TROUBADOUR RESOURCES INC.

CONSOLIDATED INTERIM FINANCIAL STATEMENTS
(Expressed in Canadian Dollars)
(Unaudited)

FOR THE THREE AND SIX MONTHS ENDED JUNE 30, 2025

NOTICE OF NO AUDITOR REVIEW OF
CONSOLIDATED INTERIM FINANCIAL STATEMENTS

In accordance with National Instrument 51-102 Part 4, subsection 4.3(3)(a), if an auditor has not performed a review of these consolidated interim financial statements they must be accompanied by a notice indicating that these consolidated interim financial statements have not been reviewed by an auditor.

The accompanying unaudited consolidated interim financial statements of the Company have been prepared by and are the responsibility of the Company's management.

The Company's independent auditor Davidson & Company LLP has not performed a review of these consolidated interim financial statements in accordance with standards established by the Canadian Institute of Chartered Professional Accountants for a review of interim financial statements by an entity's auditor.

August 29, 2025

TROUBADOUR RESOURCES INC.
CONSOLIDATED INTERIM STATEMENTS OF FINANCIAL POSITION
(Expressed in Canadian Dollars)

As at	June 30, 2025 (Unaudited)	December 31, 2024
ASSETS		
Current		
Cash and cash equivalents (Note 4)	$ 291,561	$ 424,297
Prepaid expenses	7,657	431,807
Receivables	71,168	240,509
	370,386	1,096,613
Right-of-use assets (Note 5)	160,225	230,500
Investments (Note 6)	510,000	-
Reclamation deposit (Note 7)	16,850	16,850
Mineral properties (Note 7)	6,634,017	7,130,649
	$ 7,691,478	$ 8,474,612
LIABILITIES AND SHAREHOLDERS' EQUITY		
Current		
Lease obligation – current portion (Note 5)	$ 133,503	$ 129,628
Accounts payable and accrued liabilities (Note 8)	260,253	390,573
	393,756	520,201
Lease obligation (Note 5)	11,405	78,042
Shareholders' equity		
Share capital (Note 9)	11,522,446	11,452,800
Reserves (Note 9c)	1,157,406	940,220
Deficit	(5,393,535)	(4,516,651)
	7,286,317	7,876,369
	$ 7,691,478	$ 8,474,612

Nature and continuance of operations (Note 1)

Approved and authorized by the Board on August 29, 2025:

"Navin Varshney" Director — Navin Varshney

"Zachary Kotowych" Director — Zachary Kotowych

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

TROUBADOUR RESOURCES INC.
CONSOLIDATED INTERIM STATEMENTS OF LOSS AND COMPREHENSIVE LOSS
(Unaudited - Expressed in Canadian Dollars)

	Three months ended June 30,		Six months ended June 30,	
	2025	**2024**	**2025**	**2024**
EXPENSES				
Accretion expense (Note 5)	$ 1,664	$ -	$ 4,051	$ -
Amortization (Note 5)	32,229	-	64,458	-
Consulting fees	60,000	94,967	399,000	136,967
Management fees (Note 8)	15,000	-	37,500	-
Filing and tranfer agent fees	2,869	4,160	10,209	11,102
Shareholder communications	34,668	4,650	92,695	7,841
Office and administration	28,464	4,052	50,375	9,220
Professional fees (Note 8)	46,651	13,158	73,571	41,603
Share-based payments (Note 9d)	-	87,513	101,107	87,513
	221,545	208,500	832,966	294,246
Unrealized (gain)/loss on investments (Note 6)	58,000	-	58,000	-
Other income	(6,852)	-	(14,082)	-
Loss and comprehensive loss for the period	$ 272,693	$ 208,500	$ 876,884	$ 294,246
Basic and diluted loss per common share	**$ 0.00**	**$ 0.01**	**$ 0.01**	**$ 0.01**
Weighted average number of common shares outstanding - basic and diluted	**70,068,574**	20,890,859	**69,760,748**	19,635,365

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

TROUBADOUR RESOURCES INC.
CONSOLIDATED INTERIM STATEMENTS OF CASH FLOWS
(Unaudited - Expressed in Canadian Dollars)

