BELGRAVIA HARTFORD

2025

Interim
Financial Statements

for the six months ended June 30, 2025 and 2024

(Unaudited - Expressed in CAD dollars)

NOTICE OF NO AUDITOR REVIEW OF INTERIM FINANCIAL STATEMENTS

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

The accompanying unaudited interim financial statements of the Company have been prepared by and are the responsibility of the Company's management.

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

BELGRAVIA HARTFORD CAPITAL INC.
INTERIM STATEMENTS OF FINANCIAL POSITION
(Expressed in CAD Dollars)

	June 30, 2025	December 31, 2024
ASSETS		
Cash	$ 341,062	$ 356,641
Investments (note 3)	1,071,815	203,992
Receivables	-	-
Prepaid expenses	26,162	20,055
Equipment (note 4)	2,881	1,944
	$ 1,441,920	$ 582,632
LIABILITIES AND SHAREHOLDERS' DEFICIT		
Accounts payable and accrued liabilities (notes 5,8)	$ 508,476	$ 803,484
Promissory note (note 5)	683,825	-
Interest payable on promissory note (note 5)	2,318	-
Loan from related party (notes 5,8)	86,390	115,144
Interest payable on the related party loan (notes 5,8)	10,625	3,066
Total liabilities	1,291,634	921,694
Shareholders' deficit		
Share capital (note 6)	109,838,912	108,779,379
Reserves (notes 6 and 7)	14,577,415	14,478,427
Accumulated other comprehensive income	18,681,269	18,681,269
Accumulated deficit	(142,947,310)	(142,278,137)
Total shareholders' deficit	150,286	(339,062)
	$ 1,441,920	$ 582,632

Nature of operations and going concern (note 1)
Contingencies (note 12)
Subsequent event (note 13)

On behalf of the Board:

"Mehdi Azodi" **Director** ***"Pierre Pettigrew"*** **Director.**

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

BELGRAVIA HARTFORD CAPITAL INC.
INTERIM STATEMENTS OF LOSS AND COMPREHENSIVE LOSS
(Expressed in CAD Dollars)

	Three Month Period Ended 30-Jun-25	Three Month Period Ended 30-Jun-24	**Six Month Period Ended 30-Jun-25**	**Six Month** Period Ended 30-Jun-24
Net investment gain (loss) (note 3)	**$ 43,380**	$ (82,841)	**$ (81,235)**	$ (440,613)
Management services revenue		-	**-**	5,000
	43,380	(82,841)	**(81,235)**	(435,613)
EXPENSES				
Administration (note 8)	**18,045**	21,370	**39,919**	49,943
Business and market development	**20,000**	2,261	**20,000**	2,769
Consulting fees	**36,399**	-	**23,949**	-
Depreciation (note 4)	**255**	147	**588**	294
Foreign exchange loss	**(31,480)**	16,726	**(34,387)**	16,911
Investor relations	**25,307**	-	**26,617**	1,362
Professional fees	**(127,385)**	147,900	**(112,399)**	244,819
Regulatory fees and taxes	**30,299**	11,392	**36,826**	21,589
Rent	**-**	-	**500**	500
Share-based compensation (note 7,8)	**95,635**	-	**245,435**	-
Travel	**270**	-	**270**	-
Wages and benefits (note 8)	**159,428**	39,932	**340,620**	65,641
Total expenses	**(226,773)**	(239,728)	**(587,938)**	(403,828)
Loss and comprehensive loss for the period	**$ (183,393)**	$ (322,569)	**$ (669,173)**	$ (839,441)
Basic and diluted loss per common share	**$ (0.00)**	$ (0.01)	**$ (0.01)**	$ (0.02)
Weighted average number of common shares outstanding, basic and diluted	**90,045,264**	46,502,250	**88,481,335**	46,367,791

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

BELGRAVIA HARTFORD CAPITAL INC.
INTERIM STATEMENTS OF CASH FLOWS
(Expressed in CAD Dollars)

