



ANONYMOUS INTELLIGENCE COMPANY INC.

Consolidated Financial Statements

Three and six months ended March 31, 2025 and 2024

(In Canadian dollars)

NOTICE OF NO AUDITOR REVIEW OF

UNAUDITED CONDENSED INTERIM CONSOLIDATED 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 the Chartered Professional Accountants of Canada for a review of interim financial statements by an entity's auditor.

Anonymous Intelligence Company Inc.
Consolidated Statements of Financial Position
As at March 31, 2025 and September 30, 2024
(In Canadian dollars)

	Notes	March 31, 2025	September 30, 2024
		\$	\$
Assets			
Current			
Cash and cash equivalents		131,380	233,072
GST recoverable		13,609	30,481
Prepays and other assets	7	23,183	19,253
		168,172	282,806
Investment	4	66,667	-
Intangible assets	5	920,108	1,214,441
Total assets		1,154,947	1,497,247
Liabilities			
Current liabilities			
Accounts payable and accrued liabilities	7	316,647	382,994
Loans and borrowings		12,000	12,000
Convertible debentures	6	96,742	93,863
		425,389	488,857
Shareholders' equity			
Share capital	8	21,331,516	21,147,737
Reserves	9, 10, 11	622,803	591,632
Deficit		(21,224,761)	(20,730,979)
Total equity		729,558	1,008,390
Total liabilities and equity		1,154,947	1,497,247

Nature of operations and going concern 1

Approved on behalf of the Board of Directors:

(Signed) "Denis Franks"
Director

(Signed) "Allan Larmour"
Director

Anonymous Intelligence Company Inc.
Consolidated Statements of Comprehensive Loss
Three and six months ended March 31, 2025 and 2024
(In Canadian dollars)

	Notes	Three months ended March 31,		Six months ended March 31,	
		2025	2024	2025	2024
		<i>(Restated – note 15)</i>		<i>(Restated – note 15)</i>	
		\$	\$	\$	\$
Expenses					
Amortization and depreciation	5	147,168	152,511	294,333	290,866
Insurance		0	20,740	-	40,933
Investor and public relations		1,076	3,334	1,076	70,237
Office and administration		4,981	3,708	4,981	17,818
Management fees	7	15,000	14,755	30,000	108,210
Professional fees		4,320	7,845	7,563	24,824
Regulatory and transfer agent fees		19,561	23,477	32,386	33,009
Research and development	7	51,167	-	86,558	26,100
Share-based compensation	11	10,706	2,724	22,983	16,253
Loss before other items		(253,979)	(229,094)	(479,880)	(628,250)
Other items					
Finance costs	6	(6,304)	(366)	(12,516)	(777)
Foreign exchange gain (loss)		(1,386)	507	(1,386)	464
		(7,690)	141	(13,902)	(313)
Net loss		(261,669)	(228,953)	(493,782)	(628,563)
Other comprehensive income					
Unrealized gain on investment	4	16,667	-	16,667	
Comprehensive loss		(245,002)	(228,953)	(477,115)	(628,563)
Net loss per share - basic and diluted					
		(0.01)	(0.02)	(0.03)	(0.06)
Weighted average number of shares outstanding		18,520,009	10,978,776	17,684,308	10,956,453

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

Anonymous Intelligence Company Inc.

Consolidated Statements of Changes in Shareholders' Equity

Six months ended March 31, 2025 and 2024

(In Canadian dollars)

