

HYPER BIT TECHNOLOGIES LTD.

Condensed Interim Consolidated Financial Statements

For the Three Months Ended July 31, 2026

(unaudited – amounts in Canadian Dollars)

Notice to the Reader

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 accomplished by a notice indicating that the interim financial statements have not been reviewed by an auditor.

The accompanying unaudited condensed consolidated interim financial statements of the Company have been prepared by and are the responsibility of the Company's management. The unaudited condensed consolidated interim financial statements have been prepared using accounting policies in compliance with International Financial Reporting Standards for the preparation of the condensed consolidated interim financial statements and are in accordance with IAS 34 – Interim Financial Reporting.

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

HYPER BIT TECHNOLOGIES LTD.

Condensed Interim Consolidated Statements of Financial Position
(in Canadian dollars)

	July 31, 2026 (unaudited)	April 30, 2026 (audited)
Assets		
Current assets:		
Cash	\$ 45,930	\$ 27,544
Amounts receivable	65,195	76,105
Prepaid expenses	3,424	-
Digital assets (Note 6)	56,172	-
Loan receivable (Note 7)	-	436,361
Total current assets	170,721	540,010
Property and equipment (Note 5)	332,056	3,320
Goodwill (Note 4)	965,173	-
Total assets	\$ 1,467,950	\$ 543,330
Liabilities and Shareholders' Equity (Deficiency)		
Current liabilities:		
Accounts payable and accrued liabilities	\$ 826,352	\$ 540,153
Loans payable (Note 8)	74,266	74,266
Debenture payable (Note 9)	76,203	76,203
Total current liabilities	976,821	690,622
Shareholders' equity (deficiency):		
Share capital (Note 10)	9,213,310	8,416,124
Share subscriptions received	70,000	-
Reserves	1,719,895	1,719,895
Deficit	(10,512,076)	(10,283,311)
Total shareholders' equity (deficiency)	491,129	(147,292)
Total liabilities and shareholders' equity (deficiency)	\$ 1,467,950	\$ 543,330

Nature and continuance of operations (Note 1)
Subsequent events (Note 14)

The accompanying notes form an integral part of these unaudited condensed interim consolidated financial statements

HYPER BIT TECHNOLOGIES LTD.

Condensed Interim Consolidated Statements of Loss and Comprehensive Loss
For the Three Months Ended July 31, 2026 and 2025
(in Canadian dollars)
(unaudited)

	Three Months Ended July 31,	
	2026	2025
Expenses		
Amortization and depreciation	\$ 10,284	\$ -
Accounting and audit	16,840	1,600
Finance expense	1,872	30,433
Foreign exchange loss (gain)	(2,821)	1,359
Legal and corporate services	111,030	33,140
Management and consulting	48,322	125,500
Office, rent and administration	14,535	3,409
Custodial fee	-	11,613
Share-based compensation	-	266,000
Shareholder communications and marketing	9,026	423,129
Travel	94	55,771
Transfer agent and filing fees	19,583	46,898
	228,765	998,852
Loss before other items	(228,765)	(998,852)
Other items		
Other income	-	20,833
Fair market gain of investments	-	868
	-	21,701
Net loss and comprehensive loss for the period	\$ (228,765)	\$ (977,151)
Weighted average shares outstanding – basic and diluted	34,811,310	22,273,361
Basic and diluted loss per share for the period	\$ (0.01)	\$ (0.04)

The accompanying notes form an integral part of these unaudited condensed interim consolidated financial statements

HYPER BIT TECHNOLOGIES LTD.

