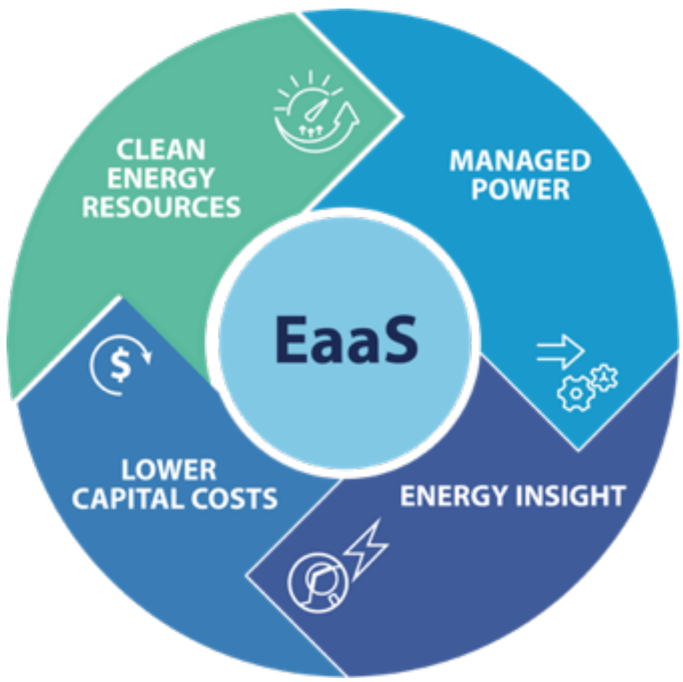
CLEAR BLUE TECHNOLOGIES

The Smart Off-Grid Company™



Delivering Smart Power Solutions and Energy-as-a-Services

Clear Blue Technologies International Inc.
Management's Discussion & Analysis

For the Three and Six Months Ended June 30, 2026, and 2025

Dated: August 26, 2026

MANAGEMENT'S DISCUSSION & ANALYSIS
IN CONNECTION WITH THE FINANCIAL STATEMENTS OF
CLEAR BLUE TECHNOLOGIES INTERNATIONAL INC.
FOR THE THREE AND SIX MONTHS ENDED JUNE 30, 2026 AND 2025

This management's discussion and analysis of the results of operations and financial condition (the "MD&A") of Clear Blue Technologies International Inc. ("Clear Blue" or "the Company") should be read in conjunction with the unaudited condensed interim consolidated financial statements of Clear Blue and the related notes thereto for the three and six months ended June 30, 2026 and 2025, and the audited consolidated financial statements for the year ended December 31, 2025. This MD&A is presented as of August 26, 2026, and is current to that date unless otherwise stated.

The financial information presented in this MD&A is derived from Clear Blue's unaudited condensed interim consolidated financial statements for the three and six months ended June 30, 2026. All information, except for Non-IFRS measures, has been prepared in accordance with IFRS and, unless otherwise stated, is in Canadian dollars. Additional information relating to the Company, including the annual and quarterly financial statements and MD&A, is available on SEDAR+ at www.sedarplus.ca and on Clear Blue's website at www.clearbluetechnologies.com.

This MD&A addresses matters considered essential for an understanding of the Company's business, financial condition, and results of operations as at and for the three and six months ended June 30, 2026, along with any subsequent material information.

The MD&A is intended to enable readers to gain an understanding of the Company's current results and financial position. To do so, we provide information and analysis comparing the results of consolidated operations and financial position for the current period to those of the same period of the prior year and the comparable period, where applicable. We also provide analysis and commentary that we believe is required to assess the Company's future activities. Accordingly, certain sections of this report contain forward-looking statements based on current plans and expectations. These forward-looking statements are affected by the risks and uncertainties that are discussed in this document on future prospects. Readers are cautioned that actual results could vary.

Management's Responsibility

The Company's management is responsible for the preparation and presentation of the unaudited condensed interim consolidated financial statements and the MD&A. This MD&A has been prepared in accordance with the requirements of securities regulators, including National Instrument 51-102 of the Canadian Securities Administrators.

The information provided in this report, including the unaudited condensed interim consolidated financial statements, is the responsibility of management. In the preparation of these statements, estimates and judgements are sometimes necessary to make a determination of future value for certain assets or liabilities. Management believes such estimates and judgements have been based on careful assessments and have been properly reflected in the accompanying unaudited condensed interim consolidated financial statements. Management maintains a system of internal controls to provide reasonable assurances that the Company's assets are safeguarded and to facilitate the preparation of relevant and timely information.

Caution Regarding Forward-Looking Information

This MD&A contains certain "forward-looking information" within the meaning of applicable Canadian securities legislation and may also contain statements that may constitute "forward-looking statements" within the meaning of the safe harbor provisions of the U.S. Private Securities Litigation Reform Act of 1995. Such forward-looking information and forward-looking statements are not representative of historical facts or information or current condition but instead represent only the Company's beliefs regarding future events, plans or objectives, many of which, by their nature, are inherently uncertain and outside of Clear Blue's control. Generally, such forward-looking information or forward-looking statements can be identified by the use of forward-looking terminology such as "plans", "expects" or "does not expect", "is expected", "budget", "scheduled", "estimates", "forecasts", "intends", "anticipates" or "does not anticipate", or "believes", or variations of such words and phrases or may contain statements that certain actions, events or results "may", "could", "would", "might" or "will be taken", "will continue", "will occur" or "will be achieved". By identifying such information and statements in this manner, Clear Blue is alerting the reader that such information and statements are subject to known and unknown risks, uncertainties and other factors that may cause the actual results, level of activity, performance or achievements of Clear Blue to be materially different from those expressed or implied by such information and statements.

The forward-looking information contained herein may include, but is not limited to, information relating to:

- *the expansion of the Company's business to new geographic areas;*
- *the performance of the Company's business and operations;*
- *expectations with respect to the advancement of the Company's products and services;*
- *expectations relating to market adoption of the Company's technologies and solutions;*
- *expectations with respect to the advancement and adoption of new products, including the adoption of new products by the Company's existing customer base;*
- *the anticipated trends and challenges in the Company's business and the markets and jurisdictions in which the Company operates;*
- *the ability to obtain capital;*
- *sufficiency of capital;*
- *general economic, financial market, regulatory, and political conditions in which the Company operates;*
- *estimations and anticipated effects of pandemics, including supply chain and shipping logistics, the impact of recent military conflicts;*
- *impact of trade and other wars;*

- *the anticipated outcome of ongoing discussions with lenders regarding the Company's debt facilities, including timing and terms of any restructuring.*

By identifying such information and statements in this manner, the Company is alerting the reader that such information and statements are subject to known and unknown risks, uncertainties and other factors that may cause the actual results, level of activity, performance or achievements of the Company to be materially different from those expressed or implied by such information and statements.