	Notes	Share capital			Reserves							Total
		Number	Amount	Obligation to Issue Shares	Stock Options	RSUs	Warrants	Convertible debentures	Accumulated comprehensive income	Total reserves	Deficit	
Balance, September 30, 2024		16,862,373	21,147,737	-	59,389	16,930	763,176	6,137	(254,000)	591,632	(20,730,979)	1,008,390
Vested RSUs	8, 11	118,438	7,980	-	-	(7,980)	-	-	-	(7,980)	-	-
Exercise of warrants	8, 9	2,500,000	175,000	-	-	-	-	-	-	-	-	175,000
Exercise of options		5,000	799	-	(499)	-	-	-	-	(499)	-	300
Share-based compensation	11	-	-	-	-	22,983	-	-	-	22,983	-	22,983
Comprehensive loss		-	-	-	-	-	-	-	16,667	16,667	(493,782)	(477,115)
Balance, March 31, 2025		19,485,811	21,331,516	-	58,890	31,933	763,176	6,137	(237,333)	622,803	(21,224,761)	729,558
Balance, September 30, 2023 <i>(Restated – note 15)</i>		10,833,625	20,642,386	-	963,861	127,637	1,263,177	-	(254,000)	2,100,675	(19,330,416)	3,412,645
Share subscription		-	-	50,000	-	-	-	-	-	-	-	50,000
Exercise of warrants	8, 9	120,000	85,888	-	-	-	(3,888)	-	-	(3,888)	-	82,000
Modification of warrants	9	-	-	-	-	-	93,880	-	-	93,880	(93,880)	-
Expired warrants	9	-	-	-	-	-	(589,994)	-	-	(589,994)	589,994	-
Vested RSUs	8, 11	45,000	121,504	-	-	(121,504)	-	-	-	(121,504)	-	-
Forfeited RSUs		-	-	-	-	(3,185)	-	-	-	(3,185)	3,185	-
Cancelled and forfeited options	10	-	-	-	(979,040)	-	-	-	-	(979,040)	979,040	-
Share-based compensation	10, 11	-	-	-	15,179	1,074	-	-	-	16,253	-	16,253
Comprehensive loss		-	-	-	-	-	-	-	-	-	(628,563)	(628,563)
Balance, March 31, 2024 <i>(Restated – note 15)</i>		10,998,625	20,849,778	50,000	-	4,022	763,175	-	(254,000)	513,197	(18,480,640)	2,932,335

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

Anonymous Intelligence Company Inc.

Consolidated Statements of Cash Flows

Six months ended March 31, 2025 and 2024

(In Canadian dollars)

	2025	2024
	\$	\$
Operating activities		
Net loss	(493,782)	(628,563)
Items not affecting cash		
Amortization	294,333	290,866
Share-based compensation	22,983	16,253
Changes in non-cash working capital items		
GST recoverable	16,872	12,461
Prepays and other assets	(3,930)	448
Accounts payable and accrued liabilities	(63,468)	87,408
	(226,992)	(221,127)
Investing activities		
Investment	(50,000)	-
Intangible assets development costs	-	(32,976)
	(50,000)	(32,976)
Financing activities		
Shares issued for cash	175,300	82,000
Shares subscription	-	50,000
Proceeds from loans and borrowings	-	12,000
	175,300	144,000
Decrease in cash and cash equivalents	(101,692)	(110,103)
Cash and cash equivalents, beginning of period	233,072	133,735
Cash and cash equivalents, end of period	131,380	23,632

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

Anonymous Intelligence Company Inc.

Notes to Consolidated Financial Statements

Three and six months ended March 31, 2025 and 2024
(In Canadian dollars)

1. Nature of operations and going concern

(a) Nature of operations

Anonymous Intelligence Company Inc. (the “Company” or “ANON”) was incorporated in the Province of British Columbia on April 14, 2015, under the Business Corporations Act of British Columbia. The Company’s registered office is located at 900 – 885 West Georgia Street, Vancouver, BC, V6C 3H1.

The Company is a computational intelligence, decentralized network and data technology company, focused on leveraging its proprietary suite of Artificial Intelligence (AI) and privacy enabled products to increase confidence in technology for consumers and businesses. Its primary product and service offerings include the Limitless VPN, Turminal.ai and Haller.ai.

On March 5, 2025, the Company completed a consolidation of all of its issued and outstanding common shares on the basis of one (1) post-consolidated common share for every ten (10) pre-consolidated common shares (the “Share Consolidation”). All share and per share data presented in the consolidated financial statements have been retroactively adjusted to reflect the Share Consolidation unless otherwise noted.

(b) Going concern

These consolidated financial statements have been prepared on a going concern basis which assumes that the Company will continue its operations for the foreseeable future and will be able to realize its assets and discharge its liabilities and commitments in the normal course of business.

