



**NEPTUNE DIGITAL ASSETS CORP.**

Condensed Consolidated Interim Financial Statements  
For the Three Months Ended November 30, 2025 and 2024

(Unaudited)  
(Expressed in Canadian Dollars)

**Neptune Digital Assets Corp.**  
Condensed Consolidated Interim Statements of Financial Position  
(Expressed in Canadian Dollars)  
(Unaudited)

As at	November 30, 2025	August 31, 2025
<b>ASSETS</b>		
<b>Current</b>		
Cash	\$ 354,039	\$ 505,744
Prepaid expenses	117,563	23,545
Subscriptions receivable (Note 8)	448,889	448,889
Investments in equity instruments at fair value through profit or loss – current (Note 5)	9,544,815	9,910,006
	<u>10,465,306</u>	<u>10,888,184</u>
<b>Non-current</b>		
Investments in equity instruments at fair value through profit or loss (Note 5)	1,084,491	1,909,715
Deposits	340,103	340,103
Digital currencies and staked digital currencies – intangible assets (Note 3)	58,934,837	70,177,330
Property and equipment (Note 6)	<u>3,819,640</u>	<u>3,853,862</u>
<b>Total Assets</b>	<u>\$ 74,644,377</u>	<u>\$ 87,169,194</u>
<b>LIABILITIES AND SHAREHOLDERS' EQUITY</b>		
<b>Current</b>		
Accounts payable and accrued liabilities (Note 8)	\$ 380,269	\$ 1,356,778
Income taxes payable	90,864	89,323
Loan payable (Note 7)	<u>12,079,012</u>	<u>9,620,226</u>
	12,550,145	11,066,327
<b>Non-current</b>		
Deferred tax (Note 12)	<u>955,814</u>	<u>4,454,445</u>
<b>Total Liabilities</b>	<u>13,505,959</u>	<u>15,520,772</u>
<b>Shareholders' Equity</b>		
Share capital (Note 9)	57,250,014	56,982,164
Reserves (Note 9)	17,571,907	17,571,907
Revaluation surplus (Note 10)	41,167,043	48,235,058
Deficit	<u>(54,850,546)</u>	<u>(51,140,707)</u>
<b>Total Shareholders' Equity</b>	<u>61,138,418</u>	<u>71,648,422</u>
<b>Total Liabilities and Shareholders' Equity</b>	<u>\$ 74,644,377</u>	<u>\$ 87,169,194</u>

Nature and continuance of operations (Note 1)  
Subsequent events (Note 18)

**On behalf of the Board on January 29, 2026:**

“Cale Moodie” Director “Carmen To” Director

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

**Neptune Digital Assets Corp.**

## Condensed Consolidated Interim Statements of Income (Loss) and Comprehensive Income (Loss)

(Expressed in Canadian Dollars)

(Unaudited)

	November 30, 2025	November 30, 2024 (Restated – Note 17)
<b>For the three months ended</b>		
<b>Revenue</b>		
Mining revenue (Note 3)	\$ 146,758	\$ 224,761
Staking revenue (Note 3)	243,997	227,642
	<u>390,755</u>	<u>452,403</u>
<b>Cost of revenue</b>		
Cost of mining revenue		
Hashrate management fees (Note 3)	1,597	2,445
Operating and maintenance costs (Note 3)	151,017	243,312
Depreciation – equipment (Note 6)	11,123	22,246
	<u>163,737</u>	<u>268,003</u>
<b>Gross profit</b>	227,018	184,400
Consulting fees (Note 8 and 9)	(253,479)	(244,620)
Depreciation (Note 6)	(23,099)	(23,623)
Directors' fees (Note 8 and 9)	(30,000)	(29,380)
Foreign exchange gain (loss)	499	40,354
Interest expense (Note 7)	(217,956)	-
Marketing	(14,578)	(121,589)
Office and miscellaneous	(72,819)	(74,550)
Professional fees	(96,744)	(62,950)
Unrecoverable sales tax	(18,775)	(17,960)
Realized gain on settlement of loans receivable (Note 4)	-	28,786
Unrealized gain (loss) on investments in equity instruments at fair value through profit or loss (Note 5 and 17)	(1,140,477)	3,027,916
Realized gain on redemption of investments in equity instruments at fair value through profit or loss (Note 5)	325,294	202,034
Revaluation gain (loss) on digital currencies – intangible assets (Note 3)	(2,822,835)	927,897
Gain on settlement of claim on digital currencies receivable from centralized exchange	58,627	-
<b>Gain (loss) before finance income</b>	<u>(4,079,324)</u>	<u>3,836,715</u>

**Neptune Digital Assets Corp.**

## Condensed Consolidated Interim Statements of Income (Loss) and Comprehensive Income (Loss)

(Expressed in Canadian Dollars)

(Unaudited)

(continued)

	November 30, 2025	November 30, 2024 (Restated – Note 17)
<b>For the three months ended</b>		
<b>Finance income</b>		
Interest income from loans receivable, short term investments, and bank interest	-	179,336
<b>Income (loss) before income tax</b>	(4,079,324)	4,016,051
<b>Income tax recovery</b> (Note 12)	369,485	-
<b>Net income (loss)</b>	(3,709,839)	4,016,051
<b>Other comprehensive income (loss)</b>		
Revaluation of digital currencies – intangible assets (Note 3)	(10,197,161)	21,986,833
Deferred tax related to items recognized in other comprehensive income (Note 12)	3,129,146	-
<b>Comprehensive income (loss)</b>	(\$10,777,854)	\$26,002,884
<b>Weighted Average Number of Common Shares Outstanding</b>		
Basic	128,060,217	127,166,827
Diluted	128,060,217	133,489,236
<b>Income (loss) per Common Share</b>		
Basic	\$ (0.03)	\$ 0.03
Diluted	\$ (0.03)	\$ 0.03

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

**Neptune Digital Assets Corp.**
**Condensed Consolidated Interim Statements of Changes in Shareholders' Equity**

(Expressed in Canadian Dollars)

(Unaudited)

	<b>Share Capital</b>		<b>Reserves</b>				<b>Deficit (Restated – Note 17)</b>	<b>Total</b>
	<b>Number of Common Shares</b>	<b>Share Capital</b>	<b>Share-based Payments</b>	<b>Warrant Reserve</b>	<b>Revaluation Surplus</b>			
<b>Balance, September 1, 2024</b>	127,247,596	\$ 57,098,130	\$9,244,926	\$8,326,981	\$25,850,990	\$(51,508,279)		\$49,012,748
Shares repurchased and cancelled (Note 9)	(276,500)	(139,966)	-	-	-	-		(139,966)
Net income for the period	-	-	-	-	-	4,016,051		4,016,051
Revaluation of digital currencies – intangible assets (Note 3)	-	-	-	-	21,986,833	-		21,986,833
<b>Balance, November 30, 2024</b>	126,971,096	56,958,164	9,244,926	8,326,981	47,837,823	(47,492,228)		74,875,666
<b>Balance, September 1, 2025</b>	127,091,096	56,982,164	9,244,926	8,326,981	48,235,058	(51,140,707)		71,648,422
Option exercise	1,190,000	267,850	-	-	-	-		267,850
Net loss for the period	-	-	-	-	-	(3,709,839)		(3,709,839)
Revaluation of digital currencies – intangible assets (Note 3)	-	-	-	-	(10,197,161)	-		(10,197,161)
Deferred tax related to items recognized in other comprehensive loss (Note 12)	-	-	-	-	3,129,146	-		3,129,146
<b>Balance, November 30, 2025</b>	128,281,096	\$ 57,250,014	\$ 9,244,926	\$ 8,326,981	\$ 41,167,043	\$ (54,850,546)		\$ 61,138,418

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

**Neptune Digital Assets Corp.**  
Condensed Consolidated Interim Statements of Cash Flows  
(Expressed in Canadian Dollars)  
(Unaudited)

<b>For the three months ended</b>	<b>November 30, 2025</b>	<b>November 30, 2024 (Restated – Note 17)</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Net (loss) income	\$ (3,709,839)	\$ 4,016,051
Items not affecting cash:		
Depreciation	34,222	45,869
Mining revenue	(146,758)	(224,761)
Staking revenue	(243,997)	(227,642)
Expenses paid by digital currency – intangible asset	1,597	2,445
Change in interest income receivable – short-term investments	-	69,027
Realized gain on settlement of loans receivable	-	(28,786)
Unrealized loss (gain) on investments in equity instruments at fair value through profit or loss	1,140,477	(3,027,916)
Realized gain on redemption of investments in equity instruments at fair value through profit or loss	(325,294)	(202,034)
Deferred income tax benefit	(369,485)	-
Revaluation of digital currencies – intangible assets	2,822,835	(927,897)
Accrued interest on loan payable	217,956	-
Changes in non-cash working capital items:		
Prepaid expenses	(94,018)	(121,997)
Subscriptions and other receivables	-	5,486
Accounts payable and accrued liabilities	(976,509)	(566,049)
Income taxes payable	1,541	-
Net cash flows used in operations	(1,647,272)	(1,188,204)
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Proceeds from redemption of short-term investments	-	1,528,378
Issuance of loans receivable	-	(2,716,175)
Settlement of loans receivable	-	2,744,961
Purchase of digital currencies – intangible assets	(1,013,113)	(230,635)
Net cash flows (used in) provided by investing activities	(1,013,113)	1,326,529
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Proceeds from loan payable	2,240,830	-
Option exercise	267,850	-
Repurchase and cancellation of common shares	-	(139,966)
Net cash flows provided by (used in) financing activities	2,508,680	(139,966)
<b>Net change in cash</b>	(151,705)	(1,641)
<b>Cash, beginning of the period</b>	505,744	3,592,849
<b>Cash, end of the period</b>	\$ 354,039	\$ 3,591,208
<b>Non-cash Investing Transactions:</b>		
Digital currencies – intangible assets sold for digital currencies – intangible assets	\$ -	\$ 88,894
Digital currencies – intangible assets purchased with digital currencies – intangible assets	\$ -	\$ 88,894
Digital currency – intangible asset received on redemption of investment in equity instruments at FVTPL	\$ 455,222	\$ 331,962

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

## **Neptune Digital Assets Corp.**

Notes to Condensed Consolidated Interim Financial Statements

For the Three Months Ended November 30, 2025 and 2024

(Expressed in Canadian Dollars)

(Unaudited)

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### **1. NATURE AND CONTINUANCE OF OPERATIONS**

Neptune Digital Assets Corp. (the “Company” or “Neptune”) (formerly Neptune Dash Technologies Corp.) was incorporated on October 31, 2017 under the laws of the province of British Columbia. On December 17, 2020, the Company changed its name to Neptune Digital Assets Corp. The Company’s shares are listed on the TSX Venture Exchange (TSX-V) under the symbol NDA, on the Frankfurt Stock Exchange under the symbol 1NW, and on the OTCQX Venture Market under NPPTF. The head office, registered office and records office of the Company are located in 2700 – 1133 Melville Street, Vancouver, BC.

