BLOCKStrain Technology Corp.
(formerly Scorpion Resources Inc.)

Management Discussion and Analysis
For the Year Ended March 31, 2018

Expressed in Canadian Dollars

Date Submitted: July 30, 2018

DATE

- This MD&A includes material occurring up to and including July 30, 2018.

Management's Discussion and Analysis of Financial Position and Results of Operations

The following information should be read in conjunction with the audited financial statements of BLOCKStrain Technology Corp. (formerly Scorpion Resources Inc.) (the "Company") for the years ended March 31, 2018 and 2017. All amounts are expressed in Canadian dollars unless otherwise stated.

This MD&A may contain "forward-looking statements" which reflect the Company's current expectations regarding the future results of operations, performance and achievements of the Issuer. The Issuer has tried, wherever possible, to identify these forward-looking statements by, among other things, using words such as "anticipate," "believe," "estimate," "expect" and similar expressions. The statements reflect the current beliefs of the management of the Company, and are based on currently available information. Accordingly, these statements are subject to known and unknown risks, uncertainties and other factors, which could cause the actual results, performance, or achievements of the Issuer to differ materially from those expressed in, or implied by, these statements.

The proposed business of the Company involves a high degree of risk and there is no assurance that the Company will identify an appropriate business for acquisition or investment, and even if so identified and warranted, it may not be able to finance such an acquisition or investment. Additional funds may be required to enable the Company to pursue such an initiative and the Company may be unable to obtain such financing on terms which are satisfactory to it, particularly in the current economic environment. Furthermore, there is no assurance that the business will be profitable. Those factors raise doubt as to the Company's ability to continue as a going concern.

Overall Performance

During the year ended March 31, 2018, the Company raised cash of $277 (2017 - $14,987). Expenses amounted to $346,112 (2017 - $191,573).

Selected Annual Information

	March 31, 2018	March 31, 2017	March 31, 2016
Total Revenues	$NIL	$NIL	$NIL
Net Loss	$346,112	$191,573	$106,052
Net Loss per share (Basic and diluted)	$0.10	$0.16	$0.09
Total Assets	$33,027	$14,987	$NIL
Total Long-term Financial Liabilities	$NIL	$NIL	$NIL

Business of the Company

The Company was incorporated under the Canada Business Corporations Act on October 19, 2011.

The Company was formed for the primary purpose of completing an Initial Public Offering ("IPO") on the TSX Venture Exchange ("Exchange") as a Capital Pool Company ("CPC") as defined in Policy 2.4 of the Exchange. As a CPC, the Company's principal business would be to identify, evaluate and acquire assets, properties or businesses which would constitute a qualifying transaction in accordance with Policy 2.4 of the Exchange ("Qualifying Transaction"). A CPC has 24 months from when the shares are listed on the Exchange to complete a Qualifying Transaction. Such a transaction will be subject to shareholder and regulatory approval. The Company's shares were listed on the Exchange on September 7, 2012. Until completion of the Qualifying Transaction, the Company could not carry on any business other than the identification and evaluation of businesses or assets with a view to completing a potential Qualifying Transaction.

On September 9, 2014 the Exchange informed the Company that it has halted the Company's securities from trading for failure to complete the Qualifying Transaction prior to the suspension deadline of September 8, 2014. The halt was changed to a suspension effective September 11, 2014. The Company was placed on notice to delist and to avoid delisting the Company was required to satisfy either of the following requirements, prior to the delisting deadline of December 8, 2014:

1.1 Completion of a Qualifying Transaction acceptable for the Exchange or

1.2 Transfer to NEX subject to NEX acceptance rules.

On December 10, 2014 the Company announced that it had applied for a transfer of its listing from the Exchange to the NEX board of the Exchange ("NEX"). The Company obtained the requisite shareholder approval for the transfer to NEX at the annual general meeting of its shareholders held on September 12, 2014. In connection with the transfer to NEX, an aggregate 250,000 seed shares of the Company held in escrow by certain non-arm's length parties have been cancelled in accordance with the Exchange policy. The Company's listing will transfer to NEX under the trading symbol SR.H and the Company’s tier classification will change from Tier 2 to NEX.

