



**BIGG DIGITAL ASSETS INC.**

**Condensed Consolidated Interim Financial Statements  
For the Nine Months ended September 30, 2025 and 2024**

**(Unaudited)**

**(Expressed in Canadian dollars)**

### **NOTICE TO READER**

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

The accompanying unaudited condensed consolidated interim financial statements of BIGG Digital Assets Inc. as at September 30, 2025 and 2024, notes to unaudited condensed consolidated interim financial statements and related Management's Discussion and Analysis have been prepared by and are the responsibility of management.

The Company's independent auditor has not performed a review of these interim financial statements in accordance with the standards established by the CPA Canada for a review of interim financial statements by an entity's auditor.

**BIGG DIGITAL ASSETS INC.**  
**CONDENSED CONSOLIDATED INTERIM STATEMENTS OF FINANCIAL POSITION**  
Expressed in Canadian dollars



As at	Note	September 30, 2025 <i>(Unaudited)</i>	December 31, 2024 <i>(Audited)</i>
<b>ASSETS</b>			
<b>Current</b>			
Cash and cash equivalents		\$ 8,180,462	\$ 6,250,905
Restricted cash	4	12,538,646	16,224,212
Accounts and other receivables		5,474,694	1,733,444
Digital currency inventory	5	238,197,428	198,342,209
Prepays		619,496	617,262
<b>Total current assets</b>		<b>265,010,726</b>	<b>223,168,032</b>
Digital currencies	6	2,191,418	5,745,208
Investments	7	278,419	346,981
Financial asset	8	727,511	-
Investment tax credits receivable		-	696,550
Intangible assets	9	212,300	347,239
Goodwill	9	1,071,851	1,071,851
Right-of-use asset	10	21,288	36,295
Equipment	12	131,542	256,295
<b>Total assets</b>		<b>\$ 269,645,055</b>	<b>\$ 231,668,451</b>
<b>LIABILITIES AND EQUITY</b>			
<b>Current liabilities</b>			
Accounts payable and accrued liabilities	13, 15	\$ 5,812,273	\$ 3,424,294
Contract liability		660,170	844,482
Customer deposits – cash		12,456,146	16,141,712
Customer deposits – digital currency		227,048,470	185,222,834
Lease liability	11	21,491	19,696
Provision	18	8,781,620	8,455,745
<b>Total current liabilities</b>		<b>254,780,170</b>	<b>214,108,763</b>
<b>Non-Current liabilities</b>			
Lease liability	11	9,931	25,858
<b>Total liabilities</b>		<b>254,790,101</b>	<b>214,134,621</b>
<b>Equity</b>			
Share capital	14	121,146,395	121,146,397
Equity reserves	14	17,516,084	17,244,770
Accumulated other comprehensive income		3,606,038	4,236,328
Deficit		(127,413,563)	(125,093,665)
Equity attributable to BIGG Digital Assets Inc.		14,849,238	17,533,830
Non-controlling interests	19	5,716	-
<b>Total equity</b>		<b>14,854,954</b>	<b>17,533,830</b>
<b>Total liabilities and equity</b>		<b>\$ 269,645,055</b>	<b>\$ 231,668,451</b>

Going Concern [note 1]

Contingent liabilities and provisions [note 18]

On behalf of the Board:

“Lance Morginn”

Director

“Kim Evans”

Director

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

**BIGG DIGITAL ASSETS INC.**  
**CONDENSED CONSOLIDATED INTERIM STATEMENTS OF**  
**COMPREHENSIVE INCOME (LOSS)**  
**(Unaudited)**  
**Expressed in Canadian dollars**



	Notes	Three months ended		Nine months ended	
		Sept 30, 2025	Sept 30, 2024	Sept 30, 2025	Sept 30, 2024
<b>Revenue</b>					
Subscription revenue		\$ 449,102	\$ 345,095	\$ 1,396,998	\$ 963,906
Service revenue		112,727	66,285	335,127	194,313
Transaction revenue	5	2,726,471	1,743,100	8,186,225	6,864,355
Metaverse studio and advisory revenue		-	(27,002)	118,768	205,033
		<b>3,288,300</b>	<b>2,127,478</b>	<b>10,037,118</b>	<b>8,227,607</b>
<b>Cost of sales</b>					
		<b>55,476</b>	<b>59,834</b>	<b>255,652</b>	<b>293,424</b>
		<b>3,232,824</b>	<b>2,067,644</b>	<b>9,781,466</b>	<b>7,934,183</b>
<b>Expenses</b>					
Advertising and promotion		182,627	228,877	597,135	697,913
Amortization and depreciation	9,10,12	77,456	90,927	248,448	285,300
Bad debt (recovery)		(3,938)	17,732	25,729	45,042
Business operations expense		179,488	113,705	441,951	632,466
Consulting		223,011	119,207	411,990	364,427
Director's fees	15	27,967	31,139	81,967	88,353
Office and administration		972,345	3,316,494	3,058,572	5,617,673
Professional fees		561,889	672,771	1,575,343	1,622,587
Regulatory and listing fees		38,961	80,865	100,385	145,683
Research and development		532,758	732,863	2,288,862	1,991,617
Share-based compensation	15	189,952	35,226	231,394	393,217
Shareholder communications		9,700	8,820	47,903	74,832
Travel		13,087	44,254	36,903	55,780
Wages and benefits	15	1,785,918	2,216,205	5,955,744	6,959,966
<b>Loss from operating activities</b>		<b>(1,558,397)</b>	<b>(5,641,441)</b>	<b>(5,320,860)</b>	<b>(11,040,673)</b>
<b>Other Income (Expenses)</b>					
Interest income		59,080	107,736	239,304	319,514
Provision for GST assessment	18	(135,623)	-	(325,875)	-
Foreign exchange gain (loss)		137,055	4,713	(49,122)	262,141
Gain (loss) on sale of digital currencies		358,798	(18)	1,203,380	(21)
Gain on sale of equity investment	7	-	-	151,392	-
Gain on sale of digital currency inventory		1,911,687	30,272	2,305,401	775,454
Unrealized gain (loss) on investments	7	-	(858)	-	4,290
Unrealized gain on derivative financial asset	8	15,483	-	22,511	-
Unrealized gain (loss) on digital currencies		243	(13,346)	(1,269)	(226,632)
Unrealized gain (loss) on digital currency inventory		628,607	(474,191)	(468,835)	1,699,546
Impairment of intangible assets	9	(843)	(20,343)	(49,726)	(126,023)
Other		-	(213)	-	(498)
<b>Income (loss) before income taxes</b>		<b>\$ 1,416,090</b>	<b>\$ (6,007,689)</b>	<b>\$ (2,293,699)</b>	<b>\$ (8,332,902)</b>
Tax (expense) recovery		198	(6,089,370)	(26,199)	(6,093,487)
<b>Net income (loss) for the period</b>		<b>\$ 1,416,288</b>	<b>\$ (12,097,059)</b>	<b>\$ (2,319,898)</b>	<b>\$ (14,426,389)</b>
<b>Net (loss) income attributable to:</b>					
BIGG Digital Assets Inc.		1,416,288	(12,097,059)	(2,314,182)	(14,426,389)
Non-controlling interests	19	-	-	(5,716)	-
<b>Basic and diluted loss per common share</b>		<b>\$ (0.00)</b>	<b>\$ (0.03)</b>	<b>\$ (0.01)</b>	<b>\$ (0.04)</b>
<b>Weighted average number of common shares outstanding</b>		<b>355,780,820</b>	<b>355,577,559</b>	<b>355,780,820</b>	<b>346,530,506</b>

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

**BIGG DIGITAL ASSETS INC.**  
**CONDENSED CONSOLIDATED INTERIM STATEMENTS OF**  
**COMPREHENSIVE INCOME (LOSS)**  
**(Unaudited)**  
**Expressed in Canadian dollars**



