



(Formerly Saville Resources Inc.)

## Condensed Interim Consolidated Financial Statements

For the Three Months Ended July 31, 2025

*The accompanying unaudited condensed interim consolidated financial statements of Future Fuels Inc. for the three months ended July 31, 2025 have been prepared by management and approved by the Audit Committee and the Board of Directors of the Company. These condensed interim financial statements have not been reviewed by the Company's external auditors.*

(Expressed in Canadian Dollars)

**Future Fuels Inc.** (Formerly Saville Resources Inc.)  
Condensed Interim Consolidated Statements of Financial Position  
Expressed in Canadian Dollars  
(Unaudited – prepared by management)

	July 31, 2025	April 30, 2025
<b>Assets</b>		
<b>Current</b>		
Cash	\$ 1,450,690	\$ 1,536,691
Receivables (Note 6)	80,342	21,417
Marketable securities (Note 7)	6,999	9,722
Prepaid expenses (Note 15)	202,375	298,272
	<b>1,740,406</b>	1,866,102
<b>Exploration and evaluation assets</b> (Note 8)	<b>15,846,101</b>	15,668,650
	<b>\$ 17,586,507</b>	\$ 17,534,752
<b>Liabilities</b>		
<b>Current</b>		
Accounts payable and accrued liabilities	\$ 308,540	\$ 301,104
Liability for flow-through shares (Note 14)	154,484	192,651
	<b>463,024</b>	493,755
<b>Equity</b>		
Share capital (Note 9)	31,273,021	30,217,413
Subscription received (Note 16)	20,000	-
Contributed surplus (Note 9)	1,899,918	1,899,918
Deficit	(16,069,456)	(15,076,334)
	<b>17,123,483</b>	17,040,997
	<b>\$ 17,586,507</b>	\$ 17,534,752
Commitments (Note 13)		
Subsequent events (Note 16)		

The financial statements were approved by the Board of Directors on September 26, 2025:

"Rob Leckie"  
President, Director

"Mike Hodge"  
Director

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

**Future Fuels Inc.** (Formerly Saville Resources Inc.)

Condensed Interim Consolidated Statements of Loss and Comprehensive Loss

For the three months ended July 31, 2025 and 2024

Expressed in Canadian Dollars

(Unaudited – prepared by management)

	2025	2024
<b>Expenses</b>		
Administration fees (Note 13)	\$ 45,000	\$ 45,000
Advertising and travel (Note 13)	892,130	3,331
Office and miscellaneous	3,379	690
Legal fees	20,505	62,230
Insurance	2,555	-
Salaries and consulting fees (Note 10)	70,500	12,500
Transfer agent and filing fees	3,076	9,054
	<b>(1,037,145)</b>	<b>(132,805)</b>
<b>Other income (expenses)</b>		
Unrealized loss on marketable securities (Note 7)	(2,723)	(3,111)
Flow-through premium recovery (Note 14)	38,167	-
Interest income	8,579	-
	<b>(44,023)</b>	<b>(3,111)</b>
<b>Net and comprehensive loss for the period</b>	<b>(993,122)</b>	<b>(135,916)</b>
<b>Basic and diluted loss per share</b>	<b>\$ (0.01)</b>	<b>\$ (0.01)</b>
<b>Weighted average number of common shares outstanding</b>		
– basic and diluted	<b>68,261,571</b>	<b>22,221,545</b>

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

**Future Fuels Inc.** (Formerly Saville Resources Inc.)

## Condensed Interim Consolidated Statements of Changes in Equity

For the three months ended July 31, 2025 and 2024

Expressed in Canadian Dollars

(Unaudited – prepared by management)

	Number of shares**	Share capital	Subscriptions received	Contributed surplus	Deficit	Total
<b>Balance, April 30, 2024</b>	<b>5,092,369</b>	<b>\$ 11,778,000</b>	<b>\$ 40,000</b>	<b>\$ 466,121</b>	<b>\$ (12,320,537)</b>	<b>\$ (36,416)</b>
Shares issued for cash (Note 9)	20,805,000	1,040,250	(40,000)	-	-	1,000,250
Share exchange agreement (Note 8)	5,100,000	255,000	-	-	-	255,000
Share issuance costs	-	(5,852)	-	-	-	(5,852)
Net loss for the period	-	-	-	-	(135,916)	(135,916)
<b>Balance, July 31, 2024</b>	<b>30,997,369</b>	<b>\$ 13,067,398</b>	<b>\$ -</b>	<b>\$ 466,121</b>	<b>\$ (12,456,453)</b>	<b>\$ 1,077,066</b>
	Number of shares**	Share capital	Subscriptions received	Contributed surplus	Deficit	Total
<b>Balance, April 30, 2025</b>	<b>68,261,571</b>	<b>\$ 30,217,413</b>	<b>\$ -</b>	<b>\$ 1,899,918</b>	<b>\$ (15,076,334)</b>	<b>\$ 17,040,997</b>
Share subscriptions received (Note 16)	-	-	20,000	-	-	20,000
Warrants exercised (Note 9)	12,516,990	1,055,608	-	-	-	1,055,608
Net loss for the period	-	-	-	-	(993,122)	(993,122)
<b>Balance, July 31, 2025</b>	<b>80,778,561</b>	<b>\$ 31,273,021</b>	<b>\$ 20,000</b>	<b>\$ 1,899,918</b>	<b>\$ (16,069,456)</b>	<b>\$ 17,123,483</b>

\*\*All shares are shown on a post-consolidated basis. See Note 10.

