



SIRIOS RESOURCES INC.

TSX-V: SOI

OTCQB: SIREF

Interim Financial Statements (unaudited)

Six-month period

DECEMBER 31, 2024

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This attached interim financial statements have been prepared by Sirios Resources Inc. and its external auditors have not reviewed these financial statements.

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SIRIOS RESOURCES INC.

Interim Statement of Financial Position (unaudited)

(in Canadian dollars)

	Notes	December 31, 2024	June 30, 2024
		\$	\$
ASSETS			
Current			
Cash		2,249,444	1,913,639
Term deposit	4	51,850	51,850
Listed shares		99,432	80,353
Sales taxes receivable		105,267	52,375
Accounts receivable		1,687	604
Tax credits receivable		17,200	17,200
Prepaid expenses		164,261	142,664
		2,689,141	2,258,685
Non current			
Property and equipment	5	62,039	18,239
Right-of-use asset	6	85,163	96,624
Exploration and evaluation	7	36,829,344	35,847,064
Total assets		39,665,687	38,220,612
LIABILITIES			
Current			
Trades and other payables		101,071	136,769
Amounts received in advance upon agreement on Aquilon		142,479	240,731
Other liabilities		462,798	-
Provision	9	46,779	84,396
		753,127	461,896
Non-current			
Deferred tax liabilities		1,671,145	1,616,488
Obligation under capital lease	8	89,386	99,474
Total liabilities		2,513,658	2,177,858
EQUITY			
Share capital	10.1	61,352,973	59,660,045
Contributed surplus		5,481,721	5,388,721
Deficit		(29,682,665)	(29,006,012)
Total equity		37,152,029	36,042,754
Total liabilities and equity		39,665,687	38,220,612

The accompanying notes are an integral part of the interim financial statements.

The interim financial statements were approved and authorized by the Board of Directors on February 25, 2025.

(signed) Dominique Doucet

Dominique Doucet, President

(signed) Luc Cloutier

Luc Cloutier, Director

SIRIOS RESOURCES INC.

Interim Statement of Financial Position (unaudited)

(in Canadian dollars)

	Notes	Three-month period ended		Six-month period ended	
		December 31,		December 31,	
		2024	2023	2024	2023
		\$	\$	\$	\$
EXPENSES					
Salaries and employee benefits expense	11.1	182,528	165,805	277,333	345,591
Investors and shareholders' relations		63,190	44,820	84,947	74,222
Professional fees		60,677	79,897	119,296	120,963
Trustees and registration fees		44,546	35,081	56,833	58,501
Publicity and sponsorship		14,667	847	17,180	6,327
Office expenses		9,126	6,732	12,149	19,180
Depreciation of right-of-use asset		5,730	8,803	11,460	10,282
Insurances, taxes and permits		4,602	4,932	9,204	9,864
Rent expenses		4,370	-	8,741	8,146
Bank charges		827	762	1,947	1,949
Training		420	1,006	9,183	1,420
Amortization of property and equipment		112	164	951	4,921
Gain on disposal of exploration and evaluation assets		(73,750)	-	(73,750)	-
Reversal of provision for compensation		(37,617)	-	(37,617)	-
Income taxes of section XII.6		-	2,780	-	10,631
Project generation expenses		-	306	-	4,714
OPERATIONAL LOSS		279,428	351,935	497,857	676,711
OTHER REVENUES AND EXPENSES					
Finance costs	12	(7,075)	(19,757)	(2,541)	(101,497)
Finance income	12	7,474	6,121	38,121	25,495
Other revenues	12	30,589	24,410	54,517	73,646
		30,988	10,774	90,097	(2,356)
LOSS BEFORE INCOME TAX		(248,440)	(341,161)	(407,760)	(679,067)
Deferred income taxes		(23,367)	111,054	(179,997)	(422,114)
NET LOSS AND COMPREHENSIVE LOSS		(271,807)	(230,107)	(587,757)	(1,101,181)
NET LOSS PER SHARE - basic and diluted	13	(0.001)	(0.001)	(0.002)	(0.004)

The accompanying notes are an integral part of the interim financial statements.

SIRIOS RESOURCES INC.

Interim Statement of Changes in Equity (unaudited)

(in Canadian dollars)

	Notes	Share capital	Contributed surplus	Deficit	Total Equity
		\$	\$	\$	\$
As of July 1st, 2023		57,299,039	5,234,721	(27,917,065)	34,616,695
Net loss and comprehensive loss		-	-	(1,101,181)	(1,101,181)
Share-based payments	11.2	-	91,500	-	91,500
Issuance cost of shares (a)		-	-	(6,191)	(6,191)
Issuance of units and shares	10.1	421,250	62,500	-	483,750
As of December 31, 2023		57,720,289	5,388,721	(29,024,437)	34,084,573
As of July 1st, 2024		59,660,045	5,388,721	(29,006,012)	36,042,754
Net loss and comprehensive loss		-	-	(587,757)	(587,757)
Share-based payments	11.2	-	93,000	-	93,000
Issuance cost of shares (b)		-	-	(88,896)	(88,896)
Issuance of units and shares	10.1	1,692,928	-	-	1,692,928
As of December 31, 2024		61,352,973	5,481,721	(29,682,665)	37,152,029

(a) Net of a deferred tax liability of an amount of \$2,232.

