BLUE HORIZON GLOBAL CAPITAL CORP.

(FORMERLY SENSOR TECHNOLOGIES CORP.)

Management's Discussion and Analysis
December 31, 2024

Date of Report : April 23. 2025

This management's discussion and analysis of the financial condition and results of operation ("MD&A") of Blue Horizon Global Capital Corp. (formerly - Sensor Technologies Corp.) (the "Company" or "Blue Horizon") should be read in conjunction with Company's annual consolidated financial statements ("consolidated statements") and notes thereto as at and for the year ended December 31, 2024 and 2023.

Unless indicated otherwise, all financial data in this MD&A has been prepared in accordance with International Financial Reporting Standards ("IFRS") issued by the International Accounting Standards Board ("IASB") and interpretations of the International Financial Reporting Interpretations Committee ("IFRIC"). All dollar amounts in this MD&A are reported in Canadian dollars unless otherwise indicated.

Caution Regarding Forward-Looking Information :

Certain information contained in this MD&A constitutes forward-looking information, which is information relating to future events or the Company's future performance and which is inherently uncertain. All information other than statements of historical fact may be forward-looking information. Forward-looking information is often, but not always, identified by the use of words such as "seek", "anticipate", "budget", "plan", "continue", "estimate", "expect", "forecast", "may", "will", "project", "predict", "potential", "targeting", "intend", "could", "might", "should", "believe" and similar words or phrases (including negative variations) suggesting future outcomes or statements regarding an outlook. Forward-looking information contained in this MD&A includes, but is not limited to the Company's expectations regarding its exploration and development activities, including expectations regarding the timing, costs and results of seismic acquisition, drilling and other activities, and future production volumes and sales, receipt of regulatory and governmental approvals, the Company's future working capital requirements, including its ability to satisfy such requirements, the exposure of its financial instruments to various risks and its ability to manage those risks, the Company's ability to use tax resource pools and loss carry-forwards, fees to be incurred by foreign subsidiaries and changes in accounting policies.

Forward-looking information involves known and unknown risks, uncertainties and other factors that may cause actual results or events to differ materially from those anticipated in such forward-looking information. The Company believes the expectations reflected in the forward-looking information are reasonable, but no assurance can be given that these expectations will prove to be correct and readers are cautioned not to place undue reliance on forward-looking information contained in this MD&A. Some of the risks and other factors which could cause results to differ materially from those expressed in the forward-looking information contained in this MD&A include, but are not limited to: risks relating to oil and gas exploration activities generally, including the availability and cost of seismic, drilling and other equipment; our ability to complete our capital programs; geological, technical, drilling and processing problems, including the availability of equipment and access to properties; our ability to secure adequate transportation for our products; potential losses which would stem from any disruptions in production, including work stoppages or other labour difficulties, or disruptions in the transportation network on which we are reliant; potential delays or changes in plans with respect to exploration or development projects or capital expenditures; our ability and the ability of our partners to attract and retain the necessary labour required to explore and develop our projects; potential conflicting interests with our joint venture partners; our failure or the failure of the holder(s) of licenses or leases to meet specific requirements of such licenses or leases; the failure by counterparties to make payments or perform their operational or other obligations in compliance with the terms of contractual arrangements between us and such counterparties; adverse claims made in respect of our properties or assets; operating hazards and other difficulties inherent in the exploration for and production and sale of crude oil and natural gas; political and economic conditions in the countries in which our property interests are located; obtaining the necessary financing for operations, our ability to generate taxable income from operations, fluctuations in the value of our portfolio investments due to market conditions and/or company-specific factors, fluctuations in prices of commodities underlying our interests and portfolio investments, and other risks included elsewhere in this MD&A under the heading "Risk Management" and in the Company's public disclosure documents filed with certain Canadian securities regulatory authorities and available under the Company's profile at www.sedar.com.

Readers are cautioned that the foregoing lists of factors are not exhaustive. Although the Company has attempted to identify important factors that could cause actual events and results to differ materially from those described in the forward-looking information, there may be other factors that cause events or results to differ from those intended, anticipated or estimated. The forward-looking information contained in this MD&A are made as of the date hereof and the Company undertakes no obligation to update publicly or revise any forward-looking information, whether as a result of new information, future events or otherwise, except as otherwise required by law. All the forward-looking information contained in this MD&A is expressly qualified by this cautionary statement.

