InsuraGuest Technologies Inc.

Condensed Interim Consolidated Financial Statements

For the three months ended

September 30, 2025

Unaudited – Prepared by Management

(Expressed in United States Dollars)

NOTICE OF NO AUDITOR REVIEW OF CONDENSED

INTERIM CONSOLIDATED FINANCIAL STATEMENTS

The accompanying unaudited condensed interim consolidated financial statements of InsuraGuest Technologies Inc. (the "Company") for the three months ended September 30, 2025 and September 30, 2024, have been prepared by the management of the Company and approved by the Company's Audit Committee and the Company's Board of Directors.

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

The accompanying unaudited condensed interim consolidated financial statements of the Company have been prepared by and are the responsibility of the Company's management. The Company's independent auditor has not performed a review of these financial statements in accordance with standards established by CPA Canada for a review of the condensed interim financial statements by an entity's auditor.

InsuraGuest Technologies Inc.

Condensed Interim Consolidated Statements of Financial Position

Unaudited – Prepared by Management

(Expressed in United States Dollars)

As at September 30, 2025 and June 30, 2025

	Note	September 30, 2025 $	June 30, 2025 $
Assets			
Current assets			
Cash		223,147	209,703
Short-term investments	5	32,401	33,029
Receivables	3,10	62,643	81,121
Prepaid expenses	6	17,004	15,879
		335,195	339,732
Non-current assets			
Intangible asset - software	4	1,752	2,628
Property and equipment	6	38,325	-
Total assets		**375,272**	342,360
Liabilities and shareholders' deficiency			
Current liabilities			
Accounts payable and accrued liabilities	7,10	256,589	210,515
Insurance contract liabilities		24,081	25,518
Due to related parties	10	346,354	296,313
Lease liability - current	6	41,811	-
Total liabilities		**668,835**	532,346
Shareholders' deficiency			
Share capital	8	8,321,829	8,321,829
Reserves	8	328,867	346,507
Accumulated other comprehensive loss		(16,127)	(9,426)
Deficit		(8,928,132)	(8,848,896)
Total shareholders' deficiency		**(293,563)**	(189,986)
Total liabilities and shareholders' deficiency		**375,272**	342,360
Nature of operations and going concern	1		

Approved on behalf of the Board of Directors on November 28, 2026:

"Douglas Anderson" **Director** *"Charles Cayias"* **Director**

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

InsuraGuest Technologies Inc.

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

Unaudited – Prepared by Management

(Expressed in United States Dollars)

For the three months ended September 30, 2025 and September 30, 2024

	Common shares					
	Number of shares	Share capital	Reserves	Accumulated other comprehensive loss	Deficit	Total shareholders' equity (deficiency)
	#	$	$	$	$	$
Balance, July 1, 2024	170,533,822	8,321,829	507,792	(9,072)	(8,622,666)	197,883
Fair value reversal on expiry of stock options	-	-	(36,654)	-	36,654	-
Fair value reversal on cancellation of stock options	-	-	(78,439)	-	78,439	-
Share-based payments	-	-	18,535	-	-	18,535
Translation adjustment	-	-	-	(484)	-	(484)
Loss for the period	-	-	-	-	(71,820)	(71,820)
September 30, 2024	170,533,822	8,321,829	411,234	(9,556)	(8,579,393)	144,114
Balance, July 1, 2025	170,533,822	8,321,829	346,507	(9,426)	(8,848,896)	(189,986)
Fair value reversal on cancellation of stock options	-	-	(60,640)	-	60,640	-
Share-based payments	-	-	43,000	-	-	43,000
Translation adjustment	-	-	-	(6,701)	-	(6,701)
Loss for the period	-	-	-	-	(139,876)	(139,876)
September 30, 2025	**170,533,822**	**8,321,829**	**328,867**	**(16,127)**	**(8,928,132)**	**(293,563)**

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

InsuraGuest Technologies Inc.

Condensed Interim Consolidated Statements of Loss and Comprehensive Loss
Unaudited – Prepared by Management
(Expressed in United States Dollars)

For the three months ended September 30, 2025 and September 30, 2024

	Note	**September 30, 2025 $**	September 30, 2024 $
Insurance revenue	3,10,13	115,269	113,759
Insurance service expenses	10	(43,156)	(49,557)
Insurance service result		**72,113**	64,202
Revenue for services	3,10,13	141,361	139,509
Cost of services	10	(30,667)	(35,215)
Gross profit for services		**110,694**	104,294
Operating expenses			
Advertising and marketing		34,746	32,527
Amortization - intangible assets	5	876	876
Amortization - property and equipment	6	12,775	14,807
Consulting fees	10	117,416	99,317
Finance charges	6	1,779	1,286
General and administrative	10	40,908	28,378
Management fees	10	17,430	17,594
Office supplies, software and other		10,134	7,981
Professional fees	10	41,956	17,456
Share-based payments	8,10	43,000	18,535
Transfer agent and filing fees		1,663	1,559
Net loss for the period		**(139,876)**	(71,820)
Translation adjustment		**(6,701)**	(484)
Comprehensive loss for the period		**(146,577)**	(72,304)
Loss per share			
Weighted average number of common shares outstanding			
- basic #	9	**170,533,822**	170,533,822
- diluted #	9	**170,533,822**	170,533,822
Basic loss per share $	9	**(0.00)**	(0.00)
Diluted loss per share $	9	**(0.00)**	(0.00)

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

InsuraGuest Technologies Inc.