	<b>Three months ended</b>		<b>Nine months ended</b>	
	<b>Sept 30, 2025</b>	<b>Sept 30, 2024</b>	<b>Sept 30, 2025</b>	<b>Sept 30, 2024</b>
<b>Net income (loss) for the period</b>	<b>\$ 1,416,288</b>	<b>\$ (12,097,059)</b>	<b>\$ (2,319,898)</b>	<b>\$ (14,426,389)</b>
<b>Other comprehensive income (loss)</b>				
<i>Items that will not be reclassified to profit or loss</i>				
Unrealized gain (loss) on digital currencies	<b>(132,900)</b>	<b>(9,739)</b>	<b>(688,052)</b>	<b>476,057</b>
<i>Item that may be reclassified to profit or loss</i>				
Currency translation adjustment	<b>(72,925)</b>	<b>(46,172)</b>	<b>57,762</b>	<b>(19,281)</b>
<b>Other comprehensive income (loss) for the period</b>	<b>(205,825)</b>	<b>(55,911)</b>	<b>(630,290)</b>	<b>456,776</b>
<b>Comprehensive income (loss) for the period</b>	<b>\$ 1,210,463</b>	<b>\$ (12,152,970)</b>	<b>\$ (2,950,188)</b>	<b>\$(13,969,613)</b>

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**BIGG DIGITAL ASSETS INC.**  
**CONDENSED CONSOLIDATED INTERIM STATEMENTS OF CHANGES IN EQUITY**  
**(Unaudited)**  
**Expressed in Canadian dollars**



	Share capital		Equity Reserves	Revaluation Reserve	Cumulative Translation Adjustment	Deficit	Total
	Number of Shares	Amount					
<b>Balance at December 31, 2023</b>	319,298,939	\$ 113,629,497	\$ 16,167,651	\$ 2,034,282	\$ (28,589)	\$ (99,263,994)	\$ 32,538,847
Shares issued for private placement, net of costs	33,333,333	5,918,346	1,384,574	-	-	-	7,302,920
Shares issued on option exercises	3,148,548	1,601,574	(729,922)	-	-	-	871,652
Share issue costs	-	(2,929)	-	-	-	-	(2,929)
Share-based compensation	-	-	393,217	-	-	-	393,217
Loss for the period	-	-	-	-	-	(14,426,389)	(14,426,389)
Other comprehensive income	-	-	-	476,057	(19,281)	-	456,776
<b>Balance at September 30, 2024</b>	<b>355,780,820</b>	<b>\$ 121,146,488</b>	<b>\$ 17,215,520</b>	<b>\$ 2,510,339</b>	<b>\$ (47,870)</b>	<b>\$ (113,690,383)</b>	<b>\$ 27,134,094</b>
<b>Balance at December 31, 2024</b>	355,780,820	\$ 121,146,397	\$ 17,244,770	\$ 4,404,878	\$ (168,550)	\$(125,093,665)	\$ 17,533,830
Share-based compensation	-	-	231,394	-	-	-	231,394
Share-based payments	-	-	39,920	-	-	-	39,920
Share issue costs	-	(2)	-	-	-	-	(2)
Loss for the period	-	-	-	-	-	(2,319,898)	(2,319,898)
Other comprehensive income (loss)	-	-	-	(688,052)	57,762	-	(630,290)
<b>Balance at September 30, 2025</b>	<b>355,780,820</b>	<b>\$ 121,146,395</b>	<b>\$ 17,516,084</b>	<b>\$ 3,716,826</b>	<b>\$ (110,788)</b>	<b>\$(127,413,563)</b>	<b>\$ 14,854,954</b>

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

**BIGG DIGITAL ASSETS INC.**  
**CONDENSED CONSOLIDATED INTERIM STATEMENTS OF CASH FLOWS**  
(Unaudited)  
Expressed in Canadian dollars



	<b>For the Nine Months Ended</b>	
	<b>September 30, 2025</b>	<b>September 30, 2024</b>
<b>CASH FLOWS USED IN OPERATING ACTIVITIES</b>		
Loss for the period	\$ (2,319,898)	\$ (14,426,389)
Restricted cash	3,685,566	(2,282,598)
Items not involving cash		
Amortization and depreciation	248,448	285,300
Income tax expense	26,199	6,093,487
Share-based compensation	231,394	393,217
Share-based payments	39,920	-
Foreign exchange loss (gain)	9,360	(5,460)
Loss (gain) on sale of digital currencies	(1,203,380)	21
Gain on sale of digital currency inventory	(2,305,401)	(775,454)
Gain on sale of investments	(151,392)	-
Unrealized gain on equity investments	-	(4,290)
Unrealized loss on digital currencies	1,269	226,632
Unrealized loss (gain) on digital currency inventory	468,835	(1,699,546)
Unrealized gain on financial asset	(22,511)	-
Impairment of digital land	49,726	126,023
Other	2,572	2,946
Changes in non-cash working capital items:		
Accounts and other receivables	(3,741,250)	(704,307)
Investment tax credits receivable	696,550	-
Prepays	(2,234)	285,126
Accounts payable and accrued liabilities	2,387,979	231,484
Interest and penalties on tax provision	325,875	2,286,731
Contract liability	(184,312)	(26,515)
Customer deposits	38,140,070	19,900,956
Digital currency inventory	(40,000,724)	(20,280,793)
Net cash used in operating activities	<b>(3,617,339)</b>	<b>(10,373,429)</b>
<b>CASH FLOWS USED IN INVESTING ACTIVITIES</b>		
Purchase of equipment	(23,477)	(112,937)
Financial asset acquisition	(705,000)	-
Purchase of intangible assets	-	(4,171)
Purchase of digital currencies	(109,059)	(3,039,825)
Proceeds from sale of digital currencies	4,176,909	-
Proceeds from sale of digital currency inventory	1,982,060	6,948,897
Proceeds from sale of investments	210,594	-
Net cash from investing activities	<b>5,532,027</b>	<b>3,791,964</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Proceeds from issuance of common shares	-	8,174,571
Share issue costs	(2)	(2,929)
Lease payments	(16,704)	(13,506)
Net cash (used in) provided from financing activities	<b>(16,706)</b>	<b>8,158,136</b>
<b>Change in cash for the period</b>	<b>1,897,982</b>	<b>1,576,671</b>
<b>Cash, beginning of period</b>	<b>6,250,905</b>	<b>4,305,178</b>
<b>Effect of foreign exchange on cash</b>	<b>31,575</b>	<b>123,146</b>
<b>Cash, end of period</b>	<b>\$ 8,180,462</b>	<b>\$ 6,004,995</b>

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

## **1. NATURE OF OPERATIONS AND GOING CONCERN**

BIGG Digital Assets Inc. (the “Company” or “BIGG”), was incorporated on October 17, 2014 under the *Business Corporations Act* (British Columbia). The Company’s shares are traded on the TSX Venture Exchange (“TSXV”) under the symbol “BIGG”. The Company’s head office and principal place of business is Suite 220 - 1130 West Pender Street, Vancouver, BC, Canada.

The Company’s principal business activity is investing in companies innovating in the digital assets space. Digital assets are revolutionizing the way we use, store, trade and value assets. BIGG has three operating divisions which provide: blockchain search products to large enterprises with significant data requirements in the financial and ecommerce sectors globally; brokerage and exchange software to make the purchase and sale of cryptocurrency easily accessible to the mass consumer and investor with a focus on compliance and safety; and immersive metaverse experiences.

These unaudited condensed consolidated interim financial statements have been prepared on a going concern basis, which assumes that the Company will realize its assets and discharge its liabilities in the normal course of business. For the period ended September 30, 2025, the Company reports net loss of \$2,319,898, cash used in operations of \$3,617,339 and an accumulated deficit of \$127,413,563.