The Company has incurred losses and negative operating cash flows since inception. During the six months ended March 31, 2025, the Company recorded a net loss of \$493,782 (2024 – \$628,563) and as of March 31, 2025, had an accumulated deficit of \$21,224,761 (September 30, 2024 – \$20,730,979) and working capital deficiency of \$258,864 (September 30, 2024 – working capital deficiency of \$206,051). The continued operations of the Company are dependent on future profitable operations, management’s ability to manage costs and the availability of equity and debt financings. Management is committed to raising additional capital to meet its financial obligations and commitments, fund its growth initiatives, capital expenditures and sustain its operations in the normal course of business. Although the Company has raised funds in the past, there can be no assurance that the Company will be able to secure additional adequate financing. These factors indicate the existence of material uncertainties that may cast significant doubt regarding the Company’s ability to continue as a going concern. These consolidated financial statements do not include adjustments to amounts and classifications of assets and liabilities that may be necessary should the Company be unable to continue as a going concern. Such adjustments could be material.

2. Significant accounting policies

Basis of presentation and consolidation

These condensed interim consolidated financial statements (the “Financial Statements”) have been prepared in accordance with International Accounting Standard 34 - *Interim Financial Reporting* (“IAS 34”) using accounting policies consistent with IFRS Accounting Standards (“IFRS”) as issued by the International Accounting Standards Board (“IASB”).

Anonymous Intelligence Company Inc.

Notes to Consolidated Financial Statements

Three and six months ended March 31, 2025 and 2024
(In Canadian dollars)

2. Significant accounting policies (continued)

Basis of presentation and consolidation (continued)

The Financial Statements should be read in conjunction with the Company's annual financial statements as at and for the year ended September 30, 2024 (the "Annual Financial Statements"). The accounting policies and critical estimates applied by the Company in the Financial Statements are the same as those applied in the Annual Financial Statements. The Financial Statements do not include all the information required for full annual financial statements, however, selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the Company's financial position and performance since the most recent Annual Financial Statements.

The Financial Statements include the accounts of the Company and its wholly-owned subsidiaries, Haller.ai Technologies Inc. ("Haller") and BHR Capital Corp. ("BHR").

The Financial Statements were approved and authorized for issue by the Board of Directors of the Company on May 29, 2025.

3. Acquisition of Haller.ai Technologies Inc.

On July 11, , the Company acquired Haller.ai Technologies Inc. ("Haller"), a private technology company focused on the development of an artificial-intelligence powered document generation platform (the "AI Platform"). The Company acquired all of the issued and outstanding shares of Haller for aggregate consideration of \$3,241,672 comprised of 2,000,000 common shares, 1,000,000 warrants, finder's fees of 200,000 common shares, acquisition cost of \$5,891 and a pre-acquisition loan of \$100,000 which was settled on closing of the acquisition. Certain of the common shares and warrants issued were subject to resale restrictions and released on achievement of performance milestones related to revenue targets. The transaction was accounted for as an asset acquisition.

	\$
Consideration	
2,000,000 common shares ⁽¹⁾	2,282,392
Acquisition cost – 200,000 common shares	290,000
Acquisition cost – legal fees	5,891
Loan settlement	100,000
1,000,000 warrants ⁽²⁾	563,389
	<u>3,241,672</u>

(1) Of these, 500,000 common shares with a fair value gross consideration of \$420,236 were subject to a voluntary resale restriction upon achievement of a revenue target of \$50,000 in a month. The resale restriction was removed in November 2023.

(2) Represented the discounted amount of the fair value gross consideration of the warrants of \$704,237. The warrants were subject to a voluntary resale restriction to be released upon achievement of a revenue target of \$150,000 in a quarter. The resale restriction was removed in February 2024. The warrants are exercisable at \$2.50 per share expiring July 11, 2028.

Anonymous Intelligence Company Inc.

Notes to Consolidated Financial Statements

Three and six months ended March 31, 2025 and 2024
(In Canadian dollars)

3. Acquisition of Haller.ai Technologies Inc. (continued)

The purchase price consideration was allocated as follows:

	\$
Net identifiable assets acquired (liabilities assumed)	
Cash	21,483
Intangible assets (Note 4)	3,297,692
	3,319,175
Accounts payable and accrued liabilities	(77,503)
	3,241,672

4. Investment

On November 1, 2024, the Company entered into an agreement with CannÖgen International Inc. ("CannÖgen"), whereby the Company will provide technology products and services to CannÖgen, and as consideration for the Company's services, CannÖgen issued 444,444 warrants to the Company exercisable at \$0.1125 per share for a period of two years. The Company subsequently exercised the warrants for a gross investment in CannÖgen of \$50,000. The transaction is a non-arm's length transaction as Allan Larmour, a director of the Company, also serves as CEO and a director of CannÖgen.

