



Condensed Interim Consolidated Financial Statements

(Unaudited)

For the three months ended March 31, 2025 and 2024

**National Instrument 51-102
Continuous Disclosure Obligations
Notice**

Pursuant to Part 4.3 (3) of National Instrument 51-102, these unaudited condensed interim consolidated financial statements of Enterprise Group, Inc. for the three months ended March 31, 2025, have not been reviewed by the Company's external auditors.

ENTERPRISE GROUP, INC.

Condensed Interim Consolidated Statements of Financial Position

	March 31, 2025 (unaudited)	December 31, 2024 (audited)
Assets		
Cash and cash equivalents (note 3)	\$ 12,177,825	\$ 30,674,798
Trade and other receivables (note 3)	7,983,522	5,671,315
Unbilled revenue	939,896	987,139
Inventories	395,715	366,754
Deposits and prepaid expenses	1,152,102	3,444,306
	22,649,060	41,144,312
Property, plant and equipment (note 4)	75,272,277	70,245,517
Goodwill	351,910	351,910
Intangible assets	33,429	45,964
Deferred tax assets	6,276,861	6,553,504
	81,934,477	77,196,895
Total assets	\$ 104,583,537	\$ 118,341,207
Liabilities		
Trade and other payables (note 3)	\$ 2,280,711	\$ 2,796,426
Current portion of loans and borrowings (note 6)	2,290,899	2,066,716
	4,571,610	4,863,142
Long term portion of loans and borrowings (note 6)		
Bank loan facility	-	17,117,763
Leases	4,481,398	4,553,129
Mortgages	3,430,160	3,484,984
Deferred tax liabilities	6,475,251	6,008,121
Total liabilities	18,958,419	36,027,139
Equity		
Share capital (note 7)	101,458,418	101,116,206
Warrants	543,945	605,553
Contributed surplus	20,784,494	20,731,946
Deficit	(37,161,739)	(40,139,637)
Total equity	85,625,118	82,314,068
Total equity and liabilities	\$ 104,583,537	\$ 118,341,207

Approved on behalf of the Board:

(Signed) "Leonard D. Jaroszuk" Leonard D. Jaroszuk, Director

(Signed) "John Pinsent" John Pinsent, FCPA, FCA, ICD.D., Director

Condensed Interim Consolidated Statements of Income and Comprehensive Income

	Three months March 31, 2025	Three months March 31, 2024
Revenue	\$ 10,328,085	\$ 12,326,288
Direct expenses	(5,152,742)	(5,429,944)
Gross margin	5,175,343	6,896,344
General and administrative expenses	(759,488)	(558,491)
Depreciation of property, plant and equipment (note 4)	(855,789)	(1,258,326)
Depreciation of right-of-use assets (note 4)	(362,130)	(333,836)
Share-based payments	(54,622)	(47,265)
Amortization of intangible assets	(12,536)	(12,536)
Gain on sale of property, plant and equipment (note 4)	35,592	3,014
Income before financing and taxes	3,166,370	4,688,904
Finance expense	(569,699)	(697,390)
Gain on debt settlement (note 6)	1,125,000	-
Income before income tax	3,721,671	3,991,514
Current income tax expense (note 5)	-	-
Deferred income tax expense (note 5)	(743,773)	-
Net income and comprehensive income	\$ 2,977,898	\$ 3,991,514
Income per share (note 9)		
Basic earnings per share	\$ 0.04	\$ 0.08
Diluted earnings per share	\$ 0.04	\$ 0.07
Basic	77,468,513	51,435,755
Diluted	82,065,569	53,652,422

ENTERPRISE GROUP, INC.

