

MINEHUB TECHNOLOGIES INC.

Condensed Consolidated Interim Financial Statements

For the Three Months Ended April 30, 2024 and 2023

(Expressed in Canadian Dollars)

NOTICE OF NO AUDITOR REVIEW OF INTERIM FINANCIAL STATEMENTS

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 the financial statements have not been reviewed by an auditor.

The accompanying unaudited condensed consolidated interim financial statements of MineHub Technologies Inc. (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 the condensed consolidated interim financial statements by an entity’s auditor.

MINEHUB TECHNOLOGIES INC.
Condensed Consolidated Interim Statements of Financial Position
(Expressed in Canadian Dollars - Unaudited)

	Notes	April 30, 2024	January 31, 2024
Assets			
Current assets			
Cash		\$ 1,337,379	\$ 3,869,376
Receivables	4	489,034	466,934
Prepaid expenses	10	122,100	139,445
Total current assets		1,948,513	4,475,755
Intangible assets	3,5	250,300	277,120
Goodwill	3,5	489,706	489,706
Total assets		\$ 2,688,519	\$ 5,242,581
Liabilities			
Current liabilities			
Trade payables and accrued liabilities	6,10	\$ 663,984	\$ 1,215,371
Convertible debt	7	395,472	866,675
Deferred revenue and other income	11	37,447	372,756
Total current liabilities		1,096,903	2,454,802
Non-current liabilities			
Deferred revenue	11	16,471	19,766
Total liabilities		1,113,374	2,474,568
Shareholders' equity			
Share capital	8	31,227,928	31,227,928
Equity compensation reserve	8,9	2,074,353	2,414,059
Equity component of convertible debt reserve	7,9	88,029	88,029
Deficit		(31,815,165)	(30,962,003)
Total shareholders' equity		1,575,145	2,768,013
Total liabilities and shareholders' equity		\$ 2,688,519	\$ 5,242,581

Nature of and continuance of operations (Note 1)

Subsequent events (Note 15)

Approved on behalf of the Board:

"Vince Sorace"

Vince Sorace, Director

"Troy Bullock"

Troy Bullock, Director

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

MINEHUB TECHNOLOGIES INC.
Condensed Consolidated Interim Statements of Comprehensive Loss
(Expressed in Canadian Dollars - Unaudited)

	Notes	Three months ended	
		April 30, 2024	April 30, 2023
Revenue	11	\$ 775,745	\$ 341,636
Cost of sales	12	309,501	225,113
Gross margin		466,244	116,523
Operating expenses			
Research and development	12	874,067	1,313,021
Sales and marketing	12	221,331	86,434
General and administrative	10,12	502,379	941,661
Stock-based compensation	8,10	85,315	121,635
Amortization	5	26,820	17,238
Total operating expenses		1,709,912	2,479,989
Net loss from operations		(1,243,668)	(2,363,466)
Other income (expenses)			
Interest and accretion expense	7	(23,796)	(23,982)
Other income		513	54
Gain on debt remeasurement	7	-	90,006
Foreign exchange gain (loss)		(11,232)	(12,967)
Total other income (expenses)		(34,515)	53,111
Net and comprehensive loss		\$ (1,278,183)	\$ (2,310,355)
Loss per share – basic and diluted		\$ (0.02)	\$ (0.06)
Weighted Average Number of Shares Outstanding	8	68,134,675	41,584,612

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

MINEHUB TECHNOLOGIES INC.

