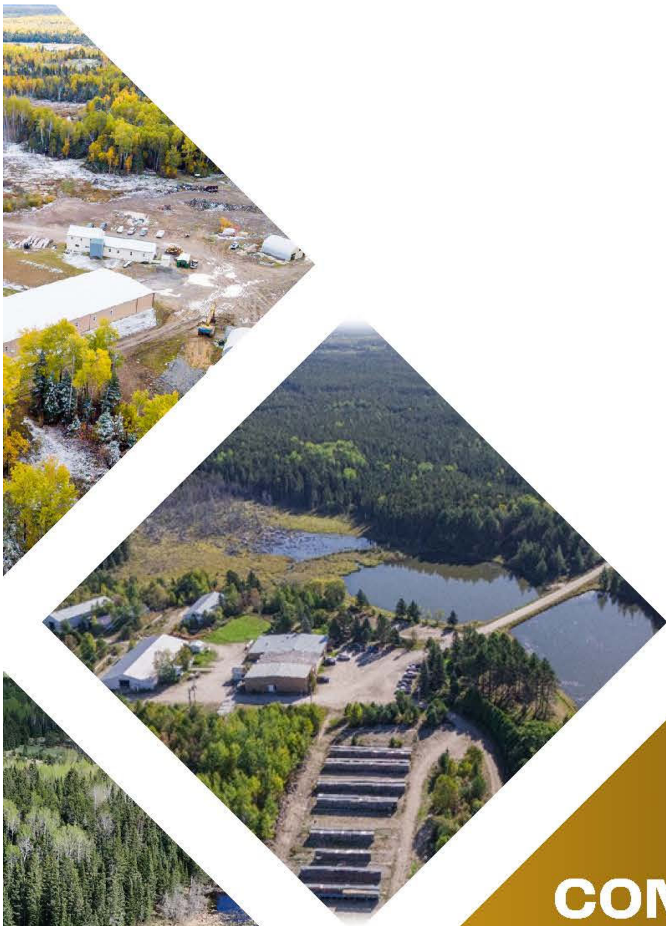
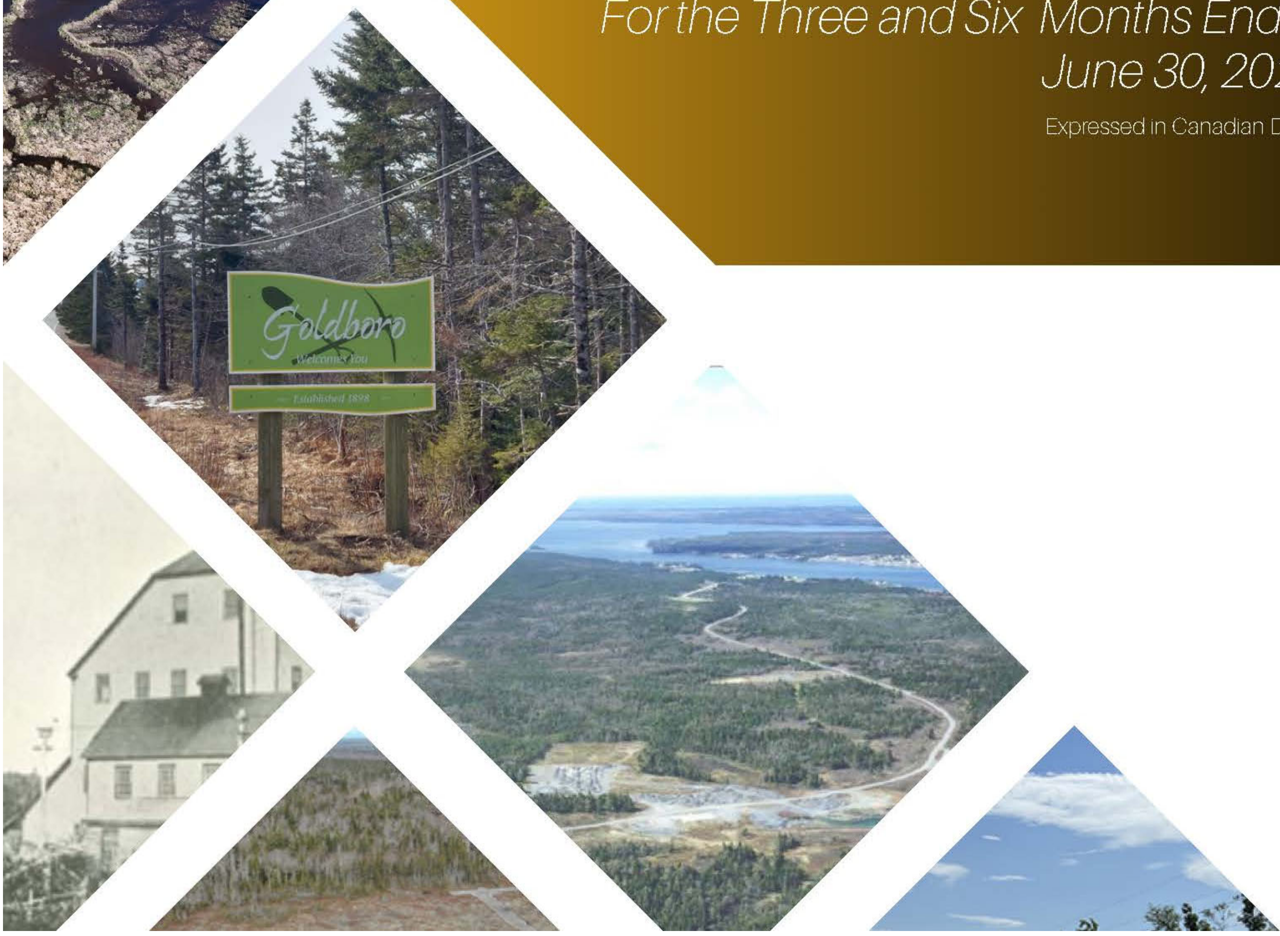


NexGold

CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

For the Three and Six Months Ended June 30, 2026

Expressed in Canadian Dollars



NEXGOLD MINING CORP.
CONDENSED CONSOLIDATED INTERIM STATEMENTS OF FINANCIAL POSITION
(Expressed In Canadian Dollars) (Unaudited)

($)	June 30 2026	December 31 2025
Assets		
Current assets		
Cash and cash equivalents (Note 4)	**101,082,824**	87,727,127
Short term cash investments (Note 5)	**-**	20,000,000
Accounts receivable and prepaid expenses (Note 6)	**3,083,434**	2,439,815
Investments (Note 8)	**1,497,089**	1,443,991
Total current assets	**105,663,347**	111,610,933
Non-current assets		
Property and equipment (Note 9)	**4,874,514**	3,897,235
Restricted cash (Note 7)	**803,236**	803,236
Mineral properties (Note 10)	**140,134,747**	140,134,747
Total non-current assets	**145,812,497**	144,835,218
Total assets	**251,475,844**	256,446,151
Liabilities		
Current liabilities		
Accounts payable and accrued liabilities (Note 11)	**8,912,168**	4,805,029
Current portion of long-term payables (Note 12)	**283,955**	153,737
Current portion of SRSR payment obligation (Note 13)	**3,440,833**	3,161,473
Flow-through premium (Note 14)	**2,709,524**	1,301,250
Total current liabilities	**15,346,480**	9,421,489
Non-current liabilities		
Long-term payables (Note 12)	**1,052,673**	96,249
Provision for reclamation	**1,902,078**	1,841,066
SRSR payment obligation (Note 13)	**2,809,048**	4,409,098
Total non-current liabilities	**5,763,799**	6,346,413
Total liabilities	**21,110,279**	15,767,902
Shareholders' Equity		
Capital stock (Note 15)	**407,283,549**	390,204,602
Warrants (Note 16)	**25,572,666**	26,923,017
Contributed surplus	**30,841,723**	29,562,056
Deficit	**(232,800,962)**	(205,445,612)
Accumulated other comprehensive loss	**(531,411)**	(565,814)
	230,365,565	240,678,249
Total liabilities and shareholders' equity	**251,475,844**	256,446,151

