

Interim condensed consolidated financial statements of  
**Blue Ant Media Corporation**  
(Unaudited)

For the three months ended November 30, 2025 and 2024

# Blue Ant Media Corporation

## Interim Consolidated Statements of Net (Loss) Income

(Unaudited)

(Expressed in thousands of Canadian dollars, except per share amounts)

	Three months ended November 30,	
	2025	2024
	\$	\$
<b>Revenues (Note 12)</b>	80,464	48,707
<b>Expenses</b>		
Direct content, production and delivery expenses	59,428	29,627
Sales, general and administrative expenses	16,042	12,728
Share-based compensation (Note 11)	257	585
Depreciation and intangible amortization	2,711	1,362
Finance expenses, net (Note 14)	440	2,019
Loss on sale of assets (Note 6)	3,054	—
Transaction and other related costs (Note 4)	2,540	68
Restructuring costs	788	—
	<b>85,260</b>	<b>46,389</b>
<b>Income (loss) before income taxes</b>	<b>(4,796)</b>	<b>2,318</b>
<b>Income tax expense (Note 15)</b>		
Current tax expense	1,536	2,534
Deferred tax expense (recovery)	418	(1,434)
	<b>1,954</b>	<b>1,100</b>
<b>Net (loss) income</b>	<b>(6,750)</b>	<b>1,218</b>
<b>Net (loss) income attributable to:</b>		
Shareholders	(6,842)	1,099
Non-controlling interest	92	119
	<b>(6,750)</b>	<b>1,218</b>
<b>Income (loss) per share attributable to shareholders (Note 20):</b>		
Basic	(0.31)	0.07
Diluted	(0.31)	0.06

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

# Blue Ant Media Corporation

Interim Consolidated Statements of Comprehensive (Loss) Income  
(Unaudited)

(Expressed in thousands of Canadian dollars)

	Three months ended November 30,	
	2025	2024
<b>Net (loss) income</b>	\$ (6,750)	\$ 1,218
<b>Item that may be subsequently reclassified to income</b>		
Cumulative translation adjustment	1,419	2,341
	<b>1,419</b>	<b>2,341</b>
<b>Comprehensive (loss) income</b>	<b>(5,331)</b>	<b>3,559</b>
<b>Comprehensive (loss) income attributable to:</b>		
Shareholders	(5,423)	3,440
Non-controlling interest	92	119
	<b>(5,331)</b>	<b>3,559</b>

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

# Blue Ant Media Corporation

## Interim Consolidated Statements of Financial Position

(Unaudited)

(Expressed in thousands of Canadian dollars)

	November 30, 2025	August 31, 2025
	\$	\$
<b>Assets</b>		
<b>Current assets</b>		
Cash	34,027	54,477
Restricted cash	—	8
Trade and other receivables (Notes 6, 16)	109,890	120,214
Prepays and other assets	9,872	7,520
Income taxes receivable	999	237
<b>Total current assets</b>	<b>154,788</b>	<b>182,456</b>
Property and equipment	5,802	5,118
Right-of-use assets	22,128	22,808
Investment in content rights (Note 5)	109,806	119,106
Intangible assets (Note 4)	72,628	61,359
Goodwill (Note 4)	42,403	38,658
Other long-term receivables (Note 6)	16,633	32,691
Deferred tax assets	7,889	9,210
<b>Total non-current assets</b>	<b>277,289</b>	<b>288,950</b>
<b>Total assets</b>	<b>432,077</b>	<b>471,406</b>
<b>Liabilities</b>		
<b>Current liabilities</b>		
Accounts payable and accrued liabilities (Note 7)	64,526	64,785
Deferred revenue (Note 9)	22,496	35,709
Current portion of lease liability	4,993	4,343
Current portion of bank indebtedness (Note 8)	540	14,587
Interim production financing (Note 8)	42,218	52,144
Current portion of promissory notes	4,600	4,536
Other current liabilities	6,197	2,757
<b>Total current liabilities</b>	<b>145,570</b>	<b>178,861</b>
<b>Non-current liabilities</b>		
Lease liability	20,753	21,066
Bank indebtedness (Note 8)	—	4,755
Long-term deferred revenue (Note 9)	3,629	2,251
Other long-term liabilities	3,632	—
Deferred tax liabilities	11,733	12,639
<b>Total non-current liabilities</b>	<b>39,747</b>	<b>40,711</b>
<b>Shareholder's Equity</b>		
Total equity attributable to shareholders	239,753	244,919
Non-controlling interests	7,007	6,915
<b>Total equity</b>	<b>246,760</b>	<b>251,834</b>
<b>Total liabilities and equity</b>	<b>432,077</b>	<b>471,406</b>
Commitments (Note 18)		

### On Behalf of the Board of Directors

(signed) "Michael MacMillan"

Director

(signed) "Robb Chase"

Director

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

# Blue Ant Media Corporation

## Interim Consolidated Statements of Changes in Equity (Unaudited)

(Expressed in thousands of Canadian dollars, except shares)

	Share capital (Note 10)	Share capital	Other capital	Accumulated other comprehensive income / (loss)	Deficit	Accumulated paid in capital	Total equity attributable to shareholders	Non- controlling interest	Total equity
	#	\$	\$	\$	\$	\$	\$	\$	\$
<b>Opening Balance - August 31, 2024</b>	125,848.895	156,150	39,198	1,646	(14,360)	(11,070)	171,564	6,537	178,101
Share-based compensation expense	—	—	585	—	—	—	585	—	585
Net income and comprehensive income	—	—	—	2,341	1,099	—	3,440	119	3,559
<b>Total as of November 30, 2024</b>	<b>125,848.895</b>	<b>156,150</b>	<b>39,783</b>	<b>3,987</b>	<b>(13,261)</b>	<b>(11,070)</b>	<b>175,589</b>	<b>6,656</b>	<b>182,245</b>
	Share capital (Note 10)	Share capital	Other capital	Accumulated other comprehensive income / (loss)	Deficit	Accumulated paid in capital	Total equity attributable to shareholders	Non- controlling interest	Total equity
	#	\$	\$	\$	\$	\$	\$	\$	\$
<b>Opening Balance - August 31, 2025</b>	21,892.483	210,787	43,147	2,949	(894)	(11,070)	244,919	6,915	251,834
Share-based compensation expense	—	—	257	—	—	—	257	—	257
Issuance of subordinate voting shares	7,383	58	(58)	—	—	—	—	—	—
Net income (loss) and comprehensive income (loss)	—	—	—	1,419	(6,842)	—	(5,423)	92	(5,331)
<b>Total as of November 30, 2025</b>	<b>21,899.866</b>	<b>210,845</b>	<b>43,346</b>	<b>4,368</b>	<b>(7,736)</b>	<b>(11,070)</b>	<b>239,753</b>	<b>7,007</b>	<b>246,760</b>