Condensed Consolidated Interim Statements of Changes in Shareholders' Equity

(Expressed in Canadian dollars - Unaudited)

	Notes	Share Capital		Equity Compensation Reserve	Equity Component of Convertible Debt Reserve	Deficit	Total Shareholders' Equity
		Number of Shares	Amount				
Balance, January 31, 2023		77,613,493	\$ 22,901,097	\$ 2,349,144	\$ 88,029	\$(25,388,552)	\$ (50,282)
Shares issued for cash, net of share issue cost	8	4,075,000	844,250	142,625	-	-	986,875
Shares issued pursuant to acquisition	3,8	8,176,634	1,706,106	-	-	-	1,706,106
Compensation warrants	8	-	-	8,385	-	-	8,385
Fair value reclass of expired compensation warrants	8	-	-	(211,626)	-	211,626	-
Fair value reclass of expired options	8	-	-	(37,692)	-	37,692	-
Stock-based compensation	8,10	-	-	121,635	-	-	121,635
Net and comprehensive loss for the period		-	-	-	-	(2,310,355)	(2,310,355)
Balance, April 30, 2023		89,865,127	\$ 25,451,453	\$ 2,372,471	\$ 88,029	\$(27,449,589)	\$ 462,364
Balance, January 31, 2024		136,269,368	\$ 31,227,928	\$ 2,414,059	\$ 88,029	\$(30,962,003)	\$ 2,768,013
Shares consolidation	8	(68,134,694)	-	-	-	-	-
Fair value reclass of expired warrants	8	-	-	(229,656)	-	229,656	-
Fair value reclass of expired options	8	-	-	(195,365)	-	195,365	-
Stock-based compensation	8,10	-	-	85,315	-	-	85,315
Net and comprehensive loss for the period		-	-	-	-	(1,278,183)	(1,278,183)
Balance, April 30, 2024		68,134,675	\$ 31,227,928	\$ 2,074,353	\$ 88,029	\$(31,815,165)	\$ 1,575,145

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

MINEHUB TECHNOLOGIES INC.
Condensed Consolidated Interim Statements of Cash Flows
(Expressed in Canadian dollars - Unaudited)

	Three Months Ended	
	April 30, 2024	April 30, 2023
Cash provided by (used in):		
Operating activities		
Net loss	\$ (1,278,183)	\$ (2,310,355)
Item not effecting cash:		
Interest expense and accretion	23,796	23,982
Amortization	26,820	17,238
Finance expense	-	20,177
Stock-based compensation	85,315	121,635
Gain on debt remeasurement	-	(90,006)
Changes in non-cash working capital items:		
Receivable	(22,100)	(3,500)
Prepaid expenses	17,345	52,097
Accounts payable and accrued liabilities	(551,386)	388,736
Deferred revenue	(338,604)	(130,718)
Net cash used in operating activities	(2,036,997)	(1,910,714)
Investing activities		
Cash acquired in acquisition, net of acquisition costs	-	668,199
Net cash provided by investing activities	-	668,199
Financing activities		
Proceeds from issuance of shares, net of issue costs	-	986,875
Loan repayment	(495,000)	-
Net cash provided by (used in) financing activities	(495,000)	986,875
Increase/(decrease) in cash	(2,531,997)	(255,640)
Cash, beginning	3,869,376	1,153,102
Cash, ending	\$ 1,337,379	\$ 897,462
Supplemental cash flow information		
Taxes paid	\$ -	\$ -
Interest paid	-	-
Non-cash transactions		
Shares issued pursuant to acquisition	-	(1,706,106)

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

MINEHUB TECHNOLOGIES INC.

Notes to Condensed Consolidated Interim Financial Statements

For the three months ended April 30, 2024 and 2023

(Expressed in Canadian dollars - Unaudited)

1. Nature and continuance of operations

MineHub Technologies Inc. (the “Company”) was incorporated in the province of British Columbia on February 19, 2018. The Company is engaged in the development and operation of a digital supply chain platform for the commodity markets. The Company’s registered and records office is 2501-550 Burrard Street, Vancouver, British Columbia, V6C 0A8. The Company’s head office is located at 918-1030 West Georgia Street, Vancouver, British Columbia, V6E 2Y3. The Company’s common shares are listed on the TSX Venture Exchange (“TSX-V”) under the ticker MHUB and quoted on the OTCQB under the ticker MHUBF.

