



Condensed Consolidated Interim Financial Statements

Three Months ended June 30, 2026 and 2025

(Expressed in Canadian Dollars)

Notice of No Auditor Review of Interim Financial Statements

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

The accompanying condensed consolidated interim financial statements of **Aston Bay Holdings Ltd.** (the "Company") have been prepared by and are the responsibility of the Company's management.

The Company's independent auditor has not performed an audit or review of these condensed consolidated interim financial statements in accordance with standards established by the Chartered Professional Accountants of Canada.

**Condensed Consolidated Interim Statements of Financial Position (Unaudited)**

(Expressed in Canadian Dollars)

As at	June 30, 2026	March 31, 2026
ASSETS		
Current assets		
Cash	\$29,638	\$85,294
Sales tax recoverable	39,555	179,753
Prepaid expenses	37,740	28,589
Total current assets	\$106,933	\$293,636
LIABILITIES AND SHAREHOLDERS' EQUITY		
Current liabilities		
Accounts payable and accrued liabilities (note 8)	\$258,439	\$141,808
Total current liabilities	258,439	141,808
Shareholders' equity (deficiency)		
Share capital (note 6)	\$24,922,058	\$24,922,058
Contributed surplus (note 6)	7,476,688	7,460,604
Accumulated other comprehensive income	(76,645)	(76,890)
Deficit	(32,473,607)	(32,153,944)
Total shareholders' equity (deficiency)	\$(151,506)	\$151,828
Total liabilities and shareholders' equity (deficiency)	\$106,933	\$293,636

Going concern (note 1)

Commitments and contingencies (note 9)

Approved by the Board

Signed:

"Thomas Ullrich"

Director

"Jessie Liu-Ernsting"

Director

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



Condensed Consolidated Interim Statements of Changes in Equity (Deficiency) (Unaudited)

(Expressed in Canadian Dollars)

	Share Capital		Reserve	Equity		
	Number of Shares	Amount	Contributed Surplus	Accumulated Other Comprehensive Loss	Deficit	Total Shareholders' Equity
Balance – March 31, 2025	252,949,635	\$24,922,058	\$7,331,504	\$(74,951)	\$(30,836,713)	\$1,341,898
Share-based compensation	—	—	15,158	—	—	15,158
Currency translation adjustment	—	—	—	(970)	—	(970)
Income for the period	—	—	—	—	480,246	480,246
Balance – June 30, 2025	252,949,635	\$24,922,058	\$7,346,662	\$(75,921)	\$(30,356,467)	\$1,836,332
Share-based compensation	—	—	113,942	—	—	113,942
Currency translation adjustment	—	—	—	(969)	—	(969)
Loss for the period	—	—	—	—	(1,797,477)	(1,797,477)
Balance – March 31, 2026	252,949,635	\$24,922,058	\$7,460,604	\$(76,890)	\$(32,153,944)	\$151,828
Share-based compensation	—	—	16,084	—	—	16,084
Currency translation adjustment	—	—	—	245	—	245
Loss for the period	—	—	—	—	(319,663)	(319,663)
Balance – June 30, 2026	252,949,635	\$24,922,058	\$7,476,688	\$(76,645)	\$(32,473,607)	\$(151,506)

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



**Condensed Consolidated Interim Statements of Loss (Income) and Comprehensive Loss (Income)
(Unaudited)**

(Expressed in Canadian Dollars)

For the three months ended June 30,	2026	2025
Expenses		
Exploration and evaluation expenses (note 5)	\$37,731	\$105,243
Investor relations and business development	111,875	134,363
Management compensation (note 8)	109,193	117,862
Professional and consulting fees	19,044	13,074
Regulatory and transfer agent fees	7,374	11,131
Office and administrative	10,276	16,883
Travel	4,792	6,634
Share-based compensation (note 6)	16,084	15,158
Loss before other items:	\$316,369	\$420,348
Royalty income (note 5)	—	(966,840)
Interest expense (income)	301	(9,749)
Foreign exchange loss	2,994	75,995
Net loss (income)	319,663	(480,246)
Currency translation adjustment	(245)	(970)
Comprehensive loss (income)	\$319,418	\$(481,216)
Loss (income) per share – basic and diluted	\$0.00	\$(0.00)
Weighted average number of common shares outstanding	252,949,635	252,949,635