An investment in securities of the Company is speculative and subject to several risks including, without limitation, the risks discussed under the heading "Risks and Uncertainties" in this MD&A. Although the Company has attempted to identify important factors that could cause actual results to differ materially from those contained in the forward-looking information and forward-looking statements, there may be other factors that cause results not to be as anticipated, estimated or intended.

In connection with the forward-looking information and forward-looking statements contained in this MD&A, the Company has made certain assumptions, including, but not limited to:

- the Company's anticipated cash needs and its needs for additional financing;
- the Company will continue to be in compliance with regulatory requirements;
- the Company will have sufficient working capital and will, if necessary, be able to secure additional funding necessary for the continued operation and development of its business;
- key personnel will continue their employment with the Company, and the Company will be able to obtain and retain additional qualified personnel, as needed, in a timely and cost-efficient manner;
- the effects of global pandemics, wars, inflation and interest rate changes, as well as trade wars.

Although the Company believes that the assumptions and factors used in preparing, and the expectations contained in, the forward-looking information and statements are reasonable, undue reliance should not be placed on such information and statements, and no assurance or guarantee can be given that such forward-looking information and statements will prove to be accurate, as actual results and future events could differ materially from those anticipated in such information and statements. The forward-looking information and forward-looking statements contained in this MD&A are made as of the date of this MD&A. All subsequent written and oral forward-looking information and statements attributable to the Company or persons acting on its behalf is expressly qualified in its entirety by this notice.

Clear Blue's Business

Clear Blue Technologies (TSXV: CBLU) was founded on the vision of delivering highly reliable Smart Off-Grid power to support mission-critical infrastructure. The Company focuses on four sectors: space and satellite; cellular telecom; smart city and lighting; and government and defence applications.

The Company's Smart Power is driven by data and predictive analytics. Having pursued this strategy from day one, Clear Blue today holds one of the world's largest repositories of performance data for solar off-grid systems, with more than 13 million days of real-world operating data and over 1 trillion cloud transactions processed. This dataset, among the largest managed off-grid energy datasets in the world, is key to sustaining the Company's market leadership and creates opportunities for implementing Artificial Intelligence (AI).

Clear Blue creates and manages innovative power products and services to meet growing global demand for highly reliable, low-cost off-grid and hybrid energy. Its systems power lighting, satellite, telecom, and other internet-of-things devices representing digital infrastructure that is mission-critical. Clear Blue positions itself as "the off-grid utility company," delivering utility-grade power and lighting as a fully managed service, anywhere on Earth, with no grid connection or diesel required.

The Company's patented Smart Power technology operates and remotely manages solar, grid, generator, and wind-powered devices, connecting them to a cloud-based analytics and management platform, Illumience.

Business model

Clear Blue generates revenue in two ways:

- Firstly, through the sale of power and energy systems.
- Secondly, it generates recurring revenue through its Energy-as-a-Service ("EaaS") management and service offering, delivered via the Company's industry-leading cloud platform, Illumience.

Every system ships with three years of EaaS included, and the growth and renewal of these services, during and beyond the initial three-year term, is a key growth driver as Clear Blue builds a recurring-revenue and utility-style business model.

Focus sectors

Clear Blue concentrates its product development and go-to-market effort on four sectors:

- **Space and satellite:** Always-on power for satellite ground stations, gateway terminals, and VSAT sites supporting LEO/GEO constellations. This represents the Company's highest-growth area of focus. Customers include Eutelsat, Viasat, Avanti Communications, and YahClick (powered by Hughes), with 600+ satellite backhaul sites already powered.
- **Cellular telecom:** Solar and hybrid power that replaces diesel at remote cell towers, delivering carrier-grade 99.5% uptime while cutting generator use and site visits. Customers include Viasat, IHS Towers, Tanzania Telecom (TTCL), and ISAT.
- **Smart city and lighting:** Fully managed solar street, roadway, and area lighting along with IoT and sensor power. Systems are deployed in days without trenching or grid extension, at roughly 65% of the cost of grid-connected lighting. Trusted by 50+ municipalities including the City of Toronto and industrial applications like datacenters.
- **Government and defence:** Independent, hardened power and lighting for federal and military sites, forward operating bases, and critical infrastructure. These systems are engineered to perform in extreme and northern-latitude environments. Customers include the Nevada and North Dakota Departments of Transportation.

Global footprint

Clear Blue manages and operates every Smart Power system it sells. To date its systems have been deployed in more than 55 countries, across 5,000+ sites, which support a recurring revenue stream. In North America, Clear Blue serves customers across the U.S., Canada, and Mexico. Globally, its systems power and control lighting, security, telecom, and satellite applications, with significant deployments in Africa and Europe. The Company is headquartered in Toronto, with regional offices in Kenya, Nigeria, and Sweden.

Brand promise

Clear Blue's technology and service models focus on delivering on a brand promise of:

- Maximum uptime
- Longest life
- Ease of installation and maintenance

Key differentiators

Clear Blue's key differentiators are:

- Energy forecasting and management
- Troubleshooting and remediation

These differentiators are critically enabled by the Company's global data repository which now exceeds 13 million days of operating data, and 1 trillion cloud transactions accumulated from systems in the field. This data improves the Company's smart analytics and tools of its cloud-based management service.

Clear Blue's solutions are designed for 100% "lights-out" remote management and are focused on delivering power at the lowest cost for customers. Its energy systems use predictive analytics and data to manage generation and consumption intelligently, requiring fewer solar panels and batteries and yielding upfront cost savings of up to 40%.

Maximizing operational performance also drives superior reliability and longer replacement cycles. Furthermore, managed lighting systems carry a 10-year standard warranty and a 15 to 20-year life expectancy under EaaS. This makes Clear Blue's managed off-grid energy cost-competitive with the grid while winning on resilience and total cost of ownership. An independent study conducted by Meta and the Telecom Infra Project found a 40 to 70% reduction in size and costs while maintaining greater than 98% availability and improving system reliability while delivering an average managed uptime of 99.5%.

