DMG Blockchain Solutions Reports Fourth Quarter and Full Year 2025 Audited Results

written by Raj Shah | December 18, 2025

December 18, 2025 (Source) – DMG Blockchain Solutions Inc. (TSX-V: DMGI) (OTCQB US: DMGGF) (FRANKFURT: 6AX) ("DMG"), a vertically integrated blockchain and data center technology company, today announces its fiscal fourth quarter and full year audited 2025 financial results. All financial references are in Canadian Dollars unless specified otherwise. Readers are encouraged to review the Company's September 30, 2025 full year audited financial statements and management's discussion and analysis thereof for an assessment of the Company's performance and applicable risk factors, available at www.sedarplus.ca.

Full Year 2025 Financial Results Highlights

- **Revenue:** $47.3 million, up 40% from $33.9 million in 2024
- **Bitcoin Mined:** 344 bitcoin with an ending balance of 342 bitcoin
- **Hashrate:** average 1.70 EH/s with fleet efficiency of 22.7 J/TH versus 2024 average of 0.96 EH/s with fleet efficiency of 26.7 J/TH
- **Cash Flow from Operations:** $16.2 million in 2025, up 97% from $8.2 million in 2024
- **Cash, Short-term Investments and Digital Assets:** $65.2 million at year-end, up 81% from $36.0 million at year-end 2024
- **Total Assets:** $132.0 million at year-end, up 27% from $103.9 million at year-end 2024
- **Net Income:** -$10.3 million or -$0.05 per share versus -

$5.2 million or -$0.03 per share in 2024

- **Comprehensive Income:** $11.3 million vs $5.1 million in 2024

DMG’s CEO, Sheldon Bennett, commented: “In 2025, we positioned the Company to enter the high-value Artificial Intelligence (AI) infrastructure market and grow our digital asset financial services offerings. We cultivated relationships with the Canadian government, enterprises and Indigenous communities to capture unique sovereign AI opportunities with a strategic focus on a colocation business model. In addition, our digital asset custody subsidiary achieved qualified custodian status as well as SOC 2 Type II certification, positioning it for revenue growth in the calendar 2026. We believe our strong balance sheet can help us weather the current crypto market downturn while we remain focused on long-term growth and cash generation.”

Full Year 2025 Financial Results Review

Revenue increased by $13,436,987 to $47,337,070 for the year ended September 30, 2025 from $33,900,083 for the year ended September 30, 2024. The increase in revenue is attributable to increases in digital currency mining revenues of $12,202,250. This increase is the result of a higher average bitcoin price and the Company’s expansion of its mining operations, which increased the Company’s mining performance relative to the upward difficulty adjustment of the Bitcoin network during the same period in the prior year. Hosting service revenue decreased to $574,343 in the year ended September 30, 2025 from $1,180,573 in the prior period.

Operating and maintenance expenses for the year ended September 30, 2025 was $27,663,713, compared to $19,733,886 in the previous year ended September 30, 2024. This increase is primarily due to a $6,299,161 rise in utilities expenses driven

by additional mining capacity added to the Company’s Christina Lake facility during the year. Furthermore, hosting fees paid to third parties, totaling $2,074,467, also contributed to the increase over the prior period.

Research costs for the year ended September 30, 2025 increased by $183,225 over the prior period as the company executed on its Digital Asset Software and Services efforts for Systemic Trust, Terra Pool, Helm, Reactor and Blockseer Explorer. General and administrative costs for the year ended September 30, 2025 were $6,191,937 in comparison to $5,860,448 for the year ended September 30, 2024. General and administrative costs consist mostly of wages, professional fees, consulting fees and financing costs. The increase is attributable mainly to an increase of $508,786 in financing costs related to the Company’s credit facility with Sygnum Bank and an increase in insurance costs of $109,783 resulting from additional coverage required for Systemic Trust. These increases were offset by a decrease of $347,116 from professional fees and consulting expenses over the prior year.

Net loss of $10,267,969 for the year ended September 30, 2025 increased by $5,038,407 from a net loss of $5,229,562 for the year ended September 30, 2024. The change is primarily a result of the IFRS revaluation method applied to digital currencies, where unrealized gains that reverse prior period losses are applied to net income and unrealized gains in excess of the carrying value are applied to other comprehensive income. For the year ended September 30, 2025, the entire $21,671,555 unrealized revaluation gain for the year was recognized in other comprehensive income and did not contribute to a reduction in the Company’s net loss. For the year ended September 30, 2024, the total gross unrealized revaluation gain was $19,472,036; of this, $9,178,788 was recognized as a reduction of net loss and remaining revaluation gain of $10,293,248 was recognized in

other comprehensive income.