About the Company

The Company is designated as a Capital Pool Company by the Exchange. It has not commenced commercial operations and has no assets. The purpose of the offering under its Prospectus was to provide it with funds to identify and evaluate businesses or assets with a view to completing a Qualifying Transaction. Until completion of a Qualifying Transaction, the Company will not carry on any business other than identification and evaluation of businesses or assets with a view to completing a proposed Qualifying Transaction.

Qualifying Transaction

On January 18, 2018, the Company signed a definitive share exchange agreement with BLOCKStrain Technology Group Inc. (formerly, BLOCKStrain Technology Corp.) (“BlockStrain”), a private company incorporated in the province of British Columbia, and each of the shareholders of BlockStrain, pursuant to which the Company has agreed to acquire all of the issued and outstanding securities of BlockStrain. The transaction will constitute a reverse takeover of the Company by BlockStrain and the Company’s qualifying transaction as defined in the policies of the Exchange.

Pursuant to the terms of the agreement, the Company will issue an aggregate of 38,350,000 post-split common shares, pro rata, to the vendors at a deemed price of $0.30 per share.

It is anticipated that the completion of the transaction will involve, among other things, the following steps:

- The Company completing a 2 for 1 forward split of the Company’s shares;
- The vendors receiving one company share for each common share of BlockStrain held;
- The Company completing a private placement of subscription receipts for aggregate gross proceeds of up to $10,500,000 at a price of $0.30 per subscription receipt; and
- The Company adopting a stock option plan, with the number of options available for grant under the plan to be determined in accordance with the policies of the TSX-V.

The Company shares issued to the vendors as consideration for the transaction are expected to be subject to a hold period expiring four months and one day after the closing of the transaction and such other escrow or pooling restrictions as may be applicable under the policies of the TSX-V. It is not expected that shareholder approval will be required for the transaction under the policies of the TSX-V.

Furthermore, the following directors and officers have been identified as proposed directors and officers of the Company following completion of the Transaction, subject to the approval of the TSXV:

- Robert Galarza, *Chief Executive Officer and Director*
- Tommy Stephenson, *Chief Technology Officer and Director*
- Anthony Jackson, *Chief Financial Officer and Director*
- Cameron Chell, *Director*

Subsequent to year ended March 31, 2018, the Company completed this qualifying transaction.

Management Changes

On January 18, 2018, Joshua Bleak resigned as a director of the Company.

On July 13, 2018, the Company appointed James Carter as a director of the Company.

Results of Operations

Net loss in the current year ending March 31, 2018 was $346,112 compared to a net loss of $191,573 in the prior year, reflecting an increase of $154,539 in losses. Significant line item changes were as follows:

- Business development of $1,663 compared to $1,493 in the prior year.
- Consulting fees of $34,125 compared to $Nil in the prior year.
- Professional fees of $61,350 compared to $88,806 in the prior year.
- Foreign exchange gain of $3,997 compared to $1,343 in the prior year.
- Office and miscellaneous expenses of $67,122 compared to $2,761 in the prior year.
- Property investigation costs of $119,225 compared to $68,000 in the prior year.
- Transfer agent and filing fees of $66,624 compared to $27,856 in the prior year.

Summary of Quarterly Results

Three months ended	**March 31, 2018**	**December 31, 2017**	**September 30, 2017**	**June 30, 2017**	**March 31, 2017**	**December 31, 2016**	**September 30, 2016**	**June 30, 2016**
Total revenue	$Nil	$Nil	$Nil	$Nil	$Nil	$Nil	$Nil	$Nil
Net income (loss) before tax	$(185,844)	$(191,525)	$(13,327)	$44,584	$(31,477)	$(128,872)	$(19,146)	$(12,078)
Net earnings (loss) per share (basic and diluted)	$(0.03)	$(0.03)	$(0.01)	$0.02	$(0.02)	$(0.07)	$(0.02)	$(0.01)

Discussion

During the period ending March 31, 2018, professional fees were $98,855 (2017 - $42,394) reflecting an increase in accounting and legal fees during the period. Office and miscellaneous were $36,951 (2017 - $597) and consulting were $34,125 (2017 - recovery of $95,000) due to an increase in business activity during the period.