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

# Blue Ant Media Corporation

## Interim Consolidated Statements of Cash Flows

(Unaudited)

(Expressed in thousands of Canadian dollars)

	Three months ended November 30,	
	2025	2024
	\$	\$
<b>Operating activities</b>		
Net (loss) income	(6,750)	1,218
Adjustments to reconcile net (loss) income to cash flow from operations:		
Depreciation of property and equipment	453	251
Depreciation of right-of-use assets	1,207	367
Amortization of content rights (Note 5)	22,433	14,440
Amortization of intangible assets	1,051	744
Loss on sale of Vendor take-back note (Note 6)	3,139	—
Finance expenses, net (Note 14)	440	2,019
Share-based compensation (Note 11)	257	585
Deferred tax expense (Note 15)	418	(1,434)
Income tax expense (Note 15)	1,536	2,534
Cash income taxes paid	(2,329)	(2,823)
Additions to content rights (Note 5)	(12,652)	(14,279)
<b>Cash flows from operations</b>	<b>9,203</b>	<b>3,622</b>
Net changes in non-cash working capital balances related to operations (Note 19)	(4,040)	10,042
<b>Net cash provided by operating activities</b>	<b>5,163</b>	<b>13,664</b>
<b>Financing activities</b>		
Bank indebtedness, draws (Note 8)	281	1,135
Bank indebtedness, repayment (Note 8)	(19,100)	(3,139)
Production financing, draws (Note 8)	6,047	250
Production financing, repayment (Note 8)	(15,617)	(3,323)
Cash interest paid	(891)	(1,112)
Costs associated with financing transactions	—	(41)
Repayment of lease liability	(1,326)	(500)
<b>Cash flows used in financing activities</b>	<b>(30,606)</b>	<b>(6,730)</b>
<b>Investing activities</b>		
Additions to property and equipment	(897)	(825)
Additions to intangible assets	(880)	(1,375)
Acquisition of MagellanTV, net of cash acquired (Note 4)	(7,607)	—
Proceeds from sale of VTB Note (Note 6)	13,562	—
<b>Cash flows provided by investing activities</b>	<b>4,178</b>	<b>(2,200)</b>
<b>Effect of foreign exchange rate changes on cash</b>	<b>815</b>	<b>229</b>
<b>Net (decrease) increase in cash</b>	<b>(20,450)</b>	<b>4,963</b>
Cash, beginning of period	54,477	12,020
<b>Cash, end of period</b>	<b>34,027</b>	<b>16,983</b>

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

# Blue Ant Media Corporation

Notes to the Interim Condensed Consolidated Financial Statements

Three months ended November 30, 2025 and 2025

(Expressed in thousands of Canadian dollars, except per share amounts)

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## 1. Corporate information and nature of operations

Blue Ant Media Corporation (the “Company”) (formerly Boat Rocker Media Inc. “BRMI”) was incorporated in Ontario and is domiciled in Canada. The address of the Company’s registered office and principal place of business is 99 Atlantic Ave, 4th Floor, Toronto, Ontario.

On August 1, 2025, the Company acquired Blue Ant Media Inc. (“BAMI”), a corporation incorporated under the Canada Business Corporations Act on December 7, 2010 and domiciled in Canada, through a reverse takeover transaction which was implemented by way of a statutory plan of arrangement under the Canada Business Corporations Act (the “RTO” or the “Transaction”).

Former shareholders of BAMI exchanged their shares for shares of the Company, which resulted in the reverse takeover of the Company by BAMI. On closing of the RTO (the “Closing”), the Company’s fiscal year end, previously December 31, was changed to August 31.

As BAMI has been identified for accounting purposes as the acquirer, the Company is considered to be a continuation of BAMI. The Company’s subordinate voting shares resumed trading on the Toronto Stock Exchange on August 7, 2025 under the trading symbol “BAMI”.

The Company’s controlling shareholder is the Company’s chief executive officer, Michael MacMillan, who holds approximately 77.3% of the voting rights of the Company as of the date of these consolidated financial statements.

The Company’s principal business activities include the creation and exploitation of video content across a range of traditional and digital media platforms.

The Company has three reportable segments, as follows:

Reportable segment	Nature of operations and location
Production and Distribution	International content production and distribution with operations in London, Los Angeles, Toronto, Halifax, Ottawa, New York and Washington.
Global Channels and Streaming	International channel operations in London, Singapore, Sydney, Los Angeles, Miami, Washington and Toronto. Also includes Smart TV advertising operations, based in Toronto.
Canadian Media	Channel operations in Toronto and media placement across multiple platforms including television, print and consumer shows in Canada.

## 2. Basis of preparation and statement of compliance

### a) Basis of presentation

These interim condensed consolidated financial statements are presented in Canadian dollars, which is also the Company’s functional currency. All amounts are expressed in thousands of Canadian dollars, with the exception of per share amounts, which are presented in dollars.

# Blue Ant Media Corporation

Notes to the Consolidated Financial Statements

November 30, 2025 and 2024

(Expressed in thousands of Canadian dollars, except shares and per share amounts)

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The Company has significant subsidiaries in the following locations that have the following functional currencies:

<u>Office location</u>	<u>Functional currency</u>
Canada	Canadian dollar
United Kingdom	US dollar
United States	US dollar

## b) Basis of consolidation

The interim condensed consolidated financial statements incorporate the financial statements of the Company and its subsidiaries, which are the entities over which the Company has control. All intra-company transactions, balances, income, and expenses are eliminated in full on consolidation. Consistent with film and television industry practice, the Company utilizes single-purpose entities to manage the costs and funding for its content production projects. For accounting purposes, control is achieved when the Company is exposed to, or has rights to, variable returns from its involvement with the entity and has the ability to affect those returns through its power over the entity. Non-controlling interests are measured at their proportionate share of the acquiree's identifiable net assets at the date of the acquisition. Changes in the Company's interest in a subsidiary that do not result in a loss of control are accounted for as equity transactions.

## c) Statement of compliance

These interim condensed consolidated financial statements have been prepared in accordance with International Financial Reporting Standards as issued by the International Accounting Standards Board ("IFRS Accounting Standards"), applicable to the preparation of condensed interim financial statements, including International Accounting Standard ("IAS") 34, *Interim Financial Reporting*, and do not include all of the information required for annual financial statements. These interim condensed consolidated financial statements should be read in conjunction with the Company's annual consolidated financial statements for the year ended August 31, 2025, which have been prepared in accordance with IFRS Accounting Standards.

