

SUPERQ QUANTUM COMPUTING INC.
(Formerly known as ATCO MINING INC.)

MANAGEMENT DISCUSSION AND ANALYSIS

For the six months ended June 30, 2025 and 2024

Expressed in Canadian Dollars

The following management discussion and analysis (“MD&A”) should be read in conjunction with the condensed interim financial statements and accompanying notes (“Financial Statements”) of SUPERQ QUANTUM COMPUTING INC. (formerly known as Atco Mining Inc.) (the “Company”) for the six months ended June 30, 2025 and 2024. Results have been prepared in accordance with International Financial Reporting Standards (“IFRS”) issued by the International Accounting standards Board (“IASB”). All monetary amounts are reported in Canadian dollars unless otherwise indicated. This MD&A is dated August 22, 2025.

For further information on the Company reference should be made to the Company’s public filings which are available on SEDAR.

This MD&A contains forward-looking information. See “Forward-Looking Information” and “Risks and Uncertainties” for a discussion of the risks, uncertainties and assumptions relating to such information. On October 24, 2022, the Company completed its Initial Public Offering (“IPO”) and its shares were listed on the Canadian Securities Exchange commenced trading on October 25, 2022 under the symbol “ATCM”.

FORWARD-LOOKING STATEMENTS

This report may contain forward-looking statements. The words “expect,” “anticipate,” “estimate,” “may,” “will,” “should,” “intend,” “believe,” “target,” “budget,” “plan,” “projection” and similar expressions are intended to identify such forward-looking statements. Information concerning mineral reserve and mineral resource estimates also may be considered forward-looking statements, as such information constitutes a prediction of what mineralization might be found to be present during operations, or if and when an undeveloped project is actually developed.

Forward-looking statements involve a number of known and unknown risks and uncertainties including statements regarding the outlook of SuperQ Quantum Computing Inc.’s business and results of operations. By their nature, these risks and uncertainties could cause actual results, performance and achievements to differ materially from those indicated. Such factors include, without limitation, risks inherent in mineral exploration, changes in commodity prices, geological and metallurgical assumptions (including with respect to size, grade and recoverability of mineral resources and mineral reserves), the Company’s history of operating losses and uncertainty of future profitability, uncertainty of access to additional capital, environmental risks, as well as the world’s physical and financial health in dealing with COVID-19. In making the forward-looking statements in this MD&A, the Company has applied material assumptions, including without limitation, the assumption that any additional financing needed will be available on reasonable terms.

Additional factors that could cause actual results to differ materially from those expressed or implied by such forward-looking statements include, but are not limited to, weak commodity prices and general metal price volatility; the state of the global economy and economic and political events, including the deterioration of the global capital markets, affecting supply and demand; and securing and the nature of regulatory permits and approvals and the costs of complying with environmental, health and safety laws and regulations.

The Company cannot assure investors that any of these assumptions will prove to be correct.

SuperQ Quantum Computing Inc. (formerly known as Atco Mining Inc.) disclaims any intention or obligation to update or revise any forward-looking statements, whether as a result of new information, future events, or otherwise, except as is required by applicable securities regulations. Readers are cautioned not to place undue reliance on these forward-looking statements which speak only as of the date the statements were made, and are also advised to consider such forward looking statements while considering the risk factors set forth in this MD&A.

Company Information

SuperQ Quantum Computing Inc. (formerly known as Atco Mining Inc.) (the “Company”) was incorporated under the Business Corporations Act of British Columbia on January 28, 2021. The address of the Company’s corporate office and its principal place of business is 2200 - 885 West Georgia Street Vancouver BC, V6C 3E8.

The Company is engaged in the development and application of quantum annealing, gate-based quantum computing, and high-performance computing technologies. Its principal business is to provide solutions for complex problem-solving and enterprise transformation.

On September 19, 2022, the Company change its name from EV Ventures Inc. to Atco Mining Inc.

On October 25, 2022, the Company completed its Initial Public Offering (“IPO”). The Company’s shares are listed on the Canadian Securities Exchange (the “CSE”) under the trading symbol “ACTM”.

On March 21, 2025, the Company entered into an asset purchase agreement, with Staque Computing FZ-LLC to acquire the supercomputing software platform known as Super from Staque. Under the terms of the definitive agreement, the Company agrees to acquire the Staque assets in exchange for 100,000,000 common shares of the Company, and the Company will continue as a technology issuer with a focus on quantum computing.

