NORTH PEAK RESOURCES

CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

FOR THE THREE AND SIX MONTHS ENDED

JUNE 30, 2026 AND 2025

(UNAUDITED - EXPRESSED IN CANADIAN DOLLARS)

NORTH PEAK RESOURCES

MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The accompanying unaudited condensed interim consolidated financial statements of North Peak Resources Ltd. (the "**Company**") are the responsibility of management and the Board of Directors.

The unaudited condensed interim consolidated financial statements have been prepared by management, on behalf of the Board of Directors, in accordance with the accounting policies disclosed in the notes to the unaudited condensed interim consolidated financial statements. Where necessary, management has made informed judgments and estimates in accounting for transactions which were not complete at the statement of financial position date. In the opinion of management, the unaudited condensed interim consolidated financial statements have been prepared within acceptable limits of materiality and are in accordance with International Accounting Standard 34 - Interim Financial Reporting using accounting policies consistent with International Financial Reporting Standards appropriate in the circumstances.

Management has established processes, which are in place to provide it with sufficient knowledge to support management representations that it has exercised reasonable diligence in that (i) the unaudited condensed interim consolidated financial statements do not contain any untrue statement of material fact or omit to state a material fact required to be stated or that is necessary to make a statement not misleading in light of the circumstances under which it is made, as of the date of, and for the periods presented by, the unaudited condensed interim consolidated financial statements and (ii) the unaudited condensed interim consolidated financial statements fairly present in all material respects the financial condition, results of operations and cash flows of the Company, as of the date of and for the periods presented by the unaudited condensed interim consolidated financial statements.

The Board of Directors is responsible for reviewing and approving the unaudited condensed interim consolidated financial statements together with other financial information of the Company and for ensuring that management fulfills its financial reporting responsibilities. An Audit Committee assists the Board of Directors in fulfilling this responsibility. The Audit Committee meets with management to review the financial reporting process and the unaudited condensed interim consolidated financial statements together with other financial information of the Company. The Audit Committee reports its findings to the Board of Directors for its consideration in approving the unaudited condensed interim consolidated financial statements together with other financial information of the Company for issuance to the shareholders.

Management recognizes its responsibility for conducting the Company’s affairs in compliance with established financial standards, and applicable laws and regulations, and for maintaining proper standards of conduct for its activities.

Notice to Reader

The accompanying condensed interim financial statements of the Company have been prepared by and are the responsibility of the Company’s management. The condensed interim financial statements have been prepared using accounting policies in compliance with International Financial Reporting Standards for the preparation of the condensed interim financial statements and are in accordance with IAS 34 – Interim Financial Reporting.

The Company’s independent auditor has not performed a review of these unaudited condensed interim financial statements in accordance with standards established by the Canadian Chartered Professional Accountants for a review of interim financial statements by an entity’s auditor.

The accompanying condensed interim financial statements of the Company have been prepared by and are the responsibility of management. The condensed interim financial statements as at and for the three and six months ended June 30, 2026 have not been reviewed by the Company's auditor.

NORTH PEAK RESOURCES

Condensed Interim Consolidated Statements of Financial Position
(Expressed in Canadian Dollars - Unaudited)

As at		**June 30, 2026**		December 31, 2025
ASSETS				
Current assets				
Cash and cash equivalents (note 3)	**$**	**5,320,415**	$	2,318,888
Reclamation bond receivable (note 4)		**639,792**		617,099
Receivables and prepayments		**249,247**		229,165
	$	**6,209,454**	$	3,165,152
Vehicles and equipment (note 5)		**96,265**		93,191
Right-of-use assets		**-**		-
Reclamation bonds (note 4)		**452,297**		411,254
Exploration and evaluation assets (notes 6, 10)		**11,468,811**		11,468,811
Total assets	**$**	**18,226,827**	$	15,138,408
LIABILITIES AND EQUITY				
Current liabilities				
Accounts payable and accrued liabilities	**$**	**178,777**	$	616,231
Accrued acquisition payment (note 6)		**-**		544,929
	$	**178,777**	$	1,161,160
Decommissioning liability (note 4)		**408,556**		394,065
Total liabilities	**$**	**587,333**	$	1,555,225
Shareholders' equity				
Share capital (note 7)		**51,331,345**		46,444,525
Contributed surplus (notes 7, 8)		**18,278,297**		17,306,618
Deficit		**(52,013,789)**		(50,019,947)
Accumulated other comprehensive gains (losses)		**43,641**		(148,013)
Total shareholders' equity		**17,639,494**		13,583,183
Total liabilities and shareholders' equity	**$**	**18,226,827**	$	15,138,408

Nature of operations and going concern (note 1)

Approved on behalf of the Board of Directors:

"Rupert Williams" *"John Thomson"*

Rupert Williams, Director

John Thomson, Director

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

NORTH PEAK RESOURCES

Condensed Interim Consolidated Statements of Loss and Comprehensive Loss
(Expressed in Canadian Dollars - Unaudited)