For the periods ended June 30,	2025	2024
CASH FLOWS FROM OPERATING ACTIVITIES		
Loss for the period	$ (876,884)	$ (294,246)
Non-cash items:		
Share-based payments	101,107	87,513
Accretion on lease	4,051	-
ROU asset amortization	64,458	-
Unrealized (gain)/loss on investments	58,000	-
Non-cash working capital item changes:		
Receivables	169,341	(6,422)
Prepaid expenses	424,150	(6,250)
Accounts payable and accrued liabilities	55,403	172,232
Net cash used in operating activities	(374)	(47,173)
CASH FLOWS FROM INVESTING ACTIVITIES		
Exploration and acquisition of mineral properties	(71,367)	(35,000)
Net cash used in investing activities	(71,367)	(35,000)
CASH FLOWS FROM FINANCING ACTIVITIES		
Lease payments	(60,995)	-
Share subscriptions received in advance	-	90,010
Net cash (used) provided in financing activities	(60,995)	90,010
Change in cash and cash equivalents for the period	(132,736)	7,837
Cash and cash equivalents, beginning of period	424,297	48,920
Cash and cash equivalents, end of period	$ 291,561	$ 56,757
SUPPLEMENTAL NON-CASH DISCLOSURES		
Shares issued for debt settlement	$ 185,722	$ -
Option out shares received	568,000	-
Mineral property cost included in accounts payable and accrued liabilities	-	4,748
Value of shares issued for mineral property acquisition	-	880,000

No cash was paid for interest or taxes for the periods ended June 30, 2025 and 2024.

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

TROUBADOUR RESOURCES INC.
CONSOLIDATED INTERIM STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY
(Unaudited - Expressed in Canadian Dollars)

	Share Capital (Note 9)					
	Shares	Amount	Reserves	Share subscription	Deficit	Total Shareholders' Equity
Balance, December 31, 2023	15,116,134	$ 3,297,496	$ 340,640	$ -	$ (2,420,108)	$ 1,218,028
Shares issued for mineral property acquisition	8,000,000	880,000	-	-	-	880,000
Subscriptions received in advance	-	-	-	90,010	-	90,010
Share-based payments	-	-	87,513	-	-	87,513
Loss for the period	-	-	-	-	(294,246)	(294,246)
Balance, June 30, 2024	23,116,134	$ 4,177,496	$ 428,153	$ 90,010	$ (2,714,354)	$ 1,981,305
Balance, December 31, 2024	68,520,894	$ 11,452,800	$ 940,220	$ -	$ (4,516,651)	$ 7,876,369
Shares issued for debt settlement (Note 8b)	1,547,680	69,646	116,079	-	-	185,725
Share-based payments (Note 8d)	-	-	101,107	-	-	101,107
Loss for the period	-	-	-	-	(876,884)	(876,884)
Balance, June 30, 2025	70,068,574	$ 11,522,446	$ 1,157,406	$ -	$ (5,393,535)	$ 7,286,317

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

1. NATURE AND CONTINUANCE OF OPERATIONS

Troubadour Resources Inc. (the "Company") was incorporated in Canada under the British Columbia Corporations Act on March 22, 2012. The Company is principally engaged in the acquisition and exploration of mineral properties. The Company's shares are publicly traded on the TSX Venture Exchange (the "TSXV") under the symbol TR and on the OTCQB Venture Market under the ticker symbol "TROUF". The Company's head office address is Suite 1245 – 200 Granville Street, Vancouver BC, V6C 2S4, Canada. The registered and records office address is 6th Floor, 905 W Pender Street, Vancouver, BC V6C 1L6, Canada.

The Company is in the exploration stage and engages principally in the acquisition and exploration of mineral properties. The recoverability of the amounts shown for mineral properties is ultimately dependent upon the existence of economically recoverable reserves, securing and maintaining title and beneficial interest in the mineral properties, obtaining necessary financing to explore and develop the mineral properties, entering into agreements with others to explore and develop the mineral properties, and upon future profitable production or proceeds from disposition of the mineral properties.

These consolidated interim financial statements have been prepared in accordance with IFRS Accounting Standards ("IFRS") with the assumption that the Company will be able to realize its assets and discharge its liabilities in the normal course of business rather than through a process of forced liquidation. The Company has incurred losses from inception and does not currently have the financial resources to sustain operations in the long-term. While the Company has been successful in obtaining its required funding in the past, there is no assurance that such future financing will be available or be available on favorable terms. An inability to raise additional financing may impact the future assessment of the Company as a going concern. These material uncertainties may cast significant doubt about the ability of the Company to continue as a going concern.

