


TEMAS

CONDENSED INTERIM FINANCIAL STATEMENTS

(Expressed in Canadian dollars)

For the Six Months Ended June 30, 2025 and 2024

The accompanying unaudited interim condensed consolidated financial statements of Temas Resources Corp. have been prepared by and are the responsibility of the Company's management. The Company's independent auditor has not performed a review of these financial statements in accordance with standards established by the Chartered Professional Accountants of Canada for a review of interim financial statements by an entity's auditors.

INDEPENDENT AUDITOR'S REVIEW REPORT TO THE MEMBERS OF TEMAS RESOURCES CORP.

Conclusion

We have reviewed the accompanying half-year financial report of Temas Resources Corp. ("the Company") which comprises the statement of financial position as at 30 June 2025, the condensed statement of profit or loss and other comprehensive income, condensed statement of changes in equity and condensed statement of cash flows for the half-year ended on that date, a summary of material accounting policies and other selected explanatory notes.

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the half-year financial report of Temas Resources Corp. does not give a true and fair view of the Company's financial position as at 30 June 2025 and of its performance for the half-year ended on that date; and complying with Accounting Standard AASB 134: *Interim Financial Reporting*.

Basis for Conclusion

We conducted our review in accordance with ASRE 2410 *Review of a Financial Report Performed by the Independent Auditor of the Entity*. Our responsibilities are further described in the *Auditor's Responsibilities for the Review of the Financial Report* section of our report. We are independent of the Company in accordance with the auditor independence requirements of the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants* that are relevant to our audit. We have also fulfilled our other ethical responsibilities in accordance with the Code.

Material Uncertainty Related to Going Concern

We draw attention to Note 1 in the financial report, which indicates that the Company incurred a net loss of \$991,695 during the half year ended 30 June 2025. As stated in Note 1, these events or conditions, along with other matters as set forth in Note 1, indicate that a material uncertainty exists that may cast significant doubt on the Company's ability to continue as a going concern. Our conclusion is not modified in respect of this matter.

Responsibility of the Directors for the Financial Report

The directors of the Company are responsible for the preparation of the half-year financial report that gives a true and fair view in accordance with Australian Accounting Standards and for such control as the directors determine is necessary to enable the preparation of the half-year financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

Auditor's Responsibility for the Review of the Financial Report

Our responsibility is to express a conclusion on the half-year financial report based on our review. ASRE 2410 requires us to conclude whether we have become aware of any matter that makes us believe that the half-year financial report does not give a true and fair view of the Company's financial position as at 30 June 2025 and its performance for the half-year ended on that date, and complying with Accounting Standard AASB 134 *Interim Financial Reporting*.

A review of a half-year financial report consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Australian Auditing Standards and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.



HALL CHADWICK AUDIT (WA) PTY LTD
ABN 42 163 529 682



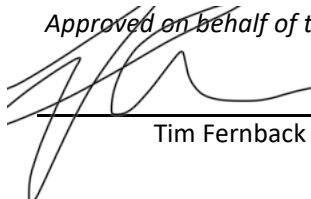
NIKKI SHEN CA
Director

Dated this 14th October 2025
Perth, Western Australia

TEMAS RESOURCES CORP.**Condensed Statements of Financial Position***(Expressed in Canadian Dollars)*

	<i>Note</i>	June 30, 2025	December 31, 2024
ASSETS			
<i>Current Assets</i>			
Cash		\$ 17,811	\$ 76,562
Taxes receivable		19,876	13,710
Prepaid expenses and deposits	5,9	-	67,500
		37,687	157,772
<i>Non-Current Assets</i>			
Investments in associate	7	1	1
Exploration and evaluation assets	6	6,714,318	6,576,865
Total Assets		6,752,006	6,734,638
LIABILITIES			
<i>Current Liabilities</i>			
Accounts payable & accrued liabilities	9	952,885	943,564
Loan payable	9	120,000	-
Taxes payable	10	565,181	565,181
Total Liabilities		1,638,066	1,508,745
SHAREHOLDERS' EQUITY			
Share capital <i>(net of issuance costs)</i>	8	14,572,451	13,819,786
Reserves	8	2,378,787	4,994,294
Deficit		(11,837,298)	(13,588,187)
		5,113,940	5,225,893
Total Liabilities and Shareholders' Equity		\$ 6,752,006	\$ 6,734,638
Nature of Operations and Going Concern			
	1		
Subsequent Events			
	11		

Approved on behalf of the Board:



_____, CEO & Director
Tim Fernback



_____, Director
Kyler Hardy

The accompanying notes are an integral part of these financial statements

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TEMAS RESOURCES CORP.

