

ICONIC MINERALS LTD.

CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

FOR THE SIX MONTHS ENDED FEBRUARY 28, 2025

**Expressed in Canadian Dollars
(Unaudited – prepared by management)**

NOTICE TO READER

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

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

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

VANCOUVER, BC
April 28, 2025

Iconic Minerals Ltd.

Condensed Consolidated Interim Statements of Financial Position
(Expressed in Canadian dollars - unaudited)

As at	February 28, 2025 -\$-	August 31, 2024 -\$-
ASSETS		
Current assets		
Cash	42,313	36,141
Prepaid expenses and deposits	17,290	14,040
Receivables (Note 3)	382,593	355,880
Investments (Note 4)	447,053	367,519
	889,249	773,580
Non-current assets		
Exploration and evaluation assets (Note 5)	1,360,953	1,359,452
TOTAL ASSETS	2,250,202	2,133,032
LIABILITIES AND SHAREHOLDERS' EQUITY		
Current liabilities		
Accounts payable and accrued liabilities (Note 6 and 8)	1,054,252	1,495,396
	1,054,252	1,495,396
Rehabilitation obligation (Note 5)	28,763	26,971
TOTAL LIABILITIES	1,083,015	1,522,367
SHAREHOLDERS' EQUITY		
Share capital (Note 9)	28,514,804	28,514,804
Reserves (Note 9)	5,603,943	5,603,943
Performance shares issuable (Note 5)	227,116	225,338
Deficit	(33,178,676)	(33,733,420)
TOTAL SHAREHOLDERS' EQUITY	1,167,187	610,665
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	2,250,202	2,133,032

Nature of Operations and Going Concern (Note 1)

Approved by the Directors:

"Keturah Nathe"

"Richard Kern"

See accompanying notes to the condensed consolidated interim financial statements

Iconic Minerals Ltd.

Condensed Consolidated interim Statements of Income (Loss) and Comprehensive Income (Loss)
(Expressed in Canadian dollars - unaudited)

	Six months ended		Three months ended	
	February 28, 2025	February 29, 2024	February 28, 2025	February 29, 2024
	-\$-	-\$-	-\$-	-\$-
EXPENSES				
Business development (Note 8)	-	103,800	-	58,707
Consulting (Note 8)	48,000	59,448	24,000	30,129
Foreign exchange	30,735	2,060	10,246	517
Management fees (Note 8)	54,309	52,567	27,595	26,109
Office administration (Note 8)	78,863	79,502	39,194	39,383
Professional fees	25,033	83,396	6,607	60,199
Shareholder communications	520	22,868	520	8,310
Share-based compensation (Notes 8 and 9)	1,778	48,936	960	1,940
Transfer agent and regulatory fees	22,219	18,941	15,782	10,032
Operating loss	(261,457)	(471,518)	(124,904)	(235,326)
Unrealized gain (loss) on investments (Note 4)	572,603	(977,398)	200,657	(845,519)
Loss on sale of investments (Note 4)	(144,113)	(85,230)	(116,993)	(85,060)
Gain on write-off of accounts payable (Note 7)	69,018	-	-	-
Impairment recovery on exploration and evaluation assets	318,693	-	318,693	-
Income (loss) and comprehensive income (loss) for the period	554,744	(1,534,146)	277,453	(1,165,905)
Basic and diluted income (loss) per share	\$ 0.00	\$ (0.01)	\$ 0.00	\$ (0.01)
Weighted average number of common shares outstanding – basic and diluted	147,509,051	147,509,051	147,509,051	147,509,051

See accompanying notes to the condensed consolidated interim financial statements

Iconic Minerals Ltd.

Condensed Consolidated Interim Statements of Changes in Shareholders' Equity
(Expressed in Canadian dollars - unaudited)

	Share capital		Reserves	Performance shares issuable	Deficit	Total
	Number of shares	Amount				
Balance at August 31, 2023	147,509,051	\$ 28,514,804	\$ 5,560,293	\$ 251,607	\$ (31,453,830)	\$ 2,872,874
Share-based compensation	-	-	43,650	-	-	43,650
Performance shares issuable	-	-	-	5,286	-	5,286
Loss for the period	-	-	-	-	(1,534,146)	(1,534,146)
Balance at February 29, 2024	147,509,051	\$ 28,514,804	\$ 5,603,943	\$ 256,893	\$ (32,987,976)	\$ 1,387,664
Balance at August 31, 2024	147,509,051	\$ 28,514,804	\$ 5,603,943	\$ 225,338	\$ (33,733,420)	\$ 610,665
Performance shares issuable	-	-	-	1,778	-	1,778
Income for the period	-	-	-	-	554,744	554,744
Balance at February 28, 2025	147,509,051	\$ 28,514,804	\$ 5,603,943	\$ 227,116	\$ (33,178,676)	\$ 1,167,187

See accompanying notes to the condensed consolidated interim financial statements

Iconic Minerals Ltd.

