Digital Commodities Inc.

(Formerly Digital Commodities Capital Corp.)

Management's Discussion and Analysis

For the years ended February 28, 2026, and February 28, 2025
(Expressed in Canadian Dollars)

Forward-Looking Information

The following is management's discussion and analysis ("MD&A"), prepared as of June 29, 2026. This MD&A should be read in conjunction with Digital Commodities Inc., (formerly Digital Commodities Capital Corp.), (the "Company") audited financial statements and the accompanying notes for the years ended February 28, 2026, and 2025, all as prepared in accordance with IFRS Accounting Standards as issued by the International Accounting Standards Board ("IASB").

All amounts are stated in Canadian dollars unless otherwise indicated.

This report includes certain statements that may be deemed "forward-looking statements" within the meaning of applicable securities legislation. All statements, other than statements of historical facts that address such matters as future events or developments that the Company expects, are forward-looking statements and, as such, are subject to risks, uncertainties, assumptions and other factors of which are beyond the reasonable control of the Company. You can identify these statements by forward-looking words such as "expects", "does not expect", "plans", "anticipates", "does not anticipate", "believes", "intends", "estimated", "projects", "potential", "scheduled", "forecast", "budget", and similar expressions, or that events or conditions "will", "would", "may", "could", "should" or "might" occur and similar words. Such statements give the Company's current expectations or forecasts of future events and are not guarantees of future performance and actual results or developments may differ materially from those expressed in, or implied by, this forward-looking information. With respect to forward-looking statements and information contained herein, we have made numerous assumptions including among other things anticipated costs and expenditures and the Company's ability to achieve its goals. Although management believes that the assumptions made, and the expectations represented by such statements or information are reasonable, there can be no assurance that a forward-looking statement or information herein will prove to be accurate. Forward-looking statements and information by their nature are based on assumptions and involve known and unknown risks, uncertainties and other factors which may cause our actual results, performance or achievements, or industry results, to be materially different from any future results, performance or achievements expressed or implied by such forward-looking statements or information. Factors that could cause actual results to differ materially from those in forward-looking statements include, for example, such matters as continued availability of capital and financing and general economic, market or business conditions. Although we have attempted to identify factors that would cause actual actions, events or results to differ materially from those disclosed in the forward-looking statements or information, there may be other factors that cause actual results, performances, achievements or events not to be anticipated, estimated or intended. Accordingly, readers should not place undue reliance on forward-looking statements or information. Any forward-looking statements are expressly qualified in their entirety by this cautionary statement.

The information contained herein is stated as of the current date and subject to change after that date and the Company does not undertake any obligation to update publicly or to revise any of the forward-looking statements, whether as a result of new information, future events or otherwise, except as may be required by applicable securities laws.

Description of Business

The Digital Commodities Inc. was incorporated under the laws of Alberta and was continued into British Columbia during the year ended December 31, 2000. The Company is listed on the Canadian Securities Exchange ("CSE") under the symbol "DIGI" and the OTCQB under the symbol "DGCMF". The Company's registered office is located at 15th Floor – 1111 West Hastings St., Vancouver, British Columbia, V6E 2J3.

On March 18, 2025, the Company completed a change of business from a cannabis issuer to an investment issuer. The Company invests in digital and physical non-fiat assets, businesses and private and publicly listed entities that are involved in high-growth industries, with a particular focus on hard commodities, cryptocurrencies and the resource sector. Concurrent with completing the change of business to an investment issuer, the Company changed its name from 'The BC Bud Corporation' to 'Digital Commodities Capital Corp.

On September 17, 2025, the Company changed its name from "Digital Commodities Capital Corp." to "Digital Commodities Inc." and has continued out of the provincial jurisdiction of British Columbia under the Business Corporations Act (British Columbia) into the jurisdiction of Canada under the Canada Business Corporations Act (the "CBCA").

Management Changes

- On May 7, 2024, the Company appointed Sean Flynn as the Chief Commercial Officer. Mr. Flynn subsequently resigned from the Company on August 31, 2024.

- On October 25, 2024, Simon Tso resigned as Chief Financial Officer and Corporate Secretary of the Company.

- On November 1, 2024, the Company appointed Lachlan McLeod as Chief Financial Officer and Corporate Secretary of the Company. Mr. McLeod is a Chartered Professional Accountant (CPA) with a BSc in Economics with a minor in Business from the University of Victoria. Additionally, he obtained his Diploma of Accounting from the Sauder School of Business at the University of British Columbia. Mr. McLeod has over a decade of accounting experience in both public and private companies, including four years as an auditor at a KPMG.