During the period ending December 31, 2017, professional fees were $5,145 (2016 - $16,844) reflecting a decrease in accounting and legal fees during the period. Office and miscellaneous were $30,173 (2016 - $1,401), property investigation costs were $119,225 (2016 - $Nil) and transfer agent and filing fees were $37,690 (2016 - $15,206) due to an increase in business activity during the period.

During the period ending September 30, 2017, professional fees were $5,888 (2016 - $19,068) reflecting a decrease in accounting and legal fees during the period. Transfer agent and filing fees were $8,278 (2016 - $Nil) due to an increase in business activity during the period.

During the period ending June 30, 2017, the Company recovered $48,538 of professional fees due to the forgiveness of debt from a related party. This resulted to a net income of $44,584. Transfer agent and filing fees were $4,323 (2016 - $893) due to an increase in business activity during the period.

During the period ending March 31, 2017, professional fees were $42,394 (2016 - $11,538) due to finding an acquisition target and getting the Company relisted. Mineral property investigation costs of $68,000 (2016 - $Nil) related to finding an acquisition target. Transfer agent and filing fees were $11,757 (2016 - $3,165) due to an increase in business activity associated with getting the Company relisted.

During the period ending December 31, 2016, business development expenses related to finding an acquisition target were $1,493 (2015 - $Nil). Consulting expenses were $95,000 (2015 - $Nil). The increase was due to finding an acquisition target and getting the Company relisted. Professional fees were $16,844 (2015 - $3,135) reflecting an increase in accounting fees and a decrease in legal fees. Transfer agent and filing fees were $15,206 (2015 - $4,448) due to an increase in business activity associated with getting the Company relisted.

During the period ending September 30, 2016, professional fees were $19,068 (2015 - $6,593) reflecting an increase in accounting fees and a decrease in legal fees. Filing fees were $Nil (2015 - $4,401) due to a decrease in business activity during the period.

During the period ending June 30, 2016, professional fees were $10,500 (2015 - $4,649) reflecting an increase in accounting fees during the period. Exploration expenses were $Nil (2015 - $3,616) due to the Company deciding not to pursue the exploration of the CWT Property. Filing fees were $894 (2015 - $2,151) due to a decrease in business activity during the period.

Other than costs already discussed, management does not believe that meaningful information about the Company's operations can be derived in more detail, from an analysis of quarterly fluctuations, as being presented herein.

Liquidity and Capital Resources

At March 31, 2018, the Company had working capital deficit of $225,560 which management considers not being sufficient to continue operations for the coming year. The proposed business of the Company, completing its Qualifying Transaction involves a high degree of risk and there is no assurance that the Company will identify an appropriate business opportunity for acquisition or investment, and even if so identified and warranted, it may not be able to finance such an acquisition or investment.

On September 9, 2014 the Exchange informed the Company that it has halted the Company's securities from trading for failure to complete the Qualifying Transaction prior to the suspension deadline of September 8, 2014. The halt was changed to a suspension effective September 11, 2014. The Company was placed on notice to delist and to avoid delisting the Company was required to satisfy either of the following requirements, prior to the delisting deadline of December 8, 2014:

4.6.1 Completion of a Qualifying Transaction acceptable for the Exchange or

4.6.2 Transfer to NEX subject to NEX acceptance rules.

On December 10, 2014, the Company announced that it had applied for a transfer of its listing from the Exchange to the NEX board of the Exchange ("NEX"). The Company obtained the requisite shareholder approval for the transfer to NEX at the annual general meeting of its shareholders held on September 12, 2014. In connection with the transfer to NEX, an aggregate 250,000 seed shares of the Company held in escrow by certain non-arm's length parties have been cancelled in accordance with the Exchange policy. The Company was transferred to NEX under the trading symbol SR.H and the Company's tier classification will change from Tier 2 to NEX.

Additional funds may be required to enable the Company to pursue such an initiative and the Company may be unable to obtain such financing on terms which are satisfactory to it, particularly in the current economic environment. Furthermore, there is no assurance that the business will be profitable. Those factors raise doubt as to the Company's ability to continue as a going concern.

Operations of the Company are funded primarily by the issue of share capital. The continued operation of the Company is dependent on its ability to receive continued financial support from related parties, issue sufficient public equity, or generate profitable operations in the future.

On September 20, 2017, the Company closed a private placement for up to 4,714,382 shares for gross proceeds of $459,652 at a price of $0.0975 per common share.

