in currencies other than the functional currency are recorded at the rates of exchange prevailing on the dates of the transactions. At each financial position reporting date, monetary assets and liabilities and non-monetary assets and liabilities carried at fair value that are denominated in foreign currencies are translated at the rates prevailing at the date of the statement of financial position. Non-monetary items that are measured in terms of historical cost in a foreign currency are not retranslated.

Subsidiaries that have functional currencies other than the Canadian dollar translate their statement of operations items at the average rate during the year. Assets and liabilities are translated at exchange rates prevailing at the end of each reporting period. Exchange rate variations resulting from the retranslation at the closing rate of the net investment in these subsidiaries, together with differences between their statement of loss and comprehensive loss items translated at actual and average rates, are recognized in accumulated other comprehensive income (loss). On disposition or partial disposition of a foreign operation, the cumulative amount of related exchange difference is recognized in the statement of operations.

d) *Adoption of new and revised IFRS standards*

While there have been no new IFRS Accounting Standards that have come into force as of October 1, 2024, the Company has adopted all Amendments issued by the IASB that are relevant to its operations and are effective for accounting periods that begin on or after January 1, 2024. The adoption of these amendments did not have any material impact on the disclosures or amounts reported in these consolidated financial statements.

e) *Future IFRS pronouncements and amendments*

New IFRS pronouncements that have been issued but are not yet effective at the date of these financial statements are listed below. These amendments will be applied in the annual period for which they are first required.

IFRS Sustainability Disclosure Standards

The International Sustainability Standards Board (“ISSB”) of the IFRS Foundation has published IFRS S1 ‘General Requirements for Disclosure of Sustainability-related Financial Information’ and IFRS S2 ‘Climate-related Disclosures’. The objective of IFRS S1 and S2 is to require an entity to disclose information about its sustainability and climate related risks and opportunities that is useful to primary users of general purpose financial reports in making decisions relating to providing resources to the entity.

Both Standards are effective for fiscal years beginning January 1, 2024, but certain transitional reliefs are available. The ISSB has confirmed that industry-specific disclosures are required and, in the absence of specific IFRS Sustainability Disclosure Standards, companies must consider the Sustainability Accounting Standards Board (“SASB”) Standards to identify sustainability-related risks, opportunities and appropriate metrics. The Company is currently evaluating the impact of these reporting requirements.

In March of 2024, the Canadian Sustainability Standards Board (“CSSB”) proposed two exposure drafts on Canadian Sustainability Disclosure Standard (“CSDS”) 1, General Requirements for Disclosure of Sustainability-related Financial Information and CSDS 2, Climate-related Disclosures. These exposure drafts align with IFRS S1 and S2 global baselines, with modifications to align with Canadian-specific needs which include:

- extending the earliest voluntary adoptions dates for CSDS 1 and CSDS 2 from January 1, 2024, to January 1, 2025;
- extending the proposed transition relief for disclosures beyond climate-related risks and opportunities from one year granted by the ISSB to two years. This means entities that voluntarily adopt the CSSB standards on January 1, 2025, will be required to disclose information on all sustainability-related risks and opportunities from the reporting period beginning on or after January 1, 2027; and
- extending the proposed transition relief for disclosure of Scope 3 greenhouse gas (GHG) emissions from one year granted by the ISSB to two years. This means entities that voluntarily adopt the CSSB on January 1, 2025, will be required to disclose Scope 3 GHG emissions from the reporting period beginning on or after January 1, 2027.

DMG Blockchain Solutions Inc.
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2. BASIS OF PRESENTATION (continued)

e) Future IFRS pronouncements and amendments (continued)

IFRS 18 - Presentation and Disclosure in Financial Statements

On April 9, 2024, the IASB issued IFRS 18 Presentation and Disclosure in Financial Statements to improve reporting of financial performance. IFRS 18 replaces IAS 1 Presentation of Financial Statements. It carries forward many requirements from IAS 1 unchanged.

The new Accounting Standard introduces significant changes to the structure of a company's income statement, more discipline and transparency in presentation of management's own performance measures (commonly referred to as 'non-GAAP measures') and less aggregation of items into large, single numbers. The main impacts of the new Accounting Standard include:

- introducing a newly defined 'operating profit' subtotal and a requirement for all income and expenses to be allocated between three new distinct categories based on a company's main business activities (i.e. operating, investing and financing);
- requiring disclosure about management performance measures (MPMs); and
- adding new principles for aggregation and disaggregation of information.

IFRS 18 applies for annual reporting periods beginning on or after January 1, 2027. Earlier application is permitted. The extent of the impact of adoption of this new IFRS pronouncement has not yet been determined and the Company has not determined if it would adopt the standard early.

There are no other IFRS or International Financial Reporting Interpretations Committee interpretations that are not yet effective or early adopted that are expected to have a material impact on the Company.

3. MATERIAL ACCOUNTING POLICY INFORMATION

The accounting policies followed by the Company are set out in Note 3 to the audited consolidated financial statements for the year ended September 30, 2025 and have been consistently followed in the preparation of these condensed consolidated interim financial statements.

