

COVER TECHNOLOGIES

The Next Generation of Commodities

Investor Presentation

CSE: COVE | OTC: MGPRF

October 2021

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These forward-looking statements are not based on historical facts but rather on Company management expectations regarding future growth, results of operations, performance, future capital and other expenditures (including the amount, nature and sources of funding thereof), competitive advantages, business prospects and opportunities. Statements in this presentation about future plans and intentions, results, level of activity, performance, goals or achievements or other future events constitute forward looking statements. Wherever possible, words such as “anticipate”, “believe”, “expect”, “may”, “could”, “will”, “forecast”, “potential”, “intend”, “estimate”, “should”, “plan”, “predict” or the negative or other variations of statements reflect managements’ current beliefs and assumptions and are based on information currently available to the Company management. Certain risk factors may cause actual results, level of activity, performance or achievements to differ materially from those implied by forward looking statements. These factors should be considered carefully, and prospective investors should not place undue reliance on the forward-looking statements. Although the forward-looking statements contained in this presentation are based upon what the Company management believes to be reasonable assumptions, investors cannot be assured that actual results will be consistent with these forward-looking statements. These forward-looking statements are made as of the date of this presentation, and the Company assumes no obligation to update or revise them to reflect new events or circumstances.

The material assumptions supporting these forward-looking statements include, among others, that: the technology to produce magnesium metal from tailings is proven and adopted by the industry; the availability of a sufficient quantity of serpentinite mine tailings at an economically viable price; the magnesium producing technology will produce less waste than any other commercially available technology or processing method; there is a market for the sale of the by-products from the production of magnesium metal; end-users such as vehicle manufacturers would adopt the use of magnesium metal as an alternative to aluminum; the ability to manufacture the modular design of the processing units in a timely manner; the increasing adoption of NFTs as a solution for various data-oriented use cases; the Company has the ability to mitigate the risks associated with the blockchain and NFT industry; the ability to compete with other businesses in the NFT market; and the ability to comply with existing and new regulations applicable to the Company’s business operations.

Although management considers these assumptions to be reasonable based on information currently available to it, they may prove to be incorrect. These forward-looking statements are only predictions and involve known and unknown risks, uncertainties and other factors, including: the risk that the Company will be unable to efficiently develop its magnesium technology; the risk that other competitors may offer similar magnesium technology; the risk that there may be negative changes in general economic and business conditions; the risk that the Company may have negative operating cash flow and not enough capital to complete the development of any of its technologies; the risk that the Company may not be able to obtain additional financing as necessary; the risk that there may be increases in capital and operating costs; the risk that the NFT technology may be subject to fraud and other failures; the risk that there may be technological changes and developments in the blockchain that make the NFT solutions obsolete; risks relating to regulatory changes or actions which may impede the development or operation of the blockchain solutions; the risk that other competitors may release similar blockchain solutions; the potential future unviability of the NFT market in general; and other general risks involved in the blockchain solutions.

Risks and uncertainties about the Company’s business are more fully discussed in the Company’s disclosure materials, including its reports filed with the Canadian securities regulators and which can be obtained from www.sedar.com.

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Overview – Core Business

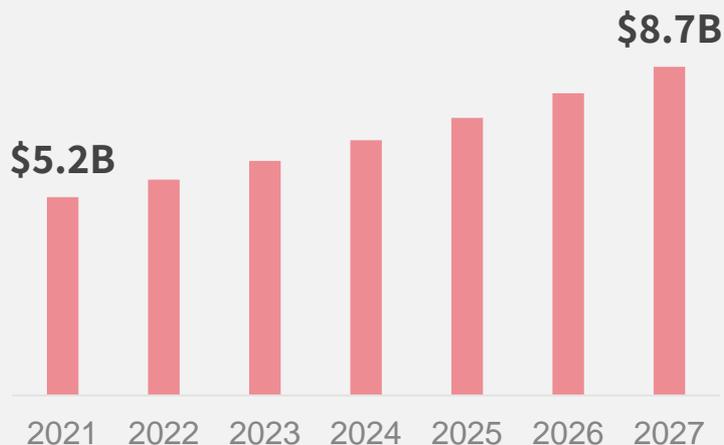


Cover Technologies Inc. (“Cover” or the “Company”), is a publicly traded company with its common shares listed on the Canadian Securities Exchange under the symbol “COVE” (CSE: COVE) (OTC:MGPRF).

