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Zacks Small-Cap Research

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Clip Money, Inc. (OTCQB: CLPMF)

CLPMF: Clip Money Launches at Walmart in 4,000 US-based Stores

We believe CLPMF stock is worth at least $0.33 per share based on an EV/Estimated 2026 Sales of 3.5 times, the same as its peers, given its expected growth of 100%.

Current Price (8/25/2025)	$0.18
Valuation	**$0.33**

OUTLOOK

Clip Money is a rapidly growing NCR-backed start-up based in Ottawa, Canada, and operating in Canada and the US. It is helping physical stores and businesses quickly, safely, and less expensively deposit cash into their bank accounts, as well as replenishing notes and coins for store operations. The company uses its proprietary software platform to facilitate cash management, and its network is made up of a network of DropBoxes, NCR ATMs located in retail outlets and Green Dot locations starting with Walmart in the US. Clip also partners with Brinks for cash logistics and the US Postal Service for change order delivery.

SUMMARY DATA

52-Week High	**$0.21**
52-Week Low	**$0.11**
One-Year Return (%)	**2.9**
Beta	**0.1**
Average Daily Volume (sh)	**1,204**
Shares Outstanding (mil)	**112**
Market Capitalization ($mil)	**$20**
Short Interest Ratio (days)	**0.6**
Institutional Ownership (%)	**0**
Insider Ownership (%)	**72.0**
Annual Cash Dividend	**$0.00**
Dividend Yield (%)	**0.00**
5-Yr. Historical Growth Rates	
Sales (%)	**N/A**
Earnings Per Share (%)	**N/A**
Dividend (%)	**N/A**
P/E using TTM EPS	**N/A**
P/E using 2025 Estimate	**N/A**
P/E using 2026 Estimate	**N/A**

Risk Level	**High**
Type of Stock	**Small Growth**
Industry	**Financial Services**

ZACKS ESTIMATES

Revenue
(in millions of $)

	Q1 (Mar)	Q2 (Jun)	Q3 (Sep)	Q4 (Dec)	Year (Dec)
2023	$0.0 A	$0.0 A	$0.1 A	$0.4 A	$0.6 A
2024	$0.3 A	$0.4 A	$0.5 A	$1.2 A	$2.4 A
2025	$1.0 A	$1.3 A	$1.5 E	$2.8 E	$6.6 E
2026					$13.2 E

Earnings Per Share

	Q1 (Mar)	Q2 (Jun)	Q3 (Sep)	Q4 (Dec)	Year (Dec)
2023	-$0.03 A	-$0.03 A	-$0.03 A	-$0.02 A	-$0.11 A
2024	-$0.02 A	-$0.02 A	-$0.02 A	-$0.02 A	-$0.09 A
2025	-$0.02 A	-$0.02 A	-$0.02 E	-$0.02 E	-$0.08 E
2026					-$0.04 E

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WHAT'S NEW

Clip Money Quietly Rolls Out Service Through Green Dot at 4,000 Walmart Locations

Clip Money reported growth of 248% in Q2 2025 to $1.3 million in revenues. In addition, as reflected on the company's website, a new service called "ClipCenter" was launched, enabling deposits through Green Dot at over 4,000 Walmart Stores in the US. The significance of this should be emphasized. The company has now almost doubled its locations with the flip of a switch, and with that, significantly increased its earnings potential.

Customers have already started using the service at Walmart, and the company estimates that about 20% of the new customers signed up in Q2 specifically because the Walmart locations were added. While the company is busy just dealing with potential from these US stores, it hasn't penetrated Walmart outside the US (Canada seems reasonable) or even Sam's Club. Many customer leads are coming from Green Dot, leveraging Clip Money's marketing and sales, but we expect the company to add more staff in 2026, particularly as it focuses on a new bank vertical given its huge footprint.

The company added a net 10 new ClipDrop deposit locations in Q2, 24 new shopping malls, and signed 294 new users, which included new retailer customers: Earthbound Trading Company, Tumi, and a nationwide eyecare customer. The company ended the quarter with 483 ClipDrops installed compared to 347 last year. When you add in 3,500 ATMs and the 4,000 Walmart stores in the Green Dot network, you are at 8,500 locations, far exceeding the reach of any bank. Green Dot has 95,000 outlets; the final number of outlets added will be far more than 4,000, but not the entire 95,000. Management still expects to sign a bank or two this year, as it is an inexpensive way to serve business customers without adding physical locations. With bank deals, Clip Money expects to earn transaction fees, monthly access fees, and an initial integration fee as it did with Green Dot.

Given the company's current revenue level, we expect gross margins to be positive and improving from now on as economics continue to improve from higher prices charged to new customers, combined with economies of scale. With expanding margins and increased revenue, we expect that Clip Money should reach operating breakeven by the end of 2026, if not sooner.