	Three Months Ended June 30		Six Months Ended June 30	
	2026	2025	**2026**	2025
Expenses (income)				
General and administration (notes 9, 11)	**$ 213,598**	$ 306,301	**$ 333,769**	$ 536,021
Professional fees	**77,977**	86,743	**42,924**	114,895
Investor relations and marketing	**265,240**	159,628	**473,481**	391,758
Exploration and evaluation expenses (note 10)	**481,068**	200,839	**795,006**	372,521
Share-based compensation (note 8, 11)	**290,876**	368,549	**391,606**	461,986
Interest income	**(33,347)**	(18,151)	**(42,944)**	(30,757)
Net loss and comprehensive loss for the period	**$ (1,295,412)**	$ (1,103,909)	**$ (1,993,842)**	$(1,846,424)
Currency translation	**32,296**	-	**191,654**	-
Comprehensive income (loss)	**$ (1,263,116)**	$ (1,103,909)	**$ (1,802,188)**	$(1,846,424)
Basic and diluted net loss per share	**$ (0.02)**	$ (0.03)	**$ (0.03)**	$ (0.05)
Weighted average number of common shares outstanding, basic and diluted	**49,973,642**	38,800,138	**47,362,689**	35,268,419

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

NORTH PEAK RESOURCES

Condensed Interim Consolidated Statements of Changes in Shareholders' Equity
(Expressed in Canadian Dollars - Unaudited)

	Share Capital Number of Shares	Share Capital Amount	Contributed Surplus	Accumulated Other Comprehensive Loss	Deficit	Total
Balance, December 31, 2024	**31,772,176**	**$39,477,363**	**$15,816,932**	**-**	**$(44,816,857)**	**$10,477,437**
				-		
Issued on private placement	9,031,666	5,418,999	-	-	-	5,418,999
Cost of issue	-	(147,715)	-	-	-	(147,715)
Warrants issued		(1,268,041)	1,268,041	-	-	-
Issued on exercise of stock options and warrants	300,000	313,620	(148,620)	-	-	165,000
Share-based compensation	-	-	461,986	-	-	461,986
Net and comprehensive loss for the year	-	-	-	-	(1,846,424)	(1,846,424)
Balance, June 30, 2025	**41,103,842**	**$43,794,225**	**$17,398,339**	**-**	**$(46,663,281)**	**$14,529,283**
Share issuance costs	-	(15,317)	-	-	-	(15,317)
Warrants issued	-	278,715	(278,715)	-	-	-
Shares issued for evaluation and exploration asset	3,000,000	2,220,000	-	-	-	2,220,000
Issued on exercise of stock options and warrants	177,300	$166,902	(49,552)	-	-	117,350
Share-based compensation	-	-	236,546	-	-	236,546
Net loss for the period	-	-	-	(148,013)	(3,356,666)	(3,504,679)
December 31, 2025	**44,281,142**	**$46,444,525**	**$17,306,618**	**$(148,013)**	**$(50,019,947)**	**$13,583,183**
December 31, 2025	**44,281,142**	**$46,444,525**	**$17,306,618**	**$(148,013)**	**$(50,019,947)**	**$13,583,183**
Issued on private placement	5,675,000	5,675,000	-	-	-	5,675,000
Cost of issue	-	(218,607)	-	-	-	(218,607)
Warrants issued	-	(591,733)	591,733	-	-	-
Warrants exercised	17,500	22,160	(11,660)	-	-	10,500
Share-based compensation	-	-	391,606	-	-	391,606
Net loss for the year	-	-	-	191,654	(1,993,842)	(1,802,188)
Balance, June 30, 2026	**49,973,642**	**$51,331,345**	**$18,278,297**	**$43,641**	**$(52,013,789)**	**$17,639,494**

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

NORTH PEAK RESOURCES

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

	Three Months Ended	Three Months Ended	Six Months Ended	Six Months Ended
	June 30, 2026	June 30, 2025	June 30, 2026	June 30, 2025
Operating activities				
Net loss for period	**$ (1,295,412)**	$ (1,103,909)	$ (1,993,842)	$ (1,846,424)
Share-based compensation (note 10)	**290,876**	368,549	391,606	461,986
Depreciation of right-of-use assets	**-**	10,891	-	21,782
Depreciation of equipment	**7,105**	12,279	11,847	24,561
Unrealized foreign exchange movement	**11,962**	(27,378)	153,838	(13,916)
Accretion of lease liability	**-**	4,368	-	4,368
Non-cash working capital items				
Receivables and prepayments	**(121,144)**	(21,018)	(20,082)	(13,916)
Accrued acquisition payment	**-**	-	(544,929)	-
Decommissioning liability	**8,108**	-	14,491	-
Accounts payable and accrued liabilities	**117,211**	(50,419)	(437,454)	907
	(981,294)	(768,966)	(2,424,525)	(1,374,114)
Investing activities				
Reclamation bonds (note 4)	**(25,920)**	(1,047,311)	(25,920)	(1,047,311)
Equipment purchases	**(14,921)**		(14,921)	
	(40,841)	(1,047,311)	(40,841)	(1,047,311)
Financing activities				
Private placement		5,418,999	5,691,328	5,418,999
Shares to be issued	**-**	(550,000)	-	-
Share issuance cost	**(1,826)**	(147,715)	(234,935)	(147,715)
Proceeds received on exercise of warrants		-	10,500	-
Proceeds received on exercise of options		165,000	-	165,000
Repayment of lease obligations		(10,302)	-	(24,962)
	(1,826)	4,875,982	5,466,893	5,411,322
Net change in cash	**(1,023,961)**	3,059,705	3,001,527	2,989,898
Cash, beginning of the period	**6,344,376**	1,403,367	2,318,888	1,373,175
Cash, end of the period	**5,320,415**	4,363,073	5,320,415	4,363,073

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

1. Nature of Operations and Going Concern

North Peak Resources Ltd. ("**North Peak**" of the "**Company**") was incorporated and organized on March 28, 2011, under the laws of Alberta, Canada. The Company is a Canadian based gold exploration and development company listed on the TSX Venture Exchange (the **"Exchange**") under the symbol "NPR".