Condensed Interim Consolidated Statements of Cash Flows

Unaudited – Prepared by Management

(Expressed in United States Dollars)

For the three months ended September 30, 2025 and September 30, 2024

	Note	September 30, 2025 $	September 30, 2024 $
Operating activities			
Loss for the period		(139,876)	(71,820)
Amortization - intangible assets		876	876
Amortization - property and equipment		12,775	14,807
Finance charges		1,779	1,286
Share-based payments		43,000	18,535
Net change in non-cash working capital items	11	106,144	(2,018)
		24,698	(38,334)
Financing activities			
Payments of lease liability	6	(11,068)	(3,250)
		(11,068)	(3,250)
Net change in cash		**13,630**	(41,584)
Effect of foreign exchange on cash		**(186)**	1,238
Cash, beginning of period		**209,703**	466,936
Cash, end of period		**223,147**	426,590
Supplemental cash flow information	11		

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

1. Nature of operations and going concern

Nature of business

InsuraGuest Technologies Inc. (the “Company” or “ISG Tech”) is a SaaS (Software-as-a-Service) company utilizing a proprietary insurance and technology software (“insurtech”) to embed its short-term rental and event-based insurance products to the vacation rental, hotels, sports, and ticketed events sectors. The Company was incorporated on August 13, 2010 in British Columbia as an exploration company primarily focused on the acquisition, exploration and development of mineral properties located in Canada, and changed its principal business from mineral exploration to industrial products, technology, and software services. The Company’s head office is located at Suite 102, 6465 South 3000 East, Salt Lake City, Utah, 84121. The Company’s registered office is located at Suite 1140, 625 Howe Street, Vancouver, BC, V6C 2T6.

On February 26, 2020, the Company completed the acquisition of all of the issued and outstanding securities in the capital of InsuraGuest Inc. (“ISG Inc.”), a private company incorporated in the state of Utah, in exchange for the issuance of an aggregate of 21,080,992 common shares in the capital of the Company to the shareholders of ISG Inc. pursuant to the terms of an Arrangement Agreement (the “Agreement”) dated January 14, 2019 between the Company, ISG Acquisition Corp. (a wholly-owned, inactive subsidiary of the Company) and ISG Inc. (collectively, the “Transaction”), which received shareholder approval. The Transaction was accounted for as a reverse acquisition (“RTO”).

The Company has earned nominal revenues to date, and the Company’s continuing operations will be entirely dependent upon proving the technology through successful integration with existing and future customers.

Going concern

The Company's condensed interim consolidated financial statements (the “financial statements”) are prepared on the basis of accounting principles applicable to a going concern, which assumes that the Company will continue in operation for the foreseeable future and will be able to realize its assets and discharge its liabilities in the normal course of business. There are conditions and events which constitute material uncertainties that may cast significant doubt on the validity of this assumption.

The ability of the Company to continue as a going concern is dependent on the Company obtaining adequate capital to fund operating losses until it becomes profitable. If the Company is unable to obtain adequate capital, it could be forced to cease operations. These factors challenge the Company’s ability to continue as a going concern for a year from the date these financial statements were issued.

As at September 30, 2025, the Company had not achieved profitable operations, has a working capital deficiency of $333,640 (June 30, 2025 – $192,614) and has a history of losses and has an accumulated deficit of $8,928,132 (June 30, 2025 - $8,848,896). There is a material uncertainty which may cast significant doubt about the Company’s ability to continue as a going concern. The ability of the Company to continue as a going concern is dependent upon its ability to successfully accomplish the plans described in the preceding paragraph and eventually secure other sources of financing and attain profitable operations. These financial statements do not include any adjustments that might be necessary if the Company is unable to continue as a going concern.

2. Material accounting policies

Basis of presentation

These financial statements have been prepared in conformity with International Accounting Standard (“IAS”) 34, Interim Financial Reporting, using the same accounting policies as detailed in the Company‘s annual audited consolidated financial statements for the year ended June 30, 2025, and do not include all the information required for full annual financial statements in accordance with IFRS Accounting Standards (“IFRS”), as issued by the International Accounting Standards Board ("IASB") and interpretations of the IFRS Interpretations Committee ("IFRIC"). It is suggested that these financial statements be read in conjunction with the annual audited consolidated financial statements.

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

These financial statements are presented in United States (U.S.) dollars. The functional currency of the Company and its controlled subsidiaries is detailed below.