Q2 2025 Results

Revenues for the quarter were $1.3 million versus $388,000 in Q2 2024, showing growth of 248%. Growth was mainly driven by a 169% increase in new deposit users. New product revenue was 13% of total revenue in Q2 2025 versus 7% in last year's quarter. Included in total revenue was $202,500 of $250,000 paid by Green Dot for integration with its systems. While revenue increased by 248%, the cost of revenue grew by only 60%, resulting in a positive gross margin of $203,000, or 15%. We estimate that the integration revenues were at 80% gross margin, so if we take them out, gross margin would have been about $38,530, or 3.5%. We expect revenues to be up sequentially in Q3 despite not having this extra $200,000 in the quarter, but gross margin dollars may be close to flat.

Operating expenses were $1.7 million, flat with last year. Q2 2025.

Other expenses for Q2 2025 were $657,000 compared to $370,000. Most of this year's expenses were due to interest expense of $688,000 compared to only $449,000 last year. In Q2 2025, the change in fair value of derivative liability of $128,000 increased expenses by $206,000 over the last year's quarter.

The operating loss in Q2 2025 was $1.5 million versus $2.0 million a year ago.

The net loss for Q2 2025 was $2.2 million compared to $2.4 million a year ago. The IFRS loss per share was flat at $0.02 with almost no increase in shares outstanding.

Balance Sheet

As of June 30, 2025, the company had $1.7 million in cash, negative working capital of $2.0 million, and $13.7 million in debt. In Q2 2025, it had a negative cash flow (excluding changes in working capital) of $898,000 and free cash flow of $935,000. This is the lowest quarterly loss amount ever. The company expects it to decrease steadily as revenues increase and costs grow more slowly than revenues.

As of June 30, 2025, the company had 105,380,851 common shares outstanding, 6,091,821 options, 1,425,031 restricted stock units, and 12,516,373 warrants issued and outstanding.

After the Quarter Ended

On July 18th, Clip Money sold Cardtronics a $3 million unsecured convertible note through a non-brokered private placement. The note will accrue simple interest at a rate of 13% a year and mature on July 18, 2030.

It also closed a non-brokered private placement of 6,876,500 common shares at CAD $0.20 per share for gross proceeds of $1 million to two insiders of the company. Brian Bailey, President and Chief Operating Officer of Clip Money, bought 3,438,250 shares. Mr. Bailey now owns 10,672,016 common shares, (ii) a convertible note, (iii) 455,118 warrants and (iv) 1,449,650 options, representing approximately 9.51% of the issued and outstanding common shares of Clip Money on a non-diluted basis and approximately 11.59% of the issued and outstanding common shares of Clip Money on a partially diluted basis assuming the full conversion of the Bailey convertible note and the full exercise of the warrants and options.

Relationship with Cardtronics

Cardtronics is a related party of the company and the largest shareholder, holding approximately 27% of the company's stock. As of June 30, 2025, Cardtronics had an outstanding convertible debenture with the company of $5,811,186. Additionally, there is an accrued accretion and interest payable of $1,363,169 associated with this convertible debenture. As of June 30, 2025, the Clip Money repaid $71,357.

On September 21, 2023, Cardtronics, Inc. (a subsidiary of NCR Corporation) invested US$10 million in the company by buying 28.6 million shares at CDN$0.23 per share for CDN$6.6 million and a CDN$6.8 million convertible note in a private placement at a $25 million pre-money valuation. Upon conversion of both converts, this represents a 42% ownership by NCR.

KEY POINTS

- Clip Money has invented a new way for businesses to handle their cash. It uses shared resources and infrastructure to lower the cost of depositing and withdrawing cash, including a national network of deposit endpoints made up of smart safes and ATMs, Green Dot locations, and the USPS. By sharing expenses among many businesses, Clip Money can beat the prices of current methods of managing cash, namely, bank branches or armored carrier contracts. As a side benefit, Clip Money is typically easier, more convenient, and often safer than legacy methods.

- The company is a true start-up founded by a management team that is well-experienced in the industry. It has been funded and is backed by NCR's Cardtronics business, which owns over 27% of the company (42% with the convertible notes). The chief operating officer of NCR Atleos is also on Clip Money's board. This deep-pocketed backer should give investors some assurance that it has the support to achieve success.

- We believe Clip Money is undervalued because it is mostly unknown to investors, has an obscure listing on the Canadian Venture Exchange, has low revenues, and has limited research coverage.

- With a low float due to NCR and insider holdings, the stock may be hard to buy, but the stock and the company deserve a second look, even if only for the fact that it is trading below the valuation price NCR originally paid.

- Clip Money's revenues grew 308% in 2024 and could almost triple in 2025. Revenues were up 248% in Q2 2025. It is currently at a $5.4 million revenue run rate and has been ramping revenues and decreasing losses as it adds customers and expands its network. The company trades at a $20 million market cap and $32 million enterprise value. We expect revenues in 2025 to reach or exceed $6.6 million. At a growth rate of 181%, we believe the company is worth 3.5 times 2026 revenues or $0.33 per share. In 2026, we expect revenues to at least double, given all the new locations coming on line from the Green Dot partnership.