The Company is currently focused on exploring and developing its Prospect Mountain Property ("**Prospect Mountain Property**") in Eureka, Nevada.

The head office of the Company is located at 30th Floor, 421 7th Avenue SW, Calgary, Alberta T2P 4K9 and the registered office is located at 1600, 421 - 7 Avenue SW, Calgary, Alberta T2P 4K9.

These Interim Financial Statements were prepared on a going-concern basis of presentation, which assumes that the Company will continue operations for the foreseeable future and be able to realize the carrying value of its assets and discharge its liabilities and commitments in the normal course of business. To date, the Company has not earned revenue and has an accumulated deficit of $52,013,789 at June 30, 2026. The Company's ability to continue as a going concern is dependent upon its ability to obtain additional financing and or achieve profitable operations in the future. Management is aware, in making its assessment, of material uncertainties related to events or conditions that cast significant doubt upon the Company's ability to continue as a going concern. These interim financial statements do not reflect adjustments that would be necessary if the going concern assumption were not appropriate. These adjustments could be material. Management will pursue financing and alternative funding options when necessary to meet the Company's requirements on an ongoing basis.

2. Basis of Preparation and Measurement

These unaudited condensed consolidated interim financial statements ("**Interim Financial Statements**") have been prepared in accordance with IAS 34, Interim Financial Reporting ("**IAS 34**"). They do not include all of the information and footnotes required by IFRS Accounting Standards as issued by the International Accounting Standards Board ("**IASB**") and interpretations issued by the Interpretations Committee. The interim financial statements should be read in conjunction with the Company's audited annual consolidated financial statements as at and for the years ended December 31, 2025, and 2024 ("**Annual Financial Statements**"). The accounting policies applied in the preparation of these Interim Financial Statements are consistent with those applied and disclosed in the Annual Financial Statements except as disclosed below related to new accounting standards.

These Interim Financial Statements have been prepared on a historical cost basis, except for certain financial instruments which have been measured at fair value. In addition, these Interim Financial Statements have been prepared using the accrual basis of accounting, except for cash flow information. These Interim Financial Statements are presented in Canadian dollars, which is the functional currency of the Company and its subsidiaries. References to "US$" are for United States Dollars. Certain prior period amounts have been reclassified to conform to the presentation in the current period.

These unaudited condensed interim consolidated financial statements were authorized for issuance by the Board of Directors of the Company on August 19, 2026.

(Expressed in Canadian Dollars, except otherwise indicated – Unaudited)

Basis of Consolidation

These condensed interim consolidated financial statements incorporate the financial statements of the Company and its wholly owned subsidiaries North Peak (Nevada) Ltd. and North Peak Gold LLC. All intercompany transactions, balances, income and expenses are eliminated upon consolidation.

Adoption of new accounting standards

Effective January 1, 2026, the Company adopted certain amendments to IFRS 9 Financial Instruments and IFRS 7 Financial Instruments: Disclosures. The amendments have been adopted by the Company, however the amendments did not result in any changes to the financial statements.

Accounting standards issued but not yet adopted

IFRS 18, Presentation and Disclosure in Financial Statements ("**IFRS 18**"): In April 2024, the IASB issued IFRS 18, which will replace IAS 1. IFRS 18 is effective for periods beginning on or after January 1, 2027, with early adoption permitted. IFRS 18 will require defined categories and subtotals in the statement of profit or loss, require disclosure about management-defined performance measures, and adds new principles for aggregation and disaggregation of information. The Company is assessing the impact of this standard on its disclosures.

IFRS 19 Subsidiaries without Public Accountability: Disclosures ("**IFRS 19**"): In May 2024, the IASB issued IFRS 19, which is effective for annual reporting periods on or after 1 January 2027, with earlier application permitted. IFRS 19 permits some subsidiaries to apply IFRS Accounting Standards with reduced disclosure requirements. These entities apply the requirements in other IFRS Accounting Standards except for the disclosure requirements. Instead, these entities apply the requirements in IFRS 19. The Company is assessing the impact of this standard on its disclosures.

3. Cash and cash equivalents

	June 30, 2026	December 31, 2025
Cash	**$ 5,220,415**	$ 2,218,888
Guaranteed investment certificate	**100,000**	100,000
	$ 5,320,415	$ 2,318,888

Cash at June 30, 2026, reflects net proceeds of $5,456,393 from Tranche 1 and Tranche 2 of a non-brokered private placement that closed on March 13, 2026 and March 25, 2026, respectively. The Company held $1,307,896 in USD at June 30, 2026, or 25% of its total cash (December 31, 2025 - $349,741 or 15.7%)

The guaranteed investment certificate ("**GIC**") is held by the Company's main bank as security for its company credit card. The GIC earns a variable rate of interest presently at 2%, payable at maturity on November 5, 2026.