Subsequently on July 9, 2025, the Company completed its fundamental change and changed its name from Atco Mining Inc. to SuperQ Quantum Computing Inc., commencing trading on the CSE under a new trading symbol of “QBTQ”

Mineral Properties

The Company completed its fundamental change to a technology issuer on July 9, 2025. As a result, all mineral properties previously pursued were fully abandoned. Refer to the interim financial statements for the six months ended June 30, 2025 and 2024 for details of the foregone properties.

Selected financial information and additional disclosure

The Company was incorporated in the province of British Columbia on January 28, 2021. The following table summarizes selected information from the Company’s audited condensed financial statements for the year ended December 31, 2024, 2023 and 2022.

	December 31, 2024 (Audited)	December 31, 2023 (Audited)	December 31, 2022 (Audited)
	\$	\$	\$
Operating expenses	1,215,787	2,134,110	665,787
Net loss and comprehensive loss	(3,213,474)	(2,446,078)	(665,787)
Loss per share – basic and diluted	(0.05)	(0.06)	(0.04)
Total assets	247,953	1,822,033	1,257,917
Total liabilities	319,015	161,998	96,570
Exploration and evaluation assets	70,839	562,912	415,829

Results of operations and quarterly results

The table below sets out the quarterly results for the past eight quarters:

	Three months ended June 30,	Three months ended March 31,	Three months ended December 31,	Three months ended September 30,
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	2025	2025	2024	2024
	\$	\$	\$	\$
Total revenue	-	-	-	-
Operating expenses (reversal)	245,512	186,118	165,952	208,891
Loss before other items	(245,512)	(186,118)	(165,952)	(208,891)
Net loss and comprehensive loss income	(239,891)	(169,312)	(2,167,483)	(208,891)
Net loss per share – Basic and fully diluted	(0.02)	(0.00)	(0.03)	(0.00)

	Three months ended June 30, 2024	Three months ended March 31, 2024	Three months ended December 31, 2023	Three months ended September 30, 2023
	\$	\$	\$	\$
Total revenue	-	-	-	-
Operating expenses (reversal)	515,341	325,603	(1,854,195)	1,511,321
Loss before other items	(512,497)	(324,603)	1,854,195	(1,511,321)
Net income (loss) and comprehensive income (loss)	(512,497)	(324,603)	1,539,227	(1,511,321)
Net loss per share – Basic & fully diluted	(0.01)	(0.01)	0.03	(0.04)

Results of Operations

For the three months ended June 30, 2025 and 2024

Net loss and comprehensive loss for the three months ended June 30, 2025, was \$239,891 (2024 – \$512,497). The significant decrease is due to the Company's reduced activities during the period. The comprehensive loss was mainly attributable to the following:

- Accounting and audit – An increase of \$20,387 from \$47,451 during the three months ended June 30, 2024 to \$67,838 for the three months ended June 30, 2025. This increase is due to additional accounting fees for its fundamental change.
- Advertising and marketing fees – A decrease of \$154,089 from \$176,336 during the three months ended June 30, 2024 to \$22,247 for the three months ended June 30, 2025.
- Bank charges – A slight decrease of \$668 from \$960 during the three months ended June 30, 2024 to \$292 for the three months ended June 30, 2025.
- Consulting fees – A significant decrease of \$115,000 from \$175,000 during the three months ended June 30, 2024, to \$60,000 for the three months ended June 30, 2025. This decrease is due to reduced activities of the Company during the period.
- Filing fees – A decrease of \$2,347 from \$11,490 during the three months ended June 30, 2024 to \$9,143 for the three months ended June 30, 2025.
- Management fees – A decrease of \$39,264 from \$76,186 during the three months ended June 30, 2024 to \$36,922 during the three months ended June 30, 2025, is comprised of director fees and the CEO's salary.
- Office expenses – An increase of \$3,453 from \$168 during the three months ended June 30, 2024 to \$3,621 for the three months ended June 30, 2025.
- Professional fees – An increase of \$21,158 from \$24,296 during the three months ended June 30, 2024 to \$45,454 for the three months ended June 30, 2025. This increase is due to additional legal fees for its fundamental change.
- Share-based compensation – A decrease of \$3,454 from \$3,454 during the three months ended June 30, 2024, to \$Nil for the three months ended June 30, 2025. There was no share-based compensation during the three months ended June 30, 2025.
- Impairment loss on exploration and evaluation assets – Increased by \$75,839 from \$Nil during the three months ended June 30, 2024 to \$75,839 during the three months ended June 30, 2025, as the

Company decided not to pursue its mineral property projects following the fundamental change completed subsequently in July 2025.