About Blue Horizon

Blue Horizon is continued under the Business Corporations Act (Ontario). The Company is an investment company whose primary objective is to identify promising companies with excellent projects, innovative technologies or both, using management's extensive experience in deal sourcing and capital combination to maximize returns for its shareholders. The Company intends to invest its funds with the aim of generating returns from capital appreciation and investment income. It intends to accomplish these goals through the identification of and investment in securities of private and publicly listed entities across a wide range of sectors and industry areas, including but not limited to the technology, software development and biotechnology industries and natural gas interests. The Company is domiciled in the province of Ontario and its head office is located at 196 Wildcat Rd., North York, Ontario, Canada. The Company trades on the Canadian Securities Exchange ("CSE") under the symbol "BHCC".

The consolidated statements were approved for issue by the board of directors on April 23, 2025.

These consolidated financial statements ("consolidated statements) include the accounts of the Company and its subsidiaries, Mooncor Energy Inc. ("Mooncor Energy"), an Alberta Corporation, Primary Petroleum Company U.S. Inc ("PPCUSA"), a Montana, USA Corporation, Primary Petroleum Company LLC ("PPCLLC"), a Montana, USA Corporation and AP Petroleum Company ("APLLC"), a Montana, USA Corporation. Subsidiaries consist of entities over which the Company is exposed to, or has rights to, variable returns as well as the ability to affect those returns through the power to direct the relevant activities of the entity. Subsidiaries are fully consolidated from the date control is transferred to the Company and are de-consolidated from the date control ceases. The consolidated statements include all the assets, liabilities, revenues, expenses and cash flows of the Company and its subsidiaries after eliminating inter-entity balances and transactions.

The Company owns 25% of STI and considers it to be an associate. An associate is an entity over which the investor has significant influence but not control over the financial and operating policies. Significant influence is presumed to exist where the Company has between 20% and 50% of the voting rights but can also arise where the Company has less than 20%, if the Company has the power to participate in the financial and the operating policy decisions affecting the entity. Investments in associates are held as part of the Company's investment portfolio and carried in the proforma unaudited consolidated statements of financial position using the equity method of accounting where the Company recognizes its share of income or losses of the associate through consolidated statements of income (loss) and comprehensive income (loss).

During the year ended December 31, 2023, the Company acquired approximately 20% of the issued and outstanding securities in the capital of each of StemCell BioTech Ltd. ("Robotic") and 14125339 Canada Inc. ("1412"). As of December 31, 2024, the Company did not exercise its right to have representation on the board of the companies and, as such, did not participate in the policy-making process. In addition, there were no material transactions between the Company and each of Robotic and 1412 or interchange of managerial personnel or provision of essential technical information or operating involvement. Accordingly, the Company determined that it does not have significant influence in these investees and as such, the investments in these two companies are being valued at fair value.

Summary of activities

1. Investment in Blockchain Assets Management Group Limited ("BAM").

On December 28, 2023, pursuant to a securities purchase agreement dated December 31, 2023, with BAM, the Company acquired an aggregate of 11,111 common shares in the capital of BAM, representing approximately 10% of the issued and outstanding securities in the capital of BAM. The purchase price for the shares was $4,977,728 and this was satisfied through the issuance of an aggregate of 99,554,560 common shares in the capital of the Company at a price of $0.05 per share.

Prior to the finalization of the Company's audited consolidated financial statements for the year ending December 31, 2023, BAM submitted its financial statements for the years ended December 31, 2023 and 2022 to the Company. BAM's financial statements stated that the company has been in a state of suspended operations and restructuring since 2022.

Accordingly, the Company decided to terminate the acquisition of the 10% interest in the issued and outstanding securities in the capital of BAM effective as of December 31, 2023.

During the year ended December 31, 2024, the Company contacted BAM regarding cancellation of the shares, but they did not respond and on November 27, 2024, the Company cancelled 99,554,560 common shares of the Company that were issued pursuant to the acquisition of BAM.

2. Private placement

In December 2022, the Company raised gross proceeds of $650,000 through a non-brokered private placement of 2,166,667 units (the "Units") of the Company at a price of $0.30 per Unit (the "Offering"). Each Unit consists of one common share and one common share purchase warrant ("Warrant"). The Company never received the proceeds of the Offering. As a result, the Company decided to terminate the private placement effective December 31, 2023.

During the year ended December 31, 2024, the Company contacted the subscribers regarding cancellation of the shares in view that the Company never received proceeds of the Offering. None of the subscribers responded and on November 27, 2024, the Company cancelled 2,166,667 common that were issued to the subscribers in respect to the unsuccessful private placement During the year ended December 31, 2024, the Company also cancelled 2,166,667 warrants that were issued to the subscribers in respect to the unsuccessful private placement.