4. Reclamation Bonds and Decommissioning Liability

The reclamation bond represents security provided to the Bureau of Land Management, United States Department of the Interior ("**BLM**"), related to reclamation obligations that result from exploration activities in accordance with the Company's operating permit. The Company has received notice from the BLM that it had approved the Company's application to transition to annual Phased Bonding for the reclamation obligations under the Plan of Operations covering a portion of the Prospect Mountain Property.

On May 13, 2025, the Company paid US$750,294 (CAD$1,028,353) to the BLM in connection with the transfer of the reclamation bond from Solarljos to North Peak (Nevada) Ltd. (see note 6). The payment represented the then-applicable three-year reclamation bonding requirement.

Upon receipt of approval from the Nevada Division of Environmental Protection to transition to annual Phased Bonding, the Company submitted a refund request to the BLM for approximately US$450,240, representing the difference between the three-year and one-year bonding requirements.

The Company has recognized a decommissioning liability for the estimated third-party costs of reclaiming surface disturbances associated with its exploration activities at the Prospect Mountain Property. The estimate is based on applicable reclamation requirements and includes costs associated with earthwork, revegetation, equipment removal, post-reclamation maintenance, equipment mobilization and demobilization, and agency administration. The decommissioning liability was originally estimated using 2024 U.S. dollar cost rates and the applicable CAD/USD exchange rate and was adjusted to $408,556 as at June 30, 2026 (December 31, 2025 – $394,065), based on management's current assessment of the nature, extent and timing of the Company's reclamation obligations.

The decommissioning liability amount and related reclamation Phased Bonding amount is based on the results of the annual review by the BLM, which is subject to final approval of the Nevada Division of Environmental Protection ("NDEP"). The 2026 review and final approval may be completed in the three months ending September 30, 2026 and result in a minor adjustment to the amounts.

On April 13, 2026, BLM completed its review of a notice to conduct exploration related to seven drill sites and confirmed the estimated cost of US$18,241 ($25,920) was sufficient to meet all anticipated reclamation requirements. The Company provided BLM with a bond, which increased the long term reclamation bonds amount by US$18,241 ($25,920).

(Expressed in Canadian Dollars, except otherwise indicated – Unaudited)

5. Vehicles and Equipment

The following table sets out the changes to the carrying value of vehicles and equipment:

	Vehicles	Equipment	Total
Cost			
Balance, December 31, 2024	$150,594	$59,562	$210,156
Additions	-	-	-
Balance, December 31, 2025	150,594	59,562	210,156
Additions	-	14,921	14,921
Balance, June 30, 2026	**$150,594**	**$74,483**	**$225,077**
Accumulated amortization			
Balance, December 31, 2024	$60,991	$16,676	$77,667
Amortization	9,600	2,681	12,281
Balance, June 30, 2025	$70,591	$19,357	$89,948
Amortization	21,120	5,897	27,017
Balance, December 31, 2025	**$91,711**	**$25,254**	**$116,965**
Amortization	**8,126**	**3,721**	**11,847**
Balance, June 30, 2026	**$99,837**	**$28,975**	**$128,812**
Net book value – June 30, 2025	$89,603	$42,885	$132,488
Net book value – December 31, 2025	$58,883	$34,308	$93,191
Net book value – June 30, 2026	**$50,757**	**$45,508**	**$96,265**

6. Exploration and Evaluation Assets

	2026	2025
The Prospect Mountain Property, Nevada, USA		
Balance, beginning of year	**$ 11,468,811**	$ 8,843,112
Acquisition costs (a)	-	2,625,699
Balance, end of period	**$ 11,468,811**	$ 11,468,811
The Kenogami Property, Ontario, Canada		
Balance, beginning of period	**-**	$ 95,000
Write-off of capitalized costs(b)	-	(95,000)
Balance, end of period	-	-
Total exploration and evaluation assets, end of period	**$ 11,468,811**	$ 11,468,811

a) The Company exercised their option and acquired the remaining 20% interest in the Prospect Mountain Property from Solarljos through the issuance of 3,000,000 Common Shares on July 18, 2025 (ascribed a fair value of $2,200,000). It also includes $76,831 of interest payments related to the Reclamation Bond for the Prospect Mountain Property before it was transferred from Solarjos to North Peak (Nevada) Ltd. in May 2025, and an accrued acquisition payment for the final property payment owing of US$385,000 (December 31, 2025 - $544,929).

b) On July 21, 2025, the Company notified the owner of the Kenogami Property (defined below) that it will not be completing the remaining $150,000 work prior to January 5, 2026, and therefore will not be exercising its option on the property. The capitalized costs related to the Kenogami Property were written off during the quarter.