(b) Net of a deferred tax asset of an amount of \$32,050.

The accompanying notes are an integral part of the interim financial statements.

SIRIOS RESOURCES INC.

Interim Statement of Changes in Equity (unaudited)

(in Canadian dollars)

	Six-month period ended December 31,	
Notes	2024	2023
	\$	\$
OPERATING ACTIVITIES		
Net loss	(587,757)	(1,101,181)
Adjustments		
Share-based payments	72,000	69,000
Depreciation of right-of-use asset	11,460	10,282
Amortization of property and equipment	951	4,921
Gain on disposal of exploration and evaluation assets	(73,750)	-
Interest on obligation under capital lease	2,299	2,474
Change in fair value of listed shares	(20,711)	99,023
Reversal of provision for compensation	(37,617)	-
Deferred income taxes	179,997	422,114
Changes in working capital items	14 (263,958)	(1,071,087)
Cash flows used from operating activities	(717,086)	(1,564,454)
INVESTING ACTIVITIES		
Tax credits received	-	639,402
Disposal of listed shares	50,381	-
Additions to property and equipment	(59,611)	(2,276)
Additions to exploration and evaluation assets	(991,984)	(471,571)
Disposal of exploration and evaluation assets	25,000	-
Cash flows from investing activities	(976,214)	165,555
FINANCING ACTIVITIES		
Issuance of units and shares	2,182,999	150,000
Issuance cost of shares	(140,950)	(8,423)
Payments on lease obligation	(12,944)	(11,667)
Cash flows from financing activities	2,029,105	129,910
NET CHANGE ON CASH	335,805	(1,268,989)
CASH, BEGINNING OF THE PERIOD	1,913,639	2,345,601
CASH, END OF THE PERIOD	2,249,444	1,076,612
Supplementary information		
Interest received related to operating activities	17,411	25,495

The accompanying notes are an integral part of the interim financial statements.

SIRIOS RESOURCES INC.

Notes to Interim Financial Statements

For the six-month period ended December 31, 2024 (unaudited)

(in Canadian dollars)

1. NATURE OF OPERATIONS

Since its creation in 1994, Sirios Resources Inc. ("Sirios" or "the Company") goal is to discover world-class gold deposits in the James Bay region, in Quebec.

The Company is incorporated under the Canada Business Corporations Act. The address of the Company's registered office and its principal place of business is 1400 Marie-Victorin, Suite 210, Saint-Bruno-de-Montarville, Quebec, Canada. The Company's shares are listed on the TSX Venture Exchange, under the symbol "SOI" and on the OTCQB under the symbol "SIREF".

2. MATERIAL ACCOUNTING POLICIES

Basis of presentation

These interim financial statements of the Company were prepared in accordance with IFRS, as issued by the International Accounting Standards Board (IASB) under International Accounting Standard (IAS) 34 - Interim Financial Reporting. These interim financial statements were prepared using the same basis of presentation, accounting policies and methods of computation outlined in Note 4, MATERIAL ACCOUNTING POLICIES, as described in our financial statements for the year ended June 30, 2024. The interim financial statements do not include all of the notes required in annual financial statements.

Standards, amendments and interpretations of standards which are not yet in force and which have not been early adopted by the Company

At the date of authorization of these financial statements, certain new standards, amendments and interpretations to existing standards have been published but are not yet effective, and have not been adopted early by the Company.

Management anticipates that all of the pronouncements will be adopted on the Company's accounting policies for the first period beginning after the effective date of each pronouncement. Information on new standards, amendments and interpretations that are expected to be relevant to the Company's financial statements is provided below. Certain other new standards and interpretations have been issued but are not expected to have an impact on the Company's financial statements.

3. JUDGMENTS, ESTIMATES AND ASSUMPTIONS

When preparing the financial statements, management undertakes a number of judgments, estimations and assumptions about recognition and measurement of assets, liabilities, income and expenses. The actual results are likely to differ from the judgments, estimations and assumptions made by management, and will seldom equal the estimated results. Information about the significant judgments, estimations and assumptions that have the most significant effect on the recognition and measurement of assets, liabilities, income and expenses are discussed below.

Significant management judgment

The following are significant management judgments in applying the accounting policies of the Company that have the most significant effect on the financial statements.

SIRIOS RESOURCES INC.

