ENDURANCE GOLD
CORPORATION

# Interim Condensed Consolidated Financial Statements
# For the six months ended June 30, 2026

*(Expressed in Canadian dollars)*
*(Unaudited - Prepared by Management)*

- Condensed Interim Consolidated Statements of Financial Position
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# NOTICE OF NO AUDITOR REVIEW OF
# CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

The accompanying unaudited condensed interim consolidated financial statements for the three and six-months ended June 30, 2026, of **Endurance Gold Corporation** (“the Company”) have been prepared by the Company’s management and have not been reviewed by the Company’s independent auditor.

**ENDURANCE GOLD CORPORATION**
CONDENSED INTERIM CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
*(Expressed in Canadian dollars)*
*(Unaudited, Prepared by Management)*
*AS AT*

| | | June 30, 2026 | | December 31, 2025 |
|---|---|---|---|---|
| **ASSETS** | | | | |
| **Current** | | | | |
| Cash and cash equivalents | $ | 11,252,242 | $ | 379,261 |
| Marketable securities (Note 4) | | 50,889 | | 31,471 |
| Prepaid expenses and deposits | | 22,369 | | 89,524 |
| Receivables (Note 5) | | 1,150,820 | | 1,929,570 |
| Total current assets | | 12,476,320 | | 2,429,826 |
| **Non-current** | | | | |
| Exploration and evaluation assets (Note 6) | | 17,010,093 | | 14,963,622 |
| Property and equipment | | 7,497 | | 7,497 |
| Reclamation bonds | | 130,000 | | 130,000 |
| Total non-current assets | | 17,147,590 | | 15,101,119 |
| **Total assets** | $ | 29,623,910 | $ | 17,530,945 |
| **LIABILITIES** | | | | |
| **Current** | | | | |
| Accounts payable and accrued liabilities (Notes 7 and 10) | $ | 1,135,588 | $ | 394,314 |
| Total current liabilities | | 1,135,588 | | 394,314 |
| Flow-through premium liability (Note 8) | | 1,277,493 | | - |
| **Total liabilities** | | 2,413,081 | | 394,314 |
| **EQUITY** | | | | |
| Share capital (Note 8) | | 35,717,330 | | 24,448,636 |
| Reserves (Note 8) | | 3,354,179 | | 4,281,258 |
| Deficit | | (11,860,680) | | (11,593,263) |
| | | 27,210,829 | | 17,136,631 |
| **Total liabilities and equity** | $ | 29,623,910 | $ | 17,530,945 |

**Nature of operations and going concern** (Note 1)
**Commitments** (Note 13)

**Approved and authorized on behalf of the Board of Directors on August 27, 2026**:

/s/ Robert T. Boyd
____________________ Director
Robert T. Boyd

/s/ J. Christopher Mitchell
____________________ Director
J. Christopher Mitchell

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

**ENDURANCE GOLD CORPORATION**

CONDENSED INTERIM CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME (LOSS)

*(Expressed in Canadian dollars)*

*(Unaudited, Prepared by Management)*

| | Three months ended June 30, | | Six months ended June 30, | |
|---|---|---|---|---|
| | 2026 | 2025 | 2026 | 2025 |
| **Expenses** | | | | |
| Business development and property investigation | $ 1,600 | $ 2,530 | $ 6,100 | $ 3,689 |
| Corporate communications (Note 10) | 120,432 | 75,082 | 251,538 | 178,704 |
| Listing and transfer agent fees | 8,327 | 3,404 | 45,116 | 38,846 |
| Management fees (Note 10) | 19,500 | 19,500 | 39,000 | 39,000 |
| Office and administrative | 31,269 | 19,632 | 52,666 | 41,269 |
| Professional fees | 482 | 2,025 | 3,772 | 19,403 |
| Stock-based compensation (Note 8) | 948 | 2,260 | 2,551 | 7,389 |
| Loss from operations | (182,558) | (124,433) | (400,743) | (328,300) |
| **Other items** | | | | |
| Interest income | 98,941 | 17,736 | 113,908 | 36,709 |
| Realized loss on sale of marketable securities | - | - | - | (6,550) |
| Unrealized gain on marketable securities (Note 4) | 17,268 | 894,625 | 19,418 | 906,108 |
| | 116,209 | 912,361 | 133,326 | 936,267 |
| **Comprehensive income (loss) for the period** | $ (66,349) | $ 787,928 | $ (267,417) | $ 607,967 |
| **Basic and diluted income (loss) per common shares** | (0.00) | 0.00 | (0.00) | 0.00 |
| **Basic and diluted weighted average number of common shares outstanding** | 190,194,312 | 176,296,042 | 187,447,338 | 176,296,042 |