Condensed Consolidated Interim Statements of Cash Flows
(Expressed in Canadian dollars - unaudited)

	Six months ended	
	February 28, 2025	February 29, 2024
	-\$-	-\$-
OPERATING ACTIVITIES		
Income (loss) for the period	554,744	(1,534,146)
Adjustments for non-cash items:		
Foreign exchange loss (gain)	(20,376)	3,071
Loss on sale of investments	144,113	85,230
Unrealized loss (gain) on investments	(572,603)	977,398
Gain on write-off of accounts payable	(69,018)	-
Impairment recovery on exploration and evaluation assets	(318,693)	-
Share-based compensation	1,778	48,936
Net change in non-cash working capital accounts:		
Prepaid expenses	(3,250)	22,541
Receivables	(4,545)	25,360
Accounts payable and accrued liabilities	(53,433)	(19,850)
NET CASH FLOWS USED IN OPERATING ACTIVITIES	(341,283)	(391,460)
INVESTING ACTIVITIES		
Exploration and evaluation assets expenditures and advances	(1,501)	(13,011)
Net proceeds from sale of investments	348,956	124,037
NET CASH FLOWS PROVIDED BY INVESTING ACTIVITIES	347,455	111,026
Increase (decrease) in cash in the period	6,172	(280,434)
Cash, beginning	36,141	319,361
CASH, ENDING	42,313	38,927

The significant non-cash transactions during the periods presented include:

	February 28, 2025	February 29, 2024
	-\$-	-\$-
Accounts payable related to exploration and evaluation assets	298,286	336,975
Performance shares issuable for exploration and evaluation assets	1,778	5,286

See accompanying notes to the condensed consolidated interim financial statements

Iconic Minerals Ltd.

Notes to the Condensed Consolidated Interim Financial Statements
for the six months ended February 28, 2025
(Expressed in Canadian dollars - unaudited)

1. NATURE OF OPERATIONS AND GOING CONCERN

Iconic Minerals Ltd. ("Company") is engaged in the acquisition and exploration of exploration and evaluation assets. The Company was incorporated under the laws of British Columbia on September 14, 1979. The Company's head office and principal place of business is located at 303 - 595 Howe Street, Vancouver, British Columbia, V6C 2T5.

These consolidated financial statements have been prepared on the assumption that the Company and its subsidiary will continue as a going concern, meaning they will continue in operation for the foreseeable future and will be able to realize assets and discharge liabilities in the ordinary course of operations. At February 28, 2025, the Company had working capital deficit of \$165,003 (August 31, 2024 - \$721,816) and the Company's ability to meet its obligations and maintain its current operations is contingent upon successful completion of additional financing arrangements, continued cooperation of creditors and related parties, and ultimately upon the discovery of proven reserves and generating profitable operations. These material uncertainties may cast significant doubt upon the entity's ability to continue as a going concern.

The Company is currently evaluating its exploration and evaluation assets and has not determined whether any of these properties contain reserves that are economically recoverable. The recoverability of amounts recorded for exploration and evaluation assets is dependent upon the discovery of economically recoverable reserves. The Company's future capital requirements depend on many factors, including costs of exploration and development of the exploration and evaluation assets, cash flow from operations, costs to complete additional exploration, and competition and global market conditions. The Company's operating losses and working capital deficiency will require that it obtain additional capital to continue operations.

The Company will depend almost exclusively on outside capital. Such outside capital will include the issuance of additional equity shares. There can be no assurance that capital will be available to meet the continuing exploration costs or, if the capital is available, that it will be on terms acceptable to the Company. The issuances of additional equity securities by the Company may result in significant dilution to the equity interests of its current shareholders. Obtaining commercial loans, assuming those loans would be available, will increase the Company's liabilities and future cash commitments. If the Company is unable to obtain financing in the amounts and on terms deemed acceptable, the business and future success may be adversely affected, thus giving rise to doubt about the Company's ability to continue as a going concern. These consolidated financial statements do not include any adjustments relating to the recoverability and reclassification of recorded asset amounts and classification of liabilities that might be necessary should the Company be unable to continue in existence.

2. MATERIAL ACCOUNTING POLICY INFORMATION

Statement of compliance to IFRS Accounting Standards

These condensed consolidated interim financial statements are prepared in accordance with International Accounting Standard ("IAS") 34 Interim Financial Reporting under International Financial Reporting Standards ("IFRS") issued by the International Accounting Standards Board ("IASB"). These Financial Statements follow the same accounting policies and methods of application as our most recent annual financial statements. These financial statements do not contain all of the information required for full annual financial statements and should be read in conjunction with the Company's annual audited financial statements for the year ended August 31, 2024.

The consolidated financial statements were authorized for issued on April 28, 2025 by the directors of the Company.

Iconic Minerals Ltd.

Notes to the Condensed Consolidated Interim Financial Statements
for the six months ended February 28, 2025
(Expressed in Canadian dollars - unaudited)

2. MATERIAL ACCOUNTING POLICY INFORMATION (cont'd...)

Principles of consolidation

These financial statements have been prepared on a consolidated basis and include the accounts of the Company, its wholly-owned subsidiary Bonaventure Nevada Inc. ("Bonaventure") incorporated in the State of Nevada, USA and its wholly-owned subsidiary Goldnev Exploration Ltd. ("Goldnev") incorporated in British Columbia, Canada. All significant inter-company balances and transactions have been eliminated on consolidation. All amounts are expressed in Canadian dollars which is the functional currency of the parent company and its subsidiaries, unless denominated otherwise.