These condensed consolidated interim financial statements have been prepared on the assumption that the Company will continue as a going concern, meaning it will continue in operation for the foreseeable future and will be able to realize assets and discharge liabilities in the ordinary course of operations. Different bases of measurement may be appropriate if the Company is not expected to continue operations for the foreseeable future. As at April 30, 2024, the Company has generated modest revenues but has incurred losses since inception. The Company’s continuation as a going concern is dependent on its ability to generate future cash flows and/or obtain additional financing. These factors indicate the existence of a material uncertainty that may cast significant doubt about the Company’s ability to continue as a going concern. Management intends to finance operating costs over the next twelve months with cash on hand, loans from directors and companies controlled by directors and/or private placements of common stock. There is a risk that additional financing will not be available on a timely basis or on terms acceptable to the Company. These condensed consolidated interim financial statements do not reflect any adjustments that may be necessary if the Company is unable to continue as a going concern, and such adjustments could be material.

These condensed consolidated interim financial statements were authorized for issue by the Board of Directors on June 20, 2024.

2. Material accounting policy information

(a) Statement of compliance to International Financial Reporting Standards

These condensed consolidated interim financial statements have been prepared in accordance with International Accounting Standard (“IAS”) 34 – *Interim Financial Reporting*, as issued by the International Accounting Standards Board (“IASB”). Accordingly, certain information and footnote disclosure normally included in annual financial statements prepared in accordance with International Financial Reporting Standards (“IFRS”) have been omitted or condensed, and therefore these condensed consolidated interim financial statements should be read in conjunction with the Company’s January 31, 2024 audited annual consolidated financial statements and the notes to such financial statements.

(b) Basis of preparation

The condensed consolidated interim financial statements have been prepared on an accrual basis except for cash flow information and are based on historical costs modified where applicable. The condensed consolidated interim financial statements are presented in Canadian dollars unless otherwise noted. The policies set out below were consistently applied to all periods presented unless otherwise noted.

(c) Use of estimates, assumptions and material judgements

The preparation of condensed consolidated interim financial statements in accordance with IFRS requires the Company to make estimates and assumptions concerning the future as well as making judgements. The Company’s management reviews these estimates and underlying assumptions on an ongoing basis, based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. Revisions to estimates are adjusted for prospectively in the period in which the estimates are revised.

MINEHUB TECHNOLOGIES INC.

Notes to Condensed Consolidated Interim Financial Statements

For the three months ended April 30, 2024 and 2023

(Expressed in Canadian dollars - Unaudited)

2. Material accounting policy information (continued)

(c) Use of estimates, assumptions and material judgements (continued)

The estimates, assumptions and judgements applied in the condensed consolidated interim financial statements, including the key sources of estimation uncertainty, were the same as those applied in the Company's last annual financial statements for the year ended January 31, 2024.

(d) Basis of consolidation

These condensed consolidated interim financial statements include the accounts of the Company and its wholly-owned subsidiaries, Minehub (USA) Inc., Yitong Digital Trade (Shanghai) Network Technology Development Co. Ltd. ("MineHub Technologies China"), MineHub Technologies Singapore Pte Ltd, Minehub Technologies Netherlands B.V, and CMDTY UK Ltd. All inter-company balances and transactions have been eliminated upon consolidation.

3. Business Combination

On March 10, 2023, the Company issued 8,176,634 common shares to the shareholders of Waybridge Technologies Inc. ("Waybridge") pursuant to an agreement to purchase certain assets and assume certain liabilities from Waybridge and all the equity securities of the Waybridge UK entity, CMDTY UK Ltd. (Note 8). Waybridge developed a SaaS platform that provides order processing, real-time shipment tracking, inventory management and reporting for the commodities ecosystem by automating data connections between customers and their entire supply chains, which complimented the MineHub platform. Waybridge had inputs, as well as substantial processes in place generating outputs. As a result, the acquisition of the Waybridge assets and liabilities acquired was determined to be a business combination under IFRS 3 Business Combinations.