Neptune builds, owns, and operates infrastructure supporting the digital currency ecosystem. Its core assets are digital currencies, and its primary business model is Bitcoin mining, blockchain staking and node management to earn digital currency staking rewards and engaging in Decentralized Finance (“DeFi”) activities. The Company’s ancillary activities include lending cash with the goal of earning interest.

On February 16, 2018, the Company incorporated a wholly owned subsidiary, Neptune Stake Technologies Corp. (“Neptune Stake”) which was dissolved during the year ended August 31, 2024. On October 1, 2021, the Company incorporated a wholly owned subsidiary, Neptune Digital USA Corp. (“Neptune USA”) for its US Bitcoin mining operations. The principal place of business of Neptune USA is in the US.

#### **Going concern**

The directors have, at the time of approving the condensed consolidated interim financial statements, a reasonable expectation that the Company has adequate resources to continue in operational existence for the foreseeable future. Thus, they continue to adopt the going concern basis of accounting in preparing the condensed consolidated interim financial statements, which assumes that the Company will realize its assets and discharge its liabilities.

### **2. BASIS OF PREPARATION AND MATERIAL ACCOUNTING POLICY INFORMATION**

#### **Statement of compliance**

These condensed consolidated interim financial statements have been prepared in accordance with International Accounting Standard 34, Interim Financial Reporting. The accounting policies adopted are consistent with those of the previous financial year and corresponding interim reporting period.

These condensed consolidated interim financial statements do not include all disclosures required in the annual consolidated financial statements and should be read in conjunction with the Company’s annual consolidated financial statements for the year ended August 31, 2025.

These condensed consolidated interim financial statements were approved and authorized for issuance by the Board of Directors of the Company on January 29, 2026.

#### **Basis of presentation**

These condensed consolidated interim financial statements are prepared on the historical cost basis, except for financial instruments and digital currencies that are measured at revalued amounts. In addition, these condensed consolidated interim financial statements have been prepared using the accrual basis of accounting except for cash flow information.

**Neptune Digital Assets Corp.**

Notes to Condensed Consolidated Interim Financial Statements

For the Three Months Ended November 30, 2025 and 2024

(Expressed in Canadian Dollars)

(Unaudited)

**2. BASIS OF PREPARATION AND MATERIAL ACCOUNTING POLICY INFORMATION**  
(continued)**Basis of consolidation**

These condensed consolidated interim financial statements include the accounts of the Company and its wholly-owned subsidiaries, Neptune Stake and Neptune USA. Consolidation of a subsidiary begins when the Company obtains control over the subsidiary and ceases when the Company loses control of the subsidiary. Control is achieved when the Company is exposed, or has rights, to variable returns from its involvement with the investee and has the ability to affect those returns through its power over the investee.

All intercompany balances and transactions and gains or losses resulting from intercompany transactions are eliminated in full in the condensed consolidated interim financial statements.

**Foreign currencies**

The Company's condensed consolidated interim financial statements are presented in Canadian Dollars, which is also the parent company's functional currency. For each entity, the Company determines the functional currency and items included in the financial statements of each entity are measured using that functional currency.

*Transactions and balances*

Foreign currency transactions in currencies other than the Company's functional currency are translated into its functional currency using the exchange rates prevailing at the dates of the transactions. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation at the period-end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognized in profit or loss.

*Foreign operations*

The operations of Neptune USA are an extension and complement of the parent company, Neptune. Neptune USA's revenues are intercompany management services and staking revenue that are not independent of Neptune. Therefore, management has determined, Neptune USA's functional currency is Canadian dollars.

**Significant accounting judgments and estimates**

The preparation of the condensed consolidated interim financial statements in conformity with IFRS requires management to make judgments, estimates and assumptions that are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which affect the application of accounting policies and the reported amounts of assets, liabilities, revenue and expenses. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimate is revised if the revision affects only that period or in the period of the revision and further periods if the review affects both current and future periods.



## Neptune Digital Assets Corp.

Notes to Condensed Consolidated Interim Financial Statements

For the Three Months Ended November 30, 2025 and 2024

(Expressed in Canadian Dollars)

(Unaudited)

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### 2. BASIS OF PREPARATION AND MATERIAL ACCOUNTING POLICY INFORMATION (continued)

#### Significant accounting judgments and estimates (continued)

##### *Significant judgments*

Critical judgments in applying accounting policies that have the most significant effect on the amounts recognized in the condensed consolidated interim financial statements include the following:

- (i) Income taxes - Management exercises judgment to determine the extent to which deferred tax assets are recoverable and can therefore be recognized in the consolidated statements of financial position and income and comprehensive income.
- (ii) Functional currency - The functional currency of the Company has been assessed by management based on consideration of the currency and economic factors that mainly influence the Company's digital currencies, production and operating costs, financing, and related transactions. Specifically, the Company considers the currencies in which digital currencies are most commonly denominated and expenses are settled by each entity as well as the currency in which each entity receives or raises financing. Changes to these factors may have an impact on the judgment applied in the determination of the Company's functional currency.

Since Neptune USA is a foreign operation, the Company applied judgement to determine whether Neptune USA carries on business as if it were an extension of the parent company. Management determined that Neptune USA is an extension of the parent company and is assumed to operate in the same primary economic environment as the parent company and should have the same functional currency as the parent company.

- (iii) Digital currency transactions and balances - Judgments applied on this area are as follows:

##### *Digital currencies as intangible assets or inventories*

Certain digital assets can be purchased with the intent to resell in the near future, generating a profit from margins or from fluctuations in prices. The Company applies the inventory treatment of a broker-trader under IAS 2 *Inventories* ("IAS 2").

In determining the fair value of digital currencies, management needs to apply judgments to identify the relevant available markets, and to consider accessibility to and activity within those markets in order to identify the principal digital asset markets for the Company.

In June 2019, the IFRS IC published its agenda decision on 'Holdings of Cryptocurrencies,' and management exercises significant judgment in determining the appropriate accounting treatment for matters with no current definitive and uniform answers. In the event authoritative guidance is enacted by the IASB, the Company may be required to change its policies, which could have an effect on the Company's consolidated financial position and results from operations.

## Neptune Digital Assets Corp.

Notes to Condensed Consolidated Interim Financial Statements

For the Three Months Ended November 30, 2025 and 2024

(Expressed in Canadian Dollars)

(Unaudited)

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### 2. BASIS OF PREPARATION AND MATERIAL ACCOUNTING POLICY INFORMATION (continued)

#### Significant accounting judgments and estimates (continued)

##### *Significant judgments (continued)*

##### *Accounting for mining revenue and staking rewards*

There is currently no specific definitive guidance in IFRS or alternative accounting frameworks for accounting for (a) mining of digital assets and (b) staking rewards. Management has exercised significant judgment in determining appropriate accounting treatments for these revenue and other income items. Management has determined the accounting treatments as follows:

- The Company measures bitcoins from mining at the spot price when the consideration is received daily, which is not materially different from the fair value at the time the Company has earned the awards from the pools. Bitcoins received are subsequently measured as an intangible asset.
- Staking rewards are measured at fair value by reference to the average market price of the rewards during the period. Digital assets received are subsequently measured as an intangible asset.

In the event authoritative guidance is enacted by the IASB, the Company may be required to change its policies which could result in a change in the Company's financial position and earnings.

##### *Control over staked digital assets*

Management applied judgment whether the Company, either acting as a validator or a delegator in a staking activity, should continue to recognize staked digital assets as its own assets on the consolidated statement of financial position. The Company assessed that it should continue to recognize staked digital assets as its own assets after applying the control principle in IFRS 15.

- (iv) Investments in equity instruments at fair value through profit or loss ("FVTPL") - Included in investments in equity instruments at FVTPL are non-controlling investments in two US private companies and an investment fund. Management accounted for such investments at FVTPL under IFRS 9, because the Company does not exercise significant influence over the investee. The Company does not have any contractual right to appoint any representative to the investee's board of directors. In addition, the Company does not have any participation in policy-making processes and does not have any material transactions with the investee.

The fair value of investments in investment funds which are not quoted in an active market is determined by using net asset value as determined by the investment fund's administrator less a discount for lack of marketability ("DLOM"). Management deems the net asset value to be the fair value after considering key factors such as the liquidity of the investment fund or its underlying investments, any restrictions on redemptions and basis of accounting.

The fair value of investments in the US private companies which are not quoted in an active market is determined based on financing rounds of the US private companies or their underlying investments.

- (v) Depreciation of property and equipment - Depreciation of property and equipment is dependent upon estimates of useful lives, which are determined through the exercise of judgment.

**Neptune Digital Assets Corp.**

Notes to Condensed Consolidated Interim Financial Statements

For the Three Months Ended November 30, 2025 and 2024

(Expressed in Canadian Dollars)

(Unaudited)

**2. BASIS OF PREPARATION AND MATERIAL ACCOUNTING POLICY INFORMATION**  
(continued)**Significant accounting judgments and estimates** (continued)*Significant judgments* (continued)

- (vi) Identifying whether a contract includes a lease - The Company entered into hosting contracts with third party hosting facilities to provide space and electricity to the equipment used for cryptocurrency mining.

The Company assessed whether the Company has contracted for the rights to substantially all of the capacity of the third-party hosting facilities and whether the contracts with the third-party hosting facilities contain a lease for the occupied space in these facilities. Based on the Company's assessment of the contract terms, the Company does not have the right to obtain substantially all the economic benefits from the use of the facilities. As a result, management concluded that the Company has not contracted for substantially all the capacity of the facilities, and therefore the contracts do not contain a lease.

*Significant estimates*

- (i) Valuation of digital currencies are revalued to their fair value determined based on volume weighted average price from [www.cryptocompare.com](http://www.cryptocompare.com) at 7:00 am UTC. The digital currency market is still a new market and is highly volatile; historical prices are not necessarily indicative of future value; a significant change in the market prices for digital currencies would have a significant impact on the Company's earnings and financial position. In addition, management estimates that selling costs will be nominal.
- (ii) Depreciation of property and equipment - Depreciation of property and equipment is dependent upon estimates of useful lives, which are determined through the exercise of judgment.
- (iii) Impairment of non-financial assets - Impairment of these non-financial assets exists when the carrying value of an asset exceeds its recoverable amount, which is the higher of its fair value less costs to sell and its value in use. These calculations are based on available data, other observable inputs and projections of cash flows, all of which are subject to estimates and assumptions.
- (iv) Calculation loss allowance - When measuring ECL the Company uses reasonable and supportable forward-looking information, which is based on assumptions for the future movement of different economic drivers and how these drivers will affect each other.

Loss given default is an estimate of the loss arising on default. It is based on the difference between the contractual cash flows due and those that the lender would expect to receive, taking into account cash flows from collateral and integral credit enhancements.