3. Marketing agreement

Subsequent to the year end, the Company and its wholly owned subsidiary, Primary Petroleum Company USA Inc. jointly referred to as "Client" and an arm's length third party, American Geophysical Corporation, USA, ("American") entered into a marketing agreement. Under the agreement, Client agrees to allow American to act as exclusive marketing agent for the license of certain 3D Seismic Data subject to certain terms and conditions. America's fee for negotiating and handling the license of 3D data shall be ten percent of the total license fee of each individual transaction, and Client's share shall be ninety percent of the total license fee of each individual transaction. For transactions involving an agent in addition to American, the above-stated commission shall be split equally - one-half for American to cover costs of marketing, retrieval/handling, preparing all necessary paperwork, and invoicing and collection of funds, and one-half to the other agent as a marketing fee.

4. **Investment in Miss Global Inc.**

The Company entered into a securities purchase agreement dated as of January 26, 2024 with Miss Globe Group Inc. ("MGGI"), an arm's length party to the Company. Pursuant to the terms of the Agreement, the Company agreed to acquire 2,000,000 common shares in the capital of MGGI at price of $2.10 per MGGI Share. The purchased MGGI shares represent approximately 20% of the issued and outstanding securities in the capital of MGGI. The purchase price of MGGI Shares was $4,200,000 and to be satisfied through a combination of cash and/or securities in the capital of the Company. In the event that the Company satisfies the purchase price in full through the issuance of securities, the maximum number of common shares to be issued will be 10,500,000 common shares at a deemed price of $0.40 per share. The Company subsequently decided not to proceed with this transaction.

Going concern

The consolidated financial statements have been prepared using accounting policies applicable to a going concern, which contemplates the realization of assets and settlement of liabilities in the normal course of business as they come due. The Company has a total comprehensive loss of $312,825 for year ended December 31, 2024, working capital deficiency in the amount of $927,435 and a deficit in the amount of $10,136,264 as of December 31, 2024.

Management estimates that the funds available as of December 31, 2024, will not be sufficient to meet the Company's potential capital and operating expenditures through to December 31, 2025. The Company will have to raise additional funds to continue operations. Although the Company has raised funds in the past, there can be no assurance that adequate funding will be available in the future, or available on terms acceptable to the Company. The challenges of securing requisite funding and the cumulative losses indicate the existence of a material uncertainty that may cast significant doubt upon the Company's ability to continue as a going concern. These consolidated statements do not include any adjustments relating to the recoverability and classification of recorded asset amounts nor to the amounts or classification of liabilities that might be necessary should the Company be unable to continue as a going concern. Such adjustments could be material.

Oil and gas property interests

The Company has an interest in 2 suspended heavy oil wells and leases and related natural gas rights in the Lloydminster area of Alberta as of December 31, 2024 and 2023. The interests are carried at a nominal amount of $1. In a prior year the Company had recognized an impairment in these assets.

Results of Operation

Results of operations of the Company for the most recent three years are as follows:

	Year ended December 31,		
	2024	**2023**	**2022**
Licensing fee	$ -	$ -	$ 90,613
Interest income	18,674	17,695	14,466
Total revenue	$ 18,674	$ 17,695	$ 105,079
Expenses			
Exploration expenses	(35,945)	(15,421)	(30,530)
Office and general expenses	(112,929)	(425,084)	(95,031)
Reversal of interest income	-	(8,004)	-
Total expenses	$ (148,874)	$ (448,509)	$ (125,561)
(Loss) before undernoted	(130,200)	(430,814)	(20,482)
Finance costs	(64,439)	(16,379)	(12,312)
Writeback of old accounts payable balance	-	-	182,396
Loss on disinvestment of controlling shares in a subsidiary	-	(36,919)	-
Impairment of investments	-	(8,844,345)	-
Impairment of investment in associate	-	(38,593)	-
Reclamation & decommissioning expenses	(118,150)	-	-
Proceeds of private placement not received	-	(650,000)	-
Gain (loss) on foreign exchange	(2,716)	681	(2,185)
Net income (loss) for the year	(315,505)	(10,016,369)	147,417
Company's share of net loss of associate	-	-	(10,026)
	(315,505)	(10,016,369)	137,391
Other comprehensive income (loss) for the year			
Exchange differences on translation of foreign operations	2,680	(720)	2,247
Total comprehensive income (loss) for the year	$ (312,825)	$ (10,017,089)	$ 139,638

The Company's selected quarterly results for the eight most recently completed financial periods are as follows:

	Q1 2023	Q2 2023	Q3 2023	Q4 2023	Q1 2024	Q2 2024	Q3 2024	Q4 2024
Licensing fee	-	-	-	-	-	-	-	-
Interest income	8,748	9,192	9,619	(9,864)	4,857	4,973	4,712	4,132
Total revenue	8,748	9,192	9,619	(9,864)	4,857	4,973	4,712	4,132
Gross profit (loss)	8,748	9,192	9,619	(9,864)	4,857	4,973	4,712	4,132
Total comprehensive income (loss)	(32,211)	(256,208)	(25,862)	(9,702,808)	(50,259)	(54,015)	(99,339)	(109,212)
Income (loss) per common share based on net income (loss)	$ (0.00)	$ (0.00)	$ (0.00)	$ (0.04)	$ (0.00)	$ (0.00)	$ (0.00)	$ (0.00)

Interest earned on the deposit with Alberta Energy Regulators ("AER") for the year ended December 31, 2024 was $18,674 (2023 - $17,695). Blockchain Assets Management Group issued a promissory note to the Company on July 13, 2022 for $380,000 bearing an interest of 5% per annum. The Company does not think it will receive the interest and has therefore not accrued any interest for the year ended December 31, 2024 (2023 – write off $8,004).

Exploration expenses for the year ended December 31, 2024 of $35,945 (2023 - $15,421) mainly relates to lease renewal costs and property management fees. During the year ended December 31, 2024, the Company re-bid $10,617 (2023 - $nil) and was re-awarded the petroleum and national gas rights of one of the wells.

Office and general expenses for the year ended December 31, 2024 were $112,929 (2023 - $425,084). Included in office and general expenses are corporate services for the year ending December 31, 2024 of $34,877 (2023 - $121,606). Corporate expenses for the year ended December 31, 2024 included expenses of $nil (2023 - $89,329) related to the shareholders annual and special general meeting held on June 2023. Professional fees of $17,781 (2023 - $114,191) includes audit fees of $31,251 adjusted by a credit of $15,500 relating to excess audit fees booked in 2023 (2023 – $80,566). The reduction of the audit fees reflects the current volume of work. Professional fees include $nil (2023 - $26,075) for consulting fees and disbursements paid to Mr. Jay Vieira, the former CEO of the Company, in connection with the change of business and the CSE listing application and other corporate matters. Office and general expenses also include accounting services $40,000 (2023 - $41,320) and insurance of $16,041 (2023 - $15,769). Legal fees and disbursements for the year ended December 31, 2024 were $nil (2023 - $123,894). The legal fees and disbursement in 2023 were paid to Mr. Jay Vieira, the former CEO of the Company.

Finance costs for the year ended December 31, 2024 were $64,439 (2023 - $16,379). This includes accrued interest on advances of $18,492 (2023 - $16,379), interest on CEBA loan of $2,770 (2023 - $nil), interest on loan on revolving credit of $3,177 (2023 - $nil) and $40,000 (2023 - $nil) bonus payable on account of the revolving credit.

During the year ended December 31, 2024, the Company booked $118,500 (2023 - $nil) reclamation and decommissioning expenses on its oil and gas leases relating to the Lloydminster property in Alberta using estimates of the Alberta Energy Resources.

During the year ended December 31, 2024, the Company recognized impairment of fair value of investments of $nil (2023 - $$8,844,385) in BAM, Robotic and 1412. It also recognized an impairment of fair value of its investment in its associate, STI, of $nil (2023 - $38,593). During the year ended December 31, 2024, the company provided for $nil (2023 - $650,000) against the private placement offering that the Company never received. The company also made a loss of $nil during the year ended December 31, 2024 (2023 - $36,919) on divestment of 26% of the share in the associate.

2024 Fourth Quarter Results

Results of operations for the three months ended 2024 and 2023 are:

	Three months ended December 31	
	2024	**2023**
Interest income	4,132	(9,864)
Total revenue	4,132	(9,864)
Expenses		
Exploration expenses	(4,037)	(4,023)
Office and general expenses	15,574	(131,347)
Reversal of interest income	-	(8,004)
Total expenses	11,537	(143,374)
Income (loss) before undernoted	15,669	(153,238)
Finance costs	(6,704)	(4,313)
Loss on disinvestment of controlling shares in a subsidiary	-	(36,919)
Impairment of investments	-	(8,844,345)
Impairment of investment in associate	-	(38,593)
Reclamation & decommissioning expenses	(118,150)	
Proceeds of private placement not received	-	(650,000)
Capital Stock cancelled	-	-
Gain (loss) on foreign exchange	(2,077)	657
Net income (loss) for the year	(111,262)	(9,726,751)
Company's share of net income of associate	-	24,611
	(111,262)	(9,702,140)
Other comprehensive income (loss) for the year		
Exchange differences on translation of foreign operations	2,050	(668)
Total comprehensive income (loss) for the year	(109,212)	(9,702,808)