Condensed Interim Consolidated Statements of Cash Flows
For the Three Months Ended July 31, 2026 and 2025
(in Canadian dollars)
(unaudited)

	Three Months Ended July 31,	
	2026	2025
Cash flows from operating activities		
Net loss	\$ (228,765)	\$ (977,151)
Items not involving cash:		
Amortization and depreciation	10,284	-
Share-based compensation	-	266,000
Fair market gain on investments	-	(868)
Cash used in operating activities before working capital	(218,481)	(712,019)
Change in non-cash working capital		
Amounts receivable	(4,922)	(10,812)
Prepaid expenses	-	50,189
Deferred income	-	(8,333)
Accounts payable and accrued liabilities	195,955	70,496
Net cash used in operations	(27,448)	(610,479)
Cash flows from investing activities		
Purchase of property and equipment	(24,166)	(1,104)
Issuance of loan receivable	-	(160,446)
Net cash used in investing	(24,166)	(161,550)
Cash flows from financing activities		
Share subscriptions received	70,000	-
Proceeds on issuance of common shares	-	481,250
Proceeds on issuance of loan payable	-	379,676
Net cash from financing	70,000	860,926
Increase (decrease) in cash	18,386	88,897
Cash, beginning of year	27,544	212,613
Cash, end of year	\$ 45,930	\$ 301,510
Non-Cash Financing Activities		
Shares issued on acquisition of DCMT	797,186	-
Investments purchased from loan facility	-	116,150

The accompanying notes form an integral part of these unaudited condensed interim consolidated financial statements

HYPER BIT TECHNOLOGIES LTD.

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

For the Three Months Ended July 31, 2026 and 2025

(in Canadian dollars)

	Number of Common Shares	Share Capital	Share subscriptions received in advance	Reserves	Deficit	Total Shareholders' Equity (Deficiency)
Balance, April 30, 2025	21,505,888	\$ 6,186,073	\$ -	\$ 90,860	\$ (6,147,552)	\$ 129,381
Shares issued on exercise of warrants	5,250,000	393,750	7,500			401,250
Shares issued on exercise of options	200,000	108,000		(28,000)		80,000
Share-based compensation	-	-	-	266,000	-	266,000
Net loss	-	-	-	-	(977,151)	(977,151)
Balance, July 31, 2025	26,955,888	\$ 6,687,823	\$ 7,500	\$ 328,860	\$ (7,124,703)	\$ (100,520)
Balance, April 30, 2026	32,694,242	\$ 8,416,124	\$ -	\$ 1,719,895	\$(10,283,311)	\$ (147,292)
Shares issued on acquisition of subsidiary (Note 4)	6,643,214	797,186	-	-	-	797,186
Share subscriptions received in advance	-	-	70,000	-	-	70,000
Net loss	-	-	-	-	(228,765)	(228,765)
Balance, July 31, 2026	39,337,456	\$ 9,213,310	\$ 70,000	\$ 1,719,895	\$(10,512,076)	\$ 491,129

The accompanying notes form an integral part of these unaudited condensed interim consolidated financial statements

HYPER BIT TECHNOLOGIES LTD.

Notes to the Condensed Interim Consolidated Financial Statements
For the Three Months Ended July 31, 2026 and 2025
(Amounts in Canadian dollars)

1. NATURE AND CONTINUANCE OF OPERATIONS

Hyper Bit Technologies Ltd. (the “Company”) was incorporated on October 1, 2018 under the Business Corporations Act of British Columbia. The Company is listed on the Canadian Securities Exchange (the “CSE”) under the trading symbol “HYPE”. The head office, records office, and principal address of the Company is Suite 750 – 580 Hornby Street, Vancouver, British Columbia.

Change of Business (“COB”)

In June 2022, the Company completed a Change of Business. Pursuant to an asset purchase agreement and an operating agreement, the Company engaged Enigma Data Technologies LLC, a Delaware based company (the “Provider”) to initially source and acquire 150 Siacoin mining rigs for the aggregate purchase price of \$672,893 (US\$525,000) (paid). To date, the Company has not commenced operation of the mining rigs as they would not be profitable at the current value of related cryptocurrencies. As at July 31, 2026, the rigs remain unpacked in warehouse storage in the United States.

The Company has incurred a loss of \$228,765 during the three months ended July 31, 2026 (2025 - \$977,151). While the Company has been successful in obtaining the necessary financing through the issuance of common shares in the past, there is no assurance it will be able to raise funds in this manner in the future. As at July 31, 2026, the Company had \$45,930 (April 30, 2026 - \$27,544) in cash, working capital deficiency of \$806,100 (April 30, 2026 - \$150,612), and no long-term debt.