Cover is a technology research and development company with a focus on emerging technologies and solutions. Under its **MagOne Division**, it is currently in the research and development phase of its magnesium processing technology, which is aimed to be **the most environmentally friendly and sustainable producing technology** of magnesium (Mg) metal, ultrapure Mg compounds, by-products and vertically integrated co-products.

Upon closing of the acquisition of **Flurbo** in September 2021, Cover launched a new division named **Nifty Division, dedicated to the development of non-fungible tokens (“NFTs”) as well as related assets and technologies in the decentralized finance (“DeFi”) category** to add value to and complement its MagOne Division.

The Magnesium Market



The global metal magnesium market size is projected to grow at a compound annual growth rate (CAGR) of 8.8%.

Our Key Advantages

HIGH GROWTH
POTENTIAL METAL

LOW-COST
TECHNOLOGY

RAPID
COMMERCIALIZATION
THROUGH MODULAR
EXPANSION

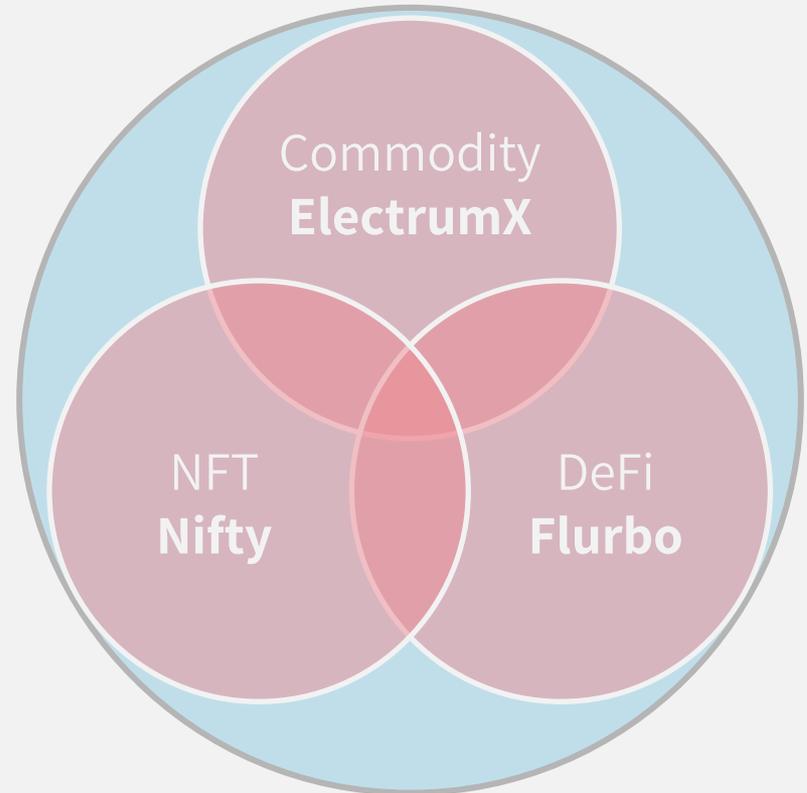
ENVIRONMENTALLY
SUSTAINABLE
PRODUCTION

Strategic Direction

It is Cover's strategic decision to vertically-integrate a diversified and unified technology platform to complement its commodities technology business, unveiling a massive market opportunity by utilizing the power of blockchain technology.

Cover believes that its expertise and experience in the commodities business can be efficiently applied to the adoption and development of novel technologies to generate immense value for its stakeholders.

Cover's Unified Blockchain Platform



Diversification



Combining Cover’s extensive experience in the commodities business with the newly acquired Flurbo DeFi blockchain technology software application, the development of **ElectrumX is intended to be a unified digital platform for the tracking, provenance, trade finance, and exchange of physical commodities related to the metals & minerals industry.**

ElectrumX

Cover’s existing technology, **Flurbo, a decentralized finance (“DeFi”) blockchain technology** will serve to aggregate all participants and transactions in the ElectrumX marketplace.

Flurbo

The **Nifty Division** is concurrently **exploring new Non-Fungible Token (“NFT”) applications and use cases** to fuel Cover’s strategic expansion.