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

**ENDURANCE GOLD CORPORATION**

CONDENSED INTERIM CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY

*(Expressed in Canadian dollars)*

*(Unaudited, Prepared by Management)*

| | Share Capital | | | | |
|---|---|---|---|---|---|
| | **No. of Shares** | **Amount** | **Reserves** | **Deficit** | **Total Equity** |
| **Balance at December 31, 2025** | **176,296,042** | **$ 24,448,636** | **$ 4,281,258** | **$ (11,593,263)** | **$ 17,136,631** |
| Shares issued for: | | | | | |
| Exercise of stock options | 2,960,000 | 992,400 | - | - | 992,400 |
| Exercise of warrants | 10,000,000 | 3,200,000 | - | - | 3,200,000 |
| Fair value of options exercised | - | 829,784 | (829,784) | | - |
| Fair value of warrants exercised | | 200,000 | (200,000) | | - |
| Private placement | 10,868,600 | 7,064,590 | - | - | 7,064,590 |
| Share issuance costs | - | (1,018,080) | 100,154 | - | (917,926) |
| Share-based compensation | - | - | 2,551 | - | 2,551 |
| Comprehensive loss for the period | - | - | - | (267,417) | (267,417) |
| **Balance at June 30, 2026** | **200,124,642** | **$ 35,717,330** | **$ 3,354,179** | **$ (11,860,680)** | **$ 27,210,829** |

| | Share Capital | | | | |
|---|---|---|---|---|---|
| | **No. of Shares** | **Amount** | **Reserves** | **Deficit** | **Total Equity** |
| **Balance at December 31, 2024** | **176,296,042** | **$ 24,448,636** | **$ 4,264,364** | **$ (11,978,146)** | **$ 16,734,854** |
| Share-based compensation | - | - | 7,389 | - | 7,389 |
| Comprehensive income for the period | - | - | - | 607,967 | 607,967 |
| **Balance at June 30, 2025** | **176,296,042** | **$ 24,448,636** | **$ 4,271,753** | **$ (11,370,179)** | **$ 17,350,210** |

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

**ENDURANCE GOLD CORPORATION**
CONDENSED INTERIM CONSOLIDATED STATEMENTS OF CASH FLOWS
(Expressed in Canadian dollars)
(Unaudited, Prepared by Management)

| | Six months ended June 30, 2026 | Six months ended June 30, 2025 |
|---|---|---|
| **CASH FLOWS USED IN OPERATING ACTIVITIES** | | |
| Net income (loss) for the period | $ (267,417) | $ 607,967 |
| Add adjustments: | | |
| Share-based compensation | 2,551 | 7,389 |
| Realized loss on marketable securities | - | 6,550 |
| Unrealized gain on marketable securities | (19,418) | (906,108) |
| Interest income | (113,908) | (36,709) |
| Changes in non-cash working capital items: | | |
| Prepaid expenses and deposits | 67,155 | 6,897 |
| Receivables | (75,013) | 648,667 |
| Accounts payable and accrued liabilities | (57,419) | 93,658 |
| Net cash used in operating activities | (463,469) | 428,311 |
| **CASH FLOWS USED IN INVESTING ACTIVITIES** | | |
| Exploration and evaluation assets | (1,247,778) | (723,411) |
| B.C. mining exploration tax credit | 921,921 | - |
| Proceeds from sale of marketable securities | - | 13,160 |
| Interest received | 45,750 | 137,727 |
| Net cash used in investing activities | (280,107) | (572,524) |
| **CASH FLOWS FROM FINANCING ACTIVITIES** | | |
| Proceeds from issuance of share capital | 12,534,483 | - |
| Share issuance cost | (917,926) | - |
| Net cash from financing activities | 11,616,557 | - |
| **Net change in cash and cash equivalents during the period** | 10,872,981 | (144,213) |
| **Cash and cash equivalents, beginning of period** | 379,261 | 1,423,310 |
| **Cash and cash equivalents, end of period** | $ 11,252,242 | $ 1,279,097 |

**Supplemental disclosures with respect to cash flows** (Note 8)

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

## 1. NATURE OF OPERATIONS AND GOING CONCERN

Endurance Gold Corporation (the "Company") was incorporated under the *Canada Business Corporations Act* on December 16, 2003 and continued into British Columbia on August 16, 2004. The head office and principal address of the Company is at Suite 1212, 666 Burrard Street, Vancouver, British Columbia, V6C 2X8. The Company's registered address and records office is Suite 1600, 925 West Georgia Street, Vancouver, British Columbia, V6C 3L2.