Probability of default constitutes a key input in measuring ECL. Probability of default is an estimate of the likelihood of default over a given time horizon, the calculation of which includes historical data, assumptions, and expectations of future conditions.

**Neptune Digital Assets Corp.**

Notes to Condensed Consolidated Interim Financial Statements

For the Three Months Ended November 30, 2025 and 2024

(Expressed in Canadian Dollars)

(Unaudited)

**2. BASIS OF PREPARATION AND MATERIAL ACCOUNTING POLICY INFORMATION**  
(continued)**Significant accounting judgments and estimates** (continued)*Significant estimates* (continued)

- (v) Share based compensation - The Company utilizes the Black-Scholes Option Pricing Model ("Black-Scholes") to estimate the fair value of stock options granted to directors, employees, and consultants. The use of Black-Scholes requires management to make various estimates and assumptions that impact the value assigned to the stock options including the forecast future volatility of the stock price, the risk-free interest rate, dividend yield and the expected life of the stock options. Any changes in these assumptions could have a material impact on the share-based compensation calculation value, however the most significant estimate is the volatility. Expected future volatility can be difficult to estimate as the Company has had limited history and is in a unique industry, and historical volatility is not necessarily indicative of future volatility.

**Revenue recognition***Mining revenue*

The Company has entered into cryptocurrency mining pools by executing contracts with mining pool operators to provide computing power to the mining pool. The contracts are terminable at any time by either party without prior written notice and payment of a termination penalty is not required. The only amounts due are related to previously satisfied performance obligations which may be pending at termination (i.e. outstanding compensation earned by the Company via contribution of computing power to the pool per the contractual payment model). The Company's enforceable right to compensation begins upon providing computing power to the mining pool operator and this enforceable right is created as power is provided over time. Providing computing power to the mining pool operators is an output of the Company's ordinary activities and providing such computing power represents the only performance obligation in the Company's contracts with mining pool operators. There is no significant financing component present in these transactions. Furthermore, the agreement does result in consideration payable to the customer in the form of a pool operator fee (in bitcoin).

The Company earns revenue under payout models determined by the mining pool operators. The payout model relevant to the Company during the three months ended November 30, 2025 and 2024 is the Full Pay Per Share ("FPPS") model.

Under the FPPS model, in exchange for providing computing power to the pool, which represents the Company's performance obligation, the Company is entitled to compensation at an amount that approximates the total bitcoin that could have been mined using the Company's computing power, based upon the then current blockchain difficulty. Under this model, the Company is entitled to compensation regardless of whether the pool operator successfully records a block to the bitcoin blockchain.

The terms of the contracts specify that the performance and the expected block reward and expected transaction fees are measured either hourly or daily and are calculated from midnight-to-midnight UTC time or calculated on a look-back basis across a specified number of previous blocks. Although the performance and payment are measured hourly, certain contracts allow the Company to receive its allocable share of compensation daily. Payments are associated with computing power provided during one UTC day and not combined with those for previous days.

Due to the continuous nature of the provision of computing power to the pool, the Company has determined that its performance obligation is satisfied over time. The provision of computing power represents a single performance obligation that represents a promise to transfer to the customer a series of distinct goods that are substantially the same and that have the same pattern of transfer to the customer.

## Neptune Digital Assets Corp.

Notes to Condensed Consolidated Interim Financial Statements

For the Three Months Ended November 30, 2025 and 2024

(Expressed in Canadian Dollars)

(Unaudited)

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## 2. BASIS OF PREPARATION AND MATERIAL ACCOUNTING POLICY INFORMATION (continued)

### Revenue recognition (continued)

#### *Mining revenue (continued)*

Under the FPPS model, the transaction consideration the Company receives is also non-cash consideration, which the Company measures at the spot price when the consideration is received daily, which is not materially different from the fair value at the time the Company has earned the award from the pools.

Under the FPPS approach, the Company's reward is based upon the pool operator's standard FPPS payout methodology. This payout methodology determines the Company's payout, in bitcoin, based on the hashrate the Company contributed to the mining pool relative to the current network difficulty at the end of each 24-hour time-period (i.e. at 23:59 UTC) or at the end of each hour calculated on a look-back basis across a specified number of previous blocks. Revenue is calculated and recognized on a daily or an hourly basis in accordance with the payout methodology of the pool operators as specified in the Company's contracts.

#### *Staking revenue*

Staking is the act of posting digital assets as collateral to a proof-of-stake ("PoS") blockchain network either as (1) a validator or (2) a delegator.

A validator is a blockchain participant (e.g., an individual or entity) that verifies transactions on a PoS blockchain as part of the blockchain's consensus mechanism. Validators generally must be node operators to sign blocks of transactions as valid.

A delegator is an individual or entity that stakes its digital assets with a trusted validator instead of operating a node and validating blockchain transactions itself.

#### Validator in staking activity

As a validator, the Company earns income from staking in which the Company participates in networks with PoS consensus algorithms, through creating or validating blocks on the network. In exchange for participating in the consensus mechanism of these networks, the Company earns rewards in the form of the native token of the network. Each block creation or validation is a performance obligation. Rewards are recognized at the point when the block creation or validation is complete and the rewards are available for transfer. Other income is measured based on the number of tokens earned and the fair value of the token when it was earned.

Staking income from running a validator node is not significant during the three months ended November 30, 2025 and 2024.

#### Delegator in staking activity

As a delegator, the Company secures the network by delegating its stake to validator nodes. The Company earns a portion of the rewards generated by validators by securing the network and producing blocks per respective period/epoch/era (varies based on the platform or the chain).

When the Company elects to de-stake digital assets acting either as delegator or validator, an unbonding period may apply. During this period, the Company typically no longer earns staking rewards on the de-staked digital assets and is subject to slashing, but it cannot sell (or otherwise transfer) those digital assets. The unbonding period varies based on the platform or the chain.

## Neptune Digital Assets Corp.

Notes to Condensed Consolidated Interim Financial Statements

For the Three Months Ended November 30, 2025 and 2024

(Expressed in Canadian Dollars)

(Unaudited)

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## 2. BASIS OF PREPARATION AND MATERIAL ACCOUNTING POLICY INFORMATION (continued)

### Revenue recognition (continued)

#### *Staking revenue (continued)*

The performance obligation is the delegation of the Company's tokens to a validator node for certain contract term (which varies from one chain to another) plus the unbonding period. In determining the contract term, the Company considered the length of time during which the Company can monitor and can decide whether to exit from the reward pool and whether the Company has reasonable ability to do so. Every contract term the Company will decide on whether to unbond its position from the staking pool without additional cost or penalty. Since the smart contract will renew without additional cost under the same terms, there is not a material right associated with the evergreen renewal clause. Therefore, the Company assessed that there are no material rights for future services granted under the contract.

The Company assessed that each contract renewal is considered as a contract modification. The Company further assessed that the contract modification is a separate contract because the modification results in a promise to deliver additional services that are distinct (i.e. delegating tokens to a delegation pool); and an increase in the price of the contract by an amount of consideration that reflects the Company's stand-alone selling price for those services (i.e. pro-rata share of rewards based on the proportion of the Company's delegated assets relative to the total of other delegated assets and the validator's own assets less any commissions charged by the validator).

The transaction price is the amount of consideration to which an entity expects to be entitled in exchange for transferring promised goods or services to a customer. The consideration promised in a contract with a customer may include fixed amounts, variable amounts, or both. When determining the transaction price relating to rewards from staking, the Company considered the effects of all of the following:

- Variable consideration,
- Constraining estimates of variable consideration,
- The existence of a significant financing component in the contract, and
- Non-cash consideration.

The consideration is all variable because staking rewards earned will be proportional to the total number of delegated assets staked and network's inflation rate. Because it is not probable that a significant reversal of cumulative revenue will not occur, the consideration is constrained until the Company is able to resolve the variable consideration, which occurs at the end of each contract term. Revenue is recognized over time, which is measured at the beginning of each contract term. The transaction consideration the Company receives is non-cash consideration, which the Company measures at fair value by reference to the quoted market price of the rewards at the beginning of each day (i.e. inception of the contract).

#### *Interest income from loans receivable classified as at amortized cost and from loans receivable classified as at FVTPL*

From time to time, the Company loans out cash to earn interest. The loans classified as at amortized cost are in both open and closed terms at varying interest rates. Interest rates are based on a percentage of cash loaned and are denominated in cash. The loans classified as at FVTPL are in closed terms with term borrow fees classified as interest income received at the commencement of the loan.

Interest income from loans receivable is presented as part of other income as management deems this as part of its ancillary operations.

**Neptune Digital Assets Corp.**

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**2. BASIS OF PREPARATION AND MATERIAL ACCOUNTING POLICY INFORMATION**  
(continued)**Current and non-current classification**

Assets and liabilities are presented in the consolidated statement of financial position based on current and non-current classification.

An asset is classified as current when: it is either expected to be realized or intended to be sold or consumed in the Company's normal operating cycle; it is held primarily for the purpose of trading; it is expected to be realised within 12 months after the reporting period; or the asset is cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least 12 months after the reporting period. All other assets are classified as non-current.

A liability is classified as current when: it is either expected to be settled in the consolidated entity's normal operating cycle; it is held primarily for the purpose of trading; it is due to be settled within 12 months after the reporting period; or there is no unconditional right to defer the settlement of the liability for at least 12 months after the reporting period. All other liabilities are classified as non-current.

**Cash and cash equivalents**

Cash and cash equivalents include cash on hand, deposits held at call with financial institutions, and other short-term, highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

**Digital currencies**

The Company has classified digital currencies as either intangible assets under IAS 38 or inventories under IAS 2, depending on facts and circumstances.

*Digital currencies – intangible assets*

Digital currencies that are expected to be realized within 12 months of the reporting period are recorded as current assets on the consolidated statement of financial position. All other digital currencies are classified as non-current.

Management of the Company views each digital currency that are not purchased with the intent to resell in the near future, generating a profit from margins or from fluctuations in prices, as an intangible asset as it is an identifiable non-monetary asset without physical substance and accordingly the Company uses the revaluation model, as permitted under IAS 38 to measure its digital currencies. Initially, the digital currencies are measured at cost. For purposes of revaluation, fair value is determined by reference to the volume weighted average price at 7:00 am UTC from [www.cryptocompare.com](http://www.cryptocompare.com), an independent third-party pricing aggregator and management expects any variance between these prices and the principal market to be immaterial.

If the carrying amount of a digital currency is increased as a result of a revaluation, the increase is recognized in other comprehensive income ("OCI") and accumulated in equity under the heading of revaluation surplus. However, the increase is recognized in profit or loss to the extent that it reverses a revaluation decrease of the same asset previously recognized in profit or loss.

If the carrying amount of a digital currency is decreased as a result of a revaluation, the decrease is recognized in profit or loss. However, the decrease is recognized in other comprehensive income to the extent of any credit balance in the revaluation surplus in respect to that digital currency and reduces the amount accumulated in equity under the heading of revaluation surplus.