The shares are classified as equity instrument at fair value through other comprehensive loss (FVOCI). Based on CannÖgen's most recent financings at \$0.15 per share, the 444,444 shares held by the Company as at March 31, 2025, have a fair value of approximately \$66,667. As a result, for the three and six months ended March 31, 2025, the Company recognized an unrealized gain on the fair value of the investment of \$16,667 and \$16,667, respectively.

5. Intangible assets

The changes in the carrying amount of intangible assets are as follows:

	Haller (a)	Limitless VPN	Total
	\$	\$	\$
Cost			
Balance, September 30, 2023 and 2024, and March 31, 2025	3,297,692	5,459,090	8,756,782
Accumulated amortization			
Balance, September 30, 2023	3,047,692	2,166,499	5,214,191
Amortization	44,247	545,909	590,156
Impairment	-	1,737,994	1,737,994
Balance, September 30, 2024	3,091,939	4,450,402	7,542,341
Amortization	22,125	272,208	294,333
Balance, March 31, 2025	3,114,064	4,722,610	7,836,674

Anonymous Intelligence Company Inc.

Notes to Consolidated Financial Statements

Three and six months ended March 31, 2025 and 2024
(In Canadian dollars)

5. Intangible assets (continued)

Net book value			
September 30, 2024	205,753	1,008,688	1,214,441
March 31, 2025	183,628	736,480	920,108

6. Convertible debenture

On September 17, 2024, the Company completed a non-brokered private placement of a one-year convertible debenture (the "Debenture") in the principal amount of \$100,000. The Debenture is unsecured, bears interest at 18% per annum and matures on September 17, 2025.

The Debenture is convertible into units of the Company at a price of \$0.06 per unit, where each unit is comprised of one common share and one common share purchase warrant. Each warrant is exercisable into one additional common share at a price of \$0.07 per share for a period of two years from the date of conversion.

The Debenture is a compound financial instrument which is classified separately as financial liability and equity. At initial recognition, the fair value of the liability component was estimated at \$93,863, based on present value of discounted cash flows over the expected life of one year and a discount rate of 25%. The conversion feature is classified as equity and was estimated based on the residual value of \$6,137 between the face value of the Debenture and the fair value of the liability component. This amount is not subsequently remeasured and will remain in equity until the debenture is converted, in which case, the balance recognized in equity will be transferred to share capital.

During the three and six months ended March 31, 2024, the Company recorded under finance costs accretion of \$1,484 and \$2,879, respectively, and interests of \$4,500 and \$9,000, respectively. As at March 31, 2025, included in accounts payable and accrued liabilities were accrued interests on the debentures of \$9,000.

7. Related party transactions

Key management compensation for the three and six months ended March 31, 2025 and 2024, consisted of the following:

(a) Compensation of key management personnel

	Three months ended March 31		Six months ended March 31	
	2025	2024	2025	2024
			\$	\$
CEO fees ⁽¹⁾	21,000	-	42,000	-
Former CEO fees ⁽²⁾	-	-	-	30,000
CFO fees	15,000	14,679	30,000	39,602
Share-based compensation ⁽³⁾	4,108	1,250	22,930	11,218

(1) Recorded under research and development.

(2) Former CEO fees paid to Walrus Enterprises, a company controlled by Lucas Russell, were recorded under research and development.

(3) Share-based compensation represents the fair value of options and RSUs granted and vested to directors and officers of the Company.

Anonymous Intelligence Company Inc.

Notes to Consolidated Financial Statements

Three and six months ended March 31, 2025 and 2024
(In Canadian dollars)

7. Related party transactions (continued)

(b) Related party balances

The following related party amounts were included in (i) accounts payable and accrued liabilities and (ii) prepaids and other assets as at March 31, 2025 and September 30, 2024:

	March 31, 2025	September 30, 2024
	\$	\$
Due to a director, former director and officers ⁽ⁱ⁾	83,104	89,379
CEO fee ⁽ⁱⁱ⁾	7,000	7,000

(i) The amounts to a director, former director and officers relate to accrued management fees and salaries, which are unsecured, non-interest-bearing and without fixed terms of repayment.