Commitments and Contractual Obligations and Contingencies (Note 21)
Subsequent Events (Note 22)

SIGNED ON BEHALF OF THE BOARD

(Signed) "Mary-Lynn Oke" Director

(Signed) *"James Gowans"* Director

NEXGOLD MINING CORP.
CONDENSED CONSOLIDATED INTERIM STATEMENTS OF OPERATIONS
(Expressed In Canadian Dollars) (Unaudited)

	Three Months Ended June 30		Six Months Ended June 30	
($)	**2026**	2025	**2026**	2025
Expenses				
Exploration and evaluation (Note 18)	**14,799,923**	7,273,521	**23,635,295**	13,867,770
Administrative, office and shareholder services	**405,872**	618,889	**967,796**	944,574
Professional fees	**247,452**	706,745	**442,971**	926,339
Salary and benefits	**826,328**	739,009	**2,170,482**	1,661,425
Amortization (Note 9)	**216,338**	208,451	**426,355**	418,056
Share-based payments (Note 17)	**742,524**	686,906	**1,913,462**	1,450,670
Accretion of long-term debt (Note 12 & Note 13)	**146,058**	346,001	**309,531**	689,050
Finance expense (Note 12)	**18,124**	475,092	**37,034**	871,120
Interest income	**(709,265)**	–	**(1,491,966)**	–
Foreign exchange loss (gain)	**96,855**	(1,273,141)	**202,780**	(1,290,606)
Loss before income tax	**(16,790,209)**	(9,781,473)	**(28,613,740)**	(19,538,398)
Income from recognition of flow-through premium (Note 14)	**809,583**	365,262	**1,258,390**	701,656
Net Loss for the period	**(15,980,626)**	(9,416,211)	**(27,355,350)**	(18,836,742)
Loss per share - basic and diluted	**(0.06)**	(0.06)	**(0.11)**	(0.13)
Weighted average number of shares outstanding (Note 15)	**249,073,619**	156,348,129	**245,950,017**	149,185,309

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

NEXGOLD MINING CORP.
CONDENSED CONSOLIDATED INTERIM STATEMENTS OF OTHER COMPREHENSIVE LOSS
(Expressed In Canadian Dollars) (Unaudited)

	Three Months Ended June 30		Six Months Ended June 30	
($)	**2026**	2025	**2026**	2025
Net loss for the period	**(15,980,626)**	(9,416,211)	**(27,355,350)**	(18,836,742)
Other comprehensive income (loss)				
Items that will not be reclassified to profit or loss in subsequent years				
Fair value gain(loss) on equity investment, net of tax (Note 8)	**28,553**	(204,326)	**53,099**	26,641
Items to be reclassified to profit or loss in subsequent years				
Foreign currency translation adjustment gain (loss)	**(10,373)**	(47,989)	**(18,696)**	(37,731)
Other comprehensive income (loss) for the period	**18,180**	(252,315)	**34,403**	(11,090)
Total comprehensive loss for the period	**(15,962,446)**	(9,668,526)	**(27,320,947)**	(18,847,832)

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

NEXGOLD MINING CORP.
CONDENSED CONSOLIDATED INTERIM STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY
(Expressed In Canadian Dollars) (Unaudited)

($)	Common Shares	Capital Stock	Warrants	Contributed Surplus	Deficit	Accumulated Other Comprehensive Loss	Total
Balance, December 31, 2025	241,817,876	390,204,602	26,923,017	29,562,056	(205,445,612)	(565,814)	240,678,249
Share-based payments – stock options (Note 17)	–	–	–	382,493	–	–	382,493
Share-based payments - restricted share units (Note 17)	–	–	–	877,956	–	–	877,956
Share-based payments – share units (Note 17)	–	–	–	32,493	–	–	32,493
Share-based payments – deferred share units (Note 17)	–	–	–	620,520	–	–	620,520
Restricted share units redeemed (Note 17)	539,748	522,722	–	(522,722)	–	–	–
Share units redeemed (Note 17)	5,431	4,019	–	(4,019)	–	–	–
Stock options redeemed (Note 17)	158,540	289,152	–	(107,054)	–	–	182,098
Flow-through share issuance, net of costs (Note 14 & Note 15)	6,060,600	9,930,490	–	–	–	–	9,930,490
Flow-through share premium (Note 14)	–	(2,666,664)	–	–	–	–	(2,666,664)
Warrants exercised (Note 16)	5,265,280	6,789,742	(1,001,605)	–	–	–	5,788,137
Warrants forfeited (Note 16)	–	348,746	(348,746)	–	–	–	–
Share issued for repayment of SRSR obligation, net of costs (Note 13)	1,190,191	1,860,740	–	–	–	–	1,860,740
Net income (loss) for the period	–	–	–	–	(27,355,350)	–	(27,355,350)
Other comprehensive income (loss) for the period	–	–	–	–	–	34,403	34,403
Balance, June 30, 2026	**255,037,666**	**407,283,549**	**25,572,666**	**30,841,723**	**(232,800,962)**	**(531,411)**	**230,365,565**

($)	Common Shares	Capital Stock	Warrants	Contributed Surplus	Deficit	Accumulated Other Comprehensive Loss	Total
Balance, December 31, 2024	**143,505,049**	**288,833,008**	**6,362,129**	**29,147,281**	**(163,629,332)**	**(1,444,196)**	**159,268,890**
Share-based payments - stock options (Note 17)	–	–	–	288,062	–	–	288,062
Share-based payments - restricted share units (Note 17)	–	–	–	1,106,397	–	–	1,106,397
Share-based payments - share units (Note 17)	–	–	–	56,211	–	–	56,211
Restricted share units redeemed (Note 17)	111,008	144,784	–	(144,784)	–	–	–
Share units redeemed (Note 17)	97,868	82,146	–	(82,146)	–	–	–
Flow-through share issuance, net of costs (Note 15)	13,889,000	7,035,043	2,080,783	–	–	–	9,115,826
Warrants exercised (Note 16)	7,587	17,526	–	–	–	–	17,526
Net income (loss) for the period	–	–	–	–	(18,836,742)	–	(18,836,742)
Loss from sale of investments (Note 8)	–	–	–	–	(503,841)	503,841	–
Other comprehensive income (loss) for the period	–	–	–	–		(11,090)	(11,090)
Balance, June 30, 2025	**157,610,512**	**296,112,507**	**8,442,912**	**30,371,021**	**(182,969,915)**	**(951,445)**	**151,005,080**

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

NEXGOLD MINING CORP.
CONDENSED CONSOLIDATED INTERIM STATEMENTS OF CASH FLOWS
(Expressed in Canadian Dollars) (Unaudited)

	For the six-month period ended	
($)	**June 30 2026**	June 30 2025
Cash and cash equivalents (used in) provided by:		
Operating Activities		
Net Loss for the period	**(27,355,350)**	(18,836,742)
Adjustments for:		
Amortization (Note 9)	**426,355**	418,056
Income from recognition of flow-through premium (Note 14)	**(1,258,390)**	(701,656)
Share-based payments (Note 17)	**1,913,462**	1,450,670
Accretion on long-term debt (Note 12)	**–**	248,426
Accretion on SRSR Payment obligation (Note 13)	**309,531**	440,624
Interest income	**–**	(40,219)
Finance expense	**7,410**	14,534
Unrealized Foreign exchange (gain) loss	**299,694**	(1,466,996)
Reclamation provision	**1,187**	1,556
Net change in non-cash working capital items:		
Accounts receivable and prepaid expenses	**(643,619)**	(651,551)
Accounts payable and accrued liabilities	**4,107,139**	117,559
Net cash flows used in operating activities	**(22,192,581)**	(19,005,739)
Investing Activities		
Proceeds, net of costs, from sale of equity investments (Note 8)	**–**	2,301,637
Acquisition of property and equipment (Note 9)	**(129,045)**	(120,487)
Disinvestment in short-term cash investment (Note 5)	**20,000,000**	–
Decrease in restricted cash	**–**	(126,113)
Net cash flows provided by (used in) investing activities	**19,870,955**	2,055,037
Financing Activities		
Proceeds from flow-through financing, net of costs (Note 15)	**9,930,489**	–
Proceeds from private placement, net of costs (Note 15)	**–**	9,115,826
Share issuance costs related to SRSR obligation (Note 15)	**(9,350)**	–
Exercise of stock options (Note 17)	**182,098**	–
Exercise of warrants (Note 16)	**5,788,137**	17,526
Payment of lease liabilities	**(157,280)**	(158,699)
Net cash flows provided by (used in) financing activities	**15,734,094**	8,974,653
Foreign currency translation adjustment	**(56,771)**	46,084
Foreign currency effect on cash and cash equivalents	**-**	73,149
Increase(decrease) in cash and cash equivalents	**13,355,697**	(7,856,816)
Cash and cash equivalents, beginning of period	**87,727,127**	16,356,741
Cash and cash equivalents, end of period	**101,082,824**	8,499,925
Supplementary cash flow information		
Changes in non-cash activities:		
Payment of debt with shares (Note 13)	**1,870,089**	–