The Prospect Mountain Property, Nevada, USA

In May 2023, (i) the Company entered into an agreement to acquire the Prospect Mountain Property from Solarljos LLC ("**Solarljos**") and Gullsil LLC of Nevada (each controlled by the Erickson family of Nevada) (the "**Acquisition**"), and (ii) the Exchange approved the Acquisition. The mining claims and rights that constitute the Prospect Mountain Property have been transferred into a Nevada LLC, named North Peak Gold LLC. The Company held an 80% initial interest in North Peak Gold LLC (the "**80% Initial Interest**") and Solarljos held the remaining 20% interest. Solarljos was not required to contribute any funds or assume any liabilities for the benefit of North Peak Gold LLC or in connection with exploration and operations at the Prospect Mountain Property on account of its 20% interest.

The Company had the right to acquire the remaining 20% interest held by Solarljos by issuing an additional 3,000,000 Common Shares to Solarljos (ascribed a fair value of $2,200,000). The Company exercised this right in July 2025 and acquired the remaining 20% interest in the Prospect Mountain Property from Solarljos through the issuance of 3,000,000 Common Shares on July 18, 2025. Solarljos maintains the 1% NSR royalty on any mineral production from the Prospect Mountain Property previously granted to them in connection with the Acquisition.

In connection with its acquisition of 100% of the Prospect Mountain Property as described above, the Company has agreed to ancillary rights with the Erickson family related to the right to nominate one member of the Board of the Company to be presented to shareholders of the Company at each annual general meeting of shareholders, and pre-emptive rights to participate in future issuance of securities of the Company in order to maintain their percentage share ownership in the Company.

The Kenogami Property, Ontario, Canada

The Company acquired an option to acquire the Kenogami property in Ontario, Canada (the "**Kenogami Property**") in connection with the Company's change of business transaction to become a mining issuer, which was completed on June 26, 2020. The terms of that option required the Company to make an initial cash payment of $35,000 (paid), and the Company had completed the following other conditions to exercise: (1) issued 25,000 Common Shares (post-consolidation) effective upon issuance of the 43-101 technical report on the Kenogami Property (completed – issued the Common Shares on July 2, 2020, and ascribed a fair value of $19,500); and (2) incurred $100,000 of exploration expenditures on the Kenogami Property and issued an additional 50,000 Common Shares to the optionor (completed, with corresponding Common Shares issued November 10, 2021, and ascribed a fair value of $40,500). The remaining condition for the exercise of the Kenogami Option was the Company incurring no less than $150,000 of exploration expenditures on the Kenogami Property on or before January 5, 2026.

On July 21, 2025, the Company notified the owner of the Kenogami Property that it will not be completing the remaining $150,000 work prior to January 5, 2026, and therefore will not be exercising its option on that property. The capitalized costs related to the Kenogami Property were written off during the quarter.

(Expressed in Canadian Dollars, except otherwise indicated – Unaudited)

7. Lease Obligation

The continuity of the lease liabilities are presented in the table below:

Right of use assets at December 31, 2024	$ 25,412
Depreciation	(21,782)
Balance, June 30, 2025	3,630
Depreciation	(3,630)
Balance, December 31, 2025 and June 30, 2026	**$ -**

At the commencement date of the leases, the lease liability was measured at the present value of the lease payments that were not paid at that date. The lease payments are discounted using an interest rate of 10%, which is the Company's incremental borrowing rate.

Balance, December 31, 2024	$ 32,567
Accretion expense	4,368
Lease payments	(24,962)
Balance, June 30, 2025	**$ 11,973**
Accretion expense	1,111
Lease payments	(20,086)
Balance, December 31, 2025 and June 30, 2026	**$ -**

8. Share Capital

a) Authorized share capital - at June 30, 2026, the authorized share capital consisted of an unlimited number of Common Shares. The Common Shares do not have a par value. All issued shares are fully paid.

b) Common Shares issued - the holders of Common Shares are entitled to receive notice of and attend all meetings of the shareholders of the Company and are entitled to one vote in respect of each Common Share held at such meetings. In the event of liquidation, dissolution or winding-up of the Company, the holders of Common Shares are entitled to share ratably the remaining assets of the Company.

(Expressed in Canadian Dollars, except otherwise indicated – Unaudited)

The number of Common Shares issued and outstanding as at June 30, 2026, and December 31, 2025, is as follows:

	Common Shares (#)	Amount
Balance, December 31, 2024	31,772,176	$ 39,477,363
Issued on private placement	9,031,666	5,418,999
Costs of issue	-	(163,032)
Fair value of warrants issued	-	(989,326)
Shares issued for exploration asset	3,000,000	2,220,000
Issued on exercise of stock options and warrants	477,300	480,522
Balance, December 31, 2025	**44,281,142**	**$46,444,525**
Issued on private placement(i)(ii)(iii)	5,675,000	5,675,000
Costs of issue (iv)	-	(218,607)
Fair value of warrants issued (iv)	-	(591,733)
Warrants exercised (v)	17,500	22,160
Balance, June 30, 2026	**49,973,642**	**$ 51,331,345**

i. On March 13, 2026, the Company closed the first of two tranches of a non-brokered private placement (the "**2026 Private Placement**") for aggregate gross proceeds of C$4,430,000). In connection with the Tranche 1 closing of the 2026 Private Placement, 4,430,000 equity units of the Company ("**Units**") were issued at a price of $1.00 per Unit.