Principles of consolidation

These financial statements include the accounts of the Company and its wholly owned subsidiaries, as follows:

Name	Functional currency	Relationship
InsuraGuest Technologies Inc.	Canadian dollar	Legal parent company
InsuraGuest Inc.	U.S. dollar	Legal subsidiary company
ISG Acquisition Corp.	U.S. dollar	Subsidiary company
MDO Mining Corp.	Canadian dollar	Subsidiary company
InsuraGuest Insurance Agency, LLC	U.S. dollar	Subsidiary company
InsuraGuest Risk Purchasing Group, LLC	U.S. dollar	Subsidiary company
Guest Plus, LLC	U.S. dollar	Subsidiary company
ISG Sports, LLC	U.S. dollar	Subsidiary company

A subsidiary is an entity controlled by the Company and is included in the financial statements from the date that control commences until the date that control ceases. The accounting policies of a subsidiary are changed where necessary to align them with the policies adopted by the Company.

All intercompany balances are eliminated on consolidation.

These financial statements account for ISG Tech as a controlled entity requiring consolidation since the date of the RTO (note 1), effective February 26, 2020.

2. Material accounting policies (continued)

New accounting policies

Certain pronouncements have been issued by the IASB that were effective for the Company's accounting period beginning on July 1, 2025. The adoption of these standards has not had a material impact on disclosures or amounts reported in these financial statements.

Standards issued but not yet effective

IFRS 18 Presentation and Disclosure in Financial Statements ("IFRS 18"), which will replace IAS 1 Presentation of Financial Statements aims to improve how companies communicate in their financial statements, with a focus on information about financial performance in the statement of profit or loss, in particular additional defined subtotals, disclosures about management-defined performance measures and new principles for aggregation and disaggregation of information. IFRS 18 is accompanied by limited amendments to the requirements in IAS 7 Statement of Cash Flows. IFRS 18 is effective from January 1, 2027. Companies are permitted to apply IFRS 18 before that date.

The Company has not yet determined the impact of these amendments on its financial statements.

(Expressed in United States Dollars)

3. Receivables and revenues for services

Receivables consist of the following:

	September 30, 2025 $	June 30, 2025 $
Trade receivables (note 10)	36,344	60,681
Sales tax recoverable	26,299	20,440
	62,643	81,121

As at September 30, 2025, management has concluded that no provision for allowance for doubtful accounts is required (June 30, 2025 – none). The aging analysis of trade receivables is as follows:

	September 30, 2025 $	June 30, 2025 $
0-30 days	32,646	56,737
31-60 days	-	3,944
61-90 days	3,698	-
Greater than 90 days	-	-
	36,344	60,681

During the three months ended September 30, 2025, revenues from the 2 largest customers amounted to 52.7%, and 29.3% of gross revenues (insurance and service revenues inclusive). During the three months ended September 30, 2024, revenues from the 2 largest customers amounted to 51.6% and 28.4% of gross revenues. As at September 30, 2025, customers with the 2 largest trade receivable balances amounted to 48.5% and 22.8% of total trade receivables; as at June 30, 2025, the figures were 59.1%, and 26.0%.

In accordance with the Company's stated accounting policy, the Company recognizes revenues on both a gross and a net basis, depending on whether the Company is considered the principal or an agent in the transaction.

A reconciliation of gross to net service revenues for the three months ended September 30, 2025, and September 30, 2024 is as follows:

	September 30, 2025 $	September 30, 2024 $
Gross revenues	289,271	287,381
Less:		
Cost of sales adjustments	(32,641)	(34,113)
Net revenues	**256,630**	253,268

(Expressed in United States Dollars)

4. Intangible asset

Cost	Balance at July 1, 2024 $	Additions $	Disposals $	Balance at June 30, 2025 $
Software	125,310	-	-	125,310
Total	125,310	-	-	125,310

Accumulated amortization	Balance at July 1, 2024 $	Additions $	Disposals $	Balance at June 30, 2025 $
Software	119,178	3,504	-	122,682
Total	119,178	3,504	-	122,682

Cost	Balance at July 1, 2025 $	Additions $	Disposals $	Balance at September 30, 2025 $
Software	125,310	-	-	125,310
Total	**125,310**	**-**	**-**	**125,310**

Accumulated amortization	Balance at July 1, 2025 $	Additions $	Disposals $	Balance at September 30, 2025 $
Software	122,682	876	-	123,558
Total	**122,682**	**876**	**-**	**123,558**

Net book value - June 30, 2025	2,628
Net book value - September 30, 2025	**1,752**

During the three months ended September 30, 2025, the Company recorded total amortization charges of $876 (2024 - $876).

5. Short-term investments

As at September 30, 2025, the Company had reclamation bonds held with the Ministry of Mines (British Columbia) in the amount of $32,401 (June 30, 2025 - $33,029). These reclamation bonds are classified as short-term investments as they are Guaranteed Investment Certificates that mature within 12 months.