**Neptune Digital Assets Corp.**

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**2. BASIS OF PREPARATION AND MATERIAL ACCOUNTING POLICY INFORMATION**  
(continued)**Digital currencies** (continued)

The Company does not transfer the cumulative revaluation surplus included in equity directly to retained earnings when the surplus is realized.

The Company has assessed that the digital currencies have an indefinite useful life because there is no foreseeable limit to the period over which the assets are expected to generate cash inflows for the Company.

Purchases of digital currencies by the Company are included within investing activities on the consolidated statement of cash flows, while digital currencies awarded to the Company through its mining activities are included within operating activities on the consolidated statement of cash flows. The sales of digital currencies are included within investing activities on the consolidated statement of cash flows and any realized gains or losses from such sales are included as an item under other items on the consolidated statement of income and comprehensive income.

Digital currencies that are used in lending activities do not meet the derecognition criteria under IAS 38 and are presented as digital currencies related to lending activities on the consolidated statement of financial position. When a digital currency is transferred to digital currencies related to lending activities, both the revalued amount and the corresponding cost of the digital currency are transferred to that category.

The Company's realized gain or loss on digital currencies is calculated as the proceeds received from the sale of digital currencies less their cost, which is determined on a First-in, First-out basis.

*Digital currencies – inventories*

Certain digital assets are transacted in decentralized platforms and are purchased with the intent to resell in the near future, generating a profit from margins or from the fluctuations in prices. The Company applies the inventory treatment of a broker-trader under IAS 2 to these digital assets. Under IAS 2, the digital assets are measured at fair value less cost to sell, with change in fair value recognized in the consolidated statement of profit or loss. Costs are determined on a First-in, First-out basis and realized gains or losses when digital assets are sold.

As at November 30 and August 31, 2025 the Company did not have any digital currencies classified as inventories because the Company did not purchase any digital currencies that would be used in liquidity service arrangement.

**Share-based payments**

Share-based payments include option and stock grants granted to directors, employees and consultants. The Company accounts for share-based compensation using a fair value-based method with respect to all share-based payments measured and recognized, to directors, employees and consultants. For directors and employees, the fair value of the options and stock grants is measured at the date of grant. For consultants, the fair value of the options and stock are measured at the fair value of the goods or services received or the fair value of the equity instruments issued, if it is determined that the fair value of the goods or services cannot be reliably measured, and are recorded at the date the goods or services are received. For directors, employees and consultants, the fair value of the options and stock grants is accrued and charged to operations, with the offsetting credit to share based payment reserve for options, and commitment to issue shares for stock grants over the vesting period. If and when the stock options are exercised, the applicable amounts are transferred from share-based payment reserve to share capital. When the stock grants are issued, the applicable fair value is transferred from commitment to issue shares to share capital.



**Neptune Digital Assets Corp.**

Notes to Condensed Consolidated Interim Financial Statements

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**2. BASIS OF PREPARATION AND MATERIAL ACCOUNTING POLICY INFORMATION**  
(continued)**Share-based payments** (continued)

Option based compensation awards are calculated using the Black-Scholes option pricing model while stock grants are valued at the fair value on the date of grant.

The Company has granted certain directors and consultants restricted share units (“RSUs”) to be settled in shares of the Company. The fair value of the estimated number of RSUs that will eventually vest, determined at the date of grant, is recognized as share-based compensation expense over the vesting period, with a corresponding amount recorded as equity. The fair value of the RSUs is estimated using the market value of the underlying shares as well as assumptions related to the market and non-market conditions at the grant date.

**Income taxes**

The income tax expense or credit for the period is the tax payable on the current period’s taxable income based on the applicable income tax rate for each jurisdiction adjusted by changes in deferred tax assets and liabilities attributable to temporary differences and to unused tax losses.

The current taxation is calculated on the basis of the tax laws enacted or substantively enacted at the end of the reporting period in the countries the Company and its subsidiary operate and generate taxable income. Management periodically evaluates positions taken in tax returns with respect to situations in which applicable tax regulation is subject to interpretation and establishes provisions where appropriate on the basis of amounts expected to be paid to the tax authorities.

Deferred income tax assets and liabilities are recognized for deferred income tax consequences attributable to differences between the financial statement carrying amounts of existing assets and liabilities and their respective tax bases. Deferred income tax assets and liabilities are measured using the enacted or substantively enacted tax rates expected to apply when the asset is realized or the liability settled. The effect on deferred income tax assets and liabilities of a change in tax rates is recognized in income in the period that substantive enactment occurs. To the extent that the Company does not consider it probable that a deferred income tax asset will be recovered, the deferred income tax asset is not recognized. Deferred income tax assets and liabilities are offset only if a legally enforceable right exists to offset current tax assets against liabilities and the deferred tax assets and liabilities relate to income taxes levied by the same taxation authority on the same taxable entity.

**Provisions**

Provisions are recorded when a present legal or constructive obligation exists as a result of past events where it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation, and a reliable estimate of the amount can be made. If the effect is material, provisions are determined by discounting the expected future cash flows at a pre-tax rate that reflects current market assessments of the time value of money and, where appropriate, the risks specific to the liability.

**Neptune Digital Assets Corp.**

Notes to Condensed Consolidated Interim Financial Statements

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(Unaudited)

**2. BASIS OF PREPARATION AND MATERIAL ACCOUNTING POLICY INFORMATION**  
(continued)**Earnings (loss) per share**

Basic earnings (loss) per share is computed by dividing the net earnings (loss) available to common shareholders by the weighted average number of shares outstanding during the reporting period. Diluted earnings (loss) per share is computed similar to basic earnings (loss) per share except that the weighted average share outstanding are increased to include additional shares for the assumed exercise of stock options and warrants, if dilutive. The number of additional shares is calculated by assuming that outstanding stock options and warrants were exercised and that the proceeds from such exercises were used to acquire common stock at the average market price during the reporting periods.

**Financial instruments**

## (i) Financial assets

*Initial recognition and measurement*

Financial assets are classified as either financial assets at FVTPL, amortized cost, or fair value through other comprehensive income. The Company determines the classification of its financial assets at initial recognition.

*FVTPL* - financial assets are classified as fair value through profit or loss if they do not meet the criteria of amortized cost or fair value through other comprehensive income. Changes in fair value are recognized in profit and loss.

*Amortized cost* – financial assets are classified as measured at amortized cost if both of the following criteria are met and the financial assets are not designated as FVTPL: 1) The objective of the Company's business model for these financial assets is to collect their contractual cash flows; and 2) the assets contractual cash flow represents solely payments of principal and interest.

*Subsequent measurement – financial assets at amortized cost*

After initial recognition, financial assets measured at amortized cost are subsequently measured at the end of each reporting period at amortized cost using the Effective Interest Rate ("EIR") method. Amortized cost is calculated by taking into account any discount or premium on acquisition and any fees or costs that are an integral part of the EIR.

*Derecognition*

A financial asset is derecognized when the contractual rights to the cash flows from the asset expire, or the Company no longer retains substantially all the risks and rewards of ownership. When there is no reasonable expectation of recovering part or all of a financial asset, its carrying value is written off.

**Neptune Digital Assets Corp.**

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(Unaudited)

**2. BASIS OF PREPARATION AND MATERIAL ACCOUNTING POLICY INFORMATION**  
(continued)

## (ii) Financial liabilities

*Initial recognition and measurement*

The Company classifies its financial liabilities into one of two categories, depending on the purpose for which the liability was incurred. The Company's accounting policy for each category is as follows:

Financial liabilities are measured at amortized cost, unless they are required to be measured at FVTPL, as is the case with derivative instruments and, or the Company has opted to measure the financial liability at FVTPL. All financial liabilities are recognized initially at fair value, and where applicable net of directly attributable transaction costs.

*Subsequent measurement – financial liabilities at amortized cost*

After initial recognition, financial liabilities measured at amortized cost are subsequently measured at the end of each reporting period at amortized cost using the EIR method. Amortized cost is calculated by taking into account any discount or premium on acquisition and any fees or costs that are an integral part of the EIR.

*Derecognition*

A financial liability is derecognized when the obligation under the liability is discharged, cancelled, or expires with any associated gain or loss recognized in other income or expense in the statement for profit or loss.

*Offsetting of financial instruments*

Financial assets and financial liabilities are offset and the net amount is reported in the consolidated statement of financial position if there is a currently enforceable legal right to offset the recognized amounts and there is an intention to settle on a net basis, to realize the assets and settle the liabilities simultaneously.

The Company's financial instruments are classified as follows:

<b>Classification</b>	<b>IFRS 9</b>
Cash and cash equivalents	Amortized cost
Short-term investments	Amortized cost
Loans receivable with put option	FVTPL
Investments in equity instruments	FVTPL
Accounts payable and accrued liabilities	Amortized cost
Loan payable	Amortized cost

**Neptune Digital Assets Corp.**

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**2. BASIS OF PREPARATION AND MATERIAL ACCOUNTING POLICY INFORMATION**  
(continued)**Impairment****(i) Non-financial assets**

The carrying amounts of the Company's non-financial assets, other than deferred income tax assets, are reviewed at each reporting date to determine whether there is any indication of impairment. If any such indication exists, then the assets' recoverable amount is estimated. For the purpose of impairment testing, assets are grouped together into the smallest group of assets that generates cash inflows from continuing use that are largely independent of the cash inflows of other assets or group of assets (the "cash-generating unit").

An impairment loss is recognized if the carrying amount of a cash-generating unit exceeds its estimated recoverable amount. The recoverable amount of an asset or a cash-generating unit is the greater of its value in use and its fair value less costs to sell. In assessing value in use, the estimated future cost flows are discounted to their present value using a pre-tax discount rate that reflects current market assessment of the time value of money and the risks specific to the assets. Impairment losses are recognized in net income (loss).

Impairment losses recognized in prior years are assessed at each reporting date for any indications that the loss has decreased or no longer exists. An impairment loss is reversed if there has been a change in the estimates used to determine the recoverable amount. An impairment loss is reversed only to the extent that the asset's carrying amount does not exceed the carrying amount that would have been determined, net of depreciation, if no impairment loss has been recognized.

**(ii) Financial assets**

The Company assesses all information available, including on a forward-looking basis, the expected credit losses ("ECL") associated with its assets carried at amortized cost. The impairment methodology applied depends on whether there has been a significant increase in credit risk. To assess whether there is a significant increase in credit risk, the Company compares the risk of a default occurring on the asset as the reporting date, with the risk of default as at the date of initial recognition, based on all information available, and reasonable and supportive forward-looking information.