4. USE OF JUDGEMENTS AND ESTIMATES

In preparing these condensed consolidated interim financial statements, management has made judgements, estimates and assumptions that affect the applicability of the Company's accounting policies and the reported amount of assets, liabilities, income and expenses. Actual results may differ from these estimates. Management reviews these estimates and underlying assumptions on an ongoing basis, based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. Revisions to estimates are adjusted prospectively in the period in which the estimates are revised. In preparing these condensed consolidated interim financial statements, the significant estimates and critical judgements were the same as those applied to the annual consolidated financial statements as at and for the year ended September 30, 2025.

5. DIGITAL CURRENCY

At December 31, 2025 and September 30, 2025, the Company held digital currency in the form of bitcoin. Bitcoin is recorded at its fair value on the date it is received and is revalued at its current market value at each reporting date. Fair value is determined by taking the closing price listed on an average of quoted prices on multiple digital currency exchanges at the relevant dates.

The continuity of digital currency is as follows:

	Units	\$
Balance, September 30, 2024	386.72	\$ 34,327,703
Digital currency received from mining	344.21	46,177,819
Digital currency sold	(388.57)	(47,738,825)
Digital currency revaluation (net of tax)	-	21,671,555
Exchange differences	-	2,348
Balance, September 30, 2025	342.36	\$ 54,440,600
Digital currency received from mining	68.54	9,508,663
Digital currency sold	(8.00)	(1,237,986)
Digital currency revaluation (net of tax)	-	(14,266,834)
Exchange differences	-	(1,700)
Balance, December 31, 2025	402.90	\$ 48,442,743

Management revalued the Company's digital currency on December 31, 2025, using prevailing fair market prices. The revalued carrying amount of the digital currency at December 31, 2025 is \$48,442,743 (September 30, 2025 - \$54,440,600). The digital currency revaluation surplus balance included in accumulated other comprehensive income is \$17,697,969 at December 31, 2025 (September 30, 2025 - \$31,964,803).

DMG Blockchain Solutions Inc.
Notes to the Condensed Consolidated Interim Financial Statements
For the Three Months Ended December 31, 2025 and 2024
(Expressed in Canadian Dollars, except where indicated) (Unaudited)

5. DIGITAL CURRENCY (Continued)

During the year ended September 30, 2023, the Company's custodian Prime Trust was placed into receivership by the state of Nevada, which ordered the custodian to cease all activities. As at September 30, 2025, the Company held 45.34 ETH and 49.01 BTC held in digital currency with Prime Trust valued at \$102,735 and \$1,739,534 respectively. At the time of the order, the Company had also placed trades for 8.2378 BTC valued at \$335,089 that were not completed due to the ceasing of activities; these amounts have been included in other receivables (Note 6).

Management assessed the recoverability of these amounts based on current available information. Due to the nature of the assets, BTC is expected to be returned in full as depositor property. As at September 30, 2023, due to the uncertainty around ETH and non depositor property, the balance of ETH of \$102,735 has been impaired to \$Nil and an allowance of \$335,089 was recorded to bad debt expense that related to the placed trades that did not complete.

During the year ended September 30, 2024, management reassessed the recoverability of the BTC as there is uncertainty around the treatment of depositor versus estate property. Management estimates that approximately 75% of the value of the estate property will be recoverable. Estate property is repaid in cash based on the value of holdings on the petition date of August 14, 2023. As such, the Company recorded an impairment of \$345,160 and reclassified the remaining balance of \$1,446,691 to amounts receivable. There was no change to the assessment of ETH and incomplete trades during the year ended September 30, 2025.

As at December 31, 2025 the Company had 210.45 BTC (September 30, 2025 – 210.45 BTC) deposited and pledged as collateral against a credit facility with Sygnum Bank (Note 16).

6. AMOUNTS RECEIVABLE

The Company's amounts receivable is as follows:

	December 31 2025	September 30, 2025
Trade receivables	\$ 156,976	\$ 230,415
Sales tax recoverable	1,918,939	1,958,901
Other receivables	401,970	464,584
Receivable from Prime Trust (Note 5)	1,446,691	1,446,691
Provision for doubtful accounts	(53,459)	(55,430)
	\$ 3,871,117	\$ 4,045,161

The following is the continuity of the Company's expected credit loss movement:

	December 31, 2025	September 30, 2025
Opening balance	\$ 55,430	\$ 60,409
Bad debt recovery related to trade receivables	(1,971)	(4,979)
	\$ 53,459	\$ 55,430

During the three months ended December 31, 2025, the Company recorded a net recovery of provision for doubtful accounts of \$1,971 (September 30, 2025 – net recovery of \$4,979).

During fiscal 2025, it was determined that a further provision of \$1,498,432 (September 30, 2024 - \$896,205) was required to be expensed, resulting in a net sales taxes recoverable of \$1,958,901 (September 30, 2024 - 3,012,598). There was no change to management's assessment of this balance during the three months ended December 31, 2025.