The Company's material accounting policy information was presented in Note 3 of the annual consolidated financial statements, and have been consistently applied in the preparation of these interim financial statements.

These consolidated financial statements were authorized for issuance by the Board of Directors on January 13, 2026.

## 3. Summary of material accounting policies and critical accounting estimates and judgments

### a) Use of estimates and judgments

The preparation of these interim condensed financial statements requires management to make estimates, judgments and assumptions that affect the application of policies and reported amounts. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates. The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimate is revised if the revision affects only that period or in the period of the revision and future periods if the revision affects both current and future estimates.

The significant estimates and judgments made by management in the application of the Company's accounting policies and key sources of estimation uncertainty are consistent with those described in the Company's consolidated financial statements for the year ended August 31, 2025.

# Blue Ant Media Corporation

Notes to the Consolidated Financial Statements

November 30, 2025 and 2024

(Expressed in thousands of Canadian dollars, except shares and per share amounts)

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## **b) Accounting standards and amendments issued but not yet effective**

### *IFRS 18, Presentation and Disclosure in Financial Statements*

In April 2024, the IASB issued IFRS 18, *Presentation and Disclosure in Financial Statements* (“IFRS 18”), which will replace IAS 1 as the primary standard for financial statement presentation. The standard aims to enhance the comparability of financial performance by introducing new requirements for categorizing and presenting items in the statement of profit or loss, such as mandatory sub-totals like operating profit. It also updates the statement of cash flows and includes provisions for presenting management-defined performance measures with reconciliations to IFRS compliant figures. Effective from January 1, 2027, IFRS 18 requires restatement of comparative periods and allows earlier adoption. Management is still assessing the impact of this new accounting standard.

### *Amendments to IFRS 7 and 9, Classification and Measurement of Financial Instruments*

In May 2024, the IASB issued amendments to IFRS 9 and IFRS 7 aimed at improving the classification and measurement of financial instruments. The recent amendments simplify financial reporting by allowing earlier recognition of liabilities settled via electronic payments, clarifying the assessment of cash flows for basic lending arrangements and refining definitions for non-recourse features and linked instruments. The amendments also introduce more detailed disclosure requirements for fair value changes in equity instruments and mandate reporting of terms that could affect cash flow timings or amounts. The amendment will be effective from January 1, 2026, and entities must apply these amendments retrospectively, with earlier adoption permitted. Management is still assessing the impact of this change in the accounting standards, which will be mandatorily effective for the Company’s first quarter reporting for its fiscal year ending August 31, 2027.

## **4. Business combinations**

### **(a) Reverse Take-over of BRMI**

On August 1, 2025, the Company completed the Transaction. In connection with the Transaction, the shares of BAMI were exchanged for shares of the Company on the basis of an exchange ratio of 1.25 shares (prior to the share consolidation noted below) of the Company for each share of BAMI. Furthermore, any equity incentive plan (“EIP”) awards and warrants of BAMI issued and outstanding immediately prior to the Closing were subject to the same exchange ratio.

Immediately prior to the Closing, the Company completed a share capital reorganization (the “Share Capital Reorganization”), which included a consolidation of its shares and EIP awards issued and outstanding on the basis of one (1) post-consolidation share for 10 pre-consolidation shares. The Share Capital Reorganization also included the exercise of certain fully vested restricted share units (“RSUs”), as well as the assumption of EIP awards issued and outstanding of the Company, which included options, performance-based share units (“PSUs”), deferred share units (“DSUs”) and RSUs. Each non-voting common share of BAMI was exchanged for subordinate voting shares (“SVS”) of the Company, and each special voting share of BAMI was exchanged for multiple voting shares (“MVS”) of the Company, both on a one-for-one basis.

Further to the above, 75,000,000 restricted voting shares were issued at Closing to BAMI’s chief executive officer (“CEO”), Michael MacMillan, for a price of \$0.0001 per share.

As part of the Transaction, one of the Company’s significant shareholders committed to provide the Company with the following: (a) a commitment for a capital contribution of up to \$34,700 dependent on certain performance targets of the Retained Business in the year ending December 31, 2025 and to be paid by March 30, 2026; (b) guarantees for a vendor take-back promissory note receivable of \$18,000 for the sale of certain production assets to a group of shareholders immediately prior to the Closing of the RTO (the “VTB Note”), and US\$2,655 of notes receivable from a former BRMI executive in relation to a prior transaction; and (c) commitment for a period of one year from the Closing, to subscribe for up to \$20,000 in any new equity offering of the Company up to a maximum of \$60,000. The VTB Note was sold in November 2025 (refer to Note 6).

# Blue Ant Media Corporation

Notes to the Consolidated Financial Statements

November 30, 2025 and 2024

(Expressed in thousands of Canadian dollars, except shares and per share amounts)

## **(b) Acquisition of MagellanTV**

On October 2, 2025, the Company acquired MagellanTV, LLC and Alliant Content, LLC (together, "MagellanTV"), a digital streaming company that delivers factual content to consumers across the globe. The assets and business of MagellanTV have been included in the Company's Global Channels and Streaming reporting segment as of the acquisition date.

The MagellanTV acquisition expands the Company's Channels and Streaming business, as MagellanTV brings an established Subscription Video on Demand ("SVOD") platform, as well as Advertising-based Video on Demand ("AVOD") and Free Ad-Supported Streaming Television ("FAST") channels, broadening the Company's reach and monetization across multiple distribution windows.

The Company has made a preliminary assessment of the fair value of the assets acquired and liabilities assumed as follows, excluding identified intangible assets acquired:

	<b>Net assets acquired (liabilities assumed)</b>
	<b>\$</b>
Cash	93
Trade and other receivables	1,687
<b>Total current assets</b>	<b>1,780</b>
Right-of-use assets	249
Intangible assets - library	81
<b>Total long-term assets</b>	<b>330</b>
<b>Total assets</b>	<b>2,110</b>
Accounts payable and accrued liabilities	1,967
Current portion of lease liability	104
Deferred revenue	375
<b>Total current liabilities</b>	<b>2,446</b>
Lease liability	143
<b>Total liabilities</b>	<b>2,589</b>
<b>Net liabilities assumed, excluding identified intangibles acquired</b>	<b>(479)</b>

# Blue Ant Media Corporation

Notes to the Consolidated Financial Statements

November 30, 2025 and 2024

(Expressed in thousands of Canadian dollars, except shares and per share amounts)

The following table shows the financial results of MagellanTV included in the Company's consolidated statement of net income for three months ended November 30, 2025:

	Oct. 2 - Nov. 30, 2025
	\$
Revenue	1,720
Net loss	(724)

The consideration provided led to goodwill on acquisition. Refer to the following table for the breakdown of consideration paid and preliminary calculation of goodwill:

<b>Consideration</b>	<b>\$</b>
Cash paid	7,352
Consideration deficit (receivable)	(237)
Deferred cash consideration	5,001
Financial liability	2,501
<b>Total consideration</b>	<b>14,617</b>
<b>Fair value of net liabilities assumed, excluding identified intangibles acquired</b>	<b>(479)</b>
Identified intangible assets acquired:	
Customer lists	6,922
Trademarks	3,621
Software	836
<b>Total identified intangible assets acquired</b>	<b>11,379</b>
<b>Total identifiable net assets acquired</b>	<b>10,900</b>
<b>Goodwill</b>	<b>3,717</b>

Cash paid on closing of \$7,352 to former MagellanTV shareholders was determined as US\$6,000 net of certain of MagellanTV's liabilities assumed by the Company on closing, as well as net of transaction costs paid by the Company on behalf of the former shareholders of MagellanTV. A consideration deficit of \$237 was also recorded, as the initial closing cash paid exceeded the final calculated closing cash to be paid by the Company. After the closing of the transaction, the remaining consideration is a total of US\$6,000, of which US\$2,000 million is to be paid in cash on each of the first two anniversary dates of the transaction's closing, and US\$1,000 is to be paid in either cash or its equivalent value in the Company's subordinate voting shares on each of the first two anniversary dates of the transaction's closing. These amounts have been respectively recorded as deferred cash consideration and a financial liability, and discounted to net present value using a US borrowing rate of 7.25%.

Of the identified intangible assets acquired, customer lists relate to MagellanTV's FAST and SVOD revenue streams, and have an expected life of 10 years. Trademarks are considered an indefinite-life intangible asset and software has an expected life of 3 years.

Goodwill acquired reflects the expected growth of the Company's AVOD, SVOD and FAST channels, including MagellanTV, as a result of the acquisition, along with synergies to be realized in its Global Channels and Streaming reporting segment and the value of the assembled workforce acquired. Goodwill from the acquisition is

# Blue Ant Media Corporation

Notes to the Consolidated Financial Statements  
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(Expressed in thousands of Canadian dollars, except shares and per share amounts)

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included in the Company's Global Channels and Streaming group of cash generating units ("CGUs") for reporting and impairment testing purposes.

Of total transaction costs and other related costs of \$2,540 recorded in the Company's statement of net income for three months ended November 30, 2025, \$792 relates to advisory costs for the MagellanTV acquisition.

## **(c) Proposed acquisition of Thunderbird Entertainment Group Inc.**

On November 25, 2025, the Company entered into a definitive agreement to acquire 100% of the issued and outstanding common shares of Thunderbird Entertainment Group Inc. ("Thunderbird"). Under the terms of the definitive agreement, Thunderbird shareholders have the option to elect to receive either subordinate voting shares of the Company, cash or a combination of both, subject to proration based on a maximum aggregate cash consideration of \$40,000.

For each Thunderbird common share, the holder may receive: (i) 0.2165 subordinate voting shares of the Company, (ii) \$1.77 in cash, or (iii) a combination thereof.

Assuming Thunderbird shareholders elect to receive the maximum cash amount, the total consideration to be paid by the Company consists of \$40,000 in cash and the issuance of subordinate voting shares representing approximately 21% of the pro forma subordinate voting shares of the Company following the closing, based on the treasury stock method. If no cash elections are made, existing Thunderbird shareholders would own approximately 33% of the pro forma subordinate voting shares of the Company.

The transaction is subject to customary closing conditions, including the receipt of all necessary shareholder and regulatory approvals.

Of total transaction costs and other related costs of \$2,540 recorded in the Company's statement of net income for three months ended November 30, 2025, \$1,623 relates to professional fees and other advisory costs associated with the Thunderbird proposed acquisition.

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(Expressed in thousands of Canadian dollars, except shares and per share amounts)

## 5. Investment in content rights

	Acquired program rights	Owned content	Total
	\$	\$	\$
<b>For the three months ended November 30, 2024</b>			
Opening net book value	32,563	64,180	96,743
Additions, net	3,325	10,954	14,279
Amortization	(4,583)	(9,857)	(14,440)
Expense of development costs	—	(73)	(73)
Foreign exchange	564	627	1,191
<b>Net book value</b>	<b>31,869</b>	<b>65,831</b>	<b>97,700</b>
<b>At November 30, 2024</b>			
Cost	89,790	92,579	182,369
Accumulated amortization	(57,921)	(26,748)	(84,669)
<b>Net book value</b>	<b>31,869</b>	<b>65,831</b>	<b>97,700</b>

	Acquired program rights	Owned content	Total
	\$	\$	\$
<b>For the three months ended November 30, 2025</b>			
Opening net book value	35,086	84,020	119,106
Additions, net	4,806	7,846	12,652
Amortization	(4,408)	(18,025)	(22,433)
Expense of development costs	—	(167)	(167)
Foreign exchange	326	322	648
<b>Net book value</b>	<b>35,810</b>	<b>73,996</b>	<b>109,806</b>
<b>At November 30, 2025</b>			
Cost	111,690	115,267	226,957
Accumulated amortization	(75,880)	(41,271)	(117,151)
<b>Net book value</b>	<b>35,810</b>	<b>73,996</b>	<b>109,806</b>

During the three months ended November 30, 2025, included in additions is \$213 of interest capitalized to investment in content - owned content (2025 - \$424).

Additions to investment in content during the three months ended November 30, 2025, have been reduced by \$3,953 (2025 - \$2,166) in respect of production tax credits.