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



Condensed Consolidated Interim Statements of Cash Flows (Unaudited)
(Expressed in Canadian Dollars)

For the three months ended June 30,	2026	2025
Cash flow generated used in operating activities		
Net (loss) income for the period	\$(319,663)	\$480,246
Item not affecting cash:		
Share-based compensation	16,084	15,158
	(303,579)	495,404
Non-cash working capital items (note 7)	247,678	(87,916)
Cash flow (used in) provided by operating activities	(55,901)	407,488
Effect of changes in foreign exchange	245	(970)
Increase (decrease) in cash	(55,656)	406,518
Cash, beginning of year	85,294	1,426,275
Cash, end of period	\$29,638	\$1,832,793

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

Notes to the Condensed Consolidated Interim Financial Statements
Three months ended June 30, 2026 and 2025
(Expressed in Canadian Dollars)

1. Nature of the Company and Going Concern

Aston Bay Holdings Ltd. ("Aston Bay" or the "Company") is a publicly listed company incorporated in British Columbia, Canada. The Company's registered address is #530 - 355 Burrard Street, Vancouver, British Columbia, V6C 2G8 and the corporate office is located at Ste. 1800, 8 King St. East, Toronto, Ontario, M5H 1B5. The Company is engaged in the acquisition, exploration and development of mineral properties.

For the three months ended June 30, 2026 the Company recorded a net loss of \$319,663 (2025 – income of \$480,286). At June 30, 2026, the Company had an accumulated deficit of \$32,473,607 (March 31, 2026 - \$32,153,944) and working capital (deficit of \$151,506) (March 31, 2026 – \$1,341,898). From time to time the Company receives income from royalties, however it has no production revenue from operations, therefore the Company will need to secure new funding. Although the Company has been successful in raising funds to date, there can be no assurance that adequate or sufficient funding will be available in the future, or available under terms acceptable to the Company. In the event that the Company is unable to secure further financing, it may not be able to complete the development of its mineral projects. These material uncertainties cast significant doubt as to the ability of the Company to meet its business plan and obligations as they come due and, accordingly, the appropriateness of the use of accounting principles applicable to a going concern.

These condensed consolidated interim financial statements for the three months ended June 30, 2026 and 2025 (the "Interim Financial Statements") have been prepared on 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 Interim 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.

2. Basis of Presentation

(a) Statement of compliance

The Interim Financial Statements have been prepared in accordance with International Financial Reporting Standard ("IFRS") IAS 34 - *Interim Financial Reporting*. As such these statements do not contain all the explanatory notes, descriptions or accounting policies or other disclosures that can be found in the Company's audited consolidated financial statements for the years ended March 31, 2026 and 2025 (the "Annual Financial Statements"). The accounting policies used in the preparation of the Interim Financial Statements are consistent with those detailed in note 2 of the Annual Financial Statements.

(b) Basis of preparation

The Interim Financial Statements are presented in Canadian dollars, are prepared on a historical cost basis and are prepared using the accrual basis of accounting except for cash flow information.

In the opinion of Management, all adjustments considered necessary for fair presentation of the Company's financial position, results of operations and cash flows have been included. The Interim Financial Statements were authorized for issuance by the Board of Directors on August 28, 2026.

(c) Accounting standards**Future accounting pronouncements****Presentation and Disclosure in Financial Statements (IFRS 18)**

In April 2024, the IASB issued **IFRS 18 Presentation and Disclosure in Financial Statements** to improve reporting of financial performance. The new standards replace IAS 1 - Presentation of Financial Statements. IFRS 18 introduces new categories and required subtotals in the statement of profit and loss and also requires disclosure of management-defined performance measures. It also includes new requirements for the location, aggregation and disaggregation of financial information. The standard is effective for annual reporting periods beginning on or after January 1, 2027, including interim financial statements. Retrospective application is required, and early adoption is permitted.

To date the Company has not assessed the potential impact of this amendment.

(d) Currency translation

The functional and reporting currency of the Company and its subsidiaries is the Canadian dollar. Transactions in currencies other than the functional currency are recorded at the rates of exchange prevailing on the dates of transactions. Monetary assets and liabilities that are denominated in foreign currencies are translated at the rates prevailing at each reporting date. Non-monetary items that are measured in terms of historical cost in a foreign currency are not retranslated. Foreign currency translation differences are recognized in profit or loss.