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

**Future Fuels Inc.** (Formerly Saville Resources Inc.)  
Condensed Interim Consolidated Statements of Cash Flows  
For the three months ended July 31, 2025 and 2024  
Expressed in Canadian Dollars  
(Unaudited – prepared by management)

	2025	2024
<b>Operating Activities</b>		
Net income (loss)	\$ (993,122)	\$ (135,916)
<b>Items not involving cash</b>		
Unrealized loss on marketable securities	2,723	3,111
Flow-through premium recovery	(38,167)	-
Changes in non-cash working capital		
Taxes and other receivables	(58,925)	(4,912)
Prepaid expenses	95,897	(13,080)
Accounts payable and accrued liabilities	38,835	(19,462)
<b>Cash Flows (Used in) Operating Activities</b>	<b>(952,759)</b>	<b>(170,259)</b>
<b>Investing Activities</b>		
Exploration and evaluation assets	(208,850)	(736,322)
Acquisition of subsidiary	-	1,816
<b>Cash Flows From Investing Activities</b>	<b>(208,850)</b>	<b>(734,506)</b>
<b>Financing Activities</b>		
Shares issued for cash	20,000	1,000,250
Warrants exercised	1,055,608	-
Share issuance costs	-	(5,852)
<b>Cash Flows From Financing Activities</b>	<b>1,075,608</b>	<b>994,398</b>
<b>Net Change in Cash and Cash Equivalents</b>	<b>(86,001)</b>	<b>89,633</b>
<b>Cash and Cash Equivalents, Beginning of Period</b>	<b>1,536,691</b>	<b>54,501</b>
<b>Cash and Cash Equivalents, End of Period</b>	<b>\$ 1,450,690</b>	<b>\$ 144,134</b>
<b>Supplemental Cash Flows Information</b>		
Interest paid	\$ -	\$ -
Income taxes paid	\$ -	\$ -
Exploration and evaluation costs in accounts payable	\$ 17,448	\$ -

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

**Future Fuels Inc.** (Formerly Saville Resources Inc.)  
Notes to the Condensed Interim Consolidated Financial Statements  
For the three months ended July 31, 2025 and 2024  
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**1. NATURE OF OPERATIONS AND CONTINUANCE OF OPERATIONS**

Future Fuels Inc. (formerly Saville Resources Inc.) (“Future Fuels” or “the Company”) is a publicly listed company incorporated in British Columbia with limited liability under the legislation of the Province of British Columbia. The Company is principally engaged in the acquisition, exploration, development and mining of mineral properties. The head office, principal address and registered and records office of the Company are located at 1450, 789 West Pender Street, Vancouver, BC, Canada, V6C 1H2. On November 7, 2024, the Company changed its name to Future Fuels Inc. The Company’s shares are listed on the TSX Venture Exchange under the symbol “FTUR” (formerly “SRE”), the Frankfurt Stock Exchange under the symbol “SOJ”, and the OTC Market under the symbol “FTURF”.

The Company is in the process of exploring its mineral property interests and has not yet determined whether its investments contain mineral reserves that are economically recoverable. The Company’s continuing operations and the underlying value and recoverability of the amounts shown for the investment in the mineral properties is entirely dependent upon the existence of economically recoverable mineral reserves, the ability of the Company to obtain the necessary financing to complete the exploration and development of the investment in the mineral properties, obtaining the necessary permits to mine, and on future profitable production or proceeds from the disposition of the investment in the mineral properties.

**2. GOING CONCERN**

The Company’s ability to continue as a going concern is dependent upon the Company’s ability to satisfy its liabilities as they become due and to obtain the necessary financing to complete the exploration and development of its mineral property interests and the attainment of profitable mining operations. Management is actively engaged in the review and due diligence of opportunities of merit in the mining sector and is seeking to raise the necessary capital to meet its funding requirements. The conditions described above may cast significant doubt as to the appropriateness of the use of the going concern assumption.