- On December 30, 2024, the Company appointed Alyssa Barry to the Board of Directors. Alyssa Barry is the President of Alliance Advisors Investor Relations, joining through the 2024 acquisition of irlabs, a leading IR firm she co-founded in 2021. With 20 years of capital markets and investor relations experience, Alyssa's expertise spans shareholder activism, corporate governance, and taking companies public in Canada and the US. She has raised over $1 billion in capital and previously served as Corporate Secretary of Artis REIT (TSX: AX.UN). In 2024, Alyssa was named one of Canada's Most Powerful Women: Top 100 by the Women's Executive Network (WXN) and recognized in Business in Vancouver's Top 40 Under 40. On December 30, 2024, the Company also accepted the resignation of Brian Taylor from the Board of Directors

- On January 22, 2025, the Company appointed Ken Osborne to the board of directors. Ken is a seasoned finance professional with deep expertise in mergers and acquisitions, capital markets, and strategic advisory. As a General Partner at Osborne Partners Ltd., he has led numerous successful transactions, including acquisitions, equity financings, and venture debt mandates across a range of industries.

Previously, Ken was a key member of the M&A team at TELUS Corporation, where he managed 11 acquisitions spanning the telecom and agriculture technology sectors. A CFA Charterholder, Ken is based in Vancouver, BC. The Company has also accepted the resignation of Justin Chorbajian from the Board effective January 22nd, 2025.

- On March 25, 2025, the Company announced the appointment of Dean Sutton as a strategic advisor. Dean Sutton is a recognized leader in the digital asset and fintech sectors, with over 15 years of experience in founding, capitalizing, and scaling disruptive technology companies. He is best known for his role as Co-Founder of WonderFi Technologies (TSX: WNDR) - a recognized leader in the regulated crypto landscape in Canada - and has played a key role in shaping the public crypto narrative in Canada through multiple innovative ventures.

Recent Announcements

- On February 21, 2025, the Company announced that it intends to complete a change of business from a cannabis issuer to an investment issuer (the "Proposed Change of Business"). Following a thorough evaluation of the Company's existing operations and a review of its strategic options, the Company believes that the experience and industry contacts of the board and management will enable it to identify and capitalize upon investment opportunities and ultimately bring greater value to the Company's shareholders as an investment issuer. The Change of Business was completed on March 18, 2025.

- On March 4, 2025, the Company announced that it had uplisted from the OTC Pink Market to the OTCQB Venture Market. The Company's common shares have commenced trading on the OTCQB.

- On March 10, 2025, the Company announced that it had refiled its condensed consolidated interim financial statements for the three and nine-month periods ended November 30, 2024 and 2023.

- On March 27, 2025, the Company announced a strategic investment in Gold Finder Resources Ltd. ("GLD"), formerly GoldON Resources Ltd. The Company has acquired 10,000,000 units of GLD at a price of $0.025 per unit for a total investment of $250,000 (the "Investment"). Each unit consists of one common share and one common share purchase warrant, with each warrant exercisable at a price of $0.05 per share for a period of two years. GLD is a publicly listed Canadian mineral exploration company focused on advancing gold exploration projects in Ontario - one of Canada's most prospective and mining-friendly jurisdictions. As part of the Investment, the Company has secured the right to nominate a representative to GLD's board of directors.

- On March 31, 2025, the Company announced the initial acquisition of 10,000 units of the Sprott Physical Silver Trust (TSX: PSLV) as part of its broader strategic commitment to the silver market. The Company is actively evaluating opportunities to increase its exposure to physical silver and related investments, including the potential acquisition of additional PSLV units in the near term.

- On April 30, 2025, the Company announced strategic digital marketing agreements with Senergy Communications Capital Inc. ("Senergy") and Aktiencheck.de AG ("Aktiencheck").

- On June 9, 2025, the Company announced that it has entered into binding letter of intent with Vancrypto Inc. ("Vancrypto") to establish a non-exclusive facility (the "Facility") through which the

Company may, from time to time and at its discretion, acquire Bitcoin directly from Vancrypto in exchange for cash or securities of the Company. Vancrypto, a privately held company, operates a cryptocurrency mine in Western Canada that is powered entirely by renewable energy.

- On June 23, 2025, the Company announced that it has completed the conversion of its XRP holdings into Bitcoin. As a result, the Company now holds two Bitcoin, acquired at an average cost of US$101,365, underscoring its ongoing commitment to building long-term exposure to premier digital assets.

- On July 14, 2025, the Company completed a non-brokered private placement of 26,666,665 units at a price of $0.075 per unit for aggregate gross proceeds of $2,000,000. Each unit consists of one common share and one common share purchase warrant, exercisable at a price of $0.10 per share for a period of two years. The Company paid finders fees of $13,680 in cash commission, 1,066,666 common shares of the Company and 1,249,066 finder warrants. Each finder warrant entitles the holder thereof to acquire one common share of the Company at a price of $0.10 per share for a period of two years from the date of issuance.

- On July 29, 2025, the Company announced that it had acquired an additional 1.86 BTC using cash on hand, for a total purchase price of C$300,000, representing an average purchase price of C$160,544 per BTC, inclusive of all costs and fees.

- On August 12, 2025, the Company announced that it entered into an agreement with VanCrypto Tech LTD. to purchase $50,000 worth of BTC pursuant to the Facility previously announced on June 9, 2025. Under the terms of this transaction, the Company acquired BTC in exchange for 714,285 units of the Company at a deemed price of $0.07 per unit. Each unit consists of one common share of the Company and one common share purchase warrant, with each warrant exercisable into one common share at a price of $0.10 for a period of two years from the date of issuance. On August 25, 2025, the Company announced the completion of the drawdown.