Interest earned on the deposit with Alberta Energy Regulators for the three months ended December 31, 2024 was $4,132 (2023 – $5,063). The Company does not think that it will receive the interest receivable from Blockchain Assets Management Group in respect of a promissory note issued to the Company on July 13, 2023 for $380,000 bearing an interest of 5% per annum and therefore no interest has been accrued for in the consolidated statements of income (loss) and comprehensive income (loss) for the three months ended December 31 2024 (2023 – write off $8,004).

Exploration expenses for the three months ended December 31, 2024 was $4,037 (2023 - $4,023) mainly relates to lease renewal costs.

Office and general expenses for the three months ended December 31, 2024 were a credit of $15,574 (2023 – charge of $131,347). Included in office and general expenses are corporate services for the three months ended December 31, 2024 of $3,623 (2023 - $15,943) largely because in the year ended December 31, 2024 there was $nil (2023 - $15,000) of listing fees. Other office and general expenses include a credit on professional fees of $34,063 (2023 – charge of $97,556) mainly because of a reversal of excess accruals during the three months ended December 31, 2024 of $34,500 and $nil (2023 - $26,075) consulting fees and disbursements paid to Mr. Jay Vieira, the former CEO of the Company, in connection with the change of business and the CSE listing application and other corporate matters. Office and general expenses also include accounting services $10,000 (2023 - $10,000) and insurance of $4,019 (2023 - $4,004).

During the three months ended December 31, 2024, the Company booked $118,500 (2023 - $nil) reclamation and decommissioning expenses on its oil and gas leases relating to the Lloydminster property in Alberta using estimates of the Alberta Energy Resources.

Finance costs for three months ended December 31, 2024 were $6,704 (2023 – $4,313). This includes accrued interest on advances of $4,857 (2023 - $4,313), interest on CEBA loan of $747 (2023 - $nil), interest on loan on revolving credit of $1,100 (2023 - $nil)

Cash Flow

During the year ended December 31, 2024 the Company used cash of $211,299 in operating activities. The interest on advances $21,668 and accrued reclamation and decommissioning expenses of $118,150 do not involve use of cash.

For the year ended December 31, 2024, accounts payable and accrued expenses decreased by $47,098. Trade and accounts receivable decreased by $11,461 and prepayments decreased by $25 during the year ended December 31, 2024.

As of December 31, 2024, the Company has a loan under the CERB program from TD Canada Trust for an amount of $60,000 for a 58 month period to December 31, 2026. The loan was non-interest bearing until January 18, 2024 and subsequently bears interest of 5% per annum calculated monthly.

The Company earned $18,674 interest on the deposit with Alberta Energy Regulators.

Proceeds from advances during the year ended December 31, 2024 was $191,153 including $156,153 as part of a revolving credit from an arm's length third party, $24,500 against sale of 30% of Mooncor Energy Inc., and $10,500 from two other arm's length third parties.

For the year ended December 31, 2024, the Company had a net decrease in cash of $41,997 and had a gain from the exchange rate changes on its foreign operations of $2,680 leaving a cash balance of $3,763 as of December 31, 2024.

Exploration expenses

The exploration costs during the year ended December 31, 2024 and 2023 were as follows:

	Year ended December 31, 2024	2023
Annual lease renewal costs and taxes	$ 24,999	$ 14,937
Land management	10,946	484
	$ 35,945	$ 15,421

Office and general expenses

The office and general expenses during the year ended December 31, 2024 and 2023 were

	Year ended December 31, 2024	2023
Accounting services	$ 40,000	$ 41,320
Rent expense	2,200	2,400
Telephone expense	1,651	2,876
Professional fees and disbursements	17,781	114,191
Legal fees and disbursements	-	125,894
Insurance	16,041	15,769
Corporate services	34,877	121,606
Others	379	1,028
	$ 112,929	$ 425,084

Liquidity and Capital Resources

Consolidated statements of financial position highlights	December 31, 2024	December 31, 2023
Cash	$ 3,763	$ 43,080
Oil and gas property interests	1	1
Total assets	410,421	442,550
Total liabilities	1,009,792	879,096
Share capital	9,475,603	14,953,331
Warrants	-	57,529
Contributed surplus	57,529	-
Accumulated other comprehensive income	3,761	1,081
Deficit	(10,136,264)	(15,448,487)
Working capital deficiency	(927,435)	(745,936)