The Company’s subsidiary Netcoins Inc. has been subject to an ongoing GST/HST audit by the Canada Revenue Agency (“CRA”) in relation to its fiscal 2018 operations. During the financial year ended December 31, 2024, the CRA issued a notice of reassessment in the amount of \$8,455,745, inclusive of interest and penalties. A provision for the reassessed amount has been made as at September 30, 2025 (see Note 18). The Company disputes and is contesting CRA’s reassessment. The Company is pursuing its appeal rights under Canadian federal tax legislation. If the outcome of our appeal is unsuccessful, it will result in the payment of significant taxes, interest charges and penalties, which could have a material adverse effect on the Company’s liquidity, financial position, results of operations and cash flows.

The Company has incurred losses and has had negative cash flows from operations since inception that have primarily been funded through financing activities. The Company continues to rely on financing through equity raises or debt instruments to support its operations and expects to do so until the business operates with sufficient cash flows from operations. Although the Company has been successful in the past in obtaining financing, there is no assurance that it will be able to obtain adequate financing in the future or that such financing will be on terms advantageous to the Company.

Management cannot provide assurance that the Company will achieve profitable operations or become cash flow positive, or raise additional funds via equity issuances or debt instruments. Its ability to continue as a going concern depends upon whether it develops profitable operations and continues to raise adequate financing. These factors indicate a material uncertainty and may cast a significant doubt on the Company’s ability to continue as a going concern. The consolidated financial statements do not reflect the adjustments to the carrying amounts of assets and liabilities and the reported expenses that would be necessary if the Company were unable to realize its assets and settle its liabilities as a going concern in the normal course of operations. Such adjustments could be material.

**2. BASIS OF PRESENTATION**

a) Statement of Compliance

These unaudited condensed consolidated interim financial statements, including comparatives, have been prepared in accordance with International Financial Reporting Standards (“IFRS”), as issued by the International Accounting Standards Board (“IASB”) applicable to the preparation of interim financial statements, including IAS 34, Interim Financial Reporting. As a result, certain disclosures included in the annual financial statements prepared in accordance with IFRS have been condensed or omitted. Accordingly, these condensed consolidated interim financial statements should be read in conjunction with the Company’s audited consolidated annual financial statements for the year ended December 31, 2024. In preparation of these condensed consolidated interim financial statements, the Company has consistently applied the same accounting policies as disclosed in note 3 to the audited consolidated annual financial statements for the year ended December 31, 2024.

These unaudited condensed consolidated interim financial statements were approved by the Board of Directors on November 27, 2025.

b) Basis of Consolidation

These unaudited condensed consolidated interim financial statements include the accounts of the Company and its wholly owned subsidiaries Blockchain Technology Group Inc., 2140 Software Solutions Inc., BitRank Verification Services Inc., Dark Fibre Systems Inc., QLUE Forensic Systems Inc., CFC Digital Inc., BIG Blockchain Intelligence Group Inc., 1208810 B.C. Ltd., Netcoins Inc., NTC Holdings Corp., Netcoins USA, Inc., TerraZero Technologies Inc., TerraZero Technologies US Inc., as well as TerraZero Metaverse LLP (90%). The accounts of the subsidiaries are included in the consolidated financial statements from the date that control commences until the date the control ceases. All significant intercompany transactions and balances have been eliminated upon consolidation.

**3. SUMMARY OF MATERIAL ACCOUNTING POLICIES**

These unaudited condensed consolidated interim financial statements have been prepared in accordance with the accounting policies, critical accounting estimates and judgments adopted in the audited consolidated annual financial statements for the year ended December 31, 2024, except as otherwise noted herein.

**4. RESTRICTED CASH**

	<b>September 30, 2025</b>	<b>December 31, 2024</b>
TD GIC – Visa credit lines	\$ 82,500	\$ 82,500
Customer cash deposits held in trust	12,456,146	16,141,712
	<b>\$ 12,538,646</b>	<b>\$ 16,224,212</b>

At September 30, 2025, the Company held restricted cash of:

- (a) \$82,500 (December 31, 2024 - \$82,500) in a Guaranteed Investment Certificate (GIC), at an interest rate of 2.25% with a maturity date of October 21, 2025, pursuant to a demand operating facility agreement with the Toronto-Dominion Bank, to support Visa credit lines of \$75,000; and
- (b) \$12,456,146 (December 31, 2024 - \$16,141,712) in customer cash deposits, which are held in trust and represent the aggregate customer cash holdings on deposit in the Netcoins App.

**5. DIGITAL CURRENCY INVENTORY**

The Company holds digital currencies as inventory as follows:

	<b>September 30, 2025</b>	<b>December 31, 2024</b>
Bitcoin	\$ 93,380,223	\$ 76,809,733
Ethereum	36,338,238	29,187,528
XRP	75,612,405	59,639,681
USDC	1,525,714	903,341
LTC	4,768,680	1,976,797
XLM	3,926,154	3,322,076
LINK	1,181,506	1,030,277
DOGE	2,059,602	3,153,962
SHIB	1,091,210	1,888,381
SOL	6,397,142	5,971,484
ADA	2,233,407	2,143,715
RENDER	331,931	1,102,802
HBAR	2,085,692	1,682,084
LINK	1,181,506	1,030,277
Other digital currencies	6,084,018	8,500,071
	<b>\$ 238,197,428</b>	<b>\$ 198,342,209</b>

During the period ended September 30, 2025, revenue from digital currency brokerage sales was \$8,121,255 (2024 - \$6,809,035).

During the nine months ended September 30, 2025, the Company offered digital currency inventory staking service to its customers, resulting in net staking revenue of \$64,970 (2024 - \$55,320). As at September 30, 2025, the total digital currency inventory staked, included in digital currency inventory, was \$6,369,367 (2024 - \$3,043,747).

**BIGG DIGITAL ASSETS INC.**  
**NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS**  
Expressed in Canadian dollars  
For the Nine Months ended September 30, 2025



**6. DIGITAL CURRENCIES**

The Company holds digital currencies as investments as follows:

		Bitcoin	Solarcoin	Bitcoin Gold	Bitcoin SV	USDT	USDC	XDC	Other
<b>Balance, December 31, 2023</b>	<b>\$ 1,147,967</b>	<b>16.64</b>	<b>25,916.45</b>	<b>25.20</b>	<b>24.96</b>	<b>21,578.47</b>	<b>-</b>	<b>2,240,275.00</b>	<b>4.30</b>
Digital currencies purchased or received <sup>(i)</sup>	2,802,662	30.08	-	-	-	-	52,780.54	-	-
Traded for cash or digital currencies <sup>(ii)</sup>	(569,691)	(4.00)	-	-	-	(21,578.47)	(41,694.19)	(2,240,275.00)	(4.30)
Used for research and development <sup>(iii)</sup>	(13,377)	(0.02)	-	-	-	-	(8,654.96)	-	-
Gain on sale of digital currencies <sup>(iv)</sup>	196,629	-	-	-	-	-	-	-	-
Revaluation of digital currencies <sup>(iv)</sup>	2,181,018	-	-	-	-	-	-	-	-
<b>Balance, December 31, 2024</b>	<b>\$ 5,745,208</b>	<b>42.70</b>	<b>25,916.45</b>	<b>25.20</b>	<b>24.96</b>	<b>-</b>	<b>2,431.39</b>	<b>-</b>	<b>-</b>
Digital currencies purchased or received <sup>(i)</sup>	109,059	0.05	-	-	-	-	73,806.44	-	-
Traded for cash or digital currencies <sup>(ii)</sup>	(2,968,730)	(28.98)	-	-	-	-	(67,153.54)	-	-
Used for research and development <sup>(iii)</sup>	(762)	(0.00)	-	-	-	-	(84.89)	-	-
Gain on sale of digital currencies <sup>(iv)</sup>	1,203,380	-	-	-	-	-	-	-	-
Revaluation of digital currencies <sup>(iv)</sup>	(1,896,737)	-	-	-	-	-	-	-	-
<b>Balance, September 30, 2025</b>	<b>\$ 2,191,418</b>	<b>13.72</b>	<b>25,916.45</b>	<b>25.20</b>	<b>24.96</b>	<b>-</b>	<b>8,999.40</b>	<b>-</b>	<b>-</b>