In accordance with IFRS 3, the equity consideration was measured at fair value on the date of acquisition, the date control was obtained over the assets acquired and liabilities assumed. The purchase price allocation based on the fair value of assets acquired and liabilities assumed at the acquisition date was as follows:

Fair Value of 8,176,634 shares issued as consideration	\$	1,706,106
Allocated to:		
Tangible assets:		
Cash		668,199
Accounts receivable		154,823
Other non-cash working capital		22,398
Intangible assets:		
Backlog (Note 5)		110,239
Technology (Note 5)		260,741
Goodwill (Note 5)		489,706
Total	\$	1,706,106

The goodwill represented the excess of the purchase price over the fair value of net assets acquired. It was attributable to the workforce acquired and expected synergies from combining operations. None of the goodwill is deductible for tax purposes.

In connection with the transaction, the Company incurred \$316,813 of acquisition costs, which were expensed in the consolidated statement of loss within professional fees.

MINEHUB TECHNOLOGIES INC.

Notes to Condensed Consolidated Interim Financial Statements

For the three months ended April 30, 2024 and 2023

(Expressed in Canadian dollars - Unaudited)

3. Business Combination (continued)

The receivables acquired in the transaction had a fair value of \$154,823, which approximated the gross contractual amounts receivable. The best estimate at the acquisition date of the contractual cash flow for which collection was uncertain was \$Nil.

4. Receivables

	April 30, 2024	January 31, 2024
Accounts receivable	\$ 414,092	\$ 399,148
Sales taxes recoverable	74,942	67,786
	\$ 489,034	\$ 466,934

5. Intangible assets and goodwill

	Backlog	Technology	Total
Cost			
Balance, January 31, 2023	\$ -	\$ -	\$ -
Additions	110,239	260,741	370,980
Balance, January 31, 2024	\$ 110,239	\$ 260,741	\$ 370,980
Additions	-	-	-
Balance, April 30, 2024	\$ 110,239	260,741	\$ 370,980
Accumulated amortization			
Balance, January 31, 2023	\$ -	\$ -	\$ -
Additions	(48,227)	(45,633)	(93,860)
Balance, January 31, 2024	\$ (48,227)	\$ (45,633)	\$ (93,860)
Amortization	(13,782)	(13,038)	(26,820)
Balance, April 30, 2024	\$ (62,009)	\$ (58,671)	\$ (120,680)
Net book value			
Balance, January 31, 2024	\$ 62,012	\$ 215,108	\$ 277,120
Balance, April 30, 2024	\$ 48,230	\$ 202,070	\$ 250,300

The useful life of backlog was determined to be 2 years and the useful life of technology is determined to be 5 years. Intangible assets are amortized using the straight-line method.

Additionally, the Company recognized goodwill of \$489,706 on the acquisition of Waybridge during the year ended January 31, 2024 (Note 3).

The Company performed its annual test for goodwill impairment as at January 31, 2024. The Company did so by comparing the carrying value of the cash generating unit against its fair value less costs of disposal. The fair value less costs of disposal of the cash generating unit requires the use of assumptions. The fair value less costs of disposal calculation included the application of revenue multiples of comparable companies and an estimated costs of disposal percentage. The fair value less costs of disposal of the cash generating unit was determined to be higher than its carrying amount; therefore, no impairment was recorded.

MINEHUB TECHNOLOGIES INC.

Notes to Condensed Consolidated Interim Financial Statements

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(Expressed in Canadian dollars - Unaudited)

6. Trade payables and accrued liabilities

	April 30, 2023	January 31, 2024
Trade payables (Note 10)	\$ 464,612	\$ 893,991
Accrued liabilities (Note 10)	199,372	321,380
	\$ 663,984	\$ 1,215,371

7. Convertible debt

	2020 Convertible Debenture (Note 7(a))	2021 Convertible Debenture (Note 7(b))	Total
Balance, January 31, 2023	\$ 821,570	\$ 20,778	\$ 842,348
Change in fair value on extension	(87,638)	(2,368)	(90,006)
Accretion of convertible debenture	73,841	1,942	75,783
Interest accrued	37,550	1,000	38,550
Balance, January 31, 2024	\$ 845,323	\$ 21,352	\$ 866,675
Repayment of convertible debenture	(495,000)	-	(495,000)
Accretion of convertible debenture	19,515	520	20,035
Interest accrued	3,512	250	3,762
Balance, April 30, 2024	\$ 373,350	\$ 22,122	\$ 395,472