Notes to Interim Financial Statements

For the six-month period ended December 31, 2024 (unaudited)

(in Canadian dollars)

3. JUDGMENTS, ESTIMATES AND ASSUMPTIONS (cont'd)

Recognition of deferred income tax assets and measurement of income tax expense

Management continually evaluates the likelihood that its deferred tax assets could be realized. This requires management to assess whether it is probable that sufficient taxable income will exist in the future to utilize these losses within the carry forward period. By its nature, this assessment requires significant judgment. To date, management has not recognized any deferred tax assets in excess of existing taxable temporary differences expected to reverse within the carry-forward period.

Going concern

The assessment of the Company's ability to continue as a going concern and to raise sufficient funds to pay for its ongoing operating expenditures, meet its liabilities for the ensuing year, and to fund planned and contractual exploration programs, involves significant judgment based on historical experience and other factors including expectation of future events that are believed to be reasonable under the circumstances.

Estimation uncertainty

Information about estimates and assumptions that have the most significant effect on recognition and measurement of assets, liabilities, income and expenses are provided below. Actual results may be substantially different.

Impairment of exploration and evaluation assets

Determining if there are any facts and circumstances indicating impairment loss or reversal of impairment losses is a subjective process involving judgment and a number of estimates and assumptions in many cases.

When an indication of impairment loss or a reversal of an impairment loss exists, the recoverable amount of the individual asset or the cash-generating units must be estimated. If it is not possible to estimate the recoverable amount of an individual asset, the recoverable amount of the cash-generating unit to which the asset belongs must be determined.

In assessing impairment, the Company must make some estimates and assumptions regarding future circumstances, in particular whether an economically viable extraction operation can be established, the probability that the expenses will be recovered from either exploitation or sale when the activities have not reached a stage that permits a reasonable assessment of the existence of reserves, the Company's capacity to obtain financial resources necessary to complete the evaluation and development and to renew permits. Estimates and assumptions may change if new information becomes available. If, after expenditures is capitalized, information becomes available suggesting that the recovery of expenditure is unlikely, the amount capitalized is written off in profit or loss in the period when the new information becomes available.

For the six-month period ended December 31, 2024 and 2023, there were no impairment. No reversal impairment losses has been recognized for the reporting periods.

There was no testing impairment required on the Company's properties. The Company has the capacity to keep these properties because it has sufficient funds to respect its short-term obligation. Additionally, claims will not expire in the near future or are expected to be renewed, work was performed during the last three years and/or promising results were obtained on these properties.

SIRIOS RESOURCES INC.

Notes to Interim Financial Statements

For the six-month period ended December 31, 2024 (unaudited)

(in Canadian dollars)

3. JUDGMENTS, ESTIMATES AND ASSUMPTIONS (cont'd)

Impairment of property and equipment

Evaluation facts and circumstances that demonstrate the existence of any indication that an asset may have depreciated or recover in value is a subjective process that involves judgment and often a number of estimates and assumptions.

As of December 31, 2024 and 2023, no impairment was recorded on property and equipment.

Subventions

The Company requested financial assistance in connection with the improvement of the access road. The subvention thus obtained is accounted for using the cost reduction method, a method according to which the amounts received are carried as a reduction in the cost of the assets to which they relate.

As of December 31, 2024, a subvention of \$60,000 was received for the improvement of the access road (\$0 as of December 31, 2023).

Share-based payments

The estimation of share-based payment costs requires the selection of an appropriate valuation model and consideration as to the inputs necessary for the valuation model chosen. The Company has made estimates as to the volatility of its own shares, the probable life of share options and warrants granted and the time of exercise of the share options and warrants. The model used by the Company is the Black & Scholes valuation model.

Tax credits

The calculation of the Company's refundable tax credit on qualified exploration expenditures incurred and refundable tax credit involves a degree of estimation and judgment in respect of certain items whose tax treatment cannot be finally determined until a notice of assessment has been issued by the relevant taxation authority and payment has been received. Differences arising between the actual results following final resolution of some of these items and the assumptions made, could necessitate adjustments to the refundable tax credit and refundable tax credit, exploration and evaluation assets, and income tax expense in future periods.

4. TERM DEPOSIT

Term deposit presented in the statement of financial position is redeemable annually, bearing interest at 3.80% (3.70% in 2023) and maturing in June 2028.

SIRIOS RESOURCES INC.