The Company is engaged in the exploration and development of mineral properties in North America and has not yet determined whether its properties contain ore reserves that are economically recoverable. The Company has not generated revenue from operations and will need to seek additional financing to meet its exploration and development objectives. The mineral property exploration business involves a high degree of risk. The recoverability of the amounts expended on mineral interests by the Company is dependent upon the existence of economically recoverable reserves, the ability of the Company to obtain the necessary financing to complete the exploration and development of its mineral properties and upon future profitable production or proceeds from the disposition of its property interests.

These unaudited condensed interim consolidated financial statements ("Condensed Interim FS") have been prepared on the basis that the Company will continue as a going concern, which assumes that the Company will be able to meet its commitments, continue operations, and realize its assets and discharge its liabilities in the normal course of business for the foreseeable future. The Company has incurred losses since inception and has no recurring source of revenue. At June 30, 2026, the Company had an accumulated deficit of $11,860,680 and net working capital of $11,340,732. These material uncertainties cast significant doubt upon the Company's ability to continue as a going concern.

The Company's continuation as a going concern is dependent upon successful results from its exploration and evaluation activities, its ability to attain profitable operations to generate funds and/or its ability to raise equity capital or borrowings sufficient to meet its current and future obligations. Although the Company has been successful in the past in raising funds to continue operations, there is no assurance it will be able to do so in the future.

These unaudited Condensed Interim FS do not reflect the adjustments to the carrying values of assets and liabilities and the reported expenses and statement of financial position classifications that would be necessary were the going concern assumption inappropriate, and these adjustments could be material.

## 2. BASIS OF PREPARATION

### (a) *Statement of Compliance*

These unaudited Condensed Interim FS have been prepared in accordance with IFRS Accounting Standards ("IFRS") applicable to the preparation of interim financial statements, including International Accounting Standards 34 ("IAS 34") *Interim Financing Reporting*. These unaudited Condensed Interim FS include the financial statements of the Company and its wholly-owned subsidiary.

These unaudited Condensed Interim FS were authorized for issue by the Audit Committee and Board of Directors on August 27, 2026 and should be read in conjunction with the Company's audited consolidated financial statements for the year ended December 31, 2025.

## 3. MATERIAL ACCOUNTING POLICY INFORMATION

The accounting policies applied in these unaudited Condensed Interim FS are consistent with the accounting policies disclosed in Notes 2 and 3 of the Company's audited consolidated financial statements for the year ended December 31, 2025.

## 4. MARKETABLE SECURITIES

Marketable securities consist of equity securities of an entity or entities over which the Company does not have control or significant influence.

| | | June 30, 2026 | | December 31, 2025 |
|---|---|---|---|---|
| Fair value, beginning of the year | $ | 31,471 | $ | 1,012,598 |
| Proceeds from sales, net of commission | | - | | (1,920,552) |
| Gain (loss) on sale of marketable securities | | - | | 280,841 |
| Unrealized gain on marketable securities | | 19,418 | | 658,584 |
| | $ | 50,889 | $ | 31,471 |

With its main business focus being mineral exploration, the Company does not generally intend to hold its investments in marketable securities for long-term periods, and accordingly these are classified as current assets. All of the Company's investments in marketable securities are also classified as fair value through profit and loss ("FVTPL").