(a) On July 31, 2020, the Company entered into an agreement to combine four outstanding short-term loans into convertible debentures with a principal amount of \$791,000. The lenders have an option to convert all or a portion of the principal amount of \$664,500 and accrued interest into units of the Company at \$0.25 per unit and \$126,500 into common shares of the Company at \$0.25 per share. Each unit consists of one common share of the Company and one-half share purchase warrant entitling the holder to purchase one share of the Company at an exercise price of \$0.50 per unit until July 31, 2025.

The convertible debenture is a compound financial instrument as it includes both liability and equity components. On initial recognition, the Company determined the fair value of the liability component on the date of issue to be \$702,971. The fair value of the liability was determined by calculating the fair value of the future cash flows of the loan assuming a discount rate of 12%. The equity component of the debenture was determined to be \$88,029, which comprises of the principal value less the liability component.

On April 14, 2023, the lenders extended convertible promissory debentures to July 31, 2024, which resulted in a gain on debt modification of \$87,638.

On February 5, 2024, the Company repaid \$495,000 of the principal amount.

(b) On September 4, 2021, \$20,000 of the principal from the loan described in Note 7(a) was assigned to a new lender with the same terms. On April 14, 2023, the Company extended convertible promissory note to July 31, 2024, which resulted in a gain on debt modification of \$2,368.

MINEHUB TECHNOLOGIES INC.

Notes to Condensed Consolidated Interim Financial Statements

For the three months ended April 30, 2024 and 2023

(Expressed in Canadian dollars - Unaudited)

8. Share capital

Authorized share capital

Unlimited common shares without par value.

Issued share capital

At April 30, 2024, there were 68,134,675 issued and fully paid common shares (January 31, 2024 – 136,269,368). On March 1, 2024, the company consolidated its shares on the basis of one post-consolidation share for every two pre-consolidation shares.

Share issuance

Three Months Ended April 30, 2023:

On March 10, 2023, the Company issued 8,176,634 common shares with a fair value of \$1,706,106 to the shareholders of Waybridge pursuant to the purchase of certain assets from the company (Note 3).

On April 14, 2023, the Company issued 4,075,000 common shares and 2,037,500 share purchase warrants for gross proceeds of \$1,018,750 pursuant to the closing of a non-brokered private placement. Each share purchase warrant is exercisable at \$0.40 for 2 years. Using the residual value method, \$142,625 of the gross proceeds were allocated to the share purchase warrants. The Company incurred cash share issuance costs of \$51,724 and issued 67,500 broker warrants with a fair value of \$8,385, which were valued using the Black-Scholes Option Pricing Model with the following assumptions: Average risk-free interest rate of 3.62%; expected life of 2 years; expected volatility of 117.5% and dividend yield of \$Nil.

Escrow

At April 30 2024 and January 31, 2024 there were 1,051,772 post-consolidation shares and 4,207,087 pre-consolidation shares in escrow, respectively. 15% of shares are released 15% every 3 months.

Warrants

Warrant transactions are summarized as follows:

	Number of warrants	Weighted average exercise price
Warrants outstanding, January 31, 2023	3,785,277	\$ 1.05
Issued	44,720,744	\$ 0.24
Expired	(1,872,777)	\$ 0.59
Warrants outstanding, January 31, 2024	46,633,244	\$ 0.29
Consolidation	(23,316,622)	\$ 0.58
Expired	(956,250)	\$ 3.00
Warrants outstanding, April 30, 2024	22,360,372	\$ 0.47

MINEHUB TECHNOLOGIES INC.