These conditions indicate the existence of a material uncertainty that may cast significant doubt about the Company’s ability to continue as a going concern. These financial statements do not give effect to adjustments that would be necessary should the Company be unable to continue as a going concern and, therefore, be required to realize its assets and liquidate its liabilities and commitments in other than the normal course of operations, and at amounts different from those in the accompanying financial statements.

2. BASIS OF PREPARATION AND GOING CONCERN

Statement of Compliance and Basis of Presentation

These condensed interim consolidated financial statements, including comparatives, have been prepared in accordance with International Accounting Standard 34, Interim Financial Reporting (“IAS 34”), using accounting policies consistent with IFRS issued by the International Accounting Standards Board (“IASB”) and Interpretations of the International Financial Reporting Interpretations Committee (“IFRIC”).

These condensed interim consolidated financial statements have been prepared on the basis of accounting policies, methods of computation, and estimates and judgments consistent with those applied in the Company’s April 30, 2026 annual financial statements, except for the accounting policies applicable to the acquisition and consolidation of Dogecoin Mining Technologies Corp. (“DCMT”), as described in Note 3.

These condensed interim financial statements do not include all the information required of full audited financial statements and therefore these condensed interim financial statements should be read in conjunction with the annual financial statements for the year ended April 30, 2026.

Basis of Measurement and Going Concern

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

The preparation of financial statements in compliance with IFRS requires management to make certain critical accounting estimates and assumptions. It also requires management to exercise judgment in applying the Company’s accounting policies. The areas involving a higher degree of judgment or

HYPER BIT TECHNOLOGIES LTD.

Notes to the Condensed Interim Consolidated Financial Statements
For the Three Months Ended July 31, 2026 and 2025
(Amounts in Canadian dollars)

complexity, or areas where assumptions and estimates are significant to the financial statements, are disclosed in the respective notes to the condensed interim consolidated financial statements.

Functional and presentation currency

The financial statements are presented in Canadian dollars, which is the functional currency of the Company and its subsidiary, DCMT, and the Company's presentation currency.

Basis of Consolidation

These condensed interim consolidated financial statements include the accounts of the Company and its wholly-owned subsidiary, Dogecoin Mining Technologies Corp. ("DCMT"), from July 2, 2026, the date on which the Company obtained control (Note 4). Control exists when the Company has power over the investee, is exposed, or has rights, to variable returns from its involvement with the investee, and has the ability to use its power to affect those returns.

The results of DCMT are included in the condensed interim consolidated statement of loss and comprehensive loss from the date of acquisition. All intercompany balances, transactions, income and expenses, and unrealized gains and losses arising from intercompany transactions have been eliminated on consolidation.

Approval of the Condensed Interim Consolidated Financial Statements

The condensed interim consolidated financial statements of the Company for the period ended July 31, 2026, were approved and authorized by the Board of Directors on September 29, 2026.

3. MATERIAL ACCOUNTING POLICY INFORMATION

The material accounting policies applied in the preparation of these condensed interim consolidated financial statements are consistent with those applied in the Company's annual financial statements for the year ended April 30, 2026, except for the policies applicable to the acquisition of Dogecoin Mining Technologies Corp. ("DCMT") described below.

Business Combinations

Business combinations are accounted for using the acquisition method when control is transferred to the Company. The consideration transferred in a business combination is measured at fair value. Identifiable assets acquired and liabilities assumed are recognized at their acquisition-date fair values.

Acquisition-related costs, other than those associated with the issuance of debt or equity securities, are recognized as expenses as incurred.

Goodwill is measured as the excess of the consideration transferred over the fair value of the identifiable assets acquired and liabilities assumed.

HYPER BIT TECHNOLOGIES LTD.

Notes to the Condensed Interim Consolidated Financial Statements
For the Three Months Ended July 31, 2026 and 2025
(Amounts in Canadian dollars)

3. MATERIAL ACCOUNTING POLICY INFORMATION (*continued*)

Subsidiaries and Consolidation

Subsidiaries are consolidated from the date control is obtained until the date control ceases. The Company's basis of consolidation, including the assessment of control and the elimination of intercompany balances and transactions, is described in Note 2.