Condensed Statements of Loss and Comprehensive Loss

For the periods ended June 30, 2025 and 2024

(Expressed in Canadian Dollars)

		For the Six Months Ended June 30, 2025	For the Six Months Ended June 30, 2024
	Note		
General and Administrative Expenses			
Consulting	9	240,812	473,500
Exploration expenditures	9	40,498	141,197
General and administrative		8,879	10,594
Insurance		12,825	13,500
Interest and bank charges		859	5,224
Investor Relations		443,706	402,360
Professional Fees		184,902	26,096
Share-based payments	8,9	127,077	-
Transfer agent and filing fees		52,588	54,943
Travel		28,719	34,652
Total expenses		1,140,865	1,162,066
Other items			
Impairment of investment and loan	4,7	10,475	3,653
Realized gain on debt settlement		(159,645)	-
Total other items		\$ (149,170)	\$ 3,653
Net and comprehensive loss for the period		\$ (991,695)	\$ (1,165,719)
Basic and diluted loss per share		\$ (0.03)	\$ (0.06)
Weighted average number of common shares outstanding		29,415,172	20,287,899

The accompanying notes are an integral part of these financial statements

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TEMAS RESOURCES CORP.**Condensed Statements of Changes in Shareholders' Equity**

For the periods ended June 30, 2025 and 2024

(Expressed in Canadian Dollars)

		Share Capital				
	Note	Number of shares	Amount	Reserves	Deficit	Total Shareholders' Equity
Balance December 31, 2023		16,062,398	\$11,777,968	\$4,901,622	(\$11,835,652)	\$4,843,938
New common shares - Option exercise	8	75,000	7,875	-	-	7,875
New common shares - Warrant exercise	8	1,282,900	192,435	-	-	192,435
New common shares - Private placement	8	8,598,690	1,719,738	-	-	1,719,738
New common shares - Exploration and evaluation asset	6	357,142	75,000	-	-	75,000
Share issuance costs	8	-	(2,530)	-	-	(2,530)
Net loss for the period		-	-	-	(1,165,719)	(1,165,719)
Balance June 30, 2024		26,376,130	13,770,486	4,901,622	(13,001,371)	5,670,737
Balance December 31, 2024		26,658,118	13,819,786	4,994,294	(13,588,187)	5,225,893
New common shares - Warrant exercise	8	1,181,100	177,165	-	-	177,165
New common shares - Private Placement	8	7,006,669	525,500	-	-	525,500
New common shares - Exploration and evaluation asset	6	370,370	50,000	-	-	50,000
Share-based payments	8,9	-	-	127,077	-	127,077
Reserves - Warrant expiry		-	-	(2,742,584)	2,742,584	-
Net loss for the period		-	-	-	(991,695)	(991,695)
Balance June 30, 2025		35,216,257	\$14,572,451	\$2,378,787	(\$11,837,298)	\$5,113,941

The accompanying notes are an integral part of these financial statements

TEMAS RESOURCES CORP.

Condensed Statements of Cash Flows

For the periods ended June 30, 2025 and 2024

(Expressed in Canadian Dollars)

	For the Six Months Ended June 30, 2025	For the Six Months Ended June 30, 2024
Cash Provided By (Used In):		
Operating Activities		
Net loss for the year	\$ (991,695)	\$ (1,165,719)
Non-cash items		
Impairment of investment and loan, net	10,475	3,653
Share-based payments	127,077	-
Changes in non-cash working capital		
Prepays	67,500	-
Taxes receivable	(6,166)	8,849
Accounts payable and accrued liabilities	9,321	(279,168)
Cash flows used in operating activities	\$ (783,488)	\$ (1,432,385)
Investing Activities		
Loans receivable	(10,475)	-
Exploration and evaluation assets	(87,453)	(145,491)
Cash flows used in investing activities	\$ (97,928)	\$ (145,491)
Financing Activities		
Loan payable	120,000	(96,406)
Issuance of new shares - private placement	525,500	1,992,518
Issuance of new shares - warrant exercise	177,165	-
Net cash from financing activities	\$ 822,665	\$ 1,896,112
Increase (decrease) in cash	(58,751)	318,236
Cash, beginning of year	76,562	271,236
Cash, end of year	\$ 17,811	\$ 589,472