	Six Month Period Ended 30-Jun-25	Six Month Period Ended 30-Jun-24
OPERATING ACTIVITIES		
Loss for the period	$ (669,173)	$ (839,441)
Items not affecting cash:		
Depreciation	588	293
Equity compensation	207,400	-
Share-based compensation	245,435	-
Share issued for finder fees	112,261	-
Net investment losses	80,950	440,613
Write-off equipment	286	-
Adjustments for:		
Investments made	(1,976,340)	(5,000)
Distributions from investments	1,017,567	279,460
Changes in non-cash working capital items:		
Decrease (increase) in receivables	-	3,852
Increase in prepaid expenses	(6,107)	(22,305)
Accrue for interest on related party loan	3,883	-
(Decrease) increase in accounts payable and accrued liabilities	(281,332)	53,008
Net cash (used in) provided by operating activities	(1,264,582)	(89,520)
INVESTING ACTIVITIES		
Promissory note (note 5)	686,143	-
Equipment expenditures	(1,811)	-
Net cash used in investing activities	684,332	-
FINANCING ACTIVITIES		
Loan payment to related parties	(28,754)	-
Proceeds from issuance of units	-	256,950
Proceeds from exercise of options	81,901	-
Proceeds from exercise of warrants	623,785	-
Share issuance cost	(112,261)	-
Net cash provided by financing activities	564,671	256,950
Change in cash for the period	(15,579)	167,430
Cash beginning of year	356,641	74,579
Cash, end of period	$ 341,062	$ 242,009

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

BELGRAVIA HARTFORD CAPITAL INC.
INTERIM STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY (DEFICIT)
(Expressed in CAD Dollars)

	Share Capital					
	Number of Shares	Amount	Reserves	Accumulated Other Comprehensive Income	Accumulated Deficit	Equity (Deficit)
		$	$	$	$	$
Balance as at December 31, 2023	46,233,333	107,892,817	14,292,602	18,681,269	(140,489,908)	376,780
Issuance of shares	12,235,714	256,950	-	-	-	256,950
Loss and comprehensive loss	-	-	-	-	(839,441)	(839,441)
Balance as at June 30, 2024	58,469,047	108,149,767	14,292,602	18,681,269	(141,329,349)	(205,711)
Balance as at December 31, 2024	85,207,140	108,779,380	14,478,427	18,681,269	(142,278,137)	(339,062)
Shares issued for finder fee	827,733	112,261				112,261
Exercise of options	5,515,000	435,747	(146,447)			289,300
Exercise of warrants	12,310,714	623,786				623,786
Share issue costs		(112,261)				(112,261)
Stock-based compensation			245,435			245,435
Loss and comprehensive loss					(669,173)	(669,173)
Balance as at June 30, 2025	103,860,587	109,838,913	14,577,415	18,681,269	(142,947,310)	150,286

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

1. NATURE OF OPERATIONS AND GOING CONCERN

Belgravia Hartford Capital Inc. ("Belgravia" or the "Company") is a publicly traded investment holding company listed on the Canadian Securities Exchange. Belgravia is focused on growing its assets and holdings and increasing its net asset value ("NAV"). Belgravia invests in a portfolio of private and public companies located in jurisdictions governed by the rule of law. It takes a multi-sector investment approach with emphasis in the resources and commodities sector. The Company is now expanding into Tech related sectors with appointments at the Board of Directors level and Advisory Committee to investigate the opportunities for investments and acquisitions. Areas of focus are Cryptocurrency, Artificial Intelligence, media and digital streaming. The Company was continued into British Columbia on December 20, 2019, under the Business Corporation Act (British Columbia). The Company's registered office is located at #3-3185 Via Centrale, Kelowna, BC V1V 2A7.