Goodwill

Goodwill arising from a business combination is initially measured as the excess of the consideration transferred over the fair value of the identifiable assets acquired and liabilities assumed.

Goodwill is subsequently measured at cost less accumulated impairment losses. Goodwill is allocated to cash-generating units or groups of cash-generating units that are expected to benefit from the synergies of the business combination.

Goodwill is tested for impairment annually and whenever there is an indication that it may be impaired.

Digital assets

Cryptocurrency on hand at the end of a reporting period, if any, is classified as digital assets, and is accounted for under IAS 38, Intangible Assets, as an intangible asset with an indefinite useful life initially measured at cost, deemed to be the fair value upon receipt as described above, and subsequently measured under the revaluation model. Under the revaluation model, increases in the cryptocurrency's carrying amount, determined as the excess of fair value on revaluation over the weighted average cost, are recognized in other comprehensive income, except to the extent that they reverse a revaluation decrease previously recognized in profit or loss. Decreases are recognized in profit or loss, except to the extent that they reverse a revaluation increase previously recognized in other comprehensive income. Once the cryptocurrency is sold, the revaluation increase related to it is transferred from revaluation surplus to retained earnings. The Company revalues its cryptocurrency on hand on a monthly basis and following any significant fair value fluctuations. The fair value of cryptocurrency on hand at the end of the reporting period is calculated as the quantity of cryptocurrency on hand multiplied by the price quoted on Coinbase Prime as of the reporting date.

The Company reports cryptocurrency on hand at the end of the reporting period as digital assets, which are classified as current assets as Management has determined that the cryptocurrency on hand at the end of the reporting period has markets with sufficient liquidity to allow conversion within the Company's normal operating cycle and the Company expects to realize the digital asset within twelve months after the reporting period. The Company presents cryptocurrency collateralized separate from unencumbered cryptocurrency.

Revenue recognition

The Company earns revenue primarily through cryptocurrency mining activities, which include validating transactions and adding blocks to blockchain networks. Revenue is recognized in accordance with IFRS 15 – Revenue from Contracts with Customers.

▪ **Transaction Fees**

Transaction fees received for validating transactions are recognized as revenue when the Company obtains control of the cryptocurrency, which occurs upon successful validation and addition of a block to the blockchain. Revenue is measured at the fair value of the cryptocurrency received at the time of recognition.

HYPER BIT TECHNOLOGIES LTD.

Notes to the Condensed Interim Consolidated Financial Statements
For the Three Months Ended July 31, 2026 and 2025
(Amounts in Canadian dollars)

3. MATERIAL ACCOUNTING POLICY INFORMATION (*continued*)

▪ Block Rewards

Block rewards represent newly created cryptocurrency issued by the blockchain protocol. As there is no contract with a customer under IFRS 15, block rewards are recognized as other income when the Company obtains control of the cryptocurrency, measured at fair value at that date.

▪ Pooling Arrangements

Where the Company participates in mining pools, revenue is recognized based on the Company's share of cryptocurrency received from the pool operator, net of any fees, when control is obtained.

4. ACQUISITION OF DOGECOIN MINING TECHNOLOGIES CORP. ("DCMT")

On July 2, 2026, the Company completed the acquisition (the "Acquisition") of Dogecoin Mining Technologies Corp. ("DCMT"). The Company acquired 45,999 common shares of DCMT, representing 100% of the issued and outstanding shares of DCMT.

As consideration for the Acquisition, the Company issued 6,643,214 common shares of the Company to the shareholders of DCMT. Although the shares were issued at a deemed price of \$0.135 per share, the consideration transferred was measured at the acquisition-date fair value of \$0.12 per share, resulting in total consideration of \$797,186.

The Acquisition has been accounted for using the acquisition method in accordance with IFRS 3, Business Combinations. The Debt Settlement completed concurrently with the Acquisition is disclosed separately in Note 7. The preliminary allocation of the purchase consideration to the identifiable assets acquired and liabilities assumed at their acquisition-date fair values is as follows:

	July 2, 2026
Assets Acquired	
Cash and cash equivalents	\$ -
Receivables	6,397
Prepaid expenses	3,424
Property, plant and equipment	314,854
Digital assets	56,172
Total assets acquired	\$ 380,847
Liabilities Assumed	
Accounts payable	90,382
Loans payable	458,452
Total liabilities assumed	548,834
Net identifiable liabilities acquired	\$ (167,987)
Fair value of consideration transferred	797,186
Goodwill	\$ 965,173

HYPER BIT TECHNOLOGIES LTD.