OVERVIEW

Clip Money is an NCR-backed start-up based in Ottawa, Canada, and operating in Canada and the US. The company's stock was listed in May 2022 on the TSX Venture Exchange. It was founded in 2018 and has 16 employees, all of whom, except for five, are located in the US. In 2024, 98% of its revenues were from the US.

Its business is helping physical stores and businesses quickly, safely, and less expensively deposit cash into and replenish notes and coins from their banks. Today, it does this through a national network of deposit locations made up of Clip Drop boxes and ATMs. ClipDrops are located in malls, and Clip ATMs are located across the U.S. in convenient locations like Walgreens, CVS, and Target. At these locations, multiple businesses can use a single device, and Clip processes the deposits to a business's bank account of choice. This way, the expenses associated with moving cash are shared by many businesses rather than by one, resulting in lower cost and effort. While Clip Money runs the system, it is partnered with operating companies such as Brinks and NCR, which provide the hardware, maintenance, and cash collection for the ClipDrop boxes and NCR Atleos for the Clip-enabled ATMs. We believe this is the first significant innovation in managing cash in 50 years. Currently, ClipDrop locations are located in over 400 malls, and the company has already signed agreements with large property owners like Tanger Outlets, Simon Malls, Brookfield Properties, CBL, and Washington Prime Group.

Clip Money generates revenue from each transaction a customer makes, and most customers transact daily. The customer is charged $5.49 per transaction up to $1,000 deposited, and another 0.549% of the deposited amount above and beyond. The fee is taken directly out of the deposit amount, so Clip Money's only accounts receivable are from the larger customers who have asked to be charged monthly instead of at each transaction. As a result, Clip Money has high visibility as it tracks its daily sales. Customers also pay fees for their deposit mistakes. The company claims the average store generates $100-$140 in revenue a month from Clip deposits.

On January 30th, 2025, Clip Money partnered with Green Dot Corp. (NYSE: GDOT) to allow Clip Money customers and Green Dot customers to use Clip Money's cash-in and cash-out services at Green Dot locations. Green Dot is a mobile bank that operates primarily through an app but can be accessed in person at more than 95,000 stores in the US. The Green Dot Network offers services in stores, supermarkets, and gas stations, including Walmart, Walgreens, 7-Eleven, Dollar Tree, Kroger, Food Lion, Stop & Shop, and CVS. Ninety-six percent of the U.S. population lives within three miles of a Green Dot Network location.

Services are now being rolled out. Walmart is leading the rollout with 4,000 stores, and Clip Money hopes to add another chain shortly. This will bring the total number of locations offering Clip Money services to over 8,500 if you add the Clip Boxes and NCR ATMs to the Green Dot 4,000. Leveraging the Green Dot locations allows Clip Money to expand without any capital expenditures for equipment or the expense of rent and maintenance of boxes. Clip Money will also be sharing profits with Green Dot, so we expect lower gross margins on revenues but similar profitability overall.

Clip Change

Clip Change allows customers to withdraw cash in specified coins and bill denominations delivered by the US Postal Service and cash couriers. By utilizing deposit and change order solutions from Clip, a customer can eliminate local bank accounts and save on the account fees charged by banks. To date, the company has delivered 8,000 change orders since its launch in 2024

VALUATION

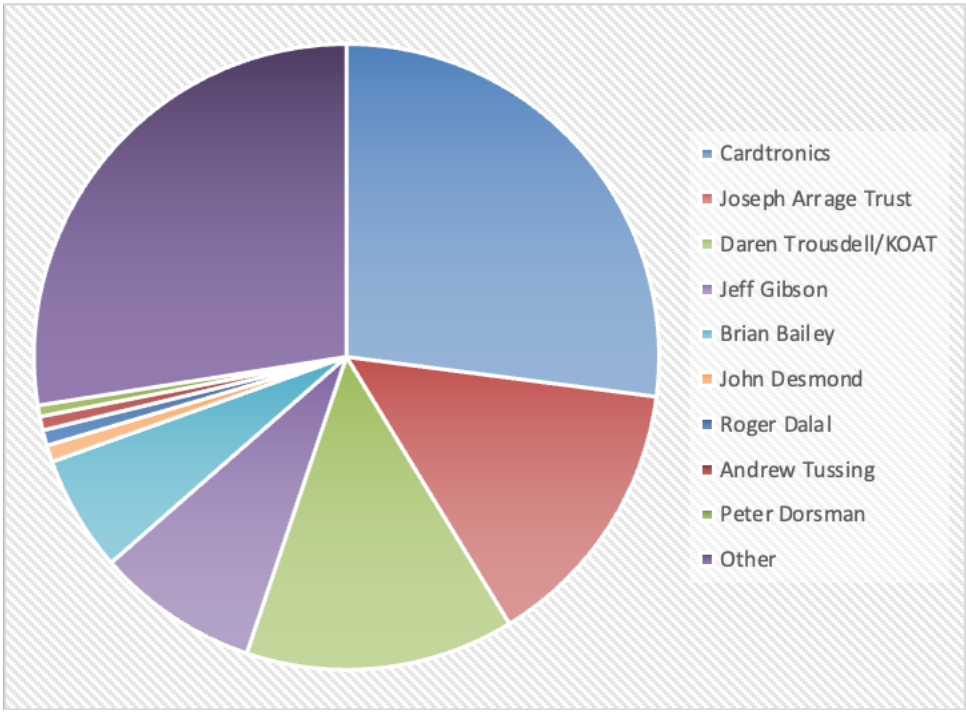
We consider Clip Money's peers to be software and service providers in the financial services industry. They trade at an average of 3.5 times enterprise value to estimated 2026 sales. Valuation ranges from 13.0 times for Shopify to 1.6 times for Block. None of these companies is growing over 28%, making Clip Money unique. Given we expect the company to possibly double next year, we believe it deserves the higher end of the range. At 3.5 times EV/2026 sales, the stock would be $0.33 per share.