Notes to Condensed Consolidated Interim Financial Statements

For the three months ended April 30, 2024 and 2023

(Expressed in Canadian dollars - Unaudited)

8. Share capital (continued)

Details of warrants outstanding as at April 30, 2024 are as follows:

Exercise Price	Expiry Date	Balance, end of year
\$0.80	April 17, 2026 ⁽¹⁾	1,018,750
\$0.80	April 17, 2025	33,750
\$0.80	June 9, 2025	1,250,000
\$1.00	October 13, 2025	1,171,969
\$1.00	October 13, 2024	24,056
\$0.40	January 31, 2027	18,358,183
\$0.40	January 31, 2025	503,664
		22,360,372

(1) During the year ended January 31, 2024, 2,037,500 warrants were extended by one year to a new expiry date of April 17, 2026.

At April 30, 2024, the weighted-average remaining contractual life of warrants outstanding was 2.51 years.

During the three months ended April 30, 2024, 956,250 (2023 – 1,020,000) warrants expired, accordingly a total of \$229,656 (2023 – \$211,626) was transferred to deficit.

Stock options

The Company has adopted an incentive stock option plan, which provides that the Board of Directors of the Company may from time-to-time, in its discretion, grant to directors, officers, employees and technical consultants to the Company, non-transferable stock options to purchase common shares, provided that the number of common shares reserved for issuance will not exceed a rolling 10% of the Company's issued and outstanding common shares at the time the options are granted.

Stock options transactions are summarized as follows:

	Number of options	Weighted average exercise price
Options outstanding, January 31, 2023	6,575,000	\$ 0.39
Issued	3,100,000	0.28
Forfeited/expired	(1,833,750)	0.55
Options outstanding, January 31, 2024	7,841,250	\$ 0.31
Consolidation	(3,920,625)	0.31
Issued	1,125,000	0.20
Forfeited/expired	(540,625)	0.55
Options outstanding, April 30, 2024	4,505,000	\$ 0.52
Options exercisable, April 30, 2024	2,951,875	\$ 0.60

MINEHUB TECHNOLOGIES INC.

Notes to Condensed Consolidated Interim Financial Statements

For the three months ended April 30, 2024 and 2023

(Expressed in Canadian dollars - Unaudited)

8. Share capital (continued)

Details of stock options outstanding and exercisable as at April 30, 2024 is as follows:

Range of exercise prices	Number of options	Weighted average remaining contractual life (years)	Number of options exercisable
\$0.20-\$0.25	1,117,500	4.7	300,000
\$0.25-\$0.50	325,000	3.9	300,000
\$0.50-\$0.75	2,735,000	2.7	2,024,375
\$1.00-\$1.25	120,000	1.8	120,000
\$1.75-\$2.00	207,500	2.4	207,500
	4,505,000	3.2	2,951,875

The fair value of each option granted in the three months ended April 30, 2024 was estimated at the time of grant using the Black-Scholes option pricing model with the following assumptions. The expected volatility reflects the historical volatility in the price of the Company's shares over the expected life.

Grant Date	Expiry Date	Exercise Price	Risk-Free Interest Rate	Expected Life	Volatility Factor	Dividend Yield	Fair Value
March 26, 2024	March 26, 2029	\$0.20	3.5%	5 years	113%	0	\$0.14
March 29, 2024	March 29, 2029	\$0.20	3.5%	5 years	113%	0	\$0.17

During the three months ended April 30, 2024, the Company recorded \$85,315 (three months ended April 30, 2023 - \$121,635) in stock-based compensation expense. During the three months ended April 30, 2024, 540,625 (three months ended April 30, 2023 - 100,000) options expired, accordingly \$195,365 (three months ended April 30, 2023 - \$ 37,692) was transferred to deficit.

9. Reserves

Equity compensation reserve

The equity compensation reserve records items recognized as stock-based compensation expense until such time that the stock options are exercised, at which time the corresponding amount will be transferred to share capital. If the options expire unexercised and cancelled, the amount recorded is transferred to deficit.

Equity component of convertible debt reserve

The convertible debt reserve records the equity component of convertible debt with liability and equity components. On conversion, the amount recorded is transferred to share capital.

10. Related party transactions

For the three April 30, 2024 and 2023, the Company had no transactions with related parties as defined in IAS 24 – *Related Party Disclosures*, except those pertaining to transactions with key management and director personnel in the ordinary course of their employment, or as disclosed below.