3. Material Accounting Policies**(a) Basis of consolidation**

The Interim Financial Statements include the accounts of the Company and its wholly owned subsidiaries – *See Subsidiaries*. All material intercompany transactions and balances are eliminated on consolidation.

(b) Subsidiaries

Subsidiaries are entities controlled by the Company. Control exists when the Company possesses power over an investee, has exposure to variable returns from the investee and has the ability to use its power over the investee to affect its returns. Where necessary, adjustments are made to the financial statements of subsidiaries to bring their accounting policies in line with those used by the Company.

The subsidiaries of the Company are as follows:

Company	Registered	Ownership	Principal activity
Blue Ridge Mining Inc.	Delaware	100%	US Exploration
Aston Bay Ventures Ltd.	British Columbia	100%	Holdco

(c) Critical judgments and estimation uncertainties

The preparation of interim financial statements in conformity with IFRS requires the Company's management to make judgments, estimates and assumptions about future events that affect the amounts reported in the consolidated financial statements and related notes to the consolidated financial statements. Although these estimates are based on management's best knowledge of the amount, event or actions, actual results may differ from those estimates, and these differences could be material.

The areas which require Management to make significant judgments, estimates and assumptions in determining carrying values include but are not limited to:

- i) the inputs used in accounting for the valuation of warrants and options which are included in the statement of financial position;
- ii) the inputs used in accounting for share-based compensation expense in the statement of comprehensive loss;
- iii) the nil provision for asset retirement obligations which is included in the statement of financial position;
- iv) the estimated useful life of property, plant, and equipment;
- v) provisions for taxes are made using the best estimate of the amount expected to be paid based on a qualitative assessment of all relevant factors. The Company reviews the adequacy of these provisions at the end of the reporting period. However, it is possible that at some future date additional liability could result from audits by taxing authorities. Where the final outcome of these tax-related matters is different from the amounts that were initially recorded, such differences will affect the tax provisions in the period in which such determination is made; and
- vi) the existence and estimated number of contingencies. See note 9 - *Commitments and Contingencies*).

4. Operating Segments

Geographical information

The Company operates in the mineral exploration industry with its activities focused on the exploration and development of gold and copper properties located in Nunavut, Canada.

5. Mineral Property Interests and Exploration and Evaluation Expenditures ("E&E")

Storm Copper and Seal Zinc Projects

The Storm Copper and Seal Zinc Project (the "Project") consists of 173 contiguous mining claims covering an area of approximately 219,256.7 hectares on Somerset Island, Nunavut, Canada. The Company initially had a 100% ownership interest in the property, subject to a 0.875% Gross Overriding Royalty held by Commander Resources Ltd. on a portion of the property.

On May 3, 2021, the Company closed its option agreement transaction ("Option Agreement") with American West Metals Limited ("AWML"), an Australian public company, and Tornado Metals Ltd. ("American West"), a wholly owned subsidiary of AWML, pursuant to which American West has an option to earn an 80% interest in the Storm Copper and Seal Zinc Project. In connection with the closing of the transaction, the Company received a payment of \$500,000 from American West.

American West is the operator of the Project during the term of the Option Agreement, but the parties have established a management committee comprised of three members, two appointed by American West and one appointed by Aston Bay.

American West completed its obligation under the earn-in agreement to spend \$10,000,000 and exercised its option to acquire an 80% interest in the Project. Aston Bay now holds a 20% interest in the Project which is carried for all expenditures to the completion of a feasibility study and production decision.

American West and Aston Bay has formed an 80/20 joint venture and entered into a joint venture agreement, the form of which was settled under the Option Agreement. Pursuant to the Option Agreement, Aston Bay shall have a free carried interest until American West has made a decision to mine on completion of a bankable feasibility study. At that point, if the Company chooses not to contribute its proportionate share of expenses and is diluted below 10% ownership, the ownership converts to a 2% Net Smelter Royalty, half of which is purchasable by American West for \$5,000,000, at first production.

Royalty

On October 18, 2024, the Company received the initial USD1,000,000 in funding as part of an agreement with the Company's joint venture partner American West Metals Limited and TMRP Canada Inc., a subsidiary of Taurus Mining Royalty Fund L.P. ("Taurus"), whereby Taurus will provide funding of up to USD12,500,000 under a royalty package for the Storm Copper Project. Aston Bay will be allocated 20% of the funding from the royalty package (USD2,500,000) with no use of proceeds restriction.