Currently, the Company does not generate any revenue from its exploration and evaluation assets as all wells are shut-in. Accordingly, it does not have sufficient cash flows from operations to fund past liabilities or current obligations as they become due. Although in prior years, the Company has successfully raised funds, there can be no assurance that adequate funding will be available in the future, or available on terms acceptable to the Company. The Company has a working capital deficiency of $927,435 as of December 31, 2024 and its cash balance is not sufficient to meet the Company's liabilities. The Company is using its current cash and cash equivalents to fund required payments to keep the Company in good standing and to pay the expenses associated with being a reporting issuer listed on the CSE, until it can raise funds to pay its remaining creditors. There is no assurance that the Company can raise sufficient capital to continue as a going concern.

Related party transactions:

Related parties include Board of Directors, close family members, key management personnel, enterprises and others who exercise significant influence over the reporting entity. All amounts owing to related parties are unsecured, non-interest bearing and due on demand unless otherwise noted.

Included in the office and general expenses for the year ended December 31, 2024 is $nil (2023 - $123,894) for legal services and disbursements provided by Mr. Jay Vieira, former CEO and legal counsel of the Company. During the year ending December 31, 2023, an amount of $140,000 owing to Jay Vieira was converted into 7,000,000 common shares at a price of $0.02 per share. On December 31, 2024 $18,775 (2023 - $38,775) has been included in the accounts payable for Mr. Jay Vieira for legal services and disbursements.

Key Management Compensation

There was no compensation of key management of the Company for the year ended December 31, 2024 and 2023. Key management are those people who have authority and responsibility for planning, directing and controlling the activities, directly or indirectly, of the Company.

Management of capital

The Company's objectives when managing capital are as follows:

a. To safeguard the Company's ability to continue as a going concern.
b. To raise sufficient capital to finance its exploration and development activities on its mineral exploration properties.
c. To raise sufficient capital to meet its general and administrative expenditures.

The Company considers its capital to be equity, which comprises capital stock, warrants, contribution surplus, accumulated other comprehensive income and deficit, which on December 31, 2024 was deficiency of $599,371 (December 31, 2023 – $436,546).

The Company manages its capital structure and makes adjustments to it based on general economic conditions, short term working capital requirements, and planned exploration and development. The Company utilizes annual capital and operating expenditure budgets to facilitate the management of its capital requirement. These budgets are approved by management and updated for changes in the budgets' underlying assumptions as necessary. There have been no changes in the way the Company manages its capital during the year ended December 31, 2024 and December 31, 2023.

Risk management

The board of directors has overall responsibility for the establishment and oversight of the Company's risk management framework. The Company's risk management policies are established to identify and analyze the risks faced by the Company, to set appropriate risk limits and controls, and to monitor risks and adherence to market conditions in relation to the Company's activities. Unless otherwise noted, it is management's opinion that the Company is not exposed to significant price, credit, liquidity, or cash flow risks arising from the financial instruments. There were no changes to the Company's risks, objectives, policies and procedures from the previous year.

Cash

Cash consists of bank balances and petty cash. As of December 31, 2024, the Company had cash of $3,763 (2023 - $43,080).

Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. Presently, the Company only interest-bearing liability is the advance. As this bears a fixed rate of interest, interest rate risk is considered low.

Liquidity risk

Liquidity risk is the risk that an entity will encounter difficulty in meeting obligations associated with financial liabilities. The Company's approach to managing liquidity is to ensure, as far as possible, that it will have sufficient liquidity to meet its liabilities when due, under both normal and stressed conditions, without incurring unacceptable losses which may damage the Company's reputation.

The Company monitors and reviews current and future cash requirements and matches the maturity profile of financial assets and liabilities. This is generally accomplished by ensuring that cash is always available to settle financial liabilities. All of the Company's financial liabilities have contractual maturities of less than 30 days and are subject to normal trade terms.

At December 31, 2024, the Company had a cash balance of $3,763 (December 31, 2023 – $43,080) which is not sufficient to settle current liabilities of $949,792 (December 31, 2023 - $819,095). The Company has a working capital deficiency $927,435 (December 2023 –$745,936). See "Going Concern" section in this MD&A.