Financial & Operational Highlights

On the three-month period ended June 30, 2026 ("Q2 2026"):

- Revenue was $1,000,477, a 12% decrease from $1,133,996 in Q2 2025.
- Gross Profit was $526,305 compared to $493,824 in Q2 2025, a 7% increase. Gross margin improved to 53% from 44% in the comparable period, reflecting a higher-margin revenue mix and efforts to improve profitability.
- Operating expenses were $893,635 compared to $995,326 in Q2 2025, a 10% decrease, mainly driven by lower professional fees and general and administrative costs. These reductions more than offset higher salaries, wages and benefits (which reflect the timing of management-compensation accruals in the 2025 comparative rather than salary increases) and non-cash share-based compensation.
- Non-IFRS Adjusted EBITDA was $(48,405) compared to $(225,434) in Q2 2025, a 79% improvement. Non-IFRS EBITDA was positive at approximately $393,300 for the quarter, aided by a $486,861 non-cash, non-operating fair value gain on the Company's public investment. This was consistent with the Company's established methodology for normalizing significant one-time items (as previously applied to the 2025 gain on debt modification), and this gain has been excluded from Non-IFRS Adjusted EBITDA.
- The Company recorded net income and comprehensive income of $23,374 for the quarter, compared to a net loss of $365,337 in Q2 2025. The current period benefited from the public investment fair value gain noted above, together with a $40,057 gain on partial disposal of the public investment and a $250,561 foreign exchange gain. In addition, Q2 2025 included a $129,893 non-cash gain on debt modification.

On the six-month period ended June 30, 2026 ("H1 2026"):

- Revenue was $2,007,131, an 8% decrease from $2,185,257 in H1 2025.
- Gross Profit was $1,048,266 compared to $1,045,425 in H1 2025. Gross margin improved to 52% from 48%, reflecting a higher-margin revenue mix and efforts to improve profitability.
- Operating expenses decreased to $1,632,835 from $1,947,807 in H1 2025, a 16% decrease.
- Non-IFRS Adjusted EBITDA was $(274,806) compared to $(611,895) in H1 2025, a 55% improvement.
- Net loss and comprehensive loss was $(395,856) compared to $(384,898) in H1 2025, a 3% increase. The prior-year period included a one-time, non-cash gain on debt modification and settlement of $761,976 recognized in connection with the Company's 2025 financial restructuring, with no comparable item in the current period. Excluding that item, the underlying performance improved year-over-year, and is consistent with the improvement in Non-IFRS Adjusted EBITDA.
- Cash was $188,749 at June 30, 2026, compared to $155,120 at December 31, 2025. Working capital was $1,404,122 at June 30, 2026, compared to $656,690 at December 31, 2025.

Management Commentary and Outlook

In fiscal 2025, the Company launched its "Clear Blue 2.0" business strategy. This strategy is centered around product, customer partnerships, scaling sales volumes, and generating positive Adjusted EBITDA.

Year-to-date, the Company has made progress on a number of these initiatives. Gross margin has continued to strengthen in Q2 2026, reaching 53% for the quarter (52% year-to-date). This is evidence of the revenue mix, value-add from service and aftermarket parts, and efforts to improve profitability.

Furthermore, the Company has started to see the benefits of its approximate $1.2 million operating expense reductions completed in fiscal 2025. Clear Blue has identified an additional approximately $700,000 of operating expense reductions and $250,000 of cash-related expense reductions, which are expected to begin taking effect in the third quarter of 2026 and onward.

In terms of customer partnerships, the Company's strategic relationship with Eutelsat advances on multiple fronts. Deliveries of Clear Blue's Pico Plus systems, in support of Eutelsat's Konnect WIFI program, are now expected to total between approximately 1,500 and 2,500 units in fiscal 2026. A related three-year supply and services contract, which builds on the Memorandum of Understanding announced in December 2025, is expected to be signed within the coming weeks to further cement the partnership.

Separately, the Company's Eutelsat Sunrise contract progresses, with Clear Blue undertaking product development in support of Eutelsat's global Low Earth Orbit (LEO) satellite services. The two companies are jointly beginning a pilot program for Europe for an initial deployment in Germany and a follow on in Spain, France and the U.K. This is for a new offering addressing requirements under the European Union's recently enacted cybersecurity legislation. Management believes the initiative represents a potential entry point into the European market.

Additionally, Eutelsat and Clear Blue are partnering on a number of potential Arctic and security and defence-related projects within Canada. While opportunities of this nature typically involve very long sales cycles, the relevant consortiums are currently being formed, and Clear Blue is participating as a member of these consortiums.

Lastly, the Company has visibility on several customer orders and deliveries, and currently expects revenues in the range of $3.0 million for the second half of the fiscal year. If achieved, this would represent an approximate 53% increase over the corresponding period of the prior fiscal year, showcasing Clear Blue 2.0's goal of further revenue growth.

Financial Results

From an IFRS perspective:

	Three months ended June 30, 2026	Three months ended June 30, 2025	Change	Six months ended June 30, 2026	Six months ended June 30, 2025	Change
Revenue	1,000,477	1,133,996	(12%)	2,007,131	2,185,257	(8%)
Cost of sales	474,172	640,172	(26%)	958,865	1,139,832	(16%)

	Three months ended June 30, 2026	Three months ended June 30, 2025	Change	Six months ended June 30, 2026	Six months ended June 30, 2025	Change
Gross profit	**526,305**	**493,824**	**+7%**	**1,048,266**	**1,045,425**	**+0.3%**
Gross margin %	53%	44%		52%	48%	
Operating expenses	893,635	995,326	(10%)	1,632,835	1,947,807	(16%)
Operating loss	(367,330)	(501,502)	+27%	(584,569)	(902,382)	+35%
Other items	390,704	136,165	+187%	188,713	517,484	(64%)
Net income (loss) and comprehensive income (loss)	**23,374**	**(365,337)**	**n/m**	**(395,856)**	**(384,898)**	**(3%)**

From a non-IFRS Adjusted EBITDA perspective:

	Three months ended June 30, 2026	Three months ended June 30, 2025	Change	Six months ended June 30, 2026	Six months ended June 30, 2025	Change
Revenue	1,000,477	1,133,996	(12%)	2,007,131	2,185,257	(8%)
Cost of sales	474,172	640,172	(26%)	958,865	1,139,832	(16%)
Gross profit	**526,305**	**493,824**	**+7%**	**1,048,266**	**1,045,425**	**+0.3%**
Gross margin %	53%	44%		52%	48%	
Non-IFRS Operating expenses	893,635	995,326	(10%)	1,632,835	1,947,807	(16%)
EBITDA	393,299	(98,513)	n/m	196,741	144,137	+36%
Non-IFRS Adjusted EBITDA	**(48,405)**	**(225,434)**	**+79%**	**(274,806)**	**(611,895)**	**+55%**

For the three months ended June 30, 2026, the Company recorded net income and comprehensive income of $23,374, compared to a net loss of $365,337 in Q2 2025. This was mainly due to a $486,861 non-cash fair value gain and a $40,057 gain on partial disposal of the Company's public investment, and a $250,561 foreign exchange gain. For the six months ended June 30, 2026, the Company recorded a net loss of $395,856, compared to a net loss of $384,898 in H1 2025. The prior-year period benefited from a $761,976 one-time gain on debt modification.