		Cal. Revenue			TTM	Enterprise Value / Sales			EV/	Enterprise	EBITDA
Company	Ticker	2025E	2026E	LTM	EBITDA	2025E	2026E	LTM	EBITDA	Value	Margin
Affirm	AFRM	$3,511	NA	$3,010	$63	8.8x	NA	10.3x	486.8x	30,870	2.1%
EVERTEC	EVTC	$905	$949	$887	$273	3.3x	3.2x	3.4x	11.0x	3,010	30.8%
Flywire	FLYW	$575	$669	$540	$18	2.4x	2.0x	2.5x	74.4x	1,360	3.4%
Global Payments	GPN	$9,300	$9,760	$10,070	$4,310	3.9x	3.7x	3.6x	8.3x	35,870	42.8%
i3 Verticals	IIIV	$224	NA	$248	$37	3.2x	NA	2.8x	19.1x	705	14.9%
Lightspeed Commerce	LSPD	$1,176	NA	$1,120	-$38	1.0x	NA	1.1x	-32.5x	1,220	-3.3%
Marqeta	MQ	$595	$722	$553	-$81	3.3x	2.7x	3.5x	-24.2x	1,960	-14.7%
Paymentus	PAY	$1,140	$1,360	$1,040	$67	4.0x	3.4x	4.4x	68.3x	4,570	6.4%
PayPal	PYPL	$33,100	$35,060	$32,290	$6,540	2.1x	1.9x	2.1x	10.4x	68,070	20.3%
Paysafe	PSFE	$1,730	$1,840	$1,680	$388	1.8x	1.7x	1.9x	8.1x	3,160	23.1%
Repay	RPAY	$307	$332	$310	$72	2.7x	2.5x	2.7x	11.7x	835	23.0%
Sezzle	SEZL	$442	$568	$372	$211	7.5x	5.8x	8.9x	15.6x	3,300	56.8%
Shift4	FOUR	$4,260	$5,370	$3,610	$509	1.9x	1.5x	2.2x	15.7x	7,970	14.1%
Shopify	SHOP	$11,260	$13,750	$10,010	$1,570	15.9x	13.0x	17.9x	114.0x	179,040	15.7%
Block	XYZ	$24,830	$27,480	$23,830	$1,590	1.7x	1.6x	1.8x	26.8x	42,630	6.7%
Toast	TOST	$6,070	$7,270	$5,530	$258	3.9x	3.3x	4.3x	92.9x	23,970	4.7%
WEX	WEX	$2,630	$2,770	$2,600	$899	2.5x	2.3x	2.5x	7.2x	6,450	34.6%
Average					**987**	**4.1x**	**3.5x**	**4.5x**	**53.7x**	**25,534**	**15.4%**

RISKS

- Approximately 68% of the company's revenue is earned from five customers: Genesco, Pacsun, Hot Topic, Lids, and Torrid.
- The company is burning cash and is expected to sell equity to raise cash, diluting current shareholders.
- As a start-up with a unique business model, there can be no assurance that the company can turn profitable.