The accompanying notes are an integral part of these financial statements

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1. Nature and Continuation of Operations

Temas Resources Corp. (the "Company") was incorporated pursuant to the provisions of the British Columbia Business Corporations Act on June 25, 2018, under the name "Clean Earth Chemical Corp." On August 12, 2019, the Company changed its name to Temas Resources Corp.

The Company's head office and registered office is located at 309 – 2912 West Broadway, Vancouver, British Columbia, V6K 0E9. The Company's principal business activity is the acquisition, development and exploration of mineral properties.

On June 26, 2023, the Company consolidated its issued and outstanding common shares on the basis of 9 pre-consolidation common shares to 1 post consolidation common share. All information relating to basic and diluted loss per share, issued and outstanding common shares, and per share amounts in these financial statements have been adjusted retroactively to reflect the share consolidation.

The June 30, 2025 financial report has been prepared on the going concern basis that contemplates the continuity of normal business activities and the realization of assets and extinguishment of liabilities in the ordinary course of business. The Company incurred a loss for the period ended June 30, 2025 of \$991,695 (2024 - \$1,165,719 loss) and a net cash outflow from operating, investing, and financing activities of \$58,751 (2024 - \$318,236 inflow). As at June 30, 2025, the Company had a working capital deficit of \$1,600,379 (2024 - \$1,350,973 deficit).

The Directors, in their consideration of the appropriateness of the going concern basis for the preparation of the financial report, have prepared a cash flow forecast for the next 12 months from the date of signing. The cash flow forecast reflects that further funding will be required, including the Company being able to secure additional funding by Q2 2026, in order to meet the Company's ongoing working and investing capital requirements. At the date of signing this report, the Directors have reasonable grounds to believe that the Company will be able to achieve the matters above and that it is appropriate to prepare the financial report on the going concern basis based on the following:

- Subsequent to the period, the Company received formal conditional approval on October 13, 2025 to list on the Australian Stock Exchange ("ASX") and successfully raised approximately AUD\$11,000,000 in capital.
- The Company's ability to raise funds from external sources to meet ongoing working and investing capital requirements, as demonstrated by the successful completion of the recent placement in March and July 2025.
- The Group's ability to reduce expenditure on non-essential activities and manage the timing of cash flows to meet the committed obligations of the business as and when they fall due.

Should the Company be unsuccessful in achieving the matters set out above, a material uncertainty exists that may cast significant doubt about the Group's ability to continue as a going concern and, therefore, whether it will realise its assets and extinguish its liabilities in the normal course of business at the amounts stated in the financial report.

These financial statements were authorized by the Board of Directors on October 14, 2025.

2. Basis of PresentationStatement of Compliance

The half-year financial report is a general-purpose financial report prepared in accordance with AASB 134 'Interim Financial Reporting'. Compliance with AASB 134 ensures compliance with International Financial Reporting Standard IAS 34 'Interim Financial Reporting'. The interim report does not include notes of the type normally included in an annual financial report and shall be read in conjunction with the most recent annual financial statements.

Basis of Measurement

These condensed interim financial statements have been prepared on a historical cost basis, except for financial instruments classified in accordance with measurement standards under AASB. All dollar amounts presented are in Canadian dollars unless otherwise specified. These condensed interim financial statements have been prepared using AASB principles applicable to a going concern, which contemplate the realization of assets and settlement of liabilities in the normal course of business as they come due.

3. Material Accounting Policy Information

The Company's significant accounting policies can be read in Note 3 to the Company's annual audited financial statements at and for the year ended December 31, 2024.

4. Loan receivable

During the period, the Company impaired the loan of \$10,475 (2024 - \$3,653) to its associated company ORF Technologies Inc. See note 7.