ii. Each Unit is comprised of one Common Share and one-half of one (1/2) Common Share purchase warrant of the Company (a "**Warrant**"). Each whole Warrant will entitle the holder to acquire one (1) Common Share for a period of 12 months from the date of issuance of the Warrant (subject to acceleration) (the "Expiry Date"), at an exercise price of $1.50 per share. The Warrants are subject to an acceleration provision whereby, if the Common Shares trade at or above a volume-weighted average price of $2.00 for a period of 20 consecutive trading days, the Company will have the right to accelerate the Expiry Date of all or part of the outstanding Warrants issued pursuant to the Private Placement to a date that is 30 days from the notice of such acceleration that is provided by way of press release by the Company.

iii. On March 25, 2026, the Company closed Tranche 2 of the 2026 Private Placement. The Company issued 1,245,000 Units at a price of $1.00 per Unit for gross proceeds of $1,245,000 under Tranche 2, bringing the total 2026 Private Placement to 5,675,000 Units for aggregate gross proceeds of $5,675,000.

iv. In connection with the 2026 Private Placement, the Company issued 138,900 Finders Warrants that entitle the holder to acquire one (1) Common Share for a period of 12 months from the date of issuance of the Warrant (subject to acceleration) at an exercise price of $1.00 per share. The Company paid cash finders fees of $138,900.

v. On January 27, 2026, 17,500 warrants were exercised to acquire 17,500 Common Shares at $0.60 each for proceeds of $10,500 and the value of the warrants at the time of issue of $5,830 were reallocated from contributed surplus to share capital.

(Expressed in Canadian Dollars, except otherwise indicated – Unaudited)

9. Warrants

In connection with the 2026 Private Placement, 2,837,500 Warrants and 138,900 Finders Warrants were issued as a component of the Units. The Warrants are non-transferable, have an exercise price of $1.50 per share, and expire 12 months from the date of issuance (subject to acceleration). The fair value of the Warrants and Finders Warrants was estimated using the Black-Scholes option pricing model with the following assumptions:

Description	Warrants Tranche 1	Warrants Tranche 2	Finder Warrants Tranche 1	Finder Warrants Tranche 2
Number	2,215,000	622,500	105,000	33,900
Issue date	Mar. 13, 2026	Mar. 25, 2026	Mar. 13, 2026	Mar. 25, 2026
Expiry date	Mar. 13, 2027	Mar. 25, 2027	Mar. 13, 2027	Mar. 25, 2027
Exercise price	$ 1.50	$ 1.50	$ 1.00	$ 1.00
Value per warrant	$ 0.1971	$ 0.1719	$ 0.3137	$ 0.2775
Total value	$ 436,573	$ 106,983	$ 32,940	$ 9,407
Expected life - years	1	1	1	1
Expected dividend yield	0%	0%	0%	0%
Expected volatility	87.70%	88.44%	87.70%	88.44%
Risk-free interest rate	2.47%	2.47%	2.47%	2.47%

The Warrants are subject to an acceleration provision whereby, if the Common Shares trade at or above a volume-weighted average price of $2.00 for a period of 20 consecutive trading days, the Company has the right to accelerate the expiry date of all or part of the outstanding Warrants to a date that is not less than 30 days from the notice of such acceleration that is provided by way of press release by the Company.

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

	Number of Warrants	Weighted Average Exercise Price
Balance, December 31, 2024	**404,050**	**$ 1.27**
Exercised	(27,300)	(0.72)
Issued	4,629,698	0.89
Balance, December 31, 2025	**5,006,448**	**$ 1.27**
Exercised	(17,500)	(0.60)
Issued - warrants	2,837,500	1.50
Issued – finders warrants	138,900	1.00
Balance, June 30, 2026	**7,965,348**	**$ 1.13**

(Expressed in Canadian Dollars, except otherwise indicated – Unaudited)

The following table reflects the warrants outstanding at June 30, 2026:

Expiry Date	Exercise Price	Life Remaining in Years	Warrants Outstanding
October 17, 2026(i)	$ 0.90	0.55	4,307,498
October 17, 2026(i)	$ 0.60	0.55	67,900
October 24, 2026(ii)	$ 0.90	0.57	208,333
October 24, 2026(ii)	$ 0.90	0.57	11,667
November 6, 2026	$ 0.90	0.60	53,550
March 13, 2027	$1.50	0.95	2,215,000
March 13, 2027	$1.00	0.95	105,000
March 25, 2027	$1.50	0.98	622,500
March 25, 2027	$1.00	0.98	33,900
November 17, 2028	$ 1.34	2.64	340,000
	$ 1.13	**0.79**	**7,965,348**

(i) On July 14, 2026, the Company extended the expiry date by three months to January 17, 2027.
(ii) On July 14, 2026, the Company extended the expiry date by three months to January 24, 2027.

10. Stock Options

The Company has adopted a stock option plan which provides that the Board of Directors of the Company may grant options to purchase Common Shares to directors, officers, employees and consultants, up to a maximum of 10% of the total issued and outstanding Common Shares. The Board in its sole discretion may determine the vesting conditions for options, and the exercise price shall be determined by the Board at the time of grant in accordance with the provisions of the plan. The Company uses the Black Scholes option pricing model to determine the fair value of stock options granted.