The consolidated financial statements do not include adjustments to amounts and classifications of assets and liabilities that might be necessary should the Company be unable to continue operations. Continued operations of the Company are dependent on the Company's ability to receive financial support, necessary financings, or generate profitable operations in the future.

2. BASIS OF PREPARATION

Basis of consolidation

These consolidated interim financial statements include the financial statements of the Company and its wholly owned subsidiary, Greenflame Metals Inc., which was acquired on September 25, 2024. Control exists when the Company has the power, directly or indirectly, to govern the financial and operating policies of an entity so as to obtain benefits from its activities. The financial statements of subsidiaries are included in the consolidated financial statements from the date that control commences until the date that control ceases. All significant intercompany transactions and balances have been eliminated.

Statement of compliance

These consolidated interim financial statements have been prepared in accordance with International Accounting Standard 34, Interim Financial Reporting ("IAS 34") as issued by the International Accounting Standards Board ("IASB"). These consolidated interim financial statements are prepared using accounting policies consistent with the Company's annual audited financial statements issued under IFRS for the year ended December 31, 2024.

The consolidated interim financial statements have been prepared on a historical cost basis, except for financial instruments classified as financial instruments at fair value through profit and loss, which are stated at their value. In addition, these financial statements have been prepared using the accrual basis of accounting except for cash flow information.

3. ESTIMATES AND CRITICAL JUDGMENTS

The recognition of exploration and evaluation assets requires judgments regarding future recoverability and carrying cost. The cost model is utilized and the value of the exploration and evaluation assets is based on the expenditures incurred. At every reporting period, management assesses the potential impairment which involves assessing whether or not facts or circumstances exist that suggest the carrying amount exceeds the recoverable amount.

The determination of income tax is inherently complex and requires making certain judgments about future events. While income tax filings are subject to audits and reassessments, the Company has adequately provided for all income tax obligations. However, changes in facts and circumstances as a result of income tax audits, reassessments, jurisprudence and any new legislation may result in an increase or decrease in our provision for income taxes.

Share-based payments are subject to estimation of the value of the award at the date of grant using pricing models such as the Black-Scholes option valuation model. The option valuation model requires the input of highly subjective assumptions including the expected stock price volatility. Because the Company's stock options have characteristics significantly different from those of traded options and because the subjective input assumptions can materially affect the calculated fair value, such value is subject to measurement uncertainty.

The valuation of shares issued in non-cash transactions. Generally, the valuation of non-cash transactions is based on the value of the goods or services received. When this cannot be determined, it is based on the fair value of the non-cash consideration. When non-cash transactions are entered into with employees and those providing similar services, the non-cash transactions are measured at the fair value of the consideration given up using market prices.

On an ongoing basis, management evaluates its estimates underlying various assumptions. Significant assumptions about the future and other sources of estimation uncertainty that management has made at the statement of financial position date that could result in material adjustments to the carrying amounts of assets and liabilities include the following:

Critical accounting estimates

- Variables used in calculating the fair value of equity instruments used in equity-settled transactions
- Variables used in determining expected credit losses
- Estimates used in determining the lease term and discount rate under IFRS 16

Critical accounting judgments

- Impairment of exploration and evaluation assets
- Recognition of deferred tax assets and liabilities
- Determination of functional currencies
- Determination of whether a transaction constitutes a business combination or asset acquisition
- Going concern
- Assessment of whether a contract contains a lease under IFRS 16

Business combinations

Acquisitions of businesses are accounted for using the acquisition method. At the acquisition date, identifiable assets acquired and liabilities assumed are recognized at their fair value, except for deferred tax assets or liabilities, which are measured per IAS 12 (Income Taxes). Changes in fair values after the acquisition date are adjusted against the acquisition cost if they qualify as measurement period adjustments. The measurement period spans from the acquisition date to when significant information to determine fair values is available, not exceeding 12 months. Changes beyond this period are recognized in the consolidated statements of comprehensive loss.

The purchase price allocation requires estimating the fair value of identifiable assets (including intangible assets) and liabilities (including contingent consideration). Valuation techniques, often involving discounted future net cash

flows, are used. These rely on assumptions about asset performance and discount rates. Acquisition-related costs are recorded as incurred in the consolidated statements of comprehensive loss.