Non-IFRS Adjusted EBITDA improved 79% for the quarter and 55% for the six months ended June 30, 2026 compared to the prior-year periods.

From a balance sheet perspective:

Balance Sheet	June 30, 2026	December 31, 2025	Change
Total current assets	4,438,320	4,557,374	(3%)
Total assets	5,209,688	4,783,487	+9%
Current liabilities	3,034,198	3,900,684	(22%)
Total liabilities	12,160,686	12,206,638	(0.4%)
Total shareholders' deficiency	(6,950,998)	(7,423,151)	+6%

Balance Sheet	June 30, 2026	December 31, 2025	Change
Working capital (current assets exceed current liabilities)	**1,404,122**	**656,690**	**+114%**

Bookings

New bookings for the three months ended June 30, 2026, were $1,794,802, compared to $1,505,256 in the corresponding period of 2025, an increase of $289,546 or 19%. The increase was driven primarily by telecommunications orders, the Eutelsat Konnect Wifi order, and continued orders from other customers. For the six months ended June 30, 2026, new bookings were $1,906,662, compared to $2,416,132 in the corresponding period of 2025, a decrease of 21%.

Clear Blue reports on bookings, which represent the current dollar value for future products and services that will be recognized as revenue in future periods. The Company defines bookings as:

- Future Illumience and EaaS deferred revenue that has been pre-purchased by customers;
- Projects where Clear Blue has begun production and has purchase orders and/or deposits.

Revenue

For the three months ended June 30, 2026, revenue was $1,000,477, a decrease of 12% over the $1,133,996 reported in the corresponding period of 2025. For the six months ended June 30, 2026, revenue was $2,007,131, a decrease of 8% over the $2,185,257 reported in the corresponding period of 2025. The decrease in both periods was driven by lower telecommunications revenue (down 21% for the quarter and 31% for the six months, reflecting the timing of large telecom deliveries), partially offset by continued growth in the North American lighting vertical (up 3% for the quarter and 23% for the six months), and higher IoT and other revenue.

Revenue by Vertical

Revenue by vertical for the three and six months ended June 30, 2026, was as follows:

	Three months ended June 30, 2026	Three months ended June 30, 2025	Six months ended June 30, 2026	Six months ended June 30, 2025
Lighting	281,181	272,450	939,499	765,327
Telecommunications	665,481	846,930	967,877	1,403,973
IoT / Other	53,815	14,616	99,755	15,957
Total	**1,000,477**	**1,133,996**	**2,007,131**	**2,185,257**

Revenue by Geography

The Company operates in three principal geographical areas: Canada, the United States of America (“USA”) and the Middle East and Africa (“MEA”). Revenue from external customers by location of operations for the three and six months ended June 30, 2026, was as follows:

	Three months ended June 30, 2026	Three months ended June 30, 2025	Six months ended June 30, 2026	Six months ended June 30, 2025
Canada	127,726	47,082	283,243	321,467
USA	183,169	200,040	708,265	454,576
MEA	629,964	883,267	956,005	1,209,802
Other	59,618	3,607	59,618	199,412
Total	**1,000,477**	**1,133,996**	**2,007,131**	**2,185,257**

Recurring Revenue

Clear Blue's recurring revenues are a key differentiator, enabling the Company to deliver significant value to its customers in relationships that should last over ten years. This results in the significant long-term value of each customer contract the Company signs. Recurring revenue is the total follow-on revenue, including both monthly fees and site upgrades, from the existing install base.

Clear Blue Service Adoption & Recurring Revenue

Clear Blue provides an ongoing management service for all the systems it sells. While other vendors sell power equipment, Clear Blue's focus is on energy performance. Energy performance, through Clear Blue's Energy-as-a-Service offering, is the key value proposition and differentiator of Clear Blue. This service model enables the Company to deliver on its brand promise in a way that no other Company in the world can do today. To monitor its progress in this area, Clear Blue tracks the amount of Committed Ongoing Service Revenue (deferred revenue and deferred government grant balances):

	Six months ended June 30, 2026	Six months ended June 30, 2025	Change
Deferred Revenue – Opening	1,044,155	685,748	+52%
New Deferred Revenue bookings	201,483	461,678	(56%)
Recurring Revenue delivered	(380,453)	(344,367)	+10%
Deferred Revenue – Closing	**865,185**	**803,059**	**+8%**

Every unit sold by Clear Blue comes with an initial EaaS/Illumience service contract, typically for three years. At the end of the initial term, customers renew the service contract. As a result, Clear Blue carries a balance sheet item showing the amount of sold and paid service revenue that it will recognize over time. Tracking the growth of this item is a crucial metric for the Company's progress.

Cost of Sales and Gross Margin

Gross margin for the three months ended June 30, 2026, was 53%, compared to 44% in the prior-year period. For the six months ended June 30, 2026, gross margin was 52%, compared to 48% in the prior-year period. The improvement was driven by a higher proportion of Clear Blue's Smart Power software and management services, which add significant value to its lower-margin hardware sales.

Operating Expenses

Operating expenses under IFRS consisted of salaries, wages and benefits, research and development, general and administrative, share-based compensation, travel, business development and marketing, rent, professional fees, and depreciation of property and equipment, and include any offsets such as subsidies that the Company may have received.

	Three months ended June 30, 2026	Three months ended June 30, 2025	Change	Six months ended June 30, 2026	Six months ended June 30, 2025	Change
Salaries, wages and benefits	457,925	397,657	+15%	772,772	754,572	+2%
Research and development	36,425	51,151	(29%)	36,425	84,817	(57%)
General and administrative	174,952	249,230	(30%)	408,185	536,820	(24%)
Share-based compensation	45,157	2,972	+1,420%	90,314	5,944	+1,420%
Travel	6,281	13,061	(52%)	13,431	45,414	(70%)
Business development and marketing	18,191	83,831	(78%)	27,027	193,587	(86%)
Rent	29,970	28,143	+6%	59,273	67,032	(12%)
Professional fees	101,910	144,842	(30%)	163,180	206,639	(21%)
Depreciation of property and equipment	22,824	24,439	(7%)	62,228	52,982	+17%
Total operating expenses	**893,635**	**995,326**	**(10%)**	**1,632,835**	**1,947,807**	**(16%)**

Operating expenses decreased 10% for the quarter and 16% for the six-month period, reflecting offsetting trends:

- Professional fees decreased 30% in the quarter ($101,910 vs. $144,842) and 21% for the six months ($163,180 vs. $206,639).
- General and administrative expenses decreased 30% in the quarter and 24% for the six months, reflecting cost discipline and a $40,057 gain on the partial disposal of the Company's public investment recognized within this line in the quarter.
- Share-based compensation increased substantially in both periods, reflecting the vesting, beginning July 1, 2026, of the large tranche of stock options and RSUs granted in July 2025. This is a non-cash expense.
- Salaries, wages and benefits increased 15% for the quarter and 2% for the six months. The increase reflects the timing of management compensation accruals rather than higher salary levels: key management forgave $539,252 of salaries accrued to them for 2024, and compensation was recorded at reduced amounts during the first half of 2025, with a catch-up adjustment recognized in the fourth quarter of 2025. The 2025 comparative periods therefore understate the Company's normal run rate; on a comparable basis, salaries, wages and benefits for the six months ended June 30, 2026 were lower than in the corresponding period of 2025. A portion of management compensation continues to be deferred rather

than paid in cash: deferred compensation payable to related parties increased from $433,750 at December 31, 2025 to $680,998 at June 30, 2026.

- Business development and marketing and travel both declined significantly in both periods, reflecting the Company's cost-discipline initiatives under Clear Blue 2.0.

Net Income (Loss)

For the three months ended June 30, 2026, the Company reported net income and comprehensive income of $23,374, compared to a net loss of $365,337 in the corresponding period of 2025. The prior-year period included a one-time, non-cash gain on modification of debt of $129,893; no comparable gain was recognized in the current period. The current period's result reflects lower operating expenses, together with a $486,861 non-cash gain on the fair value of the Company's public investment, a $40,057 gain on the partial disposal of that pubic investment, and a $250,561 foreign exchange gain.

For the six months ended June 30, 2026, the Company reported a net loss of $395,856, compared to a net loss of $384,898 in the corresponding period of 2025, a 3% increase. The prior-year period benefited from a one-time, non-cash gain on modification of debt of $761,976 recognized in connection with the Company's 2025 financial restructuring; no comparable gain was recognized in the current period. Excluding that one-time item from the prior-year period, the Company's underlying results improved year-over-year, consistent with the improvement in Adjusted EBITDA discussed above.

Inventory

As at June 30, 2026, the Company's inventory was $1,909,545, down from $2,544,972 at December 31, 2025, a 25% decrease, as the Company continued to work down inventory toward its target of approximately $2.0 million. Management is working with its suppliers to deliver just-in-time inventory for sales orders; however, the industry continues to tackle long lead-time supply-chain issues.

Inventory	June 30, 2026	December 31, 2025	Change
Raw materials	1,052,227	1,135,154	(7%)
Finished goods	857,318	1,409,818	(39%)
Total	**1,909,545**	**2,544,972**	**(25%)**

Non-IFRS Measures

In addition to the financial information presented in accordance with IFRS, Clear Blue uses certain non-IFRS financial measures to clarify and enhance the understanding of past performance and prospects. Generally, a non-IFRS financial measure is a numerical measure of a Company's operating performance, financial position or cash flow that includes or excludes amounts that are included or excluded from the most directly comparable measure calculated and presented in accordance with IFRS. The Company monitors the non-IFRS financial measures described below and believes they are helpful to investors.

The Company's non-IFRS financial measures may not provide information that is directly comparable to that offered by other companies because they may calculate non-IFRS financial results differently.

Also, there are limitations in using non-IFRS financial measures because they are not prepared under IFRS and exclude expenses that may have a material impact on reported financial results. The presentation of non-IFRS financial information should not be considered in isolation or as a substitute for the directly comparable financial measures prepared in accordance with IFRS. Reconciliations of the Company's non-IFRS financial measures to the equivalent IFRS financial measures are included within this MD&A, and management urges the reader not to rely on any single financial measure to evaluate Clear Blue's business.

Clear Blue's Adjusted EBITDA is calculated on the basis of Earnings before Interest, Taxes, Depreciation, Amortization expenses, and various non-cash and non-operating items (including inventory write-off, foreign currency translation, share-based compensation, and significant one-time gains or losses such as gains on debt modification or on the fair value of investments) and, from time to time, certain other one-time costs considered appropriate by management.

Adjusted EBITDA and Adjusted EBITDA Reconciliation

	Three months ended June 30, 2026	**Three months ended June 30, 2025**	**Change**	**Six months ended June 30, 2026**	**Six months ended June 30, 2025**	**Change**
Net income (loss) and comprehensive income (loss)	23,374	(365,337)	n/m	(395,856)	(384,898)	(3%)
Interest, taxes and depreciation	369,925	266,824	+39%	592,597	529,035	+12%
EBITDA	**393,299**	**(98,513)**	**n/m**	**196,741**	**144,137**	**+36%**
Stock based compensation	45,157	2,972	+1,420%	90,314	5,944	+1,420%
Government funding	0	0	—	(75,000)	0	n/m
Bad debt allowance	0	0	—	0	0	—
Inventory write-off	0	0	—	0	0	—
Gain on modification of debt	0	(129,893)	(100%)	0	(761,976)	(100%)
Impairment of intangible assets	0	0	—	0	0	—
Change in fair value of investments	(486,861)	0	n/m	(486,861)	0	n/m
Non-IFRS Adjusted EBITDA	**(48,405)**	**(225,434)**	**+79%**	**(274,806)**	**(611,895)**	**+55%**

For the three months ended June 30, 2026, Adjusted EBITDA improved 79% to $(48,405) from $(225,434) in the comparative period, as lower professional fees and general and administrative expenses more than offset higher salaries and share-based compensation. For the six months ended June 30, 2026, Adjusted EBITDA improved 55% to $(274,806) from $(611,895) in the comparative period.

Summary of Quarterly Results

The following is a summary of the Company's financial results for the eight most recently completed quarters:

	Q2 2026	Q1 2026	Q4 2025	Q3 2025	Q2 2025	Q1 2025	Q4 2024	Q3 2024
Total Revenue	1,000,477	1,006,654	108,495	953,972	1,133,996	1,051,261	565,755	369,297
Recurring revenue	200,395	180,058	185,661	164,032	179,848	164,519	186,683	102,686
Gross margin	53%	52%	178%	37%	44%	52%	46%	42%
EBITDA	393,299	(196,558)	(2,688,524)	(447,253)	(98,513)	242,650	(6,301,553)	(908,725)
Adjusted EBITDA	(48,405)	(226,401)	(1,523,472)	(331,032)	(225,434)	(386,461)	(1,052,312)	(857,230)
Debt	6,568,871	6,252,780	7,741,631	6,687,209	6,224,820	5,833,545	6,625,497	14,950,107
Cash	188,749	144,864	155,120	125,535	526,823	128,971	339,905	219,669
Total assets	5,209,688	4,736,721	4,783,487	5,950,431	5,229,849	5,703,737	5,818,210	11,706,488
Working Capital	1,404,122	854,473	656,690	1,050,998	1,423,357	1,684,904	928,283	916,526
Common shares outstanding	100,635,919	100,635,919	89,041,919	78,601,919	78,601,919	77,213,075	77,213,075	20,761,154

Disclosure of Outstanding Share Data

Clear Blue Technologies International Inc. common shares trade on the TSX Venture Exchange under the symbol “CBLU” and on the Frankfurt Stock Exchange under the symbol “0YA0”. The Company is authorized to issue an unlimited number of common shares without par value.