Included in other receivables are accrued interest receivables of \$64,160 (September 30, 2025 - \$136,579) on GIC investments and \$118,920 of remaining proceeds on the sale of marketable securities (note 8). This interest is received upon the maturity of the investments (Note 9).

DMG Blockchain Solutions Inc.
Notes to the Condensed Consolidated Interim Financial Statements
For the Three Months Ended December 31, 2025 and 2024
(Expressed in Canadian Dollars, except where indicated) (Unaudited)

7. AMOUNT RECOVERABLE

	December 31, 2025	September 30, 2025
Amortized Cost		
Opening balance	\$ 7,823,307	\$ 7,823,307
Ending balance	\$ 7,823,307	\$ 7,823,307
Expected Credit Losses		
Opening balance	\$ 731,956	\$ 1,416,845
Interest income	(183,881)	(684,889)
Loss on modification	-	-
	\$ 548,075	\$ 731,956
Net Amount Recoverable	\$ 7,275,233	\$ 7,091,351

During 2021, the Company advanced \$12,606,000 for the purchase of miners. On June 4, 2021, the Company received a refund of \$3,532,331 and 21 bitcoin (applied at \$1,250,362) and was informed that the miners could not be delivered under the agreement. At September 30, 202 the amount remaining to be repaid was \$7,823,307 and this amount remains outstanding.

During the year-ended September 30, 2025, management determined that the anticipated resolution of the legal proceedings relating to the outstanding amount would be delayed. Despite the delay, management's position on the ultimate recoverability of the outstanding balance remains consistent. The amount recoverable continued to be recorded at amortized cost using an effective interest rate of 10.20% and interest revenue of \$684,889 was recognized in the consolidated statement of loss and comprehensive loss for the year ended September 30, 2025. During the three months ended December 31, 2025, interest revenue of \$183,881 was recorded. Management continues to treat the recoverable balance as a long-term receivable due to the uncertainty surrounding the timing of the payment and collection.

8. MARKETABLE SECURITIES

Marketable securities are recorded at their fair value at the end of each reporting period. The fair values of the common shares of publicly traded companies have been directly referenced to published price quotations in an active market. The continuity of the Company's marketable securities is as follows:

	December 31, 2025	September 30, 2025
Fair value, opening	\$ 479,426	\$ 316,803
Disposal of INX shares	(172,000)	-
Gain (loss) on fair value change of marketable securities	(158,573)	162,623
Fair value, closing	\$ 148,853	\$ 479,426

As at December 31, 2025, the Company held 12,094 (September 30, 2025 - 12,094) common shares of Marathon Digital Holdings, Inc. ("Marathon"). During the three months ended December 31, 2025, the Company's 800,000 shares in INX Ltd. ("INX") were sold in a takeover transaction, resulting in proceeds of \$267,486 and a gain of \$95,485. Of the proceeds, \$118,920 is included in other receivables (note 6) and is expected to be received in December 2026. The combined loss for the quarter on Marathon and INX was \$63,088.

9. SHORT-TERM INVESTMENT

On December 12, 2024, the Company purchased a Guaranteed Investment Certificate ("GIC") issued by ATB Financial for \$5,516,500 at an interest rate of 2.25% which matures on December 12, 2025. The GIC is pledged against a letter of guarantee at an interest rate of 2.05% which expires on December 17, 2025. This GIC was renewed at a rate of 1.55% until December 17, 2026.

On March 17, 2025, the Company purchased a Guaranteed Investment Certificate ("GIC") issued by ATB Financial for \$1,600,000 at an interest rate of 2.25% which matures on March 12, 2026. The GIC is pledged against a letter of guarantee at an interest rate of 2.05% which expires on March 12, 2026.

On May 9, 2025, the Company purchased a Guaranteed Investment Certificate ("GIC") issued by ATB Financial for \$2,000,000 at an interest rate of 2.25% which matures on May 8, 2026.

Interest income on GIC investments is accrued and recognized in other receivables (Note 6), and is received upon the maturity of the investments.

10. ASSETS HELD FOR SALE

During the year ending September 30, 2025, the Company reclassified \$30,408 of mining equipment as held for sale to optimize operations and reallocate resources. The sale is expected to be completed within fiscal 2026, and the proceeds will be reinvested in the business to enhance operational efficiency and for other corporate purposes.