Notes to the Condensed Interim Consolidated Financial Statements
For the Three Months Ended July 31, 2026 and 2025
(Amounts in Canadian dollars)

4. ACQUISITION OF DOGECOIN MINING TECHNOLOGIES CORP. ("DCMT") (*continued*)

Goodwill represents the excess of the consideration transferred over the fair value of the identifiable net liabilities acquired in connection with the Acquisition. The goodwill recognized is presented separately in the consolidated statement of financial position.

The fair value of the consideration transferred was determined based on the quoted market price of the Company's common shares of \$0.12 per share on the acquisition date.

The amounts recognized in respect of the assets acquired and liabilities assumed are preliminary and may be adjusted during the measurement period as additional information regarding facts and circumstances that existed at the acquisition date becomes available.

5. PROPERTY, PLANT AND EQUIPMENT

	Furniture and Fixtures	Equipment	Total
Cost			
Balance, April 30, 2026	\$ 12,713	\$ -	\$ 12,713
Acquired through business combination	-	314,854	314,854
Additions	-	24,166	24,166
Balance, July 31, 2026	\$ 12,713	\$ 339,020	\$ 351,733
Accumulated Amortization			
Balance, April 30, 2026	\$ 9,393	\$ -	\$ 9,393
Additions	332	9,952	10,284
Balance, July 31, 2026	\$ 9,725	\$ 9,952	\$ 19,677
Net book value, April 30, 2026	\$ 3,320	\$ -	\$ 3,320
Net book value, July 31, 2026	\$ 2,988	\$ 329,068	\$ 332,056

6. DIGITAL ASSETS

Digital Assets	July 31, 2026
Digital assets acquired through acquisition of DCMT	
Doge Coin	\$ 49,136
Litecoin	7,036
Total digital assets	\$ 56,172

HYPER BIT TECHNOLOGIES LTD.

Notes to the Condensed Interim Consolidated Financial Statements
For the Three Months Ended July 31, 2026 and 2025
(Amounts in Canadian dollars)

7. LOAN RECEIVABLE

Prior to the acquisition of Dogecoin Mining Technologies Corp. ("DCMT"), the Company entered into several loan agreements with DCMT.

- On July 24, 2025, the Company entered into a loan agreement with DCMT for US\$115,820. The loan was unsecured, bore interest at 8% per annum and was originally due October 31, 2025.
- On August 6, 2025, the Company entered into two separate loan agreements with DCMT totaling US\$99,618. The loans were unsecured, bore interest at 8% per annum and were originally due October 31, 2025.
- On December 6, 2025, the Company entered into a loan agreement with DCMT for US\$104,850. The loan was unsecured, bore interest at 8% per annum and was originally due March 4, 2026.
- As at July 2, 2026, the aggregate carrying amount of the loans was approximately CAD\$477,034.
- On July 30, 2026, the Company advanced an additional US\$17,155 (CAD\$24,527) to DCMT.
- During the period, DCMT returned \$3,320 to the Company. The amount returned could not be attributed to a specific loan.

Subsequently, the outstanding indebtedness was settled for \$498,241 through the issuance by DCMT of 15,333 common shares to the Company at a deemed price of \$32.49 per share.

Following the acquisition of DCMT on July 2, 2026, DCMT became a wholly owned subsidiary of the Company. Accordingly, the loan receivable and corresponding liability are eliminated upon consolidation and are not presented as an outstanding receivable or liability in the consolidated statement of financial position as at July 31, 2026.

8. LOANS PAYABLE

During the year ended April 30, 2026, the Company entered into various 90-day loan agreements totaling \$429,787. The agreements are unsecured, bear interest at 10% per annum and are subject to a 15% loan fee. On August 19, 2025, the Company issued 2,445,300 common shares in settlement of \$380,000 of loan principal and \$60,167 of accrued interest and loan fees.