Notes to Interim Financial Statements

For the six-month period ended December 31, 2024 (unaudited)

(in Canadian dollars)

5. PROPERTY AND EQUIPMENT

	Access road	Vehicles	Exploration camps and equipment	Leasehold improvement and office furniture	Computer equipment	Total
	\$	\$	\$	\$	\$	\$
Gross carrying amount						
Balance on July 1st,						
2024	2,006	35,383	2,393,010	41,397	129,907	2,601,703
Additions	1,518	-	58,093	-	-	59,611
Balance on December 31,						
2024	3,524	35,383	2,451,103	41,397	129,907	2,661,314
Accumulated amortization						
Balance on July 1st,						
2024	-	35,383	2,378,508	40,402	129,171	2,583,464
Amortiz.	1,286	-	13,575	222	728	15,811
Balance on December 31,						
2024	1,286	35,383	2,392,083	40,624	129,899	2,599,275
Carrying amount on						
December 31,						
2024	2,238	-	59,020	773	8	62,039

Amortization expenses are presented in Amortization of property and equipment except for Exploration camps and equipment, Vehicles and Access road, where the expense is presented in Exploration and evaluation assets.

6. RIGHT-OF-USE ASSET

	Lease	
	December 31, 2024	June 30, 2024
	\$	\$
Balance, at beginning	96,624	-
Acquisition	-	114,605
Depreciation of right-of-use asset	(11,461)	(17,981)
Balance, at the end	85,163	96,624

The Company signed a rental agreement for its head office on September 15, 2023, and is valid until September 30, 2028. Refer to Note 10 for more information on the obligation under capital lease.

SIRIOS RESOURCES INC.

Notes to Interim Financial Statements

For the six-month period ended December 31, 2024 (unaudited)

(in Canadian dollars)

7. EXPLORATION AND EVALUATION ASSETS

Mining rights

	June 30, 2024	Additions	December 31, 2024
	\$	\$	\$
(a) Aquilon	845,210	-	845,210
(b) Cheechoo	980,652	11,371	992,023
(c) Niska	205	-	205
(d) Tilly 2	10,064	3,592	13,656
(e) Maskwa	10,056	-	10,056
(f) Li-52	45,523	-	45,523
(g) Fagnant	15,520	480	16,000
	<u>1,907,230</u>	<u>15,443</u>	<u>1,922,673</u>

Exploration and evaluation expenses

	June 30, 2024	Additions	December 31, 2024
	\$	\$	\$
(a) Aquilon	2,457,930	3,299	2,461,229
(b) Cheechoo	30,983,445	983,488	31,966,933
(c) Niska	165,862	-	165,862
(d) Tilly 2	13,292	-	13,292
(e) Maskwa	309,548	(23,600)	285,948
(f) Li-52	4,132	-	4,132
(g) Fagnant	6,350	2,925	9,275
	<u>33,940,559</u>	<u>966,112</u>	<u>34,906,671</u>
TOTAL	<u>35,847,789</u>	<u>981,555</u>	<u>36,829,344</u>

(a) Aquilon

This 140-claim property, owned at 100% by the Company, is located near LA-1 hydro-electric complex in the James Bay area (Qc).

Gold Royalty Corp. Inc. retains a 1% NSR royalty, half of which is redeemable for \$500,000.

A private investor holds a 0.25% royalty.

SIRIOS RESOURCES INC.

Notes to Interim Financial Statements

For the six-month period ended December 31, 2024 (unaudited)

(in Canadian dollars)

7. EXPLORATION AND EVALUATION ASSETS (cont'd)

In December 2022, the Company signed a property option agreement with Sumitomo Mining Canada Ltd. ("Sumitomo"), pursuant to which has agreed to grant to Sumitomo an option to acquire up to an 80% interest, following an investment totaling \$14.8M on the property. Sumitomo can earn an initial 51% interest by incurring an aggregate \$4.6M in mineral exploration expenditures over a period of 3 years. Sirios will be operator during this earn-in period. A firm commitment of \$1.6M will be spent on the property during this earn-in period and Sumitomo reimbursed in January 2023 an amount of \$200,000 to the Company in connection with the repurchase of three-quarters of the royalty from a private investor. Sumitomo can earn an additional 29% interest in the project, for an aggregate of 80% by incurring an additional aggregate of \$10M in mineral exploration expenditures over a period of 3 additional years. Following the earn-in of an 80% interest, a joint venture will be formed. In the event a joint venture, participant's interest is dilute to below 10%, it will convert its joint venture interest to a net smelter return royalty of 2%.

As of December 31, 2024, an amount of \$142,479, received from Sumitomo, was reserved for exploration work on the Aquilon property.

(b) Cheechoo

The property, located 320 km north of Matagami in Quebec, is composed of 306 claims, covering an area of 157 km², divided into three non-contiguous blocks, 100% owned by Sirios. The main block, composed of 231 claims, is located 7 km east of the Eleonore gold mine of Dhilmar. The second block, the "West block", is composed of 35 claims and is located approximately 20 km west of the main block, while the "South block" is composed of 40 claims. Twenty-four claims in the West block as well as 121 claims in the main block are subject to a gold royalty to Gold Royalty Corp., which varies between 2.5% and 4% ("Net returns") for gold depending on the price of gold and which is 4% net return for all other substances extracted from these claims.