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11. PROPERTY AND EQUIPMENT

COST	Land	Construction in Progress	Power Substation	Data Centre	Computer & Mining Equipment	Furniture & Other Equipment	Motor Vehicle	Right of Use Assets	Total
	\$	\$	\$	\$	\$	\$	\$	\$	\$
As at September 30, 2024	2,341,569	4,777,054	3,859,399	14,477,991	92,998,405	426,596	12,747	187,389	119,081,150
Additions	-	9,832,688	871	685,210	8,759,211	7,565	-	168,194	19,453,739
Disposals	-	(375,907)	-	(157,413)	(12,883,844)	(478)	-	-	(13,417,642)
Reclassification from CIP	-	(2,819,601)	-	2,834,655	-	6,310	-	(21,364)	-
As at September 30, 2025	2,341,569	11,414,234	3,860,270	17,840,443	88,873,772	439,993	12,747	334,219	125,117,247
Additions	-	194,249	-	28,980	106,253	12,116	-	306	341,904
Disposals	-	-	-	-	(579)	-	-	-	(579)
Reclassification from CIP	-	(720,000)	-	719,889	-	111	-	-	-
As at December 31, 2025	2,341,569	10,888,483	3,860,270	18,589,312	88,979,446	452,220	12,747	334,525	125,458,572
ACCUMULATED DEPRECIATION									
As at September 30, 2024	-	-	856,109	4,542,500	59,653,609	164,726	8,563	56,665	65,282,172
Depreciation	-	-	117,982	972,868	16,161,197	50,019	1,096	95,302	17,398,464
Disposals	-	-	-	-	(11,013,637)	(37)	-	-	(11,013,674)
Reclassification	-	-	-	12,818	-	-	-	(12,818)	-
As at September 30, 2025	-	-	974,091	5,528,186	64,801,169	214,708	9,659	139,149	71,666,962
Depreciation	-	-	28,766	244,631	3,164,295	15,789	226	22,652	3,476,359
Disposals	-	-	-	-	(435)	-	-	-	(435)
Reclassification	-	-	-	-	-	-	-	-	-
As at December 31, 2025	-	-	1,002,857	5,772,817	67,965,029	230,497	9,885	161,801	75,142,886
NET BOOK VALUE									
As at September 30, 2025	2,341,569	11,414,234	2,886,179	12,312,257	24,072,603	225,285	3,088	195,070	53,450,285
As at December 31, 2025	2,341,569	10,888,483	2,857,413	12,816,495	21,014,417	221,723	2,862	172,724	50,315,686

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12. LONG-TERM DEPOSITS

	December 31, 2025	September 30, 2025
Security deposits	\$ 58,071	\$ 58,071
Deposits on mining equipment and data infrastructure	174,194	80,344
	\$ 232,265	\$ 138,415

On December 18, 2018, the Company entered into an agreement under which \$2,202,605 was paid as a security deposit for the provision of utilities, interest bearing at approximately 3%. As at September 30, 2025, \$50,930 (September 30, 2025 - \$50,930) of these funds still remain and are included in security deposits. The remaining security deposits are for various lease and vendor agreements, which will be repaid at the end of each agreement and are non-interest bearing. No expected credit losses have been recorded against the deposits, as management believes that the deposits are held by large reputable companies and there should be no issues recovering deposits when they become due.

The Company has currently outstanding \$174,194 (September 30, 2025 - \$80,344) related to the purchase of miners.

13. INTANGIBLE ASSETS

The Company's intangible asset consists of the following of a custodian license associated with Systemic Trust Company Ltd., with a cost of \$905,374, and Reactor.xyz, a software solution, purchased for \$276,040.

14. TRADE AND OTHER PAYABLES

Trade and other payables are comprised of the following:

	December 31, 2025	September 30, 2025
Trade payables and accrued liabilities	\$ 6,570,910	\$ 5,932,086
Trade payables and accrued liabilities - related parties (Note 19)	284,759	266,221
Provincial sales taxes payable	99,775	28,869
Legal expense accrual	136,374	136,374
Refundable customer deposits on contracts	7,076	7,076
	\$ 7,098,894	\$ 6,370,626

15. LEASES

The Company leases certain assets under lease agreements. The lease liability consists of leases for office space, vehicles and equipment. The leases bear interest of ranging from 5.09% to 29.28% per annum and expiry dates for these leases range from November 2026 to January 2028. The related lease liability was measured at the present value of the remaining lease payments discounted using an incremental borrowing rate of that date.

At December 31, 2025 and 2024, the Company's lease liability is as follows:

Lease liability	December 31, 2025	September 30, 2025
Current portion	\$ 96,572	\$ 106,619
Long-term portion	63,227	78,296
	\$ 159,799	\$ 184,915

At December 31, 2025 and 2024, the Company is committed to minimum undiscounted lease payments as follows:

Maturity analysis	December 31, 2025	September 30, 2025
Less than one year	\$ 102,581	\$ 111,742
One to five years	65,021	83,321
	\$ 167,602	\$ 195,063

Recognized in the consolidated statements of loss and comprehensive loss are \$2,595 in interest on lease liabilities (included in general and administrative expenses) (Three months ended December 31, 2024 - \$1,867). Recognized in the statement of cash flows are principal payments on lease liabilities of \$27,730 (Three months ended December 31, 2024 - \$15,356).

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16. LOANS PAYABLE

	Carrying value
Balance, September 30, 2024	\$ 13,928,462
Repayment of principal	(12,736,223)
Loan proceeds	8,250,388
Accrued interest	1,255,409
Foreign exchange gain	187,338
As at September 30, 2025	\$ 10,885,374
Loan proceeds	5,339,020
Accrued interest	277,865
Foreign exchange gain	(309,835)
As at December 31, 2025	\$ 16,192,423
Current portion	\$ 16,192,423
Long-term portion	\$ -

During the three months ended December 31, 2025, the Company incurred interest expense of \$277,865 (three months ended December 31, 2024 - \$340,094) which is recorded as finance costs under general and administrative expenses.