Management assesses if the assets and liabilities constitute a business per IFRS 3 (Business Combinations). A business includes inputs and processes capable of producing outputs. During the year ended December 31, 2024, a transaction was completed but deemed not to qualify as a business combination under IFRS 3.

IAS 1 Presentation of Financial Statements

In October 2022, IAS 1 was amended to provide a more general approach to the classification of liabilities under IAS 1 based on the contractual arrangements in place at the reporting date. The amendments clarify that the classification of liabilities as current or noncurrent is based solely on a company's right to defer settlement at the reporting date. The right needs to be unconditional and must have substance. The amendments also clarify that the transfer of a company's own equity instruments is regarded as settlement of a liability, unless it results from the exercise of a conversion option meeting the definition of an equity instrument. The amendments are effective for annual periods beginning on January 1, 2024 and has been adopted by the Company.

IFRS 18 Presentation and Disclosure in the Financial Statements

In April 2024, the IASB issued IFRS 18, Presentation and Disclosure in the Financial Statements, to replace IAS 1, Presentation of Financial Statements. This new standard sets out requirements for the presentation and disclosure of information in financial statements, including:

a) classifying all income and expense into specified categories and provide specified totals and subtotals in the statement of income or loss,
b) how information is aggregated or disaggregated, and
c) the disclosure of management-defined performance measures.

Retrospective application of this standard is mandatory for annual periods starting from January 1, 2027 onwards but earlier application is permitted provided that this fact is disclosed. The Company has not applied this standard in preparing these consolidated financial statements as it plans to adopt the standard at its effective date. As at June 30, 2025, the impact of adopting this standard on the consolidated financial statements is currently under assessment.

4. CASH AND CASH EQUIVALENTS

Cash and cash equivalents of $291,561 (2024 - $424,297) consist of:

	June 30, 2025	December 31, 2024
Bank balances	$ 232,460	$ 424,297
Short term deposits	59,101	-
	$ 291,561	$ 424,297

5. LEASES

As at June 30, 2025, the Company had a lease arrangement for its office premises. The Company paid $22,915 (2024 - $22,915) as a security deposit to obtain the lease during the year ended December 31, 2024. This deposit is applied toward the lease payments for the final two months of the lease term. Fair value of the right-of-use (ROU) asset and lease obligation were determined by discounting future lease payments at incremental borrowing rates which averaged 4%, applicable on the date of acquisition. The ROU asset is amortized on a straight-line basis over the full lease term. However, the lease liability has been recognized net of the security deposit amount and is amortized over the remaining months, consistent with the expected outflow of cash for lease payments. During the six months ended June 30, 2025, the right-of-use asset and lease obligation were adjusted to reflect changes in lease payments, including a temporary reduction and a scheduled increase effective from the second lease year. The summary of the Company's right-of-use asset and lease liabilities is as follows:

Right-of-use assets

Cost		
Balance, December 31, 2024	$	252,452
Adjustment		(5,352)
Balance, June 30, 2025	$	247,100
Accumulated Amortization		
Balance, December 31, 2024	$	(21,952)
Adjustment		(465)
Amortization		(64,458)
Balance, June 30, 2025	$	(86,875)
Net book value as at December 31, 2024	$	230,500
Net book value as at June 30, 2025	$	160,225

Lease liability

Balance, December 31, 2024	$	207,670
Adjustment		(5,371)
Interest expense		3,603
Lease payments		(60,995)
Balance, June 30, 2025	$	144,907
Current portion of lease liabilities	$	133,502
Non-current portion of lease liabilities		11,405
Balance, June 30, 2025	$	144,907

As at June 30, 2025, the future minimum lease payments were payable as follows:

Less than 1 year	$	136,875
More than 1 year		11,442
Total	$	148,317

6. INVESTMENTS

During the six months ended June 30, 2025:

- The Company received 1,600,000 units of Molten Metals Corp. valued at $528,000 as an option payment towards acquisition of Texas Property from the Company (Note 7). The fair value as at June 30, 2025, is $0.30 per share and fair value adjustment as follows:

		Investment in Molten Metals Corp.
Fair value as at December 31, 2024	**$**	**-**
Additions		528,000
Fair value adjustment		(48,000)
Fair value as at June 30, 2025	**$**	**480,000**

- The Company received 250,000 units of Pluto Ventures Inc. valued at $40,000 as an option payment towards acquisition of Monarch Property from the Company (Note 7). The fair value as at June 30, 2025, is $0.12 per

share and fair value adjustment as follows:

		Investment in Pluto Ventures Inc.
Fair value as at December 31, 2024	**$**	**-**
Additions		40,000
Fair value adjustment		(10,000)
Fair value as at June 30, 2025	**$**	**30,000**

7. MINERAL PROPERTIES

As at June 30, 2025, the Company held $16,850 (2024 - $16,850) in deposits with a financial institution as security for reclamation requirements.