**(ii) Financial assets (continued)**

The Company recognizes lifetime ECL when there has been a significant increase in credit risk since initial recognition. However, if the credit risk on the financial instrument has not increased significantly since initial recognition, the Company measures the loss allowance for that financial instrument at an amount equal to 12-month ECL. Lifetime ECL represents the expected credit losses that will result from all possible default events over the expected life of a financial instrument. In contrast, 12-month ECL represents the portion of lifetime ECL that is expected to result from default events on a financial instrument that are possible within 12 months after the reporting date.

**Property and equipment**

Property and equipment are recorded at historical cost less accumulated depreciation and accumulated impairment losses. The Company provides for depreciation using a straight-line basis of 40 years for building, the declining balance at 20% per year for furniture, and the declining balance at 50% per year for all mining equipment.

**Neptune Digital Assets Corp.**

Notes to Condensed Consolidated Interim Financial Statements

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**2. BASIS OF PREPARATION AND MATERIAL ACCOUNTING POLICY INFORMATION**  
(continued)**Unit share issuances**

For unit share issuances consisting of common shares and warrants, the Company uses the fair value of common shares as the more reliably measurable instrument. The proceeds from the issuance of units are first allocated to the share capital and the residual amount, being the difference between the proceeds from issuance and the fair value of the common shares, is allocated to warrants.

**Comprehensive income**

Comprehensive income is the change in the Company's net assets that results from transactions, events and circumstances from sources other than the Company's shareholders and includes items that are not included in net profit. Other comprehensive income consists of changes to unrealized gains and losses on digital currencies that are measured at revalued amounts during the period. Comprehensive income measures net earnings for the period plus other comprehensive income. Amounts reported as other comprehensive income are accumulated in a separate component of shareholders' equity as revaluation surplus.

**Accounting standards adopted**

There were no new accounting policies and standards adopted by the Company for the three months ended November 30, 2025 which had a material effect on its condensed consolidated interim financial statements.

**Accounting standards not yet adopted**

Certain pronouncements were issued by the IASB or the IFRS IC that are mandatory for accounting periods commencing on or after December 1, 2025. Many are not applicable or do not have a significant impact to the Company and have been excluded. The following have not yet been adopted and are being evaluated to determine their impact on the Company.

In May 2024, the IASB issued amendments to IFRS 9 *Financial Instruments* and IFRS 7 *Financial Instruments – Disclosures*. The amendments clarify the derecognition of financial liabilities and introduce an accounting policy option to derecognize financial liabilities that are settled through an electronic payment system. The amendments also clarify how to assess the contractual cash flow characteristics of financial assets that include environmental, social and governance ("ESG")-linked features and other similar contingent features and the treatment of non-recourse assets and contractually linked instruments ("CLIs"). Further, the amendments mandate additional disclosures in IFRS 7 for financial instruments with contingent features and equity instruments classified at FVOCI. The amendments are effective for annual periods starting on or after January 1, 2026. Retrospective application is required and early adoption is permitted.

In April 2024, the IASB issued IFRS 18 *Presentation and Disclosure in Financial Statements* ("IFRS 18") to improve reporting of financial performance. The new standard replaces IAS 1 *Presentation of Financial Statements*. IFRS 18 introduces new categories and required subtotals in the statement of profit and loss and requires disclosure of management-defined performance measures. It also includes new requirements for the location, aggregation and disaggregation of financial information. The standard is effective for annual reporting periods beginning on or after January 1, 2027, including interim financial statements. Retrospective application is required and early adoption is permitted.

# Neptune Digital Assets Corp.

## Notes to Condensed Consolidated Interim Financial Statements

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(Expressed in Canadian Dollars)

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### 3. DIGITAL CURRENCIES AND STAKED DIGITAL CURRENCIES – INTANGIBLE ASSETS

Digital currencies and staked digital currencies – intangible assets are recorded at their fair value on the acquisition date or when they are received as revenues and are revalued at their current market value at each reporting date. Fair value is determined based on volume weighted average price from [www.cryptocompare.com](http://www.cryptocompare.com) at 7:00 am UTC. The Company believes any price difference amongst the principal market and an aggregated price to be immaterial.

A summary of digital currencies and staked digital currencies – intangible assets balances as at November 30 and August 31, 2025 is as follows:

	Holdings, November 30, 2025	Fair Value, November 30, 2025	Holdings, August 31, 2025	Fair Value, August 31, 2025
Bitcoin <sup>(1)</sup>	415	\$ 52,379,968	407	\$ 60,599,003
Solana <sup>(2)(3)</sup>	22,831	4,260,443	20,841	5,747,073
ATOM <sup>(2)</sup>	229,322	761,033	220,706	1,354,511
Ethereum <sup>(2)</sup>	143	598,415	142	855,714
Sonic <sup>(2)</sup>	1,682,734	246,520	1,676,892	715,281
Dogecoin	989,977	202,048	989,977	290,723
Polkadot <sup>(2)</sup>	56,675	175,087	55,169	283,770
Dash <sup>(1)</sup>	2,332	174,101	2,298	74,630
The Graph <sup>(2)</sup>	1,457,373	100,499	1,421,232	172,905
Ocean	55,452	17,518	55,452	20,856
LIF3	2,000,338	14,398	2,000,338	56,132
Juno <sup>(2)</sup>	66,246	4,547	66,246	6,327
Neo	42	250	42	386
OMG Network	77	10	77	19
Balance		\$ 58,934,837		\$ 70,177,330

(1) 171 (August 31, 2025 - 107) Bitcoin valued at \$21,606,507 (August 31, 2025 - \$15,931,878) pledged as collateral and deposited with a Swiss bank in regulated custody against a credit facility with the bank as discussed in Note 7.

(2) Digital currencies used for staking, of which 94% (August 31, 2025 - 891%) based on fair value are staked and subject to potential slashing.

(3) Solana holdings do not include Solana held within the Company's investment in an investment fund as discussed in Note 5.

The Company's digital currencies and staked digital currencies – intangible assets are remeasured as of the reporting date. The following summary shows the fair values and costs as at November 30 and August 31, 2025:

	Fair Value, November 30, 2025	Cost, November 30, 2025	Fair Value, August 31, 2025	Cost, August 31, 2025
Bitcoin	\$ 52,379,968	\$ 19,884,849	\$ 60,599,003	\$ 18,707,847
Solana	4,260,443	4,370,934	5,747,073	3,824,537
ATOM	761,033	2,474,331	1,354,511	2,422,230
Ethereum	598,415	541,181	855,714	536,277
Sonic	246,520	1,526,019	715,281	1,524,346
Dogecoin	202,048	444,415	290,723	444,415
Polkadot	175,087	383,422	283,770	376,259
Dash	174,101	256,237	74,630	294,968
The Graph	100,499	256,703	172,905	251,299
Ocean	17,518	29,037	20,856	29,037
LIF3	14,398	49,326	56,132	49,326
Juno	4,547	41,860	6,327	41,860
Neo	250	3,101	386	3,101
OMG Network	10	1,157	19	1,157
Balance	\$ 58,934,837	\$ 30,262,572	\$ 70,177,330	\$ 28,506,659

### Neptune Digital Assets Corp.

Notes to Condensed Consolidated Interim Financial Statements

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### 3. DIGITAL CURRENCIES AND STAKED DIGITAL CURRENCIES – INTANGIBLE ASSETS (continued)

The following is a reconciliation of digital currencies and staked digital currencies – intangible assets as at November 30 and August 31, 2025:

	November 30, 2025	August 31, 2025
Balance, beginning of period	\$ 70,177,330	\$ 31,288,165
Bitcoin mining	146,758	844,871
Staking revenue	164,007	541,806
Purchase of digital currencies – intangible assets	1,013,113	6,299,177
Disposal of digital currencies – intangible assets	-	(93,393)
Digital currencies used to pay for expenses	(1,597)	(9,192)
Digital currencies received to settle loans receivable	-	3,059,801
Redemption of investment in equity instrument at FVTPL	455,222	2,583,070
Revaluation of digital currencies	(13,019,996)	25,663,025
Balance, end of period	\$ 58,934,837	\$ 70,177,330

Management considers the fair value of digital assets to be Level 2 under IFRS 13 *Fair Value Measurement* (“IFRS 13”) fair value hierarchy as the volume weighted average price taken from [www.cryptocompare.com](http://www.cryptocompare.com) which uses the volumes of multiple digital currency exchanges. There has been no change in the valuation techniques during the period.

Staked digital currencies – intangible assets balances as at November 30 and August 31, 2025 is as follows:

	Staked Holdings, November 30, 2025	Fair Value, November 30, 2025	Staked Holdings, August 31, 2025	Fair Value, August 31, 2025
Solana <sup>(1)</sup>	22,831	\$ 4,260,491	20,840	\$ 5,746,797
ATOM	175,000	580,762	175,000	1,074,005
Ethereum	138	577,491	138	831,609
Polkadot	56,675	175,087	55,169	283,770
Dash	2,000	149,315	2,000	64,952
The Graph	1,457,373	100,499	1,421,227	172,904
Sonic	525,138	76,933	519,132	221,437
Juno	49,990	3,431	49,990	4,774
Balance		\$ 5,924,009		\$ 8,400,248

(1) Solana holdings do not include Solana held within the Company’s investment in an investment fund as discussed in Note 5.

Staking revenue for the three months ended November 30, 2025 and 2024 is comprised of the following:

	Three Months Ended November 30, 2025	Three Months Ended November 30, 2024
Solana earned <sup>(1)</sup>	\$171,167	\$ 153,194
Atom earned	52,107	51,787
Polkadot earned	7,157	12,815
Ethereum earned	5,029	3,754
Graph earned	4,604	4,525
Dash earned	2,259	1,177
Sonic earned	1,674	-
Juno earned	-	390
Staking revenue	\$ 243,997	\$ 227,642

(1) Includes \$79,990 (2024 - \$126,131) earned on staked Solana within the Company’s investment in an investment fund as discussed in Note 5.

**Neptune Digital Assets Corp.**

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**3. DIGITAL CURRENCIES AND STAKED DIGITAL CURRENCIES – INTANGIBLE ASSETS**  
(continued)**Bitcoin**

As at November 30, 2025, the Company has 415 (August 31, 2025 - 407) Bitcoin with a fair value of \$52,379,968 (August 31, 2025 - \$60,599,003). Included within net and comprehensive income for the three months ended November 30, 2025, is \$146,758 (2024 - \$224,761) related to 1 (2024 - 2) Bitcoin mined during the three months.

A continuity for Bitcoin as at November 30 and August 31, 2025 is as follows:

	Number	Amount
Balance, August 31, 2024	346	\$ 27,508,268
Mining revenue	6	844,871
Hashrate management fee	-	(9,192)
Bitcoin received on settlement of loan receivable	10	1,220,623
Bitcoin acquired	45	6,065,597
Revaluation	-	24,968,836
Balance, August 31, 2025	407	\$ 60,599,003
Mining revenue	1	146,758
Hashrate management fee	-	(1,597)
Bitcoin acquired	7	1,013,113
Revaluation	-	(9,377,309)
Balance, November 30, 2025	415	\$ 52,379,968

All revenue from Bitcoin mining was generated from one mining pool operator. Revenue from Bitcoin mining is recognized over time.