Condensed Interim Consolidated Statements of Cash Flows

	Three months March 31, 2025	Three months March 31, 2024
Cash flows from operating activities:		
Net income	\$ 2,977,898	\$ 3,991,514
Adjustments for:		
Depreciation of property, plant and equipment	855,789	1,258,326
Depreciation of right-of-use assets	362,130	333,836
Amortization of intangible assets	12,536	12,536
Gain on sale of property, plant and equipment	(26,974)	(13,676)
Share based payments	54,622	47,265
Finance expense	569,699	697,390
Deferred income tax expense	743,773	-
Change in non-cash working capital (note 11)	(517,436)	(667,526)
Net cash provided by operating activities	\$ 5,032,037	\$ 5,659,665
Cash flows from financing activities:		
Net repayment of bank loan facility	(17,171,863)	(38,251)
Interest and borrowing costs paid on loans and borrowings	(512,059)	(647,890)
Repayment of lease liabilities	(477,234)	(451,438)
Repayment of mortgage facilities	(53,837)	(49,662)
Issuance of common shares (note 7)	-	6,999,198
Warrants exercised	270,917	-
Share issue costs	-	(593,464)
Stock options exercised	7,613	22,501
Net cash (used) provided by financing activities	\$ (17,936,463)	\$ 5,240,994
Cash flows from investing activities:		
Purchase of property, plant and equipment	(5,855,510)	(4,547,987)
Proceeds on sale of property, plant and equipment	262,963	75,201
Net cash used in investing activities	\$ (5,592,547)	\$ (4,472,786)
Change in cash and cash equivalents	\$ (18,496,973)	\$ 6,427,873
Cash and cash equivalents, beginning of period	\$ 30,674,798	\$ 3,786,383
Cash and cash equivalents, end of period	\$ 12,177,825	\$ 10,214,256

ENTERPRISE GROUP, INC.

Condensed Interim Consolidated Statements of Changes in Equity

	Number of common shares	Share capital	Warrants	Contributed surplus	Deficit	Total
Balance as at December 31, 2023	49,687,374	\$65,320,978	\$ -	\$20,157,336	\$(44,683,190)	\$40,795,124
Issuance of common shares	8,234,350	6,113,181	886,016	-	-	6,999,197
Share issue costs	-	(765,052)	171,588	-	-	(593,464)
Share options exercised	50,000	28,630	-	(6,129)	-	22,501
Share-based payments	-	-	-	47,265	-	47,265
Net income	-	-	-	-	3,991,514	3,991,514
Balance as at March 31, 2024	57,971,724	\$70,697,737	\$1,057,604	\$20,198,472	\$(40,691,676)	\$51,262,137
Balance as at December 31, 2024	77,227,989	\$101,116,206	\$ 605,553	\$20,731,946	\$(40,139,637)	\$82,314,068
Warrants exercised	286,281	332,525	(61,608)	-	-	270,917
Stock options exercised	16,917	9,687	-	(2,074)	-	7,613
Share-based payments	-	-	-	54,622	-	54,622
Net income	-	-	-	-	2,977,898	2,977,898
Balance as at March 31, 2025	77,531,187	\$101,458,418	\$ 543,945	\$20,784,494	\$(37,161,739)	\$85,625,118

Notes to Condensed Interim Consolidated Financial Statements

For the three months ended March 31, 2025 and 2024

1. Reporting entity

Enterprise Group, Inc. ("Enterprise" or the "Company") is a public company incorporated under the Alberta Business Corporations Act and its shares are listed on the Toronto Stock Exchange under the symbol "E". The Company's shares are also listed on the OTCQB Venture Market under the symbol "ETOLF". Enterprise Group, Inc is a consolidator of services-including specialized equipment rental to the energy/resource sector. The Company works with particular emphasis on systems and technologies that mitigate, reduce, or eliminate CO2 and Greenhouse Gas and other harmful emissions for itself and its clients. The Company is well known to local Tier One and international resource companies with operations in Western Canada. Enterprise's head office is located at 200, 340 Circle Drive, St. Albert, Alberta, T8N 7L5.

The consolidated financial statements of the Company as at March 31, 2025, and 2024, are comprised of the Company and its wholly owned subsidiaries. These consolidated financial statements were authorized for issue by the Board of Directors on May 7, 2025.