5. Prepaids

Included in prepaid as of June 30, 2025, is \$Nil (December 31, 2024 - \$67,500) in prepaid advisory services.

6. Exploration and Evaluation Assets

The carrying value of the Company's mineral properties is as follows:

	Lac Brule		La Blache		DAB		Total
December 31, 2023	\$	29,000	\$	5,848,038	\$	550,000	\$ 6,427,038
Renew claims		22,850		1,977		-	24,827
Acquisition costs		-		125,000		-	125,000
December 31, 2024	\$	51,850	\$	5,975,015	\$	550,000	\$ 6,576,865
Renew claims		12,453		-		-	12,453
Acquisition costs		-		125,000		-	125,000
June 30, 2025	\$	64,303	\$	6,100,015	\$	550,000	\$ 6,714,318

Title to exploration and evaluation assets involves certain inherent risks due to the difficulties of determining the validity of certain claims as well as for problems arising from the frequently ambiguous conveyance history characteristic of many mineral properties. The Company has investigated the title to its exploration and evaluation assets and, to the best of its knowledge, the title is in good standing.

6. Exploration and Evaluation Assets (Continued)**La Blache Property, Quebec, Canada**

On June 18, 2020, the Company entered into a Purchase Agreement to purchase a 100% interest in the La Blache property in Core-Nord, Quebec from Cloudbreak Discovery Corp. and Cronin Services Ltd. (collectively known as "Vendors") for an aggregate of 2,222,222 common shares (issued) of the Company, \$60,000 (paid) in cash payments and the delivery of an NSR royalty of 2%. The Company has the right to repurchase one-half of the NSR royalty (1%) for \$2,500,000 at any time. The Vendors have common directors with the Company.

On March 27, 2024, the Company entered into an option agreement to earn 100% interest in the La Blache Lake Extension Property. Pursuant to the option agreement, the Company must issue an aggregate of \$275,000 in common shares and pay an aggregate of \$350,000 in cash over a 48th month period. On April 11, 2024 the Company paid \$50,000 in cash and issued 357,142 common shares at a deemed price of \$0.21 in accordance with the option agreement (\$75,000 deemed value). On April 10, 2025 the Company paid \$75,000 in cash and issued 370,370 common shares at a deemed price of \$0.14 in accordance with the option agreement (\$50,000 deemed value).

DAB Property, Quebec, Canada

On January 15, 2020, the Company entered into an option agreement with Contigo Resources Ltd. ("Contigo") to acquire a 100% interest in the 124 claims comprising the DAB property. Under the terms of the option agreement, the Company needs to undertake the following to exercise its option:

- make cash payments of \$25,000 on January 15, 2020 (paid) and \$50,000 (paid) on January 15, 2021; and
- issue 1,111,111 common shares of the Company to Contigo on January 15, 2020 (issued).

Per the terms of the option agreement, Contigo retains a 2% net smelter royalty ("NSR") on the DAB property. The Company can purchase 50% of the NSR at any time for a cash payment of \$1,500,000.

The DAB and La Blache properties were historically one project. As such, the Company operates and references to the two purchases as "La Blache".

Lac Brule, Quebec, Canada

To augment the Company's claims acquired through staking, on August 19, 2021, the Company had entered into a purchase agreement to acquire a 100% interest in an additional mineral claim comprising the Lac Brule property. Under the terms of the agreement, the Company made a cash payment of \$10,000 and issued 5,555 common shares of the Company to the seller at a value of \$19,000. Per the terms of the option agreement, the seller retains a 1% net smelter royalty ("NSR") on the additional mineral claim. The Company can purchase 50% of the NSR at any time for a cash payment of \$500,000.

7. Investment in associate

On March 26, 2021, the Company purchased a 50% interest in ORF Technologies Inc. ("ORF") for \$600,000. ORF is an early-stage Canadian Company with a focus on mineral extraction technologies. The Company measures its investment in ORF using the equity method. For the year ended December 31, 2023, the Company recorded an equity loss of \$8,635 relating to its investment in ORF.

Due to minimal activity and the lack of necessary cash flow, the Company recorded an impairment of \$563,116 during the year ended December 31, 2023.