The current portion of the carrying amount represents the total deferred transaction costs that will be accreted over the following 12 months.

Polyphase Capital promissory note

On February 13, 2019, the Company issued a promissory note in the amount of \$291,881 to Polyphase Capital LLC. The promissory note bears no interest and is unsecured. The repayment of the note is dependent on the receipt of a Goods and Services Tax (GST) refund of the same amount by the Company on behalf of Polyphase Capital LLC from the Canada Revenue Agency.

Sygnum loan payable

On January 30, 2024, the Company entered into a loan agreement with Sygnum Bank AG (“Sygnum”) for a Lombard loan of up to \$9,000,000 USD. For an indefinite term, the loan is interest bearing at 7.8%. On July 7, 2024, the interest rate was increased to 8.5% and total loan facility increased to a maximum of \$19,000,000 USD. The loan is secured by the Company’s digital currency assets, specifically 210.45 BTC (September 30, 2025 – 210.45 BTC), which are pledged and deposited with Sygnum. Because the collateral is subject to fluctuations in value, the Company may be required to provide additional collateral in order to restore the security margin on the loan.

As at December 31, 2025, \$15,900,542 (\$11,613,017 USD) (September 30, 2025, \$10,593,493 (\$7,609,722 USD)) of the loan was outstanding.

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17. SHARE CAPITAL AND RESERVES

a. Share capital

Authorized: unlimited Class A common shares without par value, and unlimited Class B preferred shares without par value.

Share capital activity for the three months ended December 31, 2025

During the three months ended December 31, 2025, the Company issued 1,023,344 common shares in connection with the vesting of previously granted restricted units. As a result, \$758,500 has been reclassified from share-based payment reserve to share capital.

During the three months ended December 31, 2025, the Company issued and 187,930 common shares in connection with the exercise of stock options for proceeds of \$65,396. As a result, \$56,513,815,013 has been reclassified from share-based payment reserve to share capital.

Share capital activity for the three months ended December 30, 2024

On November 19, 2024, the Company closed a prospectus offering for 32,556,500 units for gross proceeds of \$17,254,945. Each unit consists of one common share and one warrant. Each warrant is exercisable at \$0.65 until November 19, 2029. These warrants have a relative fair value of \$7,928,770 determined using the Black Scholes Option Pricing Model with the following inputs: i) exercise price: \$0.65; ii) share price \$0.465; iii) term: 5 years; iv) volatility: 133%; v) discount rate: 3.12%.

In connection with the financing, the Company incurred finders' fees of \$1,035,297, legal and other fees of \$535,578 and issued 1,953,390 warrants to its underwriters. The underwriters' warrant are exercisable into one common share at \$0.65 until November 19, 2029. These warrants have a fair value of \$772,226 determined using the Black Scholes Option Pricing Model with the following inputs: i) exercise price: \$0.65; ii) share price \$0.465; iii) term: 5 years; iv) volatility: 133%; v) discount rate: 3.12%.

During the three months ended December 31, 2024, the Company issued 184,585 common shares in connection with the exercise of stock options for proceeds of \$60,913. As a result, \$196,296 has been reclassified from share-based payment reserve to share capital.

b. Stock options

Stock option activity for the three months ended December 31, 2025

On October 27, 2025, the Company granted 188,170 stock options to employees. The options are exercisable at \$0.53 per option expiring on October 27, 2030. These options had a fair value of \$0.43 per option using the Black Scholes model with the following inputs: i) exercise price: \$0.53; ii) share price: \$0.515; iii) term: 5.00 years; iv) volatility: 121%; v) risk free rate: 2.56%. The options vest 25% on each of the following: April 27, 2026, October 27, 2026, April 27, 2027, and October 27, 2027. A portion of the vested value of these options was included in share-based compensation and reserves for the three months ended December 31, 2025.

Stock option activity for the three months ended December 31, 2024

On December 23, 2024, the Company granted 424,680 stock options to employees, and an officer of the Company. The options are exercisable at \$0.38 per option expiring on December 23, 2029. These options had a fair value of \$0.322 per option using the Black Scholes model with the following inputs: i) exercise price: \$0.38; ii) share price: \$0.37; iii) term: 5.00 years; iv) volatility: 133%; v) risk free rate: 3.01%. The options vest 25% on each of the following: June 23, 2025, December 23, 2025, June 23, 2026, and December 23, 2026. A portion of the vested value of these options was included in share-based compensation and reserves for the three months ended December 31, 2025.