## 5. RECEIVABLES

| | | June 30, 2026 | | December 31, 2025 |
|---|---|---|---|---|
| Goods and services tax receivable | $ | 99,560 | $ | 24,598 |
| B.C. mining exploration tax credit receivable | | 981,282 | | 1,903,203 |
| Interest receivable | | 69,978 | | 1,769 |
| | $ | 1,150,820 | $ | 1,929,570 |

## 6. EXPLORATION AND EVALUATION ASSETS

As at June 30, 2026, the Company's exploration and evaluation assets are located in North America. Expenditures incurred on exploration and evaluation assets for the period were as follows:

| | Reliance, BC, CANADA | Bandito, Yukon, CANADA | Elephant Mtn, Alaska, USA | TOTAL |
|---|---|---|---|---|
| **Acquisition 12/31/25** | **$ 1,521,412** | **$ -** | **$ 607,559** | **$ 2,128,971** |
| **Acquisition 6/30/26** | **$ 1,521,412** | **$ -** | **$ 607,559** | **$ 2,128,971** |
| **Deferred exploration 12/31/25** | **10,971,176** | **51,777** | **1,811,698** | **12,834,651** |
| Additions: | | | | |
| Drilling | 1,120,626 | - | - | 1,120,626 |
| Environmental baseline | 2,365 | - | - | 2,365 |
| Excavation and trenching | 59,345 | - | - | 59,345 |
| Field expenses | 448,796 | - | - | 448,796 |
| Geochemistry | 47,732 | - | - | 47,732 |
| Geological and miscellaneous | 326,891 | 1,000 | - | 327,891 |
| Land and recording fees | 446 | - | - | 446 |
| Metallurgical | 39,270 | - | - | 39,270 |
| | 2,045,471 | 1,000 | - | 2,046,471 |
| **Deferred exploration 6/30/2026** | 13,016,647 | 52,777 | 1,811,698 | 14,881,122 |
| **Total exploration and evaluation assets 06/30/2026** | **$ 14,538,059** | **$ 52,777** | **$ 2,419,257** | **$ 17,010,093** |

## 6. EXPLORATION AND EVALUATION ASSETS - *continued*

Expenditures incurred on these property interests for the year ended December 31, 2025 were as follows:

| | Reliance, BC, CANADA | Bandito, Yukon, CANADA | Elephant Mtn, Alaska, USA | TOTAL |
|---|---|---|---|---|
| **Acquisition 12/31/24** | **$ 1,520,912** | **$ -** | **$ 566,039** | **$ 2,086,951** |
| Additions: | | | | |
| Acquisition | 500 | - | - | 500 |
| Option payments | - | - | 41,520 | 41,520 |
| | 500 | - | 41,520 | 42,020 |
| **Acquisition 12/31/25** | **$ 1,521,412** | **$ -** | **$ 607,559** | **$ 2,218,971** |
| | | | | |
| **Deferred exploration 12/31/24** | **8,625,891** | **51,277** | **1,747,042** | **10,424,210** |
| Additions: | | | | |
| Drilling | 1,566,592 | - | - | 1,566,592 |
| Field expenses | 755,402 | - | 1,575 | 756,977 |
| Geochemistry | 160,543 | - | 285 | 160,828 |
| Geological and miscellaneous | 734,414 | 500 | 15,073 | 749,987 |
| Land and recording fees | 5,251 | - | 47,723 | 52,974 |
| Metallurgical | 55,226 | - | - | 55,226 |
| | 3,277,428 | 500 | 64,656 | 3,342,584 |
| **Deferred exploration 12/31/25** | 11,903,319 | 51,777 | 1,811,698 | 13,766,794 |
| B.C. mining exploration tax credit | (932,143) | - | - | (932,143) |
| **Total exploration and evaluation assets 12/31/2025** | **$ 12,492,588** | **$ 51,777** | **$ 2,419,257** | **$ 14,963,622** |

**Reliance Gold Project, British Columbia, CANADA (100% owned)**

*(a) Reliance Gold Property*

In 2024, the Company acquired a 100% interest in the Reliance Gold Property located near Gold Bridge, British Columbia by completing all of the obligations to earn its interest, including incurred exploration expenditures of $3,000,000, issued to the vendors 4,000,000 common shares of the Company with a value of $724,500 and paid cumulative cash payments totaling $300,000. The property interest is subject to a 2.5% Net Smelter Return (“NSR”) royalty, three-fifths of which (1.5% NSR) can be purchased by the Company at any time for $1,000,000.