As at November 30, 2025, the Company had 171 (August 31, 2025 - 107) Bitcoin valued at \$21,606,507 (August 31, 2025 - \$15,931,878) pledged as collateral and deposited with a Swiss bank in regulated custody against a credit facility with the bank as discussed in Note 7.



# Neptune Digital Assets Corp.

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## 4. LOANS RECEIVABLE

*Loans receivable classified as at FVTPL*

During the year ended August 31, 2025, the Company entered into a series of loans whereby it loaned an aggregate of USD 5,307,500 and the loans were classified as at FVTPL because the contractual cash flows characteristics are not solely for payment of principal and interest.

Principal (USD)	Initial Valuation	Term Borrow Fee (USD) Received at Commencement	Principal Repayment Conditions Upon Maturity	Maturity Date	Final Amount Received
USD 580,000	\$782,478	USD 16,900	10 Bitcoin if $\leq$ USD 58,000 per Bitcoin	October 25, 2024	USD 580,000 valued at \$804,576
USD 680,000	\$946,288	USD 28,500	10 Bitcoin if $\leq$ USD 68,000 per Bitcoin	November 29, 2024	USD 680,000 valued at \$952,680
USD 380,000	\$533,026	USD 29,300	1,000,000 Dogecoin if $\leq$ USD 0.38 per Dogecoin	November 29, 2024	USD 380,000 valued at \$532,380
USD 325,000	\$454,383	USD 11,000	500,000 Fantom if $\leq$ USD 0.65 per Fantom	November 29, 2024	USD 325,000 valued at \$455,325
USD 500,000	\$702,800	USD 50,000	500,000 Fantom if $\leq$ USD 1.00 per Fantom	December 27, 2024	500,000 Fantom valued at \$599,201
USD 400,000	\$561,520	USD 27,000	1,000,000 Dogecoin if $\leq$ USD 0.40 per Dogecoin	December 27, 2024	1,000,000 Dogecoin valued at \$448,914
USD 400,000	\$574,600	USD 35,500	500,000 Fantom if $\leq$ USD 0.80 per Sonic (formerly Fantom)	January 31, 2025	500,000 Fantom valued at \$402,200
USD 905,000	\$1,284,466	USD 13,500	10 Bitcoin if $\leq$ USD 90,500 per Bitcoin	February 28, 2025	10 Bitcoin valued at \$1,220,623
USD 402,500	\$576,615	USD 8,100	5 Bitcoin if $\leq$ USD 80,500 per Bitcoin	March 28, 2025	USD 402,500 valued at \$575,857
USD 300,000	\$411,210	USD 18,000	2,000 Solana if $\leq$ USD 150 per Solana	June 27, 2025	2,000 Solana valued at \$388,863
USD 435,000	\$591,818	USD 22,200	3,000 Solana if $\leq$ USD 145 per Solana	July 25, 2025	USD 435,000 valued at \$596,124

During the three months ended November 30, 2025, the Company did not enter into loans classified as at FVTPL.

The Company considers the fair value hierarchy of the instrument as Level 2 under IFRS 13. A continuity for loans receivable as at November 30 and August 31, 2025 is as follows:

Balance, August 31, 2024	\$	-
Additions		7,418,204
Repayments		(3,916,942)
Acquisition of digital currencies through exercise of option		(3,059,801)
Interest and term borrow fees accrued		364,522
Interest and term borrow fees received		(364,522)
Gain (loss) on settlement of loans receivable classified as at FVTPL		(441,461)
Balance, November 30 and August 31, 2025	\$	-

**Neptune Digital Assets Corp.**

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**4. LOANS RECEIVABLE (continued)***Loans receivable classified as at FVTPL (continued)*

As at November 30 and August 31, 2025 in determining the ECL, management has taken into account the historical default experience, the financial position of the counterparties as well as the future prospects of the crypto industry in estimating the probability of default of each loan occurring within their respective loss assessment time horizon, as well as the loss upon default in each case. There are \$nil expected credit losses as at November 30, 2025 (August 31, 2025 - \$nil).

**5. INVESTMENTS IN EQUITY INSTRUMENTS AT FAIR VALUE THROUGH PROFIT OR LOSS**

During the year ended August 31, 2022, the Company through a subsidiary, invested \$2,286,000 in a private US company whose sole purpose is to invest in a US spacecraft manufacturer, space launch provider, and satellite communications provider. During the year ended August 31, 2023, the Company through a subsidiary, invested \$332,301 in another private US company whose sole purpose is to invest in a US spacecraft manufacturer, space launch provider, and satellite communications provider. During the year ended August 31, 2025, the Company through a subsidiary, invested another \$1,434,320 in the first private US company above. The fair values of these investments are remeasured based on new rounds of financing of the private US companies or the US spacecraft manufacturer, space launch provider, and satellite communications provider. The Company will adjust the fair value of the investment when (i) there is a bona fide arm's length transaction which establishes a different value, or ii) where an investment experiences a material change in value, the valuation will be increased or decreased to the estimated fair value. These investments are classified as current as they can be readily sold or used to settle a liability.

During the year ended August 31, 2024, the Company through a subsidiary, invested \$2,331,732 in a private investment fund designed to acquire Solana tokens from a bankrupt estate. The Company's investment represents an acquisition of 26,964 Solana at USD 64 per Solana. The investment fund manager receives a monthly management fee equal to an annualized rate of 1% per annum on the Company's investment balance. This management fee is included in unrealized gain on investments in equity instruments at FVTPL. The Solana acquired by the Company will be locked and staked, earning staking rewards during the lock period. Staking commissions are set at 5% of the staking rewards and included within staking revenue. Staking rewards will accrue while the Solana is locked and will become distributable on the same unlocking schedule as the Solana. 80% of the Solana are released linearly monthly until January 2028 and 20% of the Solana was released in March 2025. The investment in the investment fund is valued based on the latest available net asset value, as determined by the investment fund's administrator. The fair value of the investment is remeasured based on quarterly valuation reports provided to the Company by the investment fund administrator less an applicable DLOM.

These investments are accounted for as financial assets which are initially recognized at fair value and subsequently measured at fair value through profit or loss. A continuity for investments in equity instruments at fair value through profit or loss as at November 30 and August 31, 2025 is as follows:

	November 30, 2025	August 31, 2025
Balance, beginning of period ( <i>Restated – Note 17</i> )	\$ 11,819,721	\$ 7,753,905
Additions	-	1,434,320
Redemptions	(129,928)	(963,272)
Staking income	79,990	394,943
Unrealized gain (loss)	(1,140,477)	3,199,825
Balance, end of period	\$ 10,629,306	\$ 11,819,721

**Neptune Digital Assets Corp.**

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**5. INVESTMENTS IN EQUITY INSTRUMENTS AT FAIR VALUE THROUGH PROFIT OR LOSS**  
(continued)

The balance is comprised of:

	November 30, 2025	August 31, 2025
Current		
Investment in an investment fund	\$ 1,048,316	\$ 1,557,557
Investments in private US companies	8,496,499	8,352,449
	9,544,815	9,910,006
Non-current		
Investment in an investment fund	1,084,491	1,909,715
Balance	\$ 10,629,306	\$ 11,819,721

Management considers the fair value of investments in the investment fund to be Level 3 and in the private US companies to be Level 2, under IFRS 13 fair value hierarchy.

**6. PROPERTY AND EQUIPMENT**

Property is comprised of real estate in New York City.

Equipment is comprised of Bitcoin miners.

	Property	Mining Equipment	Furniture	Total
<b>Cost:</b>				
Balance, August 31, 2024	\$ 3,999,193	\$ 6,108,165	\$ 134,229	\$ 10,241,587
Balance, November 30 and August 31, 2025	3,999,193	6,108,165	134,229	10,241,587
<b>Accumulated depreciation and impairment loss:</b>				
Balance, August 31, 2024	216,403	5,930,193	56,642	6,203,238
Depreciation	79,984	88,986	15,517	184,487
Balance, August 31, 2025	296,387	6,019,179	72,159	6,387,725
Depreciation	19,996	11,123	3,103	34,222
Balance, November 30, 2025	\$ 316,383	\$ 6,030,302	\$ 75,262	\$ 6,421,947
<b>Net book value:</b>				
August 31, 2025	\$ 3,702,806	\$ 88,986	\$ 62,070	\$ 3,853,862
November 30, 2025	\$ 3,682,810	\$ 77,863	\$ 58,967	\$ 3,819,640

Included in the \$6,030,302 (August 31, 2025 - \$6,019,179) of accumulated depreciation and impairment loss on mining equipment is \$5,396,277 (2024 - \$5,396,277) of accumulated impairment loss.

**Neptune Digital Assets Corp.**

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**7. LOAN PAYABLE**

On January 23, 2025, the Company entered into a loan agreement with a regulated Swiss bank for a Lombard loan of up to USD 25,000,000. The loan is for an indefinite term (until termination) and interest bearing at 8.9% per annum to October 31, 2025 and 8.5% per annum from November 1, 2025. The loan is secured against the Company's digital currencies – intangible assets of 171 (August 31, 2025 - 107) Bitcoin valued at \$21,606,507 (August 31, 2025 - \$15,931,878) as discussed in Note 3, which are pledged and deposited with the Swiss bank in regulated custody. Because the collateral is subject to fluctuations in value, the Company may be required to provide additional collateral to restore the security margin on the loan.

During the three months ended November 30, 2025, the Company accrued interest expense of \$217,956 (2024 - \$nil).

A continuity for loan payable as at November 30 and August 31, 2025 is as follows:

	Amount
Balance, August 31, 2024	\$ -
Loan proceeds	9,256,750
Interest expense accrued	363,476
Balance, August 31, 2025	\$ 9,620,226
Loan proceeds	2,240,830
Interest expense accrued	217,956
Balance, November 30, 2025	\$ 12,079,012

**8. RELATED PARTY BALANCES AND TRANSACTIONS**

Parties are considered to be related if one party has the ability, directly or indirectly, to control the other party or exercise significant influence over the other party in making financial and operating decisions. Related parties may be individuals or corporate entities. A transaction is considered a related party transaction when there is a transfer of resources or obligations between related parties.

During the three months ended November, 2025 and 2024, the Company incurred the following related party transactions:

	November 30, 2025	November 30, 2024
Consulting fees	\$ 240,500	\$ 225,900
Directors' fees	30,000	29,380

Key management includes directors and key officers of the Company, including the President and Chief Executive Officer (CEO), Chief Operating Officer (COO), and Chief Financial Officer (CFO). The Company has the right to terminate the agreements with the officers of the Company by providing 24 months' notice or paying the equivalent of 24 months in fees to each officer. Consulting fees include payments made or accrued to the Company's CEO, COO, and CFO for services.