Management of the Company does not expect that cash flows for the Company’s operations will be sufficient to cover all of its operating requirements, financial commitments and business development priorities during the next twelve months. Accordingly, there is a material uncertainty that may cast significant doubt on Company’s ability to continue as going concern. The Company expects that it will need to obtain further financing in the form of debt, equity or a combination thereof for the next twelve months. There can be no assurance that additional funding will be available to the Company, or, if available, that this funding will be on acceptable terms. If adequate funds are not available, the Company may be required to delay or reduce the scope of planned exploration and other programs. As at July 31, 2025 and April 30, 2025, the Company reported the following:

	July 31, 2025	April 30, 2025
Net loss for the period	\$993,122	\$2,755,797
Deficit	\$16,069,456	\$15,076,334
Working capital	\$1,277,382	\$1,372,347

Accordingly, these consolidated financial statements do not give effect to adjustments, which could be material, to the carrying values and classification of assets and liabilities, which may be required should the Company be unable to continue as a going concern.

**3. BASIS OF PREPARATION**

a) Statement of compliance

These consolidated financial statements have been prepared in accordance with IFRS Accounting Standards (“IFRS”) issued by the International Accounting Standards Board (“IASB”) and Interpretations of the International Financial Reporting Interpretations Committee (“IFRIC”).

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**3. BASIS OF PREPARATION - Continued**

b) Basis of measurement and consolidation

The consolidated financial statements have been prepared on the historical cost basis, except for cash and cash equivalents which are reflected at fair value as set out in the accounting policies below. In addition, these consolidated financial statements have been prepared using the accrual basis of accounting except for cash flow information. The consolidated financial statements include the financial statements of the Company, its wholly owned subsidiary 1398827 BC Ltd. Subsidiaries consist of entities over which the Company is exposed to, or has rights to, variable returns as well as the ability to affect those returns through the power to direct the relevant activities of the entity. Subsidiaries are fully consolidated from the date control is transferred to the Company and are de-consolidated from the date control ceases. The consolidated financial statements include all the assets, liabilities, revenues, expenses and cash flows of the Company and its subsidiaries after eliminating inter-entity balances and transactions.

c) Approval of the financial statements

The consolidated financial statements of the Company for the three months ended July 31, 2025 were authorized for issue in accordance with a resolution of the directors on September 26, 2025.

**4. MATERIAL ACCOUNTING POLICY INFORMATION**

The policies applied in these condensed interim financial statements are consistent with policies disclosed in Note 4 of the audited financial statements for the year ended April 30, 2025. Therefore, these condensed interim financial statements should be read in conjunction with the Company's audited financial statements for the year ended April 30, 2025.

**5. CRITICAL ACCOUNTING JUDGMENTS AND KEY SOURCES OF ESTIMATION UNCERTAINTY**

The preparation of financial statements requires management to make judgments, estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities, and revenue and expenses. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making the judgments and estimates about carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates. The following are the critical judgments and areas involving estimates, that management have made in the process of applying the Company's accounting policies and that have the most significant effect on the amount recognized in the consolidated financial statements.

**a) Critical judgments in applying accounting policies**

Going concern assumption

These financial statements have been prepared on the basis of the accounting principles applicable to a going concern, which assumes the Company's ability to continue in operation for the foreseeable future and to realize its assets and discharge its liabilities in the normal course of operations. There are several adverse conditions that cast substantial doubt upon the soundness of this assumption. Refer to Note 2 for more details.

Exploration and evaluation assets

The Company makes certain judgments and assumptions regarding indicators of impairment and the recoverability of the carrying values of exploration and evaluation assets. Management has assessed for impairment indicators for the Company's properties and has concluded that no indicators of impairment occur as at July 31, 2025.

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**5. CRITICAL ACCOUNTING JUDGMENTS AND KEY SOURCES OF ESTIMATION UNCERTAINTY - Continued**

**b) Key sources of estimation uncertainty**

Income taxes

Provisions for income taxes are made using the best estimate of the amount expected to be paid based on a qualitative assessment of all relevant factors. The Company reviews the adequacy of these provisions at the end of the reporting period. However, it is possible that at some future date an additional liability could result from audits by taxing authorities. Where the final outcome of these tax-related matters is different from the amounts that were originally recorded, such differences will affect the tax provisions in the period in which such determination is made.

Fair value of share-based payments

Management measures the fair value of equity-settled share-based transactions with officers, directors and consultants by reference to the fair value of the equity instruments at the date at which they are granted. Estimating fair value for share-based payment transactions requires determining the most appropriate valuation model, which is dependent on the terms and conditions of the grant. The Company uses Black-Scholes option pricing model. This estimate also requires determining and making assumptions about the most appropriate inputs to the valuation model including the expected life, volatility, dividend yield and forfeiture rate. Such assumptions are inherently uncertain and changes in these assumptions affect the fair value estimates.