The Company incurred the following in relation to mineral properties:

	Amarillo Property	Texas Property	Monarch Property	Senneville Project	Senneterre Project	Total
Acquisition Costs						
Balance, December 31, 2022 and 2023	$ 66,202	$ 271,307	$ -	$ -	$ -	$ 337,509
Additions	-	-	502,500	987,500	2,944,017	4,434,017
Balance, December 31, 2024	$ 66,202	$ 271,307	$ 502,500	$ 987,500	$ 2,944,017	$ 4,771,526
Option out shares	-	(271,307)	(40,000)	-	-	(311,307)
Balance, June 30, 2025	$ 66,202	$ -	$ 462,500	$ 987,500	$ 2,944,017	$ 4,460,219
Exploration Advance						
Balance, December 31, 2022 and 2023	$ -	$ -	$ -	$ -	$ -	$ -
Additions	-	-	-	586,642	-	586,642
Balance, December 31, 2024	-	-	-	586,642	-	586,642
Expensed out	-	-	-	(586,642)	-	(586,642)
Balance, June 30, 2025	$ -	$ -	$ -	$ -	$ -	$ -
Exploration Costs						
Balance, December 31, 2022 and 2023	$ 914,989	$ 450,257	$ -	$ -	$ -	$ 1,365,246
Assays	-	828	-	-	-	828
Claim management	-	925	-	3,674	-	4,599
Field expenditures	-	13,199	-	383,358	-	396,556
Legal expenses	-	-	-	5,251	-	5,251
Balance, December 31,2024	$ 914,989	$ 465,209	$ -	$ 392,283	$ -	$ 1,772,480
Option out shares	-	(256,693)	-	-	-	(256,693)
Claim management	-	-	-	2,453	-	2,453
Field expenditures	-	-	-	655,558	-	655,558
Total Additions	-	(256,693)	-	658,010	-	401,317
Total, June 30, 2025	$ 981,191	$ 479,823	$ 502,500	$ 2,037,793	$ 2,944,017	$ 6,634,017

Amarillo Property, BC

The Company owns a 100% interest in certain claims located in the Osoyoos Mining District, British Columbia, comprising the Amarillo property The seller retains a 1.5% Net Smelter Returns ("NSR") royalty, of which the Company may purchase 1.0% for a payment of $1,000,000.

Texas Property, BC

The Company owns a 100% interest in certain claims located in the Greenwood Mining District in Southern British Columbia, comprising the Texas Property. The seller retains a 1.5% NSR royalty, of which the Company may purchase 1.0% for a payment of $1,000,000.

On June 10, 2025, the Company entered into an option agreement with Molten Metals Corp. ("Molt"), whereby Molt may acquire a 100% interest in the Property on fulfilling the following conditions:

Share Issuances:

Molt to issue an aggregate of 1,600,000 common shares to Troubadour within 10 days of receipt of approval from the Canadian Securities Exchange (the "Effective Date") of the Transaction (issued – Note 6)

Exploration Expenditures:

Incurring exploration expenditures of $500,000 on the Texas Property as follows:

- $150,000 on or before the second anniversary of the Effective Date; and
- $350,000 on or before the fourth anniversary of the Effective Date;

Molt will serve as the operator of the Property while it is under option and has the flexibility to accelerate share issuances, and/or exploration expenditures to earn its interest ahead of schedule.

Monarch Uranium Property, Nunavut

The Company owns a 100% interest in certain claims in the Thelon Basin in the Territory of Nunavut comprising the Monarch property. The seller retains a 2% NSR royalty. The transaction was completed during the year ended December 31, 2024, through payment of $35,000 and the issuance of 5,500,000 common shares (issued - Note 8b).