The Company's continuation as a going concern is dependent on cash flow from its investments, royalties, or operations and its ability to raise equity capital or borrowings sufficient to meet current and future obligations. There can be no assurance that the Company will be able to readily exit certain investment positions or obtain additional equity capital or borrowings. If the Company is unable to obtain adequate additional equity capital or borrowings, the Company may need to further curtail its activities until additional funds can be raised. The Company has a history of losses with limited operating revenue, an accumulated deficit at June 30, 2025, of $142,947,310. Net working capital of $150,286 (2024 – deficit of $205,711) as at June 30, 2025 leads management believes the Company has sufficient resources to fund its business activities for at least the next 12 months. The Company's financial success is dependent on its ability to identify, evaluate, negotiate, and exit investments in assets or businesses. These financial statements have been prepared by management on a going concern basis which assumes that the Company will be able to realize its assets and discharge its liabilities in the normal course of business for the foreseeable future.

Pursuant to a 2017 sale of its formerly owned Ochoa asset in the state of New Mexico, the Company is seeking up to USD$12.2 million in royalty payments. The royalty includes an initial 75% of potential water revenue sales and a mining royalty based on 1% of polyhalite production sales for any shortfall in payment of the total USD$12.2 million. No amount has been accrued, and the Company is in litigation to recover and monetize the royalty amount.

There are external factors that can adversely affect general workforces, economies and financial markets globally. Examples include, but are not limited to, outcome of Ochoa matter, political conflict in other regions, lower market activity and higher interest rates. It is not possible for the Company to predict the duration or magnitude of adverse results of such external factors and their effect on the Company's business or ability to raise funds.

2. MATERIAL ACCOUNTING POLICY INFORMATION

a) Statement of compliance:

These interim financial statements ("Financial Statements") have been prepared in accordance with IAS "Interim Financial Reporting" ("IAS 34") using accounting policies consistent with the International Financial Reporting Standards ("IFRS") issued by the International Accounting Standards Board ("IASB") and Interpretations of the International Financial Reporting Interpretations Committee ("IFRIC").

The Financial Statements were authorized by the board of directors of the Company on August 29, 2025.

2. MATERIAL ACCOUNTING POLICY INFORMATION (cont'd…)

b) Basis of presentation:

The Financial Statements have been prepared on the historical cost basis except for certain financial instruments, which are measured at fair value. In addition, these Financial Statements have been prepared using the accrual basis of accounting, except for cash flow information.

c) Foreign currency translation

The Financial Statements are presented in CAD dollars. The functional currency of the Company is the CAD dollar.

Transactions in foreign currencies are translated into the entities' functional currency at the exchange rates at the date of the transactions. Monetary assets and liabilities of the Company's operations denominated in a currency other than the functional currency are translated using the exchange rates prevailing at the date of the statement of financial position. Non-monetary items that are measured in terms of historical cost in a foreign currency are translated using the exchange rates in effect at the date of the underlying transaction, except for depreciation related to non-monetary assets, which is translated at historical exchange rates. Exchange differences are recognized in profit or loss in the year in which they occur.

d) Unconsolidated Controlled Subsidiaries

The financial statements have been prepared in accordance with IFRS 10, Consolidated Financial Statements ("IFRS 10"), as issued by the IASB and include the accounts of the Company and its subsidiaries.

In accordance with IFRS 10, interest in subsidiaries other than those that provide investment-related services are accounted for at fair value through profit and loss ("FVTPL") rather than consolidating them. As discussed under critical accounting estimates and judgments, management exercised judgment when determining whether subsidiaries are investment entities.

The following entities, which are significant in nature, are controlled by Belgravia either directly or indirectly and are used as acquisition entities of the Company.

- Belgravia Hartford Estate Corp.
- Belgravia Hartford Gold Assets Corp.
- NodeVest IO Inc.
- Belgravia Hartford Holdings, LLC

e) Cash:

Cash is comprised of cash deposited at Canadian banks and secure, short-term, highly liquid demand deposits.

f) Income recognition:

Management services revenue is recognized when services are rendered, and the amount can be reasonably estimated and collected. Any amount received for future services is recorded as deferred revenue and recognized as revenue when the related services are performed. The management service revenue has been discontinued this year.
Realized gains or losses on dispositions of investments and change in unrealized gains/losses in the value of investments are included in net investment losses in the statement of loss and comprehensive loss.