(Expressed in United States Dollars)

6. Property and equipment

On January 1, 2024, the Company entered into a Sublease Agreement with a company controlled by an Officer and Director of the Company with respect to a head office lease in Salt Lake City, Utah (the "Former Lease"). The term of the Former Lease expired during the year ended June 30, 2025. On July 15, 2025, the Company entered into a Sublease Agreement with an arm's-length party whereby their head office was relocated within Salt Lake City, Utah (the "Current Lease"). Under IFRS 16 *Leases* ("IFRS 16"), the Company is required to assess whether a contract is, or contains, a lease. For contracts that are, or contain, leases, the Company recognizes a right-of-use asset and lease liability at the commencement date.

As at September 30, 2025, the Company has identified that the Current Lease is a lease as defined under IFRS 16. In analyzing the agreement, the Company applied the lessee accounting model pursuant to IFRS 16 and considered all of the facts and circumstances surrounding the inception of the contract. A lease liability was calculated with a discount rate of 15%. Based on all the facts and circumstances at the inception of the contract, the Company has determined that the Current Lease in Salt Lake City, Utah contains a lease as defined by IFRS 16.

In connection with the Former Lease, the Company undertook a series of tenant improvements. These improvements were amortized over the term of the lease and were settled via the issuance of common shares during the year ended June 30, 2024.

A continuity of the carrying amount of the right-of-use asset and tenant improvements for the three months ended September 30, 2025 and the year ended June 30, 2025 is as follows:

	Right-of-use asset $	Tenant improvements $	Total $
July 1, 2024	35,564	23,662	59,226
Amortization	(35,564)	(23,662)	(59,226)
June 30, 2025	-	-	-
Additions	51,100	-	51,100
Amortization	(12,775)	-	(12,775)
September 30, 2025	**38,325**	**-**	**38,325**

A reconciliation of the carrying amount of the lease liability for the three months ended September 30, 2025 and the year ended June 30, 2025 is as follows:

	Lease liability $
July 1, 2024	37,197
Lease payments	(40,170)
Lease interest (finance charges)	2,973
June 30, 2025	-
Additions	51,100
Lease payments	(11,068)
Lease interest (finance charges)	1,779
September 30, 2025	**41,811**
Lease liability - current portion	**41,811**
Lease liability - long term portion	**-**

(Expressed in United States Dollars)

6. Property and equipment (continued)

The Former Lease term expired on June 30, 2025, and the Company subsequently entered into the Current Lease. As at September 30, 2025, the total undiscounted amount of the estimated future cash flows to settle the Company's lease liability over the remaining lease term is $42,823 (June 30, 2025 - $nil). On inception of the Current Lease, the Company paid a security deposit in an amount of $4,282, which is included within prepaid expenses on the condensed interim consolidated statements of financial position as at September 30, 2025. Short-term leases are leases with a lease term of twelve months or less. As at September 30, 2025 and June 30, 2025, the Company did not have any short-term leases.

7. Accounts payable and accrued liabilities and loans payable

Accounts payable and accrued liabilities consist of the following:

	September 30, 2025 $	June 30, 2025 $
Trade payables	205,546	161,903
Accrued liabilities	51,043	48,612
	256,589	210,515

8. Shareholders' equity

The authorized share capital of the Company consists of the following:

- an unlimited number of common shares without par value; and
- an unlimited number of preferred shares without par value.

From incorporation to September 30, 2025, the Company has not issued any preferred shares. All issued and outstanding common shares are fully paid. As at September 30, 2025 and June 30, 2025, no common shares are held in escrow.

Transactions for the issue of share capital during the three months ended September 30, 2025:

There were no share capital transactions during the three months ended September 30, 2025.

Transactions for the issue of share capital during the three months ended September 30, 2024:

There were no share capital transactions during the three months ended September 30, 2024.

Warrants

A summary of the status of the Company's warrants as at September 30, 2025, and June 30, 2025, and changes during the period/year then ended is as follows:

	Period ended September 30, 2025		Year ended June 30, 2025	
	Warrants #	Weighted average exercise price (CAD $)	Warrants #	Weighted average exercise price (CAD $)
Warrants outstanding, beginning of period/year	21,601,015	0.20	28,346,934	0.20
Expired - performance warrants	-	-	(6,745,919)	0.20
Warrants outstanding, end of period/year	**21,601,015**	**0.20**	21,601,015	0.20

(Expressed in United States Dollars)

8. Shareholders' equity (continued)

Warrants (continued)

In connection with the Transaction (note 1), performance warrants (the "Performance Warrants") issued were as follows:

- Series A warrants were issued on a ratio of 0.11 for each ISG Inc. share held, each whole warrant being exercisable into an additional common share of the Company at CAD $0.20 per share for a period of two (2) years from closing of the Agreement and subject to total revenue of the Company exceeding **CAD $1,000,000** within two (2) years from the closing of the Agreement (milestone not met, and warrants expired);
- Series B warrants were issued on a ratio of 0.32 for each ISG Inc. share held, each whole warrant being exercisable into an additional common share of the Company at CAD $0.20 per share for a period of five (5) years from closing of the Agreement and subject to total revenue of the Company exceeding **CAD $5,000,000** within five (5) years from the closing of the Agreement (milestone not met, and warrants expired);
- Series C warrants were issued on a ratio of 0.37 for each ISG Inc. share held, each whole warrant being exercisable into an additional common share of the Company at CAD $0.20 per share for a period of seven and a half (7.5) years from closing of the Agreement and subject to total revenue of the Company exceeding **CAD $10,000,000** within seven and a half (7.5) years from the closing of the Agreement; and
- Series D warrants were issued on a ratio of 0.64 for each ISG Inc. share held, each whole warrant being exercisable into an additional common share of the Company at CAD $0.20 per share for a period of ten (10) years from closing of the Agreement and subject to total revenue of the Company exceeding **CAD $20,000,000** within ten (10) years from the closing of the Agreement.

The Performance Warrants issued formed additional consideration to the ISG Inc. shareholders in connection with the completion of the Transaction and were fair valued (total of $323,000) using the Black-Scholes option pricing model with the following weighted average assumptions: share price of CAD $0.20, exercise price of CAD $0.20, risk-free rate of 2.00%, expected volatility of 120%, and expected life of 1.31 years. Further, the model was adjusted to incorporate a probability-weighted analysis (expected forfeiture rates of 50% to 93.75%) to adjust the value of the Performance Warrants for management's estimate of the likelihood of the revenue targets (summarized above) being met.

In connection with the Offering, the Company issued 311,209 compensation warrants to a Director. The warrants are exercisable at CAD $0.05 and expire five years from the issuance date. The warrants were valued at $4,577 ($0.015 per warrant) using the Black-Scholes option pricing model with the following assumptions: share price of CAD $0.03, exercise price of CAD $0.05, risk-free rate of 3.82%, expected volatility of 125%, and expected life of 5.00 years.

As at September 30, 2025, the Company had warrants outstanding and exercisable as follows:

Warrants outstanding #	Warrants exercisable #	Exercise price (CAD $)	Weighted average remaining life (years)	Expiry date
7,799,969	-	0.20	1.90	August 26, 2027
311,209	311,209	0.05	3.61	May 10, 2029
13,489,837	-	0.20	4.41	February 26, 2030
21,601,015	**311,209**	**0.20**	**3.49**	

During the year ended June 30, 2025, 6,745,919 Series B warrants expired unexercised. In connection with the expiration, the Company reversed the initial fair value of $116,000 (CAD $154,100) from reserves and charged the amount directly to accumulated deficit.

(Expressed in United States Dollars)

8. Shareholders' equity (continued)

Stock options

A summary of the status of the Company's stock options as at September 30, 2025, and June 30, 2025, and changes during the period/year then ended is as follows:

	Period ended September 30, 2025		Year ended June 30, 2025	
	Options #	Weighted average exercise price (CAD $)	Options #	Weighted average exercise price (CAD $)
Options outstanding, beginning of period/year	4,850,000	0.16	2,550,000	0.35
Granted	5,100,000	0.02	2,850,000	0.02
Expired	-	-	(250,000)	0.35
Cancelled	(2,000,000)	0.35	(300,000)	0.35
Options outstanding, end of period/year	**7,950,000**	**0.02**	4,850,000	0.16

On August 3, 2021, the Company granted 1,600,000 stock options to an Officer of the Company pursuant to an Executive Services Agreement (the "ESA"). The options are exercisable at $0.35 and are subject to vesting terms as follows:

- 250,000 of the options vested on signing of the ESA and expire on August 1, 2023 (the "Initial Vesting Options");
- 250,000 of the options vested on September 1, 2022 and expire on August 1, 2024 (the "Second Vesting Options");
- 84,034 of the options vested on the Company earning $1,000,000 in gross revenues on or before February 26, 2023 (the "Initial Revenue Milestone Options") (milestone met);
- 244,461 of the options vest on the Company earning $5,000,000 in gross revenues on or before February 26, 2026;
- 282,658 of the options vest on the Company earning $10,000,000 in gross revenues on or before August 26, 2028; and
- The remaining 488,847 of the options vest on the Company earning $20,000,000 in gross revenues on or before February 26, 2031.

Each revenue milestone refers to the total gross revenue the Company must receive prior to the expiration date of the particular option.

The Initial Vesting Options were valued at $33,188 (CAD $42,000) using the Black-Scholes option pricing model with the following assumptions: share price of CAD $0.32, exercise price of CAD $0.35, risk-free rate of 0.36%, expected volatility of 106%, and an expected life of 2.0 years.

The Second Vesting Options were valued at $39,510 (CAD $50,000) using the Black-Scholes option pricing model with the following assumptions: share price of CAD $0.32, exercise price of CAD $0.35, risk-free rate of 0.36%, expected volatility of 106%, and an expected life of 3.0 years. Although the Second Vesting Options had not vested as at June 30, 2022, the Company made an accrual of share-based compensation in the amount of $33,224 in respect of these options, with the difference of $6,286 being recorded on vesting during the year ended June 30, 2023.