Foreign exchange

The Company operates primarily in Canada and the United States. The presentation currency is Canadian dollar and the functional currency of the parent company is the Canadian dollar. As of December 31, 2024 and December 31, 2023, the Company's US dollar net monetary assets totaled $nil. Accordingly, a 5% change in the US dollar exchange rate as of December 31, 2024 on this amount would have resulted in an exchange gain or loss and therefore net income would have increased (decreased) by $nil.

Share Data:

Capital Stock

Common shares outstanding as at December 31, 2024 and 2023 and the date of this MD&A are as follows:

	# of Common Shares		Amount
Balance, December 31, 2022	247,801,765	$	5,638,986
Shares issued on conversion of accounts payable	10,000,000		200,000
Shares issued pursuant to private placement	2,166,667		650,000
Shares issued pursuant to acquisition of Robotic	27,644,444		1,382,222
Shares issued pursuant to acquisition of BAM	99,554,560		4,977,728
Shares issued pursuant to acquisition of 1412	42,087,890		2,104,395
Balance, December 31, 2023	429,255,326	$	14,953,331
Shares issued on conversion of advances	15,000,000		150,000
Shares issued on acquisition of BAM cancelled during the year	(99,554,560)		(4,977,728)
Shares issued on private placement cancelled during the	(2,166,667)		(650,000)
Balance, December 31, 2024 and date of MD&A	**342,534,099**	**$**	**9,475,603**

In December 2023, the Company raised gross proceeds of $650,000 through a non-brokered private placement of 2,166,667 units (the "Units") of the Company at a price of $0.30 per Unit (the "Offering"). Each Unit consists of one common share and one common share purchase warrant ("Warrant"). The Company never received the proceeds of the offering. As a result, the Company decided to terminate the private placement effective December 31, 2023. During the year ended December 31, 2024, the Company cancelled 2,166,667 common shares that were issued to the subscribers in respect to the unsuccessful private placement.

On December 28, 2023, pursuant to a securities purchase agreement dated December 31, 2023 with BAM, the Company acquired an aggregate of 11,111 common shares in the capital of BAM. The purchase price for the shares was $4,977,728 and this was satisfied through the issuance of an aggregate of 99,554,560 common shares in the capital of the Company at a price of $0.05 per share. Prior to the finalization of the Company's audited consolidated financial statements for the year ended December 31, 2023, BAM submitted its financial statements for the years ended December 31, 2023 and 2022 to the Company and noted that the BAM has been in a state of suspended operations and restructuring since 2022. Accordingly, the Company decided to terminate the acquisition of BAM effective as of December 31, 2023. During the year ended December 31, 2024, the Company cancelled 99,554,560 common shares that were issued pursuant to the acquisition of BAM.

During the year ended December 31, 2024, $150,000 of the advance relating to the $200,000 credit facility extended by an arm's length third party were converted into 15,000,000 common stocks of the Company at $0.01 per share.

During the year ended December 31, 2023 a total of 7,000,000 shares were issued at $0.02 per share to one of the ex-director against his service invoice of $140,000 and another 3,000,000 share were issued at $0.02 to the controller against his service invoice of $60,000.

Common Stock Purchase Warrants

	# of Warrants		Amount	Average Exercise Price	Expiry Date	Remaining Contractual Life (years)
Balance, December 31, 2022	10,600,000		57,529	0.08	27-Jun-24	-
Warrants issued - December 12, 2023	2,166,667		-		12-Dec-25	1.20
Balance, December 31, 2023	**12,766,667**		**57,529**	**-**	**-**	**-**
Warrants expired, unexercised	(10,600,000)	$	(57,529)	-	-	-
Warrants issued on private placement cancelled during the year	(2,166,667)	$	-	-	-	-
Balance, December 31, 2024 and date of MB&A	-	$	-	-	-	-

On June 27, 2024, 10,600,000 warrants issued on June 27, 2022, expired unexercised and have been transferred to capital contribution account.

2,166,667 warrants were issued pursuant to the private placement of December 12, 2023. Each Warrant entitled the holder to purchase one common share at a price of $0.35 per share for a period of two years to December 12, 2025. The fair value of the warrants issued as part of this financing was considered $nil in the audited consolidated financial statements for the year ended December 31, 2023. During the year ended December 31, 2024, the Company cancelled 2,166,667 warrants that were issued to the subscribers in respect to the unsuccessful private placement.

Segmented Information

The Company's reportable segments are strategic business units that offer different services and/or products. They are managed separately because each segment requires different strategies and involves different aspects of management expertise. The Company has decided to disclose the segment results of the oil and gas companies and corporate operations - MEI, PPI, PPC and APPC are oil & gas companies

The accounting policies of the segments are the same as those described in the summary of significant accounting policies. The Company carries out its operations through wholly-owned entities. These entities are located in Canada and the United States.