**6. RECEIVABLES**

	July 31, 2025	April 30, 2025
GST receivable	\$ 33,525	\$ 19,600
Other receivables	46,817	1,817
Total taxes receivable	\$ 80,342	\$ 21,417

**7. MARKETABLE SECURITIES**

During the year ended April 30, 2020, the Company received 77,777 shares (388,888 pre-consolidated shares) of Ximen Mining Corp. in connection with the sale of the Bud Property. As at July 31, 2025, the Company holds 77,777 shares (April 30, 2025 – 77,777 shares) with a fair market value of \$7,000, or \$0.09 per share (April 30, 2025 - \$9,722 or \$0.125 per share). During the three months ended July 31, 2025, the Company recorded an unrealized loss on the shares of \$2,723 (July 31, 2024 -\$3,111).

**8. EXPLORATION AND EVALUATION ASSETS**

**Hornby Basin Property**

**The Hornby Basin property is a continuous group of claims consisting of the following three acquisitions:**

On July 15, 2024, pursuant to a securities exchange agreement, the Company acquired all of the issued and outstanding securities of 1398827 B.C. LTD. ("PrivCo") in exchange for 5,100,000 common shares, 2,550,000 warrants exercisable at \$0.075 per share until May 27, 2025, and 400,000 options exercisable at \$0.20 per share until June 1, 2026. As a result of the transaction, the Company has acquired the Hornby property located in Nunavut Territory, Canada and PrivCo is now a wholly-owned subsidiary of the Company. The Property consists of 51 mineral licences, encompassing a total land area of 720 km<sup>2</sup> (72,047 ha). The agreement was approved by the TSX-V on July 19, 2024.

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**8. EXPLORATION AND EVALUATION ASSETS - Continued**

**Hornby Basin Property - continued**

To acquire its interest in PrivCo, the Company issued 5,100,000 common shares, 2,550,000 warrants exercisable at \$0.075 per share until May 27, 2025, and 400,000 options exercisable at \$0.20 per share until June 1, 2026. The shares are subject to a statutory hold period for four months and one day from the date of issuance. As a result of the transaction, the Company has recorded the pro-rata fair value of the non-controlling interest's portion of the net assets of PrivCo at the time of acquisition.

The purchase price consideration is as follows:

	\$
Value of 5,100,000 common shares of the Company	943,500
Total	943,500

The purchase price allocation is as follows:

	\$
Current assets	5,247
Exploration and evaluation assets	993,284
	998,531
Less liabilities assumed:	
Current liabilities	(55,031)
	943,500

On August 2, 2024, the Company announced the staking of additional mineral claims (the "Claims") contiguous with the original Hornby Property in the Hornby Basin, Nunavut Territory. As a result of this staking, increased its land holdings from 720 km<sup>2</sup> (72,047 ha) to 3,302 km<sup>2</sup> (330,245 ha).

On August 12, 2024, the Company entered into an agreement (the "Agreement") to acquire six mineral leases (the "Leases") in the Hornby Basin, Nunavut Territory. Pursuant to the Agreement, to acquire the Leases the Company has agreed to issue, in aggregate, 12,500,000 common shares (issued with a fair value of \$4,812,500). The agreement was accepted by the TSX-V on August 26, 2024.

**Mountain Lake Project**

On November 13, 2024, the Company entered into an asset purchase agreement (the "APA") with IsoEnergy Ltd. (TSX: ISO) ("IsoEnergy"), pursuant to which the Company will acquire a 100% interest in IsoEnergy's Mountain Lake Project, comprised of mineral claims covering 5,273 hectares in the Hornby Bay Basin, Nunavut, Canada (the "Mountain Lake Property") in exchange for 15,000,000 common shares in the authorized capital of the Company ("Common Shares") and the grant of the Net Smelter Royalties (collectively, the "Transaction") (as defined below). Pursuant to the APA, the Company has agreed to acquire the Mountain Lake Property from IsoEnergy in consideration for:

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**8. EXPLORATION AND EVALUATION ASSETS – Continued**

**Mountain Lake Project - Continued**

- (i) the issuance to IsoEnergy of 12,500,000 Common Shares (the “Upfront Shares”) on closing of the Transaction (the “Closing”) (issued with a fair value of \$8,625,000);
- (ii) the issuance to IsoEnergy of 2,500,000 Common Shares (the “Deferred Shares”, and together with the Upfront Shares, the “Consideration Shares”) on the earliest date practicable following Closing that will ensure that such issuance will not result in IsoEnergy owning or controlling more than 19.9% of the outstanding Common Shares on a partially-diluted basis; and
- (iii) the grant by the Company to IsoEnergy of (a) a 2% net smelter returns royalty, payable on all production from the Mountain Lake Property, of which 1% will be eligible for repurchase by the Company for \$1,000,000, and (b) a 1% net smelter returns royalty, payable on all production from the Company’s properties in Nunavut other than the Mountain Lake Property (collectively, the “Net Smelter Royalties”).