As at June 30, 2026, there were:

- 100,635,919 common shares issued and outstanding;
- 5,294,811 stock options outstanding with a weighted average exercise price of $0.2195, expiring between 2026 and 2032;
- 84,100,754 warrants outstanding with a weighted average exercise price of $0.27, expiring between 2026 and 2029.

There were no share issuances during the three months ended June 30, 2026. On January 30, 2026, the Company closed the final tranche of its non-brokered private placement, issuing 11,594,000 units (each comprising one common share and one common share purchase warrant exercisable at $0.06 for 36 months) for gross proceeds of $579,700. Giving effect to this issuance, common shares outstanding at June 30, 2026, were 100,635,919, unchanged from March 31, 2026.

Fundraising & Other Share Activities

Transactions during the six months ended June 30, 2026, are as follows:

- On January 30, 2026, the Company closed the final tranche of its previously announced non-brokered private placement (the “Offering”) of up to 24,000,000 units, issuing 11,594,000 units at $0.05 per unit for gross proceeds of $579,700. Each unit is comprised of one common share and one common share purchase warrant, with each whole warrant exercisable for one common share at $0.06 per share for a period of 36 months from the date of issuance. Together with the 10,440,000 units issued during the first tranche in

November and December 2025, the aggregate Offering comprised 22,034,000 units for aggregate gross proceeds of $1,101,700.

The following share transactions occurred prior to the six months ended June 30, 2026, and continue to inform the Company's outstanding capital structure:

- Effective April 11, 2025, the number of outstanding common shares was reduced from 463,278,450 to 77,213,075 on the basis of one (1) post-consolidation common share for every six (6) pre-consolidation common shares (the "Consolidation"). No fractional common shares were issued in connection with the Consolidation. The exercise or conversion price and the number of common shares issuable under any of the Company's outstanding convertible securities were proportionately adjusted as a result of the Consolidation.
- On March 31, 2025, the Company's revolving credit facility of $750,000 was replaced by a series of agreements with RE Royalties Ltd., comprising a debt-to-equity conversion of $250,000 into 1,388,889 post-consolidation equity units (each consisting of one common share issued at $0.18 and one warrant exercisable at $0.30, expiring 24 months from issuance), a 15-year royalty obligation of 0.75% on consolidated gross revenues (capped at $750,000), and a $375,000 secured term loan bearing interest at 12% per annum.

All common share and per-share amounts above have been retroactively adjusted to reflect the Consolidation, except where otherwise noted.

Liquidity and Capital Resources

The Company's cash balance increased from $155,120 at December 31, 2025, to $188,749 at June 30, 2026. At June 30, 2026, the Company had a working capital surplus of $1,404,122, compared to $656,690 at December 31, 2025. Although the Company has positive working capital, its cash on hand is limited, and its existing cash resources, along with cash expected to be generated from operations, may be insufficient to fund operations and meet its financial obligations as they fall due over the next twelve months without additional financing.

During the six months ended June 30, 2026, the Company collected the final $500,000 tranche of its previously approved $5,000,000 government grant from the National Research Council of Canada (NRC IRAP Green Fund, formerly Sustainable Development Technology Canada), completing that program, and received $75,000 from CanExport for marketing and other sales expenses. The Company also received continued advances from shareholders and key management of $356,973, during the six months ended June 30, 2026 (six months ended June 30, 2025 – $463,624), which management has used to support working capital.

Historically, the Company has been able to raise sufficient funds to finance its operations through private placements, government grants, and tax refunds. The Company relies on these sources of funding, together with the ongoing support of its shareholders and key management, as part of its planning and cash-flow management.

The Company's objectives when managing capital are:

- to allow the Company to respond to changes in economic and/or marketplace conditions by maintaining the Company's ability to purchase inventory for orders;
- to provide sustained growth and value by increasing equity; and
- to maintain a flexible capital structure that optimizes the cost of capital at acceptable levels of risk.

Should it be needed, the ability of the Company to arrange additional financing in the future will depend, in part, on the prevailing capital market conditions, the resolution of the debt matters described above, and the success of Clear Blue's Smart Power product offerings. Any quoted market for the Company's shares may be subject to market trends generally, notwithstanding any potential success of the Company in creating new revenues, cash flows or earnings.

Related Party Transactions

The Company transacts with key individuals from management who have authority and responsibility to plan, direct, and control the activities of the Company. Key management personnel are defined as the executive officers of the Company and certain other key employees, including the Chief Executive Officer, Chief Power Officer, Chief Technology Officer, Chief Financial Officer, SVP Sales and SVP Operations.

Remuneration to key management was as follows:

	Three months ended June 30, 2026	Three months ended June 30, 2025	Six months ended June 30, 2026	Six months ended June 30, 2025
Salaries and benefits	130,000	117,318	260,000	234,636
Share-based compensation	38,226	—	76,452	455
Total	**168,226**	**117,318**	**336,452**	**235,091**

Management has undertaken numerous measures to assist the Company in managing its cash position, including cancelling bonus compensation, deferring part of its salaries, accepting shares for debt, delaying expense reimbursements, and participating in both equity and debt financings.

During the three and six months ended June 30, 2026, the Company incurred interest of $7,500 and $22,500, respectively (three and six months ended June 30, 2025 – $nil), on a loan from an officer of the Company.

As at June 30, 2026, Loans payable to related parties totalled $1,490,202 ($1,489,096 non-current and $1,106 current), compared to $1,133,229 at December 31, 2025 ($1,122,591 non-current and $10,638 current). Deferred compensation payable to related parties totalled $680,998 (non-current) at June 30, 2026, compared to $433,750 (non-current) at December 31, 2025.

Governance

Clear Blue understands that good governance is critical for the Company's success. In recent years the Company has dedicated essential resources to proper Corporate Governance and established codes of Business Conduct. With the Company's expansion towards a global market, Clear Blue dedicates resources to developing strategies to identify and manage risks associated with international expansion, including risks associated with operations in countries with weak anti-corruption laws and exposure to reputational and legal risks.