8. Share capital

(a) Authorized

The authorized share capital of the Company is an unlimited number of common shares without par value.

(b) Issued and outstanding

On March 5, 2024, the Company completed a consolidation of all of its issued and outstanding common shares on the basis of one (1) post-consolidated common share for every ten (10) pre-consolidated common shares (the "Share Consolidation"). All share and per share data presented in the consolidated financial statements have been retroactively adjusted to reflect the Share Consolidation unless otherwise noted.

As at March 31, 2025, the Company's outstanding share capital consisted of 19,485,811 (September 30, 2024 – 16,862,373) issued and fully paid common shares.

The following shares were issued during the six months ended March 31, 2025:

- (i) An aggregate of 118,438 common shares were issued for vested RSUs. The fair value of the RSUs of \$7,980 was reclassified from reserves to share capital on the issuance of these shares.
- (ii) 2,500,000 shares were issued for gross proceeds of \$175,000 pursuant to warrant exercises.

The following shares were issued during the six months ended March 31, 2024:

- (iii) 45,000 common shares were issued for vested RSUs. The fair value of the RSUs of \$121,504 was reclassified from reserves to share capital on the issuance of these shares.

Anonymous Intelligence Company Inc.

Notes to Consolidated Financial Statements

Three and six months ended March 31, 2025 and 2024
(In Canadian dollars)

8. Share capital

(b) Issued and outstanding (continued)

- (iv) An aggregate of 120,000 common shares were issued for gross proceeds of \$82,000 pursuant to warrant exercises. The fair value of the warrants of \$3,888 was reclassified from reserves to share capital on the issuance of these shares.

9. Share purchase warrants

Each whole warrant entitles the holder to purchase one common share of the Company.

	Warrants	Weighted average exercise price
	#	\$
Balance, September 30, 2023	4,078,259	1.50
Issued	5,500,000	0.08
Exercised ⁽¹⁾	(120,000)	0.68
Expired ⁽²⁾	(472,365)	4.00
Balance, September 30, 2024	8,985,894	0.51
Exercised ⁽¹⁾	(2,500,000)	0.07
Balance, March 31, 2025	6,485,894	0.67

⁽¹⁾ During the six months ended March 31, 2025, the weighted average price of the shares on the dates of exercises of the warrants was \$0.22 (year ended September 30, 2024 - \$0.50).

⁽²⁾ During the year ended September 30, 2024, the aggregate fair value of expired warrants of \$589,994 was transferred from reserves to deficit.

The following table summarizes the warrants outstanding as at March 31, 2025:

Exercise Price	Expiry date	Warrants
\$		#
0.60	April 24, 2028	1,131,560
0.70	January 31, 2026 ⁽¹⁾	1,354,334
2.50	July 11, 2028	1,000,000
0.10	April 22, 2026	1,000,000
0.07	September 17, 2026	2,000,000
		6,485,894

⁽¹⁾ On December 8, 2023, the Company extended the expiry date of these warrants from January 31, 2024 to January 31, 2026. During the year ended September 30, 2024, the Company recorded a fair value incremental change of \$93,880 on the modification of the warrants. The value of the warrant modification was estimated using the Black-Scholes option pricing model based on the following weighted average assumptions at the time of modification: risk free rate of 4.16%; dividend yield of 0%; stock price volatility of 153%; and an expected life of 2.15 years.

As at March 31, 2025, the weighted average contractual life of the warrants was 1.94 years (2024 – 3.40 years).

Anonymous Intelligence Company Inc.

Notes to Consolidated Financial Statements

Three and six months ended March 31, 2025 and 2024
(In Canadian dollars)

10. Stock options

The Company has an Omnibus Equity Incentive Plan (the "Plan") which provides that the Board of Directors of the Company may from time to time, at its discretion, and in accordance with the Canadian Securities Exchange (the "Exchange") requirements, grant to directors, officers, employees and consultants of the Company, equity-based incentive awards in the form of stock options ("Options"), restricted share units ("RSUs"), performance share units ("PSUs") and deferred share units ("DSUs"). The Plan is a rolling plan which provides that the aggregate maximum number of common shares that may be issued upon the exercise or settlement of awards granted under the Plan shall not exceed 10% of the Company's issued and outstanding common shares from time to time.