Comprehensive income increased by $6,269,853 from $5,070,008 for the year ended September 30, 2024 to $11,339,861 for the year ended September 30, 2025. The improved operating results are primarily driven by strong growth in digital currency mining revenue, which increased by $12,202,250 over the prior year, an amount that substantially exceeded the corresponding increase in mining utility expenses of only $6,299,161 over the prior year.

Total assets as of September 30, 2025 was $132,030,085, an increase of $28,161,104. The increase is mostly attributable to the Company's purchase of $9,116,500 short-term investments and a net increase in digital currency of $20,112,897, due to the revaluation of digital currency balances resulting from an increase in the price of bitcoin, which was $158,814 as of September 30, 2025 as compared to $88,673 as of September 30, 2024.

Fourth Quarter and Full Year 2025 Results Conference Call Details

The Company will host a conference call to review its results and provide a corporate update on December 18, 2025 at 4:30 PM ET. Participants should register for the call via the link.

In addition to a live Q&A session via chat, management will also address pre-submitted questions. Those wishing to submit a question may do so via email at investors@dmgblockchain.com, using the subject line 'Conference Call Question Submission,' through 2:00 PM ET on December 18, 2025.

About DMG Blockchain Solutions Inc.

DMG is a publicly traded and vertically integrated blockchain and data center technology company that manages, operates and

develops end-to-end digital solutions to monetize the digital asset and artificial intelligence compute ecosystems. Systemic Trust Company, a wholly owned subsidiary of DMG, is an integral component of DMG's carbon-neutral Bitcoin ecosystem, which enables financial institutions to move bitcoin in a sustainable and regulatory-compliant manner. DMG's Blockseer Explorer is a feature-rich, freely available Bitcoin blockchain explorer, available at blockseer.com.

For more information on DMG Blockchain Solutions visit: www.dmgblockchain.com
Follow @dmgblockchain on X and subscribe to DMG's YouTube channel.

For further information, please contact:

On behalf of the Board of Directors,

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DMG Blockchain Solutions Inc.
Consolidated Statements of Financial Position
(Expressed in Canadian Dollars)

	Notes	As at September 30, 2025	As at September 30, 2024
ASSETS		**$**	**$**
Current			
Cash and cash equivalents		1,681,448	1,679,060
Amounts receivable	6	4,045,161	4,910,251
Digital currency	5	54,440,600	34,327,703
Prepaid expense and other current assets		330,077	337,042
Marketable securities	8	479,426	316,803
Short-term investments	9	9,116,500	-
Assets held for sale	10	30,408	-
Total current assets		**70,123,620**	**41,570,859**
Long-term deposits	12	138,415	2,047,682
Property and equipment	11	53,450,285	53,798,978
Intangible assets	13	1,181,414	-
Long-term investments	14	45,000	45,000
Amount recoverable	7	7,091,351	6,406,462
Total assets		**132,030,085**	**103,868,981**
LIABILITIES AND SHAREHOLDERS' EQUITY			
Current			
Trade and other payables	15	6,370,626	5,183,107
Current portion of lease liability	16	106,619	43,483
Loans payable	17	10,885,374	13,928,462
Total current liabilities		**17,362,619**	**19,155,052**
Long-term lease liability	16	78,296	51,842
Total liabilities		**17,440,915**	**19,206,894**
Shareholders' Equity			
Share capital	18(a)	121,210,082	113,086,455
Reserves	18(b-d)	56,316,695	45,853,100
Accumulated other comprehensive income		32,056,444	10,448,614
Accumulated deficit		(94,994,051)	(84,726,082)
Total shareholders' equity		**114,589,170**	**84,662,087**
Total liabilities and shareholders' equity		**132,030,085**	**103,868,981**
Contingencies	25		
Subsequent events	27		

Approved on Behalf of the Board of Directors on December 17, 2025:

/s/ John D. Abouchar	***/s/ Sheldon Bennett***
Director	**Director**

The accompanying notes are integral to these consolidated financial statements

DMG Blockchain Solutions Inc.
Consolidated Statements of Loss and Comprehensive Loss
(Expressed in Canadian Dollars, except for number of shares)