- (i) During the period ended September 30, 2025, the Company received 0.05 Bitcoin valued at \$6,360 (2024 – 30.08 Bitcoin valued at \$2,730,427) and received 73,806.44 USDC valued at \$102,699 (2024 – 51,180.54 USDC valued at \$69,946).
- (ii) During the period ended September 30, 2025, the Company exchanged 28.98 Bitcoin valued at \$2,875,022 (2024 – Nil) and 67,153.54 USDC valued at \$93,708 (2024 – 6,165.00 USDC valued at \$8,404) for cash or digital currencies.
- (iii) During the period ended September 30, 2025, the Company used 0.006 BTC valued at \$640 and 84.89 USDC valued at \$122 for research and development purposes. In the prior year, the Company used 0.02 BTC valued at \$1,569.
- (iv) Digital currencies held are revalued each reporting period based on the fair market value of the price of the digital currencies on the reporting date. As at September 30, 2025, a revaluation loss of \$1,896,737 (2024 – gain of \$249,425) was recorded. A gain of \$1,203,380 (2024 – loss of \$21) was realized on disposal of coins, and an unrealized loss of \$1,269 (2024 – \$226,632) was recorded to the condensed consolidated interim statement of comprehensive loss.

## 7. INVESTMENTS

At September 30, 2025 and December 31, 2024, the Company held the following equity investments:

	September 30, 2025			December 31, 2024		
	Shares #	Cost \$	Fair Value \$	Shares #	Cost \$	Fair Value \$
LQwD FinTech Corp.	-	-	-	28,600	100,100	59,202
ZenLedger Inc.	70,062	251,859	278,419	70,062	251,859	287,779
Totals	70,062	251,859	278,419	98,662	351,959	346,981

During the period ended September 30, 2025, the Company:

- sold its 28,600 common shares of LQwD FinTech Corp. (“LQwD”) for gross proceeds of \$210,594 and recorded a realized gain of \$151,392. Immediately prior to disposal the shares were revalued at a fair value of \$212,215; and,
- held a total of 70,062 shares of Series A preferred stock in ZenLedger, Inc. (“ZenLedger”) at a cost of \$251,859 (USD\$199,999). The valuation of the ZenLedger securities, which are unlisted, has been measured using the market approach which was unchanged. During the period ended September 30, 2025, a foreign exchange loss of \$9,360 (2024 - gain of \$5,460) was recorded. ZenLedger, Inc., a US-based company, is a leading cryptocurrency tax platform.

The Company records its investments as FVTPL. During the period ended September 30, 2025, the Company recorded a gain of \$Nil (2024 – \$4,290) on revaluation of its securities to their fair market value.

## 8. FINANCIAL ASSET

On March 31, 2025, the Company invested \$705,000 (USD\$500,000) in APX Inc., a private Canadian-based startup (“APX”) through a Simple Agreement for Future Equity (SAFE). The SAFE is classified as a financial asset at fair value through profit or loss (FVTPL) in accordance with IFRS 9.

The SAFE entitles the Company to receive shares of common stock in APX upon:

- a liquidity event (Change of Control or IPO),
- a next equity financing (minimum USD\$5 million),
- or, in absence of the above, a SAFE expiration conversion on December 31, 2026.

The SAFE includes a pre-money valuation cap of USD\$15 million and a 10% discount rate, which determines the conversion price of equity upon a triggering event.

The instrument does not represent equity interest, nor does it carry fixed payments or maturity. It is considered a derivative financial instrument because its value is contingent on the valuation of APX and specific future events. There is no significant influence over APX.

The SAFE is measured at fair value at each reporting date. As at September 30, 2025, the Company determined the fair value to be \$727,511 (USD\$522,600), reflecting an unrealized gain of \$15,483 since initial recognition. This valuation is based on a probability-weighted scenario approach considering:

- expected timing and likelihood of conversion events
- the pre-money valuation cap and discount rate
- estimated liquidity price and company capitalization
- foreign exchange rate impacts (USD to CAD conversion rate)

The fair value measurement is classified as Level 3 in the IFRS 9 fair value hierarchy due to the use of unobservable inputs.

**9. GOODWILL & INTANGIBLE ASSETS**

	LMS Platform	Netcoins App	Netcoins.com	TerraZero domains	Metaverse Land	Blockchain Intelligence Group domains	Subtotal – Intangible Assets	Goodwill	Total
<b>Cost</b>									
December 31, 2023	129,972	882,000	181,464	299,750	224,009	-	1,717,195	17,087,618	18,804,813
Reallocation to goodwill	-	-	-	-	-	4,171	4,171	-	4,171
Additions through acquisition	-	-	-	-	-	-	-	67,503	67,503
December 31, 2024 and September 30, 2025	129,972	882,000	181,464	299,750	224,009	4,171	1,721,366	17,155,121	18,876,487
<b>Accumulated amortization and impairment</b>									
December 31, 2023	129,972	882,000	95,843	19,643	-	-	1,127,458	-	1,127,458
Additions	-	-	36,387	76,037	-	463	112,887	-	112,887
Impairment	-	-	-	-	133,782	-	133,782	16,083,270	16,217,052
December 31, 2024	129,972	882,000	132,230	95,680	133,782	463	1,374,127	16,083,270	17,457,397
Additions	-	-	27,142	57,027	-	1,043	85,212	-	85,212
Impairment	-	-	-	-	49,727	-	49,727	-	49,727
	129,972	882,000	159,372	152,707	183,508	1,506	1,509,066	16,083,270	17,592,336
December 31, 2024	\$ -	\$ -	\$ 49,234	\$ 204,070	\$ 90,227	\$ 3,708	\$ 347,239	\$ 1,071,851	\$ 1,419,090
September 30, 2025	\$ -	\$ -	\$ 22,092	\$ 147,043	\$ 40,500	\$ 2,665	\$ 212,300	\$ 1,071,851	\$ 1,284,151

Intangible assets

During the year ended December 31, 2019, the Company recognized \$882,000 as an intangible asset comprising the Netcoins App upon the acquisition of Netcoins Inc. The Netcoins App was amortized on a straight-line basis over a period of three years representing the estimated useful life of the intangible asset.

During the year ended December 31, 2021, the Company recognized \$181,464 as an intangible asset, comprising the Netcoins.com domain, acquired from a third-party, which is amortized on a straight-line basis over a period of five years representing the estimated useful life of the intangible asset.

During the year ended December 31, 2023, the Company recognized \$299,750 as intangible assets comprising three domains upon the acquisition of TerraZero. The domains are amortized on a straight-line basis over a period of five years representing the estimated useful life of the intangible assets.

Amortization of intangible assets for the period ended September 30, 2025 was \$85,211 (2023 - \$84,385).

**9. GOODWILL & INTANGIBLE ASSETS (cont'd...)**

Goodwill

Goodwill of \$1,071,851 was recorded in connection with the Netcoins acquisition, attributable to the workforce and the highly specialized nature of the acquired business and is not deductible for tax purposes.

Goodwill of \$16,083,270 was recorded in connection with the TerraZero acquisition, attributable to the workforce and the highly specialized nature of the acquired business and is not deductible for tax purposes.

Goodwill impairment

As at December 31, 2024, the Company performed its annual impairment test on goodwill in accordance with IAS 36 *Impairment of Assets*. Goodwill arose from the acquisition of TerraZero in 2023 and was allocated to the TerraZero CGU, the lowest level at which goodwill is monitored internally.

During the year ended December 31, 2024, the Company recognized a full impairment of goodwill in the amount of \$16,083,270. This was recorded in the consolidated statement of loss under “Other Income (Expenses) – Impairment of intangible assets”.

The recoverable amount of the TerraZero CGU was determined based on value in use, using a discounted cash flow model. The key assumptions were:

- discount rate (pre-tax): 33.5%
- terminal growth rate: 2%
- cash flow forecast period: 5 years based on management budgets.