- Write-off of accounts payable – An increase of \$78,616 from \$2,844 during the three months ended June 30, 2024, to \$81,460 during the three months ended June 30, 2025, as the Company settled general accounts payable at a discount.

For the six months ended June 30, 2025 and 2024

Net loss and comprehensive loss for the six months ended June 30, 2025, was \$409,203 (2024 – \$837,100). The significant decrease is due to the Company’s reduced activities during the period. The comprehensive loss was mainly attributable to the following:

- Accounting and audit – A decrease of \$19,613 from \$57,451 during the six months ended June 30, 2024 to \$37,838 for the six months ended June 30, 2025. This decrease is to reverse the audit fee accrued in prior year.
- Advertising and marketing fees – A decrease of \$177,406 from \$226,195 during the six months ended June 30, 2024 to \$48,789 for the six months ended June 30, 2025.
- Bank charges – A slight decrease of \$600 from \$1,432 during the six months ended June 30, 2024 to \$832 for the six months ended June 30, 2025.
- Consulting fees – A significant decrease of \$180,875 from \$336,000 during the six months ended June 30, 2024, to \$155,125 for the six months ended June 30, 2025.
- Filing fees – An increase of \$6,065 from \$21,886 during the six months ended June 30, 2024 to \$27,951 for the six months ended June 30, 2025.
- Management fees – A decrease of \$84,638 from \$153,069 during the six months ended June 30, 2024 to \$68,431 during the six months ended June 30, 2025, is comprised of director fees and the CEO's salary.
- Office expenses – An increase of \$2,760 from \$2,397 during the six months ended June 30, 2024 to \$5,157 for the six months ended June 30, 2025.
- Professional fees – An increase of \$51,614 from \$35,801 during the six months ended June 30, 2024 to \$87,415 for the six months ended June 30, 2025.
- Share-based compensation – A decrease of \$6,713 from \$6,713 during the six months ended June 30, 2024, to \$Nil for the six months ended June 30, 2025. There was no share-based compensation during the six months ended June 30, 2025.
- Impairment loss on exploration and evaluation assets – Increased by \$75,839 from \$Nil during the six months ended June 30, 2024 to \$75,839 during the six months ended June 30, 2025, as the Company decided not to pursue its mineral property projects following the fundamental change completed subsequently in July 2025.
- Write-off of accounts payable – An increase of \$94,422 from \$3,844 during the three months ended June 30, 2024, to \$98,266 during the three months ended June 30, 2025, as the Company settled general accounts payable at a discount.

Related Party 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 to be a related party transaction when there is a transfer of resources or obligations between related parties.

Key management includes directors and key officers of the Company, including the President, Chief Executive Officer (“CEO”) and Chief Financial Officer (“CFO”), and companies controlled by directors and key officers of the Company.

	Six months ended June 30, 2025	Six months ended June 30, 2024
	\$	\$

Consulting fees	22,500	60,000
Management and directors' fees	68,431	3,000
Exploration and evaluation costs (Note 4)	-	2,859
Total key management compensation	90,931	65,859

As at June 30, 2025, \$156,306 (December 31, 2024: \$137,675) was due to key management and is included in accounts payable. The amounts due bear no interest and are due on demand.

Off Balance Sheet Arrangements

The Company has no off-balance sheet arrangements.

Liquidity and Capital Resources

The Company had no revenue-producing operations. As of June 30, 2025, the Company had an accumulated deficit of \$6,762,065, and a working capital \$666,335 including cash of \$905,386, which is considered adequate to meet its requirements for the ensuing 12 months based on current budgeted expenditures for operations and exploration of its mineral property interests. Working capital is held almost entirely in cash, significantly reducing any liquidity risk of financial instruments held by the Company.