The Black-Scholes model utilized the following inputs to value the options granted:

	December 31, 2025	December 31, 2024
Risk free interest rate	2.56%	3.01%
Expected term (years)	5	5
Expected volatility	121%	133%
Expected dividends	0%	0%

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17. SHARE CAPITAL AND RESERVES (Continued)

The following table discloses the weighted average exercise price and life remaining:

	Outstanding & exercisable	Weighted average exercise price	Weighted average life remaining
Balance, September 30, 2024	14,063,853	\$0.48	3.27
Issued	1,054,520	\$0.30	
Expired	(1,537,125)	\$1.19	
Exercised	(184,585)	\$0.33	
Cancelled / Forfeited	(158,853)	\$0.35	
As at September 30, 2025	13,237,810	\$0.38	2.84
Issued	188,170	\$0.53	
Exercised	(187,930)	\$0.35	
Cancelled / Forfeited	(8,250)	\$0.51	
As at December 31, 2025	13,229,800	\$0.39	2.84

c. *Warrants*

There was no warrant activity for the three months ended December 31, 2025

Warrant activity for the three months ended December 31, 2024

On November 19, 2024, the Company issued 34,509,890 warrants, the details of which are outlined in Share capital, above.

The following table discloses the number of warrants outstanding as at December 31, 2025:

Number of warrants	Exercise price per share	Expiry Date
34,509,890	\$0.65	November 19, 2029

d. *Restricted Share Units ("RSUs")*

Restricted share unit activity for the three months ended December 31, 2025

On October 27, 2025, the Company granted 1,250,000 RSUs to officers and directors of the Company. The RSUs fully vest on October 27, 2026, and had a grant date fair value of \$0.53.

On December 23, 2025, 2,050,000 previously granted RSUs vested and 1,023,344 shares were issued.

Restricted share unit activity for the three months ended December 31, 2024

On December 23, 2024, the Company granted 2,050,000 RSUs to officers and directors of the Company. The RSUs fully vest on December 23, 2025, and had a grant date fair value of \$0.37.

The following table discloses the number of RSUs outstanding as at December 31, 2025:

Number of RSUs	Grant Date Fair Value	Vesting Date
1,050,000	\$0.23	April 1, 2026
1,275,000	\$0.28	July 2, 2026
1,250,000	\$0.53	October 27, 2026
3,575,000		

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18. RELATED PARTY TRANSACTION AND BALANCES

a. Key management compensation and other related party transactions

Key management includes personnel having the authority and responsibility for planning, directing, and controlling the Company and includes the directors and current executive officers. The value of transactions and outstanding balances relating to key management and entities over which key management has control or significant influence were as follows:

	For the three months ended December 31,	
	2025	2024
Salaries, wages, and benefits	\$ 309,697	\$ 197,506
Consulting services	114,008	114,925
Share-based compensation	521,073	620,953
	\$ 944,778	\$ 933,384

b. Related party balances

As at December 31, 2025, \$284,759 (September 30, 2025 – \$302,877) was owed to key management for outstanding salaries, wages and benefits, and consulting services and included in trade and other payables.

19. REVENUE

The Company's revenue is comprised of the following:

	For the three months ended December 31,	
	2025	2024
Digital currency mining	\$ 9,508,663	\$ 11,266,187
Mining equipment hosting and setup service	111,955	170,490
Other	1,553,531	196,148
	\$ 11,174,149	\$ 11,632,825

During the three months ended December 31, 2025, the Company was awarded a \$1.5 million energy efficiency incentive related to the deployment of hydro direct liquid cooled (DLC) server technology at its Christina Lake data center facility.

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20. EXPENSES

a. Operating and Maintenance Costs

The Company's operating and maintenance costs are comprised of the following:

For the three months ended December 31,

	2025	2024
Utilities	\$ 5,905,877	\$ 5,976,639
Hosting fees	374,670	462,918
Wages, contractors, and other	430,944	240,286
	\$ 6,711,491	\$ 6,679,843

b. General and Administrative

The Company's general and administrative costs are comprised of the following:

For the three months ended December 31,

	2025	2024
Consulting	\$ 547,756	\$ 312,684
General and administrative office expenses	28,189	18,832
Marketing, investor and public relations	21,420	10,336
Interest and bank charges	344,599	465,788
Insurance	43,780	37,375
Travel and entertainment	30,588	36,291
Professional fees	401,393	386,868
Regulatory and filing	32,644	59,250
Wages	475,868	509,256
	\$ 1,926,237	\$ 1,836,680

c. Research

Research costs incurred comprised of salaries of software developers involved in the research of existing and new crypto currency related tools and services.

21. CAPITAL MANAGEMENT

The Company's objectives when managing capital are to safeguard its ability to continue operating as a going concern, so that it can provide returns for shareholders and benefits for other stakeholders. The Company considers the items included in equity as capital. The Company manages the capital structure and adjusts it in response to changes in economic conditions and the risk characteristics of the underlying assets. The Company's primary objective with respect to its capital management is to ensure that it has sufficient cash resources to identify and evaluate potential acquisitions and business opportunities for the Company. To secure the additional capital necessary to pursue these plans, the Company may raise additional funds through equity or debt financing.