As at July 31, 2026, \$50,110 of the loans and \$11,990 of related accrued interest and loan fees remained outstanding (April 30, 2026 — \$50,110 and \$10,727, respectively).

On July 1, 2025, the Company entered into a credit facility to a maximum amount of \$1,000,000, which may be advanced in one or more draws. The facility was subsequently amended to increase the maximum amount available to \$2,000,000. The facility bears interest at 10% per annum with a 90 day term. Each draw down is subject to 10% custodial fee. On July 11, 2025, the Company issued the first draw down notice of \$45,985. On July 24, 2025, the Company issued the second drawn down notice of \$46,009. On July 24, 2025, the Company issued the third draw down notice of \$24,156.

On August 19, 2025, the Company issued 611,111 common shares to settle the outstanding balance related to the first and second drawdowns, totaling \$91,994, together with custodial fees of \$9,199. The balance relating to the third drawdown of \$24,156 and \$14,161 of interest and fees remain outstanding as at July 31, 2026 (April 30, 2026 — \$24,156 and \$13,552, respectively).

HYPER BIT TECHNOLOGIES LTD.

Notes to the Condensed Interim Consolidated Financial Statements
For the Three Months Ended July 31, 2026 and 2025
(Amounts in Canadian dollars)

9. DEBENTURE PAYABLE

As at	Liability Component	Equity Component	Total
Balance, April 30, 2025	\$ -	\$ -	\$ -
Issuance	410,968	24,620	435,588
Accretion expense	100,822	-	100,822
Conversion to common shares	(435,587)	(24,620)	(460,207)
Balance, July 31 and April 30, 2026	\$ 76,203	\$ -	\$ 76,203

On October 24, 2025, the Company issued a debenture with a face value of \$511,789 less a 15% original issue discount ("OID") for net proceeds of \$435,588. The convertible debenture can be converted into units of the Company at \$0.30 per unit. Each unit consists of one common share and one common share purchase warrant, allowing the holder to purchase an additional common share at \$0.40 per common share for a period of 36 months from the date of issuance. The debenture is unsecured and is non-interest bearing. The debenture matures on 90 days from the date of issuance, at which time the debenture less the OID can be settled in shares, with the remaining amount settled by cash payment. At anytime before the maturity date, the holder can convert the debenture into units.

The convertible debenture was determined to be a compound financial instrument composed of liability and equity components, meeting the fixed-for-fixed criteria. The fair value of the liability component of the convertible debentures at the time of issue was calculated as being equivalent to the discounted cash flows for the debentures assuming an effective interest rate of 20%. The effective interest rate was based on the estimated interest rate for a debenture without a conversion feature. The fair value of the equity component (conversion feature) was determined at the time of issue as the difference between the face value of the convertible debenture and the fair value of the liability component. The OID fee was accounted for in the calculation of the effective interest rate over the expected life of the financial instrument.

At the time of issue, the value of the liability component was determined to be \$410,968 with the residual value of \$24,620 assigned to the equity component.

The value of the conversion warrants was determined by allocating the residual value of the debenture units transaction price after all financial liabilities in the debenture units were recognized. No value has been assigned to the warrants.

During the year ended April 30, 2026, the convertible debentures were converted to common shares (Note 9). As a result, 1,451,943 common shares and 1,451,943 common share purchase warrants were issued. The OID fee of \$76,203 remains outstanding as at July 31, 2026 (\$76,203 – April 30, 2026).

10. SHARE CAPITAL

Authorized:

Unlimited number of common shares without par value.

HYPER BIT TECHNOLOGIES LTD.

Notes to the Condensed Interim Consolidated Financial Statements
For the Three Months Ended July 31, 2026 and 2025
(Amounts in Canadian dollars)

10. SHARE CAPITAL (*continued*)

Issued:

For the Three Months Ended July 31, 2026

On July 2, 2026, the Company issued 6,643,214 common shares at a fair value of \$0.12 per share, totaling \$797,186, as consideration for the acquisition of 100% of the issued and outstanding shares of Dogecoin Mining Technologies Corp. ("DCMT"). See Note 4.