Investment at March 26, 2021	\$	600,000
Equity loss for the period		(10,840)
Investment at December 31, 2021	\$	589,160
Equity loss for the year		(17,408)
Investment at December 31, 2022	\$	571,752
Equity loss for the year		(8,635)
Impairment		(563,116)
Investment at December 31, 2023	\$	1
Equity loss for the year		(6,623)
Impairment		6,623
Investment at December 31, 2024	\$	1
Investment at June 30, 2025	\$	1

Summarized financial information of ORF is as follows:

		Year ended December 31, 2024		Year ended December 31, 2023
Cash	\$	13	\$	1,173
Current assets		70,015		70,000
Current liabilities		214,818		202,731
Revenue		-		-
Net loss and comprehensive loss	\$	13,246	\$	19,135

8. Share Capital

On June 26, 2023, the common shares of the Company were consolidated on a basis of 9 pre-consolidation shares to 1 post-consolidation share, no fractional shares were issued. Accordingly, the Company has affected the share consolidation in these financial statements as if it had happened at the beginning of periods reported, and disclosed all share capital, warrant and stock option information respectively on a post consolidated basis

Authorized

The Company's authorized share capital consisted of an unlimited number of common shares without par value. As at June 30, 2025, the Company had 35,216,257 (26,658,118 - December 31, 2024) common shares outstanding.

8. Share Capital (Continued)Issued and outstanding common sharesFiscal 2025

During the period, the Company issued 1,181,100 common shares for gross proceeds of \$177,165 in connection with the exercise of warrants at \$0.15 per common share.

On April 10, 2025, the Company issued 370,370 common shares at a deemed price of \$0.14 in accordance with the La Blache option agreement dated March 27, 2024 (\$50,000 deemed value).

On March 24, 2025, the Company completed a non-brokered private placement whereby the Company issued 7,066,669 units at a price of \$0.075 per unit for gross proceeds of \$525,500. Each unit is comprised of one common share and one common share purchase warrant. Each warrant will be exercisable into one common share at an exercise price of \$0.18 expiring on March 24, 2026.

Fiscal 2024

During the year 2024, the Company issued 1,564,900 common shares for gross proceeds of \$234,735 in connection with the exercise of warrants at \$0.15 per common share.

On May 10, 2024, the Company completed a non-brokered private placement whereby the Company issued 2,655,000 units at a price of \$0.20 per unit for gross proceeds of \$531,000. Each unit is comprised of one common share and one-half common share purchase warrant. Each warrant will be exercisable into one common share at an exercise price of \$0.40 expiring on May 10, 2026. Cash finder's fee of \$2,520 was paid. The Company also issued 12,600 agent warrants exercisable for 24 months at \$0.40 per share.

On April 11, 2024, the Company issued 357,142 common shares at a deemed price of \$0.21 in accordance with the La Blache option agreement dated March 27, 2024 (\$75,000 deemed value).

On April 5, 2024, the Company completed a non-brokered private placement whereby the Company issued 5,943,690 units at a price of \$0.20 per unit for gross proceeds of \$1,188,738. Each unit is comprised of one common share and one-half common share purchase warrant. Each warrant will be exercisable into one common share at an exercise price of \$0.40 expiring on April 5, 2026.

On January 3, 2024, the Company issued 75,000 common shares for gross proceeds of \$7,875 in connection with the exercise of options at \$0.105 per common share.

Stock Options

As at June 30, 2025, the Company has 3,511,500 stock options outstanding (December 31, 2024: 2,011,500) with 2,623,625 stock options exercisable.

8. Share Capital (Continued)

A summary of the status of the stock options as of June 30, 2025, and December 31, 2024 and changes during the periods then ended is presented below:

	Number	Weighted Average Exercise Price
Balance at December 31, 2023	1,461,500	\$0.15
Expired/Cancelled	(150,000)	0.105
Exercised	(75,000)	0.105
Granted	775,000	0.12
Balance at December 31, 2024	2,011,500	\$0.13
Expired/Cancelled	(300,000)	0.125
Granted	1,800,000	0.12
Exercisable at June 30, 2025	3,511,500	\$0.10

Stock options outstanding as at June 30, 2025 were as follows:

Number of Options	Weighted Average Exercise Price	Remaining Life (In Years)	Expiry Date
535,000	\$ 0.11	1.09	August 2, 2026
401,500	\$ 0.20	3.42	November 29, 2028
125,000	\$ 0.29	2.96	June 13, 2028
150,000	\$ 0.09	2.44	December 9, 2027
200,000	\$ 0.09	3.45	December 9, 2028
300,000	\$ 0.09	4.45	December 9, 2029
100,000	\$ 0.08	2.75	March 31, 2028
1,300,000	\$ 0.08	4.75	March 31, 2030
400,000	\$ 0.26	2.99	June 27, 2028
3,511,500	\$ 0.10	3.18	

On June 27, 2025, the Company granted 400,000 stock options to a consultant of the Company exercisable at \$0.26 per option for a period of 3 years. The options vest over one year from issuance (fully vested by June 27, 2026). The options were fair valued using Black-Scholes Option Pricing Model using the following assumptions: average risk-free rate – 2.65%; expected life – 3 years; expected volatility – 100.00%; forfeiture rate - Nil and expected dividends – Nil.

On March 31, 2025, the Company granted 1,400,000 stock options to directors and consultants of the Company exercisable at \$0.08 per option for a periods ranging from 3 to 5 years. The options vest immediately. The options were fair valued using Black-Scholes Option Pricing Model using the following assumptions: average risk-free rate – 2.57%; expected life – 3 to 5 years; expected volatility – 100.00%; forfeiture rate - Nil and expected dividends – Nil.

On December 9, 2024, the Company granted 650,000 stock options to directors and consultants of the Company exercisable at \$0.09 per option for a periods ranging from 3 to 5 years. The options vest over one year from issuance (fully vested by December 9, 2025). The options were fair valued using Black-Scholes Option Pricing Model using the following assumptions: average risk-free rate – 2.82%; expected life – 3 to 5 years; expected volatility – 100.00%; forfeiture rate - Nil and expected dividends – Nil.

8. Share Capital (Continued)

On June 13, 2024, the Company granted 125,000 stock options to a director of the Company exercisable at \$0.29 per option for a period of 4 years. The options vest over two years from issuance (fully vested by June 13, 2026). The options were fair valued using Black-Scholes Option Pricing Model using the following assumptions: average risk-free rate – 3.16%; expected life – 4 years; expected volatility – 100.00%; forfeiture rate - Nil and expected dividends – Nil.

On January 3, 2024, the Company issued 75,000 common shares for gross proceeds of \$7,875 in connection with the exercise of options at \$0.105 per common share.

Share Purchase Warrants

As at June 30, 2025, the Company has 15,751,892 warrants outstanding (December 31, 2024: 9,876,323). A summary of the status of the warrants as of June 30, 2025, and 2024 and changes during the periods then ended is presented below:

	Number	Weighted Average Exercise Price
Balance at December 31, 2023	7,148,028	\$0.24
Issued	4,311,945	\$0.40
Exercised	(1,564,900)	\$0.15
Expired/Cancelled	(18,750)	\$0.90
Balance at December 31, 2024	9,876,323	\$0.33
Issued	7,006,669	\$0.18
Exercised	(1,131,100)	\$0.15
Balance at June 30, 2025	15,751,892	\$0.27

Share purchase warrants outstanding as at June 30, 2025, were as follows:

Number of Warrants	Weighted Average Exercise Price	Remaining Life (In Years)	Expiry Date
499,861	\$ 0.90	0.17	August 31, 2025
281,250	\$ 0.90	0.39	November 21, 2025
104,167	\$ 0.90	0.47	December 19, 2025
1,760,000	\$ 0.15	0.32	October 23, 2025
1,788,000	\$ 0.15	0.39	November 21, 2025
2,971,845	\$ 0.40	0.76	April 5, 2026
1,340,100	\$ 0.40	0.86	May 10, 2026
7,006,669	\$ 0.18	0.73	March 24, 2026
15,751,892	\$ 0.27	0.64	

9. Related Party Transactions

Key management personnel at the Company are the directors and officers of the Company.