OWNERSHIP



INCOME STATEMENT

	March Q1 24 US $	June Q2 24 US $	Sept Q3 24 US $	Dec Q4 24 US $	March Q1 25 US $	June Q2 25 US $	Sept Q3 25E US $	Dec Q4 25E US $	2023 US $	2024 US $	2025E US $	2026E US $
Clip boxes installed qtr end	313	347	409	444	473	483	520	540	396	444	540	615
Yr-to-yr Gr.	13%	25%	13%	12%	51%	39%	27%	22%	17%	12%	22%	18%
REVENUE	$299,176	$387,955	$521,316	$1,151,862	$972,706	$1,349,587	$1,500,000	$2,800,000	$577,919	$2,360,309	$6,622,293	$13,244,586
Yr-to-yr Gr.	851%	764%	250%	227%	225%	248%	188%	143%	1987%	308%	181%	100%
OPERATING EXPENSES												
Cost of goods sold	745,953	715,973	837,252	1,150,565	1,009,557	1,147,057	1,309,717	2,050,717	2,516,166	3,449,743	5,517,048	8,275,572
Gross Margin	(446,777)	(328,018)	(315,936)	1,297	(36,851)	202,530	190,283	749,283	(1,938,247)	(1,089,434)	1,105,245	4,969,014
% of Sales	-149.3%	-84.6%	-60.6%	0.1%	-3.8%	15.0%	12.7%	26.8%	-335.4%	-46.2%	16.7%	37.5%
G&A	84,563	92,459	84,921	101,703	81,243	82,094	100,000	100,000	382,188	363,646	363,337	400,000
Sales & marketing	21,017	65,633	62,696	77,764	47,311	22,423	22,423	22,423	154,690	227,110	114,580	300,000
Salaries & benefits	942,081	865,982	752,480	814,734	975,184	855,732	855,732	855,732	2,772,114	3,375,277	3,542,380	3,896,618
Depreciation and amortization	454,886	496,470	492,808	517,530	528,516	530,290	530,290	530,290	1,963,601	1,961,694	2,119,386	1,900,000
Professional fees	177,930	193,424	204,276	185,467	199,942	228,761	228,761	228,761	1,104,264	761,097	886,225	700,000
Tot Operating Exp.	1,680,477	1,713,968	1,597,181	1,697,198	1,832,196	1,719,300	1,737,206	1,737,206	6,376,857	6,688,824	7,025,908	7,196,618
Operating Income	(2,127,254)	(2,041,986)	(1,913,117)	(1,695,901)	(1,869,047)	(1,516,770)	(1,546,923)	(987,923)	(8,315,104)	(7,778,258)	(5,920,663)	(2,227,604)
Finance expenses, net	(428,495)	(448,549)	(496,782)	(602,721)	(639,699)	(687,616)	(697,616)	(707,616)	(1,234,925)	(1,976,547)	(2,732,547)	(1,734,417)
Government grant income	0	0	0	0	0	0	0	0	0	0	0	42,437
Foreign exchange	142,168	78,081	(84,278)	295,103	656	(127,871)	0	0	(63,243)	431,074	(127,215)	0
FV change of derivative liab.	16,370	(73,286)	110,921	(69,053)	227,809	158,232	0	0	148,055	(15,048)	386,041	0
Loss on early ext. of converts	0	0	0	0	0	0	0	0	(271,340)	0	0	0
Public listing fees	0	0	0	0	0	0	0	0	0	0	0	(380,387)
Total other income	(269,957)	(370,468)	(470,139)	(376,671)	(411,234)	(657,255)	(697,616)	(707,616)	(1,421,453)	(1,560,521)	(2,473,721)	(2,072,367)
Profit before tax	(2,397,211)	(2,412,454)	(2,383,256)	(2,072,572)	(2,280,281)	(2,174,025)	(2,244,539)	(1,695,539)	(9,736,557)	(9,338,779)	(8,780,425)	(4,342,408)
Taxes	-	-	-	-	-	-	-	-	419,990	0	0	0
Tax Rate	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	4.3%	0.0%	0.0%	0.0%
Net income	(2,397,211)	(2,412,454)	(2,383,256)	(2,072,572)	(2,280,281)	(2,174,025)	(2,244,539)	(1,695,539)	(9,316,567)	(9,338,779)	(8,780,425)	(4,342,408)
Foreign exchange translation adj	(119,756)	(62,557)	0	94,425	6	(253,160)	0	0	40,462	(87,888)	(253,154)	0
IFRS Net income	(2,516,967)	(2,475,011)	(2,383,256)	(1,978,147)	(2,280,275)	(2,427,185)	(2,244,539)	(1,695,539)	(9,276,105)	(9,426,667)	(9,033,579)	(4,342,408)
Yr-to-yr Gr.	5%	-3%	-8%	14%	-9%	-2%	-6%	-14%	-25%	2%	-4%	-28%
Shares issued for services	0	0	0	0	0	0	0	0	0	0	0	0
One-time	0	0	0	0	0	0	0	0	(271,340)	0	0	0
Non-IFRS Net Income	(2,516,967)	(2,475,011)	(2,383,256)	(1,978,147)	(2,280,275)	(2,427,185)	(2,244,539)	(1,695,539)	(9,547,445)	(9,426,667)	(9,033,579)	(4,342,408)
IFRS primary EPS	**($0.02)**	**($0.02)**	**($0.02)**	**($0.02)**	**($0.02)**	**($0.02)**	**($0.02)**	**($0.02)**	**($0.11)**	**($0.09)**	**($0.08)**	**($0.04)**
Adj Non-IFRS EPS	($0.02)	($0.02)	($0.02)	($0.02)	($0.02)	($0.02)	($0.02)	($0.02)	($0.12)	($0.09)	($0.08)	($0.04)
Yr-to-yr Gr.	-26%	-31%	-26%	-2%	-10%	-2%	-12%	-20%	-21%	-27%	-7%	-33%
Primary Share Out	104,947,537	105,164,194	105,024,237	105,165,000	105,164,194	105,171,376	112,047,876	112,047,876	83,437,731	105,059,724	108,607,831	112,047,876
Yr-to-yr Gr.	43%	41%	38%	16%	0%	0%	7%	7%	50%	26%	3%	3%
Adjusted EBITDA	(1,672,368)	(1,545,516)	(1,420,309)	(1,178,371)	(1,340,531)	(986,480)	(1,016,633)	(457,633)	(6,351,503)	(5,816,564)	(3,801,277)	(327,604)

