



SPARC AI Appoints Strategic Defense Advisor to Boost Business Development and to Support U.S. and Canadian Defense Engagements

TORONTO, Canada – October 14, 2025 — SPARC AI Inc. (the “**Company**”) (CSE: SPAI) (OTCQB: SPAIF) (Frankfurt: 5OV0) today announced the appointment of a leading North American defense and government advisory firm to accelerate the company’s expansion into the **United States and Canadian defense markets**. The appointment marks a key milestone in SPARC AI’s strategy, positioning the company for rapid commercialization and long-term growth across the U.S. and Canadian defense sectors.

The newly appointed advisory firm will assist with business development, government defense relations, strategic introductions, and demonstration coordination, guiding SPARC AI’s efforts to strengthen partnerships across North America’s defense ecosystem. The advisor will also be formally registered under the Lobbying Act of Canada to represent SPARC AI in federal matters, ensuring transparency and compliance as the Company expands its North American defense engagement strategy.

“SPARC AI has reached a level of technological maturity where it’s ready to move from development to deployment,” said CEO, Anoosh Manzoori. “Our systems have been tested, refined, and proven in demanding conditions — this appointment ensures our technology is positioned effectively with defense and government partners.”

In parallel, SPARC AI has expanded its drone demonstration fleet, acquiring several custom-built drones to showcase its Target Acquisition System, Autonomous Flight Engine, and Overwatch Intelligence Platform. These demonstrations will highlight how SPARC AI enables drones to operate, navigate, and locate targets without GPS, radar, laser or lidar — a key capability for contested and signal-denied environments.

About SPARC AI Inc.

SPARC AI Inc. develops next-generation, GPS-free target acquisition and intelligence software for drones and edge devices. Its zero-signature technology delivers real-time detection, tracking, and behavioral insights without reliance on radar, lidar, or heavy

sensors. SPARC AI's flagship platform, provides defense, rescue, first responders, and commercial operators with unmatched situational awareness. The Company is committed to building a scalable software platform that defines the future of drone intelligence globally.

For further information contact:

Anoosh Manzoori, Chief Executive Officer

SPARC AI Inc.

E-mail: anoosh@sparcai.net

Web: www.sparcai.co

Tel: +61.3.9666338

Cautionary Statement Regarding Forward-Looking Statements

This news release contains "forward-looking statements" or "forward-looking information" (collectively, "forward-looking statements") within the meaning of applicable securities legislation. All statements, other than statements of historical fact, are forward-looking statements and are based on expectations, estimates and projections as of the date of this news release. Forward-looking statements include, but are not limited to, statements regarding: the expected timing for completion of the Offering and the intended use of proceeds.

Forward-looking statements are subject to a variety of known and unknown risks, uncertainties and other factors that could cause actual events or results to differ from those expressed or implied by forward-looking statements contained herein. There can be no assurance that such statements will prove to be accurate, as actual results and future events could differ materially from those anticipated in such statements. Certain important factors that could cause actual results, performance or achievements to differ materially from those in the forward-looking statements are highlighted in the "Risks and Uncertainties" in the Company's management discussion and analysis.

Forward-looking statements are based upon a number of estimates and assumptions that, while considered reasonable by the Company at this time, are inherently subject to significant business, economic and competitive uncertainties and contingencies that may cause the Company's actual financial results, performance, or achievements to be materially different from those expressed or implied herein. Some of the material factors or assumptions used to develop forward-looking statements include, without limitation: the failure to complete the Offering; reliance on key management and other personnel; potential downturns in economic conditions; competition from others; market factors, including future demand products developed by the Company; the policies and actions of foreign governments, which could impact the ability of the Company to successfully market its products; the Company's expectations in connection with the development of the Target Acquisition System; the effectiveness of the Target Acquisition System; changes in national and local government legislation, taxation, controls or regulations and/or changes in the administration or laws, policies and practices; the impact of general business and economic conditions; currency exchange rates; and the impact of inflation.

The forward-looking statements contained in this news release are expressly qualified by this cautionary statement. Any forward-looking statements and the assumptions made with respect thereto are made as of the date of this news release and, accordingly, are subject to change after such date. The Company disclaims any obligation to update any forward-looking statements, whether as a result of new information, future events or otherwise, except as may be required by applicable securities laws. There can be no assurance that forward-looking statements will prove to be accurate,

as actual results and future events could differ materially from those anticipated in such statements. Accordingly, readers should not place undue reliance on forward-looking statements.