

FORM 7

MONTHLY PROGRESS REPORT

Name of CSE Issuer: **Digital Asset Technologies Inc.** (the “Issuer” or the “Company”).

Trading Symbol: **DATT**

Number of Outstanding Listed Securities: **74,632,814**

Date: **May 7, 2026**

Report on Business

1. Provide a general overview and discussion of the development of the Issuer’s business and operations over the previous month. Where the Issuer was inactive disclose this fact.

The Issuer is a publicly traded investment issuer that identifies and makes equity investments in global companies that are developing and commercializing technology.

On April 10, 2026, the Issuer provided supplemental, corrective and clarifying information regarding its news releases dated June 30, 2025 and May 7, 2025, including its material change report dated May 7, 2025 (collectively, the “Prior Disclosure”).

The Company retracts certain disclosure in the Prior Disclosure relating to the LiquidLink AI Corp. business.

The Company advises that such disclosure was inaccurate, incomplete, unbalanced and/or overly promotional and should not be relied upon.

Xrpfy Platform and Commercialization Timeline

Prior disclosure indicated launch by Q2 2025. This timeline was not supported by operational readiness or regulatory status. The platform has not been launched and there is no confirmed commercialization timeline.

Regulatory Matters – MSB Registration

The Company would have been required to obtain MSB registration with FINTRAC in order to conduct certain contemplated payment-related activities. The Company submitted a pre-registration on August 20, 2025 and was required to complete the registration process by October 23, 2025. The Company did not complete the registration process and determined not to proceed with the application. As a result, the Company is not registered as an MSB and is not permitted to conduct regulated payment activities in Canada. There can be no assurance that such registration will be obtained in the future.

Clarification of Node Infrastructure Deployment

In the Original Release, the Company announced the "launch" of its enterprise-grade node infrastructure on the Bitcoin Lightning Network and XRP Ledger (XRPL) Interledger Protocol (ILP). The Company wishes to clarify that this "launch" referred to the successful technical deployment and connection of the node infrastructure to their respective networks in a limited, non-commercial testing environment.

As of the date of the Prior Disclosure, the infrastructure was intended for internal technical validation and cross-chain testing. Consequently:

- **Commercial Status:** The infrastructure was not processing third-party commercial transactions.
- **Customer Onboarding:** The Company had not commenced customer onboarding activities.
- **Operational Status:** Following this initial deployment, the Company paused further development and operation of such infrastructure.

Context Regarding ISP Comparisons

The Company also wishes to provide additional context regarding the comparison in the Original Release between its node deployments and foundational internet service providers (ISPs). This statement was intended as a general description of the technical architecture of the Interledger Protocol (ILP). The Company clarifies that such comparison does and did not reflect the Company's operations, revenue, scale or market position and should not be interpreted as such.

Path to Commercialization and Risk Factors

The Company's milestone of creating a cross-chain liquidity bridge for Bitcoin-native assets (remains in the development phase. Any potential commercialization would be subject to several requirements, including:

- **Capital Allocation:** The Company requires additional funding.
- **Regulatory Compliance:** Completing necessary Money Service Business (MSB) registrations.
- **Technical Integration:** Finalizing the cross-chain bridge protocols and security audits.

Investors are cautioned that there is no guarantee that the Company will achieve these commercial milestones or secure the funding required to resume node operations

Investment Status – Private Companies

The Company confirms that certain previously disclosed investee companies, including Beyond Moo Inc., Goldbloom Inc., and Mylk Brands Inc. are no longer active or operating businesses. Investors are cautioned not to rely on prior disclosure regarding the growth, projections, or business prospects of these entities.

Website and Disclosure Updates

The Company confirms that it has taken action to update or remove prior disclosure from its website, investor materials and social media channels to ensure consistency with this clarifying news release.

On April 10, 2026, the Issuer announced that, in connection with a continuous disclosure review by the British Columbia Securities Commission (the “BCSC”), the Company intends to amend and refile certain previously filed financial statements and related management’s discussion and analysis (“MD&A”).

The Company has determined that its previously filed:

- audited annual financial statements and MD&A for the year ended July 31, 2025; and**
- interim financial statements and MD&A for subsequent periods**

contain disclosure and accounting errors relating primarily to:

- the accounting treatment and valuation of the Company’s acquisition of LiquidLink AI Corp.;**
- the accounting for certain share-based debt settlements; and**
- disclosure related to the Company’s investments in private companies.**

As a result, the Company advises that the previously filed financial statements and MD&A should not be relied upon.

Nature of Revisions

The Company expects that the amended and restated filings will include:

- revisions to the fair value measurement of consideration issued in connection with the LiquidLink acquisition;**
- revisions to the accounting for debt settlements to reflect fair value of shares issued;**
- updated impairment assessments relating to investments and receivables; and**
- removal of promotional or unsupported disclosure, including projected financial performance of investee companies.**

Timing

The Company is working with its auditors and advisors to complete the amended and restated filings and will refile the revised documents on SEDAR+ as soon as practicable.