- On September 29, 2025, the Company announced it has changed its name from "Digital Commodities Capital Corp." to "Digital Commodities Inc." and has continued out of the provincial jurisdiction of British Columbia under the Business Corporations Act (British Columbia) into the jurisdiction of Canada under the Canada Business Corporations Act (the "CBCA").

- On September 25, 2025, the Company entered into a Marketing Service Agreement with Nordcore Media LLC ("Nordcore"). Nordcore will provide marketing and advertising services to the Company including the creation of advertorials, research material, ad texts, display ads, and remarketing campaigns. The total cost for services, inclusive of a 16% agency fee, is USD$150,000, payable in cash. The term of the Agreement is for a period of 4 months or until the budget is fully spent, whichever is earlier.

- On October 24, 2025, the Company announced successful monetization within its commodities portfolio. The Company sold 5,000,000 shares of Gold Finder Resources (TSXV: GLD) at an average price of $0.106, for gross proceeds of $530,000, representing a 320% gain from its acquisition cost of $0.025 per share.

- On October 28, 2025, the Company announced that it has increased its Bitcoin exposure through the purchase of 17,023 units of Purpose Bitcoin ETF (TSX: BTCC) at an average price of C$20.79 per unit, representing a total investment of approximately C$354,000.

- On January 12, 2026, the Company acquired 125,000 units of Cambria Gold Mines Inc. ("CGM") for $75,000. Each unit is comprised of one common share and one half of one common share purchase warrant. Each warrant can be exercised at $0.85 for a common share for 12 months.

- On January 13, 2026, the Company acquired 750,000 shares of Naughty Ventures Corp. at a cost of $112,801, with an additional 75,000 shares acquired on January 26, 2026 for $10,760.

Selected Annual Information

	Year ended February 28, 2026	Year ended February 28, 2025	Year ended February 29, 2024
	$	$	$
Revenue	**-**	140,760	61,482
Net loss	**(669,393)**	(1,887,202)	(1,224,057)
Loss per share (basic and diluted)	**(0.00)**	(0.02)	(0.02)
Cash used by operating activities	**(1,101,039)**	(988,594)	(620,362)

Statements of Financial Position	**February 28, 2026**	February 28, 2025	February 29, 2024
	$	$	$
Assets			
Current assets	**3,662,733**	1,898,985	598,051
Non-current assets	**-**	20,296	34,015
Total assets	**3,662,733**	1,919,281	632,066
Liabilities			
Current liabilities	**89,966**	295,239	626,005
Non-current liabilities	**-**	-	-
Total liabilities	**89,966**	295,239	626,005
Total shareholders' equity	**3,572,767**	1,624,042	6,061
Total liabilities and shareholders' equity	**3,662,733**	1,919,281	632,066

During the year ended February 28, 2026, the Company completed its transition to an investment issuer. On March 18, 2025, the Company deconsolidated The BC Bud Corporation ("BC Bud"), resulting in a gain on deconsolidation of $3,740,005. Following deconsolidation, the Company's investment in BC Bud was carried at fair value using the net asset value ("NAV") method and subsequently written down to $nil as at February 28, 2026. The Company's current activities are focused on managing its portfolio of investments in digital assets and public and private securities.

Discussion of Operations for the years ended February 28, 2026 ("F2026") compared to the year ended February 28, 2025 ("F2025"):

The Company incurred a net loss for F2026 of $669,393 (2025 - $1,887,202). The change of $1,217,809 in the net loss was due to the items noted below:

- Revenue of $nil (2025 - $140,760) and cost of sales of nil (2025 - $484,269) as the Company completed its change of business from a cannabis issuer to an investment issuer effective March 18, 2025. All former cannabis operations are now accounted for as an investment at fair value.
- Advertising and promotion of $397,112 (2025 – $ 38,027) due to a few large marketing and public relations campaigns in 2026 aimed at promotion, paid to 3 main advertising companies. There were also more online media services, with a campaign paid for online awareness and advertising.
- Bad debt recovery of $nil (2025 - $38,824) due to a customer sending products to the Company to settle accounts receivable that were previously written off in the prior year.
- Consulting fees of $252,150 (2025 - $215,326) increased due to additional costs associated with managing the Company's investment portfolio and higher management compensation in connection with the change of business.
- Share-based payments of $186,594 (2025 - $720,399) decreased significantly as the Company granted 5,000,000 stock options during fiscal 2026, compared to 9,000,000 options granted in the comparative period. All options granted in fiscal 2026 vested immediately.
- Loss on disposal of Digital assets of $766,000 (2025 – $nil) comprising a realized loss of $142,538 on the disposal of all 118,000 XRP tokens and an unrealized loss of $625,225 on Bitcoin holdings at year-end. The Company sold its entire XRP position for proceeds of $327,429 (average acquisition cost: $3.98 per XRP) and pivoted its digital asset strategy to Bitcoin accumulation. As at February 28, 2026, the Company held 10.880 BTC at a fair value of $994,987 (cost: $1,701,761), with the unrealized decline reflecting the decrease in Bitcoin prices between the dates of acquisition and the reporting date.
- Net gain on investments at FVPL of $1,469,509 (2025 – $78,297) comprising: (a) a gain on deconsolidation of The BC Bud Corporation of $3,740,005 on March 18, 2025, calculated as the difference between the fair value of the retained investment (132,622,795 shares at $0.04, less net parent-level assets) and the carrying value of deconsolidated net assets of $97,465 (Note 12); (b) a subsequent revaluation loss of $3,837,470 as the adjusted NAV of The BC Bud Corporation was negative at year-end, resulting in a full write-down to nil; and (c) net realized gains of $455,323 and net unrealized gains of $1,111,651 on the Company's portfolio of public market investments. Portfolio gains were driven primarily by Gold Finder Resources Ltd., where a realized gain of $403,880 was recognized on the sale of 5,000,000 shares, along with unrealized appreciation on the remaining GLD shares and warrants. Gains were also realized on disposals of SKRR ($10,950), PEX ($24,304), and Sprott Physical commodity trusts ($16,155). These were partially offset by an unrealized loss of $261,089 on the Purpose Bitcoin ETF holding (cost: $670,239; fair value at year-end: $409,150). In the comparative period, the net loss of $78,297 related to unrealized fair value declines on Sprott Physical commodity trust positions acquired during fiscal 2025. The Company notes that SKRR Exploration Inc. has been subject to a trading halt since August 1, 2025 in connection with a proposed reverse takeover with Kenz Global Resources Ltd. The Company's 100,000 SKRR warrants remain valued using the last available market price; the outcome of the RTO, including any impact on the Company's warrant valuation, is uncertain as at the date of this MD&A.

Summary of Quarterly Results

The following is a summary of quarterly results of the Company for the eight most recently completed financial quarters ended February 28, 2026:

Quarter ended	Revenue	Net income (loss) and comprehensive income (loss)	Weighted average number of shares	Basic and diluted (loss) income per share
	$	$	#	$
February 28, 2026	-	191,167	168,670,411	0.00
November 30, 2025	-	(28,850)	168,670,411	(0.00)
August 31, 2025	-	(560,146)	152,901,784	(0.00)
May 31, 2025	-	(271,564)	132,622,795	(0.00)
February 28, 2025	74,464	(1,358,613)	118,178,453	(0.01)
November 30, 2024	23,494	(150,039)	102,403,204	(0.00)
August 31, 2024	36,499	(397,745)	77,010,982	(0.01)
May 31, 2024	6,306	19,195	64,986,432	0.00

During the three months ended February 28, 2026, the Company reported net income of $191,167, an improvement of $220,017 from the prior quarter loss of $28,850. This improvement was primarily driven by unrealized gains on the Company's Gold Finder Resources warrants and Cambria Gold Mines holdings acquired in January 2026, partially offset by unrealized fair value declines on the Company's Bitcoin, Purpose Bitcoin ETF, and Naughty Ventures Corp. holdings during the quarter.

Compared to the same quarter in the prior year (Q4 F2025 net loss of $1,358,613), the improvement of $1,549,780 reflects the transition to an investment issuer and the absence of prior-year cannabis-related charges including inventory impairment and significant share-based payments.

During the three months ended November 30, 2025, the Company's net loss decreased by $531,296 from the previous quarter. This decrease is mainly due to the gain on investments of $599,524 during the quarter, which was largely driven by the GLD investment holdings.

During the three months ended August 31, 2025, the Company's net loss increased by $288,582 from the previous quarter. This increase is mainly due to an increase in share-based payments, due to timing of stock options grants. Additionally, the increase was due to professional fees which were incurred for the change of business.

During the three months ended May 31, 2025, the Company's revenue decreased to $nil as the Company completed a change of business to an investment issuer during the quarter. The Company had a net loss of $271,564 during Q1 2026, a decrease of $1,087,049 from the previous quarter. This decrease was mainly due to a decrease in share-based payments due to the timing of stock option grants, partially offset by a net loss on the BC Bud Corporation investment of $97,465 (being the gain on deconsolidation of $3,740,005, net of the subsequent revaluation loss of $3,837,470.

During the quarter ended February 28, 2025, the Company saw an increase in revenue of $50,970 and an increase in the net loss and comprehensive loss of $1,130,042. This increase is mainly due to the Company

issuing stock options during the period totaling share-based payments of $720,399 and an inventory impairment of $294,121.

During the quarter ended November 30, 2024, sales leveled off as the Company recently consolidated its inventory with a smaller number of suppliers. This transition took time and caused a decrease in sales during the quarters ending May 31, 2024, and February 29, 2024. These transfers of inventory were completed during the quarter ended August 31, 2024. The completion of these transfers is expected to reduce operating expenses as operations are now simpler, with a lower level of total sales expected. The Company sales have experienced large fluctuations caused by year end audit adjustments related to revenue recognition.

Off Balance Sheet Arrangements

The Company had no off-balance sheet arrangements that are not disclosed above as at February 28, 2026, and as at the date of this MD&A.