	Notes	For the years ended September 30, 2025	2024
		$	$
Revenue	20	**47,337,070**	**33,900,083**
Expenses			
Operating and maintenance costs	21(a)	27,663,713	19,733,886
General and administrative	21(b)	6,191,937	5,860,448
Share-based compensation		2,878,895	1,795,391
Research		2,309,501	2,126,276
Provision for bad debt	6	(4,979)	14,386
Depreciation	11	17,398,464	18,946,204
Total expenses		**56,437,531**	**48,476,591**
Operating loss before other items		**(9,100,461)**	**(14,576,508)**
Other income (expense)			
Interest and other income	7	684,889	634,510
Gain (loss) on disposition of assets		(2,403,968)	4,809
Foreign exchange loss		(207,649)	(71,996)
Impairment of digital currency		-	(345,160)
Loss on modification of amounts recoverable	7	-	(674,300)
Loss on fair value of investments		-	(609,120)
Provision of sales tax receivable	6	(1,498,432)	(896,205)
Unrealized gain on revaluation of digital currency		-	9,178,788
Realized gain on sale of digital currency		2,095,029	2,195,801
Gain (loss) on change in fair value of marketable securities	8	162,623	(70,181)
Net loss before income taxes		**(10,267,969)**	**(5,229,562)**
Income tax expense (recovery)	24	-	-
Net loss		**(10,267,969)**	**(5,229,562)**
Other comprehensive income			
Items that may be reclassified subsequently to income or loss:			
Revaluation gain on digital assets	5	21,671,555	10,293,248
Cumulative translation adjustment		(63,725)	6,322
Comprehensive income		**11,339,861**	**5,070,008**
Basic and diluted loss per share	18(f)	($0.05)	($0.03)
Weighted average number of shares outstanding - basic and diluted		198,850,786	169,226,226

The accompanying notes are integral to these consolidated financial statements

DMG Blockchain Solutions Inc.
Consolidated Statements of Cash Flows
(Expressed in Canadian Dollars)

	For the years ended September 30, 2025	2024
	$	$
OPERATING ACTIVITIES		
Net loss for the period	**(10,267,969)**	**(5,229,562)**
Non-cash items:		
Accretion	14,981	31,003
Depreciation	17,398,464	18,946,204
Share-based payments	2,878,895	1,795,391
Unrealized gain on revaluation of digital currency	-	(9,178,788)
Unrealized foreign exchange (gain) loss	180,873	(23,924)
Gain (loss) on disposition of assets	2,403,968	(4,809)
Unrealized gain (loss) on change in fair value of marketable securities	(162,623)	70,181
Impairment of digital currencies	-	345,160
Loss on fair value of investment	-	609,120
Provision for sales tax receivable	1,498,432	896,205
Bad debt (recovery) expense	(4,979)	14,386
Digital currency related revenue	(46,177,819)	(31,612,827)
Digital currency sold	49,833,854	34,303,469
Realized gain on sale of digital currency	(2,095,029)	(2,195,801)
Non-cash interest income	(684,889)	(628,575)
Accrued interest	1,255,409	491,926
Loss on amount recoverable modification	-	674,300
Changes in non-cash operating working capital:		
Prepaid expenses and other current assets	(593,112)	(148,530)
Amounts receivable	(528,040)	(1,973,658)
Assets held for sale	(30,408)	-
Deferred revenue	-	(52,435)
Trade and other payables	1,269,823	1,082,095
Net cash (used in) provided by operating activities	**16,189,831**	**8,210,531**
INVESTING ACTIVITIES		
Purchase of property and equipment	(2,702,243)	(2,387,295)
Deposits on mining equipment	(16,751,496)	(18,028,412)
Purchase of short-terms investment	(9,116,500)	(609,120)
Proceeds on sale of equipment	-	20,442
Security deposits	2,398,469	(194,438)
Purchase of intangible asset	(1,181,414)	-
Net cash used in investing activities	**(27,353,184)**	**(21,198,823)**
FINANCING ACTIVITIES		
Proceeds from options exercises	60,913	816,352
Principal lease payment	(93,585)	(99,158)
Proceeds from secured loan	8,250,388	12,161,909
Repayment of loan payable	(12,736,223)	(1,668)
Proceeds from issuance of units	17,254,945	-
Share issuance costs	(1,570,875)	-
Net cash provided by financing activities	**11,165,563**	**12,877,435**
Impact on currency translation on cash and cash equivalents	**178**	**4**
Cash and cash equivalents, change	**2,388**	**(110,853)**
Cash and cash equivalents, beginning	**1,679,060**	**1,789,913**
Cash and cash equivalents, ending	**1,681,448**	**1,679,060**

Supplemental cash flow information (Note 26)

The accompanying notes are integral to these consolidated financial statements

Neither the TSX Venture Exchange nor its Regulation Service Provider (as that term is defined in the policies of the TSX Venture Exchange) accepts responsibility for the adequacy or accuracy of this news release.