Nifty

Development Timeline

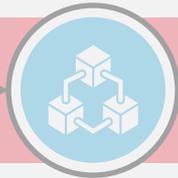


2022 Q1 & Q2

Future



ElectrumX



**Integration into
MagOne**



**Development &
Innovation**



**Mature Use Cases
for Metals &
Minerals Industry**



**Explore Use Cases
for Other Industries**

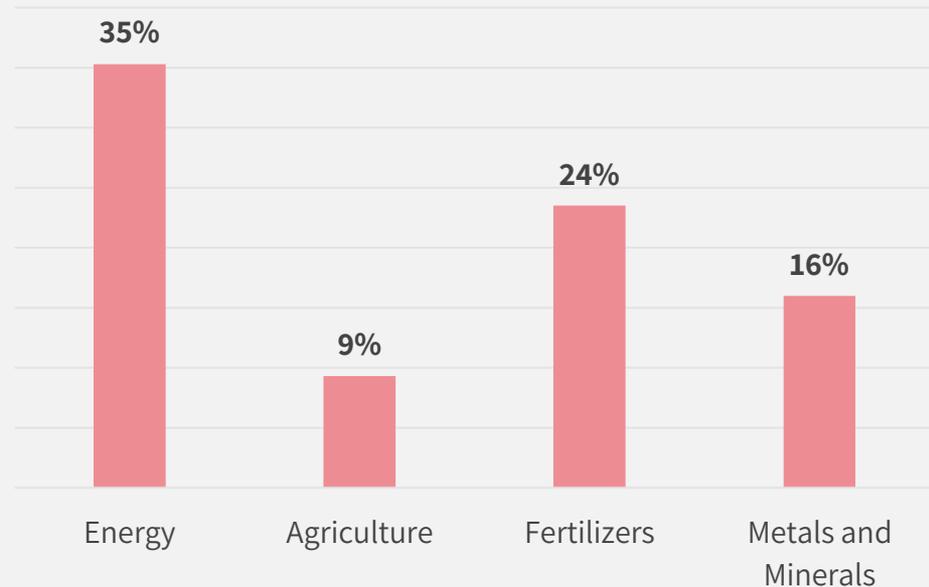
Blockchain-Enabled Commodity Market



Novel digital innovations have massively changed the rules in the global commodity market by challenging traditional competitive advantages, reducing market inefficiencies, and lowering barriers for entry.

Cover envisions that the blockchain-enabled ElectrumX will become the next major evolution in the commodity marketplace.

Commodity Q/Q Growth, 2021 Q1



ElectrumX – Mineral Data



Stakeholders throughout the metal & mineral supply chain (e.g., miners, processors, refiners, etc.) will have the ability to **seamlessly enter provenance data recorded on an immutable distributed ledger** (blockchain) to enhance visibility into the origins of a given unit/allotment of metals or minerals, as well as the sourcing practices used to obtain it.

This data will be **accessible on the ElectrumX marketplace** and can be used as criteria for placing trade orders (e.g., a market order for magnesium produced specifically in each region, or by an artisanal miner whose sourcing practices have been verified as sustainable).



**Metal & Mineral
Data Recording
and Indexing**



**Marketplace
for Metals &
Minerals**



**DeFi
Integrations**

ElectrumX – Marketplace



Users of the ElectrumX digital marketplace will have the **ability to buy and sell various metal & minerals represented through digitized cryptographic instruments with near-instant delivery.**

The ElectrumX marketplace will offer several advantages compared to incumbent marketplaces for metal & mineral commodities to include **lower fees, faster transaction speeds, and greater visibility** into the metals & minerals being transacted with the ability to automatically filter transactions or searches based on verified provenance data.



**Mineral Data
Recording and
Indexing**



**Marketplace
for Metal &
Minerals**



**DeFi
Integrations**

ElectrumX – Defi Integration



Various DeFi solutions **allow for standalone tools or technology to be integrated on a modular basis** to enhance the functionality of the base solution (e.g., a DeFi lending protocol can integrate a third-party tool to ensure loan collateral is free of encumbrances). These ancillary features are commonly referred to as “Legos”, an analogy to the popular interlocking plastic brick toy collection.

For DeFi solutions which handle or facilitate transactions of minerals, it will be possible to integrate data feeds from ElectrumX to **allow mineral buyers and sellers to benefit from in-depth insights** collected and held by ElectrumX.