2. MATERIAL ACCOUNTING POLICY INFORMATION (cont'd…)

g) **Significant accounting estimates and judgments:**

The preparation of these Financial Statements requires management to make judgments, estimates and assumptions about future events that affect the reported amounts of assets and liabilities and disclosure of contingent assets at the date of the financial statements and the reported amounts of revenues and expenses during the reporting year. Although these estimates are based on management's best knowledge of the amount, events or actions, actual results may differ from these estimates.

3. INVESTMENTS

In accordance with IFRS 10, the fair value of the Company's investments includes the fair value of the net assets of its subsidiaries that are controlled by the Company. Accordingly, Belgravia's direct investments comprise these subsidiaries, which invest directly in various investee companies and other investee companies where Belgravia made an investment directly.

During the six-month period ended June 30, 2025, $515,000 of the Investment in Promissory Note was settled in exchange of 10,300,000 shares of Nexus Gold Corp. The settlement of the promissory note resulted in a loss of $397,822 which was accrued and included in the net investment losses in the previous year. 1,000,000 of these shares were used as payment to a vendor; the remaining shares are included in the investment portfolio shown in the table below.

The table below outlines investments held directly by Belgravia Hartford Capital Inc:

Investments at June 30, 2025	Number of Shares		Cost		Fair Value
Public Companies:					
Blackrock Silver Corp.	1,500	$	663	$	750
Nexus Gold	9,300,000	$	93,000	$	93,000
Crypto Assets					
Bitcoin	6.3931648	$	903,491	$	932,255
Private Companies:					
Izaray Group Inc.	58,362	$	25,000	$	100
Investments in Warrants	n/a	$	48,000	$	45,710
Total		$	1,070,154	$	1,071,815

The fair values of the common shares of the publicly traded companies have been directly referenced to published price quotations in an active market. The investments in unlisted warrants of companies that are publicly traded are valued using the Black-Scholes option pricing model, with the following weighted average assumptions:

	Quarter ended June 30, 2025	Year ended December 31, 2024
Risk-free interest rate	2.60%	2.92%
Expected life of warrants	0.55 year	0.55 year
Annualized volatility	267.96%	269.99%
Dividend rate	0.00%	0.00%
Weighted average fair value of warrants	$0.01	$0.01

4. EQUIPMENT

Equipment consists of the following:

		Computer equipment
Cost		
As at December 31, 2023	$	9,087
Additions		2,352
Disposal		(5,058)
As at December 31, 2024		6,381
Additions		1,811
Disposal		(4,029)
As at June 30, 2025		**4,163**
Depreciation		
As at December 31, 2023	$	7,783
Additions	$	1,592
Disposal		(4,938)
As at December 31, 2024		4,437
Additions		588
Disposal		(3,743)
As at June 30, 2025	$	1,282
Net book value:		
As at December 31, 2024	$	1,944
As at June 30, 2025	$	2,881

5. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

		June 30, 2025		December 31, 2024
Trade payables	$	432,356	$	694,349
Payable to related parties		97,015		133,248
Promissory note		686,143		-
Accrued liabilities		63,041		92,292
Other		13,079		1,805
Total	$	1,291,634	$	921,694

In June 2025, the Company closed its first tranche of a USD $500,000 credit facility from Round13 Digital Asset Fund LP to purchase and built its Bitcoin treasury holdings. The facility provides for up to USD $5,000,000, with simple interest from the date of each loan at a variable rate equal to the Bank of Canada prime rate.

6. SHARE CAPITAL AND RESERVES

Common shares

Authorized: The Company is authorized to issue an unlimited number of common shares without par value.

Refer to the Statements of Changes in Shareholders' Equity (Deficit) for a summary of changes in share capital and reserves for the quarter ended June 30, 2025; Reserves relate to stock options and warrants that have been issued by the Company (note 7).

During the six-month period ended June 30, 2025, pursuant to the exercise of stock options, the Company issued 5,515,000 shares at an average of $0.05/share.

During the six-month period ended June 30, 2025, pursuant to the exercise of warrants, the Company issued 12,310,714 shares at an average of $0.05/share.