On May 8, 2025, the Company entered into an option agreement with Pluto Ventures Inc. ("Pluto"), whereby Pluto may acquire a 100% interest in the Property on fulfilling the following conditions:

Share Issuances:

Issue an aggregate of 650,000 common shares to Troubadour, as follows:

- 250,000 shares on the effective date of the Agreement (issued – Note 6);
- 250,000 shares on or before the first anniversary of the Agreement; and
- 150,000 shares on or before the second anniversary of the Agreement.

Cash Payments:

Pay the Company $50,000 in total cash consideration, on or before the second anniversary of the Agreement.

Exploration Expenditures:

Pluto will incur a minimum of $150,000 in exploration expenditures to be completed on or before the second anniversary of the Agreement.

Pluto will serve as the operator of the Project while it is under option and has the flexibility to accelerate share issuances, cash payments, and/or exploration expenditures to earn its interest ahead of schedule.

Senneville Project, Quebec

On May 21, 2024, the Company entered into an option agreement to earn a 100% interest in mineral claims comprising the Senneville Project, located in the eastern part of the Abitibi Greenstone Belt, Quebec. Pursuant to the option agreement, the Company may acquire a 100% interest in the property by issuing 5,000,000 common shares and incurring $2,000,000 in work expenditures as follows:

- Within five days of exchange approval: issue 2,500,000 common shares (issued – Note 8b);
- Within six-months of signing: issue 2,500,000 common shares (issued – Note 8b); and
- Within 24-months of signing: incur an aggregate of $2,000,000 in work expenditures

The project has the following NSR which will be assumed by the Company:

- 2% NSR to North American Exploration Ltd. for certain claims
- 2% NSR to Silverwater Capital Corp. for certain claims
- 2% NSR to Terrance Coyle / 9093-6725 Quebec Inc. for certain claims

Senneterre Mineral Claims, Quebec

The Company acquired a 100% interest in mineral claims located in Senneterre, Quebec (the "Property"). The claims were acquired as part of a share exchange agreement (the “Share Exchange Agreement”) entered into on September 25, 2024 with Greenflame Metals Inc. ("Greenflame") and the shareholders of Greenflame (the "Shareholders"). Under the terms of the Share Exchange Agreement, the Company acquired all of the issued and outstanding common shares of Greenflame (the "Greenflame Shares") from the Shareholders in exchange for 10,000,000 common shares of the Company (the "Exchange"). Greenflame held 100% ownership interest in the Property, free of any liens, charges, encumbrances, or outstanding taxes.

The acquisition of Greenflame did not meet the definition of a business combination and has therefore been accounted for as an asset purchase of mineral property interests, with the Company acquiring the outstanding shares of Greenflame on September 25, 2024. The fair value of the total consideration paid and the aggregate fair value of the identified assets acquired and liabilities assumed are as follows:

Purchase Price		
10,000,000 common shares of the Company issued	$	2,950,000
Net Assets acquired		
Bank balance	$	84,223
Exploration and evaluation assets		2,944,017
Accounts payable		(78,240)
	$	2,950,000

8. RELATED PARTY TRANSACTIONS

Included in accounts payable and accrued liabilities as at June 30, 2025, was $14,733 payable to companies controlled by directors and officers of the Company.

Key management personnel consist of directors and senior management including the Chief Executive Officer, and Chief Financial Officer. During the six months ended June 30, 2025, the Company paid or accrued, to key management personnel and their related companies:

	Professional fees	Management fees	Total
Chief Executive Officer (CEO)	$ -	$ 10,000	$ 10,000
Former CEO	-	27,500	27,500
Chief Financial Officer	36,000	-	36,000
Total	$ 36,000	$ 37,500	$ 73,500

During the six months ended June 30, 2024, the Company paid or accrued, to key management personnel and their related companies:

	Professional fees	Consulting fees	Total
Chief Executive Officer (CEO)	$ -	$ 5,000	$ 5,000
Former Interim CEO	-	50,000	50,000
Chief Financial Officer	15,000	-	15,000
Total	$ 15,000	$ 55,000	$ 70,000

9. SHAREHOLDERS' EQUITY

a) Authorized

An unlimited number of common shares without par value.

b) Issued share capital

During the six months ended June 30, 2025, the Company:

i) Issued 1,547,680 common shares at a deemed price of $0.12 per share to satisfy $185,722 of outstanding debt.