A summary of the status of the options outstanding is as follows:

	Stock options	Weighted average exercise price
	#	\$
Balance, September 30, 2023	332,500	0.90
Granted	725,000	0.14
Cancelled and forfeited ⁽¹⁾	(462,500)	0.79
Balance, September 30, 2024	595,000	0.06
Exercised	(5,000)	0.06
Balance, March 31, 2025	590,000	0.06

⁽¹⁾ During the year ended September 30, 2024, the aggregate fair value of \$979,039 was transferred from reserves to deficit related to 25,000 forfeited options and 437,500 cancelled options.

The following table summarizes the options outstanding and exercisable as at March 31, 2025:

Exercise Price	Expiry date	Options
\$		#
0.06	June 11, 2029	590,000

As at March 31, 2025, the weighted average contractual life of the stock options was 4.20 years (2024 – 3.39 years).

During the three and six months ended March 31, 2025, the Company recorded share-based compensation of \$Nil and \$Nil, respectively, (three and six months ended March 31, 2024 – \$Nil and \$15,179, respectively) for stock options granted and vested during the period.

Anonymous Intelligence Company Inc.

Notes to Consolidated Financial Statements

Three and six months ended March 31, 2025 and 2024
(In Canadian dollars)

11. Restricted share units (“RSUs”)

Under the terms of the Plan, RSUs may be awarded to directors, officers, employees and consultants of the Company which will be released as common shares at the end of each vesting period. Each RSU gives the participant the right to receive one common share of the Company. A summary of the status of the RSUs outstanding is as follows:

	RSUs	Weighted average issue price
	#	\$
Balance, September 30, 2023	66,250	2.60
Granted	493,750	0.12
Released	(58,750)	2.67
Forfeited ⁽¹⁾	(41,250)	0.52
Balance, September 30, 2024	460,000	0.12
Released	(11,250)	(0.02)
Balance, March 31, 2025	448,750	0.12

(1) During the year ended September 30, 2024, the fair value of forfeited RSUs of \$8,874 was transferred from reserves to deficit.

The following table summarizes the RSUs outstanding as at March 31, 2025:

Issue Price	Expiry date	RSUs outstanding
\$		#
0.15	November 21, 2025	20,000
0.12	June 11, 2026	428,750
		448,750

As at March 31, 2025, the weighted average remaining contractual life of RSUs was 1.42 years (2024 – 0.83 years).

11. Restricted share units (“RSUs”) (continued)

During the three and six months ended March 31, 2025, the Company recorded share-based compensation of \$10,706 and \$22,983, respectively (three and six months ended March 31, 2025 - \$2,724 and \$1,074, respectively) for RSUs granted and vested during the period.

The weighted average fair value of RSUs granted during the three months ended March 31, 2025, was \$Nil (2024 - \$0.015) per share.

12. Fair value of financial instruments

At March 31, 2025, the Company’s financial instruments consist of cash and cash equivalents, other assets, accounts payable and accrued liabilities and loans and borrowings. The carrying amounts of these financial instruments approximate fair value due to their immediate or short-term maturity.

Anonymous Intelligence Company Inc.

Notes to Consolidated Financial Statements

Three and six months ended March 31, 2025 and 2024
(In Canadian dollars)

13. Financial instruments risk

The Company is exposed to a variety of financial instrument related risks. The Board mitigates these risks by assessing, monitoring and approving the Company's risk management processes.

The Company employs risk management strategies and policies to ensure that any exposures to risk are in compliance with the Company's business objectives and risk tolerance levels.

Liquidity risk is the risk that the Company will not be able to meet its financial obligations associated with its financial liabilities as they come due. The Company's approach to managing liquidity risk is to ensure that it has sufficient liquidity to settle obligations and liabilities when they are due. As at March 31, 2025, the Company had working capital deficiency of \$258,864 (September 30, 2024 – working capital deficiency of \$206,051). The Company is pursuing additional sources of financing to ensure that it can meet its ongoing operating requirements and planned capital expenditures. There is no assurance that the Company will be successful in these initiatives. The Company's capital expenditures mainly consist of the development of its technology platforms. Accounts payable and accrued liabilities are due within 90 days and loans and borrowings mature within a year.