The Consideration Shares, when issued, will be subject to contractual restrictions on resale beginning from the date of closing (the “Lock-Up Restrictions”), as well as a statutory hold period of four months and one day from the date of issuance. In accordance with the Lock-Up Restrictions, IsoEnergy may not sell, pledge, encumber, assign or otherwise dispose of or transfer the Consideration Shares until they become free-trading in accordance with the release schedule, whereby 25% will be released on Closing and every six months thereafter for a total period of 18 months.

The closing of the Transaction included certain conditions and approvals:

- (i) the execution of an investor rights agreement providing IsoEnergy, for so long as IsoEnergy owns 10% or more of the Company’s issued and outstanding shares on a partially diluted basis, with the right to:
  - a. nominate one director to the Company’s board of directors; and
  - b. participate in equity financings in order to maintain its *pro rata* share ownership in the Company.
- (ii) completion of a concurrent financing for minimum gross proceeds of \$2,000,000 (See Note 9).

**Covette Property**

On November 27, 2017, the Company entered into an agreement with Zimtu Capital Corp. (“Zimtu”) to acquire a 100% interest in and to the Covette Property, located in the James Bay Region of Quebec. In exchange for 100% of the right, title, and interest in and to the Covette Property, consisting of 65 mineral claims, the Company paid Zimtu \$350,000. This agreement was accepted by the TSX Venture Exchange on June 28, 2018.

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**8. EXPLORATION AND EVALUATION ASSETS – Continued**

	Covette Property		Hornby Basin Claims		Mountain Lake Claims		Total
<b>Balance, April 30, 2024</b>	\$	<b>326,090</b>	\$	-	\$	-	\$ <b>326,090</b>
<b>Acquisition costs</b>							
Acquisition costs – shares	-		5,805,784		8,625,000		14,430,784
Acquisition costs – staking	-		736,920		-		736,920
<b>Exploration costs</b>							
Geological	-		103,720		29,351		133,071
Reports	-		41,785		-		41,785
Total property costs for the year	-		6,688,209		8,654,351		15,342,560
<b>Balance, April 30, 2025</b>	\$	<b>326,090</b>	\$	<b>6,688,209</b>	\$	<b>8,654,351</b>	\$ <b>15,668,650</b>
<b>Exploration costs</b>							
Geological	-		152,212		24,039		176,251
Other	-		-		1,200		1,200
Total property costs for the period	-		152,212		25,236		177,451
Balance, July 31, 2025	\$	326,090	\$	6,840,421	\$	8,679,590	\$ 15,846,101

**9. SHARE CAPITAL**

- (a) Authorized - Unlimited number of common shares without par value. On December 20, 2023, the Company consolidated its share capital on the basis of twenty (20) pre-consolidated shares to one (1) post-consolidated share. All common share amounts, warrants and stock options in these financial statements have been retroactively restated to reflect the share consolidation.
- (b) Issued - As of July 31, 2025, there are 80,778,561 common shares issued and outstanding (April 30, 2025 – 68,261,571).

Issued during the three months ended July 31, 2025:

During the three months ended July 31, 2025, 12,516,990 warrants were exercised for gross proceeds of \$1,055,609.

Issued during the year ended April 30, 2025:

On May 21, 2024, the Company closed a non-brokered private placement (the "Offering") of 20,805,000 units (each, a "Unit") of the Company at \$0.05 per Unit for gross proceeds of \$1,040,250. Each Unit consists of one common share (a "Common Share") in the capital of the Company, and one-half share purchase warrant (each whole, a "Warrant"), with each whole Warrant entitling the holder thereof to acquire one Common Share at a price of \$0.075 per share until twelve (12) months following closing. All securities issued in connection with the Offering will be subject to a statutory hold period expiring four months and one day from issuance in accordance with applicable securities legislation.

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**9. SHARE CAPITAL – Continued**

Issued during the year ended April 30, 2025: - continued

On July 15, 2024, pursuant to a securities exchange agreement, the Company acquired all of the issued and outstanding securities of 1398827 B.C. LTD. (“PrivCo”) in exchange for 5,100,000 common shares, 2,550,000 warrants exercisable at \$0.075 per share until May 27, 2025, and 400,000 options exercisable at \$0.20 per share until June 1, 2026. As a result of the transaction, the Company has acquired the Hornby property located in Nunavut Territory, Canada and PrivCo is now a wholly-owned subsidiary of the Company (See Note 8).

On November 26, 2024, the Company issued 12,500,000 common shares in connection with the Hornby Basin Property agreement with a fair value of \$4,812,500 (See Note 8).

On December 19, 2024, as a condition to Closing of the Transaction, the Company completed a non-brokered private placement (the “Concurrent Financing”) of 9,246,980 units (the “Units”) at a price of 0.25 per Unit for gross proceeds of \$2,311,745. Each Unit consists of one Common Share and one-half of one warrant. Each whole warrant entitles the holder to purchase one additional Common Share at a price \$0.40 per share for a period of 24 months from the closing of the Concurrent Financing. In connection with the First Tranche, the Company paid finder’s fees of \$24,000 and issued 96,000 broker warrants, each exercisable to acquire one Common Share at a price of \$0.40 for a period of two years. The subscribers under the First Tranche consented to the Company closing the First Tranche in advance of completing the Mountain Lake Acquisition (See Note 8).