A number of factors impacted the review of the recoverable amount and resulted, ultimately, in the full impairment of the goodwill:

- given the nascent nature of the industry in which TerraZero operates, there are no comparable, publicly traded companies to support the revenue estimates and assumptions used in the 5 year cash flow forecast;
- TerraZero is a young company, founded in 2021, and does not have significant historical information to support the revenue estimates and assumptions used in the 5-year forecast for Intraverse and associated product development(s);
- TerraZero’s Intraverse platform was in development throughout 2024 and revenue generating activities were virtually non-existent. Intraverse was not completed until the end of June 2025 and, as a result, there is not sufficient examples of contract values to support the revenue estimates and assumptions used in the 5 year cash flow forecast; and
- that the TerraZero acquisition was completed via a share exchange agreement, when the Company’s shares were issued at a higher price than the prevailing market price.

The goodwill was previously allocated to the TerraZero operating segment under IFRS 8. The full impairment of \$16,083,270 was reflected in the segment for the financial year ended December 31, 2024.

**10. RIGHT-OF-USE ASSET**

At September 30, 2025, the right-of-use asset is an office lease, as amended, entered into by the Company commencing March 1, 2021, which terminates on February 28, 2027. The right-of-use asset is amortized over the shorter of the asset’s useful life and the lease term on a straight-line basis.

	<b>Office Operating Lease</b>
Balance at December 31, 2023	\$ 56,556
Depreciation	(20,261)
Balance at December 31, 2024	\$ 36,295
Depreciation	(15,007)
Balance at September 30, 2025	\$ 21,288

## 11. LEASE LIABILITIES

The lease liability is measured at the present value of the lease payments and discounted using the Company's incremental borrowing rate of 8%. Lease liabilities are recorded as follows:

	<b>Office Operating</b>
	<b>Lease</b>
Balance at December 31, 2023	\$ 58,567
Lease payments	(16,572)
Interest expense on lease liability	3,559
Balance at December 31, 2024	\$ 45,554
Lease payments	(16,704)
Interest expense on lease liability	2,572
Balance at September 30, 2025	\$ 31,422
Current	\$ 21,491
Non-current	\$ 9,931

## 12. EQUIPMENT

<b>Cost</b>	<b>Total</b>
<b>Balance at December 31, 2023</b>	<b>\$ 1,811,716</b>
Additions	123,071
Disposals	(4,888)
<b>Balance at December 31, 2024</b>	<b>\$ 1,929,900</b>
Additions	23,477
Disposals	(1,614)
<b>Balance at September 30, 2025</b>	<b>\$ 1,951,763</b>
<b>Accumulated depreciation</b>	
<b>Balance at December 31, 2023</b>	<b>\$ 1,442,654</b>
Disposals	(1,887)
Depreciation for the year	232,838
<b>Balance at December 31, 2024</b>	<b>\$ 1,673,605</b>
Disposals	(1,614)
Depreciation for the year	148,230
<b>Balance at September 30, 2025</b>	<b>\$ 1,820,221</b>
<b>Carrying amounts</b>	
<b>At December 31, 2024</b>	<b>\$ 256,295</b>
<b>At September 30, 2025</b>	<b>\$ 131,542</b>

## 13. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

	<b>September 30, 2025</b>	<b>December 31, 2024</b>
Accounts payable	\$ 4,050,594	\$ 1,706,276
Accrued liabilities	1,162,785	1,319,238
Payroll liabilities	598,894	398,780
	<b>\$ 5,812,273</b>	<b>\$ 3,424,294</b>

At September 30, 2025, accounts payable include trade payables of \$1,193,233 (December 31, 2024 - \$782,913) and amounts due to Netcoins' liquidity partners of \$2,857,361 (December 31, 2024 - \$923,363). All amounts are incurred in the normal course of business.

## 14. SHARE CAPITAL

### Authorized share capital

Unlimited number of common shares and preferred shares, without par value

### Share Issuances

#### 2025

During the period ended September 30, 2025, the Company did not issue any shares.

#### 2024

During the period ended September 30, 2024, the Company:

- (i) issued an aggregate 3,148,548 common shares upon the exercise of options for gross proceeds of \$871,652; and,
- (ii) closed a private placement offering for gross aggregate proceeds of \$8,000,000. A total of 33,333,333 units were issued at a price of \$0.24, with each unit comprising one common share and one share purchase warrant. Each warrant entitles the holder thereof to acquire one additional common share of the Company at a price of \$0.30 for a period of five years from closing of the offering. A.G.P. Canada Investments ULC (“AGP”), the sole agent and bookrunner, received cash fees of \$529,396, reimbursement of related expenses of \$54,054 and 2,151,166 compensation warrants (each, a “Broker Warrant”). Each Broker Warrant entitles AGP to purchase a common share of the Company at a price of \$0.30 for a period of five years. The Broker Warrants were valued at \$384,574 and credited to reserves-share based. Fair value was determined using the Black-Scholes valuation model, based on a risk free interest rate of 3.47%, an expected life of five years, an expected volatility of 133.43% and a dividend rate of nil.

### Share purchase warrants

The Company may issue share purchase warrants to acquire its common shares either in combination with share offerings, or on a stand-alone basis to its consultants and advisors. The terms of warrants issued are determined by the Company’s Board of Directors.

Share purchase warrant transactions are summarized for the nine months ended September 30, 2025 and year ended December 31, 2024.

	For the Nine Months Ended September 30, 2025		For the Year Ended December 31, 2024	
	Number of Warrants	Weighted Average Exercise Price	Number of Warrants	Weighted Average Exercise Price
Opening balance	39,564,075	\$ 0.32	4,079,576	\$ 0.46
Issued	-	0.30	35,484,499	0.30
Expired	(2,026,320)	0.51	-	-
Ending balance	37,537,755	\$ 0.31	39,564,075	\$ 0.32
Warrants exercisable	37,537,755	\$ 0.31	39,564,075	\$ 0.32

As at September 30, 2025 and December 31, 2024, the following share purchase warrants were outstanding:

	Expiry Date	Exercise Price	Spet 30, 2025		December 31, 2024		Weighted Average Remaining Contractual Life
			Number Outstanding	Number Exercisable	Number Outstanding	Number Exercisable	
Warrants	February 8, 2025	\$ 0.53	-	-	1,688,600	1,688,600	0.00 years
Warrants	March 1, 2025	\$ 0.41	-	-	337,720	337,720	0.00 years
Warrants	October 31, 2025	\$ 0.41	422,150	422,150	422,150	422,150	0.08 years
Warrants	March 12, 2029	\$ 0.30	33,333,333	33,333,333	33,333,333	33,333,333	3.45 years
Broker warrants	March 12, 2029	\$ 0.30	2,151,166	2,151,166	2,151,166	2,151,166	3.45 years
Warrants	June 21, 2033	\$ 0.41	1,631,106	1,631,106	1,631,106	1,631,106	7.73 years
			37,537,755	37,537,755	39,564,075	39,564,075	

**14. SHARE CAPITAL (cont'd...)**

**Stock options**

The Company adopted an omnibus equity incentive plan (the “Plan”) which provides that the Board of Directors of the Company may from time to time, in its discretion, grant to directors, officers, employees and consultants to the Company, non-transferable options to purchase common shares, provided that the number of common shares reserved for issuance will not exceed 10% of the issued and outstanding common shares. Such options will be exercisable for a period of up to ten years from the date of grant. Vesting terms will be determined at the time of grant by the Board of Directors.

Stock option transactions are summarized for the nine months ended September 30, 2025 and year ended December 31, 2024.