**Mineral Data
Recording and
Indexing**



**Marketplace
for Metal &
Minerals**



**DeFi
Integrations**

What are NFTs?



Non-Fungible Tokens (“NFTs”) are digital assets that uniquely represent digitized ownership of metals & minerals as well as pieces of media, including art, music, collectible cards, memes, in-game items, and many more.

NFTs possess value by being:

- 1 Indivisible:** NFTs cannot be divided into smaller denominations like bitcoin. They exist exclusively as a whole item. **i.e., one NFT represents one painting**
- 2 Indestructible:** Because all NFT data is stored on the blockchain via smart contracts, tokens cannot be destroyed, removed, or replicated. Ownership of these tokens is also immutable, which means metals & mineral holders, gamers and collectors own their NFTs, as opposed to the entities that create them.
- 3 Verifiable:** Storing historical ownership data on the blockchain for items such as digital artwork creates an audit trail back to the original creator, allowing pieces to be authenticated without the need for third-party verification.

Hypergrowth in the NFT Market

+7,659%

FY21 YTD Total NFT Sales Value Growth

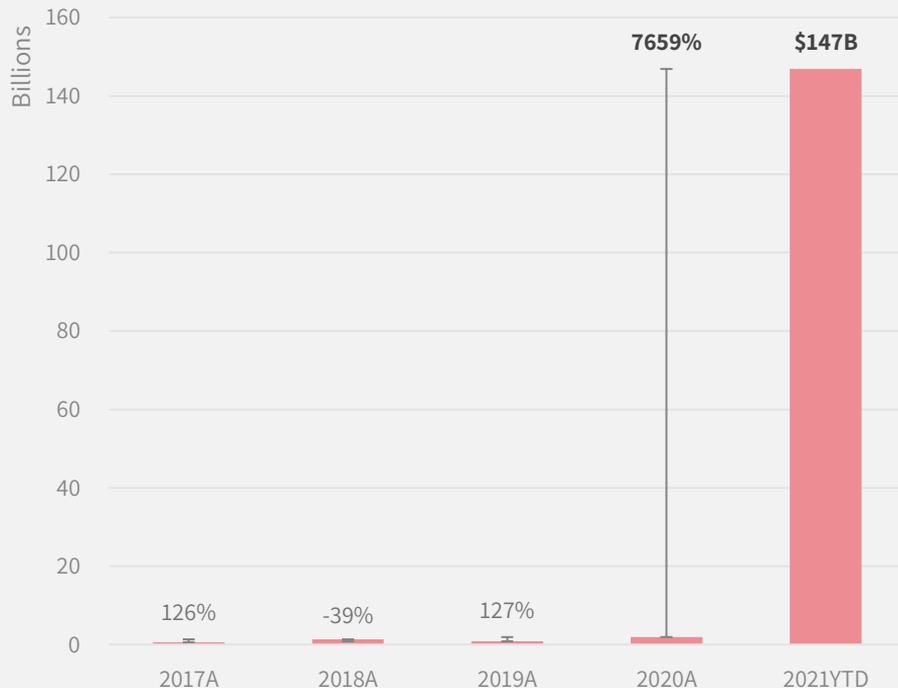
+12 Million

FY21 YTD NFT Transaction Volume

+196%

FY21 YTD No. of Active NFT Wallets

NFT SALES



The Flurbo Opportunity



Cover acquired Flurbo because the DeFi blockchain technology has the potential to expand Cover's involvement in the metals & minerals industry. The technology also equips Cover with the optionality of applying it to other use cases outside of the metals & minerals industry in the future.



Additionally, through its founding team, the Nifty Division has a **strong relationship** with the primary developers of various Layer One public blockchain networks including the Casper blockchain network, Altura and Polymath.