On May 7, 2025 the Company received an additional USD700,000 as a second royalty payment.

Epworth Project

The Epworth Property (the "Property") is located approximately 80 kilometres ("km") southeast of the village of Kugluktuk (formerly Coppermine) in the Kitikmeot Region of Nunavut, Canada ("Epworth"). On February 29, 2024, the Company entered into a binding letter of agreement (the "Option Agreement") with Emerald Geological Services ("EGS") pursuant to which it has been granted an option to acquire an undivided 80% beneficial interest in the Epworth property owned by EGS.

Pursuant to the terms of the Option Agreement, Aston Bay can earn an 80% undivided interest in the Property by spending a minimum of \$3,000,000 on qualifying exploration expenditures over a four-year period. Aston Bay also agreed to make a cash payment of \$50,000 to EGS following the signing of the Option Agreement (paid). EGS shall be the operator during the term of the Option Agreement, but the parties shall also establish a technical committee to approve all Expenditures.

The technical committee will be composed of two members; one appointed by each of Aston Bay and EGS, with Aston Bay to have a casting vote. The Option Agreement provides for an 80/20 joint venture (the "JV") to be formed between the parties upon Aston Bay earning its interest in the Property. The Option Agreement is binding; however it also provided for a replacement agreement in the future, (the "Definitive Agreement") and such Definitive Agreement contains the terms that will govern the JV (completed April 23, 2024). Pursuant to the Definitive Agreement, EGS will have a carried interest until the JV completes a bankable feasibility study in respect of the Property, with EGS's contributions to the JV to be credited against future revenue from the Property. After completing a bankable feasibility study, EGS shall be diluted in the event it does not contribute its proportionate share, and its interest will be converted into a 2% net smelter return ("NSR") if its interest is diluted to below 10%. Aston Bay shall have a right to repurchase 50% of such NSR for \$1,500,000 during the two-year period after commencement of commercial production from the Property.

During the March 31, 2024 fiscal year, the Company completed staking in the area that significantly expanded the size of the property from 15 claims over 8320 hectares (20,559 acres) to then consisting of 66 claims covering an area of 79,725.43 hectares (197,005 acres) over a trend approximately 74 km by 14 km in lateral extent. Recent staking has further increased the size of the Property to 85 claims totalling 102,892 ha (1082.9 square km) along a trend with a strike length of 82 km and a lateral extent of 20 km.

See Management Discussion and Analysis at June 30, 2026 for technical update.

VIRGINIA, UNITED STATES

Buckingham Gold Project

From August 23, 2019 to August 29 2025, the Company operated the Buckingham Gold Project ("BGP") pursuant to Exploration and Option-to-Lease agreements ("BGP Agreements") with private landowners in Buckingham County, Virginia. The BGP is located in central Virginia, USA, within a copper-lead-zinc-gold-silver (Cu-Pb-Zn-Au-Ag) mineralized sedimentary and volcanic belt prospective for sedimentary exhalative (SEDEX) or Broken Hill (BHT) type deposits.

During the term of the BGP Agreements, the Company surrendered certain portions of the original land package., reducing the Company's holdings to 2,235 acres (the Properties"). After a review of the results from the fiscal 2026 exploration program on the Properties, Management decided to focus on Canadian opportunities only and allowed the option to lapse.

Virginia Metals Project

On September 15, 2024, Blue Ridge Mining Inc., a wholly owned subsidiary of Aston Bay (the "Lessee"), entered into a Mining Lease Agreement (the "MLA") with Weyerhaeuser Company, (the "Lessor") to lease certain lands in Buckingham County Virginia (the "Lease Area"), for the purpose of exploration activities, development and mining operations.

During the term(s) of the lease, the Lessee was to pay to Lessor, annual rents ranging from \$100,000 to \$300,000, subject to annual adjustment for inflation. Additionally, the Lessee was to expend annually, 'Qualifying Expenditures' (as defined in the MLA) in annual work commitments ranging from \$225,000 to \$500,000.

With a view to focusing on Canadian opportunities only, on July 15, 2025, Blue Ridge Mining Inc. delivered a notice of termination of the lease to the Lessor. Pursuant to Section 13.2 of the MLA, upon termination, Blue Ridge Mining Inc. was required to make a termination payment equal to 50% of the Qualifying Expenditures Shortfall of USD225,000. Accordingly, on August 29, 2025, Blue Ridge paid USD112,500 in full satisfaction of the termination obligation.