Exploration and evaluation assets

Upon acquiring the legal right to explore, all costs related to the acquisition, exploration and development of exploration and evaluation assets are capitalized by property. If economically recoverable ore reserves are developed, capitalized costs of the related property are reclassified as mining assets and amortized using the unit of production method. When a property is abandoned, all related costs are written off to operations. If, after management review, it is determined that the carrying amount of an exploration and evaluation asset is impaired, that property is written down to its estimated net realizable value. An exploration and evaluation asset are reviewed for impairment whenever events or changes in circumstances indicate that its carrying amount may not be recoverable.

The amounts shown for exploration and evaluation assets do not necessarily represent present or future values. Their recoverability is dependent upon the discovery of economically recoverable reserves, the ability of the Company to obtain the necessary financing to complete the development, and future profitable production or proceeds from the disposition thereof.

Recoveries on mineral properties are recorded against the related property cost as amounts are received, with any net excess recorded to profit or loss.

Tax credits

Any federal or provincial tax credits received by the Company, with respect to exploration or development work conducted on any of its exploration and evaluation assets are credited as a reduction to the carrying costs of the exploration and evaluation assets to which the credits relate. Until such time that there is significant certainty with regard to collections and assessments, the Company will record any recovered tax credits at the time of receipt. No gain or loss is realized during the exploration stage until all carrying costs of the specific interest have been offset.

Iconic Minerals Ltd.

Notes to the Condensed Consolidated Interim Financial Statements
for the six months ended February 28, 2025
(Expressed in Canadian dollars - unaudited)

2. MATERIAL ACCOUNTING POLICY INFORMATION (cont'd...)

Future site restoration costs

Provision for environmental rehabilitation

The Company recognizes liabilities for statutory, contractual, constructive or legal obligations associated with the retirement of its exploration and evaluation assets, when those obligations result from the acquisition, construction, development, or normal operation of the assets. The net present value of future rehabilitation cost estimates arising from the decommissioning of plant and other site preparation work is capitalized to the related assets along with a corresponding increase in the decommission liability in the period incurred. Discount rates using a pre-tax rate that reflect the time value of money are used to calculate the net present value. The rehabilitation asset is depreciated on the same basis as related assets.

The Company's estimates of decommissioning costs could change as a result of changes in regulatory requirements, discount rates and assumptions regarding the amount and timing of the future expenditures. These changes are recorded directly to the related asset with a corresponding entry to the rehabilitation provision. The Company's estimates are reviewed at the end of each reporting period for changes in regulatory requirements, discount rates, effects of inflation and changes in estimates. Changes in the net present value, excluding changes in the Company's estimates of decommissioning costs, are charged to profit or loss.

Estimated future removal and site restoration costs will be provided for on the unit-of-production method. Costs will be based on estimates in accordance with current legislation and industry practices. Actual removal and site restoration expenditures will be charged to the accumulated provision account as incurred.

Financial instruments

Financial assets

On initial recognition, financial assets are recognized at fair value and are subsequently classified and measured at: (i) amortized cost; (ii) fair value through other comprehensive income ("FVOCI"); or (iii) fair value through profit or loss ("FVTPL"). The classification of financial assets is generally based on the business model in which a financial asset is managed and its contractual cash flow characteristics. A financial asset is measured at fair value net of transaction costs that are directly attributable to its acquisition except for financial assets at FVTPL where transaction costs are expensed. All financial assets not classified and measured at amortized cost or FVOCI are measured at FVTPL. On initial recognition of an equity instrument that is not held for trading, the Company may irrevocably elect to present subsequent changes in the investment's fair value in other comprehensive income.

The classification determines the method by which the financial assets are carried on the statement of financial position subsequent to inception and how changes in value are recorded. Cash, and receivables are measured at amortized cost with subsequent impairments recognized in profit or loss and investments are classified as FVTPL.

Impairment

An 'expected credit loss' impairment model applies which requires a loss allowance to be recognized based on expected credit losses. The estimated present value of future cash flows associated with the asset is determined and an impairment loss is recognized for the difference between this amount and the carrying amount as follows: the carrying amount of the asset is reduced to estimated present value of the future cash flows associated with the asset, discounted at the financial asset's original effective interest rate, either directly or through the use of an allowance account and the resulting loss is recognized in profit or loss for the period.

Iconic Minerals Ltd.

Notes to the Condensed Consolidated Interim Financial Statements
for the six months ended February 28, 2025
(Expressed in Canadian dollars - unaudited)

2. MATERIAL ACCOUNTING POLICY INFORMATION (cont'd...)

Financial instruments (cont'd...)

Impairment (cont'd)

In a subsequent period, if the amount of the impairment loss related to financial assets measured at amortized cost decreases, the previously recognized impairment loss is reversed through profit or loss to the extent that the carrying amount of the investment at the date the impairment is reversed does not exceed what the amortized cost would have been had the impairment not been recognized.