Current assets are $33,027 (2017 - $14,987). Current liabilities being $258,587 (2017 - $325,737) consists of trade payables and accrued liabilities and loans payable. As of March 31, 2018, the Company had an accumulated deficit of $1,058,905 (2017 - $758,144).

Off-Balance Sheet Arrangements

There are no off-balance sheet arrangements.

Related Party Transactions

As at March 31, 2018, an amount of $20,424 (2017 - $94,941) was owed to related parties. This amount is unsecured, non-interest bearing and has no fixed terms of repayment.

As of March 31, 2018, the Company has a loan payable to a director of $3,000 (2017 - $7,500). The loan is unsecured, without interest and due on demand.

For more information on related parties, please refer to note 8 of the annual financial statements for the year ended March 31, 2018.

Subsequent Events

On May 22, 2018, the Company completed its Qualifying Transaction (the “Transaction”), pursuant to which it acquired all of the issued and outstanding shares of BLOCKStrain, a software company building a comprehensive, community-driven cannabis genetics registration and licensing archive platform. As a result, BLOCKStrain become a wholly-owned subsidiary of the Company. The Company issued one common share to each former shareholder of BLOCKStrain, on a one for one basis for a total of 38,350,000 shares.

The Company began trading as a Tier 2 Industrial Issuer on the Exchange under the symbol "DNAX" on May 23, 2018.

In connection with the closing of the Transaction (the "Closing"), the Company:

- changed its name to "BLOCKStrain Technology Corp.";
- issued 35,000,000 common shares on conversion of subscription receipts issued in connection with the concurrent financing for the Transaction, pursuant to which the Company raised aggregate gross proceeds of $10,500,000; and
- appointed new officers and directors.

Immediately prior to the Closing, the Company converted an aggregate of 35,000,000 previously received subscription receipts issued pursuant to a non-brokered private placement for gross proceeds of $10,500,000 into common shares on a one for one basis. The shares issued on conversion of the subscription receipts are subject to a hold period expiring four months and one day after original the issuance of the subscription receipts in March 2018. After giving effect to the completion of the Transaction, the Company has 80,204,382 common shares issued and outstanding.

In connection with the Closing, the Company agreed to grant an aggregate of 12,750,000 stock options of the Company, effective as of the date of the Final Exchange Bulletin with respect to the Transaction, to certain consultants, directors, officers, and advisors of the Company. Each of the options will be exercisable into one common share at a price of $0.30 per share for a period of five years following the Closing.

Each of the options will vest four months from the date of grant, except an aggregate of 200,000 options which, subject to the approval of the Exchange, the Company intends to retain to provide investor relations services for monthly compensation of $9,000. These options will vest over 12 months, with 25% vesting every three months, in accordance with the policies of the Exchange.

Proposed Transactions

The Company has no proposed transactions other than **Proposed Qualifying Transaction – Subject to the approval of the Exchange and other** already discussed above as of the date of this MD&A.

Critical Accounting Estimates

The Company's critical accounting estimates include the estimated fair value of stock-based compensation and other share-based payments, and the recoverability of deferred tax assets.

Changes in Internal Controls over Financial Reporting

There were no changes in internal controls over financial reporting during the year.

Financial Instruments and Other Instruments

The Company's financial instruments at March 31, 2018 consist of cash and accounts payable and accrued liabilities. The fair value of these financial instruments approximates their carrying value due to their short-term nature. It is management's opinion that the Company is not exposed to significant interest or credit risks arising from these financial instruments.

Risk Factors

More detail on risk factors can be found in the Company's annual financial statements for the year ended March 31, 2018.

Disclosure of Outstanding Share Data

As at July 30, 2018, the Company had the following number of securities outstanding:

Common shares	80,204,382
Stock options	12,750,000
Fully diluted shares outstanding	92,954,382

As at July 30, 2018, the Escrow agent held 35,346,600 shares of the Company under an Escrow agreement.

Additional Information

The information provided in this document is not intended to be a comprehensive review of all matters concerning the Company. The users of this information should read it in conjunction with all other disclosure documents provided including but not limited to all documents filed on SEDAR (www.SEDAR.com). No securities commission or regulatory authority has reviewed the accuracy or adequacy of the information presented herein.