During the year ended December 31, 2024, the Company:

i) Issued 5,500,000 common shares with a fair value of $467,500 on the acquisition of the Monarch Uranium Property (Note 6).

ii) Issued 2,500,000 common shares with a fair value of $412,500 pursuant to the Senneville Project option agreement (Note 6).

iii) Issued 2,500,000 common shares with a fair value of $575,000 pursuant to the Senneville Project option agreement (Note 6).

iv) Issued 10,000,000 common shares in connection with the acquisition of Greenflame valued at $2,950,000 (Note 6).

v) Closed a Listed Issuer Financing Exemption ("LIFE") offering by issuing 7,558,000 common shares of the Company at a price of $0.125 per share for total proceeds of $944,750. In connection with the offering, the Company paid finders' fees of $60,468 and issued 529,060 finders' warrants exercisable for a period of two years at a price of $0.175. The finders' warrants were valued at $109,108 using the Black Scholes option pricing model assuming a life expectancy of 2 years, a risk-free interest rate of 3.70%, a forfeiture and dividend rate of nil, and volatility of 150.50%.

vi) Closed a unit private placement by issuing 20,442,000 units of the Company a price of $0.125 per unit for total proceeds of $2,555,250. Each unit is comprised of one common share and one-half of one transferable share

purchase warrant with each whole warrant entitling the holder to purchase an additional share at a price of $0.175 for a period of two years. In connection with the private placement the Company paid finders' fees of $167,370 and issued 1,428,440 finders' warrants exercisable for a period of two years at a price of $0.175. The finders' warrants were valued at $294,587 using the Black Scholes option pricing model assuming a life expectancy of 2 years, a risk-free interest rate of 3.70%, a forfeiture and dividend rate of nil, and volatility of 150.50%.

vii) Closed a flow-through private placement by issuing 4,304,760 flow-through shares at a price of $0.21 per share for gross proceeds of $904,000. No flow-through premium liability was recognized. In connection with the offering, the Company paid finders' fees of $35,280 and issued 168,000 finders' warrants exercisable for a period of two years at a price of $0.21. The finders' warrants were valued at $26,879 using the Black Scholes option pricing model assuming a life expectancy of 2 years, a risk-free interest rate of 3.31%, a forfeiture and dividend rate of nil, and volatility of 150.03%.

viii) Issued 600,000 common shares with a fair value of $87,149 pursuant to the exercise of stock options.

c) Warrants

The following is a summary of warrants outstanding as at June 30, 2025 and December 31, 2024 and changes during the years then ended:

	Number of Warrants	Weighted Average Exercise Price
Balance, December 31, 2022 and 2023	167,500	$ 0.25
Expired	(167,500)	0.25
Issued	12,346,500	0.18
Balance, December 31, 2024 and June 30, 2025	12,346,500	$ 0.18

In June 2025, 10,031,000 non-finder warrants were repriced from $0.175 to $0.100, and no share-based compensation expense was recognized for the three months ended June 30, 2025.

As at June 30, 2025, the following warrants were outstanding:

	Number	Exercise price	Expiry date
Warrants	190,000	$ 0.175	July 18, 2026
Warrants	10,031,000	0.100	July 18, 2026
Finder warrants	1,957,500	0.175	July 18, 2026
Finder warrants	168,000	0.210	August 7, 2026
	12,346,500		

d) Stock options

On April 16, 2025, the Company adopted a new omnibus incentive plan. The plan provides for the issuance of incentive stock options as well as restricted share units ("RSUs") to eligible directors, officers, employees, and consultants. The Omnibus Plan includes a 10% rolling component for stock options and a 10% fixed component for RSUs, reserving up to 7,006,857 common shares for RSU awards. The Omnibus Plan received final approval from the Exchange on July 2, 2025.

During the six months ended June 30, 2025, the Company granted 3,950,000 (year ended December 31, 2024 – 4,790,000) stock options with a weighted average fair value of $0.04 (year ended December 31, 2024 - $0.10). Total share-based payments recognized in the statement of loss and comprehensive loss for the six months ended June 30, 2025, was $101,107 (June 30, 2024 - $87,513) related to options granted and vested.