Financial liabilities

Financial liabilities are designated as either: (i) fair value through profit or loss; or (ii) other financial liabilities. All financial liabilities are classified and subsequently measured at amortized cost except for financial liabilities at FVTPL. The classification determines the method by which the financial liabilities are carried on the statement of financial position subsequent to inception and how changes in value are recorded. Accounts payable, accrued liabilities and long-term liabilities (including current portion) are classified as other financial liabilities and carried on the statement of financial position at amortized cost.

Income (loss) per share

The Company computes income (loss) per share assuming that proceeds received from in-the-money stock options and share purchase warrants are used to repurchase common shares at the prevailing market rate.

Basic income (loss) per share figures is calculated using the weighted average number of shares outstanding during the respective years. Diluted income (loss) per share is computed by dividing net income (loss) by the weighted average shares outstanding adjusted for additional shares from the assumed exercise of in the money stock options, restricted share units, or warrants, if dilutive. The number of additional shares is calculated by assuming the outstanding dilutive stock options are exercised and that the assumed proceeds are used to acquire common shares at the average market price during the year.

Significant accounting judgments, estimates and assumptions

The preparation of the Company's consolidated financial statements in conformity with IFRS Accounting Standards requires management to make judgments, estimates and assumptions that affect the reported amounts of assets, liabilities and contingent liabilities at the date of the consolidated financial statements and reported amounts of revenues and expenses during the reporting period. Estimates and assumptions are continuously evaluated and are based on management's experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. However, actual outcomes can differ from these estimates.

Areas requiring a significant degree of estimation and judgment relate to the determination of the recoverability of the carrying value of exploration and evaluation assets, rehabilitation obligation, and other equity-based payments, including performance shares issuable. Actual results may differ from those estimates and judgments.

Iconic Minerals Ltd.

Notes to the Condensed Consolidated Interim Financial Statements
for the six months ended February 28, 2025
(Expressed in Canadian dollars - unaudited)

2. MATERIAL ACCOUNTING POLICY INFORMATION (cont'd...)

Significant accounting judgments, estimates and assumptions (cont'd...)

Rehabilitation obligation

The Company has recorded an estimated present value of a rehabilitation obligation that is expected to be paid at a future date, determined by estimates of amounts to be paid in future years. Such estimates are revised based on market conditions.

Valuation of Exploration and Evaluation assets

Management has determined that exploration, evaluation, and related costs incurred which were capitalized may have future economic benefits and may be economically recoverable. Management uses several criteria in its assessments of economic recoverability and probability of future economic benefits including, geologic and other technical information, a history of conversion of mineral deposits with similar characteristics to its own properties to proven and probable mineral reserves, the quality and capacity of existing infrastructure facilities, evaluation of permitting and environmental issues and local support for the project. Property under lease has attributes of an option agreement and accordingly the Company capitalizes annual lease payments and exploration and evaluation costs required under the lease agreement.

Share-based compensation

The Company grants stock options to directors, officers and consultants. All share-based awards are measured and recognized using a fair value-based method. The fair value of options and other share-based awards to employees or consultants, issued or altered in the period, are determined using the Black-Scholes option pricing model.

In situations where equity instruments are issued to non-employees and some or all of the goods or services received by the entity as consideration cannot be specifically identified, they are measured at fair value of the share-based payment. Otherwise, share-based payments are measured at the fair value of goods or services received. The vesting of share-based payments is subject to estimation uncertainty.

The Company uses the Black-Scholes option pricing model for valuation of share-based compensation. Option pricing models require the input of subjective assumptions including expected price volatility, interest rate and forfeiture rate. Changes in the input assumptions can significantly change the fair value estimate and the Company's earnings and equity reserves.

Performance shares issuable is calculated based on the fair value of the equity instruments effected for estimated forfeiture rates on performance benchmarks and is recorded as benchmarks are achieved.

Deferred income taxes

Income tax is recognized in profit or loss except to the extent that it relates to items recognized directly in equity, in which case it is recognized in equity. Current tax expense is the expected tax payable on the taxable income for the year, using tax rates enacted or substantively enacted at period end, adjusted for amendments to tax payable with regards to previous years.

Iconic Minerals Ltd.

Notes to the Condensed Consolidated Interim Financial Statements
for the six months ended February 28, 2025
(Expressed in Canadian dollars - unaudited)

2. MATERIAL ACCOUNTING POLICY INFORMATION (cont'd...)

Deferred income taxes (cont'd)

Deferred tax is recorded based on temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the amounts used for taxation purposes. The following temporary differences are not provided for: goodwill not deductible for tax purposes; the initial recognition of assets or liabilities that affect neither the accounting or taxable loss; and differences relating to investments in subsidiaries to the extent that they will probably not reverse in the foreseeable future. The amount of deferred tax provided is based on the expected manner of realization or settlement of the carrying amount of assets and liabilities, using tax rates enacted or substantively enacted at the statement of financial position date.

A deferred tax asset is recognized only to the extent that it is probable that the future taxable profits will be available against which the assets can be utilized.