MINEHUB TECHNOLOGIES INC.

Notes to Condensed Consolidated Interim Financial Statements

For the three months ended April 30, 2024 and 2023

(Expressed in Canadian dollars - Unaudited)

10. Related party transactions (continued)

Key management and director compensation is as follows:

	Three Months Ended April 30,	
	2024	2023
Salaries, employee benefits, management and director fees	\$ 147,131	\$ 130,669
Stock-based compensation (Note 8)	30,112	20,352
	\$ 177,243	\$ 151,021

At April 30, 2024, included in accounts payable and accrued liabilities is \$26,300 (at January 31, 2024 - \$5,750) due to directors and officers or companies controlled by directors and officers. These amounts are unsecured, non-interest bearing and have no fixed payment terms. At April 30, 2024, included in prepaid expenses is \$5,250 (at January 31, 2024 - \$Nil) paid to directors and officers or companies controlled by directors and officers.

The above transactions are measured at the exchange amount, which is the amount of consideration established and agreed to by the related parties.

11. Revenue

The following table presents revenue from contracts with customers disaggregated by service type:

	Three Months Ended April 30,	
	2024	2023
Software as a service revenue	\$ 473,507	\$ 235,718
Professional services	302,238	105,918
	\$ 775,745	\$ 341,636

The following table provides information about deferred revenue (contract liability):

	April 30, 2024	January 31, 2024
Balance, beginning	\$ 392,522	\$ 155,488
Increase due to invoices issued, excluding amounts recognized as revenue during the period	2,215	392,522
Decrease from revenue recognized that was included in the deferred revenue balance at the beginning of the period	(340,819)	(155,488)
Balance, ending	\$ 53,918	\$ 392,522
Deferred revenue – current	37,447	372,756
Deferred revenue – non-current	16,471	19,766

12. Expense by nature

Effective February 1, 2024, the Company elected to change the presentation of its consolidated statements of loss and comprehensive loss by classifying expenses by function under IAS 1 – *Presentation of Financial Statements*, from the previous classification by nature. The change in classification would improve relevance to readers, with increased comparability with companies in the same industry with similar operations.

MINEHUB TECHNOLOGIES INC.

Notes to Condensed Consolidated Interim Financial Statements

For the three months ended April 30, 2024 and 2023

(Expressed in Canadian dollars - Unaudited)

12. Expense by nature (continued)

The following table presents expenses by nature:

	Three Months Ended April 30,	
	2024	2023
Payroll and contractor expenses	\$ 1,406,560	\$ 1,434,267
Office and miscellaneous	147,294	145,956
Professional fees	91,798	307,664
Stock-based compensation	85,315	121,635
Marketing	75,523	189,946
Management fees	57,142	80,864
Consulting	48,678	104,757
Travel	33,800	53,053
Amortization	26,820	17,238
Regulatory fees	24,052	35,297
Administrative services	18,761	78,929
Development costs	3,670	135,442
	<u>\$ 2,019,413</u>	<u>\$ 2,705,048</u>

Certain comparative figures have been reclassified to conform with the current year's presentation. Amounts from consulting and office and miscellaneous have been reclassified to payroll and contractor expenses and interest and accretion expense has been reclassified from operating expenses to other income (expenses).

13. Financial instruments and risks

(a) Fair values

The fair values of cash, receivables, accounts payable, short-term loans and convertible notes approximate their carrying values due to the short-term to maturities of these financial instruments.

(b) 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 not exposed to interest rate risk.

(c) Credit risk

Credit risk is the risk that one party to a financial instrument will fail to discharge an obligation and cause the other party to incur a financial loss. The Company's primary exposure to credit risk is in its cash. The risk in cash is managed through the use of a major financial institution which has a high credit quality as determined by rating agencies. Credit risk is assessed as low.