2. Significant accounting policies

The unaudited condensed interim consolidated financial statements are prepared by management and reported in Canadian dollars, in accordance with International Accounting Standard "IAS" 34, "Interim Financial Reporting" as issued by the International Accounting Standards Board ("IASB"). These unaudited condensed interim consolidated financial statements do not include all of the information required for full annual financial statements and should be read in conjunction with the Company's 2024 Audited Consolidated Financial Statements and the notes thereto.

The unaudited condensed interim consolidated financial statements have been prepared, for all periods presented, following the same accounting policies and methods of computation as described in the Company's Audited Consolidated Financial Statements for the fiscal year ended December 31, 2024.

3. Financial instruments and risk management

(a) Fair value of financial instruments

The carrying value of trade and other receivables, deposits and trade and other payables approximate fair value because of the near term to maturity of these instruments. The fair value of loans and borrowings is a level 2 measurement and are based on discounted future cash flows using the rates that reflect observable current market rates for similar instruments with similar terms and conditions. The estimated fair value approximates the carrying value as at March 31, 2025, and as at December 31, 2024.

The carrying amounts presented in the statement of financial position relate to the following categories of assets and liabilities:

	March 31, 2025	December 31, 2024
<u>Financial assets</u>		
Cash and cash equivalents	\$ 12,177,825	\$ 30,674,798
Trade and other receivables	\$ 7,983,522	\$ 5,671,315
Deposits	\$ 234,455	\$ 2,089,300
<u>Financial liabilities</u>		
Trade and other payables	\$ 2,280,711	\$ 2,796,426
Loans and borrowings	\$ 10,202,457	\$ 27,222,592

Financial risk management

The Company's activities expose it to a variety of financial risks such as credit risk, liquidity risk and market risk. The Board of Directors oversees management's establishment and execution of the Company's risk management framework.

(b) Credit risk

Credit risk is the risk of financial loss to the Company if a customer or counterparty to a financial instrument fails to meet its contractual obligations. The Company is exposed to credit risk through cash and cash equivalents and trade and other receivables. The Company manages the credit risk associated with its cash and cash equivalents by holding its funds in financial institutions with high credit ratings. Credit risk for trade and other receivables are managed through established credit monitoring activities.

Notes to Condensed Interim Consolidated Financial Statements

For the three months ended March 31, 2025 and 2024

The Company has trade receivables from customers in the oil and gas industry, as well as customers in the utilities/infrastructure construction industry. Credit risk is mitigated due to significant customers being large industry leaders, following a program of credit evaluation and limiting the amount of customer credit where deemed necessary. The Company monitors trade receivables against an expected credit loss model to assess reasonability of impairment over accounts receivable. Individual invoices within trade receivables are written off when there is no reasonable expectation of collecting payment. The Company has recorded a provision for doubtful accounts at March 31, 2025, of \$nil (December 31, 2024 - \$nil).

At March 31, 2025, \$2,639,000 or 33% of trade receivables was from one customer compared to \$1,780,000, or 31% from one customers as at December 31, 2024.

	March 31, 2025	December 31, 2024
Current (less than 90 days)	\$ 7,924,798	\$ 5,559,082
Past due (more than 90 days)	58,724	112,233
Total	\$ 7,983,522	\$ 5,671,315

(c) Liquidity risk

Liquidity risk is the risk that the Company will not be able to meet its financial obligations. On an ongoing basis the Company manages liquidity risk by maintaining adequate cash and cash equivalents balances and appropriately utilizing available lines of credit. For the period ended March 31, 2025, the Company generated 36% of revenue from two customers (2024 - 45% from two customers). No other customers comprise more than 10% of revenues.