On December 23, 2024, the Company completed a non-brokered private placement of flow-through common shares (the “FT Shares”), as defined in subsection 66(15) of the *Income Tax Act* (Canada) (the “Tax Act”). The Company issued 2,222,222 FT Shares at a price of \$0.45 per FT Share for gross proceeds of \$1,000,000. In connection with the closing of the Private Placement, the Company paid a cash finder’s fee in the amount of \$60,000. All securities issued in connection with the Private Placement are subject to a hold period of four months and one day pursuant to applicable securities laws.

On February 14, 2025, the Company issued 12,500,000 shares in connection with the Mountain Lake Property Agreement with a fair value of \$8,625,000 (See Note 8).

During the year ended April 30, 2025, 795,000 share purchase warrants priced at \$0.075 were exercised for gross proceeds of \$59,625.

(c) Warrants

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

	July 31, 2025		April 30, 2025	
	Number of Warrants	Exercise Price	Number of Warrants	Exercise Price
Outstanding, beginning of period	16,876,990	\$0.17	451,642	\$1.50
Granted	-	-	17,671,990	\$0.16
Exercised	(12,516,990)	\$0.084	(795,000)	\$0.075
Expired	-	-	(451,642)	\$1.50
Outstanding, end of period	4,360,000	\$0.40	16,876,990	\$0.17

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**9. SHARE CAPITAL – Continued**

(c) Warrants - continued

The following warrants were outstanding and exercisable as at July 31, 2025:

Expiry Date	Exercise Price	Weighted Average Remaining Contractual Life (Years)	Number of Warrants Outstanding and Exercisable
December 19, 2026	\$0.40	1.39	4,264,000
December 19, 2026	\$0.40*	1.39	96,000
<b>Total</b>		<b>1.39</b>	<b>4,360,000</b>

\*indicates broker warrants

On June 24, 2024, 340,000 share purchase warrants and 12,892 broker warrants expired unexercised and on December 24, 2024, 78,750 share purchase warrants and 20,000 broker warrants expired unexercised.

See Note 16.

(d) Options

The Company has a stock option plan in place under which it is authorized to grant options of up to 10% of its outstanding shares of the Company, being 3,099,736, to officers, directors, employees and consultants. The exercise price of each option is to be determined by the Board of Directors, but shall not be less than the discounted market price as defined by the TSX Venture Exchange. The expiry date for each option should be for a maximum term of five years. Options granted to consultants not engaged in investor relations activities are granted for past services and vest immediately. Options granted to investor relations consultants vest according to TSX-V policy. There are currently 4,780,000 (April 30, 2025 – 4,780,000) stock options outstanding.

Option transactions and the number of options outstanding and exercisable are summarized as follows:

	July 31, 2025		April 30, 2025	
	Number of Options	Exercise Price	Number of Options	Exercise Price
Outstanding, beginning of period	4,780,000	\$0.42	228,750	\$1.00
Granted	-	-	4,780,000	0.42
Expired	-	-	(228,750)	1.00
Outstanding, end of period	4,780,000	\$0.42	4,780,000	\$0.42

On July 15, 2024, the Company issued 400,000 stock options priced at \$0.20 and exercisable for two years in connection with the agreement with PrivCo.

On January 7, 2025, the Company issued 4,380,000 stock options priced at \$0.44 and exercisable for two years. The fair value of the stock options recorded were calculated using the Black Scholes option pricing model based on the following assumptions: Exercise price - \$0.44, Expected life – 2 years, Expected volatility – 153.20%, Risk-free interest rate – 2.94%, with no expected dividends or forfeitures.

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**9. SHARE CAPITAL – Continued**

(d) Options - continued

On July 15, 2024, the Company issued 400,000 stock options priced at \$0.20 and exercisable for two years in connection with the agreement with PrivCo.

On January 7, 2025, the Company issued 4,380,000 stock options priced at \$0.44 and exercisable for two years. The fair value of the stock options recorded during the nine months ended January, 2025 were calculated using the Black Scholes option pricing model based on the following assumptions: Exercise price - \$0.44, Expected life – 2 years, Expected volatility – 153.20%, Risk-free interest rate – 2.94%, with no expected dividends or forfeitures.

The following options were outstanding and exercisable as July 31, 2025:

Expiry Date	Exercise Price	Weighted Average Remaining Contractual Life (Years)	Number of Options Outstanding and Exercisable
June 1, 2026	\$0.20	0.84	400,000
January 7, 2027	\$0.44	1.44	4,380,000
	\$0.42	1.39	4,780,000

**10. RELATED PARTY TRANSACTIONS AND BALANCES**

The Company incurred the following transactions during the three months ended July 31, 2025 and 2024:

Key Management Compensation	July 31, 2025	July 31, 2024
Salaries and consulting fees	\$ 70,500	\$ 10,000

The transactions are in the normal course of operations and are measured at the exchange amount, which is the amount of consideration established and agreed to by the related parties. As at July 31, 2025, there was \$547 (April 30, 2025 - \$nil) due to a related party of the Company.