# Blue Ant Media Corporation

Notes to the Consolidated Financial Statements

November 30, 2025 and 2024

(Expressed in thousands of Canadian dollars, except shares and per share amounts)

## 6. Other long-term receivables

	November 30, 2025	August 31, 2025
	\$	\$
VTB Note from business combination (a)	—	16,600
Other notes receivable from business combination (b)	8,321	8,321
Total notes receivable	8,321	24,921
Less: Current portion of notes receivable included in Trade and other receivables	(3,646)	(6,646)
Long-term notes receivable	4,675	18,275
Long-term tax credit receivables	11,037	13,971
Lease deposits and other	921	445
<b>Total other long-term amounts receivable</b>	<b>16,633</b>	<b>32,691</b>

- (a) The VTB Note for \$18,000 for the sale of certain production assets to a group of shareholders immediately prior to the Closing of the RTO was included in the assets acquired resulting from the Transaction. The VTB Note is repayable in amounts of \$3,000 annually from the Closing of the RTO, with an additional \$1,000 in deemed interest payable included with the final payment. The VTB Note was recorded at fair value, which was its calculated net present value using a discount rate of 2.99%, reflecting the guarantee of one of the Company's significant shareholders, with interest income being accreted over the 6-year term. In November 2025, the VTB Note was sold to a third party for net proceeds of \$13,562. The VTB Note was recorded at an amount of \$16,701 at the time of disposal, resulting in a loss of \$3,139 at the time of sale and recorded in the Company's statement of net (loss) income.
- (b) Notes receivable of \$8,321 including accrued interest, from a former BRMI executive in relation to a prior transaction, were included in the assets acquired resulting from the Transaction. The \$3,646 (US\$2,655) current portion of these notes receivable, is guaranteed by one of the Company's shareholders (also a former BRMI shareholder - see Note 4). The long-term notes receivable are interest-bearing and guaranteed by the former executive's shareholdings in The Initial Group Global, LLC.

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## 7. Accounts payable and accrued liabilities

	November 30, 2025	August 31, 2025
	\$	\$
Accounts payable	18,671	20,799
Accrued liabilities	34,547	33,518
Royalty accruals	5,487	4,536
Content acquisition accruals	4,291	3,837
Other payables	1,530	2,095
<b>Total accounts payable and accrued liabilities</b>	<b>64,526</b>	<b>64,785</b>

## 8. Bank indebtedness and interim production financing

Interim production financing	November 30, 2025	August 31, 2025
	\$	\$
Outstanding	41,319	50,889
Accrued interest	899	1,255
<b>Balance</b>	<b>42,218</b>	<b>52,144</b>

Prior period amounts in the table above have been restated to conform to current period presentation.

Bank indebtedness	November 30, 2025	August 31, 2025
	\$	\$
Outstanding	1,754	20,573
Accrued interest	—	132
Unamortized financing costs	(1,214)	(1,363)
<b>Balance</b>	<b>540</b>	<b>19,342</b>
Less: Current portion	(540)	(14,587)
<b>Non-current</b>	<b>—</b>	<b>4,755</b>

### *Bank indebtedness*

On August 1, 2025, the Company entered into the second amended and restated credit agreement ("2025 Credit Agreement") with its existing syndicated lenders.

The 2025 Credit Facility is summarized below.

- General purpose credit facility ("Facility A")

The Company's revolving credit facility is \$30,000, where advances under this facility are for working capital and general corporate purposes.

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- Acquisition credit facility ("Facility C")

The Company's acquisition revolving credit facility is \$35,000.

Advances under Facilities A and C may be drawn in Canadian dollars as a either prime rate loan or Canadian Overnight Repo Rate Average ("CORRA") loan, or in U.S. dollars as either a base rate loan or Secured Overnight Financing Rate ("SOFR") loan.

Amounts drawn under each respective facility will bear interest at the applicable reference rate plus an applicable margin ranging from 1.00% to 2.25% per annum for prime rate or base rate loans, and 2.00% to 3.25% per annum for CORRA or SOFR rate loans dependent on the Company's leverage ratio. A standby fee is payable on the unutilized amount of this facility.

Principal repayments on Facilities C are as follows: 3.55% of the principal amount of each advance, payable in quarterly installments and the remainder payable on the 2025 Credit Facility's maturity date of December 6, 2027. The facility permits voluntary repayments without payment of any penalty or fee.

Under the terms of the 2025 Credit Agreement, the Company is required to maintain the following ratios at all times:

- Funded debt to EBITDA shall not be greater than 3.00 to 1.00
- Fixed charge coverage ratio shall not be less than 1.15 to 1.00
- Liquidity ratio shall not be less than 1.10 to 1.00

The Company was in compliance with all financial covenants as described at each date presented above and in both the three months ended November 30, 2025 and the year ended August 31, 2025.

The indebtedness is secured by a guarantee executed by the Company and each of its subsidiaries.

## Interim production financing

As at November 30, 2025, interim production financing includes the following facilities:

- Production revolving loan under 2025 Credit Agreement

This is a revolving credit facility with a total limit of \$70,000 under which advances may be used to provide interim production financing for eligible productions ("Facility B"). This facility is secured by a guarantee from the Company up to a maximum principal amount of \$5,000, as well as being secured by specific production financing, licensing contracts and film tax credits receivables.

- Production revolving loan with respect to interim financing for service productions

As part of the 2025 Credit Agreement, the Company entered into a revolving credit agreement specifically for interim financing on future service productions with a limit of up to \$20,000. No amounts were drawn from this facility as of November 30, 2025.

This facility is secured by specific production financing, licensing contracts and film tax credits receivables.

- Former BRMI revolving credit facility

On August 1, 2025, on the Closing of the Transaction, the Company assumed a \$20,000 revolving credit facility (the "Borrowing Base Facility") secured by receivables such as production service tax credits. The Borrowing Base Facility is repayable on demand. Interest on amounts drawn is calculated at prime plus 0.50%, payable monthly in arrears.

- Single purpose loans with respect to Proper Television and Insight Productions

On the Closing of the RTO, the Company assumed a number of single-purpose production-specific interim financing loans and a general security agreement in respect to Proper Television and Insight Productions in the Retained Business. These loans are secured by production tax credits.

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## 9. Deferred revenue

	November 30, 2025	August 31, 2025
	\$	\$
Production contract revenue	16,152	29,065
Distribution license revenue	5,050	2,560
Consumer shows revenue	2,483	2,376
Other deferred revenue	2,440	3,959
<b>Total</b>	<b>26,125</b>	<b>37,960</b>
Less: Current portion	(22,496)	(35,709)
<b>Long-term deferred revenue</b>	<b>3,629</b>	<b>2,251</b>

Movements in deferred revenue balances in the three months ended November 30, 2025 and year ended August 31, 2025 were as follows:

	Three months ended November 30, 2025	Year ended August 31, 2025
	\$	\$
Opening balance	37,960	20,685
Additions through business acquisition (Note 4)	375	22,284
Cash collections	35,347	128,612
Revenue recognized	(47,541)	(133,747)
Reclassification	(23)	(12)
Foreign exchange	7	138
<b>Closing balance</b>	<b>26,125</b>	<b>37,960</b>

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## 10. Equity

	Authorized	Outstanding November 30, 2025	Share capital \$
Subordinate voting shares	Unlimited	21,899,866	210,837
Special voting shares	12.5	12.5	—
Restricted voting shares	75,000,000	75,000,000	8
Total		96,899,878.5	210,845

	Authorized	Outstanding August 31, 2025	Share capital \$
Subordinate voting shares	Unlimited	21,892,483	210,779
Special voting shares	12.5	12.5	—
Restricted voting shares	75,000,000	75,000,000	8
Total		96,892,496	210,787

### Normal Course Issuer Bid

On October 16, 2025, the Company announced that the Toronto Stock Exchange (“TSX”) approved the Company's intention to proceed with a Normal Course Issuer Bid (the “NCIB”) for its subordinate voting shares as appropriate opportunities arise from time to time. The NCIB commenced on October 20, 2025 and will expire October 19, 2026, allowing the Company to purchase up to 1,094,714 of its subordinate voting shares for cancellation. No share repurchases under the NCIB occurred during the three months ended November 30, 2025.