For year ended December 31, 2024

		Oil and Gas Operations		Corporate Operations		Total
Interest income		18,674		-		18,674
Total revenue	$	18,674	$	-	$	18,674
Expenses						
Exploration expenses		(35,945)		-		(35,945)
Office and general		-		(112,929)		(112,929)
Total expenses	$	(35,945)	$	(112,929)	$	(148,874)
(Loss) before undernoted		(17,271)		(112,929)		(130,200)
Finance costs		-		(64,439)		(64,439)
Reclamation & decommissioning expenses		(118,150)		-		(118,150)
Gain (loss) on foreign exchange		(5,869)		3,153		(2,716)
Total (loss) for the year	**$**	**(141,290)**	**$**	**(174,215)**	**$**	**(315,505)**
Other comprehensive income for the year						
Exchange differences on translation of foreign operations		2,680		-		2,680
Total comprehensive (loss) for the year	**$**	**(138,610)**	**$**	**(174,215)**	**$**	**(312,825)**

As at December 31, 2024

Total assets	$	388,116	$	22,305	$	410,421

For year ended December 31, 2023

		Oil and Gas Operations		Corporate Operations		Total
Interest income		17,695		-		17,695
Total revenue	$	17,695	$	-	$	17,695
Expenses						
Exploration expenses		(15,421)		-		(15,421)
Office and general		(846)		(424,238)		(425,084)
Reversal of interest income		-		(8,004)		(8,004)
Total expenses	$	(16,267)	$	(432,242)	$	(448,509)
Income (loss) before undernoted		1,428		(432,242)		(430,814)
Finance costs		-		(16,379)		(16,379)
Loss on disinvestment of controlling shares in the subsidary		-		(36,919)		(36,919)
Impairment of fair value of investments		-		(8,844,345)		(8,844,345)
Impairment of fair value of investment in associate		-		(38,593)		(38,593)
Proceeds of private placement not received		-		(650,000)		(650,000)
Gain (loss) on foreign exchange		1,571		(890)		681
Total income (loss) for the year	**$**	**2,999**	**$**	**(10,019,368)**	**$**	**(10,016,369)**
Other comprehensive (loss) for the year						
Exchange differences on translation of foreign operations		(720)		-		(720)
Total comprehensive income (loss) for the year	**$**	**2,279**	**$**	**(10,019,368)**	**$**	**(10,017,089)**
As at December 31, 2023						
Total assets	$	369,448	$	73,102	$	442,550

Critical accounting estimates

The preparation of the consolidated statements in conformity with IFRS requires management to make judgments, estimates and assumptions that affect the reported amounts of assets, liabilities and contingent liabilities at the date of the consolidated statements and the reported amounts of revenue and expenses during the reporting period. Estimates and assumptions are continuously evaluated and are based on management's experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. Uncertainty about these judgments, estimates and assumptions could result in outcomes that could require a material adjustment to the carrying amount of the asset or liability affected in future periods. The information about significant areas of estimation uncertainty and judgment considered by management in preparing the unaudited consolidated statements were the same as those in the preparation of the annual financial statements as at and for the year ended December 31, 2023.

Changes in Accounting Policies

These consolidated statements follow the same accounting policies and methods of computation as those described in Note 4 of the annual consolidated financial statements as at and for the year ended December 31, 2023.

Future accounting pronouncements

There are currently no new accounting pronouncements effective for future dates that are expected to have a significant impact on the Company

Investor relations:

The Company's management performed its own investor relations duty for the year ended December 31, 2024.

Additional information:

Additional information relating to Mooncor may be found under the Company's profile on SEDAR at www.sedar.com.

Subsequent Events:

Subsequent to the year end, the Company and its wholly owned subsidiary, Primary Petroleum Company USA Inc. jointly referred to as "Client" and an arm's length third party, American Geophysical Corporation, USA, ("American") entered into a marketing agreement. Under the agreement, Client agrees to allow American to act as exclusive marketing agent for the license of certain 3D Seismic Data subject to certain terms and conditions. America's fee for negotiating and handling the license of 3D data shall be ten percent of the total license fee of each individual transaction, and Client's share shall be ninety percent of the total license fee of each individual transaction. For transactions involving an agent in addition to American, the above-stated commission shall be split equally - one-half for American to cover costs of marketing, retrieval/handling, preparing all necessary paperwork, and invoicing and collection of funds, and one-half to the other agent as a marketing fee.