On March 18, 2024, the Company signed an option agreement on the south and west blocks of the property with Electric Elements Mining Corp. ("EEM"). Pursuant to the agreement, Sirios granted EEM the option to acquire up to a 100% interest in each of the south and west blocks in return for an investment of \$0.5M, over a period of two years, as follows: pay to Sirios an amount of \$100,000 upon signature (received), carry out a minimum of \$50,000 in exploration work on each of the two blocks and pay an amount of \$150,000, on both blocks, in cash and/or shares, with a minimum of 50% in cash, per block at the request of Sirios. Sirios will retain a 1.5% NSR royalty on the southern block. In addition, if the option is exercised, Sirios will be able to recover, at no cost, 100% of the claims on which gold mineralization in bedrock reaching a minimum metal factor of 10 g/t per metre has been identified.

(c) Niska

The property, owned at 100% by the Company, consists of 150 claims and covers almost 100 km² in James Bay, Quebec.

A private investor holds a 0.5% NSR royalty, half of which is redeemable for \$200,000.

SIRIOS RESOURCES INC.

Notes to Interim Financial Statements

For the six-month period ended December 31, 2024 (unaudited)

(in Canadian dollars)

7. EXPLORATION AND EVALUATION ASSETS (cont'd)

In December 2023, the Company signed an option agreement on Niska with Bullrun Capital Inc. ("Bullrun"), a private investment company. Sirios has agreed to grant Bullrun an option to acquire up to 100% interest in the property, following an investment of \$2.475M, i.e. \$2.25M in exploration expenses, \$25,000 in cash on closing (received), \$100,000 on or before the first anniversary as well as \$100,000 in cash or in shares. In addition, Sirios will receive a payment of \$250,000 either in cash or in shares upon the successful confirmation of drilling results indicating a lithium concentration of 1% or more over a minimum of 25 metres. As of December 31, 2024, the agreement expires since the conditions required in December 2024 have not been met.

(d) Tilly 2

The property, owned at 100% by the Company, consists of 86 claims in the James Bay area (Qc).

A private investor holds a 0.5% NSR royalty on 76 claims, half of which is redeemable for \$200,000.

(e) Maskwa

The property, owned at 100% by the Company, consists of 424 claims. It is located approximately 100 km southwest of Radisson and approximately 120 km east of Wemindji in the James Bay area (Qc).

A private investor holds a 0.5% NSR royalty on 393 claims, half of which is redeemable for \$200,000.

In December 2023, the Company signed an option agreement on Maskwa with Hertz Lithium Inc. ("Hertz"). Sirios has agreed to grant to Hertz an option to acquire up to 100% interest in the property, following an investment of \$2.55M, i.e. \$2.25 in exploration expenses, \$100,000 in cash on closing (received), \$100,000 on or before the first anniversary as well as \$100,000 in cash or in shares. In addition, Sirios will receive a payment of \$250,000 either in cash or in shares upon the successful confirmation of drilling results indicating a lithium concentration of 1% or more over a minimum of 25 metres. As of December 31, 2024, the agreement expired since the conditions required in December 2024 have not been met.

(f) Li-52

The property, owned at 100% by the Company, consists of 710 claims for an area of more than 364 km². It is located approximately 20 km south of the Maskwa property, in the James Bay area (Qc).

In December 2023, the Company signed an option agreement on Li-52 with Bullrun Capital Inc. ("Bullrun"), a private investment company. Sirios has agreed to grant Bullrun an option to acquire up to 100% interest in the property, following an investment of \$2.525M, i.e. \$2.25M in exploration expenses, \$75,000 in cash on closing (received), \$100,000 or before the first anniversary as well as \$100,000 in cash or in shares. In addition, Sirios will receive a payment of \$250,000 either in cash or in shares upon the successful confirmation of drilling results indicating a lithium concentration of 1% or more over a minimum of 25 metres. As of December 31, 2024, the agreement expired since the conditions required in December 2024 have not been met.

(g) Fagnant

The property, owned at 100% by the Company, consists of 98 claims in the James Bay area (Qc).

SIRIOS RESOURCES INC.

Notes to Interim Financial Statements

For the six-month period ended December 31, 2024 (unaudited)

(in Canadian dollars)

8. OBLIGATION UNDER CAPITAL LEASE

	December 31, 2024	June 30, 2024
	\$	\$
Balance at beginning	99,474	-
Acquisition	-	114,605
Interest on lease obligation	2,299	4,115
Payments on lease obligation	(12,387)	(19,246)
Balance at the end	89,386	99,474

Maturity analysis - contractual undiscounted cash flow

	December 31, 2024	June 30, 2024
	\$	\$
Less than one year	25,238	25,006
One to five years	69,405	85,093
Total undiscounted obligation under capital lease	94,643	110,099

Total cash outflow for the lease for the six-month period ended December 31, 2024 totals \$21,128, including additional rent expenses (\$11,667 for the six-month period ended December 31, 2023).