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

1. NATURE OF OPERATIONS

The Company's common shares ("Common Shares") are listed on the TSX Venture Exchange (the "TSXV") under the symbol `NEXG' and also trade on the OTCQX® Best Market under the symbol `NXGCF'. The registered address of the Company's office is 3123 – 595 Burrard St., Vancouver, British Columbia, Canada V7X 1J1 and its head office is located at 20 Adelaide Street, Suite 401, Toronto, Ontario, Canada M5C 2T6. The Company also has project offices at the Goliath site in Wabigoon, Ontario, at the Goldboro Gold Project in Guysborough County, Nova Scotia and in St. John's, Newfoundland.

As at June 30, 2026, the mineral properties of the Company are located in Canada (Ontario and Nova Scotia) and the United States (Alaska) and are in the exploration stage. The recoverability of the amounts shown on the consolidated interim statements of financial position for mineral properties is dependent upon the existence of economically recoverable mineral reserves, maintaining beneficial interest in the properties and the underlying mining claims, obtaining the necessary regulatory approvals and permits, the ability to obtain the necessary financing to fulfill the Company's obligations as they arise, the ability to complete the development of the claims, and achieving profitable production or the proceeds from the disposition of the properties. The Company's success depends on the successful development of the properties and corresponding permitting and feasibility studies. Based upon its current operating and financial plans, management of the Company believes that it will have sufficient access to financial resources (debt and equity), in the near term, to fund the Company's planned operations and development of its material projects – the Goldboro Gold Project (the "Goldboro Project") and the Goliath Gold Complex (the "Goliath Complex").

The condensed consolidated interim financial statements were prepared on a going concern basis, which assumes that the Company will continue its operations for the foreseeable future and will be able to realize its assets and discharge its liabilities and commitments in the normal course of business.

The Company has not generated revenue from operations. On June 30, 2026, the Company's working capital was $93,026,391 (December 31, 2025 – $103,490,694), excluding flow-through share premium. While the Company believes it has sufficient capital to fund its current operations (Note 21(g)), the Company's ability to advance its projects is dependant on its ability to obtain necessary financing in the future. However, there is no assurance that the Company will be successful in raising additional financing to maintain future operations.

2. MATERIAL ACCOUNTING POLICY INFORMATION

Statement of Compliance

These condensed consolidated interim financial statements have been prepared in accordance with International Financial Reporting Standards as issued by the International Accounting Standards Board ("IFRS Accounting Standards") applicable to the preparation of condensed consolidated interim financial statements, under International Accounting Standards 34, *Interim Financial Reporting*, and their interpretations issued by the IFRS Interpretations Committee which have been consistently applied.

The accounting policies used in these condensed consolidated interim financial statements are consistent with those disclosed in the Company's audited consolidated financial statements for the year ended December 31, 2025. These condensed consolidated interim financial statements do not include certain information and disclosures normally included in the annual consolidated financial statements prepared in accordance with IFRS Accounting Standards and should be read in conjunction with the Company's annual consolidated financial statements for the year ended December 31, 2025.

These condensed consolidated interim financial statements were approved by the Company's Board of Directors on August 12, 2026.

Adoption of new accounting standards

The Company implemented the following amendment to standards which is effective for annual periods beginning on or after January 1, 2026:

- Classification and Measurement of Financial Instruments – Amendments to IFRS 9 Financial Instruments and IFRS 7 Financial Instruments: Disclosures.

There was no material impact on the Company's condensed consolidated interim financial statements from the adoption of these amendments**.**

New Accounting Standards Not Yet Adopted

In April 2024, IASB issued IFRS 18 replacing IAS 1 – Presentation of Financial Statements, which sets outs presentation and disclosure requirements for financial statements. The changes, which mostly affect the income statement, include the requirement to classify income and expenses into three new categories – operating, investing and financing – and present subtotals for operating profit or loss and profit or loss before financing and income taxes.

IFRS 18 also provides enhanced guidance for aggregation and disaggregation of information in the financial statements, introduces new disclosure requirements for management-defined performance measures ("MPMs") and eliminates classification options for interest and dividends in the statement of cash flows.

IFRS 18 is effective for annual periods beginning on or after January 1, 2027, and is to be applied retrospectively. The Company is currently assessing the impact of the standard on its consolidated financial statements.

Functional and Presentation Currency

These condensed consolidated interim financial statements are presented in Canadian dollars (CAD), which is also the functional currency of the Company and its wholly-owned Canadian subsidiaries. The functional currency of the Company's United States (U.S.) subsidiaries is U.S. dollars (US$).

The functional and presentation currency are consistent with those applied and disclosed in the Company's annual consolidated financial statements for the year ended December 31, 2025.

3. ACCOUNTING ESTIMATES AND JUDGEMENTS

The preparation of financial statements in compliance with IFRS Accounting Standards requires the Company's management to make certain estimates and assumptions that they consider reasonable and realistic. Despite regular reviews of these estimates and assumptions, based on past achievements or anticipations, facts and circumstances may lead to changes in these estimates and assumptions which could impact the reported amount of the Company's assets, liabilities, equity or earnings.

The areas which require management to make significant estimates, judgements and assumptions are consistent with those applied and disclosed in the Company's annual consolidated financial statements for the year ended December 31, 2025.

(Expressed in Canadian Dollars) (Unaudited)

4. CASH AND CASH EQUIVALENTS

($)	**June 30 2026**	December 31 2025
Cash	**29,691,122**	67,326,523
Cashable GIC	**71,391,702**	20,400,604
	101,082,824	87,727,127

5. SHORT TERM INVESTMENTS

($)	**June 30 2026**	December 31 2025
Cashable GIC	**–**	20,000,000
	–	20,000,000

In 2025, the Company invested in a 180-day cashable GIC, with a maturity date of May 26, 2026, and a fixed interest rate of 2.70%.

6. ACCOUNTS RECEIVABLE AND PREPAID EXPENSES

($)	**June 30 2026**	December 31 2025
Advances and prepaid expenses	**800,543**	849,168
Other receivables	**64,282**	393,107
Tax receivable	**2,218,609**	1,197,540
	3,083,434	2,439,815

7. RESTRICTED CASH

The Company’s restricted cash is comprised mainly of cash collateral held with a U.S. financial institution, which has pledged to the surety provider the surety bond accepted by the Alaskan regulatory authorities. It will be released once reclamation work has been performed and assessed by the Alaskan regulatory authorities.

8. INVESTMENTS

The Company's investments are classified as fair value through other comprehensive income ("FVTOCI") and are carried at fair value.