The following are undiscounted contractual maturities of financial liabilities, including estimated interest at March 31, 2025, and December 31, 2024:

March 31, 2025	Carrying amount	Contractual cash flows	Due within one year	Two-five years	More than five years
Trade and other payables	\$ 2,280,711	\$ 2,280,711	\$ 2,280,711	\$ -	\$ -
Loans and borrowings	10,202,457	12,620,122	3,028,763	7,814,633	1,776,726
	\$ 12,483,168	\$ 14,900,833	\$ 5,309,474	\$ 7,814,633	\$ 1,776,726
December 31, 2024	Carrying amount	Contractual cash flows	Due within one year	Two-five years	More than five years
Trade and other payables	\$ 2,796,426	\$ 2,796,426	\$ 2,796,426	\$ -	\$ -
Loans and borrowings	27,222,592	34,802,307	4,618,820	28,380,891	1,802,596
	\$ 30,019,018	\$ 37,598,733	\$ 7,415,246	\$ 28,380,891	\$ 1,802,596

(d) Market risk

Market risk is the risk of changes in market prices, such as interest rates, which will affect the Company's income or the value of its financial instruments. Management has assessed the effect of a 1% interest rate increase or decrease in the prime lending rate at March 31, 2025, to impact the Company's annual interest expense by approximately \$37,000 (December 31, 2024 - \$39,000). The majority of the Company's debt is at fixed interest rates and changes in market prices do not have a significant impact. The Company has not entered into any derivative agreements to mitigate this risk.

Capital management

The primary objective of capital management is to ensure the Company has sufficient capital to support its business and maximize shareholder value. The Company manages its capital in proportion to the risk of the underlying assets and makes adjustments in light of changes in economic conditions and risks. The Company's strategy remains unchanged from prior periods. Management considers its capital structure to include funded debt and adjusted capital of the Company. Adjusted capital comprises all components of equity (share capital, contributed surplus, and deficit). Included in funded debt is the bank loan facility which requires the Company to maintain certain financial covenants as defined below. The Company's objectives when managing capital are to finance its operations and growth strategies and to provide an adequate return to its shareholders. In order to maintain or adjust the capital structure, the Company may issue new shares, or sell assets to reduce debt. As at March 31, 2025, the Company has met these objectives.

Notes to Condensed Interim Consolidated Financial Statements

For the three months ended March 31, 2025 and 2024

	March 31, 2025	December 31, 2024
Bank loan facility	\$ -	\$ 17,117,763
Current portion of loans and borrowings	2,290,899	2,066,716
Long term loans and borrowings	7,911,558	8,038,113
Net funded debt	10,202,457	27,222,592
Shareholders' equity	85,625,118	82,314,068
Total capital	\$ 95,827,575	\$ 109,536,660

Included in net funded debt is the bank loan facility which requires the Company to maintain certain financial covenants. The bank loan facility is subject to financial covenants based on forecasted revenue, EBITDA, and tangible net worth.

The bank loan facility was settled in the first quarter of 2025. As such, the Company was not required to meet financial covenants as at March 31, 2025. As of period end, the Company had no contracts outstanding with a financial covenant component.

As at December 31, 2024, the Company was in compliance with the required covenants.

4. Property, plant and equipment

Cost	Balance at December 31, 2024	Additions	Disposals	Reclass	Balance at March 31, 2025
Land	\$ 6,770,000	\$ -	\$ -	\$ -	\$ 6,770,000
Buildings	1,643,218	-	-	6,366,659	8,009,877
Leasehold improvements	584,496	1,557	-	-	586,053
Computers and communication equipment	347,376	14,001	-	4,736	366,113
Small equipment	3,088,138	16,365	-	9,704	3,114,207
Light automotive equipment	547,467	-	-	-	547,467
Heavy automotive, construction and portable rental equipment	86,931,063	4,831,185	(326,378)	50,157	91,486,027
Right-of-use assets	11,430,537	615,658	(297,727)	-	11,748,468
Property, plant and equipment under construction	6,743,694	992,402	(21,300)	(6,431,256)	1,283,540
	\$118,085,989	\$ 6,471,168	\$ (645,405)	\$ -	\$123,911,752