The Company has chosen not to recognize any rental obligation under short-term rental contracts (duration of less than 12 months). Payments made under this lease are recognized on a straight-line basis and totaled \$0 for the six-month period ended December 31, 2024 (\$8,146 for the six-month period ended December 31, 2023).

9. PROVISION

Following flow-through financings agreements entered into with subscribers in 2022, the Company committed to incur \$999,999 in Canadian Exploration Expenses ("CEE") before December 31, 2023. At that date, the Company incurred an amount of \$880,310. Consequently, a balance of \$119,689 in exploration expenses renounced to investors has not been incurred in CEE as of December 31, 2023. The reason for the work not carried out is due to forest fires which made access to the exploration sites impossible during the spring-summer 2023 period. Extension requests to carry out the missing exploration work have been sent and a positive response from the provincial government has been received. Amended renunciation forms will be filed with the federal authorities, which could result in the issuance of new assessment notices for affected subscribers for the 2023 tax year.

During the six-month period ended December 31, 2024, the Company reversed an amount of \$37,617, following the positive response from the provincial government.

10. EQUITY

10.1 Share capital

The share capital of the Company consists of fully paid common and preferred shares.

Authorized

Unlimited number of common shares without par value, voting, participating, dividend as declared by the Board of Directors.

SIRIOS RESOURCES INC.

Notes to Interim Financial Statements

For the six-month period ended December 31, 2024 (unaudited)

(in Canadian dollars)

10.1 Share capital (cont'd)

Unlimited preferred shares, issuable in one or several series, composed of the number of shares, rights, liens, conditions and restrictions as determined before issuance by resolutions of directors of the Company, without par value. The preferred shares, serie A, are redeemable at the Company's option at their issuance price, non-voting and not entitled to dividends.

	Number of shares	
	Six-month period ended December 31,	
	2024	2023
Common shares issued and fully paid at the beginning	308,916,342	268,331,213
Private placements (a) (b)	8,600,000	800,000
Flow-through private placements (c) (d) (e)	26,471,417	7,625,000
Common shares issued and fully paid at the end	343,987,759	276,756,213
Preferred share, serie A	100,000	100,000

(a) On November 2, 2023, the Company completed the closing of a private placement for a total of \$40,000. A total of 800,000 shares were issued at \$0.05 per share.

(b) On December 19, 2024, the Company completed the closing of a private placement for a total of \$430,000. It was composed of 8,600,000 units. The unit, offered at \$0.05, was composed of one common share and one warrant. In total, 8,600,000 shares, as well as 8,600,000 warrants were issued. Each warrant entitled its holder to subscribe for one common share at \$0.08 per share for a period of twenty-four months. No value was recorded related to warrants.

(c) On November 2, 2023, the Company completed the closing of a flow-through private placement for an amount of \$110,000. It was composed of 1,375,000 flow-through shares at a price of \$0.08 each. An amount of \$68,750 was recorded in share capital and an amount of \$41,250 was recorded as other liabilities in the statement of financial position.

(d) On December 28, 2023, the Company completed the closing of a flow-through private placement for an amount of \$500,000. It was composed of 6,250,000 units. The unit, offered at \$0.08, was composed of one flow-through share and one warrant. In total, 6,250,000 shares as well as 6,250,000 warrants were issued. Each warrant entitled its holder to subscribe for one common share at \$0.15 per share for a period of twenty-four months. An amount of \$312,500 was recorded in share capital, an amount of \$62,500, related to warrants, was recorded in contributed surplus and an amount of \$125,000 was recorded as other liabilities in the statement of financial position.

(e) On November 13, 2024, December 9, 2024 and December 23, 2024, the Company completed the closings of a flow-through private placement for a total amount of \$1,852,999. It was composed of 26,471,417 flow-through shares at a price of \$0.07 each. An amount of \$1,262,928 was recorded in share capital and an amount of \$590,071 was recorded as other liabilities in the statement of financial position.