For the Year Ended April 30, 2026

On July 23, 2025, the company issued 200,000 common shares for gross proceeds of \$80,000 on the exercise of stock options.

On August 19, 2025, the Company issued 3,336,411 units, each consisting of one common share and one warrant, in the settlement of accounts payable, loans payable, unpaid interest and custodial fees and convertible debentures (Note 9). The Company recognized a loss on settlement of debt of \$1,710,823 in connection with these transactions.

On November 12, 2025, the Company issued 110,500 common shares on the conversion of convertible debentures. In addition, the Company issued 110,500 common share purchase warrants entitling the holder to purchase an additional common share at \$0.40 per common share for a three year period.

On November 28, 2025, the Company issued 800,000 common shares on the conversion of convertible debentures. In addition, the Company issued 800,000 common share purchase warrants entitling the holder to purchase an additional common share at \$0.40 per common share for a three year period.

On January 19, 2026, the Company issued 198,333 common shares on the conversion of convertible debentures. In addition, the Company issued 198,333 common share purchase warrants entitling the holder to purchase an additional common share at \$0.40 per common share for a three year period.

On January 22, 2026, the Company issued 343,110 common shares on the conversion of convertible debentures. In addition, the Company issued 343,110 common share purchase warrants entitling the holder to purchase an additional common share at \$0.40 per common share for a three year period.

For the year ended April 30, 2026, the Company issued 6,200,000 common shares on the exercise of 6,200,000 warrants for gross proceeds of \$465,000.

Stock Options

The Company's Board has adopted a Stock Option Plan available to eligible directors, officers, employees and consultants to acquire up to 20% of common shares then outstanding (the "Plan"). Under the Plan, options may be granted by the Board at an option price in accordance with regulatory policy for a maximum term of 10 years. No amounts are paid or payable by the recipient on receipt and the options are not dependent on any performance-based criteria. Share purchase options will vest at the discretion of the Company and in accordance with regulatory policy.

On May 15, 2025, the Company granted 1,900,000 stock options to certain directors and officers of the Company at an exercise price of \$0.40 for a period of one year from the date of grant. The fair value of these options was calculated to be \$542,489 using the Black-Scholes pricing module using the following assumptions: expected life 1 year; volatility 244%; risk-free rate 2.53%; dividend rate 0%.

HYPER BIT TECHNOLOGIES LTD.

Notes to the Condensed Interim Consolidated Financial Statements
For the Three Months Ended July 31, 2026 and 2025
(Amounts in Canadian dollars)

10. SHARE CAPITAL (continued)

A continuity of the stock options outstanding as at July 31, 2026 is as follows:

	Number of Options	Weighted Average Exercise Price
		\$
Balance, April 30, 2025	-	-
Granted	1,900,000	0.40
Exercised	(200,000)	0.40
Balance, April 30, 2026	1,700,000	0.40
Expired	(1,700,000)	0.40
Balance, July 31, 2026	-	-

Warrants

A continuity of the warrants outstanding at July 31, 2026 is as follows:

	Number of Warrants	Weighted Average Exercise Price
		\$
Balance, April 30, 2025	9,000,000	0.075
Issued	4,788,354	0.330
Exercised	(6,200,000)	0.075
Balance, April 30, 2026	7,588,354	0.236
Balance, July 31, 2026	7,588,354	0.236

The following share purchase warrants were outstanding as at July 31, 2026:

Expiry date	Number of warrants	Exercise price	Remaining contractual life (years)
		\$	
February 24, 2027	2,800,000	0.075	0.57
August 19, 2028	3,336,411	0.300	2.05
November 12, 2028	110,500	0.400	2.29
November 28, 2028	800,000	0.400	2.33
January 19, 2029	198,333	0.400	2.47
January 22, 2029	343,110	0.400	2.48
	7,588,354	0.236	1.57

HYPER BIT TECHNOLOGIES LTD.

Notes to the Condensed Interim Consolidated Financial Statements
For the Three Months Ended July 31, 2026 and 2025
(Amounts in Canadian dollars)

11. RELATED PARTY TRANSACTIONS

Key management personnel include persons having the authority and responsibility for planning, directing, and controlling the activities of the Company as a whole. The Company has determined the key personnel to be the executive and non-executive officers and directors of the Company.