Currency Risk

As at June 30, 2025, the Company's expenditures are exclusively in Canadian dollars, and any future equity raised is expected to be predominantly in Canadian dollars. As a result, the Company does not believe it is exposed to any significant currency risk.

Interest Rate Risk

Interest rate risk consists of two components:

- (i) To the extent that payments made or received on the Company's monetary assets and liabilities are affected by changes in the prevailing market interest rates, the Company is exposed to interest rate cash flow risk; and
- (ii) To the extent that changes in prevailing market rates differ from the interest rates on the Company's monetary assets and liabilities, the Company is exposed to interest rate price risk.

In management's opinion, the Company is not exposed to significant interest rate risk.

Credit Risk

Credit risk is the risk of an unexpected loss if a customer or third party to a financial instrument fails to meet its contractual obligations. The Company's exposure to credit risk is limited to cash. The Company manages credit risk, in respect of cash, by placing its cash with a major Canadian financial institution in accordance with the Company's investment policy.

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 its capital management as outlined in Note 7 to the Company's condensed interim financial statements. At present, the Company's operations do not generate positive cash flows. The Company's primary source of funding has been the issuance of equity securities through private placements. Despite previous success in acquiring these financings, there is no guarantee of obtaining future financings. The Company manages its liquidity risk by forecasting cash flows, but is nonetheless exposed to liquidity risk.

Market Risk

Market risk is the risk of loss that may arise from changes in market factors such as interest rates, commodity and equity prices and foreign currency exchange rates. The Company is not currently significantly exposed to market risk.

Outstanding Share Data

As at June 30, 2025 and the date of this MD&A, the Company had 15,465,585 (154,655,852 pre-consolidation) and 26,485,584 common shares issued and outstanding, respectively.

As at June 30, 2025 and the date of this MD&A, the Company had 4,367,463 (43,674,628 pre-consolidation) and 4,367,517 warrants issued and outstanding.

As at June 30, 2025 and the date of this MD&A, the Company had 80,000 (800,000 pre-consolidation) and 1,140,000 options issued and outstanding.

Subsequent Events

On July 7, 2025, Atco Mining Inc. consolidated its issued and outstanding common shares on a ten for 1 basis.

On July 9, 2025, the Company completed its fundamental change through asset acquisition from Staque and changed its name from Atco Mining Inc. to SuperQ Quantum Computing Inc., commencing trading on the CSE under a new trading symbol of "QBTQ".

Pursuant to the transaction, Atco acquired Super in exchange for the issuance of an aggregate of 10,000,000 shares to Staque (the "Consideration Shares"), a company controlled by the new CEO and a new Director of the Company was issued 10,000,000 Shares. Following the Transaction, the new CEO owns or controls approximately 37.8% of the issued and outstanding shares, representing approximately 37.8% of the outstanding shares.

In connection with the completion of the Transaction, the Company issued an aggregate of 1,000,000 shares to two arm's length finders.

The pre-Transaction shareholders of the Company continue to hold 15,465,585 shares, representing approximately 58.4% of the outstanding Resulting Issuer Shares. For the purposes of the Transaction, the Consideration Shares issued in exchange for Super were valued at \$0.20 per share. The Consideration Shares are subject to escrow in accordance with the policies of the CSE, as well as a four-month-and-one-day statutory hold period imposed by Canadian securities laws. The Fee Shares are also subject to a four-month-and-one-day statutory hold period imposed by Canadian securities laws.

On July 24, 2025, the Company amended the warrants issued on August 16, 2024, to extend their expiry date from August 16, 2025, to February 16, 2026.

On August 5, 2025, the Company granted 1,060,000 options to purchase 1,060,000 shares at an exercise price of \$1.08 per share, expiring on August 5, 2028, to its directors, officers, and certain consultants.

On August 18, 2025, the Company entered into a debt settlement agreement with a related party, a corporation with which the Company shares its CFO. Pursuant to the agreement, the Company agreed to settle outstanding indebtedness of \$165,375 through the issuance of 137,812 common shares.

Additionally, the Company also achieved several non-financial operational milestones. Please refer to SEDAR and the CSE website for its news releases [News Releases for SuperQ Quantum Computing Inc. | The Canadian Securities Exchange \(CSE\)](#).