## 11. Share-based payments

On Closing of the RTO (note 4), the Company assumed awards granted under the equity incentive plan of the acquired company (the “Acquired EIP”) in the form of stock options, restricted share units (“RSUs”), and performance share units (“PSUs”) granted to employees and deferred share units (“DSUs”) granted to independent directors. The fair value of stock options was determined using a Black-Scholes pricing model and is recognized as share-based compensation expense on a graded vesting basis over the vesting periods of the options. The fair value of RSUs granted was determined to be the share price on the grant date and is recognized as share-based compensation expense on a graded vesting basis over the vesting periods of the units. The fair value of DSUs granted was determined to be the share price on the grant date and was recognized as share-based compensation expense on the grant date, as the awards were fully vested on such date. The fair value of the PSUs granted was recognized as share-based compensation expense on a straight-line basis over the vesting periods of the PSUs. All awards issued and outstanding under the Acquired EIP are exercisable for subordinate voting shares of the Company on a one-for-one basis.

Further to the above, all awards issued under the BAMI Equity Incentive Plan (“BAMI EIP”) were subject to a 25% pre-Closing premium and then a 10:1 share consolidation on Closing, exercisable for subordinate voting shares

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of the Company on a one-for-one basis. The Acquired EIP and BAMI EIP were combined into the Company Equity Incentive Plan ("Company EIP") on the Closing of the RTO.

## Employee stock option plan

The following summarizes the movements in stock options of the Company EIP for the three months ended November 30, 2025:

	Options #	Weighted average exercise price \$
Options outstanding – August 31, 2025	1,489,896	12.68
Expired	(6,250)	12.56
<b>Options outstanding - November 30, 2025</b>	<b>1,483,646</b>	<b>12.68</b>

The following summarizes information about stock options outstanding under the Company EIP as at November 30, 2025:

Exercise price	Number outstanding	Weighted average remaining life	Number exercisable
\$	#	years	#
8.00	782,750	5.14	779,000
9.20	750	8.33	250
12.00	278,625	5.76	201,625
18.00	393,250	5.75	148,875
57.60	7,206	1.09	7,206
68.50	384	6.14	384
74.90	12,006	2.54	12,006
90.00	8,675	5.09	8,675
	<b>1,483,646</b>	<b>5.38</b>	<b>1,158,021</b>

Additionally, included in share-based compensation expense is \$50 for compensation to some of the Company's directors, to be issued in DSUs (2025 – \$50 of non-voting common share awards).

# Blue Ant Media Corporation

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## Restricted Share Units

The following summarizes the movements in RSUs of the Company EIP for the three months ended November 30, 2025:

	RSUs	Weighted average grant date fair value
	#	\$
RSUs outstanding - August 31, 2025	377,338	19.65
Exercised	(7,383)	34.14
<b>RSUs outstanding - November 30, 2025</b>	<b>369,955</b>	<b>19.82</b>

## Deferred Share Units

There were no Equity Incentive Plan DSU transactions during the three months ended November 30, 2025. As at November 30, 2025 and August 31, 2025, there were 36,443 DSUs outstanding with a weighted average grant date fair value of \$11.78.

## Performance Share Units

There were no Equity Incentive Plan PSU transactions during the three months ended November 30, 2025. As at November 30, 2025 and August 31, 2025, there were 10,110 PSUs outstanding with a weighted average grant date fair value of \$15.60.

The following summarizes the share-based compensation expense for the periods presented:

	Three months ended November 30,	
	2025	2024
	\$	\$
Director's compensation	50	50
Options	169	279
RSUs	38	256
	<b>257</b>	<b>585</b>

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## 12. Revenue

The following is disaggregated revenues by segment and type:

Three months ended November 30, 2025	Production and Distribution	Global Channels and Streaming	Canadian Media	Total
	\$	\$	\$	\$
Subscriber	—	5,455	6,215	11,670
Promotion and advertising	—	16,869	4,322	21,191
Production services	22,740	—	—	22,740
Production licensing and distribution	20,638	387	694	21,719
Consumer shows, publishing, service and digital	—	—	3,144	3,144
	<b>43,378</b>	<b>22,711</b>	<b>14,375</b>	<b>80,464</b>

Three months ended November 30, 2024	Production and Distribution	Global Channels and Streaming	Canadian Media	Total
	\$	\$	\$	\$
Subscriber	—	4,748	6,765	11,513
Promotion and advertising	—	16,096	5,683	21,779
Production services	1,850	—	—	1,850
Production licensing and distribution	10,249	256	32	10,537
Consumer shows, publishing, service and digital	—	—	3,028	3,028
	<b>12,099</b>	<b>21,100</b>	<b>15,508</b>	<b>48,707</b>

The following is the Company's disaggregated revenue attributable to each geographic region, based on the location of the transacting subsidiary (for clarity, not based on the location of the customer or business):

	Three months ended November 30,	
	2025	2024
	\$	\$
Canada	65,148	32,914
United States	10,680	7,164
United Kingdom	4,636	8,629
	<b>80,464</b>	<b>48,707</b>

In the three months ended November 30, 2025, the Company's top five customers accounted for approximately 37% (2024 - 28%) of total revenue.