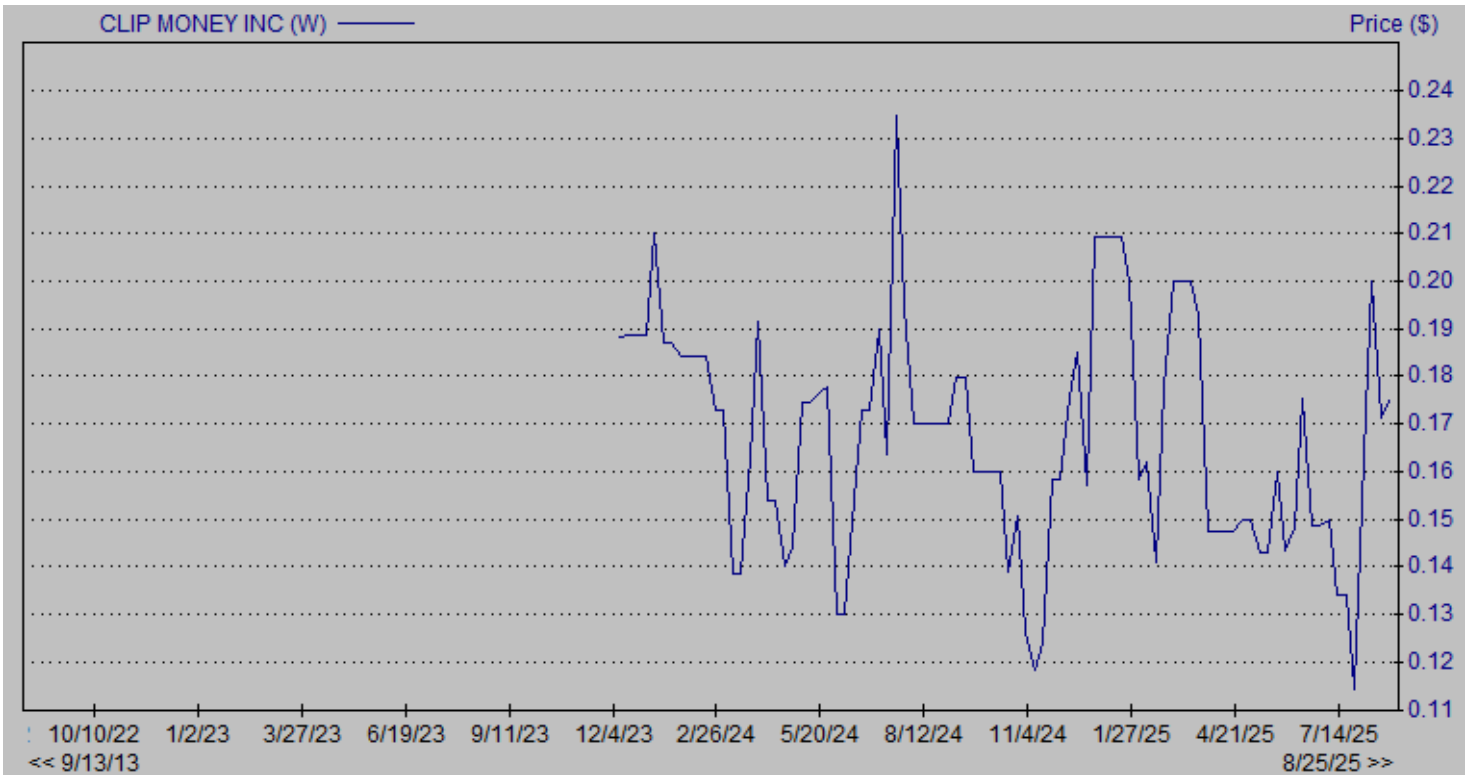
BALANCE SHEET

US Dollars	June 30, 2025	Mar 31, 2025	Qtr-Qtr % Change	June 30, 2024	Yr-Yr % Change
CURRENT ASSETS					
Cash	**$1,701,854**	**$2,748,546**	-38.1%	**$2,291,165**	-25.7%
Due from customers	$0	$0	0.0%	$17,245	-100.0%
Accounts receivable	569,495	408,203	39.5%	179,195	217.8%
Prepaid expenses	67,238	62,317	7.9%	43,821	53.4%
Total current assets	2,338,587	3,219,066	-27.4%	2,531,426	-7.6%
Property and equipment, net	554,944	546,627	1.5%	592,800	-6.4%
Right of use assets, net	4,295,806	4,382,747	-2.0%	4,204,796	2.2%
Intangible assets, net	1,808,908	1,750,863	3.3%	1,998,967	-9.5%
TOTAL ASSETS	8,998,245	9,899,303	-9.1%	9,327,989	-3.5%
CURRENT LIABILITIES					
Trade and other payables	1,848,531	1,487,479	24.3%	639,290	189.2%
Deferred revenue	0	212,500	-100.0%	0	NA
Current portion of government loans	**9,685**	**8,965**	8.0%	**8,739**	10.8%
Current portion of lease liabilities	1,708,478	1,635,982	4.4%	1,289,168	32.5%
Derivative liability	790,235	900,990	-12.3%	643,259	22.8%
Total current liabilities	4,356,929	4,245,916	2.6%	2,580,456	68.8%