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10.2 Warrants

Outstanding warrants entitle their holders to subscribe to an equivalent number of ordinary shares, as follows:

	Six-month period ended December 31, 2024		Year ended June 30, 2024	
	Number of warrants	Weighted average exercise price	Number of warrants	Weighted average exercise price
		\$		\$
Balance at the beginning	47,684,664	0.12	19,588,749	0.10
Issued	8,600,000	0.08	28,095,915	0.13
Balance at the end	56,284,664	0.11	47,684,664	0.12

The number of outstanding warrants which could be exercised for an equivalent number of common shares is as follows:

Expiry date	December 31, 2024	
	Number of warrants	Exercise price
		\$
July 28, 2025	19,588,749	0.10
December 28, 2025	6,250,000	0.15
April 30, 2026	21,845,915	0.12
December 19, 2026	8,600,000	0.08
	56,284,664	

11. EMPLOYEE REMUNERATION

11.1 Salaries and employee benefits expense

Salaries and employee benefit expenses recognized are analyzed below:

	Three-month period ended December 31,		Six-month period ended December 31,	
	2024	2023	2024	2023
	\$	\$	\$	\$
Salaries and benefits	247,758	267,071	491,597	620,444
Share-based payments	93,000	82,500	93,000	91,500
	340,758	349,571	584,597	711,944
Less: salaries and share-based payments capitalized in Exploration and evaluation assets or presented in Project generation expenses	(158,230)	(183,766)	(307,264)	(366,353)
Salaries and employee benefits expense	182,528	165,805	277,333	345,591

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11.2 Share-based payments

The Company has a share-based payments plan for eligible directors, officers, employees, consultants and service suppliers of investors' relations. The most important terms of the plan are as follows:

- i) the maximum number of shares that may be issued under the plan is limited to 10% of the issued shares at the time of the grant of the option, maximum of 34,398,776 on December 31, 2024 (maximum of 30,891,634 on June 30, 2024);
- ii) the maximum number of shares that can be reserved for a beneficiary is limited to 5% of issued and outstanding shares;
- iii) the maximum number of shares that can be reserved for a consultant during a 12-month period is limited to 2% of issued and outstanding shares;
- iv) the maximum number of shares that can be reserved for a supplier of investors' relation services during any 12-month period is limited to 2% of issued and outstanding shares; moreover, the options granted maybe exercised by steps over a period of 12 months after the grant, at the rate of 25% per quarter;
- v) the options granted to directors, officers, employees and consultants may be exercised entirely at the date of the grant.

The options term cannot exceed ten years. The option exercise price is established by the Board of Directors and may not be lower than the market price of the common shares at the time of the grant.

All share-based payments will be settled in equity. The Company has no legal or constructive obligation to repurchase or settle the options in cash.

The Company's share options are as follows for the period presented:

	Six-month period ended December 31, 2024		Year ended June 30, 2024	
	Number of options	Weighted average exercise price	Number of options	Weighted average exercise price
		\$		\$
Outstanding and exercisable, at beginning	15,100,000	0.110	14,375,000	0.13
Granted	3,100,000	0.055	3,050,000	0.05
Expired	(3,300,000)	0.185	(2,325,000)	(0.20)
Outstanding and exercisable, at the end	<u>14,900,000</u>	0.080	<u>15,100,000</u>	0.11

On November 27, 2024, the Board of Directors of the Company granted 3,100,000 options under its stock option incentive plan to employees, directors, officers and consultants, at an exercise price of \$0.055. The options expire five (5) years from the date of grant.

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11.2 Share-based payments (cont'd)

The weighted average fair value of stock options granted is \$0.03 (\$0.03 for the six-month period ended December 31, 2023) and was estimated using the Black & Scholes model and based on the following weighted average assumptions:

	2024	2023
Share price at the date of issuing	\$0.05	\$0.05
Expected dividend yield	0%	0%
Expected weighted volatility	72%	70%
Expected interest average rate	3.20%	3.83%
Expected average life	5 years	5 years
Average exercise price at the date of grant	\$0.055	\$0.05

The underlying expected volatility was determined by reference to historical date of the Company's share over the expected average life of the options. No special features inherent to the options granted were incorporated into measurement of fair value.

The table below summarizes the information related to outstanding share options:

	December 31, 2024	
Range of exercise price	Number of options	Weighted average remaining contractual life (years)
From \$0 to \$0.10	12,325,000	3.45
From \$0.11 to \$0.20	2,575,000	0.94
	14,900,000	

In total, \$93,000 of share-based payments (all of which related to equity-settled share-based payment transactions) was recorded (\$72,000 in profit or loss as salaries and employee benefits expense and \$21,000 capitalized in exploration and evaluation assets) for the six-month period ended December 31, 2024 (\$69,000 in profit or loss as salaries and employee benefits expense and \$22,500 capitalized in exploration and evaluation assets for the six-month period ended December 31, 2023) and credited to contributed surplus.