Clear Blue is reviewing its Risk Identification and Crisis Management procedures, including for Cyber-Risk, including the independence of risk management from business lines as well as the identification of long-term risks, their potential impact, and the Company's mitigation efforts.

Environment

Clear Blue Technologies, the Smart Power Company, was founded on a vision of delivering clean, managed, "wireless power" to meet the global need for reliable, low-cost, off-grid power for lighting, telecom, security, Internet of Things devices, and other critical systems.

Clear Blue's Smart Power system includes a solar or solar-hybrid controller, a built-in communications network, and Illumience, Clear Blue's Smart Power cloud application and management service, delivering remote control, management, and proactive servicing of off-grid systems. It ensures unmatched reliability and long-lasting system performance while reducing installation and ongoing maintenance costs by up to 80%. Clear Blue's products assist in reducing the environmental footprint of hardware infrastructure, moving grid-connected hardware to renewable energy through Smart Power technology.

Social

Like many Canadian companies, Clear Blue is committed to the Government of Canada's 50 – 30 Challenge. This initiative is geared towards increasing representation and inclusion of diverse groups within their workplace while highlighting the benefits of giving all Canadians a seat at the table.

The 50 – 30 Challenge asks that organizations aspire to two goals: (1) Gender parity ("50%") on Canadian board(s) and senior management; and (2) Significant representation ("30%") on Canadian board(s) and senior management of other under-represented groups, including racialized persons, people living with disabilities (including invisible and episodic disabilities) and members of the 2SLGBTQ+ community.

Clear Blue is proud to have a female Chief Executive Officer (CEO), a 40% female representation on its Board and 37% female representation across the Company. Clear Blue has a 60% diverse board and a 70% diverse Company, with representations from females, visible minorities and the 2SLGBTQ+ community.

Community Engagement

Clear Blue has four offices in Canada, the United States of America, Kenya and Nigeria. Clear Blue systems are operational in 45 countries, 27 U.S. states, and 9 Canadian provinces. The Company works with local vendors and is committed to recruiting and managing a global, diverse and skilled workforce.

Health and Safety Measures/Protocols

Clear Blue Technologies is committed to protecting and promoting the health and safety of its employees, customers, partners, visitors, and communities where it operates. The Company's objective is to eliminate or reduce workplace-related injury and illness by anticipating, recognizing and controlling hazards. As a result, Clear Blue hasn't had any Lost Time accidents over the past three years, with no lost time due to injury and a Lost Time Injury Frequency of zero.

Financial Instruments

Financial assets are classified at initial recognition and subsequently measured at amortized cost, fair value through other comprehensive income ("FVOCI"), or fair value through profit or loss ("FVTPL").

The classification of financial assets at initial recognition that are debt instruments depends on the financial assets' contractual cash flow characteristics and the Company's business model for managing them. Financial assets are recognized when the Company becomes a party to the contractual provisions of the instrument and are measured initially at fair value plus transaction costs, other than accounts receivable measured at the transaction price under IFRS 15 where applicable.

Financial liabilities are classified, at initial recognition, as financial liabilities at FVTPL, other financial liabilities, or payables, as appropriate. The Company's financial liabilities include accounts payable and accrued liabilities, loans and deferred compensation payable to related parties, short-term loans, long-term debt, and royalty funding, and are subsequently measured at amortized cost using the effective interest method, other than the Company's public investment, which is measured at FVTPL.

At each reporting date, the Company assesses whether a financial asset or group of financial assets is impaired using a forward-looking expected credit loss ("ECL") model, applying the simplified approach using lifetime ECLs for all of its financial assets.

Subsequent Events

The Company has evaluated subsequent events through the date of this MD&A and identified the following:

- The Company has filed its Scientific Research and Experimental Development ("SR&ED") claim and expects to receive proceeds of approximately $580,000 on or about August 31, 2026.

Risks and Uncertainties

Our results of operations could be adversely affected by economic and political conditions globally and the effects of these conditions on our customers' businesses and levels of business activity.

Economic and political events in recent periods have altered the landscape in which companies operate in a variety of ways. Although interest rates have started to decrease, the historically higher interest rates have resulted in an increase in the cost of borrowing for the Company, its customers, its suppliers, and other companies relying on debt financing, and it will take time for the decrease in interest rates to take effect.

World events, including ongoing military conflicts and related economic sanctions, have impacted the global economy, including by exacerbating inflationary and other pressures, with potentially far-reaching impacts on energy and food markets and global trade. At this time, the extent and duration of these economic and political events and their effects on the economy and the Company are impossible to predict, but the impact on the Company's business could be material.

Liquidity risk

As at June 30, 2026, the Company had a working capital surplus of $1,404,122; however, its cash on hand is limited. The Company was in arrears or behind on scheduled payments under its BDC debt facility as at June 30, 2026. The Company has paid accrued interest and is in active discussions with BDC regarding a restructuring of the facility. BDC has not sought any remedies under the loan agreement in respect of the arrears, and management has assessed that no event of default has been declared or is being pursued.

The Company plans to convert its inventory into cash receivables, realize its assets, increase revenues and gross profit margins, and draw down on government grant advances. The Company also intends to raise further capital as necessary to maintain sufficient liquidity. If the Company is unable to achieve some or all of these plans within a reasonable timeframe, or is unable to reach satisfactory arrangements with its lenders, the Company may not be able to continue as a going concern.

Credit risk

Credit risk is the risk of loss associated with a counterparty's inability to fulfill its payment obligations. The Company's credit risk is primarily attributable to cash and cash equivalents and receivables. Cash is held at reputable financial institutions, from which management believes the risk of loss to be remote.

Market risk

Market risk is the risk of loss that may arise from changes in market factors such as interest rates, foreign exchange rates, and equity prices.

- Interest rate risk — the majority of the Company's debt has fixed interest rates, so it is not significantly exposed to fluctuating interest rates.
- Foreign currency risk — a significant portion of the Company's revenues and a portion of its purchases are denominated in United States dollars, Swedish Krona, Kenyan Shillings, and Nigerian Naira. To the extent possible, the Company uses cash received from sales to finance its purchases in the respective currency to limit its exposure.
- Macro-economic trends — the Company's customers purchase systems from Clear Blue as part of their infrastructure capital spending and growth plans; global macro-economic trends can cause delays and/or slowdowns in those plans, impacting the Company's revenue.