	Accumulated depreciation			Carrying amounts		
	Balance at December 31, 2024	Depreciation for the period	Disposals	Balance at March 31, 2025	Balance at December 31, 2024	Balance at March 31, 2025
Land	\$ -	\$ -	\$ -	\$ -	\$ 6,770,000	\$ 6,770,000
Buildings	159,849	11,827	-	171,676	1,483,369	7,838,201
Leasehold improvements	274,014	15,001	-	289,015	310,482	297,038
Computers and communication equipment	290,274	8,706	-	298,980	57,102	67,133
Small equipment	1,410,576	104,168	-	1,514,744	1,677,562	1,599,463
Light automotive equipment	525,419	12,726	(2,159)	535,986	22,048	11,481
Heavy automotive, construction and portable rental equipment	41,450,310	703,361	(118,359)	42,035,312	45,480,753	49,450,715
Right-of-use assets	3,730,030	362,130	(298,398)	3,793,762	7,700,507	7,954,706
Property, plant and equipment under construction	-	-	-	-	6,743,694	1,283,540
	\$ 47,840,472	\$ 1,217,919	\$ (418,916)	\$ 48,639,475	\$ 70,245,517	\$ 75,272,277

Included in the carrying amount of \$75,272,277 is \$1,283,540 (2024 - \$916,857) of heavy automotive, construction and portable rental equipment under construction. All items under construction are not being depreciated, as they are not yet available for use.

The carrying amounts of right-of-use assets were as follows:

Right-of-use assets	March 31, 2025	December 31, 2024
Buildings and premises,	\$ 2,020,002	\$ 1,527,261
Small equipment	60,545	62,800
Light automotive equipment	3,258,744	3,423,523
Heavy automotive, construction and portable rental equipment	2,615,415	2,686,923
	\$ 7,954,706	\$ 7,700,507

Notes to Condensed Interim Consolidated Financial Statements

For the three months ended March 31, 2025 and 2024

Rent expense for short-term leases and leases of low-value assets expensed for the three months ended March 31, 2025, was \$164,475 (2024 - \$172,871). At March 31, 2025, the Company was committed to short term leases and the total commitment at that date was \$136,885 (2024 - \$57,772).

For the three months ended March 31, 2025, the Company sold property, plant and equipment with a net book value of \$226,489 and received proceeds of \$262,963 (2024 - net book value of \$59,318 and proceeds of \$75,201). The gain on sale of property, plant and equipment of \$35,592 included sales related costs of \$882 (2024 - gain on sale of \$3,014 including sales related costs of \$6,692).

5. Income tax

The actual income tax provision differs from the expected amount calculated by applying the Canadian combined provincial and federal income tax rates to income before tax. These differences result from the following:

Period ended March 31,	2025	2024
Income before tax	\$ 3,721,671	\$ 3,991,514
Statutory income tax rate	23.00 %	23.00 %
Expected income tax expense	855,984	918,048
Non-deductible items	15,309	13,662
Change in unrecognized temporary differences	-	(957,718)
Change in tax rates and rate differences	-	26,008
Other	(127,520)	-
Deferred income tax expense	\$ 743,773	\$ -

The Company recorded a deferred income tax expense and in the first quarter ended March 31, 2025, resulting in an increase in a net deferred tax liability. This primarily relates to temporary differences arising from property, plant, and equipment, where capital cost allowance for tax purposes differs from depreciation rates used on the financial statements. These differences result in a deferred tax liability that is non-cash in nature. This is consistent with prior periods, as the Company continues to invest in equipment.

6. Loans and borrowings

This note provides information about the contractual terms of the Company's interest-bearing loans and borrowings, which are measured at amortized cost.