Company	**Number of Shares**	**June 30 2026**	Number of Shares	December 31 2025
		($)		($)
Novamera Inc.	**88,133**	**1,497,089**	88,133	1,443,991
		1,497,089		1,443,991

(Expressed in Canadian Dollars) (Unaudited)

9. PROPERTY AND EQUIPMENT

($)	Land	Buildings(i)	Furniture and Equipment	Vehicles(ii)	Field Equipment	**Total**
Cost						
At January 1, 2026	1,496,909	1,861,206	694,969	469,574	2,675,787	7,198,445
Additions	–	1,036,250	77,329	200,264	51,716	1,365,559
Disposals	–	–	–	–	–	–
Translation adjustment	–	–	–	–	94,883	94,883
At June 30, 2026	1,496,909	2,897,456	772,298	669,838	2,822,386	8,658,887
Accumulated amortization						
At January 1, 2026	–	(1,006,563)	(600,537)	(289,810)	(1,404,300)	(3,301,210)
Amortization for the period	–	(100,903)	(26,284)	(54,503)	(244,665)	(426,355)
Translation adjustment	–	–	–	–	(56,808)	(56,808)
At June 30, 2026	–	(1,107,466)	(626,821)	(344,313)	(1,705,773)	(3,784,373)
Net book value June 30, 2026	**1,496,909**	**1,789,990**	**145,477**	**325,525**	**1,116,613**	**4,874,514**

(i) Buildings include right-of-use assets with net book value of $1,064,380 (December 31, 2025 – $113,284).
(ii) Vehicles and equipment include right-of-use assets with net book value of $271,863 (December 31, 2025 – $124,417).

($)	Land	Buildings(i)	Furniture and Equipment	Vehicles(ii)	Field Equipment	**Total**
Cost						
At January 1, 2025	1,496,909	2,068,639	627,800	270,930	2,965,276	7,429,554
Additions	–	44,780	37,079	136,949	68,977	287,785
Disposals	–	(252,213)	–	(139,120)	–	(391,333)
Transfer	–	–	30,090	200,815	(230,905)	–
Translation adjustment	–	–	–	–	(127,561)	(127,561)
At December 31, 2025	1,496,909	1,861,206	694,969	469,574	2,675,787	7,198,445
Accumulated amortization						
At January 1, 2025	–	(1,000,883)	(537,322)	(184,366)	(1,189,358)	(2,911,929)
Amortization for the period	–	(250,262)	(39,877)	(52,514)	(493,787)	(836,440)
Disposals	–	252,209	–	142,886	–	395,095
Transfer	–	(7,627)	(23,338)	(195,816)	226,781	–
Translation adjustment	–	–	–	–	52,064	52,064
At December 31, 2025	–	(1,006,563)	(600,537)	(289,810)	(1,404,300)	(3,301,210)
Net book value December 31, 2025	**1,496,909**	**854,643**	**94,432**	**179,764**	**1,271,487**	**3,897,235**

(Expressed in Canadian Dollars) (Unaudited)

10. MINERAL PROPERTIES

As of June 30, 2026 and December 31, 2025, the accumulated acquisition costs with respect to the Company's interest in mineral properties, consisted of the following:

	Balance January 1 2026	Additions	Sale of royalty (b)	**Balance June 30 2026**
	($)	($)	($)	**($)**
Goliath Property (a)	17,519,860	–	–	17,519,860
Goldlund Gold Property (a)	83,906,996	–	–	83,906,996
Weebigee Project	1,952,352	–	–	1,952,352
Niblack Project	15,993,732	–	–	15,993,732
Goldboro Gold Project	20,761,807	–	–	20,761,807
	140,134,747	–	–	140,134,747

	Balance January 1 2025	Additions	Sale of royalty (b)	Balance December 31 2025
	($)	($)	($)	($)
Goliath Property (a)	17,519,860	–	–	17,519,860
Goldlund Gold Property (a)	83,906,996	–	–	83,906,996
Weebigee Project	1,952,352	–	–	1,952,352
Niblack Project	15,993,732	–	–	15,993,732
Goldboro Gold Project (b)(c)	43,870,667	9,605,490	(32,714,350)	20,761,807
	163,243,607	9,605,490	(32,714,350)	140,134,747

Goliath Property

The Goliath Property is in the Kenora Mining Division in northwestern Ontario, 20 km east of the City of Dryden and 325 km northwest of the port City of Thunder Bay.

Goldlund Property

The Goldlund Property (including the Miller Property) is located adjacent to the Goliath Property, in the Kenora Mining Division in northwestern Ontario.

Weebigee Project

The Weebigee Project, is located near Sandy Lake, north of Red Lake in Northwestern Ontario.

Niblack Project

The Niblack Project is 100%-owned by the Company, consists of the Niblack property located on Prince of Wales Island, some 27 miles from Ketchikan, Alaska, and includes certain site plant and equipment assets.

Goldboro Project

The Goldboro Project is a 100% owned advanced exploration and gold development project located in southeast Nova Scotia.

(a) Sale of Royalty to Sprott Resource Streaming and Royalty (B) Corp

On April 11, 2022, the Company sold the Sprott Royalty on the properties that comprise the Goliath Complex (the Goliath, Goldlund and Miller Properties) to SRSR for gross proceeds of $25,178,000 (US$20.0 million). The Sprott Royalty applies to sales of precious and base metals from all of the claims which comprise the Goliath Gold Complex.

The Company has a one-time option (the "Buy-Down Option") to buy back 50% of the Sprott Royalty based upon the schedule set out below. Upon the achievement of 1.5 million ounces of gold production, the royalty will automatically reduce by 50% for no additional consideration by the Company. Proceeds will be used to complete ongoing work to deliver a feasibility study for the Goliath Complex and for general corporate and working capital purposes.

The Buy-Down Option would reduce the applicable royalty percentage by 50% and 50% of any remaining minimum payments (currently US$675,000 per quarter (see Note 13a)) by exercising its option and paying the applicable amount below (see Note 13 for updated terms):

(i) On or before December 31, 2024 – US$14.0 million;
(ii) From January 1, 2025 until December 31, 2025 – US$16.0 million;
(iii) From January 1, 2026 until December 31, 2026 – US$17.0 million;
(iv) From January 1, 2027 until December 31, 2027 – US$18.25 million; or
(v) From January 1, 2028 until December 31, 2028 – US$19.5 million.

(b) Sale of Royalty to Nebari Royalty I ULC

On December 13, 2024, the Company sold to Nebari Royalty I ULC a 0.6% net smelter returns royalty (the "Nebari Royalty") on the property that comprises the Goldboro Project for the gross proceeds of $8,538,600 (US$6.0 million). The Nebari Royalty applied to sales of precious and base metals, from specific claims which form part of the Goldboro property.

The Company had a one-time option (the "Goldboro Buy-Down Option") to buy back the Nebari Royalty by exercising its option within the 30-month period and paying the applicable amount below:

(i) On or before December 12, 2025 – US$7.2 million
(ii) From December 13, 2025 until December 12, 2026 – US$8.4 million
(iii) From December 13, 2026 until June 13, 2027 – US$9.6 million.

The Goldboro Buy-Down Option could be settled in cash, or common shares if mutually agreed. If the Nebari Royalty had not been repurchased by June 13, 2027, the royalty percentage would increase to 2.0% thereafter.

On September 29, 2025, management exercised its Goldboro Buy-Down Option and bought back the Nebari Royalty, through cash settlement of US$6,900,000 ($9,605,490), based on renegotiated terms.

(c) Sale of Royalty to Appian Capital Advisory Limited

On September 29, 2025, the Company sold to Appian Capital Advisory Limited ("Appian") a 2.9% net smelter returns royalty (the "Appian Royalty") on the property that comprises the Goldboro Project, for gross proceeds of $33,410,400 (US$24.0 million). Under the terms of the transaction, the Company was required to pay for Appian's transaction costs of US$500,000 ($696,050). The Appian Royalty applies to all minerals produced from the Goldboro Project up until 1,250,000 ounces of gold or gold equivalent is achieved, and thereafter only on gold, for the life of the Goldboro Project.

Per the terms of the Appian Royalty agreement, prior to commercial production being achieved at the Goldboro Project, certain minimum payments will be implemented if construction of the Goliath Complex in Ontario is also started, or started in advance of the Goldboro Project. No minimum payments are payable if the Goliath Complex does not begin construction prior to the Goldboro Project achieving commercial production. As at June 30, 2026, neither project had started construction.