14. Subsequent events

The following events occurred subsequent to March 31, 2025:

- (a) 556,959 common shares were issued pursuant to a partial conversion of debentures in the principal amount of \$30,000 and accrued interests of \$3,418.
- (b) 400,810 common shares were issued to settle aggregate indebtedness of \$161,864.
- (c) 579,000 stock options were granted to directors, officers, employees and consultants of the Company exercisable at \$0.17 per share and expiring on April 7, 2030.
- (d) 437,000 RSUs were granted to directors, officers and a technical consultant of the Company, vesting over a period of one year.

15. Restatement

The consolidated financial statements as at and for the year ended September 30, 2023, have been amended to correct for errors related to the classification of the 500,000 common shares and 1,000,000 warrants (the "Securities") issued as consideration for the Haller Acquisition which were subject to voluntary resale restrictions (the "Milestone Linked Consideration") as described in Note 3.

The Company initially classified the acquisition-date fair value of the Milestone Linked Consideration as a financial liability and recorded \$968,065 as contingent consideration payable in the consolidated statement of financial position as at September 30, 2023. Subsequently, the Company recognized a remeasurement fair value loss of \$26,463 and \$156,408 and in the consolidated statements of comprehensive loss for the year ended September 30, 2023 and six months ended March 31, 2024, respectively.

Anonymous Intelligence Company Inc.

Notes to Consolidated Financial Statements

Three and six months ended March 31, 2025 and 2024
(In Canadian dollars)

15. Restatement (continued)

The Company determined that the Milestone-Linked Consideration should have been classified as equity rather than a financial liability, as the securities issued and the value of consideration paid were fixed as of the date of acquisition. Accordingly, the Company reclassified the acquisition-date fair values of 500,000 shares of \$378,213 from contingent consideration payable to share capital, and of the fair value of the 1,000,000 warrants of \$563,389 from contingent consideration payable to reserves. As a result, the previously recorded fair value of shares on settlement of contingent consideration of \$1,124,473 was reversed, resulting in a decrease in share capital as at March 31, 2024. In addition, the subsequent remeasurement losses of \$26,463 and \$156,408 were reversed, resulting in decreases in net loss and comprehensive loss in the statements of comprehensive loss for the year ended September 30, 2023 and the six months ended March 31, 2024, respectively.

The impact of the restatement on the comparative March 31, 2024 financial statements were as follows:

Amended and restated consolidated statement of financial position as at March 31, 2024:

	As at March 31, 2024		
	As previously reported	Adjustment	As restated
	\$	\$	\$
Share capital	21,596,038	378,213 (1,124,473)	20,849,778
Obligation to issue shares	50,000	-	50,000
Reserves	(50,192)	563,389	513,197
Deficit	(18,663,511)	26,463 156,408	(18,480,640)
Total shareholders' equity	2,932,335	-	2,932,335
Total liabilities and shareholders' equity	3,362,968	-	3,362,968

Amended and restated consolidated statements of comprehensive loss for the three and six months ended March 31, 2024:

	For the three months ended March 31, 2024		
	As previously reported	Adjustment	As restated
	\$	\$	\$
Unrealized gain on changes in fair value of contingent consideration	76,432	(76,432)	-
Net loss	(152,521)	(76,432)	(228,953)
Total loss per share, basic and diluted	(0.01)	0.01	(0.02)

Anonymous Intelligence Company Inc.

Notes to Consolidated Financial Statements

Three and six months ended March 31, 2025 and 2024

(In Canadian dollars)

15. Restatement (continued)

	For the six months ended March 31, 2024		
	As previously reported	Adjustment	As restated
	\$	\$	\$
Unrealized loss on changes in fair value of contingent consideration	(156,408)	156,408	-
Net loss	(784,971)	156,408	(628,563)
Total loss per share, basic and diluted	(0.07)	0.01	(0.06)

Amended and restated consolidated statement of cash flows for the six months ended March 31, 2024:

	For the six months ended March 31, 2024		
	As previously reported	Adjustment	As restated
	\$	\$	\$
Unrealized loss on fair value changes of contingent consideration payable	156,408	(156,408)	-
Net loss	(784,971)	156,408	(628,563)
Net cash flows from operating activities	(221,127)	-	(221,127)