Dynamite Blockchain Provides Operational Update

Vancouver, B.C., May 12, 2025 – Dynamite Blockchain Corp. (the "**Company**" or "**Dynamite**") (CSE: **KAS**) is pleased to provide shareholders with an operational update and additional commentary surrounding non-cash accounting items and adjustments reflected in its audited financial statements for the year ended January 31, 2024.

Operating Kaspa Miners

Dynamite Blockchain continues to operate its fleet of 5 IceRiver KS3 Kaspa (KAS) miners, which remain active through a competitively priced management services agreement. The Company's fleet of IceRiver KS3 Kaspa miners collectively produces approximately 40 TH/s towards the mining of Kaspa. The Company reaffirms its commitment to building out a robust Kaspa-focused blockchain infrastructure as part of its long-term strategic vision and contribute to ongoing Kaspa accumulation.

On January 30, 2025, the Company completed its acquisition of 20% of Kaspa Mining Limited ("**KML**"). KML's fleet of 25 Bitmain KS5 Pro miners collectively produces approximately 510 TH/s towards the mining of Kaspa.

The Company is actively evaluating opportunities to scale its mining operations and increase its holdings of Kaspa tokens.

Crypto Green Tech Developments

The Company's strategic effort to pioneer **renewable energy-powered modular mining infrastructure** optimized for the Kaspa blockchain ecosystem is well underway. As part of its continued commitment to sustainability and decentralized innovation, using its Crypto Green Tech license, the Company has made significant progress in the development of a Kaspa off-grid miner (the "**Off-Grid Miner**") — a product designed to mine Kaspa within a modular system that generates electricity through wind and solar energy.

Kaspa Off-Grid Miner Development Progress and Milestones

The Company has established a multi-phase development strategy for the Off-Grid Miner across the following key stages:

1. **Research and Concept Development**

   The Company has completed an initial feasibility study and concept validation through the assessment of power source viability, component interoperability, and remote deployment conditions.

2. **Product Design and Technical Specifications**

   Engineering teams have finalized core product specifications, including modular casing, thermal regulation systems, integrated battery storage design, and hardware compatibility.

3. **Prototype Development**

   The Company is in the process of assembling a first-generation prototype that integrates renewable energy inputs, passive/active cooling systems, and fault-tolerant enclosures suited for remote operation.

4. **Firmware Development**

   Development is underway on proprietary firmware to drive operational efficiency and energy optimization. Planned key capabilities include:

   - integration of mining hardware with the unit's power system, battery bank, and thermal systems;
   - custom firmware algorithms to **optimize power draw** and minimize idle wattage;
   - **auto-restart** protocols and fault-tolerant stability to ensure 24/7 uptime; and
   - a cloud-based **web and mobile dashboard** providing real-time monitoring, uptime analytics, and system diagnostics.

Crypto Green License Impairment

On December 12, 2023, the Company initially acquired the Crypto Green license for 40,000,000 common shares at a share price of $0.025 per share, for a deemed transaction value of $1,000,000. During the audit process respecting its year ended January 31, 2024, the Company recognized a $200,000 impairment on the date of acquisition of the license by evaluating the recoverable amount of the license. The resulting book value of the license was $800,000.

Redwater Operations

Further to the Company's news release dated November 8, 2024, which clarified the accounting treatment respecting the Company's acquisition of Redwater Acquisition Corporation, the Company would like to highlight that the Company fully impaired the goodwill from the acquisition of Redwater in the amount of $2,660,847 in the year ended January 31, 2024. The goodwill was impaired because of the Company's assessment that there was a high risk that the parties involved would be unable to complete the second and third milestone of the transaction within the deadlines for same, despite having obtained an extension for such deadlines. It is important to note that this adjustment was non-cash in nature and did not affect the Company's current cash position or operational capabilities.

On behalf of the Company,

Akshay Sood,
Chief Executive Officer
Telephone: 236-259-0279

About Dynamite Blockchain Corp.
Dynamite Blockchain is a blockchain technology infrastructure company focused on building a diversified blockchain ecosystem focused on Kaspa.

Forward-Looking Statements

The information in this news release includes certain information and statements about management's view of future events, expectations, plans, and prospects that constitute forward-looking statements. These statements are based upon assumptions that are subject to risks and uncertainties. Forward-looking statements in this news release include, without limitation, statements respecting: the Company's focus on Kaspa; the Company's commitment to building out a robust Kaspa-focused blockchain infrastructure; the Company's goal of accumulating Kaspa; the Company's evaluation of opportunities to scale its mining operations and increasing holdings of Kaspa tokens; the Company's goal of becoming a leading Kaspa-focused public company globally; the Company's effort to pioneer renewable-powered modular mining infrastructure optimized for the Kaspa blockchain ecosystem; the Company's development roadmap for a the Off-Grid Miner; and the Company's multi-phase development strategy and the status of each stage in such strategy, including the intended specifications of the product(s) under development. Although the Company believes that the expectations reflected in forward-looking statements are reasonable, it can give no assurances that the expectations of any forward-looking statement will prove to be correct. Except as required by law, the Company disclaims any intention and assumes no obligation to update or revise any forward-looking statements to reflect actual results, whether as a result of new information, future events, changes in assumptions, changes in factors affecting such forward-looking statements, or otherwise.