## 6. EXPLORATION AND EVALUATION ASSETS - *continued*

**Reliance Gold Project, British Columbia, CANADA (100% owned)** - *continued*

*(b) Olympic Property*

In 2024, the Company acquired a 100% interest in the Olympic Property located immediately adjoining and contiguous with the Company's Reliance Gold Property by completing all of the obligations to earn its interest, including incurred exploration expenditures of $300,000, paid cumulative cash payments totaling $100,000, issued to the vendor 1,500,000 common shares of the Company with a value of $269,000 and issued to the vendor 750,000 share purchase warrants exercisable at a price of $0.17 per common share which expire on December 19, 2027. The share purchase warrants were valued at $30,375 using the Black-Scholes option pricing model. The property interest is subject to a 2.0% NSR royalty, one-half of which (1% NSR) can be purchased by the Company for $750,000, and the remaining balance purchased for $1,000,000, at any time prior to the commencement of Commercial Production.

*(c) Sanchez Property*

In 2024, the Company acquired a 100% interest in the Sanchez Property, which adjoins the eastern boundary of the Company's Olympic Property, by completing all of the obligations to earn its interest, including issuing to the vendors 300,000 common shares of the Company with a value of $54,000 and having paid cumulative cash totaling $10,000. In this same area, the Company has acquired additional mineral claims directly via online staking or purchase from third party venders. None of these Sanchez Property claims are subject to any continuing obligations or royalties.

**Bandito Rare Earth Elements-Niobium-Nickel Property, Yukon, CANADA (100% owned)**

In 2013, the Company acquired a 100% interest in the Bandito Property, located in the Watson Lake District, Yukon Territory, by making total cash payments of $175,000 and issuing 5,000,000 common shares valued at $250,000. The vendor retains a 1% NSR, one-half of which may be purchased by the Company at any time for $1,000,000.

**Elephant Mountain Project, Alaska, USA (100% owned)**

*(a) Elephant Property*

In 2020, the Company acquired a 100% interest in the Elephant Property located in the Manley Hot Springs placer gold mining district in Alaska by completing all of the obligations to earn its interest, including incurred exploration expenditures of US$200,000, issued to the vendor 400,000 common shares of the Company with a value of $24,125 and paid cumulative cash payments totaling US$200,000. The property interest is subject to a 2% NSR, one-half of which can be purchased by the Company at any time for US$750,000.

*(b) Trout and Wolverine Property*

In December 2025, the Company acquired a 100% interest in the Trout-Wolverine Property, located immediately northeast of the Company's Elephant Property, by completing all of the obligations to earn its interests, including incurred exploration expenditures of US$200,000, paid cumulative cash payments totaling US$180,000, issued to the vendor 300,000 common shares of the Company with a value of $83,375. The option is subject to a 2% NSR interest, one-half of which can be purchased by the Company at any time for US$500,000.

## 6. EXPLORATION AND EVALUATION ASSETS - *continued*

**Other Properties**

*(a) Flint Lake JV Gold Property, Ontario, CANADA*

Metals Creek Resources Corp. ("MEK") earned its 75% interest in the Flint Lake property (formerly "Dogpaw"), from the Company, by incurring exploration expenses of $450,000 and issuing 450,000 common shares of MEK with a value of $161,000. A joint venture as to 25% (the Company) and 75% (MEK) was formed in January 2010. The JV property is currently owned as to 18.7% by the Company and 81.3% by MEK.

*(b) Dogpaw Royalty, Ontario, CANADA*

The Company retains a 2.5% NSR interest on certain claims owned by Cameron Gold Operations Ltd., a wholly-owned subsidiary of First Mining Gold Corp. ("First Mining"), located in the Dogpaw Lake area. First Mining can purchase up to a total of 1.5% NSR at any time for a cash payment of $500,000 per each 0.5% NSR.

*(c) Rattlesnake Hills Royalty, Wyoming, USA*

The Company retains certain NSRs over unpatented mining claims and State leases (the "Endurance Royalty") owned by GFG Resources Inc. in the Rattlesnake Hills area, Wyoming. GFG can purchase one half of the Endurance Royalty at any time for a cash payment of US$1,500,000. In December 2025, GFG received the final cash payment of C$1m for the Rattlesnake Hills Property which was sold to Roxmore Resources Inc. (formerly referred to as Patriot Gold Vault Ltd.) in December 2024. The transaction includes the Endurance Royalty.