The Initial Revenue Milestone Options were valued at $10,272 (CAD $13,000) using the Black-Scholes option pricing model with the following assumptions: share price of CAD $0.32, exercise price of CAD $0.35, risk-free rate of 0.36%, expected volatility of 106%, and an expected life of 1.6 years. Although the Initial Revenue Milestone Options had not vested as at June 30, 2022, the Company made an accrual of share-based compensation in the amount of $5,947 in respect of these options, as the Company expected the revenue milestone to be met prior to February 26, 2023. The revenue milestone was met, and an additional accrual of $4,325 was made during the year ended June 30, 2023.

8. Shareholders' equity (continued)

Stock options (continued)

No accrual towards any of the additional three tranches was made as at September 30, 2025, as management of the Company could not readily determine whether these additional revenue milestones would be met, and accordingly, whether the options would vest.

On August 1, 2024, 250,000 of these stock options expired unexercised. In connection with the expiration, the original fair value of $39,510 (CAD $50,000) was reversed from reserves and credited to accumulated deficit. The remaining options were cancelled during the three months ended September 30, 2025.

On September 1, 2021, the Company granted a total of 1,200,000 stock options to four Officers of the Company (300,000 options per Officer), exercisable at CAD $0.35 with an expiration of February 26, 2031. The options are subject to vesting terms as follows:

- 240,000 of the options vested on September 1, 2021 (the "First Vesting Options");
- 73,340 of the options vested on the Company earning $1,000,000 in gross revenues on or before February 26, 2023 (the "First Revenue Milestone Options") (milestone met);
- 213,348 of the options vest on the Company earning $5,000,000 in gross revenues on or before February 26, 2026;
- 246,684 of the options vest on the Company earning $10,000,000 in gross revenues on or before August 26, 2027; and
- The remaining 426,628 of the options vest on the Company earning $20,000,000 in gross revenues on or before February 26, 2031.

Each revenue milestone refers to the total gross revenue the Company must receive prior to the expiration of the date of the particular option.

The First Vesting Options were valued at $64,006 (CAD $81,000) using the Black-Scholes option pricing model with the following assumptions: share price of $0.36, exercise price of CAD $0.35, risk-free rate of 1.08%, expected volatility of 119%, and an expected life of 9.5 years.

The First Revenue Milestone Options were valued at $9,899 (CAD $13,000) using the Black-Scholes option pricing model with the following assumptions: share price of CAD $0.36, exercise price of CAD $0.35, risk-free rate of 0.41%, expected volatility of 106%, and an expected life of 1.5 years. Although the First Revenue Milestone Options had not vested as at June 30, 2022, the Company made an accrual of share-based compensation in the amount of $5,850 in respect of these options, as the Company expected the revenue milestone to be met prior to February 26, 2023. The revenue milestone was met, and an additional accrual of $4,049 was made during the year ended June 30, 2023.

No accrual towards any of the additional three tranches was made as at September 30, 2025, as management of the Company could not readily determine whether these additional revenue milestones would be met, and accordingly, whether the options would vest.

During the year ended June 30, 2025, 300,000 of these stock options were cancelled as a result of a former Officer leaving employment. In connection with the expiration, the original fair value of $18,476 (CAD $23,500) was reversed from reserves and credited to accumulated deficit. The remaining options were cancelled during the three months ended September 30, 2025.

(Expressed in United States Dollars)

8. Shareholders' equity (continued)

Stock options (continued)

On April 10, 2025, the Company granted 2,850,000 stock options exercisable at a price of CAD $0.02 per option for a period of three years from the date of grant (the "April 2025 Options"). Each of the options granted shall vest upon the occurrence of the Company's vacation rental subscription program reaching 1,200 subscriptions in total.

The April 2025 Options were valued at $23,496 (CAD $32,000) using the Black-Scholes option pricing model with the following assumptions: share price of CAD $0.015, exercise price of CAD $0.02, risk-free rate of 2.63%, expected volatility of 140%, and an expected life of 3.0 years. Although the April 2025 Options had not vested as at June 30, 2025, the Company made an accrual of share-based compensation in the amount of $12,701 in respect of these options, as the Company expects the subscription milestone to be met and had obtained approximately 55.3% of the required subscriptions as at June 30, 2025. An additional accrual of $1,339 was made during the three months ended September 30, 2025.

On September 17, 2025, the Company granted 5,100,000 stock options to a Director and Officer of the Company (the "September 2025 Options"). The September 2025 Options are exercisable at a price of CAD $0.02 per option for a period of three years from the date of grant, and vested immediately on grant.

The September 2025 Options were valued at $41,661 (CAD $57,000) using the Black-Scholes option pricing model with the following assumptions: share price of CAD $0.015, exercise price of CAD $0.02, risk-free rate of 2.50%, expected volatility of 140%, and an expected life of 3.0 years.