Additional income taxes that arise from the distribution of dividends are recognized at the same time as the liability to pay the related dividend. Deferred tax assets and liabilities are offset when there is a legally enforceable right to set off current tax assets against current tax liabilities and when they relate to income taxes levied by the same taxation authority and the Company intends to settle its current tax assets and liabilities on a net basis.

Foreign currency translation

The Company's reporting currency and the functional currency of all its operations is the Canadian dollar as this is the principal currency of the economic environment in which the Company operates. The functional currency determination was conducted through an analysis of consideration factors identified in IAS 21, *The Effect of Changes in Foreign Exchange Rates*.

Transactions in foreign currencies are translated at the exchange rate in effect at the date of the transaction. Foreign denominated monetary assets and liabilities are translated to their Canadian dollar equivalents using foreign exchange rates prevailing at the financial position reporting date. Exchange gains or losses arising on foreign currency translation are reflected in profit or loss.

Impairment of assets

The carrying amount of the Company's assets is reviewed at each reporting date to determine whether there is any indication of impairment. If such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss. An impairment loss is recognized whenever the carrying amount of an asset or its cash generating unit exceeds its recoverable amount. Impairment losses are recognized in profit or loss.

The recoverable amount of assets is the greater of an asset's fair value less cost to sell and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects the current market assessments of the time value of money and the risks specific to the asset. For an asset that does not generate cash inflows largely independent of those from other assets, the recoverable amount is determined for the cash-generating unit to which the asset belongs.

An impairment loss is only reversed if there is an indication that the impairment loss may no longer exist and there has been a change in the estimates used to determine the recoverable amount, however, not to an amount higher than the carrying amount that would have been determined had no impairment loss been recognized in previous years.

Iconic Minerals Ltd.

Notes to the Condensed Consolidated Interim Financial Statements
for the six months ended February 28, 2025
(Expressed in Canadian dollars - unaudited)

2. MATERIAL ACCOUNTING POLICY INFORMATION (cont'd...)

Related party transactions

Parties are considered to be related if one party has the ability, directly or indirectly, to control the other party or exercise significant influence over the other party in making financial and operation decisions. Related parties may be individuals or corporate entities. A transaction is considered to be a related party transaction when there is a transfer of resource or obligations between related parties.

New Standards, interpretations and amendments not yet effective

A number of new standards, amendments to standards and interpretations are not yet effective as of February 28, 2025 and have not been applied in preparing these consolidated financial statements.

Amendments to IAS 1 – Classification of Liabilities as Current or Non-Current

The amendments aim to promote consistency in applying the requirements by helping companies determine whether, in the statement of financial position, debt and other liabilities with an uncertain settlement date should be classified as current (due or potentially due to be settle within one year) or non-current. The amendments are effective for annual periods beginning on or after January 1, 2024.

IFRS 18 - Presentation and Disclosure in Financial Statements was issued by the International Accounting Standards Board (IASB) on 09 April 2024. The IASB will undertake activities to support implementation and consistent application of the Standard. IFRS 18 was issued in April 2024 and applies to an annual reporting period beginning on or after January 1, 2027.

Amendments to IAS 21 - In August 2023, the IASB issued Lack of Exchangeability, which amended IAS 21 to add requirements to help entities to determine whether a currency is exchangeable into another currency, and the spot exchange rate to use when it is not. These new requirements will apply from 2025, with early application permitted.

The Company continues to assess the impact of these standards on its future financial reporting.

3. RECEIVABLES

The components of receivables are as follows:

	February 28, 2025 - \$ -	August 31, 2024 - \$ -
Due from government agencies	26,834	22,288
Refundable reclamation bond (Note 5)	355,759	333,592
	382,593	355,880

Iconic Minerals Ltd.

Notes to the Condensed Consolidated Interim Financial Statements
for the six months ended February 28, 2025
(Expressed in Canadian dollars - unaudited)

4. INVESTMENTS

Investments consist of shares and warrants of publicly listed companies. The Company has the following investments at fair value as of February 28, 2025 and August 31, 2024:

	February 28, 2025		August 31, 2024	
	Number of Shares	Fair value \$	Number of Shares	Fair value \$
Nevada Lithium Resources Ltd.	1,695,000	305,100	3,260,299	309,729
Nevada Lithium Resources Ltd.	4,000,000 warrants	141,953	4,000,000 warrants	57,790
		447,053		367,519

The fair values of the warrants were based on the following assumptions: share price at the period ended February 28, 2025 of \$0.181 (August 31, 2024 - \$0.095); exercise price of \$0.20; expected life of 0.36 (August 31, 2024 - 0.86) year; expected volatility of 97.13% (August 31, 2024 - 98.60%); risk free interest rate of 2.59% (August 31, 2024 - 3.44%); expected dividend yield rate of 0% (August 31, 2024 - 0%); and forfeiture rate of 0% (August 31, 2024 - 0%).

During the period ended February 28, 2025, the Company recognized a loss of \$144,113 (2024 - \$85,230) upon the sale of certain shares, an unrealized gain on investments held of \$488,441 (2024 - \$491,672 loss), and an unrealized gain on warrants held of \$84,162 (2024 - \$485,726 loss).