Exploration and evaluation expenditures ("E&E")

The following is a summary of the accumulated E&E from March 31, 2025 to and as at June 30, 2026:

	Storm and Seal	Epworth	Virginia Metals and Buckingham Gold	Total
March 31, 2025	\$11,825,072	\$2,163,054	\$2,024,791	\$16,012,917
Expenditures	85,154	406,894	7,670	499,718
Claim staking	—	50,000	—	50,000
Termination of mining lease	—	-	154,969	154,969
March 31, 2026	\$11,910,226	\$2,602,078	\$2,187,430	\$16,699,734
Expenditures	362	36,156	1,213	37,731
June 30, 2026	\$11,10,588	\$2,638,234	\$2,188,643	\$16,737,465

6. Share Capital

Common Shares

Authorized share capital

Authorized – The Company is authorized to issue an unlimited number of common shares with no par value. Issued and outstanding common shares of the Company ("Common Shares") at June 30, 2026 and March 31, 2026 is 252,949,635.

During the three months ended June 30, 2026 and 2025 there were no share issuances.

Stock Options

- (i) On September 5, 2025, the Company granted 2,137,500 stock options to directors, officers and consultants, with an exercise price of \$0.065 per share and an expiry five years from the date of

the grant. The options vest 1/3 on each of September 5, 2025, September 5, 2026 and September 5, 2027. The stock options were assigned a value of \$110,717 using the Black-Scholes option-pricing model with the following assumptions: expected life of five years, risk-free rate of 2.82%, expected dividend yield of 0%, and expected volatility of 110.11%. For the three months ended June 30, 2026 a total of \$13,802 of the estimated value has been charged to the statement of loss.

- (ii) From January 22 to February 6, 2026, a total of 3,825,000 stock options priced at \$0.10 to \$0.115 expired, unexercised.

The stock options activity during the year ended March 31, 2026 and the three months ended June 30, 2026 is as follows:

	Number of options	Weighted average exercise price
Balance – March 31, 2025	22,425,000	\$0.11
Granted	2,137,500	0.065
Expired	(3,825,000)	(0.11)
Balance – March 31, 2026 and June 30, 2026	20,737,500	\$0.11

- (v) As at June 30, 2026, the following options were outstanding and exercisable:

Exercise Price	Number of Options Outstanding	Weighted Average Remaining Contractual Life – Years	Number of Options Exercisable	Expiry Date
\$0.060	725,000	0.69	725,000	March 10, 2027
\$0.050	1,250,000	1.70	1,250,000	March 10, 2028
\$0.105	2,050,000	3.09	1,366,667	August 2, 2029
\$0.065	2,137,500	4.19	712,500	September 5, 2030
\$0.115	14,075,000	4.58	14,075,000	January 25, 2031
\$0.130	500,000	4.82	500,000	April 23, 2031
\$0.11	20,737,500	4.09	18,629,137	

Warrants

- (i) During the year ended March 31, 2026, a total of 32,300,218 share purchase warrants expired, unexercised.
- (ii) During the three months ended June 30, 2026, a total of 17,390,563 share purchase warrants expired, unexercised.

The share purchase warrants activity during the year ended March 31, 2026 and the three months ended June 30, 2026 is as follows:

	Weighted Number of Warrants	Weighted average exercise price (\$)
Balance – March 31, 2025	49,690,781	0.14
Expired	(32,300,218)	(0.12)
Balance – March 31, 2026	17,390,563	0.18
Expired	(17,390,563)	(0.18)
Balance – June 30, 2026	—	—

7. Additional Cash Flow Information

The net change in non-cash working capital consists of the following:

	June 30, 2026	June 30, 2025
HST recoverable	\$140,198	\$(26,275)
Prepaid expenses	(9,151)	(36,634)
Accounts payable and accrued liabilities	116,631	(25,007)
	\$247,678	\$(87,916)

8. Related Party Transactions and Key Management Compensation

Related parties include the Board of Directors, officers, close family members and enterprises which are controlled by these individuals as well as certain persons performing similar functions. In accordance with IAS 24 - Related Party Disclosure, key management personnel are those having authority and responsibility for planning, directing and controlling the activities of the Company directly or indirectly, including any directors (executives and non-executive) of the Company.