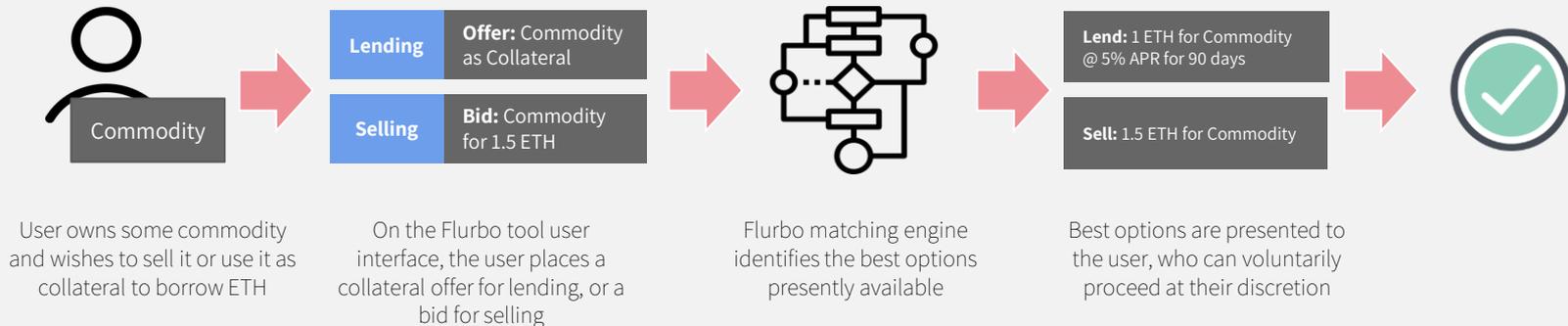


There is an opportunity of working as a collective with these parties to **establish our NFT marketplaces as the primary platforms** within their niches on these blockchain networks, which would be **highly synergistic and can bring immense value** to the Company through its potential stake in these alternative (to Ethereum) networks.

Flurbo will be integrated into ElectrumX to fully empower investors.

Flurbo:

- Is an **AI-powered blockchain technology and software application**
- **Discovers lending, buying/selling, and decentralized-finance (“DeFi”) opportunities for consumers.**
- Is an **aggregator** of exchanges on which digitized assets can be **bought/sold** or **used as collateral**
- Stays on top of the latest commodity, NFT, and DeFi news to always provide the most relevant recommendations
- Offers **simplicity** and **peace of mind** to consumers who desire new opportunities in this dynamic space



New Revenue Stream



With hundreds of million dollars of expected total transaction value through our ElectrumX marketplace, Cover will receive:

2% +

Commission on all transactions

**PRIMARY
ISSUANCE
FEE**

For each initial NFT offering

Management Team



Dorian Banks

Chief Executive Officer

Mr. Banks is a lifelong international entrepreneur with focuses on technology, blockchain and agri-tech. Notably, he has built companies from the ground up in wireless technologies, mobile phone gaming and APPs, large scale plantations, UAV technology, 3D printing and crypto-currency mining. He has served as a senior executive and/or board member of over a dozen publicly traded companies over the past two decades, arranging financings from some of the largest global banks. The Company is excited to welcome Mr. Banks to guide the integration of the Flurbo technology with its developing magnesium processing technology.



Steve Dryall

Chief Technology Officer

Mr. Dryall, who was recognized by the Royal Canadian Mint as a contributor to the evolution of currency, has an established legacy in areas of fintech to include blockchain, cryptocurrency, and digitized commodities. Over two decades, Mr. Dryall has held founding or executive roles in firms to include Confluent Technologies, Nikola Tesla Unite, and Incipient Industries. Mr. Dryall was a named contributor to The WealthTECH Book (Wiley, 2018), and from 2012 to 2014 was the editor of Coineer Magazine (predecessor to NewsBTC Canada). Additionally, Mr. Dryall has been a speaker and panelist at numerous blockchain, fintech, and entrepreneurship events worldwide. As CTO of Cover, Mr. Dryall will be instrumental to the development of ElectrumX and management of the Company's existing technologies to include all blockchain intellectual property acquired from Nifty.

Capitalization Table



Common Shares Issued and Outstanding	28,475,718
Warrants	18,657,925
Options	2,830,000
Total Fully Diluted Shares	49,963,643

Investment Highlights



- **Extensive expertise and experience**
- **Diversified business model taps into numerous lucrative markets**
- **Proprietary technology and IPs**
- **The commodities and NFT markets are growing at unprecedented rates**

Did you know:

Crypto exchanges became the value creators for cryptocurrencies, Cover will become the value creator for digitized commodities and NFTs.

Do not miss the chance to invest in us!

Thank You

For more information please email:
ir@covertechnologies.ca