	For the Nine Months Ended September 30, 2025		For the Year ended December 31, 2024	
	Number of Options	Weighted Average Exercise Price	Number of Options	Weighted Average Exercise Price
Opening balance	19,791,926	\$ 0.53	30,459,338	\$ 0.52
Granted	6,425,000	0.15	-	-
Exercised	-	-	(3,148,548)	0.28
Expired	(833,180)	0.35	(6,224,646)	0.68
Forfeited/cancelled	(169,750)	0.30	(1,294,218)	0.32
Ending balance	25,213,996	\$ 0.44	19,791,926	\$ 0.53
Options exercisable	18,803,496	\$ 0.53	18,452,426	\$ 0.55

Weighted Average Exercise Price	Expiry Date	Number Outstanding	Number Exercisable	Weighted Average Remaining Contractual Life
\$ 0.75	February 5, 2026	2,670,000	2,670,000	0.35 years
\$ 1.75	March 3, 2026	525,000	525,000	0.42 years
\$ 3.00	April 22, 2026	65,000	65,000	0.56 years
\$ 1.40	July 13, 2026	1,420,000	1,420,000	0.78 years
\$ 1.60	November 2, 2026	440,000	440,000	1.09 years
\$ 0.09	November 12, 2026	1,477,525	1,477,525	1.12 years
\$ 0.24	January 28, 2027	1,173,577	1,173,577	1.33 years
\$ 0.50	June 8, 2027	1,340,000	1,340,000	1.69 years
\$ 0.41	June 8, 2027	1,139,805	1,139,805	1.69 years
\$ 0.45	September 1, 2027	520,000	520,000	1.92 years
\$ 0.32	January 18, 2028	3,030,000	3,030,000	2.30 years
\$ 0.41	March 17, 2028	616,339	616,339	2.46 years
\$ 0.30	December 4, 2028	4,371,750	3,886,250	3.18 years
\$ 0.15	July 29, 2030	6,425,000	500,000	4.83 years
		25,213,996	18,803,496	

**Share-based compensation**

During the nine month period ended September 30, 2025, the Company recorded share-based compensation totaling \$271,314 (2024 - \$393,217) as follows:

- \$271,314 in relation to stock options, of which \$231,394 (2024 - \$373,944) was expensed as share-based compensation in operations and \$39,920 (2024 - \$Nil) was recorded as consulting expense; and,
- Nil (2024 - \$19,273) related to the vesting of warrants issued pursuant to a business combination.

**14. SHARE CAPITAL (cont'd...)**

**Share-based compensation (cont'd...)**

The fair value of stock options was estimated on the measurement date using the Black-Scholes option-pricing model and amortized over the vesting period of the underlying options. The assumptions used to calculate the fair value were as follows:

	<b>For the Period Ended September 30, 2025</b>	<b>For the Year Ended December 31, 2024</b>
Share price at measurement date	\$0.115	\$0.225 to \$0.31
Risk-free interest rate	3.03%	2.80 to 4.30%
Exercise price	\$0.15	\$0.09 to \$0.41
Expected life of options	5 years	3.31 to 5 years
Expected volatility	117%	133 - 139%
Forfeiture rate	12%	12%
Dividend yield	Nil	Nil

**Escrowed shares**

As at the date of the TerraZero acquisition, 39,148,287 common shares of the Company were subject to an escrow and voting trust agreement dated August 25, 2023, pursuant to which 3,568,755 shares were released upon closing of the TerraZero acquisition with the remaining escrowed shares scheduled to be released over a period of 24 months, as follows:

	2023			2024			2025	Total escrow
	Oct 28	Nov 28	Dec 28	Jan 28	Mar 28	Sept 28	Mar 28	
	2,077,160	2,077,160	2,077,160	2,077,161	7,936,415	7,936,422	5,699,027	5,699,027
								35,579,532

At September 30, 2025, a total of 35,579,532 (2024 – 24,181,478) common shares had been released from escrow and nil (2024 – 11,398,054) common shares remained in escrow.

**15. RELATED PARTY TRANSACTIONS**

**Key Management Compensation**

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

	<b>For the Nine Months Ended September 30,</b>	
	<b>2025</b>	<b>2024</b>
Director's fees	\$ 83,901	\$ 88,353
Consulting	14,000	14,700
Wages and benefits	1,417,510	1,630,517
Share-based compensation	107,846	92,448
<b>Total</b>	<b>\$ 1,623,257</b>	<b>\$ 1,826,018</b>
Accounts payable due to related parties	\$ 74,850	\$ 148,226

As at September 30, 2025 and 2024, the following deposits were held by key management personnel:

	<b>For the Nine Months Ended September 30,</b>	
	<b>2025</b>	<b>2024</b>
Deposits held on Netcoins App	\$ 948,405	\$ 668,121
Digital currencies held in trust by a director of the Company	-	88,577

**16. FINANCIAL INSTRUMENTS AND RISK MANAGEMENT**

All financial and non-financial assets and liabilities measured or disclosed at fair value are categorized into one of three fair value hierarchy levels in accordance with IFRS.

The fair value hierarchy is based on the transparency of inputs to the valuation of an asset or liability as of the measurement date. In certain cases, the inputs used to measure fair value may fall within different levels of the fair value hierarchy. For disclosure purposes, the level in the hierarchy within which an instrument is classified in its entirety is based on the lowest level input that is significant to the fair value measurement. The three levels of the fair value hierarchy are as follows:

Level 1 – Unadjusted quoted prices in active markets for identical assets or liabilities;

Level 2 – Observable inputs other than quoted prices included in Level 1, such as quoted prices for similar assets or liabilities in active markets; quoted prices for identical or similar assets or liabilities in markets that are not active; or other inputs that are observable or can be corroborated by observable market data for substantially the full term of the asset or liability; and;

Level 3 – Inputs that are not based on observable market data (unobservable inputs).

The following table presents the fair value hierarchy for the Company’s assets and liabilities measured at fair value by level as at September 30, 2025 and December 31, 2024:

	September 30, 2025			December 31, 2024		
	Level 1	Level 2	Level 3	Level 1	Level 2	Level 3
<b>Assets</b>						
Digital currency inventory	\$ -	\$ 238,197,428	\$ -	\$ -	\$ 198,342,209	\$ -
Digital currencies	-	2,191,418	-	-	5,745,208	-
Investments	-	-	278,419	59,202	-	287,779
Financial asset	-	-	727,511	-	-	-
<b>Total</b>	<b>\$ -</b>	<b>\$ 240,388,846</b>	<b>\$ 1,005,930</b>	<b>\$ 59,202</b>	<b>\$ 204,087,417</b>	<b>\$ 287,779</b>
<b>Liabilities</b>						
Customer deposits - digital currency	\$ -	\$ 227,048,470	\$ -	\$ -	\$ 185,222,834	\$ -

*Valuation of Assets / Liabilities that use Level 1 Inputs (“Level 1 Assets / Liabilities”).* Consists of the Company’s investments which are valued at the public closing price in active markets.

*Valuation of Assets / Liabilities that use Level 2 Inputs (“Level 2 Assets / Liabilities”).* Consists of the Company’s inventory and digital currencies held, where quoted prices in active markets are available. For inventory and digital currencies, the fair value is determined by the volume-weighted average of prices across principal exchanges as of 12:00 am UTC.

*Valuation of Assets / Liabilities that use Level 3 Inputs (“Level 3 Assets / Liabilities”).* Consists of certain of the Company’s investments. Non-marketable equity investments in privately-held companies are generally accounted for under the measurement alternative, defined as cost, less impairments, adjusted for subsequent observable price changes and are periodically assessed for impairment when events or circumstances indicate that a decline in value may have occurred. The Company’s SAFE investment (Note 8) is classified as a derivative financial asset, as it provides the right to receive equity in the future based upon specific triggering events and does not qualify as an equity instrument or a loan. The SAFE valuation is based on a probability-weighted scenario model and relies on unobservable inputs.