Key management personnel receive compensation in the form of short-term employee benefits. The remuneration of key management personnel during the period is as follows:

For the three months ended June 30,	2026	2025
Management fees ⁽¹⁾	\$83,830	\$108,300
Directors fees	16,250	16,250
Share-based payments	12,260	9,062
	\$112,340	\$133,622

(1) Includes the salary of the CEO and fees charged by Grove Corporate Services ("Grove") which provides certain corporate services including those provided by the CFO and Corporate Secretary (the "Services").

Accounts payable and accrued liabilities at June 30, 2026 include amounts owed to directors in the aggregate of \$123,528 (June 30, 2025 - \$81,250) for unpaid directors' fees. These amounts are unsecured, non-interest bearing and have no fixed terms of repayment.

9. Commitments and contingencies

(i) Environment

The Company's mining and exploration activities are subject to various laws and regulations governing the protection of the environment. These laws and regulations are continually changing and generally becoming more restrictive. The Company believes its operations are materially in compliance with all applicable laws and regulations. The Company has made, and expects to make in the future, expenditures to comply with such laws and regulations.

(ii) Employment Contracts

The Company is a party to certain employment/consultant contracts. These contracts contain clauses requiring that up to \$377,300 be paid on termination for other than cause or pursuant to a change of control. Neither of these conditions have occurred therefore no provision has been made in these Interim Financial Statements.

10. Capital Management

The Company considers its capital structure to consist of shareholders' equity. The Company's objective in managing capital is to maintain adequate levels of funding to support organizational functions and obtain sufficient funding to further the identification and development of mineral deposits. The Board of Directors does not establish quantitative return on capital criteria for management but rather relies on the expertise of the Company's management to sustain future development of the business. The properties in which the Company currently has an interest are in the exploration stage; and as such the Company is dependent on external financing to fund its activities. In order to carry out the planned exploration, pay for administrative costs and fund working capital, the Company will need to raise additional amounts as needed. The Company will continue to assess new properties and seek to acquire an interest in additional properties if it feels there is sufficient geologic and economic potential and if it has adequate financial resources to do so.

Management reviews its capital management approach on an ongoing basis and believes that this approach, given the relative size of the Company, is reasonable.

There were no changes in the Company's approach to capital management during the three months ended June 30, 2026. The Company is not subject to externally imposed capital requirements.

11. Financial Risk Factors

The Company's risk exposures and the impact on its financial instruments are summarized below:

Credit risk

Credit risk is the risk of financial loss to the Company if a customer or counterparty to a financial end of the reporting period is the carrying value of its financial assets. Cash and cash equivalents are held with large financial institutions in Canada, and Management believes that exposure to credit risk is not significant.

Liquidity risk

Liquidity risk is the risk that the Company will not be able to meet its obligations associated with financial liabilities. As of June 30, 2026 the Company had negative working capital of \$151,506 (March 31, 2026 – positive working capital of 151,828). The Company has a planning and budgeting process in place by which it anticipates and determines the funds required to support normal operational requirements as well as the growth and development of its mineral property interests. The Company coordinates this planning and budgeting process with its financing activities through the capital management process in normal circumstances.

The Company is currently in the exploration stage and has not commenced commercial operations. As at June 30, 2026, the Company has an accumulated deficit of \$32,473,607 (March 31, 2026 - \$32,153,944) and is not yet generating operating cash flows (see note 1).

Market risk

- Interest rate risk

The Company has no significant exposure to interest rate risk through its financial instruments.

- Price risk

The Company is indirectly exposed to price risk with respect to the price of base metals. The Company closely monitors commodity prices to determine the appropriate course of action to be taken. Price risk is remote since the Company is not a producing entity.

Equity price risk is defined as the potential adverse impact on the Company's earnings due to movements in individual equity prices or general movements in the level of the stock market. The Company closely monitors individual equity movements and the stock market to determine the appropriate course of action to be taken.

Fair value

The fair values of the Company's cash and cash equivalents, accounts receivable, loan payable, and accounts payable and accrued liabilities approximate their carrying values due to the short-term nature of these instruments.

12. Subsequent Event

On July 22, 2026, the Company granted incentive stock options exercisable to acquire 3,100,000 common shares of the Company to certain officers, directors, employees and consultants associated with the Company at an exercise price of \$0.05 per share. The options have a five-year term and will vest one-third on the date of grant, and one-third on each of the first and second anniversaries of the date of grant.