5. EXPLORATION AND EVALUATION ASSETS

Title to exploration and evaluation assets involves certain inherent risks due to the difficulties of determining the validity of certain claims as well as the potential for problems arising from the frequently ambiguous conveyancing history characteristic of many exploration and evaluation assets. The Company has investigated title to its exploration and evaluation assets and, to the best of its knowledge, they are in good standing.

NEVADA, USA PROPERTIES

The following table summarizes the consolidated schedule of exploration and evaluation assets:

	New Pass - \$ -	Midas South - \$ -	Smith Creek - \$ -	Grass Valley - \$ -	Total - \$ -
Beginning balance September 1, 2023	193,276	1	838,214	239,276	1,270,767
Claims renewals and reclamation bonds	17,311	16,980	38,481	19,758	92,530
Consulting geological	-	-	5,410	5,409	10,819
Drilling, geophysical and assay	1,223	1,223	-	-	2,446
Site office and administration	387	-	353	353	1,093
	18,921	18,203	44,244	25,520	106,888
Less:					
Impairments	-	(18,203)	-	-	(18,203)
Ending balance August 31, 2024	212,197	1	882,458	264,796	1,359,452

Iconic Minerals Ltd.

Notes to the Condensed Consolidated Interim Financial Statements
for the six months ended February 28, 2025
(Expressed in Canadian dollars - unaudited)

5. EXPLORATION AND EVALUATION ASSETS (cont'd...)

	New Pass - \$ -	Midas South - \$ -	Smith Creek - \$ -	Grass Valley - \$ -	Total - \$ -
Beginning balance September 1, 2024	212,197	1	882,458	264,796	1,359,452
Drilling, geophysical and assay	751	750	-	-	1,501
	751	750	-	-	1,501
Ending balance February 28, 2025	212,948	751	882,458	264,796	1,360,953

As of February 28, 2025, included in receivables of \$355,759 (August 31, 2024 - \$333,592) was for a refundable reclamation bond pursuant to the disposal of Bonnie Claire Lithium property.

New Pass - The property consists of a 50% interest in certain unpatented mining claims located in Churchill County, Nevada.

The Company has estimated a rehabilitation obligation of \$28,763 (August 31, 2024 - \$26,971) related to this property.

As at February 28, 2025, the Company has posted a bond of US\$45,900 (August 31, 2024 - US\$45,900).

On May 3, 2024, the Company entered into a property option agreement with Gold Basin Resources Corporation (TSXV: GXX) ("Gold Basin"), whereby Gold Basin can acquire from the Company and its wholly owned subsidiary a 50% interest in and to the New Pass gold property.

Pursuant to the option agreement, the Company granted to Gold Basin the exclusive option to acquire an undivided 50% right, title and interest in and to the unpatented mineral claims comprising the property. Inconsideration of the payment of an aggregate of \$750,000 in cash and the delivery of an aggregate of \$750,000 in common shares in the capital of Gold Basin ("Consideration Shares").

In February 2025, the property option agreement was terminated as Gold Basin failed to deliver upon the option exercise conditions as was required.

Midas South - The property consists of a 50% interest in certain unpatented mining claims located in Elko County, Nevada.

Smith Creek Lithium - In October 2016, the Company entered into an option agreement with a company related by virtue of a common director to acquire a 100% interest in certain mining claims in Nevada. The Company may earn its 100% interest by: (a) reimbursing the vendor for all documented expenses, US \$40,000; (b) expending initial and annual claim filing fees and expenses estimated at US \$193,000; and (c) also expending for exploration in the first year US \$200,000, second year US \$500,000, third year US \$500,000 and fourth year US \$1,000,000, totaling US \$2,000,000. The optionor has agreed to suspend the commitments under the option until additional funding is received to advance the property.

On November 4, 2022, the Company entered into a binding term sheet with Lithium of Nevada Pty Ltd. ("Lithium of Nevada"), to grant to Lithium of Nevada the option to earn up to a 50% interest in the Company's Smith Creek lithium property.

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5. EXPLORATION AND EVALUATION ASSETS (cont'd...)

In February 2023, the Company and Lithium of Nevada entered into a definitive property option agreement. Pursuant to the definitive agreement, Lithium of Nevada can exercise the option by making cash earn-in payments to the Company in the aggregate amount of US\$5,600,000. The earn-in payments will be used to fund work programs on the Smith Creek property during the term of the option and will be payable as follows:

- US\$1,750,000 on or before March 19, 2023 (received an aggregate amount of US\$533,333);
- US\$1,250,000 on or before May 31, 2023;
- US\$1,500,000 on or before June 30, 2023;
- US\$1,100,000 on or before September 30, 2023.

In August 2023, the option agreement was terminated when Lithium of Nevada failed to fund the first expenditure funding commitment within the time periods set out in the option agreement. During the year ended August 31, 2023, the Company recorded a gain of \$106,426 on the transaction termination.

As at February 28, 2025, the Company has posted a reclamation bond of US\$19,209 (August 31, 2024 - US\$19,209).