**11. CAPITAL MANAGEMENT**

The Company's objective when managing capital is to safeguard the entity's ability to continue as a going concern. The capital structure of the Company consists of equity, comprising share capital, net of accumulated deficit. The Company manages its capital structure and makes adjustments to it, based on the funds available to the Company, in order to meet its daily operating expenses. The Board of Directors does not establish quantitative return on capital criteria for management, but rather relies on the expertise of the Company's management to sustain future development of the business. Management reviews its capital management approach on an ongoing basis and believes that this approach, given the relative size of the Company, is reasonable. There were no changes in the Company's approach to capital management during the three months ended July 31, 2025 or the year ended April 30, 2025. The Company is not subject to externally imposed capital requirements.

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## 12. FINANCIAL INSTRUMENTS

### Fair Value

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 for the asset or liability either directly or indirectly; and

Level 3 – Inputs that are not based on observable market data.

At July 31, 2025 and April 30, 2025, the Company's marketable securities were measured at FVTPL and are using Level 1 inputs.

The Company's other financial assets and liabilities measured at amortized cost, including cash, receivables (excluding tax receivables) and accounts payable and accrued liabilities, the fair values of these financial instruments approximate their carrying values due to the relatively short-term maturity of these instruments.

The fair value of the Company's loans payable were measured at the initial recognition date using Level 2 inputs.

The Company is exposed to a variety of financial instrument related risks. 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 loss associated with a counterparty's inability to fulfill its payment obligations. Financial instruments that potentially subject the Company to concentrations of credit risks consist principally of cash. To minimize the credit risk the Company places these instruments with a high credit quality financial institution.

#### *Liquidity risk*

Liquidity risk is the risk that the Company will not be able to meet its financial obligations as they become due. The Company ensures that there is sufficient working capital to fund its ongoing operating expenditures, after taking into account cash flows from operations and the Company's holdings of cash. As at July 31, 2025, the Company had working capital of \$1,277,382 (April 30, 2025 - \$1,372,347).

## 13. COMMITMENTS

On June 1, 2017, the Company entered into a Management & Administration Agreement ("Agreement") with Zimtu Capital Corp. ("Zimtu"). Under the terms of the Agreement, Zimtu will provide the Company with administrative and managerial services, including corporate maintenance, continuous disclosure services, rent, and office space, at a rate of \$12,500 per month. The Agreement has been continually renewed each year. The agreement expiring November 30, 2024 was renewed on December 1, 2024 for a further twelve months at a rate of \$15,000 per month.

On December 14, 2024, the Company entered into an independent marketing service contract (the "Agreement") with MCS Market Communication Service GmbH ("MCS") dated. The engagement of MCS by the Company under the Agreement is subject to the approval of the TSX Venture Exchange. Pursuant to the Agreement, MCS agreed to provide the Company certain marketing services and campaigns for a total fee of EUR\$250,000 plus a one-time 16% agency fee, which will include, among other things, project management and consulting services for an online marketing campaign and its coordination, maintenance and optimization of AdWords campaigns, adaptation of AdWords bidding strategies, optimization of AdWords ads, AdWords keyword research and optimization, optimization action for different device types, and the creation and optimization of landing pages (the "Services"). The initial term of the Agreement is for a period of 6 months (the "Term"), and the provision of Services began on January 7, 2025. The Agreement provides the parties an option to extend if mutually agreed to in writing at least five (5) business days prior to the end of the Term.

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**13. COMMITMENTS - Continued**

The Agreement may be terminated at any time by either party with 30 days' advance written notice. During the year ended April 30, 2025, the Company increased the budget from EUR\$250,000 to EUR\$500,000.

On June 10, 2025, the Company announced, it has renewed its marketing agreement with MCS Market Communication Service GmbH ("MCS") for an additional six month period, on the same terms. Further, on July 17, 2025, the Company announced that it has increased the maximum budget of its renewed engagement with MCS for the continued provision of a range of online marketing services, including campaign creation and production of marketing materials, as well as research and analytics, by up to an additional EUR\$100,000. The services are expected to run until December 10, 2025, or until budget exhaustion. No securities have been provided to MCS or its principals as compensation.