Cautionary Note Regarding Forward-Looking Information

This news release contains forward-looking information or statements based on current expectations. Forward-looking statements contained in this news release include hosting a conference call, potential AI opportunities, the potential growth in revenue from Systemic Trust, the expected strong balance sheet to weather a crypto downturn, the Company's strategy for growth, the planned monetization of certain product and service offerings, developing and executing on the Company's products, services and business plans, the launch of products and services, events, courses of action, and the potential of the Company's technology and operations, among others, are all forward-looking information.

Future changes in the Bitcoin network-wide mining difficulty or Bitcoin hashrate may materially affect the future performance of DMG's production of bitcoin, and future operating results could also be materially affected by the price of bitcoin and an increase in hashrate and mining difficulty.

Forward-looking statements consist of statements that are not purely historical, including any statements regarding beliefs, plans, expectations, or intentions regarding the future. Such information can generally be identified by the use of forwarding-looking wording such as "may", "expect", "estimate", "anticipate", "intend", "believe" and "continue" or the negative thereof or similar variations. The reader is cautioned that assumptions used in the preparation of any forward-looking information may prove to be incorrect. Events or circumstances

may cause actual results to differ materially from those predicted, as a result of numerous known and unknown risks, uncertainties, and other factors, many of which are beyond the control of the Company, including but not limited to, market and other conditions, volatility in the trading price of the common shares of the Company, business, economic and capital market conditions; the ability to manage operating expenses, which may adversely affect the Company's financial condition; the ability to remain competitive as other better financed competitors develop and release competitive products; regulatory uncertainties; access to equipment; market conditions and the demand and pricing for products; the demand and pricing of bitcoin; security threats, including a loss/theft of DMG's bitcoin; DMG's relationships with its customers, distributors and business partners; the inability to add more power to DMG's facilities; DMG's ability to successfully define, design and release new products in a timely manner that meet customers' needs; the ability to attract, retain and motivate qualified personnel; competition in the industry; the impact of technology changes on the products and industry; failure to develop new and innovative products; the ability to successfully maintain and enforce our intellectual property rights and defend third-party claims of infringement of their intellectual property rights; the impact of intellectual property litigation that could materially and adversely affect the business; the ability to manage working capital; and the dependence on key personnel. DMG may not actually achieve its plans, projections, or expectations. Such statements and information are based on numerous assumptions regarding present and future business strategies and the environment in which the Company will operate in the future, including the demand for its products, the ability to successfully develop software, that there will be no regulation or law that will prevent the Company from operating its business, anticipated costs, the ability to secure

sufficient capital to complete its business plans, the ability to achieve goals and the price of bitcoin. Given these risks, uncertainties, and assumptions, you should not place undue reliance on these forward-looking statements. The securities of DMG are considered highly speculative due to the nature of DMG's business. For further information concerning these and other risks and uncertainties, refer to the Company's filings on www.sedarplus.ca. In addition, DMG's past financial performance may not be a reliable indicator of future performance.

Factors that could cause actual results to differ materially from those in forward-looking statements include, failure to obtain regulatory approval, the continued availability of capital and financing, equipment failures, lack of supply of equipment, power and infrastructure, failure to obtain any permits required to operate the business, the impact of technology changes on the industry, the impact of viruses and diseases on the Company's ability to operate, secure equipment, and hire personnel, competition, security threats including stolen bitcoin from DMG or its customers, consumer sentiment towards DMG's products, services and blockchain technology generally, failure to develop new and innovative products, litigation, adverse weather or climate events, increase in operating costs, increase in equipment and labor costs, equipment failures, decrease in the price of Bitcoin, failure of counterparties to perform their contractual obligations, government regulations, loss of key employees and consultants, and general economic, market or business conditions. Forward-looking statements contained in this news release are expressly qualified by this cautionary statement. The reader is cautioned not to place undue reliance on any forward-looking information. The forward-looking statements contained in this news release are made as of the date of this news release. Except as required by law, the Company disclaims any intention and assumes no

obligation to update or revise any forward-looking statements, whether as a result of new information, future events, or otherwise. Additionally, the Company undertakes no obligation to comment on the expectations of or statements made by third parties in respect of the matters discussed above.

Photos accompanying this announcement are available at
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