As at September 30, 2025, the Company has stock options outstanding and exercisable as follows:

Options outstanding #	Options exercisable #	Exercise price (CAD $)	Weighted average remaining life (years)	Expiry date
2,850,000	-	0.02	2.53	April 10, 2028
5,100,000	5,100,000	0.02	2.97	September 17, 2028
7,950,000	**5,100,000**	**0.02**	**2.81**	

During the three months ended September 30, 2025, 2,000,000 stock options were cancelled. In connection with the cancellation, the Company reversed the initial fair value of $60,640 (CAD $83,500) from reserves and charged the amount directly to accumulated deficit.

Reserves

Reserves, when applicable, includes the accumulated fair value of stock options recognized as share-based payments, the fair value of warrants issued on private placements, and the fair value of other standalone compensatory warrants issued. Reserves are increased by the fair value of these items on vesting and is reduced by corresponding amounts when the options or warrants are exercised, expired, or cancelled.

9. Loss per share

The calculation of basic and diluted loss per share for the three months ended September 30, 2025 was based on the net loss of $139,876 (2024 - $71,820) and a weighted average number of common shares outstanding of 170,533,822 (2024 – 170,533,822). All stock options and warrants were excluded from the diluted weighted average number of shares calculation, as their effect would have been anti-dilutive.

10. Related party balances and transactions

Key management personnel include those persons having the authority and responsibility of planning, directing and executing the activities of the Company. The Company has determined that its key management personnel consist of its Executive Officers and Directors. Other related parties to the Company include companies in which key management have control or significant influence. Key management personnel receive no salaries, non-cash benefits, or other remuneration directly from the Company, except as noted below.

10. Related party balances and transactions (continued)

Except as stated elsewhere (note 6), during the three months ended September 30, 2025, the Company had the following related party transactions:

- $15,000 in consulting fees were paid or accrued to an Officer the Company;
- $12,500 in licensing fees (cost of sales) was paid or accrued to an Officer and Director of the Company;
- $15,000 in professional fees was paid or accrued to an Officer of the Company;
- $17,212 in professional fees was paid or accrued to a former Officer of the Company;
- $10,000 in professional fees was paid or accrued to an Officer of the Company;
- $10,894 in management fees was paid or accrued to an Officer and Director of the Company;
- $4,357 in rent (general and administrative) was paid or accrued to a company controlled by two Directors of the Company;
- $15,000 in professional fees was paid or accrued to an Officer of the Company; and
- $6,536 in management fees were paid or accrued to a Director of the Company.

During the three months ended September 30, 2024, the Company had the following related party transactions:

- $15,000 in consulting fees were paid or accrued to an Officer the Company;
- $12,500 in licensing fees (cost of sales) was paid or accrued to an Officer and Director of the Company;
- $15,000 in professional fees was paid or accrued to an Officer of the Company;
- $15,000 in professional fees was paid or accrued to a former Officer of the Company;
- $15,000 in professional fees was paid or accrued to an Officer of the Company;
- $10,996 in management fees was paid or accrued to an Officer and Director of the Company;
- $4,398 in rent (general and administrative) was paid or accrued to a company controlled by two Directors of the Company;
- $15,000 in professional fees was paid or accrued to an Officer of the Company;
- $15,000 in lease-related fees were paid or accrued to a company controlled by an Officer and Director of the Company (note 6); and
- $6,598 in management fees were paid or accrued to a Director of the Company.

Further to the above, gross revenues (insurance and service revenues inclusive) recognized during the three months ended September 30, 2025 of $43,070 (2024 - $50,630) were earned from hotel and resort groups in which an Officer of the Company holds an executive role. As at September 30, 2025, $18,705 (note 3) is included in receivables as owing from these hotel groups (June 30, 2025 - $24,800). Further, as at September 30, 2025, $31,708 is owing to these hotel groups (as well as a rental company controlled by an Officer) and included within due to related parties.

In connection with the April 2025 Options (note 8), a total of 2,250,000 options were granted to key management of the Company with a total fair value on grant of $18,550 (CAD $25,324), of which $1,339 was accrued as share-based payments expense during the three months ended September 30, 2025.

In connection with the September 2025 Options (note 8), a total of 5,100,000 options were granted to key management of the Company with a total fair value on grant of $41,661 (CAD $57,366), of which $41,661 was accrued as share-based payments expense during the three months ended September 30, 2025.

As at September 30, 2025, a total of $346,354 (inclusive of $31,708 discussed above) is owing to Directors/Officers and companies in which certain Directors/Officers of the Company have control or significant influence (June 30, 2025 - $296,313) in respect of consulting fees, administrative fees, management fees, professional services provided, and other.

(Expressed in United States Dollars)

11. Supplemental cash flow information

Changes in non-cash operating working capital during the three months ended September 30, 2025 and September 30, 2024 were comprised of the following:

	September 30, 2025	September 30, 2024
	$	$
Receivables	18,088	6,334
Prepaid expenses	(1,236)	(2,052)
Accounts payable and accrued liabilities	24,696	(13,377)
Insurance contract liabilities	(1,437)	616
Due to related parties	66,033	6,461
Net change	**106,144**	(2,018)

The Company incurred the following non-cash financing activities during three months ended September 30, 2025 and September 30, 2024:

	September 30, 2025	September 30, 2024
	$	$
Non-cash financing activities:		
Lease liabilities remaining in due to related parties	-	24,750
	-	24,750

During the three months ended September 30, 2025, there were no non-cash investing activities (2024 – none).