(Expressed in Canadian Dollars) (Unaudited)

The Company has the option, at its discretion, to buy 1.9% of the net smelter return of the Appian Royalty (the "Appian Buy-Down Option"), bringing the Appian Royalty down to 1.0% of net smelter returns, by paying the applicable amount below:

(i) On or before September 29, 2028 – US$29.0 million; or
(ii) From September 30, 2028 until September 29, 2029 – US$30.5 million

11. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

($)	**June 30 2026**	December 31 2025
Trade accounts payable	**2,851,054**	2,000,920
Accrued liabilities	**6,061,114**	2,804,109
	8,912,168	4,805,029

12. LONG TERM PAYABLES

The present value of long-term debt payable at June 30, 2026 and December 31, 2025 is as follows:

($)	Nebari Debt (a)	Lease Payable (b)	**June 30 2026**
Loan amount (b)	–	1,498,260	**1,498,260**
Unaccreted amount	–	(161,632)	**(161,632)**
Carrying value of payables	–	1,336,628	**1,336,628**
Current portion of payables	–	(283,955)	**(283,955)**
Long-term payables	–	1,052,673	**1,052,673**

($)	Nebari Debt (a)	Lease Payable (b)	**December 31 2025**
Loan amount (b)	–	260,656	**260,656**
Unaccreted amount	–	(10,670)	**(10,670)**
Carrying value of payables	–	249,986	**249,986**
Current portion of payables	–	(153,737)	**(153,737)**
Long-term payables	–	96,249	**96,249**

(a) Nebari Debt

($)	**June 30 2026**	December 31 2025
Beginning balance	**–**	15,832,724
Accretion recognized	**–**	1,434,076
Interest accrued	**–**	1,457,322
Interest paid	**–**	(1,457,322)
Loss on debt extinguishment	**–**	1,119,781
Foreign exchange adjustment	**–**	(561,600)
Repayment	**–**	(17,824,981)
Long-term debt	**–**	–

On December 13, 2024, the Company entered into a $17,077,200 (US$12,000,000) facility (the "Nebari Facility") with Nebari Natural Resources Credit Fund I, LP, Nebari Natural Resources Credit Fund II, LP and Nebari Gold Fund 1, LP (collectively "Nebari"). The Nebari Facility had a 30-month term with a fixed interest rate of 11.4%, payable monthly in arrears. The Nebari Facility was repayable by June 13, 2027, and secured against both the Goliath Complex and Goldboro Project.

(Expressed in Canadian Dollars) (Unaudited)

As part of the agreement, Nebari was issued 3,160,602 warrants (Note 16), with each whole warrant exercisable until June 13, 2027 at an exercise price of $1.00 per warrant. The warrants were assigned a fair value of $821,685 using the Black-Scholes options model with the following assumptions: share price $0.74, dividend yield 0%, expected volatility 69.35%, based on historical volatility, a risk-free interest rate of 3.03% and an expected life of 2.5 years.

The Company deducted total transaction costs, including the fair value of warrants, of $1,454,644 from the carrying value of the Nebari Facility, which would be amortized over the term of the debt.

The Nebari Facility was subject to compliance with certain financial covenants including a minimum consolidated cash balance of $2,000,000, minimum consolidated working capital balance of at $2,000,000, and no more than 20% of accounts payable greater than 45 days.

Subject to certain mandatory prepayment conditions, the Company had the option to prepay, in part or full, at management's discretion, the Nebari Facility in minimum prepayment amounts of $1,000,000. If paid within 12 months of the closing date of the transaction, Nebari would be entitled to a make-whole payment equal to a minimum return of 12 months' interest, calculated at the fixed interest rate of 11.4%.

On September 29, 2025, the Company fully repaid the Nebari debt. Under the terms of agreement, the Company was required to pay the outstanding principal balance of US$12,000,000, commitment fees, including any amount of the make whole threshold which remains owing, early repayment fee and Nebari's transaction fees and expenses, with the total repayment amounting to US$12,804,382 ($17,824,981).

All unrecognized deferred transaction costs were fully recognized in the Consolidated Statements of Operations on the derecognition of the Nebari debt ($1,434,076).

(b) Lease Payable

During the six-month period, the Company entered into five three-year lease agreements for vehicles to be used at the Goldboro project site as well as entered into a lease amendment relating to the extension and expansion of the Company's corporate offices for a further 60 months, commencing July 1, 2026.

As at June 30, 2026, the Company is committed to pay $1,498,260 (December 31, 2025 – $260,656) through monthly payments until the end of the lease agreements.

13. SRSR PAYMENT OBLIGATION

($)	**June 30 2026**	December 31 2025
Opening balance	**7,570,571**	9,040,425
Accretion	**309,531**	825,852
Repayment	**(1,870,089)**	(1,865,340)
Foreign exchange revaluation	**239,868**	(430,366)
Carrying value of the SRSR payment obligation	**6,249,881**	7,570,571
Current portion of the SRSR payment obligation	**(3,440,833)**	(3,161,473)
Long-term portion of SRSR payment obligation	**2,809,048**	4,409,098

(Expressed in Canadian Dollars) (Unaudited)

(a) Sprott Resource Streaming and Royalty Corp

In connection with the Sprott Royalty (see Note 10), the Company is required to make minimum payments of US$500,000 to SRSR payable quarterly until the earlier of December 31, 2027 or the date that commercial production is declared.

(i) On May 1, 2024, the Company modified the terms of the Sprott Royalty on closing of the Transaction, whereby SRSR will forego receiving the quarterly minimum payments for the next four quarterly payments. In exchange, the quarterly minimum payment increased to US$675,000 and the last date of payment will be the earlier of the declaration of commercial production, or January 11, 2028.

As a result of the modified terms related to the quarterly minimum payments, the fair value of the Sprott Royalty was revalued. The fair value change in the SRSR payment obligation was determined to be $506,940 and was recorded as a gain on debt modification, in the profit and loss for the year.

The Company may elect to satisfy the payment on the loan in cash and/or the issuance of Common Shares of the Company at a price per Common Share equal to the greater of: (a) a 5% discount to the five-day volume-weighted average price of the five consecutive trading days prior to the date payment is due and (b) the maximum permitted discount by the TSXV, at the Company's sole discretion. The minimum payments are secured by a general security agreement and is registered against the Company's assets.

During the six-month period ended June 30, 2026, the Company made payments, valued at $1,870,089 (US$1,350,000), through the issuance of 1,190,191 Common Shares (December 2025: $1,865,340 through the issuance of 1,912,791 common shares).

The Company entered into an agreement within the scope of IFRS 9 'Financial Instruments'. The initial fair value of the financial liability was determined using a discount rate of 10.2%. After initial recognition, the SRSR obligation is carried at amortized cost using the effective interest rate method. As at June 30, 2026 (December 31, 2025 - $7,570,571), the SRSR obligation was $6,249,881 (US$4.4 million).

14. FLOW-THROUGH PREMIUM

($)	**June 30 2026**	December 31 2025
Opening balance	**1,301,250**	959,864
Initial recognition (i)	**2,666,664**	1,429,920
Flow-through share premium recovery (ii)	**(1,258,390)**	(1,088,534)
Closing balance	**2,709,524**	1,301,250

(i) On June 26, 2026, the Company issued 6,060,600 Canadian Exploration Expenditures ("CEE") flow-through Common Shares at a price of $1.65 per share by way of private placement for gross proceeds of $9,999,990. A value of $2,666,664 was attributed to the flow-through share premium liability in connection with the financing using a fair market value of $1.21 per share.

On October 31, 2025, the Company issued 7,944,000 CEE flow-through Common Shares at a price of $1.58 per share by way of private placement for gross proceeds of $12,551,520. A value of $1,429,920 was attributed to the flow-through share premium liability in connection with the financing using a fair market value of $1.40 per share.

(ii) During the six-month period, a flow-through share premium recovery was recognized as a result of incurring eligible flow-through exploration expenditures during the period. All flow-through exploration expenditures were renounced in favour of the flow-through shareholders.