Additional Disclosure

The Company will also file amended MD&A that:

- limits disclosure regarding private investments to factual historical information;**
- discloses impairment assessments and timing of impairments; and**
- reflects updated and corrected disclosure consistent with applicable securities requirements.**

Cautionary Note

Investors are cautioned not to rely on the Company's previously filed financial statements and MD&A until the amended and restated filings have been completed and filed.

2. Provide a general overview and discussion of the activities of management.

See item 1 above.

3. Describe and provide details of any new products or services developed or offered. For resource companies, provide details of new drilling, exploration or production programs and acquisitions of any new properties and attach any mineral or oil and gas or other reports required under Ontario securities law.

Not applicable.

4. Describe and provide details of any products or services that were discontinued. For resource companies, provide details of any drilling, exploration or production programs that have been amended or abandoned.

Not applicable.

5. Describe any new business relationships entered into between the Issuer, the Issuer's affiliates or third parties including contracts to supply products or services, joint venture agreements and licensing agreements etc. State whether the relationship is with a Related Person of the Issuer and provide details of the relationship.

Not applicable.

6. Describe the expiry or termination of any contracts or agreements between the Issuer, the Issuer's affiliates or third parties or cancellation of any financing arrangements that have been previously announced.

Not applicable.

7. Describe any acquisitions by the Issuer or dispositions of the Issuer's assets that occurred during the preceding month. Provide details of the nature of the assets acquired or disposed of and provide details of the consideration paid or payable together with a schedule of payments if applicable, and of any valuation. State how the consideration was determined and whether the acquisition was from or the disposition was to a Related Person of the Issuer and provide details of the relationship.

Not applicable.

8. Describe the acquisition of new customers or loss of customers.

Not applicable.

9. Describe any new developments or effects on intangible products such as brand names, circulation lists, copyrights, franchises, licenses, patents, software, subscription lists and trademarks.

Not applicable.

10. Report on any employee hirings, terminations or lay-offs with details of anticipated length of lay-offs.

Not applicable.

11. Report on any labour disputes and resolutions of those disputes if applicable.

Not applicable.

12. Describe and provide details of legal proceedings to which the Issuer became a party, including the name of the court or agency, the date instituted, the principal parties to the proceedings, the nature of the claim, the amount claimed, if any, if the proceedings are being contested, and the present status of the proceedings.

Not applicable.

13. Provide details of any indebtedness incurred or repaid by the Issuer together with the terms of such indebtedness.

Not applicable.

14. Provide details of any securities issued and options or warrants granted.

Not applicable.

15. Provide details of any loans to or by Related Persons.

Not applicable.

16. Provide details of any changes in directors, officers or committee members.

Not applicable.

17. Discuss any trends which are likely to impact the Issuer including trends in the Issuer's market(s) or political/regulatory trends.

The trends and risks which are likely to impact the Issuer are detailed in the MD&A for the six months ended January 31, 2026. The MD&A is available on the Issuer's SEDAR+ profile at www.sedarplus.ca.

Certificate of Compliance

The undersigned hereby certifies that:

1. The undersigned is a director and/or senior officer of the Issuer and has been duly authorized by a resolution of the board of directors of the Issuer to sign this Certificate of Compliance.
2. As of the date hereof there were no material information concerning the Issuer which has not been publicly disclosed.
3. The undersigned hereby certifies to Exchange that the Issuer is in compliance with the requirements of applicable securities legislation (as such term is defined in National Instrument 14-101) and all Exchange Requirements (as defined in CNSX Policy 1).
4. All of the information in this Form 7 Monthly Progress Report is true.

Dated **May 7, 2026**.

Geoff Balderson
Name of Director or Senior Officer

“Geoff Balderson”
Signature

Chief Financial Officer
Official Capacity

Issuer Details <i>Name of Issuer</i> Digital Asset Technologies Inc.	<i>For Month End</i> April 30, 2026	<i>Date of Report</i> <i>YY/MM/DD</i> 26/05/07
<i>Issuer Address</i> Suite 1600 – 409 Granville Street		
<i>City/Province/Postal Code</i> Vancouver, BC V6C 1T2	<i>Issuer Fax No.</i>	<i>Issuer Telephone No.</i> (604) 602-0001
<i>Contact Name</i> Geoff Balderson	<i>Contact Position</i> Chief Financial Officer	<i>Contact Telephone No.</i> (604) 602-0001
<i>Contact Email Address</i> gb@corporateminds.ca	<i>Web Site Address</i> https://www.datech.ca/	