## 7. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

| | | June 30, 2026 | | December 31, 2025 |
|---|---|---|---|---|
| Trade payables | $ | 1,069,450 | $ | 89,954 |
| Accrued liabilities | | - | | 59,622 |
| Related party payable | | 66,138 | | 244,738 |
| | $ | 1,135,588 | $ | 394,314 |

## 8. SHARE CAPITAL

(a) The authorized share capital of the Company consists of an unlimited number of common shares without par value.

(b) Issued and outstanding at June 30, 2026: 200,124,642 common shares.

**Share issuances**

(i) During the six-month period ended June 30, 2026:

- The Company completed a brokered private placement (the "Private Placement") for aggregate gross proceeds of $8,342,083 in March 2026. Pursuant to which, the Company sold 6,680,100 units (each, a "HD Unit") at a price of $0.65 per Unit for gross proceeds of $4,342,065 and 4,188,500 flow-through units (each, a "FT Unit") at a price of $0.955 per FT Unit for gross proceeds of $4,000,017.50, of which $1,277,493 is recorded as FT share premium liability. Each HD Unit consists of one common share and one-half common share purchase warrant (each whole warrant, a "Warrant"). Each FT Unit consists of one FT share and one-half Warrant. Each such Warrant is exercisable into one common share at a price of $0.90 per share for a period of two years from the date of closing. Certain insiders of the Company subscribed for an aggregate of 540,000 HD Units.

**8. SHARE CAPITAL –** *continued*

In connection with the Private Placement, the Company paid an aggregate cash commission of $457,232 and issued 568,410 broker warrants (the "Broker Warrants") valued at $100,154. Each such Broker Warrant is exercisable for one common share at a price of $0.75 per share for a period of two years from the date of closing.

- the Company issued 10,000,000 shares pursuant to the exercise of 10,000,000 warrants for aggregate proceeds of $3,200,000. The Company transferred the fair value of the warrants of $200,000 from contributed surplus to share capital.
- The Company issued 2,960,000 shares pursuant to the exercise of 2,960,000 stock options for aggregate proceeds of $992,400. The Company transferred the fair value of the shares of 829,784 from contributed surplus to share capital.

(ii) No shares were issued during the six-month period ended June 30, 2025.

(c) Stock Options and Warrants Outstanding

The Company has an incentive stock option plan that conforms to the requirements of the Exchange. Under the Company's Stock Option Plan, the Company may grant stock options for the purchase of up to 10% of its issued common shares. The board of directors may grant such options for periods of up to ten years, with vesting periods determined at its discretion and at prices not less than the Discounted Market Price per share, subject to a minimum exercise price of $0.05 per share in any event.

Stock option transactions and the number of stock options outstanding are summarized as follows:

| | Number of Options | Weighted Average Exercise Price ($) |
|---|---|---|
| **Outstanding at December 31, 2024** | 10,000,000 | 0.28 |
| Options granted* | 150,000 | 0.21 |
| **Outstanding at December 31, 2025** | 10,150,000 | 0.28 |
| Options exercised | (2,960,000) | 0.34 |
| **Outstanding at June 30, 2026** | 7,150,000 | 0.39 |
| Number of options currently exercisable | 7,150,000 | 0.39 |

*All of these stock options were granted to investor relations consultants and are subject to vesting terms. 25% of these options will be vested every 3 months commencing September 2, 2025.

The following stock options were outstanding at June 30, 2026:

| Number Outstanding | Exercise Price ($) | Expiry Date |
|---|---|---|
| 2,900,000 | 0.32 | May 24, 2027 |
| 150,000 | 0.21 | June 2, 2027 |
| 300,000 | 0.24 | August 23, 2028 |
| 3,800,000 | 0.20 | August 19, 2029 |
| 7,150,000 | | |

**8. SHARE CAPITAL –** *continued*

Warrant transactions and the number of warrants outstanding are summarized as follows:

| | Number of Warrants | Weighted Average Exercise Price ($) |
|---|---|---|
| **Outstanding at December 31, 2024** | 12,555,350 | 0.33 |
| Investor warrants expired | (1,799,350) | 0.42 |
| Finder warrants expired | (6,000) | 0.42 |
| **Outstanding at December 31, 2025** | 10,750,000 | 0.31 |
| Investor warrants exercised | (10,000,000) | 0.32 |
| Investor warrants granted | 5,434,300 | 0.90 |
| Finder warrants granted | 568,410 | 0.75 |
| **Outstanding at June 30, 2026** | 6,752,710 | 0.81 |