Grass Valley Lithium – on August 19, 2023, the Company signed a letter of intent with a party related by virtue of a common director to acquire 100% interest in the Grass Valley lithium property located in Lander County, Nevada.

In consideration of the option to the Company to acquire 100% interest in the property, the Company will commit to exploration expenditures of US\$200,000 in 12 months. The Grass Valley property is subject to 3% NSR. The Company has the option to reduce the NSR to 2% for a cash payment of US\$1,000,000.

Technology Development and License Agreement – In January 2018, the Company entered into an exclusive definitive licensing agreement with St-Georges Eco-Mining Corp. ("St-Georges"), a non-arm's length transaction by virtue of a common chief financial officer, to utilize its proprietary lithium extraction, purification and processing technology. The agreement grants the Company the exclusive right to a site license within the state of Nevada, to use St-Georges' proprietary and related technology, products, patents and future improvements for the purpose of extracting, processing and selling lithium. Pursuant to the agreement, St-Georges has agreed to provide engineering and technical services on all licensed production sites.

In consideration for the licensing rights, the Company agreed to issue St-Georges a total of 5,000,000 common shares in stages over a 36-month period, subject to performance benchmarks. The performance shares vest in three tranches which are subject to estimated forfeiture rates of 0%, 25%, and 25% respectively.

In July 2019, St-Georges completed a performance benchmark resulting in the Company issuing 2,000,000 common shares with a value of \$234,000 to St-Georges.

During the period ended February 28, 2025, the Company has recorded a total of \$227,116 (August 31, 2024 - \$225,338) to performance shares issuable to record the fair value of the performance shares issuable should the performance benchmarks be achieved. The Company has agreed to pay a Net Revenue Interest Royalty (NRI) of 5% on all minerals produced and sold on all production sites licensed with St-Georges' technologies. The Company is entitled to receive 20% of royalties received by St-Georges from other operations within a specified area.

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6. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

	February 28, 2025	August 31, 2024
	- \$ -	- \$ -
Trade payables	339,912	538,934
Amounts due to related parties (Note 8)	642,874	551,291
Accrued liabilities	71,466	405,171
	1,054,252	1,495,396

7. Write-off Debt

During the period ended February 28, 2025, the Company wrote off certain debts that had exceeded their recovery period and were determined to be invalid.

8. RELATED PARTY TRANSACTIONS AND BALANCES

The Company defines key management as directors and officers of the Company. During the periods ended February 28, 2025 and February 29, 2024, transactions with key management were as follows:

	2025	2024
	- \$ -	- \$ -
Management fees paid or accrued to the CEO and CFO	54,309	52,567
Fees paid or accrued to the CEO or Company under control by CEO included in exploration and evaluation assets	1,501	1,217
Consulting fees and business development services paid or accrued to a company controlled by the corporate manager	24,000	24,000
Consulting fees to a company controlled by director	24,000	24,000
Fees paid or accrued to a company controlled by the corporate manager for office administration and accounting	75,000	75,000
Fees paid or accrued to a company controlled by the corporate manager for business development	-	90,000
Share-based compensation	-	32,192
Total	178,810	298,976

The amounts due to key management personnel as at February 28, 2025 and August 31, 2024 were as follows:

	Feb. 28, 2025	Aug. 31, 2024
	- \$ -	- \$ -
Included in accounts payable and accrued liabilities are amounts due to the corporate manager or companies controlled by the corporate manager	313,456	281,641
Included in accounts payable are amounts due to the CEO and companies controlled by the CEO	329,418	269,650
Total	642,874	551,291

As at February 28, 2025, \$13,751 (August 31, 2024 - \$nil) was prepaid to the corporate manager.

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8. RELATED PARTY TRANSACTIONS AND BALANCES (cont'd...)

The remuneration of directors and other key management personnel, which include the amounts disclosed above for the periods ended February 28, 2025 and February 29, 2024, were as follows:

	2025 - \$ -	2024 - \$ -
Short-term employee benefits – management, administrative, and consulting fees	102,309	100,567
Share-based compensation	-	32,192

9. SHARE CAPITAL AND RESERVES

There were no shares issued during the periods ended February 28, 2025 and August 31, 2024.

Stock options

The Company's stock option plan allows for the granting of options to acquire a number of common shares equal to 10% of the issued and outstanding common shares at the time of the grant. Options granted under the plan will vest at a schedule determined by the board of directors.

Share-based payment

On September 7, 2022, a total of 8,000,000 stock options were granted to purchase common shares exercisable on or before September 7, 2025, at an exercise price of \$0.11 per share. The estimated grant date fair value of these options was \$564,193.

The grant date fair values of the options granted above were based on the following assumptions: share price at grant date of \$0.10; exercise price of \$0.11; expected life of 3 years; expected volatility of 121%; risk free interest rate of 3.57%; expected dividend yield rate of 0%; and forfeiture rate of 0%.

On November 7, 2023, the Company amended an aggregate of 8,000,000 incentive stock options previously granted on September 7, 2022 to reduce the exercise price to \$0.05 per share from \$0.11. The estimated grant date fair value of these options was \$43,650.