**16. FINANCIAL INSTRUMENTS AND RISK MANAGEMENT (cont'd...)**

Level 3 Continuity

The following is a reconciliation of Level 3 assets for the nine months ended September 30, 2025 and year ended December 31, 2024:

	Fair Value at December 31, 2024	Purchases	Sales	Net Realized Gain (Loss) on Investments	Net Unrealized Gain (Loss) on Investments	Transfers in/(out) of Level 3	Fair Value at September 30, 2025
<b>Assets</b>							
Investments	\$ 287,779	\$ -	\$ -	\$ -	\$ (9,360)	\$ -	\$ 278,419
Financial asset	-	705,000	-	-	22,511	-	727,511
	\$ 287,779	\$ 705,000	\$ -	\$ -	\$ 13,151	\$ -	\$ 1,005,930

	Fair Value at December 31, 2023	Purchases	Sales	Net Realized Gain (Loss) on Investments	Net Unrealized Gain (Loss) on Investments	Transfers in/(out) of Level 3	Fair Value at December 31, 2024
<b>Assets</b>							
Investments	\$ 264,519	\$ -	\$ -	\$ -	\$ 23,260	\$ -	\$ 287,779

Transfers in and out of Level 3 are considered to have occurred at the beginning of the period the transfer occurred.

	Fair value at September 30, 2025	Valuation technique	Unobservable input	Range (weighted average)
Private equity investments	\$ 278,419	Market comparable companies	Discount for lack of marketability <sup>(a)</sup> Control premium <sup>(a)</sup>	10-35% (10%) 10-50% (10%)
Financial derivative assets	\$ 727,511	Probability-weighted conversion model using discount/cap terms		

	Fair value at December 31, 2024	Valuation technique	Unobservable input	Range (weighted average)
Private equity investments	\$ 287,779	Market comparable companies	Discount for lack of marketability <sup>(a)</sup> Control premium <sup>(a)</sup>	10-35% (10%) 10-50% (10%)

(a) Represents amounts used when the Company has determined that market participants would take into account these discounts and premiums when pricing the investments.

The fair value of Level 3 assets and liabilities is inherently subjective. Specifically, because of the uncertainty of determining the fair value of investments that do not have readily ascertainable market values, the Company's conclusion of fair value for an investment on a date may differ significantly from (1) the fair value conclusions of other knowledgeable market participants and/or (2) prior or subsequently observed transaction prices, including the price paid to acquire, or received to sell, the investment itself.

As at September 30, 2025 and December 31, 2024, the fair value of cash, restricted cash and customer deposits-cash held by the Company approximates carrying value and was based on level 1 of the fair value hierarchy. The carrying values of accounts and other receivables, accounts payable and accrued liabilities and other current assets and liabilities are based on level 2 inputs and approximate fair value due to their short-term maturities. The carrying value of the Company's lease liability is measured as the present value of the discounted future cash flows.

**16. FINANCIAL INSTRUMENTS AND RISK MANAGEMENT (cont'd...)**

**Risk**

The Company's risk exposures and the impact on the Company's financial instruments are summarized below:

*Credit risk*

Credit risk is the risk that one party to a financial instrument will fail to discharge an obligation and cause the other party to incur a financial loss. The Company has no significant concentration of credit risk arising from operations. The Company has cash balances but no interest-bearing debt. The Company's maximum exposure to credit risk at the reporting date is the carrying value of cash, restricted cash and accounts receivable. Credit risk associated with digital currencies proceeds collected by vendors on behalf of the Company is limited as transactions are usually settled within 1 to 15 days. The Company's credit risk has not changed significantly from the prior year.

The Company also utilizes third-party liquidity providers in the execution of customer trades. Trade execution and settlement is typically completed within milliseconds of the customer's execution of a trade order; however, there is credit risk that a liquidity provider will not fulfill its obligation or be delayed in fulfilling its obligation. Management believes the credit risk with respect to its use of liquidity partners to be remote. In the remote case of a liquidity partner not fulfilling its obligation, the Company expects to use its cash and/or digital currencies to complete the trade.

*Liquidity risk*

Liquidity risk is the risk that the Company will encounter difficulty in meeting the obligations associated with its financial liabilities that are settled by delivering cash or another financial asset. The Company manages liquidity risk by ensuring that it has sufficient cash and other financial resources available to meet its short-term obligations. The Company forecasts cash flows for a period of twelve months to identify financial requirements. These requirements are met by accessing financing through public equity offerings and private placements.

Accounts payable and accrued liabilities, other than accrued compensation, generally have maturities of 30 days or less or are due on demand.

<b>Commitments - operational</b>	<b>2025</b>	<b>2026-2027</b>
Lease payments	\$ 5,564	\$ 25,858
Accounts payable	4,050,594	-
Accrued liabilities	1,761,679	-
Customer deposits-cash	12,456,146	-
Customer deposits-digital currency	227,048,470	-
<b>Total contractual obligations</b>	<b>\$ 245,324,478</b>	<b>\$ 25,858</b>

There is no public market for the Company's financial asset investment. Liquidity is contingent upon a successful equity financing, IPO, or sale of APX. The Company considers this risk in its investment horizon and maintains a liquidity buffer.

*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: interest rate risk, foreign currency risk and other price risk, such as commodity and equity price risk.

i. Interest rate risk

Interest rate risk arises from changes in market rates of interest that could adversely affect the Company. The Company currently has no interest-bearing financial instruments other than cash, so its exposure to interest rate risk is insignificant.

**16. FINANCIAL INSTRUMENTS AND RISK MANAGEMENT (cont'd...)**

*Market risk (cont'd...)*

ii. Foreign currency risk

Foreign currency risk arises from fluctuations in foreign currencies versus the Canadian dollar that could adversely affect reported balances and transactions denominated in those currencies. The Company currently has investment assets, some liabilities and revenue or expenses denominated in a foreign currency, so is exposed to foreign currency risk. The Company does not currently hedge its exposure to foreign currency cash flows as management has determined that currency risk is not significant. The Company's main risk is associated with fluctuations in US dollars. The following amounts are presented in to demonstrate the effect on net income or loss of changes in foreign exchange rates:

		September 30, 2025	December 31, 2024
Cash held	USD	\$ 2,508,877	\$ 707,368
Accounts and other receivables	USD	773,008	564,209
Accounts payable	USD	(779,128)	(610,688)
Effect of +/- 5% change in exchange rate		\$ 281,675	\$ 134,994

iii. Commodity and equity price risk

Commodity and equity price risk arises from market fluctuations in commodity and equity prices that could adversely affect the Company's operations. The Company's current exposure to equity price risk includes declines in the values and volumes of (i) its own equity shares which could impede its ability to raise additional funds when required and (ii) its investment in various marketable securities.

All investments present a risk of loss of capital. The maximum risk resulting from financial instruments is equivalent to their fair value. At September 30, 2025, management's estimate of the effect on equity to a +/- 5% change in its investments is +/- \$13,900 (December 31, 2024 - \$17,300).

Additionally, the Company is exposed to changes in equity valuation of APX, which impact the fair value of the SAFE financial asset. A hypothetical +/- 5% in APX's valuation may result in a \$36,400 change in fair value.

*Digital currencies risk*

Digital asset 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. Further, digital currencies have no underlying backing or contracts to enforce recovery of invested amounts.

At September 30, 2025, the Company held digital currency inventory valued at \$238,197,428 (December 31, 2024 - \$198,342,209) with reputable custodians and self-custodied through reputable wallet providers. Digital currency investments were \$2,191,418 (December 31, 2024 - \$5,745,208). At September 30, 2025, had the market price of the Company's digital currency assets changed by 10% with all other variables remaining constant, the corresponding digital asset value change would be approximately \$24,000,000 (December 31, 2024 - \$20,400,000).

The profitability of the Company is directly related to the current and future market price of digital assets. In addition, the Company may not be able liquidate its digital currency inventory at its desired price if required. Investing in digital currencies is speculative, prices are volatile, and market movements are difficult to predict. Supply and demand for such currencies change rapidly and are affected by a variety of factors, including regulation and general economic trends. A decline in the market prices for digital assets could negatively impact the Company's future operations. The Company has not hedged the conversion of any of its sales of digital assets. Digital assets have a limited history and the fair value historically has been very volatile. Historical performance of digital assets is not indicative of their future price performance.