# Blue Ant Media Corporation

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## 13. Expenses by nature

The following sets out the expenses by nature for the three months ended November 30, 2025 and 2024:

	Three months ended November 30,	
	2025	2024
	\$	\$
Amortization of content rights	22,433	16,209
Salaries and benefits	11,696	10,303
Smart TV publishing costs	8,872	5,677
Production service and other production costs	22,599	2,675
Producer royalties and versioning	3,002	2,328
Transaction and other related costs	2,540	68
Share-based compensation (Note 11)	257	585
Events and merchandise costs	1,519	1,601
Depreciation and intangible amortization	2,711	1,362
Office expenses	2,007	1,231
Other finance expenses, net (Note 14)	440	2,019
Professional fees	1,430	743
Marketing expenses	952	905
Restructuring costs	788	—
Facilities expenses	421	286
Travel expense	311	268
Insurance expense	228	129
Loss on sale of other assets (Note 6)	3,054	—
	<b>85,260</b>	<b>46,389</b>

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## 14. Finance expenses, net

The following finance income and expenses were incurred:

	Three months ended November 30,	
	2025	2024
	\$	\$
Interest expense and standby fees:		
Interest expense, lease liability	335	144
Interest on bank indebtedness (Note 8)	205	647
Interest on promissory note	65	132
Interest on interim financing (Note 8)	382	441
Interest capitalized (Note 5)	(213)	(424)
Standby fee on bank loan	16	56
	790	996
Amortization on deferred financing cost related to:		
Bank indebtedness (Note 8)	150	148
Other		
Other charges	180	105
	330	253
<b>Total finance expense</b>	<b>1,120</b>	<b>1,249</b>
Interest Income		
Bank deposits	(766)	(48)
Other interest income	(157)	—
<b>Total finance income</b>	<b>(923)</b>	<b>(48)</b>
Currency loss / (gain)		
Unrealized	335	964
Realized	(92)	(146)
	243	818
<b>Finance expense, net</b>	<b>440</b>	<b>2,019</b>

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## 15. Income tax

	Three months ended November 30,	
	2025	2024
	\$	\$
Current income tax expense	1,536	2,534
Deferred income tax expense (recovery)	418	(1,434)
<b>Income tax expense</b>	<b>1,954</b>	<b>1,100</b>

The provision for income tax differs from the amount that would have resulted by applying the combined Canadian federal and Ontario statutory income tax rate of 26.5%. The income tax in each period reflects the mix of taxing jurisdictions in which pre-tax income and losses were recognized.

For the three months ended November 30, 2025 the effective tax rate was (41)% (2024 - 47%).

Items impacting the effective rate include non-deductible items such as share-based compensation expense, the different statutory rates in the taxing jurisdictions, and the continued derecognition of certain deferred tax assets as discussed below.

In assessing the value of deferred tax assets, the Company's management considers if it is probable that taxable profit will be available against which the deductible temporary differences and unused tax losses can be utilized. Available evidence considered by the Company includes, but is not limited to, the Company's historic operating results and projected future operating results which take into account changing business and market circumstances.

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## 16. Financial instruments, capital management and financial risks

### Fair value

The fair values of cash, trade and other receivables and accounts payable and accrued liabilities, and promissory notes payable approximate their carrying values due to the short-term nature of the expected cash flows. The fair value of the bank indebtedness approximates its carrying value as the interest rates on the debt are at variable market rate. Contingent consideration was valued based on achievement of historical adjusted EBITDA targets and achievement of projected EBITDA targets for the period-ended November 30, 2025 and August 31, 2025, respectively. The 2022 Put Option was valued with reference to the expected payout should it be exercised, based on a methodology agreed on in the original agreement in which the option arose.

Changes to the underlying assumptions and observable inputs did not result in significant changes in fair value.

	Fair value hierarchy	November 30, 2025		August 31, 2025	
		Carrying value	Fair value	Carrying value	Fair value
		\$	\$	\$	\$
Financial assets not measured at fair value					
VTB Note receivable (Note 6)	Level 3	—	—	16,600	16,600
Other notes receivable (Note 6)	Level 3	8,321	8,321	8,321	8,321
Financial liabilities measured at fair value					
Contingent consideration	Level 3	220	220	276	276
2022 Put Option	Level 3	1,300	1,300	1,300	1,300
Financial liabilities not measured at fair value					
Promissory note	Level 2	4,600	4,600	4,536	4,536
Insight note payable	Level 2	727	727	1,181	1,181
MagellanTV deferred cash consideration and financial liability (Note 4)	Level 2	7,621	7,621	—	—

### 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 trade and other receivables and cash. The Company mitigates this risk by monitoring the creditworthiness of its customers and dealing with reputable financial institutions. Management has assessed these amounts and the entities from which the funds are held and has determined that the risk of loss is remote.

The top five customers represented approximately 26% (as at August 31, 2025 - 32%) of the Company's trade receivables as at November 30, 2025. The amounts disclosed in the consolidated statement of financial position are net of an allowance for doubtful accounts of \$138 (as at August 31, 2025 - \$87), estimated by management of the Company based on previous experience and the current economic environment using the expected credit loss model.

# Blue Ant Media Corporation

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As at November 30, 2025 and August 31, 2025, the aging of trade receivables was:

	November 30, 2025	August 31, 2025
	\$	\$
Trade receivables		
Current	22,688	26,146
Aged 31-60 days	2,741	2,390
Aged 61-90 days	6,172	3,177
Aged greater than 90 days	770	5,884
<b>Total trade receivables</b>	<b>32,371</b>	<b>37,597</b>
Note receivables	4,246	7,246
Unbilled receivables	9,448	6,658
Accrued receivables	14,158	9,779
Tax credits and funding receivable	49,805	58,971
Other receivables	—	50
	<b>110,028</b>	<b>120,301</b>
Allowance for doubtful accounts	(138)	(87)
<b>Trade and other receivables, end of the period</b>	<b>109,890</b>	<b>120,214</b>

# Blue Ant Media Corporation

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## 17. Related party transactions

During the three months ended November 30, 2025 and 2024, the Company entered into transactions with related parties.

Transactions entered into during the three months ended November 30, 2025, and trading balances outstanding at November 30, 2025 are as follows:

	Three months ended November 30, 2025		As at November 30, 2025
	Sales	Purchase	Due from
	\$	\$	\$
Advertising services provided to entities of which a director is a member of key management	1,060	—	716
Rent paid to a company owned by the controlling shareholder	—	28	—
Note receivable from a director	—	—	600
	1,060	28	1,316

Transactions entered into during the three months ended November 30, 2024, and trading balances outstanding at November 30, 2024 are as follows:

	Three months ended November 30, 2024		As at November 30, 2024
	Sales	Purchase	Due from
	\$	\$	\$
Advertising services provided to entities of which a director is a member of key management	1,356	—	766
Rent paid to a company owned by the controlling shareholder	—	28	—
Note receivable from a director	—	—	600
	1,356	28	1,366

## 18. Commitments

The Company has entered into agreements to acquire programs or program rights. The total amount committed to acquiring programs or program rights to be delivered in future periods is approximately \$19,422 (August 31, 2025 - \$18,908). The period in which these commitments will become payable will depend in part on the timing of the delivery to the Company of the acquired programs or program rights.