Systemic Trust Company Ltd. is required by the Minister of Finance of Alberta to maintain a minimum regulatory "capital base", as defined by the Province of Alberta's Loan and Trust Corporations Regulation, subject to a maximum of \$10,000,000, that is equal to the greater of \$2,000,000 or 0.50 per cent of assets under custody up to \$1,000,000,000 plus 0.2 per cent of assets under custody over 1,000,000,000, in accordance with the calculation methodology approved by the Alberta Superintendent of Financial Institutions. The minimum required regulatory capital base for the year ending September 30, 2025, based on the calculation methodology and assets under custody, was the minimum regulatory capital base of \$2,000,000. Systemic Trust Company Ltd. was in compliance with this minimum regulatory capital base requirement throughout the period and at year-end.

22. FINANCIAL INSTRUMENTS AND DIGITAL CURRENCY

a. Fair values of financial instruments and digital currency measured at fair value on a recurring basis

The Company determines the estimated fair value of its financial instruments and digital currency based on appropriate valuation methodologies; however, considerable judgement is required to develop these estimates. The fair values of the Company's financial instruments and digital currency are not materially different from their carrying value

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22. FINANCIAL INSTRUMENTS AND DIGITAL CURRENCY (Continued)

a) Fair values of financial instruments and digital currency measured at fair value on a recurring basis (Continued)

Financial instruments and digital currency that are measured subsequent to initial recognition at fair value are grouped in levels 1 to 3 of the fair value hierarchy based on the degree to which inputs used in measuring fair value is observable:

- Level 1 – quoted prices (unadjusted) in active markets for identical assets or liabilities;
- Level 2 – inputs other than quoted prices included in level 1 that are observable for the asset or liability, either directly (i.e., as prices) or indirectly (i.e., derived from prices); and
- Level 3 – inputs for the asset or liability that are not based on observable market data (unobservable inputs).

The level within which the financial asset or financial liability is classified is determined based on the lowest level of significant input to the fair value measurement. The Company's cash, short-term investments and marketable securities are categorized as Level 1. The long-term investments and convertible debentures in unlisted private companies are measured using Level 3 inputs based on prices in recent financings. Digital currency is measured using Level 2 inputs where the source represents an average of quoted prices on multiple digital currency exchanges. No financial instruments or digital currency have been transferred between levels during the year.

	Level 1	Level 2	Level 3	Total
December 31, 2025				
Short-term investments	\$ 9,116,500	\$ -	\$ -	\$ 9,116,500
Marketable securities	\$ 148,853	\$ -	\$ -	\$ 148,853
Digital currency	\$ -	\$ 48,442,743	\$ -	\$ 48,442,743
Long-term investments	\$ -	\$ -	\$ 45,000	\$ 45,000
September 30, 2025				
Short-term investments	\$ 9,116,500	\$ -	\$ -	\$ 9,116,500
Marketable securities	\$ 479,426	\$ -	\$ -	\$ 479,426
Digital currency	\$ -	\$ 54,440,600	\$ -	\$ 54,440,600
Long-term investments	\$ -	\$ -	\$ 45,000	\$ 45,000

b) Management of Industry and Financial Risk

The Company's financial instruments and digital currency are exposed to certain financial risks, which include the following:

Digital Currency Risk

The Company relies on transaction validation services using equipment to earn digital currency. A decline in the market prices of digital currency could negatively impact the profitability of equipment. The digital asset mining industry has seen rapid growth and innovation, and the Company may be unable to compete effectively. Innovation in technologies could render the Company's technology obsolete.

Digital currency prices are affected by various forces including global supply and demand, interest rates, exchange rates, inflation or deflation and the global political and economic conditions. The profitability of the Company is directly related to the current and future market price of digital currency. The Company may not be able to liquidate its digital currency at its desired price if required. Digital currency has a limited history, their fair values have historically been volatile and the value of digital currency held by the Company could decline rapidly. A 40% variance in price of digital currency would impact the Company's comprehensive net loss by \$21,776,000 (September 30, 2024 - \$13,731,000) respectively (rounded to the nearest thousand). Historical performance of digital currency is not indicative of their future performance.

Credit Risk

Credit risk is the risk of loss due to the counterparty's inability to meet its obligations. The Company has exposure to credit risk through its cash and cash equivalents, short-term investments, amounts receivable, amount recoverable, and long-term deposits. The Company manages credit risk, in respect of cash and cash equivalents and marketable securities, by maintaining the majority of cash at highly rated financial institutions.

The Company records an allowance against its trade receivables when there is uncertainty over collection of this amount. All balances due are expected to be settled partially or in full when due (typically within 60 days of submission) and because of the nature of the counterparties. The Company is not exposed to significant credit risk with respect to its trade accounts receivable balance.

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22. FINANCIAL INSTRUMENTS AND DIGITAL CURRENCY (continued)

b) Management of Industry and Financial Risk (continued)

The Company's maximum exposure to credit risk at the end of any period is equal to the carrying amount of these financial assets as recorded in the consolidated statements of financial position. See Note 9 for description of assets held as collateral.