During the three months ended September 30, 2025, $nil was paid for income taxes (2024 - $nil), and $nil was paid for interest (2024 - $nil).

12. Capital management and financial risk management

Capital management

The Company is a public company and considers items included in shareholders' equity as capital. The Company's primary objective with respect to its capital management is to ensure that it has sufficient cash resources to fund its continuing operations and service any debt.

The Company is not subject to any externally imposed capital requirements and does not presently utilize any quantitative measures to monitor its capital. There has been no change to the Company's capital management practices since incorporation.

Classification of financial instruments

Financial assets:	**Classification:**	**Subsequent measurement:**
Cash	FVTPL	Fair value
Short-term investments	FVTPL	Fair value
Trade receivables	Amortized cost	Amortized cost

Financial liabilities:	**Classification:**	**Subsequent measurement:**
Accounts payable and accrued liabilities	Other financial liabilities	Amortized cost
Insurance contract liabilities	Other financial liabilities	Amortized cost
Due to related parties	Other financial liabilities	Amortized cost
Lease liability	Other financial liabilities	Amortized cost

(Expressed in United States Dollars)

12. Capital management and financial risk management (continued)

Classification of financial instruments (continued)

The Company's financial instruments measured at amortized cost approximate their fair values. The carrying value of the Company's lease liability approximates fair value due to being discounted with a rate of interest that approximates market rates.

Financial instruments - fair value

The Company's financial instruments consist of cash, short-term investments, trade receivables, accounts payable and accrued liabilities, due to related parties, insurance contract liabilities, and lease liabilities. The carrying value of trade receivables, accounts payable, due to related parties, and insurance contract liabilities approximated their fair value because of the short-term nature of these instruments. The carrying value of lease liabilities approximates fair value due to being discounted with a rate of interest that approximates market rates.

Financial instruments measured at fair value on the consolidated statements of financial position are summarized into the following fair value hierarchy levels:

Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities.

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

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

	Level 1 $	Level 2 $	Level 3 $	Total $
September 30, 2025				
Cash	223,147	-	-	223,147
Short-term investments	32,401	-	-	32,401
	255,548	**-**	**-**	**255,548**
June 30, 2025				
Cash	209,703	-	-	209,703
Short-term investments	33,029	-	-	33,029
	242,732	-	-	242,732

Financial instruments - risk

The Company is exposed in varying degrees to a variety of financial instrument related risks. Management of the Company approves and monitors the risk management processes. The type of risk exposure and the way in which such exposure is managed is provided as follows:

Credit risk

Credit risk is the risk of potential loss to the Company if the counterparty to a financial instrument fails to meet its contractual obligations. The Company is exposed to credit risk on its cash and trade receivables.

The Company minimizes its credit risk on its cash by holding funds with high-credit quality North American banks. Management feels as though the Company's credit risk attributable to the majority of its trade receivables is negligible, as the funds are owed from a hotel group in which an Officer of the Company holds an executive role (note 10).

12. Capital management and financial risk management (continued)

Liquidity risk

Liquidity risk is the risk that the Company will not be able to meet its financial obligations as they fall due. The Company manages liquidity risk through the management of its capital structure as described above.

As at September 30, 2025, all of the Company's financial liabilities are classified as current and accordingly, mature within the next fiscal period. The Company intends to settle these balances with funds from its positive working capital position (subject to additional financing becoming available).

Interest rate risk

Interest rate risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Company is exposed to interest rate risk to the extent that the cash maintained at the financial institutions is subject to a floating rate of interest. The interest rate risk on cash is considered insignificant.

Currency risk

The Company is exposed to currency risk because it holds funds in Canadian Dollars ("CAD"), which, because of fluctuating exchange rates can create gains or losses at the time the funds are converted to United States dollars. The Company has no control over these fluctuations and does not hedge its foreign currency holdings. Based on its September 30, 2025 CAD holdings, every 10% increase or decrease in the exchange rate would have impacted loss for the period by approximately $200 (2024 - $7,200).

13. Segmented information

Currently, the Company primarily operates in one reportable operating segment, being integrating the insurtech software platform to embed its short-term rental and event-based insurance products to the vacation rental, hotels, sports and ticketed events sectors. All of the Company's non-current assets are located in the United States.

For the three months ended September 30, 2025, and September 30, 2024, the Company's revenues are comprised of the following:

	September 30, 2025	September 30, 2024
	$	$
Revenues from short-term rental guest programs	217,634	216,576
Revenues from participant event programs	29,980	29,986
Commissions and other	9,016	6,706
Total	**256,630**	253,268