Management estimates the commitments will become payable as follows:

	Total
	\$
Remainder of fiscal 2026	16,582
2027	2,840
2028 and thereafter	—
	<b>19,422</b>

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## 19. Supplemental cash flow information

### Operating activities

The net change in non-cash working capital balances related to operations consists of the following:

	<b>Three months ended November 30,</b>	
	<b>2025</b>	<b>2024</b>
	<b>\$</b>	<b>\$</b>
Decrease in trade and other receivables	13,400	12,629
(Increase) decrease in prepaid and other assets	(2,302)	738
Decrease in income taxes receivable	—	—
Decrease in accounts payable and accrued liabilities	(2,317)	(397)
Decrease in deferred revenue	(12,004)	(1,556)
Decrease in other liabilities	(817)	(1,372)
	<b>(4,040)</b>	<b>10,042</b>

### **Supplemental cash flow information**

Interest received	247	335
Interest paid	891	1,100
Income taxes paid, net of refunds	2,326	2,823

### Financing activities

The net change in cash and non-cash liabilities arising from financing activities consists of the following, for the three months ended November 30, 2025:

	<b>Bank indebtedness</b>	<b>Interim production financing</b>	<b>Promissory note</b>	<b>Total</b>
	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>
Balance, August 31, 2025	19,342	52,144	4,536	<b>76,022</b>
Net cash (payments) / draws	(18,819)	(9,570)	—	<b>(28,389)</b>
<b>Total financing cash flow / (outflow)</b>	<b>(18,819)</b>	<b>(9,570)</b>	<b>—</b>	<b>(28,389)</b>
Amortization of deferred financing costs	150	—	—	<b>150</b>
Net change in accrued interest	(133)	(356)	64	<b>(425)</b>
<b>Total financing non-cash inflow / (outflow)</b>	<b>17</b>	<b>(356)</b>	<b>64</b>	<b>(275)</b>
<b>Balance, November 30, 2025</b>	<b>540</b>	<b>42,218</b>	<b>4,600</b>	<b>47,358</b>

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## 20. Earnings (loss) per share

The following table reconciles the denominator used to calculate earnings per share (share numbers shown in thousands):

	Three months ended November 30,	
	2025	2024
	\$	\$
<b>Net (loss) income attributable to shareholders</b>	<b>(6,842)</b>	<b>1,099</b>
Weighted average number of shares - Basic	22,270	16,059
Effect of dilutive securities	—	1,465
<b>Weighted average number of common shares - Diluted</b>	<b>22,270</b>	<b>17,524</b>
<b>Net income per share - Basic</b>	<b>(0.31)</b>	<b>0.07</b>
<b>Net income per share - Diluted</b>	<b>(0.31)</b>	<b>0.06</b>

Shares in the table above include subordinate voting shares in the current year period and non-common voting shares in the comparative period. The comparative period share numbers including the effect of dilutive securities have been adjusted to reflect the share exchange ratio and Share Capital Reorganization described in Note 4 (a).

For the three months ended November 30, 2025, the diluted loss per share equals the basic loss per share, as the effect would be anti-dilutive.

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## 21. Segment reporting

The chief operating decision maker (CODM) evaluates segment performance at the segment profit level, which excludes depreciation, intangible asset amortization and impairment, share-based compensation, finance expenses and restructuring and acquisition related expenses.

The CODM is the Chief Executive Officer. In the third quarter of the year ended August 31, 2025, the Company underwent a reorganization of its senior management structure. As a result, the Company's internal reporting and monitoring of performance have been revised to align with the new management responsibilities, in line with the reporting structure under the CODM. Consequently, in accordance with IFRS 8, *Operating Segments*, the Company has redefined composition of its reportable segments. Under the revised reportable segments, the Smart TV advertising operations and the Canadian FAST channels business have been moved from Canadian Media to Global Channels and Streaming.

The following summarizes segment performance for the three months ended November 30, 2025:

	Production and Distribution	Global Channels and Streaming	Canadian Media	Total of Segments
	\$	\$	\$	\$
Revenues	43,378	22,711	14,375	80,464
Direct content, production and delivery expenses	38,413	15,289	5,424	59,126
Sales, general and administrative expenses	5,148	4,105	4,167	13,420
<b>Segment profit (loss)</b>	<b>(183)</b>	<b>3,317</b>	<b>4,784</b>	<b>7,918</b>
Corporate general and administrative costs				2,924
Share-based compensation				257
Depreciation and amortization				2,711
Finance expenses, net				440
Loss on sale of assets				3,054
Acquisition related expenses				2,540
Restructuring costs				788
<b>Loss before income taxes</b>				<b>(4,796)</b>
Current income tax expense				1,536
Deferred income tax expense				418
<b>Net loss for the period</b>				<b>(6,750)</b>

# Blue Ant Media Corporation

Notes to the Consolidated Financial Statements

November 30, 2025 and 2024

(Expressed in thousands of Canadian dollars, except shares and per share amounts)

The following summarizes segment performance for the three months ended November 30, 2024:

	Production and Distribution	Global Channels and Streaming	Canadian Media	Total of Segments
	\$	\$	\$	\$
Revenues	12,099	21,100	15,508	48,707
Direct content, production and delivery expenses	12,117	11,340	5,915	29,372
Sales, general and administrative expenses	3,532	3,447	4,760	11,739
<b>Segment profit (loss)</b>	<b>(3,550)</b>	<b>6,313</b>	<b>4,833</b>	<b>7,596</b>
Corporate general and administrative costs				1,244
Share based compensation				585
Depreciation and amortization				1,362
Finance expenses, net				2,019
Acquisition related expenses				68
<b>Income before taxes</b>				<b>2,318</b>
Current income tax expense				2,534
Deferred income tax recovery				(1,434)
<b>Net income for the period</b>				<b>1,218</b>

The following summarizes segment non-current assets as at November 30, 2025 and August 31, 2025:

As at November 30, 2025	Production and Distribution	Global Channels and Streaming	Canadian Media	Total
Investment in content rights	38,346	38,864	32,596	109,806
Intangible assets	6,527	13,850	52,251	72,628
Goodwill	31,897	10,506	—	42,403
As at August 31, 2025	Production and Distribution	Global Channels and Streaming	Canadian Media	Total
Investment in content rights	47,325	39,221	32,560	119,106
Intangible assets	7,059	1,970	52,330	61,359
Goodwill	31,898	6,760	—	38,658

Non-current assets by geographic region are as follows:

	As at November 30, 2025	As at August 31, 2025
	\$	\$
<u>Non-current assets by geographic region:</u>		
Canada	265,453	288,577
United States	11,729	263
United Kingdom	107	110
	<u>277,289</u>	<u>288,950</u>