During the six-month period ended June 30, 2025, the Company issued 827,733 shares for finder fees at average of $0.14/share.

During the period ended June 30, 2024, the Company issued the following common shares:

On June 28, 2024, the Company closed the first tranche of its non-brokered private placement. Under the initial tranche, the Company issued 12,235,714 units at a price of $0.021 per unit for aggregate gross proceeds of $256,950.01. Each Unit consists of one common share of the Company and one common share purchase warrant. Each Warrant is exercisable to acquire one Common Share for a period of 12 months at an exercise price of $0.05 per Common Share (note 7).

7. STOCK OPTIONS AND WARRANTS

Stock options

The Company has an incentive stock option plan (the "Plan") whereby the Company may grant stock options to eligible employees, officers, directors and consultants at an exercise price to be determined by the board of directors, provided the exercise price is not lower than the market value at time of issue less any discount allowed by the stock exchange upon which the common shares are listed. The Plan provides for the issuance of up to 10% of the Company's issued common shares as at the date of grant with each stock option having a maximum term of ten years. The board of directors has the exclusive power over the granting of options and their vesting and cancellation provisions.

As at June 30, 2025, the Company has 7,355,000 stock options outstanding.

Stock option transactions are summarized as follows:

	Number of Options	Weighted Average Exercise Price
Option granted September 26, 2024	6,700,000	$ 0.05
Option granted December 13, 2024	1,700,000	0.05
Option exercised December 31, 2024	(700,000)	0.05
Outstanding December 31, 2024	7,700,000	0.05
Option granted January 3, 2025	820,000	0.07
Option exercised January 17, 2025	(220,000)	0.07
Option exercised January 17, 2025	(2,000,000)	0.05
Option granted March 3, 2025	300,000	0.05
Option exercised March 20, 2025	(100,000)	0.05
Option granted March 20, 2025	100,000	0.05
Option granted March 25, 2025	2,100,000	0.06
Option exercised March 26, 2025	(300,000)	0.06
Option granted March 27, 2025	330,000	0.05
Option exercised March 27, 2025	(300,000)	0.05
Option granted April 7, 2025	350,000	0.05
Option granted June 10, 2025	520,000	0.10
Option granted June 17, 2025	650,000	0.12
Option exercised June 9, 2025	(400,000)	0.05
Option exercised June 17, 2025	(680,000)	0.05
Option exercised June 24, 2025	(1,465,000)	0.05
Option exercised June 25, 2025	(50,000)	0.05
Outstanding and exercisable at June 30, 2025	7,355,000	$ 0.06

During the six-month period ended June 30, 2025, the Company granted 5,170,000 (2024 – nil) stock options to consultants, officers, employees and directors of the Company. All options vested at the grant date.

The fair value of the options granted in the six-month period ended June 30, 2025, as determined by the Black-Scholes option pricing model, was $245,435 (2024 - $nil) or $0.05 per option (2024 - $nil).

Share-based compensation recognized during the six-month period was $245,435 (2024 - $nil).

7. STOCK OPTIONS AND WARRANTS (cont'd…)

The following weighted-average assumptions were used for the Black-Scholes valuation of stock options granted during the six-month period ended June 30, 2025:

	Six-month period ended June 30, 2025	Year ended December 31, 2024
Risk-free interest rate	2.64%	3.01%
Expected life of options	1 year	1 year
Annualized volatility	203.39%	210.35%
Dividend rate	0.00%	0.00%
Forfeiture rate	0.00%	0.00%

Warrants

As at June 30, 2025, the Company had warrants outstanding, enabling the holders to acquire the following number of common shares:

Number of Warrants	Exercise Price	Average Contractual Life Remaining	Expiry Date
8,571,428	$ 0.05	0.10 year	August 6, 2025
8,058,331	$ 0.08	0.45 year	December 13, 2025
16,629,759			

Warrant transactions are summarized as follows:

	Number of Warrants	Weighted Average Exercise Price
Outstanding as at December 31, 2023	-	$ 0.00
Issued on June 28, 2024	12,235,714	0.05
Issued on August 6, 2024	8,871,428	0.05
Issued on December 13, 2024	8,333,331	0.08
Exercised on December 20, 2024	(500,000)	0.05
Outstanding December 31, 2024	28,940,473	$ 0.06
Warrants exercised in June 2025	(12,310,714)	0.05
Outstanding June 30, 2025	16,629,759	$ 0.06
Number of warrants exercisable as at June 30, 2025	16,629,759	$ 0.06

8. RELATED PARTY TRANSACTIONS AND BALANCES

The Company defines Key Management Personnel to include the Chief Executive Officer ("CEO"), Chief Financial Officer ("CFO") and directors.

The accounts payable and accrued liabilities of the Company include the following amounts due to related parties:

	June 30, 2025	December 31, 2024
Key management personnel	$ 97,014	$ 133,248
	$ 97,014	$ 133,248

- In 2024, a director provided a loan of $115,144 to the Company at an annual interest rate of 18%. In January 2025, the Company made a payment of $28,845 toward the loan. The accrual interest payable on the loan is $10,625. The loan has been extended and is due on August 5, 2025.

The loan amount and the accrued interest are included in the total payables shown in the table above.

Key management personnel compensation (consisting of senior officers and directors of the Company):

	Six-month period ended	
	30-Jun-25	30-Jun-24
Short-term benefits *	$ 80,000	$ 18,300
Director Fees **	9,000	-
Equity benefits *	207,400	-
Share-based compensation	212,061	-
Total remuneration	$ 508,461	$ 18,300

* Amounts are included within wages and benefits on the statement of loss and comprehensive loss.
** Amounts are included within administration on the statement of loss and comprehensive loss

9. SEGMENTED INFORMATION

The Company has one operating segment focused on investment holdings as well as providing management services (note 1). All of the Company's equipment are located in Canada. All revenue is earned in Canada.

10. MANAGEMENT OF CAPITAL

The Company's objectives when managing capital are to safeguard the Company's ability to continue as a going concern and to invest to earn a risk-appropriate return for shareholders. The Company does not have any externally imposed capital requirements to which it is subject. The capital of the Company consists of items in shareholders' equity (deficit). The Company had no bank indebtedness at March 31, 2025. The Board of Directors do not establish quantitative return on capital criteria for management but rather rely on the expertise of the Company's management to sustain future development of the business.

The Company manages the capital structure and makes adjustments to it in light of changes in available funds, economic conditions and the risk characteristics of the underlying assets. To maintain or adjust the capital structure, the Company may issue new shares, borrow money, or dispose of assets to adjust the amount of cash.

The Company's investment policy is to invest its cash in demand investment instruments in high credit quality financial institutions to provide liquidity over the expected time of expenditures from continuing operations. The Company also invests some of its excess cash in common shares and other securities of private and public companies.

There were no material changes in the Company's approach to capital management during the period ended June 30, 2025.

11. FINANCIAL INSTRUMENTS AND RISK MANAGEMENT

The Company uses a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

Level 1 - quoted prices (unadjusted) in active markets for identical assets or liabilities;

Level 2 - inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices); and

Level 3 - inputs for the asset or liability that are not based on observable market data (unobservable inputs).

The Company's financial instruments include cash, receivables, investments, and accounts payable and accrued liabilities, loan from related party and interest payable on the related party loan.

The carrying values of receivables and accounts payable and accrued liabilities, loan from related party and interest payable on the related party loan approximate fair value because of the short-term nature of these instruments.

11. FINANCIAL INSTRUMENTS AND RISK MANAGEMENT (cont'd…)

As at June 30, 2025, the Company's classification of financial instruments measured at fair value within the fair value hierarchy are summarized below:

	Level 1	Level 2	Level 3	Total
Cash	$ 341,062	$ -	$ -	$ 341,062
Investments	$ 1,026,005	$ 45,710	$ 100	$ 1,071,815

As at December 31, 2024, the Company's classification of financial instruments measured at fair value within the fair value hierarchy are summarized below:

	Level 1	Level 2	Level 3	Total
Cash	$ 356,641	$ -	$ -	$ 356,641
Investments	$ 555	$ 86,159	$ 117,278	$ 203,992

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

Credit risk

The Company's credit risk is primarily attributable to cash and receivables. The Company has no material concentration of credit risk arising from operations. Cash is held at reputable financial institutions, from which management believes the risk of loss to be remote. The Company has no material credit risks from its receivables.