LONG-TERM LIABILITIES					
Secured promissory note	**935,000**	**275,000**	240.0%	**0**	NA
Long-term lease liabilities	3,502,249	3,800,064	-7.8%	3,857,214	-9.2%
Government loans	**416,022**	**396,472**	4.9%	**36,365**	1044.0%
Convertible debt	**12,309,596**	**11,338,344**	8.6%	**6,643,443**	85.3%
Total liabilities	21,519,796	20,055,796	7.3%	13,117,478	64.1%
SHAREHOLDERS' EQUITY					
Share capital	24,236,778	24,089,827	0.6%	24,089,827	0.6%
Contributed surplus	5,817,026	5,901,850	-1.4%	5,627,177	3.4%
Accumulated other comprehensive income	(435,500)	(182,340)	138.8%	(276,771)	57.4%
Accumulated deficit	(42,139,855)	(39,965,830)	5.4%	(33,229,722)	26.8%
Total shareholder's equity	(12,521,551)	(10,156,493)	23.3%	(3,789,489)	230.4%
TOTAL LIABILITIES AND EQUITY	$8,998,245	$9,899,303	-9.1%	$9,327,989	-3.5%
Current Ratio	0.5	0.8	-29.2%	1.0	-45.3%
Working Capital	(2,018,342)	(1,026,850)	96.6%	(49,030)	4016.5%
Debt	$13,670,303	$12,018,781	13.7%	$6,688,547	104.4%
Debt Percent of Assets	151.9%	121.4%	25.1%	71.7%	111.9%
Cash and equivalents	$1,701,854	$2,748,546	-38.1%	$2,291,165	-25.7%