(Expressed in Canadian Dollars) (Unaudited)

15. CAPITAL STOCK

(a) Authorized – Unlimited common shares

COMMON SHARES	Number of Shares	Stated Value ($)
Balance, December 31, 2024	**143,505,049**	**288,833,008**
Issuance of shares private placement, net of issue costs (i)	83,334,000	104,014,865
Issuance of warrants at fair value for private placement (i)	–	(21,666,535)
Issuance of shares for flow-through common shares (i)	7,944,000	11,911,177
Flow-through share premium liability (Note 14)	–	(1,429,920)
Issuance of shares for SRSR payment obligation, net of issue costs (ii)	1,912,791	1,855,055
Warrants exercised (Note 16)	3,268,402	3,963,126
Warrants forfeited (Note 16)	–	298,756
Stock options exercised (Note 17)	244,434	366,410
Restricted share units redeemed (Note 17)	1,668,843	1,974,029
Share units redeemed (Note 17)	114,367	84,631
Return of shares to treasury	(174,010)	–
Balance, December 31, 2025	**241,817,876**	**390,204,602**
Issuance of shares for SRSR payment obligation, net of issue costs (ii)	1,190,191	1,860,740
Issuance of shares for flow-through common shares, net of issue cost (i)	6,060,600	9,930,490
Flow-through share premium liability (Note 14)	–	(2,666,664)
Warrants exercised (Note 16)	5,265,280	6,789,742
Warrants forfeited (Note 16)	–	348,746
Stock options exercised (Note 17)	158,540	289,152
Restricted share units redeemed (Note 17)	539,748	522,722
Share units redeemed (Note 17)	5,431	4,019
Balance, June 30, 2026	**255,037,666**	**407,283,549**

(i) On June 26, 2026, the Company raised flow-through financing, with gross proceeds amounting to $9,999,990 (Note 14) and incurring issuance costs of $69,500.

On October 31, 2025, the Company closed a brokered private placement financing, raising gross proceeds of $100,000,800 and incurring issuance costs of $5,101,761, through the issuance of 69,445,000 units. Each unit was comprised of one Common Share and one common share purchase warrant, which were assigned a relative fair value of $19,585,752 (Note 16). On the same day, the Company raised flow-through financing, with gross proceeds amounting to $12,551,520 (Note 14) and incurring issuance costs of $640,343.

On April 9, 2025, the Company closed a brokered private placement financing, raising gross proceeds of $10,000,080, and incurring issuance costs of $884,254, through the issuance of 13,889,000 units. Each unit was comprised of one Common Share and one common share purchase warrant, which were assigned a relative fair value of $2,080,783 (Note 16)

(ii) During the six-month period, the Company issued 1,190,191 shares (December 31, 2025: 1,912,791 shares) to SRSR in relation to the Sprott Royalty quarterly repayment obligation of US$1,350,000 ($1,870,090), incurring $9,350 related to the cost of issuance (December 31, 2025: US$1,350,000 ($1,855,055 net of $10,285 in issuance costs)) (Note 13).

(Expressed in Canadian Dollars) (Unaudited)

16. WARRANTS

The following table reflects the continuity of warrants for the period and year ended June 30, 2026 and December 31, 2025, respectively:

	Number of Warrants at June 30 2026	Number of Warrants at December 31 2025	**Weighted Average Exercise Price 2026**	Weighted Average Exercise Price 2025
			($)	($)
Balance, beginning of year	**107,197,328**	34,985,310	**1.64**	1.44
Exercised	**(5,265,280)**	(3,268,402)	**1.10**	0.97
Issued (i)	**–**	83,334,000	**–**	1.78
Expired	**(1,541,372)**	(7,853,580)	**1.77**	(2,46)
Balance, end of the period	**100,390,676**	107,197,328	**1.67**	1.64

The issued and outstanding warrants are comprised as follows:

Expiry Date	**Number of Warrants at June 30 2026**	Number of Warrants at December 31 2025	Exercise Price ($)
June 15, 2026	–	2,055,161	1.76
November 6, 2026	**3,092,500**	4,975,000	1.05
November 6, 2026	**150,423**	150,900	0.95
December 11, 2026	**5,342,447**	6,749,709	0.95
June 13, 2027	**1,580,301**	1,580,301	1.00
July 2, 2027	**6,913,623**	6,956,498	1.40
October 25, 2027	**69,425,000**	69,445,000	1.92
April 9, 2028	**12,500,000**	13,889,000	1.05
December 19, 2028	**1,386,382**	1,395,759	0.84
	100,390,676	107,197,328	

(i) In connection with the private placement on October 31, 2025, the Company issued 69,445,000 warrants, with each warrant being exercisable within 24 months of closing date at an exercise price of $1.92. The warrants were assigned a relative fair value of $19,585,752 using the Black-Scholes options model with the following assumptions: share price $1.40, dividend yield 0%, expected volatility 59,88%, based on historic volatility, a risk-free interest rate of 2.62% and an expected life of 24 months.

In connection with the private placement on April 9, 2025, the Company issued 13,889,000 warrants, with each warrant being exercisable within 36 months of closing date at an exercise price of $1.05. The warrants were assigned a relative fair value of $2,080,783 using the Black-Scholes options model with the following assumptions: share price $0.65, dividend yield 0%, expected volatility 57.37%, based on historic volatility, a risk-free interest rate of 2.63% and an expected life of 36 months.

The weighted average life of the outstanding warrants at June 30, 2026 is 1.29 years (December 31, 2025 – 1.64 years).

(Expressed in Canadian Dollars) (Unaudited)

17. SHARE-BASED PAYMENTS

On June 26, 2024, Company shareholders renewed the 2024 Arrangement Omnibus Equity Incentive Plan, as amended (the “2024 Plan”), which is subject to annual shareholder approval. The Board amended the 2024 Plan on August 12, 2025 to clarify the deferred settlement provisions for restricted share units, consistent with historical practice, and again on May 8, 2026 to remove the annual cap on director equity awards and clarify that vesting conditions for deferred share units may be established by the Board and set out in the applicable award agreement.

On July 3, 2024 and December 13, 2024, the Company acquired Blackwolf Copper and Gold Ltd. and Signal Gold Inc., respectively. The previous equity incentive plans of the Company, Blackwolf and Signal Gold (the "Legacy Plans") continue to be authorized for the sole purpose of facilitating the vesting and exercise of existing awards previously granted under the Legacy Plans. Once the existing awards granted under the Legacy Plans are exercised or terminated, the Legacy Plans will terminate and be of no further force or effect.

The 2024 Incentive Plan provides flexibility to the Company to grant equity-based incentive awards in the form of stock options, RSUs, performance share units and deferred share units (“DSUs”). The Incentive Plan is a “rolling” plan which, subject to the adjustment provisions provided for therein (including a subdivision or consolidation of Common Shares), provides that the maximum aggregate number of Common Shares reserved by the Company for issuance, and which may be purchased upon the exercise of all equity grants (and including awards granted under the Legacy Plan) shall not exceed 10% of the issued and outstanding Common Shares from time to time. Limits have also been set in respect of the maximum number of awards that may be issued to Company insiders in any one-year period. As at June 30, 2026, the Company had an additional 17,896,812 (December 31, 2025 – 17,191,647) securities available for issuance under the plan.

Share-based payment expense recognized for the six-month period ended June 30, 2026 totaled $1,913,462 (June 30, 2025 - $1,450,670, and included expenses of $382,493 for stock options, $877,956 for vested RSUs, $620,520 for DSUs and $32,493 for share units .

(a) Stock Options

	Number of Stock Options at June 30 2026	Number of Stock Options at December 31 2025	**Weighted Average Exercise Price 2026**	Weighted Average Exercise Price 2025
			($)	($)
Balance, at beginning of year	**3,051,817**	3,075,695	**1.39**	1.63
Options granted	**197,500**	1,115,000	**1.78**	1.37
Exercised	**(158,540)**	(244,434)	**(1.15)**	(1.06)
Expired	**(82,229)**	(894,444)	**(2.32)**	(2.25)
Balance at end of the period	**3,008,548**	3,051,817	**1.41**	1.39

The weighted average life of the outstanding options at June 30, 2026 is 2.77 years (December 31, 2025 – 3.02 years).

At June 30, 2026, 977,291 stock options were fully vested and exercisable (December 31, 2025 – 1,130,146).