The following table reflects the continuity of stock options for the Six months ended June 30, 2026:

	Number of Stock Options	Weighted Average Exercise Price (CDN)
Balance, December 31, 2024	**2,525,000**	**$1.11**
Granted	300,000	$0.61
Granted	950,000	$0.87
Expired	(602,500)	$0.55
Exercised	(450,000)	$0.55
Balance, December 31, 2025	2,722,500	$1.16
Granted(i)	500,000	$1.00
Balance, June 30, 2026	**3,222,500**	**$1.14**

On May 29, 2026, the Company granted 500,000 stock options at an exercise price of $1.00 per share, vesting one-half immediately and the remaining one-half on May 29, 2027, expiring five years from the date of grant. The resulting fair value was estimated using the Black-Scholes option pricing model with the following assumptions: expected dividend yield of 0%; expected volatility of 103%; a risk-free interest rate of 3.12%, an expected life of 5 years, and a forfeiture rate of nil.

The following table summarizes the stock options outstanding at June 30, 2026. Options vested total 2,972,500 and have a weighted average remaining life of 2.97 years.

(Expressed in Canadian Dollars, except otherwise indicated – Unaudited)

Expiry Date	Exercise Price $	Life Remaining Years	Options Outstanding	Options Vested
November 11, 2026	0.81	0.62	25,000	25,000
December 2, 2026	1.28	0.67	65,000	65,000
December 10, 2026	1.55	0.70	15,000	15,000
December 17, 2026	1.90	0.72	200,000	200,000
February 1, 2027	2.10	0.84	25,000	25,000
February 17, 2027	2.87	0.88	70,000	70,000
April 12, 2028	0.76	2.04	195,000	195,000
June 26, 2028	1.60	2.24	117,500	117,500
September 15, 2028	1.53	2.46	525,000	525,000
November 13, 2028	1.12	2.62	35,000	35,000
July 5, 2029	1.00	3.26	200,000	200,000
March 10, 2030	0.61	3.95	300,000	300,000
May 12, 2030	0.87	4.12	950,000	950,000
May 29, 2031	1.00	4.91	500,000	250,000
	$ 1.14	2.97	3,222,500	2,972,500

11. General and administrative expenses

	Three months ended June 30,		Six months ended June 30,	
	2026	2025	**2026**	2025
Filing and transfer agent fees	**$ 27,523**	$ 83,354	**$ 44,842**	$104,147
Insurance	**32,488**	18,669	**36,493**	37,475
Management fees, wages and benefits	**147,114**	157,143	**278,699**	297,479
Office, IT and general	**6,473**	18,127	**10,214**	66,784
Foreign exchange (gain) loss	**-**	29,008	**(36,479)**	30,136
	$ 213,598	306,301	**$ 333,769**	$536,021

(Expressed in Canadian Dollars, except otherwise indicated – Unaudited)

12. Exploration and evaluation expenses

	Three months ended June 30,		Six months ended June 30,	
	2026	2025	**2026**	2025
Prospect Mountain Project				
Drilling	**$ 69,125**	$ -	**$ 117,446**	$ -
Project management	**97,097**	47,844	**165,247**	125,996
Camp support and field supplies	**215,107**	49,259	**264,833**	74,875
Geological support	**75,887**	83,351	**142,323**	145,498
Assays	**2,422**	4,868	**70,595**	5,893
Amortization of PP&E	**6,915**	7,539	**13,067**	12,281
Environmental and mapping	**14,515**	7,978	**21,495**	7,978
Total Exploration Expenses for the Period	**$ 481,068**	$ 200,839	**$ 795,006**	$372,521

13. Related Party Transactions and Key Management Compensation

a) Key management compensation

The Company incurred charges with directors, officers (Chief Executive Officer, Chief Financial Officer, and Director of Corporate Development who are the key management personnel), and a company with a common director displayed in the table below. Key management have the authority and responsibility to plan, direct, and control the activities of the Company and receive compensation for services rendered in that capacity. Amounts paid to related parties were incurred in the normal course of business. Salaries, benefits, consulting fees and director's fees are recorded at the exchange amount while share-based compensation is measured at the fair value of the instruments issued, with the expense recognized over the relevant vesting periods.

(Expressed in Canadian Dollars, except otherwise indicated – Unaudited)

Compensation awarded to key management for the three and six months ended June 30, 2026, and 2025 was:

	Three Months Ended June 30		Six Months ended June 30	
	2026	2025	**2026**	2025
Management fees, wages and benefits	**$ 165,963**	$ 145,458	**$ 356,549**	$ 252,221
Share-based compensation expense officers and directors	**220,980**	329,888	**293,497**	423,325
	$ 386,943	$ 475,346	**$ 650,046**	$ 675,546

b) Other related party transactions

Additionally, during the period six months ended June 30, 2026, the Company paid legal fees of $65,928 (June 30, 2025: $63,272) to a law firm for which a director is a founder.

As at June 30, 2026, $10,580 (December 31, 2025 - $12,107) was due to related parties and included in accounts payable and accrued liabilities.