As at November 30, 2025, there is \$172,761 (August 31, 2025 - \$925,710) due to directors and officers of the Company included in accounts payable and accrued liabilities. The balances due to related parties are unsecured, non-interest bearing and without fixed repayment terms.

As at November 30, 2025, there is \$448,889 (August 31, 2025 - \$448,889) of subscription receivable from two private Canadian companies where the Company's CEO is the majority owner. This amount is included in subscriptions receivables. The balance is a result of common shares issued on the exercise of warrants.

**Neptune Digital Assets Corp.**

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**9. SHARE CAPITAL****Authorized Capital**

Unlimited common shares without par value

**Shares issued**

During the year ended August 31, 2025, the Company:

- a) issued 120,000 common shares on the exercise of stock options at a price per share of \$0.20 for gross proceeds of \$24,000;

During the three months ended November 30, 2025, the Company:

- b) issued 120,000 common shares on the exercise of stock options at a price per share of \$0.20 for gross proceeds of \$24,000;
- c) issued 620,000 common shares on the exercises of 380,000 stock options at a price per share of \$0.20, 200,000 stock options at a price per share of \$0.23, and 40,000 stock options at a price per share of \$0.335 for gross proceeds of \$135,400;
- d) issued 570,000 common shares on the exercise of 375,000 stock options at a price per share of \$0.20, 75,000 stock options at a price per share of \$0.23, and 120,000 stock options at price per share of \$0.335 for gross proceeds of \$132,450.

**Shares repurchased and cancelled**

During year ended August 31, 2025, the Company repurchased and cancelled 276,500 common shares at an average price per share of \$0.51 for gross repurchases of \$139,966 as part of a Normal Course Issuer Bid ("NCIB"), to purchase for cancellation, up to 11,350,727 common shares of the Company, representing 10% of the public float at the time. Purchases in any 30-day period are restricted to a maximum of 2% of the total number of outstanding common shares. The NCIB may extend until April 1, 2025, unless the maximum amount of common shares is purchased before then or the Company provides earlier notice of termination.

During the year ended August 31, 2025, the Company renewed the NCIB, allowing the Company to purchase for cancellation up to 11,328,130 common shares of the Company, representing 10% of the public float at the time. Purchases in any 30-day period are restricted to a maximum of 2% of the total number of outstanding common shares. The NCIB may extend until April 13, 2026, unless the maximum amount of common shares is purchased before then or the Company provides earlier notice of termination.

During the three months ended November 30, 2025, the Company did not repurchase and cancel common shares.

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**9. SHARE CAPITAL (continued)****Stock Options**

Stock option transactions are summarized as follows:

	Stock Options	
	Number	Weighted Average Exercise Price
Outstanding, August 31, 2024	12,780,000	\$ 0.49
Exercised	(120,000)	0.20
Outstanding, August 31, 2025	12,660,000	\$ 0.49
Exercised	(755,000)	0.20
Exercised	(275,000)	0.23
Exercised	(160,000)	0.335
Number exercisable, November 30, 2025	11,470,000	\$ 0.52

The weighted average remaining contractual life of the stock options as at November 30, 2025 was 4.90 years (August 31, 2025 - 5.93 years).

As at November 30 and August 31, 2025 the following incentive stock options were outstanding:

	November 30, 2025 Number	August 31, 2025 Number	Exercise price	Expiry date
<b>Stock Options</b>	5,000,000	5,755,000	\$ 0.20	January 21, 2031
	4,200,000	4,200,000	\$ 1.03	April 28, 2031
	1,700,000	1,975,000	\$ 0.23	September 21, 2032
	570,000	730,000	\$ 0.335	March 21, 2034
	11,470,000	12,660,000		

**Share-based compensation**

The Company has a stock option plan under which it is authorized to grant options to directors, employees and consultants to acquire up to 10% of the issued and outstanding common stock. The exercise price of each option is based on the market price of the Company's stock for a period preceding the date of grant. The options can be granted for a maximum term of 10 years and vest as determined by the board of directors.

**10. REVALUATION SURPLUS**

Revaluation surplus arises on revaluation of digital currencies and staked digital currencies – intangible assets. The change in revaluation surplus is as follows:

	November 30, 2025	August 31, 2025
Balance, beginning of period	\$ 48,235,058	\$ 25,850,990
Revaluation (decrease) increase on digital currencies	(10,197,161)	26,469,028
Deferred tax related to items recognized in OCI	3,129,146	(4,084,960)
Balance, end of period	\$ 41,167,043	\$ 48,235,058

**Neptune Digital Assets Corp.**

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**11. CAPITAL DISCLOSURES**

The Company's objectives when managing capital is to safeguard its ability to continue as a going concern, so that it can provide returns for shareholders and benefits for other stakeholders. The Company considers the items included in shareholders' equity as capital. The Company manages the capital structure and makes adjustments to it in response to changes in economic conditions and the risk characteristics of the underlying assets. The Company's primary objective with respect to its capital management is to ensure that it has sufficient cash resources to acquire more cryptocurrencies and fund the operations and investments of the Company. To secure the additional capital necessary to pursue these plans, the Company intends to raise additional funds through equity or debt financing. The Company is not subject to any capital requirements imposed by a regulator.

**12. INCOME TAXES**

As at November 30, 2025, the Company's deferred income tax liability ("DITL") was \$955,814 (August 31, 2025 - \$4,454,445). The \$3,498,631 decrease was driven by the change in market value of the Company's digital currencies and staked digital currencies – intangible assets which the Company accounts for using the revaluation model and investments in equity instruments at FVTPL which the Company accounts for changes in fair value recognized in profit and loss. The corresponding reduction in the DITL was allocated in a manner consistent with the underlying valuation movement of the assets. Accordingly, \$3,129,146 decrease in the DITL was recognized as a reduction in deferred tax related to items recognized in other comprehensive income and \$369,485 decrease in the DITL was recognized as a deferred income tax recovery in the statement of loss.

**13. FINANCIAL INSTRUMENTS****Classification of financial instruments**

	November 30, 2025	August 31, 2025
Financial assets at amortized cost		
Cash	\$ 354,039	\$ 505,744
Financial assets at fair value through profit or loss		
Investments in equity instruments at fair value through profit or loss	10,629,306	11,819,721
<b>Total</b>	<b>\$ 10,983,345</b>	<b>\$ 12,325,465</b>
<hr/>		
	November 30, 2025	August 31, 2025
Financial liabilities at amortized cost		
Accounts payable and accrued liabilities	\$ 380,269	\$ 1,356,778
Loan payable	12,079,012	9,620,226
<b>Total</b>	<b>\$ 12,459,281</b>	<b>\$ 10,977,004</b>

The carrying amounts of cash, accounts payable and accrued liabilities, and loan payable approximate their fair values because of the short-term nature of these instruments.

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**13. FINANCIAL INSTRUMENTS (continued)****Financial risk management**

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

*Credit risk*

Credit risk is the risk that one party to a financial instrument will cause a loss for the other party by failing to discharge an obligation. Financial instruments which are potentially subject to credit risk for the Company consist of primarily cash and cash equivalents, short-term investments, and loans receivable. The carrying amount of financial assets represents the maximum credit exposure. The Company has gross credit exposure at November 30, 2025, related to these assets of \$354,039. All cash is held at Canadian chartered banks and U.S. Federal Deposit Insurance Corporation insured commercial banks in the United States, which minimizes credit risk. The Company's loans receivable are issued to arm's length parties with which it has previously issued loans. Credit risk is mitigated by loaning funds to companies based on the size, credit quality and reputation of these arm's length parties that are based and regulated in the U.S.

*Liquidity risk*

Liquidity risk is the risk that an entity will encounter difficulty in meeting obligations associated with financial liabilities. The Company's approach to managing liquidity risk is to ensure that it will have sufficient liquidity to meet liabilities when due. The Company manages Company-wide cash projections centrally and regularly updates projections for changes in business and fluctuations caused in digital currency prices and exchange rates.

*Interest risk*

Interest risk is the risk that the fair value or future cash flows will fluctuate as a result of changes in market interest rates. The Company's exposure to interest rate risk is limited relating to its ability to earn interest income on cash balances at variable rates. Changes in short term interest rates will not have a significant effect on the fair value of the Company's cash account. The Company's exposure to interest rate risk is limited relating to its accounts payable and loan payable. The accounts payable are not subject to any interest and the interest rate on the loan payable is fixed. A 10% change in the interest rate would not have a significant effect on the Company's operations.

*Price risk*

Price risk is the risk that the value of a security or investment will decrease. The Company is exposed to price risk on its investments in equity instruments at FVTPL. A 10% fluctuation in the prices of the investees would result in a change of \$1,062,931 to the fair value of investments in equity instruments at FVTPL and recognized in income or loss.

*Foreign currency risk*

Currency risk relates to the risk that the fair values or future cash flows of the Company's financial instruments will fluctuate because of changes in foreign exchange rates. Exchange rate fluctuations may affect the costs that the Company incurs in the future in its operations as well as the currency in which the Company has historically raised capital. The Company is currently exposed to currency risk as certain cash and cash equivalents, short-term investments, loans receivable, and investments in equity instruments at FVTPL are denominated in US Dollars. A 10% fluctuation in the US Dollar would result in a change to profit or loss of \$876,466.



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**14. FAIR VALUE MEASUREMENT**

The Company classifies its fair value measurements in accordance with an established hierarchy that prioritizes the inputs in valuation techniques used to measure fair value as follows:

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

Level 2 – Inputs other than quoted prices 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 that are not based on observable market data for the asset or liability.

The following table sets forth the Company's assets measured at fair value by level within the fair value hierarchy as at November 30 and August 31, 2025.

November 30, 2025	Level 1	Level 2	Level 3
Digital currencies and staked digital currencies – intangible assets	\$ -	\$ 58,934,837	\$ -
Investments in equity instruments at FVTPL	-	8,496,499	2,132,807
Total	\$ -	\$ 67,431,336	\$ 2,132,807

  

August 31, 2025	Level 1	Level 2	Level 3
Digital currencies and staked digital currencies – intangible assets	\$ -	\$ 70,177,330	\$ -
Investments in equity instruments at FVTPL	-	8,352,449	3,467,272
Total	\$ -	\$ 78,529,779	\$ 3,467,272

Management determined fair value as follows:

- The fair value of digital currencies and staked digital currencies – intangible assets is determined by reference to the volume average weighted price provided by [www.cryptocompare.com](http://www.cryptocompare.com), an independent third-party pricing aggregator that makes publicly available, for each relevant digital asset, volume weighted average price calculated from various exchanges, as well as price and volume data by exchange.
- Investments in equity instruments at FVTPL consist of investments in US private companies within Level 2 and a private fund within Level 3. The fair values of the US private companies are based on the arm's length funding rounds of the investee or underlying investment. The fair value of the investment in the private fund is remeasured based on valuation reports provided to the Company by the investment fund administrator less a 17% DLOM. As at November 30, 2025, a +/- 5 percentage point change in the DLOM (resulting in a discount of 12% or 22%) would result in a +/- \$128,482 (August 31, 2025 - \$208,872) change in the fair value of the investment in the private fund. The unrealized gain (loss) is recognized in the statements of income (loss).

