



Modern Slavery Report For the fiscal year ended December 31, 2024

Introduction

This Annual Report is made by SunnySide Digital, Inc. ("**SunnySide Digital**") in compliance with its reporting obligations under the *Fighting Against Forced Labour and Child Labour in Supply Chains Act* (the "**Supply Chains Act**") for the fiscal year ended December 31, 2024 ("**Reporting Period**").

SunnySide Digital is committed to conducting its business with honesty and integrity, and in compliance with all applicable laws and regulations. We do not tolerate child labour, forced labour, or human trafficking in our organization. We hold ourselves to the highest ethical standards and expect our business partners and suppliers (as well as their contractors, agents, subcontractors, sub-agents and labour agencies) to uphold these same principles within their operations and adhere to applicable human rights and employment standards laws. If instances arise where these expectations are not met, we will review and take appropriate actions.

SunnySide Digital's Organisational Structure, Business Operations, and Supply Chains

SunnySide Digital is a closely held private corporation incorporated under the *Canadian Business Corporations Act* (Canada) that operates as a wholesale and retail distributor specializing in data center hardware and infrastructure, primarily catering to the digital mining sector. We offer a comprehensive range of services including sourcing of high-quality hardware, fleet maintenance, data center site due diligence, and design consultation. Our turnkey logistics and procurements services optimize data center performance and maintenance.

Specialized products and hardware that we sell to our customers are manufactured overseas in well-developed semiconductor industries.

We work in partnership with our suppliers to manage complex global supply chains in ways that benefit our customers, business and communities.

For more information on SunnySide Digital's business and products, visit our website at <https://sunnysideinc.ca/>.

Risks in our Business and Supply Chain

SunnySide Digital's business presents, by its nature, minimal risk of forced labour and child labour. We sell highly technical computer system hardware that must be built by trained engineers and computer scientists. All of our Tier 1 suppliers have facilities where they manufacture the high scale, high value, and highly technical computer equipment that we sell. SunnySide Digital and our Tier 1 suppliers are not involved with the hiring of low-skilled, seasonal, or migrant workers, which constitutes one of the greatest areas of forced labour and child labour risk.



Within SunnySide Digital's own business operations, the risk of forced labour and child labour is low, as all of our workers and contractors are located in Canada and United States, where we have fair and responsible employment practices in place.

That said, we recognize that suppliers further down the supply chain, such as suppliers of raw material, may present a risk of modern slavery. Since such workers are not employed directly by SunnySide Digital nor by our Tier 1 suppliers, we have limited control and visibility over their working conditions and employment terms.

Actions Taken to Combat Modern Slavery Risks

SunnySide Digital is in the early stages of its modern slavery prevention efforts, and is in the process of exploring conducting relevant risk assessments with an aim to develop a better understanding of underlying risks of modern slavery that may be present in its supply chain.

SunnySide Digital seeks to do business with suppliers that have similar values, ethics, and moral business practices, including those related to human rights, and we rely heavily on the contractual obligations and representations and warranties negotiated into our agreements with suppliers to enforce our suppliers' commitments to compliance with all applicable laws, including human rights and modern slavery legislation.

SunnySide Digital's Policies and Due Diligence Processes

SunnySide Digital has not established formal policies or due diligence processes addressing modern slavery and human trafficking. However, we recognize the importance of such measures and are in the initial stages of exploring the development of appropriate policies and procedures. This effort is aimed at enhancing our commitment to ethical practices and corporate responsibility.

Training

SunnySide Digital does not presently offer formal training programs or materials to our employees or contractors specifically targeted at the prevention of modern slavery in our supply chain. We recognize the potential benefits of such educational initiatives and are actively considering the development of appropriate training resources.

Remediation (including measures relating to loss of income to vulnerable persons)

To date, we have not identified any instances of modern slavery or human trafficking in our business and supply chains, therefore, we have not been required to take any remedial measures.

Measuring Effectiveness

To date, SunnySide Digital has not taken any actions to assess the effectiveness of our actions in preventing and reducing risks of modern slavery in our operations and supply chain. As we explore and implement further measures to prevent and mitigate modern slavery risks in our



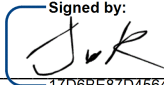
operations, we will monitor and review performance to assess the effectiveness of any actions taken.

Board Approval

This Report is made in accordance with Section 11 of the Supply Chains Act and constitutes SunnySide Digital, Inc.'s modern slavery report for the financial year ending December 31, 2024.

This statement was approved by SunnySide Digital, Inc.'s Board of Directors on February 28, 2025 pursuant to Subparagraph 11(4)(a) of the Supply Chains Act.

In accordance with the requirements of the Supply Chains Act, and in particular Section 11 thereof, I attest that I have reviewed the information contained in the report for the entity listed above. Based on my knowledge, and having exercised reasonable diligence, I attest that the information in the report is true, accurate and complete in all material respects for the purposes of the Supply Chains Act, for the reporting year listed above.

Signed by:

By: _____
Taras Kulyk
Chief Executive Officer

I have the authority to bind the corporation.