The following warrants to acquire common shares were outstanding at June 30, 2026:

| Number Outstanding | Exercise Price ($) | Expiry Date |
|---|---|---|
| 750,000 | 0.17 | December 19, 2027 |
| 5,434,300 | 0.90 | March 11, 2028 |
| 568,410 | 0.75 | March 11, 2028 |
| 6,752,710 | | |

(d) Share-based compensation

The Company recognized share-based compensation expense of $2,551 (2025 - $7,389) recorded for options that vested during the six-month period ended June 30, 2026. The offsetting credit was recorded in Reserves.

The fair value of stock options reported as compensation expense during the six month period ended June 30, 2026 was determined using the Black-Scholes Option Pricing Model using the following assumptions: volatility of 62.88%, expected life of 2 years, risk-free interest rate of 2.65% and expected dividends of nil.

(e) Reserves

The following is a summary of amounts in Reserves at:

| | June 30, 2026 | December 31, 2025 |
|---|---|---|
| Warrants | $ 1,124,796 | $ 1,224,642 |
| Share-based compensation | $ 2,229,383 | $ 3,056,616 |

## 9. SUPPLEMENTAL DISCLOSURES WITH RESPECT TO CASH FLOWS

Supplementary disclosure of non-cash investing and financing activities during the six-month periods ended June 30:

| | | 2026 | | 2025 |
|---|---|---|---|---|
| Exploration and evaluation asset expenditures in accounts payable and accrued liabilities | $ | 1,054,403 | $ | 799,381 |
| Exploration and evaluation asset expenditures in receivables | | 981,282 | | 948,813 |
| Fair value of warrants exercised | | 200,000 | | - |
| Fair value of options exercised | | 829,784 | | - |
| Finders' warrants in share issue costs | | 100,154 | | - |
| Flow-through share premium liability | | 1,277,493 | | - |

## 10. RELATED PARTY TRANSACTIONS

During the six-month period ended June 30, 2026, the Company entered into the following related party transactions:

(a) Paid or accrued to Cooper Jack Investments Limited, a private company controlled by the President, CEO and director, Robert Boyd, an aggregate amount of $72,000 (2025 - $72,000), of which $35,500 (2025 - $36,500) was capitalized as geological project management fees and $36,500 (2025 - $34,000) was expensed as corporate communication and $nil (2025 - $1,500) was expensed as business development.

(b) Paid or accrued to T.P. Cheng & Company Ltd., a private company controlled by an officer, Teresa Cheng, $39,000 (2025 - $39,000) for administration management fees.

(c) Paid or accrued to O'Brien Geological Consulting Inc., a private company controlled by the VP, Exploration, Darren O'Brien, an aggregate amount of $76,200 (2025 - $69,180) for geological project management fees.

The amounts charged to the Company for the transactions provided have been determined by negotiations amongst parties. These transactions were in the normal course of operations and management believes that they were incurred on the same basis as similar transactions with non-related parties.

Included in accounts payable and accrued liabilities at June 30, 2026 is $66,138 (2025 - $192,061) due to related parties. Amounts due to related parties are unsecured, non-interest bearing, and have no specific terms of repayment.

## 11. FINANCIAL INSTRUMENTS AND RISK

***Fair value***

IFRS 7 establishes a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value as follows:

Level 1 – quoted prices (unadjusted) in active markets for identical assets or liabilities;

Level 2 – inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices); and

Level 3 – inputs for the asset or liability that are not based on observable market data (unobservable inputs).

## 11. FINANCIAL INSTRUMENTS AND RISK – *continued*

***Fair value*** *- continued*

As at June 30, 2026, the Company's financial instruments are comprised of cash and cash equivalents, marketable securities, receivables excluding goods and services tax, B.C. mining exploration tax credit receivable, and accounts payable and accrued liabilities. The carrying value of receivables, and accounts payable and accrued liabilities approximate their fair values due to the relatively short periods to maturity of these financial instruments.