A continuity for the Level 3 investment in equity instrument at FVTPL as at November 30 and August 31, 2025 is as follows:

	November 30, 2025	August 31, 2025
Balance, beginning of period ( <i>Restated – Note 17</i> )	\$ 3,467,272	\$ 3,716,604
Redemptions	(129,928)	(963,272)
Staking income	79,990	394,943
Unrealized gain (loss)	(1,284,527)	318,997
Balance, end of period	\$ 2,132,807	\$ 3,467,272

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### 15. DIGITAL CURRENCY RISKS

#### *Price risk related to digital currencies – intangible assets*

Digital asset prices are volatile and affected by various factors including global supply and demand, interest rates, exchange rates, inflation or deflation and the political and economic conditions. Supply and demand for such assets rapidly change from time to time, affected by regulations and general economic trends. A decline in the market prices of digital assets could impact the Company's future operations. The management of the Company constantly monitors the exposure in response to the market conditions.

Digital assets that the Company deals within its operating and investing activities are various digital currencies which can be traded in a number of public exchanges or through over-the-counter market. The Company's exposure to price risk arises from digital currencies – intangible assets which are measured at revalued amounts.

At November 30, 2025, if the prices of digital currencies – intangible assets held by the Company had decreased by 15% (being a reasonably expected change determined based on average monthly price movements) in the principal markets with other variables held constant, the impact on revaluation surplus arising from changes in fair value of digital currencies – intangible assets would have been \$8.8 million (August 31, 2025 - \$10.5 million) lower. This decrease shall be recognized in income or loss. However, the decrease shall be recognized in revaluation surplus to the extent of any credit balance in the revaluation surplus in respect of that asset. Conversely, if the prices of digital currencies – intangible assets had been 15% higher and all other variables were held constant, other comprehensive income would increase by \$8.8 million (August 31, 2025 - \$10.5 million). This increase shall be recognized in other comprehensive income and accumulated in equity.

#### *Loss of access risk*

The loss of access to the private keys associated with the Company's digital asset holdings may be irreversible and could adversely affect the future operation. Digital assets are controllable only by an individual that possesses both the unique public key and private key or keys relating to the "digital wallet" in which the digital asset is held. To the extent a private key is lost, destroyed or otherwise compromised and no backup is accessible, the Company may be unable to access the digital assets. It is the policy of the Company to conduct due diligence surrounding private key management performed by custodians as part of the onboarding process in order to mitigate this risk.

#### *Irrevocability of transactions*

Digital asset transactions are irrevocable and if stolen or incorrectly transferred, digital assets may be irretrievable. Once a transaction has been verified and recorded in a block that is added to the blockchain, an incorrect transfer or theft generally will not be reversible, and the Company may not be capable of seeking compensation. The Company seeks to mitigate the risk by establishing policies and procedures to require a careful review of each transaction before execution.

#### *Hard fork and airdrop risks*

When a proposed modification to the digital currency network is not accepted by the vast majority of miners and users but is nonetheless accepted by a substantial population of participants in the network, a "fork" in the blockchain occurs, resulting in two separate digital currency networks. A "hard fork" is a software upgrade that introduces a new rule to the network that is not compatible with the older software, while a "soft fork" is any change that is backward compatible. Holders of digital currency on the original digital currency network, at the time the block is mined and the fork occurs, can then also typically receive an identical amount of new tokens on the new network. Hard forks could affect the value and harm the sustainability of the affected digital currencies.

Airdrops occur when the promoters of a new digital asset send amounts of the new digital asset to holders of another digital asset that they will be able to claim a certain amount of the new digital asset for free. The Company may not be able to realize the economic benefit of a hard fork or airdrop, either immediately or ever, for various reasons. For instance, the Company may not have any systems in place to monitor or participate in hard forks or airdrops. Therefore, the Company may not receive any new digital assets created as a result of a hard fork or airdrop, thus losing any potential value from such digital assets.

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**15. DIGITAL CURRENCY RISKS (continued)***Regulatory oversight risk*

Regulatory changes or actions may restrict the use of digital assets or the operation of digital asset networks or exchanges in a manner that adversely affects investments held by the Company. The Company consistently engages with external legal counsels or regulatory advisors to understand any updates on the regulatory landscape which might have impacts on its businesses.

*Cybersecurity risk*

While the Company's security technology is designed to prevent, detect, and mitigate inappropriate access to its systems, it is possible that hackers, employees or service providers acting contrary to its policies, or others could circumvent these safeguards to improperly access its systems or documents, or the systems or documents of its business partners, agents, or service providers, and improperly access, obtain, misuse its digital currencies held in hot wallets.

*Staking risk*

Digital currency prices are volatile and can drop quickly. If any of the Company's staked assets suffers a large price drop, that could outweigh any staking income earned on them. Staking can require the Company to lock up its digital currencies for a minimum amount of time. Staking also exposes the Company to slashing. Slashing is a penalty enforced at the protocol level associated with malicious attack against the network by a validator.

*Smart contract risk*

DeFi, in several ways, substitutes custodial risk prevalent with centralized finance platforms with smart contract risk, allowing hackers and attackers to seize funds and tokens escrowed in smart contracts. Smart contracts are constantly exploited across the blockchain ecosystem, with hackers taking advantage of flaws in the code. DeFi smart contracts are managed using admin keys. These allow the key holder to make significant changes to the code, such as protocol upgrades. One way cyberattacks occur is when hackers gain control of private or admin keys, allowing them to deplete all or some of the liquidity within pools of certain projects, among others. As at November 30, 2025, the smart contract risk is \$nil (August 31, 2025 - \$nil).

*Reliance on Centralized Exchanges (CEXs)*

The Company exchanges fiat and other forms of capital into digital assets that can then be used across various protocols and applications. The Company is reliant on these CEXs for the exchange of fiat/digital assets. Any change to the CEXs business models, practices, ability to custody assets, ability to send or receive payments, solvency, swap or exchange assets, or be subject to security breaches or hacks could have a meaningful impact on the Company's operations and potential loss of some or all of its assets.

**Neptune Digital Assets Corp.**

## Notes to Condensed Consolidated Interim Financial Statements

For the Three Months Ended November 30, 2025 and 2024

(Expressed in Canadian Dollars)

(Unaudited)

**16. SEGMENTED INFORMATION**

The Company operates in Canada and the United States. The Company's chief operating decision makers currently review the operating results of the Company as one operating segment.

*Information about geographic areas*

Revenue from cryptocurrency mining was all generated in Canada. Staking revenue are earned in both Canada and the United States.

	November 30, 2025	November 30, 2024
Mining revenue		
Canada	\$ 146,758	\$ 224,761
Staking revenue		
Canada	101,000	91,870
United States	142,997	135,772
	243,997	227,642
Total	\$ 390,755	\$ 452,403

The following table analyzes the Company's non-current assets by geographical location. The basis for attributing the assets is the location of the assets.

	November 30, 2025	August 31, 2025
Canada	\$ 55,937,941	\$ 66,268,096
United States	8,241,130	10,012,914
Total	\$ 64,179,071	\$ 76,281,010

*Information about a major customer*

For the three months ended November 30, 2025, mining revenue from one customer represents 100% (2024 - 100%) of the total mining revenue and staking revenue from one digital currency represents 70% (2024 - 67%) and from another digital currency represents 21% (2024 - 23%) of the total staking revenue.

**Neptune Digital Assets Corp.**

## Notes to Condensed Consolidated Interim Financial Statements

For the Three Months Ended November 30, 2025 and 2024

(Expressed in Canadian Dollars)

(Unaudited)

**17. CORRECTION OF AN ERROR**

Subsequent to the issuance of the consolidated financial statements for the year ended August 31, 2024 and the condensed consolidated interim financial statements for the three months ended November 30, 2024, errors were discovered with respect to the remeasurement of fair value less an applicable DLOM of the Company's investment in a private investment fund designed to acquire Solana tokens from a bankrupt estate that is included in the Company's investments in equity instruments at FVTPL. Accordingly, the consolidated financial statements for the year ended August 31, 2024 and the condensed consolidated interim financial statements for the three months ended November 30, 2024, have been restated to reflect adjustments made as a result of this correction of error.

The following is a summary of the impacts to the consolidated statement of financial position as at August 31, 2024 and the condensed consolidated interim statement of income and comprehensive income and the consolidated statement of cash flows for the three months ended November 30, 2024:

	August 31, 2024 As previously reported	Adjustments	August 31, 2024 As restated
<b>Consolidated Statement of Financial Position</b>			
Investments in equity instruments at FVTPL - current	6,121,947	(396,083)	5,725,864
Investments in equity instruments at FVTPL	2,503,753	(475,712)	2,028,041
Deficit	(50,636,484)	(871,795)	(51,508,279)

	Three months ended November 30, 2024 As previously reported	Adjustments	Three months ended November 30, 2024 As restated
<b>Consolidated Statement of Income and Comprehensive Income</b>			
Unrealized gain on investments in equity instruments at FVTPL	3,700,845	(672,929)	3,027,916
Net income	4,688,980	(672,929)	4,016,051
Comprehensive income	26,675,813	(672,929)	26,002,884
Income per common share (basic and diluted)	0.04	(0.01)	0.03

	Three months ended November 30, 2024 As previously reported	Adjustments	Three months ended November 30, 2024 As restated
<b>Consolidated Statement of Cash Flows</b>			
Unrealized gain on investments in equity instruments at FVTPL	(3,700,845)	672,929	(3,027,916)

**Neptune Digital Assets Corp.****Notes to Condensed Consolidated Interim Financial Statements****For the Three Months Ended November 30, 2025 and 2024****(Expressed in Canadian Dollars)****(Unaudited)**

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**18. SUBSEQUENT EVENTS**

Subsequent to the three months ended November 30, 2025, and up to the date of this report, the Company:

- a) On December 9, 2025, issued 1,300,000 stock options to certain directors and officers of the Company. These stock options vest immediately, will entitle the holder to acquire one common share at an exercise price of \$0.70 and are to expire on December 9, 2035.
- b) On December 11, 2025, through its subsidiary, Neptune USA, invested USD 300,000 in a series of equity interest in a US private company. The purpose of the series is to acquire shares of an artificial intelligence company, with the mission to advance scientific discovery and deepen collective understanding of the universe.

**19. RECLASSIFICATION OF ACCOUNTS**

Certain prior year amounts have been reclassified in the condensed consolidated interim statement of income and comprehensive income to conform to the current period presentation. Only reclassifications have been made with no changes in accounting policies.