CASH FLOWS

US Dollars	Year 2022 US $	Year 2023 US $	3-Mo 3/31/24 US $	3-Mo 6/30/24 US $	3-Mo 9/30/24 US $	3-Mo 12/31/24 US $	Year 2024 US $	3-Mo 3/31/25 US $	3-Mo 6/30/25 US $
CASH FLOWS - OPERATING ACTIVITIES									
Net profit (loss)	$ (12,135,800)	$ (9,316,567)	$ (2,397,212)	$ (2,485,740)	$ (2,383,256)	$ (2,072,571)	$ (9,338,779)	$ (2,280,281)	$ (2,174,025)
Income and non-cash expense items:									
Depreciation of property & equipment	118,803	192,966	49,926	50,287	49,146	53,711	203070	54,237	57,444
Depreciation of righ-of-use assets	996,977	1,192,782	292,031	298,440	321,974	301,308	1,213,753	363,138	370,224
Amortization of intangible assets	506,329	577,853	158,677	147,602	121,629	116,963	544,871	111,141	102,622
Loss on early extinguishment of convertible debt	0	102,806	0	0	0	0	0	0	0
Deferred tax recovery	0	(419,990)	0	0	0	0	0	0	0
Accretion & interest on convertible debt	161,318	543,477	308,619	309,222	332,131	410,861	1,360,833	431,811	511,078
Costs associated with debt issuance	5,827	0	0	0	0	0	0	0	0
Fair value change of derivative liability	499,026	(148,055)	(16,370)	73,286	(110,921)	69,053	15,048	(227,809)	(158,232)
Government loan settlement fee	0	0	0	0	0	0	0	27,227	544
Interest on government loans	7,572	4,657	4,563	1,837	2,534	(6,946)	1,988	1,365	1,506
Interest on lease liability	696,470	744,461	165,099	162,697	169,204	177,240	674,240	178,481	170,793
Share and warrant issuance costs	868,153	0	0	0	0	0	0	0	0
Shares issued for services	1,131,358	0	0	0	0	0	0	0	0
Effects of foreign exchange	284,686	95,968	(82,562)	(337,398)	118,406	(247,053)	(548,607)	(19,373)	157,643
Options issued for services	1,123,435	568,846	193,569	177,121	98,674	52,705	522,069	47,988	40,459
RSUs issued for services	157,616	189,143	31,128	25,771	12,310	12,097	81,306	11,701	21,667
Warrants issued for services	36,213	10,052	0	0	0	0	0	0	0
Changes in assets and liabilities:									
Prepayments	76,786	104,785	(190,509)	204,478	4,288	(29,302)	(11,045)	6,518	(4,921)
Accounts receivable	(84)	(152,668)	28,982	(55,171)	(41,273)	(419,392)	(486,854)	231,657	(161,292)
Customer advances	2,459	72,395	(89,797)	(2,302)	(16,294)	33,539	(74,854)	0	0
Accounts payable	594,997	(1,043,457)	189,565	(71,343)	31,373	604,782	754,377	212,034	361,052
Increase in deferred revenue	0	0	0	0	0	0	0	212,500	(212,500)
Net cash provided by operating activities	**(4,867,859)**	**(6,680,546)**	**(1,354,291)**	**(1,501,213)**	**(1,290,074)**	**(943,005)**	(5,088,584)	**(637,665)**	**(915,938)**
CASH FLOWS - INVESTING ACTIVITIES									
Additions to property & equipment	(699,615)	(85,437)	(5,253)	(25,676)	(54,067)	(37,578)	(122,574)	(47,687)	(36,946)
Investment in intangibles	(879,955)	(574,292)	(110,645)	(89,928)	(73,197)	(68,110)	(341,880)	(52,261)	(66,675)
Costs capitalized on right-of-use-assets	(95,723)	(5,919)	(230,199)	182,751	(94)	1,567	(45,975)	(274)	21,155
Net cash provided by (used in) investing activities	(1,675,293)	(665,648)	(346,097)	67,147	(127,358)	(104,121)	(510,429)	(100,222)	(82,466)
CASH FLOWS - FINANCING ACTIVITIES									
Procceds from secured promissory note	0	0	0	0	0	175,000	175,000	100,000	935,000
Proceeds from issuance of shares, net	5,831,863	5,697,421	0	0	0	0	0	0	0
Proceeds from issuance of warrants, net	1,780,834	432,765	0	0	0	0	0	0	0
Proceeds from issuance of convertible debt, net	935,445	7,823,794	0	0	2,689,955	41,398	2,731,353	1,972,243	0
Payment of secured promissory note	0	0	0	0	0	0	0	0	(275,000)
Payment of convertible debt	0	0	0	0	0	(45,151)	(45,151)	(43,093)	(77,170)
Proceeds from government loans	0	0	0	0	362,990	(22,452)	340,538	0	0
Payments of lease liabilities	(1,501,537)	(1,823,189)	(458,756)	(413,805)	(468,495)	(587,985)	(1,929,041)	(554,802)	(597,245)
Payments of government loans	0	(31,450)	(3,447)	(7,405)	(4,696)	4,014	(11,534)	(2,886)	(3,001)
Net cash used in financing activities	7,046,605	12,099,341	(462,203)	(421,210)	2,579,754	(435,176)	1,261,165	1,471,462	(17,416)
Effects of exchange rate changes	19,043	(87,826)	123,544	35,179	(16,006)	42,338	185,055	17,455	(30,872)
INCREASE (DECREASE) IN CASH	522,496	4,665,321	(2,039,047)	(1,820,097)	1,146,316	(1,439,964)	(4,152,793)	751,030	(1,046,692)
CASH - BEGINNING OF PERIOD	962,494	1,484,988	6,150,309	4,111,262	2,291,165	3,437,481	6,150,309	1,997,516	2,748,546
CASH - END OF PERIOD	1,484,988	6,150,309	4,111,262	2,291,165	3,437,481	1,997,516	1,997,516	2,748,546	1,701,854
Operating Cash Flow	$ (5,542,017)	$ (5,661,601)	$ (1,292,532)	$ (1,576,875)	$ (1,268,169)	$ (1,132,632)	(5,270,208)	$ (1,300,374)	$ (898,277)
Free cash flow	$ (6,241,632)	$ (5,747,038)	$ (1,297,785)	$ (1,602,551)	$ (1,322,236)	$ (1,170,210)	$ (5,392,782)	$ (1,348,061)	$ (935,223)

HISTORICAL STOCK PRICE



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