As at March 31,	March 31, 2025	December 31, 2024
Current portion of loans and borrowings		
Current portion of lease liabilities	\$ 2,064,348	\$ 1,844,693
Current portion of mortgage facilities	226,551	222,023
Total current portion of loans and borrowings	2,290,899	2,066,716
Non-current portion of loans and borrowings		
Bank loan facility	-	17,117,763
Lease liabilities	4,481,398	4,553,129
Mortgage facilities	3,430,160	3,484,984
Total non-current portion loans and borrowings	7,911,558	25,155,876
Total loans and borrowings	\$ 10,202,457	\$ 27,222,592

On February 28, 2025, the Company repaid its bank loan facility by way of a cash payment of \$15,675,574 which included a negotiated settlement discount from the lender in the amount of \$1,500,000 which was offset by \$375,000 of costs related to the settlement. Upon receipt of the funds, all securities held by the lender under the credit agreement were released.

7. Share capital

Authorized:

- Unlimited Common shares
- Unlimited Preferred shares, issuable in series, terms to be set at issuance

On December 12, 2024, the Company closed a bought deal of 15,131,585 common shares issued at a price of \$1.90 per common share for aggregate gross proceeds of \$28,750,012. The offering was completed by way of a final short form prospectus dated December 5, 2024. Included in the total number of common shares issued, 1,973,685 were overallotment shares exercised by the underwriters.

Notes to Condensed Interim Consolidated Financial Statements

For the three months ended March 31, 2025 and 2024

On March 12, 2024, the Company closed a brokered private placement of 8,234,350 units issued at a price of \$0.85 per unit for aggregate gross proceeds of \$6,999,197. Each unit consists of one common share and one-half common share purchase warrant.

Normal course issuer bid

The Company commenced a normal course issuer bid to purchase outstanding common shares of the Company on the open market in accordance with the rules of the TSX. The Company's bid initiated on April 2, 2025. During the three months ended March 31, 2025, the Company did not repurchase or cancel shares (2024 - nil shares at a cost of \$nil).

8. Share-based payments**(a) Stock option program**

The Company has a stock option plan to purchase common shares over a period ranging from one to three years from the date the option is granted at prices approximating market prices on the day prior to the date of grant.

Outstanding stock options March 31, 2025	Number	Weighted average exercise price	Weighted average remaining contractual life (months)
Stock options, beginning of period	4,410,806	\$ 0.60	12
Exercised	(16,917)	\$ 0.45	12
Stock options, end of period	4,393,889	\$ 0.60	12
Exercisable stock options, March 31, 2025	2,610,556	\$ 0.52	12

(b) Share purchase warrants

Outstanding share purchase warrants March 31, 2025	Number	Weighted average exercise price	Weighted average remaining contractual life (months)
Warrants, beginning of period	2,025,750	\$ 0.95	12
Exercised	(139,250)	\$ 0.95	12
Warrants, end of period	1,886,500	\$ 0.95	12
Exercisable warrants, March 31, 2025	1,886,500	\$ 0.95	12

During the period ended March 31, 2025, 139,250 warrants were exercised at a weighted average exercise price of \$0.95 per warrant resulting in net proceeds of \$132,288.

Outstanding broker unit options and warrants March 31, 2025	Number	Weighted average exercise price	Weighted average remaining contractual life (months)
Broker unit options and warrants, beginning of period	247,031	\$ 0.95	12
Exercised	(147,031)	\$ 0.95	12
Broker warrants, end of period	100,000	\$ 0.95	12
Exercisable broker warrants, March 31, 2025	100,000	\$ 0.95	12

During the period ended March 31, 2025, 147,031 warrants were exercised at a weighted average exercise price of \$0.95 per warrant resulting in net proceeds of \$139,679.

On March 12, 2024, the Company closed a brokered private placement of 8,234,350 units issued at a price of \$0.85 per unit for aggregate gross proceeds of \$6,999,197. Each unit consists of one common share and one-half common share purchase warrant. Each warrant is exercisable to acquire an additional common share at an exercise price of \$0.95 per share for a period of 24 months. The warrants were fair-valued at \$905,779 using the Black-Scholes Option Pricing Model with the following weighted average inputs below.