Proposed Transactions

As at February 28, 2026, the Company had no undisclosed proposed transactions.

Liquidity and Capital Resources

The financial statements have been prepared on a going concern basis, which contemplates that the Company will be able to realize its assets and discharge its liabilities in the normal course of business. Accordingly, the financial statements do not include any adjustments to the amounts and classifications of assets and liabilities that might be necessary should the Company be unable to continue as a going concern. Such adjustments could be material.

The Company reported a loss of $669,393 for the year ended February 28, 2026 (2025 – $1,887,202) and had an accumulated deficit of $8,110,684 as at February 28, 2026 (2025 – $7,441,291) and working capital of $3,572,767 at February 28, 2026 (2025 – $1,603,746). The Company's ability to continue as a going concern is dependent upon its ability to achieve profitable operations and obtaining appropriate financing to support its ongoing activities. These material uncertainties may cast significant doubt on the Company's ability to continue as a going concern.

The Company's capital structure consists of all components of shareholders' equity. The Company's objective when managing capital is to maintain adequate levels of funding to support the current operations, including corporate and administrative functions and to support operations. The Company obtains funding primarily through issuing common stock. Future financings are dependent on market conditions and there can be no assurance the Company will be able to raise funds in the future.

There were no changes in the Company's approach to capital management during the year ended February 28, 2026. The Company is not subject to externally imposed capital requirements.

At February 28, 2026, the Company had a positive working capital of $3,572,767 compared to $1,603,746 at February 28, 2025. All the current accounts payable and accrued liabilities are due and payable within 12 months or on demand.

The following is the cash flow activities for the year ended February 28, 2026, and February 28, 2025:

	F2026	F2025
	$	$
Cash used in operating activities	**(1,101,039)**	(988,594)
Cash used in investing activities	**(2,278,237)**	(715,325)
Cash provided by financing activities	**2,382,064**	2,713,959
Net increase (decrease) in cash	**(997,212)**	1,010,040
Cash, beginning of year	**1,014,242**	4,202
Cash, end of year	**17,030**	1,014,242

Cash used in operating activities of $1,101,039 during the year ended February 28, 2026 (2025: $988,594) was mainly the result of operating losses. The increase of $112,445 from the comparable period was primarily due to higher advertising and professional fee expenditures related to the Company's first full year operating as an investment issuer, partially offset by the elimination of cannabis-related operating costs.

During the year ended February 28, 2026, the Company acquired $1,517,384 in marketable securities, offset by the sale of $1,008,697 in investments. The Company also acquired $1,769,161 in digital assets, offset by the sale of $327,429 in digital assets. The Company also has cash disposed of on deconsolidation of The BC Bud Corporation of $327,818. Total cash used in investing activities was $2,278,237 (2025: $715,325). The increase of $1,562,912 from the comparable period reflects the Company's active deployment of capital into its investment portfolio following the change of business, particularly the accumulation of Bitcoin and the acquisition of positions in Gold Finder Resources, Cambria Gold Mines, Purpose Bitcoin ETF, and Sprott Physical Gold Trust and the one-time cash disposed on deconsolidation. In the comparable period, the Company acquired $715,325 in marketable securities and cryptocurrency.

Cash provided by financing activities of $2,382,064 during the year ended February 28, 2026 (2025 - $2,713,959) was the result of the following transactions:

- Private placements totaling $1,952,064 in proceeds, net of share issuance costs.
- Warrant exercises totaling $430,000 in proceeds in exchange for 7,600,000 common shares.

In the comparable period, financing activities of $2,713,959 were comprised of private placements totaling $2,398,534 in proceeds, warrant exercises of $386,250, and proceeds from loans payable of $100,000, offset by $170,825 in loan repayments.

The Company has incurred losses since inception and the ability of the Company to continue as a going concern depends upon its ability to generate returns on its investment portfolio and the issuance of common shares pursuant to private placements. The Company has relied primarily on equity financing for all funds raised to date for its operations. The Company needs additional funds to finance its operations and investment activities. Capital markets may not always be receptive to offerings of new equity from treasury or debt, whether by way of private placements or public offerings. This may be further complicated by the limited liquidity for the Company's shares, restricting access to some institutional investors. The Company's growth and success is dependent on additional external sources of financing which may not be available on acceptable terms.

The Company works to meet its administrative overhead and finance operations going forward. If adequate financing is not available when required, the Company may be required to delay, scale back or eliminate expenditures and/or investments and may be unable to continue in operation. There is no assurance that any

future funding can be accomplished as it would be wholly dependent on the state of the capital markets. The Company does not anticipate the payment of dividends in the future.

Transactions with Related Parties

Related parties include the directors, corporate officers, key management personnel, significant shareholders and enterprises that are controlled by these individuals. This includes those persons having authority and responsibility for planning, directing and controlling the activities of the Company as a whole and its subsidiaries.