12. OTHER REVENUES AND EXPENSES

Finance costs can be analyzed as follows:

	Three-month period ended December 31,		Six-month period ended December 31,	
	2024	2023	2024	2023
	\$	\$	\$	\$
Change in fair value of listed shares	(5,715)	(17,659)	-	(99,023)
Interests on lease obligation	(1,118)	(2,098)	(2,299)	(2,474)
Interests on trade accounts	(242)	-	(242)	
	(7,075)	(19,757)	(2,541)	(101,497)

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12. OTHER REVENUES AND EXPENSES (cont'd)

Finance income can be analyzed as follows:

	Three-month period ended December 31,		Six-month period ended December 31,	
	2024	2023	2024	2023
	\$	\$	\$	\$
Interests income from cash and term deposit	7,474	6,121	17,411	25,495
Change in fair value of listed shares	-	-	20,710	-
	7,474	6,121	38,121	25,495

Other revenues can be analyzed as follows:

	Three-month period ended December 31,		Six-month period ended December 31,	
	2024	2023	2024	2023
	\$	\$	\$	\$
Management revenues	30,589	24,410	54,417	73,646

13. LOSS PER SHARE

The weighted average number of common shares outstanding is as follows:

	Three-month period ended December 31,		Six-month period ended December 31,	
	2024	2023	2024	2023
Net loss	(271,807) \$	(230,107) \$	(587,757) \$	(1,101,181) \$
Weighted average number of shares	320,541,956	270,021,430	314,729,149	269,176,322
Basic and diluted loss per share	(0.001) \$	(0.001) \$	(0.002) \$	(0.004) \$
			On December 31,	
			2024	2023
Anti-dilutive stock options			14,900,000	15,500,000
Anti-dilutive warrants			56,284,664	25,838,749
			71,184,664	41,338,749

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14. ADDITIONAL INFORMATION - CASH FLOWS

The changes in working capital items are detailed as follows:

	Six-month period ended December 31,	
	2024	2023
	\$	\$
Sales taxes receivable	(52,892)	(71,030)
Accounts receivable	(1,083)	-
Prepaid expenses	(21,597)	71,977
Trades and other payables	(90,134)	(77,011)
Amounts received in advance upon agreement on Aquilon	(98,252)	(995,023)
	(263,958)	(1,071,087)

Non-monetary operations in the statement of financial position are as follows:

	Six-month period ended December 31,	
	2024	2023
	\$	\$
Trades related to exploration and evaluation assets	54,436	76,510
Amortization of property and equipment included in exploration and evaluation assets	14,860	102,056
Share-based payments included in exploration and evaluation assets	21,000	22,500
Subscriptions receivable included in share capital	-	500,000

15. RELATED PARTY TRANSACTIONS

The Company's related parties includes its key management personnel. Unless otherwise stated, none of the transactions incorporate special terms and conditions and no guarantee was given or received. Outstanding balances are usually settled in cash.

15.1 Transactions with key management personnel

The remuneration of the Company's key management personnel and members of the Board of Directors includes the following expenses:

	Three-month period ended December 31,		Six-month period ended December 31,	
	2024	2023	2024	2023
	\$	\$	\$	\$
Salaries and benefits	81,664	78,808	161,142	233,823
Share-based payments	63,000	52,500	63,000	61,500
Total remuneration	144,664	131,308	224,142	295,323

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15.1 Transactions with key management personnel (cont'd)

For the six-month period ended December 31, 2024, an amount of \$28,218 of salaries and benefits expense was recorded in Exploration and evaluation assets (\$28,201 for the six-month period ended December 31, 2023).

16. CAPITAL MANAGEMENT POLICIES AND PROCEDURES

The Company's capital management objectives are:

- to ensure the Company's ability to continue as a going concern;
- to increase the value of the assets of the business; and
- to provide an adequate return to shareholders.

These objectives will be achieved by identifying the right exploration projects, adding value to these projects and ultimately taking them through to production or sale and cash flows, either with partners or by the Company's own means.

The Company monitors capital on the basis of the carrying amount of equity.

The Company is not exposed to any externally imposed capital requirements except when the Company issues flow-through shares for which an amount should be used for exploration work. See all details in Notes 10.1 and 17.

The Company finances its exploration and evaluation activities principally by raising additional capital either through private placements or public offering. When financing conditions are not optimal, the Company may enter into option agreements or other solutions to continue its activities or may slow its activities until conditions improve.

17. CONTINGENCIES AND COMMITMENTS

The Company is partially financed through the issuance of flow-through shares and, according to tax rules regarding this type of financing, the Company is engaged in realizing mining exploration work.

These tax rules also set deadlines for carrying out the exploration work, which must be performed no later than the earlier of the following dates:

- Two years following the flow-through placement;
- One year after the Company has renounced the tax deductions relating to the exploration work.

However, there is no guarantee that the Company's exploration expenses will qualify as Canadian exploration expenses, even if the Company is committed to taking all the necessary measures in that regard. Refusal of certain expenses by the tax authorities could have a negative tax impact for investors.

As of December 31, 2024, the product of unspent funding related to flow-through financings totals \$1,407,543 and must be incurred before December 31, 2025 (\$569,689 on December 31, 2023).

18. SUBSEQUENT EVENT

On February 25, 2025, the Board of Directors of Sirios granted 100,000 stock options to a director at an exercise price of \$0.055 each.