The Company's aging of trade receivables was as follows:

	December 31, 2025	September 30, 2025
Current	\$ 1,320	\$ -
31 - 60 days	810	42,844
61 - 90 days	-	32,540
91+ days	154,846	155,031
	\$ 156,976	\$ 230,415

Liquidity Risk

Liquidity risk is the risk that the Company will encounter difficulties in meeting obligations when they become due. As at December 31, 2025, the Company has working capital of \$39,541,045 (September 30, 2025 - \$52,761,001) and does not require any additional financing to meet short-term operating requirements. The Company's cash is held with large Canadian financial institutions and is available on demand. If there are additional cash requirements, the Company has the option to liquidate digital currency to meet operating needs. Digital currency is subject to fluctuations in the market price of digital currency. The current value of these assets as at December 31, 2025 is \$48,442,743 (September 30, 2025 - \$54,440,600). In the event where the Company cannot rely upon the liquidation of digital currency to meet operating needs, the Company will have to explore debt financing opportunities of which there is no guarantee of the receipt of funds to cover operations.

For the period ended, December 31, 2025:

	Within 1 Year	1 to 2 Years	2 to 5 Years	More than 5 Years
Trade payables and accrued liabilities	\$ 7,098,895	\$ -	\$ -	\$ -
Lease obligations	102,581	65,021	-	-
Loan payable	16,192,423	-	-	-
	\$ 23,393,899	\$ 65,021	\$ -	\$ -

For the period ended, September 30, 2025:

	Within 1 Year	1 to 2 Years	2 to 5 Years	More than 5 Years
Trade payables and accrued liabilities	\$ 6,370,626	\$ -	\$ -	\$ -
Principal portion of lease obligations	111,742	66,036	17,285	-
Loan payable	10,885,374	-	-	-
	\$ 17,367,742	\$ 66,036	\$ 17,285	\$ -

Market Risk

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises three types of risk: currency risk, interest rate risk and price risk. These are discussed further below.

Interest Rate Risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Company is not exposed to significant interest rate risk relating to its loans payable and accounts payable. The interest rate on the loans payable is fixed, and the accounts payable are not subject to any interest. A 10% change in the interest rate would not result in a nominal impact on the Company's operations.

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22. FINANCIAL INSTRUMENTS AND DIGITAL CURRENCY (continued)

b) Management of Industry and Financial Risk (continued)

Foreign Currency Risk

Currency risk relates to the risk that the fair values or future cash flows of the Company's financial instruments and digital currency will fluctuate because of changes in foreign exchange rates. In addition, the Company mines bitcoin which has a market value stated in US dollars. Exchange rate fluctuations affect the costs that the Company incurs in its operations.

The Company's presentation currency is the Canadian dollar and major purchases are transacted in US dollars. As the Company operates in an international environment, some of the Company's financial instruments and transactions are denominated in currencies other than the entity's functional currency. The fluctuation in foreign currencies in relation to the Canadian dollar will consequently impact the profitability of the Company and may also affect the value of the Company's assets and liabilities and the amount of shareholders' equity. At September 30, 2025, the Company held net financial assets of \$458,393 (September 30, 2024 - assets of \$954,134) denominated in USD \$329,281 (September 30, 2024 - USD \$706,818). A 10% change in the foreign exchange rate would result in a change in the net income for the period of approximately \$46,000 (September 30, 2024 - \$96,000) (rounded to the nearest thousand).

Price Risk

Price risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate due to changes in market prices, other than those arising from interest rate risk or foreign currency risk. The Company is exposed to price risk through its holding of digital currency. As at September 30, 2025, the Company held bitcoin which has a limited history and historically prices have been volatile. A significant change to the price of bitcoin may affect the Company's ability to liquidate digital currency. A 40% variance in price of these digital currency would impact the Company's comprehensive net loss by \$21,776,000 (September 30, 2024 - \$13,731,000) (rounded to the nearest thousand). The Company is not exposed to any other significant price risks with respect to its financial instruments other than its marketable securities and long-term investment which are measured at fair value totaling \$524,426 (September 30, 2024 - \$361,803). A 20% change in the market price would result in a change in the net loss for the period of approximately \$105,000 (September 30, 2024 - \$73,000) (rounded to the nearest thousand).

23. COMMITMENTS AND CONTINGENCIES

On November 4, 2025, the Company announced that it had signed a letter of agreement to acquire a 27,600 square-foot facility on eight acres of land in Boardman, Oregon. The property includes access to 3.75MW of power with the potential to expand through ongoing discussions with the local utility. On February 6, 2026, the Company withdrew timing guidance and emphasized that there is no certainty that the acquisition will be completed.

In the normal conduct of operations, there are other pending claims by and against the Company. Litigation is subject to many uncertainties, and the outcome of individual matters is not predictable with assurance. In the opinion of management, based on the advice and information provided by its legal counsel, the final determination of these other litigations will not materially affect the Company's financial position or results of operations.

24. SUPPLEMENTAL CASH FLOW INFORMATION

This note provides supplemental information about the Company's cash flow for the fiscal year. The amounts detail non-cash transactions and other significant items that do not involve actual cash flow but are essential for understanding the company's financial position.

	December 31, 2025	December 31, 2024
Receipt of equipment purchased through deposits in the prior period	\$ 68,945	\$ 149,839
Interest paid	\$ -	\$ 63,630
Interest income	\$ 124,121	\$ 328,604