During the period ended June 30, 2025, the Company incurred:

- Consulting fees of \$48,000 (2024 - \$96,000) to a company owned by directors of the Company
- Exploration technical services of \$Nil (2023 - \$44,650) to a company owned by a former director of the Company
- Consulting fees of \$62,500 (2024 - \$62,500) to a company owned by the CEO
- Consulting fees of \$42,614 (2024 - \$Nil) to a company owned by the COO
- Consulting fees of \$24,000 (2024 - \$Nil) to a company owned by the CFO
- Consulting fees of \$24,000 (2024 - \$Nil) to a company owned by the Chairman
- Share-based payments of \$119,090 (2024 - \$Nil) to officers, directors and companies with common officers and directors.

As of June 30, 2025, loans and receivable includes:

- \$Nil (December 31, 2024 - \$67,500) prepaid deposit paid to a company owned by a director of the Company
- \$227,889 (December 31, 2024 - \$277,250) payable to a company owned by a director of the Company
- \$158,025 (December 31, 2024 - \$112,875) is due to a company owned by the CEO of the Company
- \$42,614 (December 31, 2024 - \$Nil) is due to a company owned by the COO of the Company
- \$25,200 (December 31, 2024 - \$Nil) is due to a company owned by the CFO of the Company
- \$34,181 (December 31, 2024 - \$Nil) is due to a company owned by the Chairman of the Company.

On July 14, 2023, the Company entered a \$140,000 secured loan agreement ("Secured Loan") with a company controlled by a director of the Company. The Secured Loan carries an interest rate of 12% per annum, paid in advance quarterly with a maturity date of July 13, 2024, and secured by the assets of the Company. During the year ended December 31, 2024, the Company accrued interest of \$4,331 (2023 - \$2,715) and the Secured Loan was paid off April 5, 2024.

On May 21, 2025, the Company entered a \$120,000 unsecured loan agreement ("Unsecured Loan") with a company controlled by a director of the Company. The Unsecured Loan carries an interest rate of 12% per annum, paid in advance quarterly with a maturity date of May 21, 2025.

All loans except for the loan from the Secured Loan and Unsecured Loan are non-interest bearing and due on demand. All related party transactions are in the normal course of operations and have been measured at the exchange amount, which is the amount of consideration established and agreed to by the related parties.

10. Liability and Income Tax Effect on Flow-through Shares

Funds raised through the issuance of flow-through common shares are expected to be expended on qualified Canadian mineral exploration expenditures, as defined pursuant to Canadian income tax legislation. The flow-through gross proceeds less the qualified expenditures made to date represent the funds received from flow-through share issuances that have not been spent and are held by the Company for such expenditures.

In December 2020, the Company issued 402,777 flow-through common shares at \$9.00 per share for gross proceeds of \$3,625,000 and recognized an initial liability for flow-through shares of \$606,250. During the years ended December 31, 2021 and 2022, the Company has completed its flow-through spending obligations and has recognized a flow-through recovery of \$606,250.

During the 2022 year, the Company issued 1,541,666 flow-through common shares at an average price of \$0.72 for gross proceeds of \$1,110,000 and recognized an initial liability for flow-through shares of \$143,750. The \$1,110,000 flow-through funds were required to be incurred by December 31, 2023. As at December 31, 2023, the Company had spent \$405,185 of the \$1,110,000 flow-through obligation leaving a shortfall of \$704,815. The Company will incur income tax and penalties associated with this shortfall for itself and for investors. As at June 30, 2025, the Company has accrued \$565,181 (December 31, 2024 - \$565,181) in estimated taxes payable.

11. Subsequent Events

On July 7, 2025, the Company completed a non-brokered flow-through private placement whereby the Company issued 1,700,000 flow through shares at a price of \$0.30 per unit for gross proceeds of \$510,000.

On July 8, 2025, the Company entered into an option agreement, pursuant to which the remaining individual shareholders of ORF Technologies Inc. ("ORF") have agreed to grant the Company an option to acquire the remaining 50% ownership of the outstanding common shares in the capital of ORF. To exercise the option, the Company must make the following payments:

- \$600,000 cash payment by October 31, 2025
- \$637,500 cash payment between November 1, 2025 and December 31, 2025
- \$675,000 cash payment between January 1, 2026 and July 31, 2026

The Company received formal conditional approval to list its common shares on the ASX on October 13, 2025, with a capital raise of AUD\$11,000,000.