Liquidity risk

Liquidity risk is the risk that the Company is unable to meet its financial obligations as they fall due. The Company takes steps to ensure that it has sufficient working capital and available sources of financing to meet future cash requirements and ongoing operations.

The Company intends to obtain equity capital or borrowings to ensure the Company has sufficient access to cash to meet current and foreseeable financial requirements. The Company actively monitors its liquidity to ensure that its cash flows and working capital are adequate to support its financial obligations and the Company's capital programs.

Interest rate risk

The Company has cash balances subject to fluctuations in the prime rate. The Company's current policy is to invest some of excess cash in investment-grade highly liquid demand deposit certificates issued by its banking institutions. The Company periodically monitors the investments it makes and is satisfied with the credit ratings of its banks. Management believes that interest rate risk is remote as cash deposits are payable on demand and the Company currently does not carry interest bearing debt at floating rates. Fluctuations in interest rates may impact the value of the Company's investments in publicly traded common shares.

11. FINANCIAL INSTRUMENTS AND RISK MANAGEMENT (cont'd...)

Foreign currency risk

The Company's functional currency is the Canadian dollar; however, there are few transactions and investments in U.S. dollars and the Company keeps some of its cash in U.S. currency. The Company is exposed to financial risk arising from fluctuations in foreign exchange rates and the degree of volatility in these rates. The Company does not use derivative instruments to reduce its exposure to foreign currency risk. A 10% change in the foreign exchange rate would have had an approximate $69,400 impact on foreign exchange gain or loss.

Market risk

Market risk is the risk that the fair value of, or future cash flows from, the Company's financial instruments will fluctuate due to changes in market prices. The value of financial instruments can be affected by changes in interest rates, foreign exchange rates, and equity and commodity prices. The Company is exposed to market risk in trading its investments and unfavourable market conditions could result in dispositions of investments at less than favourable prices. The Company's investments are primarily concentrated in the natural resources, junior healthcare, and technology industries, which results in exposure to higher volatility than broader market investments and indexes. The Company's investments are accounted for at fair value and are sensitive to changes in market bid prices, such that changes in market prices result in a proportionate change in the carrying value of the Company's investments. The Company holds investments (directly and indirectly) in private and public traded equity securities. Market prices for equity securities are subject to fluctuation and consequently the amount realized in the subsequent sale of an investment may materially differ from the reported market value. Some investments may not be very liquid, and dispositions may take time or may be sold at less than market prices. A 10% change in the fair values of the Company's investments at June 30, 2025, would have an $107,000 impact on results from operations.

Two investments comprise 9% and 87% of the total investments balance at June 30, 2025 (December 31, 2024 - 57% and 32%).

12. CONTINGENCIES

The Company is involved in certain claims and legal actions in the ordinary course of business as well as described in note 1 of the Financial Statements. In the opinion of management, the ultimate disposition of these matters is not determinable. No amounts have been accrued in the financial statements as of June 30, 2025.

13. SUBSEQUENCE EVENTS

On July 2, 2025, the Company closed its second tranche of a USD $1M credit facility from Round13 Digital Asset Fund LP to purchase Bitcoin. The facility provides for up to USD $5,000,000, with simple interest from the date of each loan at a variable rate equal to the Bank of Canada prime rate (note 5).

On July 16, 2025, the Company closed a non-brokered private placement. Under the Offering, a total of 15,543,822 Units were issued at a price of C$0.25 per Unit for aggregate gross proceeds of C$3,885,956.

On July 30, 2025, the Company issued a Convertible Debenture for $5M USD to increase its Bitcoin treasury holdings.