(Expressed in Canadian Dollars) (Unaudited)

The outstanding stock options are comprised as follows:

Grant Date	**Expiry Date**	**Number of Options at June 30 2026**	Number of Options at December 31 2025	Exercise Price ($)
March 10, 2023	March 10, 2026	**–**	53,750	1.28
May 17, 2023	May 17, 2026	**–**	18,750	1.24
July 24, 2023	July 24, 2026	**–**	37,500	1.09
May 24, 2024	May 24, 2029	**58,335**	64,167	0.96
May 24, 2024	May 28, 2026	**–**	46,875	1.04
July 3, 2024	April 4, 2027	**59,182**	59,182	4.64
July 3, 2024	June 26, 2028	**193,481**	193,481	2.32
July 15, 2024	July 15, 2029	**1,333,334**	1,333,334	1.00
October 18, 2024	October 18, 2027	**25,000**	25,000	0.77
December 13, 2024	February 26, 2026	**–**	13,062	6.19
December 13, 2024	February 24, 2027	**11,941**	11,941	5.95
December 13, 2024	May 24, 2027	**12,440**	12,440	4.02
December 13, 2024	March 6, 2028	**100,263**	100,263	2.50
October 17, 2025	October 17, 2028	**600,000**	600,000	1.51
December 15, 2025	December 15, 2028	**150,000**	150,000	1.68
December 13, 2024	March 4, 2029	**217,072**	217,072	0.73
November 17, 2025	November 16, 2030	**85,000**	115,000	1.44
February 6, 2026	February 6, 2031	**162,500**	–	1.78
		3,008,548	3,051,817	

- On February 6, 2026, the Company granted 197,500 stock options to employees. The options are exercisable for Common Shares at an exercise price of $1.78, vest one third on the first, second and third anniversaries of the date of grant and expire on February 6, 2031. The fair value assigned was estimated using the Black-Scholes option pricing model with the following assumptions: share price $1.78, dividend yield 0%, expected volatility 62.23% based on historical volatility, a risk-free interest rate of 2.97% and an expected life of five years. As a result, the fair value of the stock options was estimated at $186,894 and will be recognized in the statements of operations over the periods the stock options vest.

(b) Restricted Share Units (RSUs)

For the six-month periods ended June 30, 2026 and June 30, 2025, the Company recognized share-based payment expense related to the vesting of RSUs amounting to $877,956 (June 30, 2025 - $1,106,397) being charged to stock-based compensation expense. RSU's are exercisable once the RSUs have vested; as at June 30, 2026, 944,614 had vested (December 31, 2025 – 1,322,702).

	Number of Units at June 30 2026	Number of Units at December 31 2025	**Weighted Fair Value June 30 2026**	Weighted Fair Value December 31 2025
			($)	($)
Balance, at beginning of year	**2,817,916**	**3,801,296**	**1.24**	1.14
Granted	**992,610**	**1,038,130**	**1.78**	1.43
Exercised	**(539,748)**	**(1,668,843)**	**(0.97)**	1.18
Forfeited	**(135,955)**	**(352,667)**	**(1.28)**	0.96
Balance at end of the period	**3,134,823**	**2,817,916**	**1.46**	1.24

On February 6, 2026, the Company granted 992,610 RSUs with an expiry date of December 31, 2029 to officers and employees of the Company. The RSUs vest one-third on the first, second and third anniversaries of the date of grant. The fair value assigned to the RSUs was estimated using the volume-weighted average price of Common Shares on the TSXV for the five trading days immediately preceding the grant date and recognized over the vesting period.

(Expressed in Canadian Dollars) (Unaudited)

(c) Deferred share Units (DSUs)

For the six-month periods ended June 30, 2026 and June 30, 2025, the Company recognized deferred share unit expense related to the vesting of DSUs amounting to $620,520 (June 30, 2025 - $nil) being charged to stock-based compensation expense. DSUs may be settled only after the DSUs have vested and the holder is no longer employed by, or providing services to, the Company. As at June 30, 2026, 69,444 DSUs had vested.

	Number of Units at June 30-2026	Number of Units at December 31 2025	**Weighted Fair Value June 30 2026**	Weighted Fair Value December 31 2025
			($)	($)
Balance, at beginning of year	**534,719**	–	**1.44**	–
Granted	**348,607**	534,719	**1.78**	1.44
Balance at end of the period	**883,326**	534,719	**1.57**	1.44

On February 6, 2026, the Company granted 348,607 DSUs to directors of the Company, with an expiration date based on a director's resignation or retirement date. The DSUs vest one-third on the first, second and third anniversaries of the date of grant. The full fair value was recognized on grant date in accordance with the terms of the 2024 equity plan. The fair value assigned to the DSUs was estimated using the volume-weighted average price of Common Shares on the TSXV for the five trading days immediately preceding the grant date and recognized over the vesting period.

(d) Share Units ("SUs")

For the six-month period ended June 30, 2026 and June 30, 2025, the Company recognized share unit expense related to the vesting of SUs amounting to $32,493 (June 30, 2025 - $56,211) being charged to stock-based compensation expense. SUs can be settled once the SUs have vested. As at June 30, 2026, 490,817 had vested (December 31, 2025 – 475,356).

	Number of Units at June 30 2026	Number of Units at December 31 2025	**Weighted Fair Value June 30 2026**	Weighted Fair Value December 31 2025
			($)	($)
Balance, at beginning of year	**585,689**	700,056	**0.74**	0.74
Exercised	**(5,431)**	(114,367)	**(0.74)**	(0.74)
Balance at end of the period	**580,258**	585,689	**0.74**	0.74

(Expressed in Canadian Dollars) (Unaudited)

18. EXPLORATION AND EVALUATION EXPENDITURE

Exploration and evaluation expenditures comprised of the following amounts during the period:

	Three months ended		Six months ended	
($)	**June 30 2026**	June 30 2025	**June 30 2026**	June 30 2025
Drilling	**3,792,701**	3,402,674	**6,190,495**	6,245,258
Field programs	**2,587,962**	923,106	**3,566,585**	1,461,229
Salaries and benefits	**1,467,665**	1,174,559	**3,421,815**	2,196,567
Environmental studies	**1,104,987**	413,491	**1,666,751**	1,134,944
Technical studies	**5,437,392**	912,921	**8,003,387**	1,998,099
Vehicle expenses	**12,543**	11,338	**26,462**	21,273
Site costs and utilities	**54,105**	38,764	**117,278**	34,988
Community relations	**104,590**	317,251	**231,745**	501,843
Other expenses	**237,978**	83,172	**305,917**	168,544
Royalty payments	**-**	(3,755)	**104,860**	105,025
	14,799,923	7,273,521	**23,635,295**	13,867,770

19. KEY MANAGEMENT COMPENSATION

Key management includes the Chief Executive Officer, President, Chief Financial Officer, Chief Operating Officer and members of the Board of Directors of the Company.

The compensation payable to key management is shown below:

	Three months ended		Six months ended	
($)	**June 30 2026**	June 30 2025	**June 30 2026**	June 30 2025
Salaries	**191,170**	275,576	**930,340**	565,712
Directors' fees (i)	**57,374**	66,055	**111,124**	132,192
Share based compensation (DSUs and RSUs) (ii)	**227,133**	418,884	**1,046,643**	888,117
	475,677	760,515	**2,088,107**	1,586,021

(i) Directors' fees outstanding as at June 30, 2026, was $nil (December 31, 2025 - $nil).

(ii) On February 06, 2026, 370,648 RSUs were granted to officers and 348,607 DSUs were granted to directors, with the fair value of the DSU grant being recognized in full pursuant to the terms of the 2024 Plan.

(Expressed in Canadian Dollars) (Unaudited)

20. COMMITMENTS AND CONTRACTUAL OBLIGATIONS AND CONTINGENCIES

(a) The Company has committed to spend $12,551,520 and $9,999,990 on CEE as part of the 2025 and 2026 flow-through financings (Note 15), respectively.