(d) Foreign exchange rate risk

Foreign exchange risk is the risk that the Company's financial instruments will fluctuate in value as a result of movements in foreign exchange rates. The Company is exposed to foreign exchange risk on fluctuations related to cash, receivables, and accounts payable denominated in US dollars, Euros, British Pound Sterling, Singapore Dollars and Chinese Renminbi; therefore, foreign exchange risk is assessed as high.

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For the three months ended April 30, 2024 and 2023

(Expressed in Canadian dollars - Unaudited)

13. Financial instruments and risks (continued)**(d) Foreign exchange rate risk (continued)**

The following is an analysis of Canadian dollar equivalent of financial assets and liabilities that are denominated in US dollars:

	April 30, 2024	January 31, 2024
Cash	\$ 144,735	\$ 199,992
Receivables	410,565	357,121
Accounts payable	(87,859)	(127,132)
	\$ 467,441	\$ 429,981

The following is an analysis of Canadian dollar equivalent of financial assets and liabilities that are denominated in Euros:

	April 30, 2024	January 31, 2024
Cash	\$ 2,401	\$ 2,592
Receivables	-	-
Accounts payable	(11,074)	(11,483)
	\$ (8,673)	\$ (8,891)

The following is an analysis of Canadian dollar equivalent of financial assets and liabilities that are denominated in British Pound Sterling:

	April 30, 2024	January 31, 2024
Cash	\$ 5,865	\$ 13,611
Receivables	662	6,466
Accounts payable	(359,439)	(605,528)
	\$ (352,912)	\$ (585,451)

The following is an analysis of Canadian dollar equivalent of financial assets and liabilities that are denominated in Singapore dollars:

	April 30, 2024	January 31, 2024
Cash	\$ 46,953	\$ 2,412
Accounts payable	(8,356)	(16,548)
	\$ 38,597	\$ (14,136)

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(Expressed in Canadian dollars - Unaudited)

13. Financial instruments and risks (continued)

(d) Foreign exchange rate risk (continued)

The following is an analysis of Canadian dollar equivalent of financial assets and liabilities that are denominated in Chinese Renminbi:

	April 30, 2024	January 31, 2024
Cash	\$ 6,260	\$ 10,196
Accounts payable	(1,788)	(9,794)
	\$ 4,472	\$ 402

Based on the above net exposures, as at April 30, 2024, a 5% change in the US dollar to the Canadian dollar, Euro to the Canadian dollar, British Pound Sterling to the Canadian dollar, Singaporean dollar to the Canadian dollar, and Chinese Renminbi to the Canadian dollar would impact the Company's net loss by \$23,500, \$450, \$18,000, \$1,950 and \$250 respectively (January 31, 2024 - \$22,000, \$500, \$30,000, \$700 and \$20, respectively).

(d) Liquidity risk

Liquidity risk is the risk that the Company will not be able to meet its financial obligations as they become due. The Company requires funds to finance its business development activities. In addition, the Company needs to raise equity financing to carry out its research and development activities. There is no assurance that financing will be available or, if available, that such financings will be on terms acceptable to the Company. Liquidity risk is assessed as high.

14. Capital management

The Company's capital structure consists of share capital. The Company manages its capital structure and makes adjustments to it, based on the funds available to the Company. The Board of Directors does not establish quantitative return on capital criteria for management, but rather relies on the expertise of the Company's management to sustain future development of the business. The Company is dependent on external financing to fund its activities. In order to carry out research and development and pay for administrative costs, the Company will spend its existing working capital and raise additional amounts as needed. Management reviews its capital management approach on an ongoing basis and believes that this approach, given the relative size of the Company, is reasonable. There were no changes in the Company's approach to capital management since inception. The Company is not subject to externally imposed capital requirements.

15. Subsequent events

On May 1, 2024, the Company granted 400,000 stock options, which were exercisable at \$0.25 per share for a period of 5 years. The options vest 25% every six months.

On May 8, 2024, the Company granted 1,025,000 stock options, which were exercisable at \$0.25 per share for a period of 5 years. The options vest 25% every six months.

On May 23, 2024, the Company granted 120,000 stock options, which were exercisable at \$0.30 per share for a period of 5 years. The options vest 25% every six months.