During the year ended February 28, 2026, and February 28, 2025, the Company incurred the following amounts towards related parties:

Consulting and Professional fees	**Year ended**	
	February 28, 2026	**February 28, 2025**
TJT Ventures Ltd., controlled by Josh Taylor (Director)	$ 10,000	$ 60,000
Brayden Sutton (CEO and Director)	180,000	87,500
Lachlan McLeod (CFO and Corporate Secretary)	93,600	29,120
Brian Taylor (Former Director)	-	3,600
Justin Chorbajian (Former Director)	-	3,600
Sean Flynn (Former Chief Commercial Officer)	-	30,000
	$ 283,600	**$ 213,820**

Share-based payments	**Year ended**	
	February 28, 2026	**February 28, 2025**
Lachlan McLeod (CFO and Corporate Secretary)	$ 18,758	$ 78,510
Ken Osborne (Director)	18,758	78,510
Alyssa Barry (Director)	18,758	78,510
Josh Taylor (Director)	18,758	-
	$ 75,032	**$ 235,530**

Rent expense	**Year ended**	
	February 28, 2026	**February 28, 2025**
Cybin Therapeutics Inc.	$ -	$ 8,400

As at February 28, 2026, the Company had $23,940 (2025 - $17,771) due to related parties included in accounts payable and accrued liabilities. These amounts are non-interest bearing and due on demand.

During the year ended February 28, 2026, the Company paid $nil (2025 - $42,500) to Zeus Capital Ltd. for CFO and corporate secretarial services provided by Simon Tso, the Company's former CFO and Corporate Secretary, who was employed by Zeus Capital Ltd. during the comparative period.

Financial Instruments

Fair Value

The Company classifies its cash and accounts payable as amortized cost instruments. The Company considers that the carrying amount of these financial assets and liabilities measured at amortized cost to approximate their fair value due to the short-term nature of the financial instruments. The Company's investments are classified as financial assets at fair value through profit or loss ("FVPL"), with changes in fair value recognized in profit or loss each reporting period.

Fair value estimates of financial instruments are made at a specific point in time, based on relevant information about financial markets and specific financial instruments. As these estimates are subjective in nature, involving uncertainties and matters of significant judgment, they cannot be determined with precision. Changes in assumptions can significantly affect estimated fair values. Although the Company believes its estimates of fair value are appropriate, the use of different methodologies or assumptions could lead to different measurements of fair value.

Credit risk

Credit risk is the risk of potential loss to the Company if the counterparty to a financial instrument fails to meet its contractual obligations. The Company's credit risk is primarily attributable to its liquid financial assets, including cash, and the platforms on which its investments and digital assets are held. The Company limits exposure to credit risk on cash by maintaining balances with reputable Canadian financial institutions. The carrying amount of financial assets represents the maximum credit exposure.

The Company's exposure to credit risk on GST receivable is considered limited, as the balance is recoverable from the Receiver General of Canada. Based on the nature of the counterparty, management has assessed the GST receivable as low risk and, accordingly, no impairment has been recognized as at February 28, 2026.

The Company's investments with a fair value of $2,441,050 are held through Ventum Financial Corp., a Canadian investment dealer registered with the Canadian Investment Regulatory Organization. Client assets held with Ventum are protected by the Canadian Investor Protection Fund ("CIPF") within applicable coverage limits. The Company considers custodial credit risk related to its investment holdings to be low. A 10% decline in the fair value of the Company's investment portfolio would result in an approximate decrease of $244,105. The Company's largest single investment position is in Gold Finder Resources Ltd., representing approximately $1,247,173 (shares and warrants combined), creating concentration risk within the portfolio. Additionally, the Company holds warrants in SKRR Exploration Inc. which has been subject to a trading halt since August 1, 2025 pending a proposed reverse takeover transaction. The limited liquidity creates valuation uncertainty for this holding.

The Company's digital assets with a fair value of $994,987 are held on Coinsquare, a Canadian cryptocurrency trading platform registered with applicable provincial securities regulators as a restricted dealer. Digital assets held on Coinsquare are not protected by CIPF or the Canada Deposit Insurance Corporation. The Company is exposed to custodial credit risk arising from potential platform insolvency, cybersecurity breaches, or operational failure. The Company mitigates this risk by limiting holdings to a regulated Canadian platform and monitoring the platform's operational and financial status on an ongoing basis. A 10% decline in the price of Bitcoin would result in an approximate decrease in fair value of $99,499.

GST Receivable

The Company's exposure to credit risk on GST receivable is considered limited, as the balance is recoverable from the Receiver General of Canada. Based on the nature of the counterparty, management has assessed the GST receivable as low risk and, accordingly, no impairment has been recognized as at February 28, 2026.

Liquidity risk

Liquidity risk is the risk that the Company will encounter difficulty in satisfying financial obligations as they become due. The Company manages its liquidity risk by forecasting cash flows from operations and anticipated investing and financing activities. As at February 28, 2026, the Company had working capital of $3,572,767 (2025 – $1,603,746). All of the Company's current liabilities are due within 90 days of February 28, 2026, or on demand.

As at February 28, 2026, all of the Company's financial liabilities, comprising accounts payable and accrued liabilities of $89,966, are due within one year.

Market risk

Market risk is the risk that the fair value or future cash flow 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.

Interest rate risk: The Company is not currently exposed to significant interest rate risk as it has no interest-bearing debt obligations.