On March 18, 2025, the Company signed an agreement with VRIFY Technology Inc. ("VRIFY"), a Vancouver-based leader in artificial intelligence ("AI") and predictive modelling in mineral exploration, to refine and validate upcoming exploration plans at the Hornby Basin Project (the "Hornby Basin Uranium Project" or "Project") in Nunavut, Canada. Under the terms of agreement, VRIFY will provide the services for a 12 month period for US\$215,000. This initiative is acting in parallel with the Company's recently announced multiphase exploration strategy that includes comprehensive data digitization, advanced geologic modelling, and remote sensing designed to significantly advance the understanding and potential of the Hornby Basin.

On May 30, 2025, the Company announced it has signed an agreement with Zimtu Capital Corp. ("Zimtu") whereby Zimtu will provide marketing services under its Zimtu ADVANTAGE program, effective June 1, 2025 for an initial term of 12 months at a cost of \$12,500 per month (the "Zimtu Agreement"). The program is designed to provide strategic marketing support, investor engagement, and public awareness initiatives. Services include investor presentations, email marketing, lead generation campaigns, blog posts, digital campaigns, social media management, Rockstone Research reports & distribution, video news releases and related marketing & awareness activities.

**14. LIABILITY AND INCOME TAX EFFECT ON FLOW-THROUGH SHARES**

Funds raised through the issuance of flow-through shares are required to be expended on qualified Canadian mineral exploration expenditures, as defined pursuant to Canadian income tax legislation. The flow-through gross proceeds, less the qualified expenditures made to date, represent the funds received from flow-through share issuances that have not been spent.

On December 23, 2024, the Company issued 2,222,222 common shares on a "flow-through" basis at a price of \$0.45 per Share for gross proceeds of \$1,000,000. A flow-through share liability of \$222,222 was recognized at the date of issuance based on the flow-through shares being issued at a price above market at the time of issuance. At July 31, 2025, the Company has incurred \$304,822 in qualified expenditures.

	<b>Issued December 24, 2024</b>
<b>Balance April 30, 2024</b>	<b>\$ -</b>
Liability incurred on flow-through shares issued	222,222
Settlement of flow-through share liability on incurred expenses	(29,571)
<b>Balance, April 30, 2025</b>	<b>\$ 192,651</b>
Settlement of flow-through share liability on incurred expenses	(38,167)
<b>Balance, July 31, 2025</b>	<b>\$ 154,484</b>

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**15. PREPAID EXPENSES**

The Company's current prepaid expenses and deposits consist mainly of payments made for insurance, marketing costs, and advance payments for property exploration.

	<b>July 31, 2025</b>	April 30, 2025
	<b>\$</b>	<b>\$</b>
Prepaid marketing costs	286,137	286,137
Prepaid exploration costs	73,795	2,531
Prepaid insurance fees	2,555	9,604
<b>Total</b>	<b>362,487</b>	<b>298,272</b>

**16. SUBSEQUENT EVENTS**

On August 21, 2025, the Company completed a non-brokered private placement of 3,750,000 units (the "Units") at a price of \$0.40 per Unit for gross proceeds of \$1,500,000. Each Unit consists of one common share and one common share purchase warrant. Each warrant will entitle the holder to purchase one additional common share at a price of \$0.60 for a period of two years from the date of issuance.

On September 5, 2025, the Company announced it intends to complete a non-brokered private placement for gross proceeds of up to C\$2,250,000 from the sale of up to 3,000,000 "flow-through" units of the Company (each, a "FT Unit", and collectively, the "FT Units") at a price of C\$0.75 per FT Unit (the "LIFE Offering") under the Listed Issuer Financing Exemption (as defined below). Each FT Unit will consist of one "flow-through" Common Share (each, a "FT Share" and collectively, "FT Shares") and one "flow-through" Common Share purchase warrant (each a "FT Warrant" and collectively, "FT Warrants"), issued as "flow-through shares", as defined in subsection 66(15) of the Income Tax Act (Canada) (the "Tax Act"). Each FT Warrant will be exercisable to acquire one Common Share (each a "Warrant Share", and collectively, "Warrant Shares") at a price of \$0.80 per Warrant Share for a period of 24 months from the LIFE Closing Date (as defined below). The Warrant Shares underlying the FT Units will not qualify as "flow-through shares" under the Tax Act. The FT Warrants to be issued pursuant to the LIFE Offering will not be listed for trading on any stock exchange. The LIFE Offering is expected to close on or about September 23, 2025 (the "LIFE Closing Date"), or such other date as determined by the Company, such date being no later than 45 days from the date hereof.

On September 5, 2025, the Company announced has renewed its prior engagement with MCS Market Communication Service GmbH ("MCS") effective September 5, 2025, for an additional term of 60 days. Pursuant to the new agreement, MCS agreed to provide the Company certain investor relations services for a total fee of €155,000, plus a 16% agency fee.

On September 5, 2025, the Company announced it has also engaged Rumble Strip Media Inc. ("Rumble Strip") to provide investor relations services for a 35-day term commencing on September 15th, 2025. Pursuant to this engagement, Rumble Strip will provide investor relations services to the Company for a total fee of C\$250,000.