	Three Months July 31,	
	2026	2025
Management and consulting fees	\$ 27,000	\$ 29,250
Legal and corporate services	-	33,140
Accounting and audit	-	1,600
	\$ 27,000	\$ 63,990

As at July 31, 2026 and April 30, 2026, \$126,175 and \$105,050 were owed to related parties for services.

On May 15, 2025, the Company issued 1,000,000 stock options valued at \$285,521 as retention to certain directors and officers of the Company.

12. CAPITAL MANAGEMENT

The Company's objective when managing capital is to safeguard the Company's ability to continue as a going concern, so that it can continue to provide returns for shareholders and benefits for other stakeholders. The Company considers the items included in shareholders' deficiency as capital. The Company manages the capital structure and makes adjustments to it in light of changes in economic conditions and the risk characteristics of the underlying assets. In order to maintain or adjust the capital structure, the Company may issue new shares through private placements, sell assets to reduce debt or return capital to shareholders. The Company is not subject to externally imposed capital requirements.

13. FINANCIAL INSTRUMENTS AND RISK MANAGEMENT

The carrying value of cash, amounts receivable, loan receivable, accounts payable, loans payable and debenture payable approximate their fair value because of the short-term nature of these instruments.

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.

There have been no changes from the prior year.

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

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. The Company limits exposure to credit risk on liquid financial assets through maintaining its cash with high-credit quality financial institutions.

HYPER BIT TECHNOLOGIES LTD.

Notes to the Condensed Interim Consolidated Financial Statements
For the Three Months Ended July 31, 2026 and 2025
(Amounts in Canadian dollars)

13. FINANCIAL INSTRUMENTS AND RISK MANAGEMENT (*continued*)

Liquidity risk

The Company's approach to managing liquidity risk is to ensure that it will have sufficient liquidity to meet liabilities when due. As at July 31, 2026, the Company had a cash balance of \$45,930 (April 30, 2026 - \$27,544) to settle current liabilities of \$976,821 (April 30, 2026 - \$690,622). All of the Company's accounts payable and accrued liabilities have contractual maturities of 30 days or due on demand and are subject to normal trade terms. To maintain liquidity, the Company is currently investigating financing opportunities.

Market risk

Market risk is the risk of loss that may arise from changes in market factors such as interest rates, foreign exchange rates, and commodity and equity prices. The Company does not have a practice of trading derivatives.

Interest rate risk

The Company's financial assets exposed to interest rate risk consist of cash balances. The Company's current policy is to invest excess cash in investment-grade short-term 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. As at July 31, 2026 and April 30, 2026, the Company did not have any investments in investment-grade short-term deposit certificates.

Foreign currency risk

The Company is exposed to foreign currency risk to the extent expenditures incurred or funds received, and balances maintained by the Company are denominated in currencies other than Canadian dollars. The Company is not exposed to foreign currency risk.

Price risk

Other price risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate due to changes in market prices, other than those arising from interest rate risk or foreign currency risk. The Company is not exposed to significant other price risk.

Fair value

The Company classifies its financial instruments using a fair value hierarchy as a framework for disclosing fair value of financial instruments based on inputs used to value the Company's investments. The hierarchy of inputs and description of inputs is described as follows:

Level 1 – fair values are based on quoted prices (unadjusted) in active markets for identical assets or liabilities;

Level 2 – fair values are based on inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (as prices) or indirectly (derived from prices); or

Level 3 – fair values are based on inputs for the asset or liability that are not based on observable market data, which are unobservable inputs.

14. SUBSEQUENT EVENTS

Private placement

On August 31, 2026, the Company closed a non-brokered private placement of 14,875,000 units at a price of \$0.10 per unit, for gross proceeds of \$1,487,500. Each unit consists of one common share and one warrant. Each warrant is exercisable to purchase an additional share at an exercise price of \$0.15 for a period of 36 months after the date of issuance, subject to acceleration, at the election of the Company, if the shares close at a price at or above \$0.30 for a period of five consecutive trading days.