As at June 30, 2026, the Company has fulfilled the following flow-through commitments:

Flow-Through Financing Date	Spend Commitment Date	Spend Commitment	Amount Spent June 30, 2026
October 31, 2025	December 31, 2026	12,551,520	12,175,304
June 29, 2026	December 31, 2027	9,999,990	-
Total		**22,551,510**	**12,175,304**

All flow-through spending commitments from previous flow-through financings have been fulfilled.

(b) The Company has royalty obligations on its various material mineral properties as follows:

- A 1.0% royalty capped at $1,000,000 of total payments over the exploration licenses acquired in November 2022 for the Goldboro Project.
- A 2% gross royalty on eight exploration licenses that form part of the Goldboro Project, including two exploration licenses acquired in July 2023.
- A 2% gross royalty on sixteen exploration licenses to the west of the Goldboro Deposit acquired in July 2023.
- Certain underlying royalties and payment obligations of $105,000 per year remain on 13 of the 25 patented land parcels, related to the Goliath property (Note 18);
- The Sprott Royalty (Note 13); and
- The Appian Royalty (Note 9).

21. FINANCIAL RISK FACTORS

(a) Capital Management

The Company manages its capital structure and makes appropriate adjustments, based on the funds available to the Company, to support the acquisition, exploration and development of mineral properties. 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 Company considers capital from two perspectives: its working capital position and its capital stock, warrant, and stock option components of its shareholders' equity.

At June 30, 2026, the Company has a working capital of $93,026,391 excluding the flow-through share premium liability (December 31, 2025 - $103,490,694) and capital stock, warrants and contributed surplus total $463,697,938 (December 31, 2025 - $446,689,675).

To effectively manage the Company's capital requirements, management has put in place a rigorous planning, budgeting, and forecasting process to help determine the funds required to ensure the Company has the appropriate liquidity to meet its operating and growth objectives. The Company ensures that there are sufficient committed loan facilities and planned future capital raises to meet its short-term business requirements, considering its anticipated cash flow from operations and its holding of cash and cash equivalents and marketable securities.

At June 30, 2026, the Company expects its capital resources and projected future cash flows from financing to support its normal operating requirements on an ongoing basis, and planned development and exploration of its mineral properties and other expansionary plans.

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. To carry out the planned exploration and pay for administrative costs, the Company will spend its existing working capital and 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 or 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 and six-month periods ended June 30, 2026.

(b) Risk Disclosures

Exposure to credit, interest rate and currency risks arises in the normal course of the Company’s business.

(c) Credit Risk

As at June 30, 2026, the Company had a cash and cash equivalents balance of $101,082,824 (December 31, 2025 – $87,727,127) and short-term cash investments balance of $nil (December 31, 2025 – $20,000,000). The Company's current policy is to invest excess cash in investment grade short-term deposit certificates issued by its banking institutions. The Company periodically monitors the investments it makes and is satisfied with the credit ratings of its banks. There is no significant credit risk in respect of receivables.

(d) Interest Rate Risk

The Company has exposure to interest rate risk since the Company’s cashable GIC cash balances are linked to the prime lending rate.

(e) Market Price Risk

Market risk is the risk of loss that may arise from changes in market factors such as interest rates, foreign exchange rates, commodity prices and/or stock market movements (“price risk”). The Company has minimum payment obligations, denominated in U.S. dollars, which are subject to fluctuations in the stock market.

(f) Foreign Currency Risk

The Company is exposed to foreign currency risk on financial assets and liabilities that are denominated in a currency other than the Canadian dollar. The currency giving rise to this risk is primarily the US dollar. The balance of net monetary liabilities in such currency as of June 30, 2026 was $4,954,066 (December 31, 2025 - $4,394,961).

(g) Liquidity Risk

The Company is exposed to liquidity risk primarily because of its trade accounts payable and its debt. The Company's approach to managing liquidity risk is to ensure that it will have sufficient liquidity to meet liabilities when due. As at June 30, 2026, the Company had a cash and cash equivalents balance of $101,082,824 (December 31, 2025 - $87,727,127) to settle current liabilities of $12,636,956 (December 31, 2025 - $8,120,239), excluding the flow-through share premium liability. All the Company's trade accounts payable have contractual maturities of less than 30 days and are subject to normal trade terms. The Company may elect to settle $3,440,833 of current liabilities (December 31, 2025 - $3,161,473) through the issuance of Common Shares (Note 13).

(h) Sensitivity Analysis

As at June 30, 2026 and December 31, 2025, the carrying and fair value amounts of the Company's financial instruments are approximately equivalent.

Based on management's knowledge and experience of the financial markets, the Company believes the following movement is "reasonably possible" over a twelve-month period.

(i) The Company is exposed to interest rate risk on fluctuations on cashable guaranteed investment certificate cash balances. A variance of 1% in the Canadian prime lending rate will affect the period Company's net comprehensive loss by approximately $16,477 (2025 - $5,292).

(ii) The Company is exposed to foreign currency risk on fluctuations of balances that are denominated in US currency related to cash and cash equivalents, accounts receivable, accounts payable, accrued liabilities, short-term and long-term debt. Sensitivity to a plus or minus 10% change in the foreign exchange rate would affect the net comprehensive loss by $495,407 (December 31, 2025 - $602,373).

(iii) The Company is exposed to market risk as it relates to its investments held in marketable securities. If market prices had varied by 10% from their June 30, 2026 fair market value positions, the comprehensive loss would have varied by $149,709 (December 31, 2025 – $144,389).

(i) Fair Value Hierarchy

The Company has designated its investments as FVTOCI, which are measured at fair value. The non-cash derivative liability is classified as FVTPL and is measured at fair value with unrealized gains or losses reported in the consolidated statements of operations.

Accounts payable and accrued liabilities, short-term and long-term debt are considered as other financial liabilities, which are measured at amortized cost which also approximates fair value. The fair value of long-term debt approximates their carrying amount due to the effective interest rate being close to the market rate.

The following summarizes the methods and assumptions used in estimating the fair value of the Company's financial instruments where fair value measurement is required. Fair value amounts represent point in time estimates and may not reflect fair value in the future. The measurements are subjective in nature, involve uncertainties and are a matter of significant judgement. The methods and assumptions used to develop fair value measurements, for those financial instruments where fair value is recognized in the statement of financial position, have been prioritized into three levels as per the fair value hierarchy. Level one includes quoted prices (unadjusted) in active markets for identical assets or liabilities. Level two includes inputs that are observable other than quoted prices included in level one. Level three includes inputs that are not based on observable market data. The carrying value of cash and cash equivalents and investments approximate their fair value.

(Expressed in Canadian Dollars) (Unaudited)

June 30, 2026	**Level One**	**Level Two**	**Level Three**
	($)	($)	($)
Investments	**–**	**–**	**1,497,089**
	–	**–**	**1,497,089**

December 31, 2025	**Level One**	**Level Two**	**Level Three**
	($)	($)	($)
Investments	**–**	**–**	**1,443,991**
	–	**–**	**1,443,991**

The Company's investment in Novamera is a Level 3 investment as the fair value is based on inputs which have a significant effect on fair value that are not observable from market data. The Company used a post-money valuation of US$10,000,000 to estimate a fully-diluted share price, current market conditions and recent operational milestones when determining the fair value. A discount rate of 15% was used to reflect a discount for lack of marketability for Novamera's common shares and preference shares. A 10% increase or decrease in the valuation would have resulted in an increase or decrease of $149,709 in the valuation for period ended June 30, 2026, assuming other variables remained unchanged. A 10% increase or decrease in the discount rate would have resulted in an increase or decrease of $28,419 in the valuation for period ended June 30, 2026, assuming other variables remained unchanged.

($)	**June 30 2026**	December 31 2025
Opening balance	**1,443,991**	1,515,947
Change in fair value	**53,098**	(71,956)
Closing balance	**1,497,089**	1,443,991

There have been no transfers between levels 1, 2, or 3 during 2026 and 2025.

22. SUBSEQUENT EVENTS

Subsequent to the period ended June 30, 2026, the Company issued 800,833 Common Shares, valued at $956,154 (US$675,000), to Sprott as part of the Sprott Royalty minimum quarterly payment obligation (Note 13).