Financial instruments measured at fair value on the statements of financial position are summarized in levels of fair value hierarchy as follows:

June 30, 2026

| Assets | Level 1 | Level 2 | Level 3 | Total |
|---|---|---|---|---|
| Cash and cash equivalents | $ 11,252,242 | $ - | $ - | $ 11,252,242 |
| Marketable securities | 50,889 | - | - | 50,889 |
| | $ 11,303,131 | $ - | $ - | 11,303,131 |

December 31, 2025

| Assets | Level 1 | Level 2 | Level 3 | Total |
|---|---|---|---|---|
| Cash and cash equivalents | $ 379,261 | $ - | $ - | $ 379,261 |
| Marketable securities | 31,471 | - | - | 31,471 |
| | $ 410,732 | $ - | $ - | $ 410,732 |

***Risk Management***

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

*Credit risk*

Credit risk is the risk of potential loss to the Company if a customer or counterparty to a financial instrument fails to meet its contractual obligations. The Company's credit risk is limited to the carrying amount on the statement of financial position and arises from the Company's cash and cash equivalents, marketable securities, receivables and reclamation bonds.

The Company's cash and cash equivalents and marketable securities are held through a Canadian chartered bank and brokerage firms, which are high-credit quality financial institutions. The Company's receivables primarily consist of exploration tax credit due from the B.C. Government and goods and services tax rebates due from the Government of Canada.

*Liquidity risk*

Liquidity risk is the risk that the Company will not meet its financial obligations as they fall due. 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 of $11,252,242 to settle current liabilities of $1,135,588. All of the Company's financial liabilities have contractual maturities of 30 days or are due on demand and are subject to normal trade terms.

*Market risk*

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk may arise from changes in market factors such as interest rate, foreign exchange rate and price risks.

## 11. FINANCIAL INSTRUMENTS AND RISK – *continued*

***Risk Management*** *- continued*

(a) Interest rate risk

The Company has cash balances and no interest-bearing debt. The Company's current policy is to invest excess cash in investment-grade short-term certificates of deposits issued by its banking institution. The Company periodically monitors the investments it makes and is satisfied with the credit ratings of its bank.

(b) Foreign currency rate risk

While the Company is domiciled in Canada and its capital is raised in Canadian dollars, a portion of its business is conducted in the United States of America. As such, it is subject to risk due to fluctuations in the exchange rate between the Canadian and US dollars. Management believes the foreign exchange risk derived from currency conversions is insignificant and therefore does not hedge its foreign exchange risk.

(c) Price risk

Price risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate due to changes in market prices, other than those arising from interest rate or foreign currency risks. At June 30, 2026, the Company had marketable securities with a fair value of $50,889. A ±10% change in the share prices would affect the Company's consolidated financial statements by approximately $5,089.

The net realizable values of the Company's marketable securities are also subject to impairment resulting from insufficient market liquidity. The extent of such potential impairment is not readily determinable.

## 12. CAPITAL MANAGEMENT

The Company manages its cash and cash equivalents, and common shares as capital. The Company manages its capital with the following objectives:

- to ensure sufficient financial flexibility to achieve the on-going business objectives including, but not limited to, pursuing the exploration of its exploration and evaluation assets, funding of future growth opportunities, and pursuit of new acquisitions; and
- to maximize shareholder return through enhancing share value.

The Company monitors its capital structure and makes adjustments according to market conditions in an effort to meet its objectives given the current outlook of the business and industry in general. The Company manages its capital structure by issuing new shares, adjusting capital spending or disposing of assets. In addition, management of the Company's capital structure is facilitated through its financial and operational forecasting processes. The forecast of the Company's future cash flows is based on estimates of capital and operating expenditures, and other investing and financing activities. The forecast is regularly updated based on changes that the Company views as material to the accuracy of the forecast.

The Company's capital management objectives, policies and processes have not been changed over the period presented. The Company is not subject to any externally imposed capital requirements.

## 13. SEGMENTED INFORMATION

The Company operates in one reportable operating segment, being the exploration and development of exploration and evaluation assets in Canada and the United States.

## 14. COMMITMENTS

As of June 30, 2026, the Company's aggregate commitments are as follows:

| Assets | < 1 year | 1 -3 years | 4 - 6 years | Total |
|---|---|---|---|---|
| Accounts payable and accrued liabilities | $ 1,135,588 | $ - | $ - | $ 1,135,588 |
| Office lease | 4,224 | - | - | 4,224 |
| Total | $ 1,139,812 | $ - | $ - | $ 1,139,812 |