Going concern risk

The condensed interim consolidated financial statements have been prepared assuming the Company will continue as a going concern. During the six months ended June 30, 2026, the Company incurred a net loss of $395,856 (six months ended June 30, 2025 – $384,898) and used cash of $1,031,734 in operating activities (six months ended June 30, 2025 – $867,426). At June 30, 2026, the Company had working capital of $1,404,122 (December 31, 2025 – $656,690), including cash of $188,749 (December 31, 2025 – $155,120). Although the Company has positive working capital, its cash on hand is limited and its existing cash resources, together with cash expected to be generated from operations, may be insufficient to fund operations and to meet its financial obligations as they fall due over the next twelve months without additional financing.

These conditions, together with the Company's recurring losses from operations, and accumulated deficit, indicate the existence of a material uncertainty that may cast significant doubt about the Company's ability to continue as a going concern. The Company's ability to continue as a going concern is dependent upon its ability to achieve and maintain profitable operations, and the continued availability of financing through equity, debt, research and development grants, and the realization of its sales pipeline. The outcome of these matters cannot be predicted at this time.

Sales risk

Clear Blue's sales efforts target medium and large organizations, and the Company spends significant time and resources educating prospective customers about the features and benefits of its solutions. The Company balances this risk by continuously assessing the condition of its backlog and pipeline and making appropriate adjustments as far in advance as possible.

Ability to Hire and Retain Key Personnel and Dependence on Management

The Company's success depends in large part on key personnel, and the loss of such key personnel may have a material adverse effect on the Company's operations. Identifying, recruiting, and training qualified personnel requires significant time, expense and attention.

Additional Financing

To date, the Company has funded losses by issuing additional equity and loans and through government R&D grants. To the extent that the Company does not achieve or maintain positive cash flows from operations in the future, or financing is not available or not available on reasonable terms, reductions in expenditures will be required or the Company may not be able to continue as a going concern. If additional financing is raised by the issuance of shares or other forms of convertible securities from treasury, control of the Company may change, and shareholders may suffer additional dilution.

Negative Cash Flows and Profitability

During the six months ended June 30, 2026, the Company had negative cash flow from operating activities. The Company has not been profitable since its inception, and there is no assurance that the Company will earn profits in the future or that profitability will be sustained.

Significant Competition

There are companies in competition with the Company in each of the markets in which it or its subsidiaries operate. The renewable energy industry is competitive and continually evolving, and the Company's competitors can be expected to continue to develop competitive advantages.

Third-Party Suppliers

The Company relies on subcontractors and maEy encounter funding, supply chain, technical, and/or other difficulties, which could cause delays in the delivery of the Company's projects. Trade barriers such as tariffs could also disrupt the Company's supply chain and impose additional costs.

Continued uncertainty regarding U.S. tariffs is a risk to the Company. The U.S. Section 338 tariffs that came into effect on August 22, 2026 impact the Company's products and sales to the United States. If these tariffs remain in place over the long term, logistics and product packaging methods may reduce their impact such that the Company can maintain its U.S. sales. The Company's ongoing services and Smart Cloud services are not impacted by the tariffs. In the short term, the Company will absorb the potential impact of these tariffs, working with its agent partners to share the risk. As the Company's sales are diversified and significantly to Africa and Europe, the impact of these tariffs covers only a small portion of revenue.

Components

The Company relies on a steady supply of electronic components; part shortages, price increases, and lengthening lead times could negatively impact the Company's future revenue and results of operations.

Warranty

The Company provides warranties for its products, often for one year or more. A greater-than-budgeted number of warranty claims could negatively affect gross margins and future sales opportunities.

Commercial and Industrial Customers

Projects with commercial and industrial customers may create concentrated operating and financial risks; the timing of revenue recognition on larger projects can materially impact quarterly or annual results.

Dilution

The Company may make future acquisitions or enter into financings or other transactions involving the issuance of securities that may be dilutive to existing shareholders.

Damage to Reputation

The Company depends significantly on its reputation for high-quality products, services, engineering abilities, and exceptional customer service to attract new customers and grow its business.

Fluctuating Results of Operations

The Company's quarterly operating results are difficult to predict and may fluctuate significantly, given fluctuations in customer demand, market acceptance of new offerings, the Company's ability to complete installations on schedule, and other factors. Past quarterly operating results should not be relied upon as an indicator of future performance.

International Operations

The Company has an international customer base, exposing it to risks including multiple and changing laws and regulations, political and economic instability, currency and collection risk, and difficulty recruiting and retaining individuals skilled in international business operations.

Existing Industry Regulations

Government regulations and policies concerning the electric utility industry heavily influence the market for electricity generation products and services, and changes to these regulations could reduce the Company's competitiveness.

Drop-in Retail Price of Utility-Generated Electricity and Improved Infrastructure

A customer's decision to implement a renewable energy solution is driven largely by the desire to reduce electricity costs; decreases in retail electricity prices or improved grid infrastructure could harm the Company's competitive position.

Conflicts of Interest

Certain directors of the Company are also directors of other companies and may, in certain circumstances, have a conflict of interest requiring them to abstain from certain decisions.

Issuance of Debt

From time to time, the Company may finance transactions in whole or in part with debt, which may increase the Company's debt levels above industry standards for companies of similar size.

No Guarantee of Active Liquid Market

There is no guarantee that an active trading market for the common shares will be maintained on the TSX Venture, OTC Pink, or Frankfurt Stock Exchanges.

Government Policies including Trade Tariffs

The Company is subject to policies, laws, and regulations established by various levels of government, which are subject to change and could have a material adverse effect on the Company.

Critical Accounting Estimates

The preparation of financial statements in accordance with IFRS requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amount of revenues and expenses during the reported period. Actual results could differ from those estimates. Refer to Note 4 of the financial statements for the Company's material accounting judgments, estimates and assumptions, including going concern, impairment of non-financial assets, recoverability of inventory, and the royalty funding liability.

Off-Balance Sheet Arrangements

There are no off-balance sheet arrangements to which the Company is committed.

Proposed Transactions

There are no undisclosed proposed transactions that will materially affect the Company.

Management's Report on Disclosure Controls and Procedures and Internal Control over Financial Reporting

Management is committed to delivering timely and accurate disclosure of all material information. Disclosure controls and procedures ensure that reporting requirements are satisfied and that material information is disclosed in a timely manner. Due to the limitation on the ability of the officers to design and implement cost-effective policies for disclosure controls and procedures and internal control over financial reporting, the officers are not making representations that such controls and procedures would identify and allow for reporting of material information on a timely basis, nor are they representing that such procedures provide reasonable assurance regarding the reliability of financial reporting.

Additional information and other publicly filed documents relating to the Company are available through the internet on the Canadian Securities Administrators' System for Electronic Document Analysis and Retrieval ("SEDAR+"), which can be accessed at www.sedarplus.ca.