	February 28, 2025		August 31, 2024	
	Number of options	Weighted average exercise price	Number of options	Weighted average exercise price
Options outstanding, beginning of period	8,000,000	\$ 0.11	8,000,000	\$ 0.11
Options outstanding, end of the period	8,000,000	\$ 0.05	8,000,000	\$ 0.05
Options exercisable, end of the period	8,000,000	\$ 0.05	8,000,000	\$ 0.05

In connection to an exclusive definitive licensing agreement with St-Georges (Note 5), as of February 28, 2025, the Company has recorded the cumulative fair value of performance shares issuable as \$227,116 (August 31, 2024 - \$225,338) based on meeting certain future performance benchmarks.

Warrants

There were no warrants outstanding as at February 28, 2025 and August 31, 2024, and no transactions during the periods then ended.

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10. SEGMENTED INFORMATION

The Company operates in one business segment being the acquisition and exploration of mineral properties.

Geographic information is as follows:

Exploration and evaluation assets	United States - \$ -
At August 31, 2024	1,359,452
At February 28, 2025	1,360,953

11. CAPITAL MANAGEMENT

The Company's objective when managing capital is to safeguard the Company's ability to continue as a going concern in order to carry out exploration and evaluation activities and to maintain a flexible capital structure which optimizes the costs of capital at an acceptable risk.

The Company depends on external financing to fund its activities. The capital structure of the Company currently consists of common shares. The Company manages the capital structure and makes adjustments to it in light of changes in economic conditions and the risk characteristics of the underlying assets. To maintain or adjust the capital structure, the Company may attempt to issue new shares, acquire or dispose of assets or adjust the amount of cash.

The issuance of common shares requires approval of the Board of Directors. It is the Company's objective to safeguard its ability to continue as a going concern, so that it can continue to explore and develop its properties for the benefit of its stakeholders. There are no externally imposed capital requirements, and no changes to the management of capital.

12. FINANCIAL INSTRUMENTS AND RISK MANAGEMENT

Financial Instruments

The fair value of investments (shares) is measured using level 1 of the fair value hierarchy. Investments (warrants) are measured using level 2 of the fair value hierarchy. The carrying values of cash, receivables, accounts payable and accrued liabilities approximate fair values because of the short-term nature of these instruments.

Financial instruments measured at fair value are classified into one of three levels in the fair value hierarchy according to the relative reliability of the inputs used to estimate the fair values. The three levels of the fair value hierarchy are:

- Level 1 – Unadjusted quoted prices in active markets for identical assets or liabilities;
- Level 2 – Inputs other than quoted prices that are observable either directly or indirectly; and
- Level 3 – Inputs that are not based on observable market data.

The Company's financial instruments are exposed to a number of financial and market risks, including credit, liquidity, interest rate and price risks. The Company may, or may not, establish from time to time active policies to manage these risks. The Company does not currently have in place any active hedging or derivative trading policies to manage these risks since the Company's management does not believe that the current size, scale and pattern of its operations would warrant such hedging activities.

Credit Risk

Credit risk arises from non-performance by counterparties of contractual financial obligations. The Company's credit risk is primarily attributable to cash and receivables. The Company's cash is invested in established Canadian and US banking and federal institutions and collection of receivables is primarily due from government agencies and other public issuer.

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12. FINANCIAL INSTRUMENTS AND RISK MANAGEMENT (cont'd...)

Liquidity Risk

Liquidity risk is the risk that the Company will not be able to meet its financial obligations as they fall due. The Company manages liquidity by endeavoring to maintain sufficient cash to meet its anticipated operational needs. Liquidity requirements are managed based on expected cash flow to ensure that there is adequate capital to meet short term and long-term obligations. At February 28, 2025, the Company had a working capital deficit of \$165,003 (August 31, 2024 - \$721,816) and is seeking additional financing.

Currency risk

The Company operates in Canada and the United States. At February 28, 2025, the Company had foreign exchange risk with respect to US accounts payable of \$574,264 (August 31, 2024 - \$880,932). If the Canadian dollar changes by one percent against all foreign currencies, with all other variables held constant, the impact of the foreign currency change on the Company's foreign denominated financial instruments would result in a reduction or increase of after-tax net loss of approximately \$5,743 (August 31, 2024 - \$8,809) for the period ended February 28, 2025.

Interest rate risk

Interest rate risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Company has minimal risk as it does not carry interest bearing debt.

Commodity price risk

The ability of the Company to find and explore exploration and evaluation assets and the future profitability of the Company are directly related to the market price of base metals. The Company closely monitors commodity prices to determine the appropriate course of action to be taken by the Company.

Risk management

The Company conducts business in Canada and the United States giving rise to exposure to market risks from changes in foreign currency rates. Currently, the Company does not use derivative instruments to reduce its exposure to foreign currency risk.

The Company is engaged primarily in mineral exploration and manages related industry risk issues directly. The Company is at risk for environmental issues and fluctuations in commodity pricing. Management is not aware of and does not anticipate any significant environmental remediation costs or liabilities in respect of its current operations. The Company is not exposed to significant credit concentration risk or interest rate risk.