The fair value of options at the date of grant was estimated using the Black-Scholes Option Pricing Model using the following weighted average assumptions:

	June 30, 2025	**December 31, 2024**
Risk-free interest rate	2.91%	3.49%
Expected life of option	2 years	2 years
Expected annualized volatility	144.07%	148.07%
Expected dividend rate	0.00%	0.00%

	Number of Stock Options	Weighted Average Exercise Price
Balance, December 31, 2023	600,000	$ 0.13
Granted	4,790,000	0.17
Cancelled/Expired	(520,000)	0.14
Exercised	(600,000)	0.09
Balance, December 31, 2024	4,270,000	0.10
Granted	3,950,000	0.04
Cancelled/Expired	(1,420,000)	0.20
Balance, June 30, 2025	6,800,000	$ 0.04

In June 2025, 3,550,000 stock options were repriced to $0.05 to meet the Exchange's minimum pricing requirements, and as the modification was not beneficial to the option holders under IFRS 2 no incremental share-based compensation expense was recognized.

As at June 30, 2025 the following stock options were outstanding:

Number outstanding	Number outstanding and exercisable	Exercise Price	Expiry Date
150,000	150,000	0.175	July 2, 2026
2,700,000	2,700,000	0.050	December 11, 2026
3,550,000	3,550,000	0.050	January 21, 2027
400,000	400,000	0.050	February 19, 2027
6,800,000	6,800,000		

10. SEGMENT INFORMATION

The Company operates in one reportable operating segment, being the acquisition, exploration, and evaluation of mineral properties in one geographical location, being Canada.

11. FINANCIAL AND CAPITAL RISK MANAGEMENT

Financial assets and liabilities are classified in the fair value hierarchy according to the lowest level of input that is significant to the fair value measurement. Assessment of the significance of a particular input to the fair value measurement requires judgment and may affect placement within the fair value hierarchy levels. The hierarchy is as follows:

- Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities.
- Level 2: inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (i.e., as prices) or indirectly (i.e., derived from prices).
- Level 3: inputs for the asset or liability that are not based on observable market data (unobservable inputs).

The carrying value of cash and cash equivalents, receivables, reclamation bond, accounts payable and accrued liabilities, and lease obligations approximates fair value due to the short-term nature of the financial instruments. Cash and cash equivalents, receivables, reclamation bond, accounts payable and accrued liabilities, and lease obligations are carried at amortized cost.

Risk management

The Company is exposed to varying degrees to a variety of financial instrument related risks:

Credit risk

Credit risk is the risk of an unexpected loss of a customer or third party to a financial instrument fails to meet its contractual obligations. The Company's cash and cash equivalents and reclamation bond are held at a large Canadian financial institution in interest bearing accounts. The Company has no investment in asset backed commercial paper.

The Company's receivables consist of Goods and Services Tax receivable from the government of Canada and the Company considers credit risk associated with these amounts to be low.

Liquidity risk

Liquidity risk is the risk that the Company will not be able to meet its financial obligations as they fall due.

The Company manages liquidity risk through its capital management as outlined below. Accounts payable and accrued liabilities are due within one year.

Market risk

Market risk is the risk of loss that may arise from changes in market factors such as interest rates, foreign exchange rates, and commodity and equity prices.

a) Interest rate risk

The Company's exposure to interest rate risk arises from the interest rate impact on cash. The Company's practice has been to invest cash at floating rates of interest, in order to maintain liquidity, while achieving a satisfactory return for shareholders. As at June 30, 2025, the Company is not exposed to significant interest rate risk.

b) Foreign currency risk

The majority of purchases are transacted in the Canadian dollar. Management believes the foreign exchange risk derived from currency conversions is not significant and therefore does not hedge its foreign exchange risk.

c) Price risk

The Company is exposed to price risk with respect to commodity prices, particularly gold. The Company closely monitors commodity prices to determine the appropriate course of action to be taken by the Company.

Capital management

The Company's objectives when managing capital are to safeguard the Company's ability to continue as a going concern in order to pursue acquisition, exploration and evaluation of mineral properties and to maintain a flexible capital structure which optimizes the costs of capital at an acceptable risk. In the management of capital, the Company includes its components of shareholders' equity.

The Company manages the capital structure and makes adjustments to it in light of changes in economic conditions and the risk characteristics of the underlying assets. To maintain or adjust the capital structure, the Company may attempt to issue new shares, issue debt, acquire or dispose of assets or adjust the amount of cash.

The Company currently is not subject to externally imposed capital requirements. There were no changes in the Company's approach to capital management.