Effective April 29, 2026 the Company entered into an agreement to purchase for cancellation 1,000,000 of its Common Shares from Solarljos at a price of C$0.80 per Share, for aggregate consideration of C$800,000, subject to acceptance by the Exchange (the "**Repurchase**"). Solarljos is controlled by the Erickson family of Nevada, which includes Dr. Ty Erickson, a director of the Company. The Repurchase constitutes a "related party transaction" within the meaning of Multilateral Instrument 61-101 – *Protection of Minority Security Holders in Special Transactions* ("**MI 61-101**"). The Repurchase had not been completed at June 30, 2026, nor at the approval date of the Interim Financial Statements.

13. Capital Management

The Company manages its capital with the following objectives: to ensure sufficient financial flexibility to achieve the ongoing business objectives including funding of future growth opportunities, and pursuit of accretive acquisitions; and to maximize shareholder return through enhancing share value.

The Company manages and makes adjustments to the capital structure as a result of changes in economic conditions, and the risk characteristics of the Company's assets, in an effort to meet its objectives given the current outlook of the business and industry in general. The Company may manage its capital structure by issuing new shares, repurchasing outstanding shares, adjusting capital spending, or disposing of assets. The capital structure is reviewed by management and the Board of Directors on an ongoing basis.

The Company considers its capital to be equity, comprising share capital, shares to be issued, contributed surplus, deficit, and accumulated other comprehensive loss, which at June 30, 2026, totaled $17,639,494 (December 31, 2025 - $13,583,183). The Company manages capital through its financial and operational forecasting processes. The Company reviews its working capital and forecasts future cash flows based on operating expenditures, investing activities, and financing activities. The forecast is updated regularly based on activities related to its development and exploration properties. The Company's capital management objectives, policies and processes have remained unchanged during the six months ended June 30, 2026.

14. Financial Risk Management

The Company has exposure to risks of varying degrees of significance which could affect its ability to achieve its strategic objectives for growth and shareholder returns. The principal financial risks to which the Company is exposed are: liquidity risk, credit risk, and market risk.

a. Liquidity risk

Liquidity risk refers to the risk that the Company will not be able to meet its financial obligations as they become due or can only do so at excessive cost. The Company's liquidity and operating results may be adversely affected if the Company's access to capital markets is hindered or slowed due to a decline in the stock market or other macroeconomic factors. As at June 30, 2026, the Company had a cash balance of $5,220,415 (December 31, 2025 - $2,218,888) to settle current liabilities of $178,777 (December 31, 2025: $1,161,160). The Company regularly evaluates its cash position to ensure preservation and security of capital as well as maintenance of liquidity and financial flexibility.

Most of the Company's financial liabilities have contractual maturities of less than 30 days and are subject to normal trade terms. At June 30, 2026, the Company has no sources of revenue to fund its exploration and development expenditures and relied on non-brokered private placements to fund its operations. The Company's current cash balance is sufficient to fund the remainder of the 2026 work program, as well as the existing administrative needs for the rest of the year and beyond. The Company may require additional financing to accomplish long-term strategic objectives and has an experienced management team and Board of Directors to assist with managing liquidity risk.

b. Credit Risk

Credit risk is the risk of loss associated with a counterparty's inability to fulfil its payment obligations. The Company's credit risk is primarily attributable to cash and investments. The Company has no significant concentration of credit risk arising from operations. Cash consists of cash at banks. The cash has been invested and held with reputable financial institutions, from which management believes the risk of loss to be remote.

c. Market Risk

i. Interest rate risk

The Company has cash balances with rates that fluctuate with prevailing market rates and has no current debt. The Company's current policy is to invest cash in cash accounts or short-term interest-bearing securities issued by high quality financial institutions and chartered banks. The Company monitors its cash and investments as well as the credit ratings of its banks.

ii. Currency risk

Foreign currency risk is the risk that the value of the Company's financial instruments denominated in foreign currencies will fluctuate due to changes in foreign exchange rates. Changes in the exchange rate between foreign currencies and the Canadian dollar would not likely have a significant impact on the Company's financial position, results of operations, and cash flows. The Company does not currently use derivative instruments to reduce its exposure to foreign currency risk, however exchange rates are continually monitored for any significant changes. A portion of the Company's exploration expenses are paid in USD, and the Company frequently converts a portion of its CAD cash balances into USD to reduce its currency risk exposure related to the CAD, when required, deemed appropriate, or advantageous due to timing or opportunities in currency markets. The Company is exposed to foreign currency risk on financial instruments consisting of the USD BLM bond and trade payables denominated in USD and GBP and on USD denominated exploration and operating expenses. In 2026, the Company modified its strategy to increase the portion of cash held in USD in anticipation of future USD spending. At June 30, 2026, USD cash held represents 25% of total cash (December 31, 2025 – 15.7%).The Company, depending on the timing of exchange rate movements, may increase its USD cash holding above 50% to support. A 5% movement in foreign exchange rate would not have a material impact on the net loss for the six months ended June 30, 2026..

iii. Price risk

The Company is exposed to price risk with respect to precious metal commodity prices and the prices of equity securities. Equity security price risk is defined as the potential adverse impact on the Company's net income or loss due to movements in individual prices of equity securities or price movements in the stock market generally. Commodity price risk is defined as the potential adverse impact on net income or loss and economic value due to commodity price movement and volatility. The Company closely monitors commodity prices, particularly as they relate to gold and silver and movements in the price of individual equity securities, and movements in macroeconomic trends and market cycles.