Foreign currency risk: The Company has limited exposure to foreign currency risk. Certain digital asset and investment transactions are denominated in US dollars; however, the Company does not consider this exposure to be material as at February 28, 2026.

Regulatory risk: The regulatory environment for digital assets continues to evolve. Changes in legislation or regulatory interpretation in Canada or internationally could adversely affect the Company's ability to hold, trade, or value its digital asset holdings, or could affect the operations of the platform on which the assets are held.

Changes In Accounting Standards

Accounting standards issued but not yet effective

Certain pronouncements have been issued by the IASB or IFRIC that are effective for accounting periods beginning on or after December 1, 2025. The Company has reviewed these updates and determined that many of these updates are not applicable or consequential; or instances where it is applicable the effective date is more than a year out and therefore, the Company has determined these are not applicable and has excluded from discussion within these significant accounting policies.

Material Accounting Policy Information

The preparation of financial statements in conformity with IFRS Accounting Standards requires management to make estimates and assumptions that affect the amounts reported in the financial statements and

accompanying notes. It is reasonably possible that circumstances may arise that would cause actual results to differ from management estimates; however, management does not believe it is likely that such differences will materially affect the Company's financial position.

The key areas of judgment applied in the preparation of the financial statements that could result in a material adjustment to the amounts reported include:

Investment Entity Classification

The Company uses the following criteria, contained within IFRS 10 – Consolidated Financial Statements, to determine if the Company meets the definition of an Investment Entity: Obtain funds from one or more investors for the purpose of providing those investor(s) with investment management services; Commits to its investor(s) that its business purpose is to invest funds solely for returns from capital appreciation, investment income or both; and Measures and evaluates the performance of substantially all its investments on a fair value basis.

The Company has evaluated the above criteria and determined that it meets the definition of an Investment Entity. As a result of meeting the definition of an Investment Entity, subsidiaries, which otherwise would have been consolidated, are carried at fair value.

Fair value of fully owned subsidiary

Due to the change in business from an operating company to an investment issuer during the period, the Company was required to deconsolidate its fully owned subsidiary using IFRS 10. The investment in The BC Bud Corporation was initially measured using a market capitalization approach on the date of deconsolidation (March 18, 2025), as the subsidiary comprised substantially all of the Company's operations at that date. Subsequent remeasurement as at February 28, 2026 applied the net asset value ("NAV") method, as the discounted cash flow method was considered inappropriate given The BC Bud Corporation's consistent operating losses and zero revenues. The NAV is classified as a Level 3 measurement. Significant judgment is involved in determining the carrying values of The BC Bud Corporation's assets and liabilities, including the recoverability of receivables and the completeness of liabilities, which form the basis of the NAV calculation.

Financial Assets at Fair Value Through Profit or Loss

The Company's investments in publicly traded securities are classified as financial assets at fair value through profit or loss ("FVPL") in accordance with IFRS 9 – Financial Instruments. These instruments are initially recognized at fair value, with subsequent changes in fair value recognized in profit or loss. Fair values of publicly traded investments are determined using Level 1 inputs (quoted market prices). Fair values of warrants are determined using the Black-Scholes option pricing model (Level 2 inputs).

Digital Assets

Digital assets comprise cryptocurrencies held by the Company and are classified as intangible assets under IAS 38 – Intangible Assets. As an active market exists for the digital assets held, the Company applies the revaluation model, whereby digital assets are carried at fair value at each reporting date.

The fair value of digital assets is determined at the close of the reporting period using the price published on CoinMarketCap (www.coinmarketcap.com), a price aggregator that compiles data from multiple active cryptocurrency exchanges. Bitcoin (BTC) and XRP fair values are classified as Level 1 measurements within the fair value hierarchy, as prices are derived from quoted prices in active markets for identical assets. Digital assets are derecognized on disposal, with any difference between proceeds and carrying amount recognized in profit or loss.

Share-based payments
The Company uses the Black-Scholes option pricing model to value options and warrants granted during the year. The Black-Scholes model was developed for use in estimating the fair value of traded options that have no vesting restrictions and are fully transferable. The model requires management to make estimates that are subjective and may not be representative of actual results.

Revenue and Inventory (applicable to year ended February 28, 2025 comparative period only)
Revenue from contracts with customers was recognized in accordance with IFRS 15 – Revenue from Contracts with Customers. Inventory was measured at the lower of cost and net realizable value. These policies applied to the year ended February 28, 2025 comparative period only, as the Company completed its change of business to an investment issuer on March 18, 2025 and no longer generates revenue from operations or holds inventory.

Subsequent to initial recognition, the investment is remeasured at fair value at each reporting date, with changes in fair value recognized in profit or loss. Given The BC Bud Corporation's history of consistent operating losses and zero revenues in the current fiscal year, the discounted cash flow method was determined to be inappropriate. Accordingly, the net asset value ("NAV") method was applied as the valuation technique for subsequent measurement, representing the best estimate of fair value under IFRS 13 – Fair Value Measurement. The NAV is classified as a Level 3 measurement within the fair value hierarchy, as its inputs are based on unobservable market data derived from The BC Bud Corporation's financial statements. Changes in the fair value of the investment are recognized in the statements of loss and comprehensive loss as "Net gain (loss) on investments at FVPL."