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In connection with the private placement, the broker received compensation of \$419,952 plus 494,061 non-transferable broker options with each broker option consisting of one common share and one-half common share purchase warrant. Each broker option is exercisable to acquire an additional common share at an exercise price of \$0.89 per share for a period of 24 months. Each warrant is exercisable to acquire an additional common share at an exercise price of \$0.95 per share for a period of 24 months. The broker options were fair-valued at \$118,575 and the warrants were fair-valued at \$54,347 using the Black-Scholes Option Pricing Model with the following weighted average inputs below.

	2024
Fair value at grant date - warrants	\$0.2152
Share price	\$0.85
Exercise price	\$0.95
Expected term	24 months
Risk-free interest	4.14%
Expected dividends	nil
Volatility	48%
	2024
Fair value at grant date - broker options	\$0.2357
Share price	\$0.85
Exercise price	\$0.89
Expected term	24 months
Risk-free interest	4.14%
Expected dividends	nil
Volatility	48%

9. Earnings per share

The earnings available to common shareholders and weighted average number of common shares outstanding for comparative basic and diluted earnings per share are:

Three months ended March 31,	2025	2024
Weighted average common shares outstanding - basic	77,468,513	51,435,755
Effect of stock options and warrants	4,597,056	2,216,667
Weighted average common shares - diluted	82,065,569	53,652,422
Net income and comprehensive income	\$2,977,898	\$3,991,514
Basic earnings per share	\$0.04	\$0.08
Diluted earnings per share	\$0.04	\$0.07

10. Related party transactions

The Company has entered into transactions in the normal course of business with a corporation controlled by an officer and director of the Company. These transactions were recorded at the exchange amount established and agreed to by the parties. Management and consulting fees were paid to a company controlled by Leonard Jaroszuk, Chief Executive Officer, as compensation for serving as a director and an officer for the Company.

Three months ended March 31,	2025	2024
Management and consulting fees	\$214,613	\$204,442

Notes to Condensed Interim Consolidated Financial Statements

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11. Supplemental cash flow information

Three months March 31,	2025	2024
(a) Changes in non-cash working capital:		
Trade and other receivables	\$(2,312,207)	\$(2,682,755)
Unbilled revenue	47,243	46,616
Inventories	(28,961)	17,857
Deposits and prepaid expenses	2,292,204	325,213
Trade and other payables	(515,715)	1,625,543
	\$ (517,436)	\$ (667,526)
(b) Other non-cash transactions:		
Purchases under lease liabilities	\$ 615,686	\$ 1,421,733
Amortization of prepaid borrowing costs	\$ 62,642	\$ 44,079

(c) Cash taxes paid

Cash taxes paid for the three months ended March 31, 2025, was \$nil (2024 - \$nil).

12. Post-reporting date events

On April 30, 2025, the Company finalized a new lending facility with Bank of Montreal. The new Facility is to be used for acquisitions, capital expenditures, and working capital. It replaces the company's previous lending facility which was paid out on February 28, 2025. The payout included a negotiated settlement discount from the lender in the amount of \$1,500,000. The new lending facility bears interest at a rate of up to prime + 2%, is secured by a first charge on all company assets and is subject to certain financial covenants.

On May 7, 2025, the Company closed the transaction to acquire 100% of the shares of Flex Leasing Power and Service ULC ("FlexEnergy Canada") from Flex Leasing Power and Service LLC ("FlexEnergy Solutions") for a purchase price of \$20 million. With this strategic transaction, the Company will become the exclusive supplier for FlexEnergy turbines in Canada, further solidifying its market leadership and positioning the Company at the forefront of addressing the growing demand for reliable and efficient natural gas to electric power solutions across Canada and various industries.

The acquisition, including 17 turbines with a 333 kW capacity, allows the Company access to add 2.0 MW units for future growth, and makes the Company the exclusive provider to rent, lease, sell and service FlexEnergy turbines in Canada. Long-term leasing contracts, along with long-term maintenance contracts, create a recurring revenue stream for the Company.