There is a risk that some or all of the Company's holdings of cryptocurrencies could be lost, stolen, destroyed or inaccessible, potentially by the loss or theft of the private keys held by the primary custodian with the public addresses that hold the Company's cryptocurrencies including customers crypto assets and/or destruction of storage hardware. Multiple thefts of cryptocurrencies and other digital assets from other holders have occurred in the past. Because of the decentralized process for transferring cryptocurrencies, thefts can be difficult to trace, which may make cryptocurrencies a particularly attractive target for theft.

**16. FINANCIAL INSTRUMENTS AND RISK MANAGEMENT (cont'd...)**

*Digital currencies risk (cont'd...)*

The Company utilizes BitGo Trust Company, Inc. (“BitGo”) as its primary custodian for the majority of its digital currency inventory holdings (cold wallets solution). The Company also utilizes BitGo and Fireblocks Ltd.’s (“Fireblocks”) self-custody technology (hot wallets solution) for the remaining digital currency inventory to support its daily transactions. As at September 30, 2025 approximately 90% (December 31, 2024 - ~90%) of total digital currency inventory was held in custody with BitGo.

BitGo maintains a comprehensive insurance policy for digital assets covering \$250 million in losses for crypto assets held in custody, in the event of copying and theft of private keys, insider theft of dishonest acts by BitGo employees or executives or loss of keys.

The Company maintains a separate insurance policy with Digital Asset Services Ltd, trading as CoinCover, a United Kingdom domiciled digital assets insurance provider, covering up to \$3.35 million in aggregated losses for crypto asset transactions through Fireblocks hot wallet solution in the event of lost access, cyber threats, operational failure, human error or technology failure.

**17. CAPITAL MANAGEMENT**

The Company includes all components of equity in the definition of capital. The Company’s objectives when managing capital are to safeguard the Company’s ability to continue as a going concern in order to pursue the development of its blockchain technology and to maintain a flexible capital structure which optimizes the costs of capital at an acceptable risk.

The Company manages its capital structure and makes adjustments to it in light of changes in economic conditions and the risk characteristics of the underlying assets. To maintain or adjust capital structure, the Company may consider issuing new shares, and/or issue debt, acquire or dispose of assets, or adjust the amount of cash and investments on hand. The Company is not currently subject to any externally imposed capital requirements.

The Company has been dependent upon external financings to fund activities. Until such time as it begins to generate revenue, in order to carry out planned expenditures and pay for administrative costs the Company will spend its existing working capital and may seek to raise additional funds as needed.

In order to maximize ongoing development efforts, the Company does not pay out dividends. The Company’s investment policy is to keep its cash on deposit in interest bearing Canadian chartered bank accounts. Some cash is kept on deposit with fiat to cryptocurrency exchanges in order to facilitate the Company’s business. There have been no significant changes to the Company’s approach to capital management during the periods ended September 30, 2025 and 2024.

Management reviews its capital management approach on an ongoing basis and believes that this approach, given the relative size of the Company, is reasonable.

**18. CONTINGENT LIABILITIES AND PROVISIONS**

*Contingent liabilities*

Contingent liabilities are possible obligations whose existence will be confirmed by uncertain future events that are not wholly within the control of the Company.

On October 28, 2019, the Company received Notice of Civil Claim in the Supreme Court of British Columbia by a former employee, alleging constructive dismissal. The claimant has claimed \$450,000 in damages.

A former consultant of TerraZero has initiated a claim in each the Supreme Court of British Columbia and Ontario’s Superior Court of Justice Small Claims Court for breach of contract and misrepresentation, amongst other complaints. The plaintiff is seeking unspecified damages.

The Company is contesting the above-noted claims, which it believes are without merit, and intends to defend against them vigorously. No provision has been recorded in relation to these matters, as no present obligation has been identified and the probability of settlement cannot be determined.

**18. CONTINGENT LIABILITIES AND PROVISIONS (cont'd...)**

*Provisions*

CRA reassessment

During the year ended December 31, 2024, the Company received a notice of reassessment from Canada Revenue Agency in relation to Netcoins Inc.'s ("Netcoins") 2018 tax year. It is the CRA's position that Netcoins owes GST/HST of \$6,071,388, plus interest and penalties of \$2,286,731. CRA takes the position that the sale of crypto assets prior to May 18, 2019 is treated as a sale of intangible personal property ("IPP") and is assessing GST/HST based on the location of Netcoins' customers.

Netcoins is in the process of disputing CRA's finding that GST/HST should be calculated on the gross transaction value and is contesting the CRA's reassessment, pursuing its appeal rights under Canadian federal tax legislation. However, to reflect the uncertainties of the results in contesting CRA's position through the appeals process, the Company has recorded a liability in its consolidated financial statements in the amount of \$8,791,620 – representing the reassessment amount of \$8,358,119 plus additional interest accruals of \$423,501.

**19. NON-CONTROLLING INTERESTS**

The following table presents the summarized financial information about the Company's subsidiary that has non-controlling interests. This information represents amounts before intercompany eliminations.

	As at September 30,	
	2025	2024
	<b>TerraZero</b>	<b>TerraZero</b>
	<b>Metaverse LLP</b>	<b>Metaverse LLP</b>
	<b>90%</b>	<b>90%</b>
<b>Ownership interest</b>		
Sales – Intraverse	\$ 71,760	\$ -
Cost of goods sold	(14,604)	-
Non-controlling interests	5,716	-
Equity attributable to BIGG Digital Assets Inc.	\$ <b>51,440</b>	\$ -

**20. SEGMENTED INFORMATION**

The Company operates three business segments: blockchain technology development, digital currency sales via the Netcoins App and immersive metaverse experiences. The parent entity manages the business segments and activities associated with the Company being a public company.

The summarized financial information for the Company's business segments is as follows:

	For the Period Ended September 30, 2025				
	Parent	Blockchain	Netcoins	TerraZero	Total
Total assets	\$ 4,396,098	\$ 543,994	\$ 264,085,421	\$ 619,542	\$ <b>269,645,055</b>
Total liabilities	1,410,775	789,976	252,346,836	242,514	<b>254,790,101</b>
Total revenue	-	1,732,125	8,186,225	118,768	<b>10,037,118</b>
Net (loss) income	(1,162,175)	(660,771)	2,856,654	(3,353,607)	<b>(2,319,899)</b>

  

	For the Year Ended December 31, 2024				
	Parent	Blockchain	Netcoins	TerraZero	Total
Total assets	\$ 6,985,191	\$ 845,198	\$ 222,346,656	\$ 1,491,406	\$ <b>231,668,451</b>
Total liabilities	1,354,175	987,838	211,486,916	305,692	<b>214,134,621</b>
Total revenue	-	1,666,280	10,559,392	205,033	<b>12,430,705</b>
Net (loss) income	(2,644,160)	(2,650,679)	341,848	(20,876,680)	<b>(25,829,671)</b>

The net loss reported for TerraZero includes goodwill impairment in the amount of \$16,083,270 (see Note 9).

**20. SEGMENTED INFORMATION (cont'd...)**

Revenues from external customers are attributed to geographic areas based on the location of the contracting customers. The following table sets forth external revenue by geographic areas:

	<b>September 30, 2025</b>		<b>September 30, 2024</b>	
	<b>Revenues</b>	<b>Non-current Assets</b>	<b>Revenues</b>	<b>Non-current Assets</b>
Canada	\$ 7,965,778	\$ 4,355,910	\$ 6,301,218	\$ 22,953,735
USA	915,574	278,419	1,161,177	269,979
Europe	319,875	-	194,292	-
Other	835,891	-	570,920	-
	<b>\$ 10,037,118</b>	<b>\$ 4,634,329</b>	<b>\$ 8,227,607</b>	<b>\$ 23,223,714</b>