Outstanding Share Data

The Company's authorized share capital consists of an unlimited number of voting common shares without par value. The Company had the following securities outstanding as at February 28, 2026, and the date of this MD&A:

	February 28, 2026	**June, 29 2026**
	#	**#**
Common shares	168,670,411	**168,670,411**
Stock options	9,550,000	**9,550,000**
Common Share Purchase Warrants	81,689,430	**81,689,430**
Finders Warrants	1,541,226	**1,541,226**
Fully diluted securities	261,451,067	**261,451,067**

Subsequent Share Transactions:

Subsequent to February 28, 2026, the Company modified 5,675,000 warrants that were expected to expire on April 12, 2026 to expire on April 12, 2029.

Investment Entity

Upon deconsolidation of The BC Bud Corporation on March 18, 2025, the Company's retained interest was classified as a financial asset at fair value through profit or loss ("FVTPL") in accordance with IFRS 9 – Financial

Instruments. The investment was initially measured at fair value on the date of deconsolidation using a market capitalization approach, which was determined to represent the most appropriate valuation basis at that date given that the subsidiary comprised substantially all of the Company's operations.

Subsequent to initial recognition, the investment is remeasured at fair value at each reporting date, with changes in fair value recognized in profit or loss. Given The BC Bud Corporation's history of consistent operating losses and zero revenues in the current fiscal year, the discounted cash flow method was determined to be inappropriate. Accordingly, the net asset value ("NAV") method was applied as the valuation technique for subsequent measurement, representing the best estimate of fair value under IFRS 13 – Fair Value Measurement. The NAV is classified as a Level 3 measurement within the fair value hierarchy, as its inputs are based on unobservable market data derived from The BC Bud Corporation's financial statements. Changes in the fair value of the investment are recognized in the statements of loss and comprehensive loss as "Net gain (loss) on investments at FVPL."

Effective March 18, 2025, the Company changed from a cannabis issuer to an investment issuer. The Company was required to deconsolidate its subsidiary, The BC Bud Corporation, and accounted for it as an investment on the effective date of the change in business. The Company initially fair valued the investment in The BC Bud Corporation using the share price of the Company on the effective date multiplied by the number of outstanding common shares, less any assets or liabilities that were not used in the operations of the BC Bud Corporation, as these operations were substantially all the value of Company at the effective date of the change of business.

Fair value of outstanding shares[(1)]	**5,304,912**
Less: current assets of parent	(1,524,202)
Plus: current liabilities of parent	56,760
Fair value of The BC Bud Corporation	3,837,470
Less: deconsolidated balances of the BC Bud Corporation	(97,465)
Gain on change in business	**3,740,005**

(1) Determined as 132,622,795 common shares at $0.04.

Subsequently, the Company performed a NAV assessment on the investment as at February 28, 2026, using The BC Bud Corporation's adjusted net assets as the basis for valuation. As the adjusted net asset value of The BC Bud Corporation was negative as at February 28, 2026, the investment was written down to nil. Therefore, a total loss on investments at FVPL of $3,837,470 was recognized on the statement of loss and comprehensive loss during the year ended February 28, 2026.

Previous Financings – Use of Funds

Private Placement – April 2024	
Funds Raised	$400,000
Stated purpose in news release	Business development and general working capital
Actual Use	The funds have been spent on acquisition of inventory, financing receivables, and general operating costs
Variances and impact of variances	No material variances have been identified by the Company. Proceeds have been used as intended to date and to finance the Company's operations while meeting administrative requirements.

Private Placement – Nov 2024

Funds Raised	$375,000
Stated purpose in news release	Business development and general working capital
Actual Use	The funds have been spent on acquisition of inventory, financing receivables, and general operating costs
Variances and impact of variances	No material variances have been identified by the Company. Proceeds have been used as intended to date and to finance the Company's operations while meeting administrative requirements.

Private Placement – January 2025

Funds Raised	$1,649,011
Stated purpose in news release	Business development and general working capital
Actual Use	The funds have been spent on acquisition of marketable securities, operating expenses and general working capital purposes
Variances and impact of variances	No material variances have been identified by the Company. Proceeds have been used as intended to date and to finance the Company's operations while meeting administrative requirements.

Private Placement – July 2025

Funds Raised	$2,000,000
Stated purpose in news release	Business development and general working capital
Actual Use	The funds have been used to acquire digital assets, metal holdings, investments, and for general corporate purposes
Variances and impact of variances	No material variances have been identified by the Company. Proceeds have been used as intended to date and to finance the Company's operations while meeting administrative requirements.

Officers and Directors as of the date of the MD&A

Directors		Senior Officers	Position
Brayden Sutton		Brayden Sutton	Chief Executive Officer
Thomas Joshua Taylor		Thomas Joshua Taylor	President
Alyssa Barry		Lachlan McLeod	Chief Financial Officer and Corporate Secretary
Ken Osborne			