CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

EMERGENT METALS CORP.

(UNAUDITED)

FOR THE THREE MONTHS ENDED 31 MARCH 2026

EXPRESSED IN US DOLLARS

Condensed Interim Consolidated Statement of Financial Position 1
Condensed Interim Consolidated Statement of (Loss) and Comprehensive (Loss) 2
Condensed Interim Consolidated Statement of Changes in Equity 3
Condensed Interim Consolidated Statement of Cash Flows 4
Notes to Consolidated Financial Statements 5
1) Nature of operations and going concern 5
2) Basis of preparation – Statement of Compliance 6
3) Summary of material accounting policies 6
4) Amounts receivable 7
5) Marketable securities 7
6) Exploration and Evaluation 8
7) Equipment 15
8) Related party transactions 16
9) Note payable 16
10) Share capital 17
11) Warrant reserve 17
12) Option reserve 18
13) Share-based payments 19
14) Segmented information 19
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Management's Responsibility

To the Shareholders of Emergent Metals Corp.:

Management is responsible for the preparation and presentation of the accompanying condensed interim consolidated financial statements, including responsibility for significant accounting judgments and estimates in accordance with International Financial Reporting Standards. This responsibility includes selecting appropriate accounting principles and methods and making decisions affecting the measurement of transactions in which objective judgment is required.

In discharging its responsibilities for the integrity and fairness of the financial statements, management designs and maintains the necessary accounting systems and related internal controls to provide reasonable assurance that transactions are authorized, assets are safeguarded, and financial records are properly maintained to provide reliable information for the preparation of financial statements.

The Board of Directors is responsible for overseeing management in the performance of its financial reporting responsibilities, and for approving the financial information presented. The Board fulfils these responsibilities by reviewing the financial information prepared by management and discussing relevant matters with management and the external auditors.

The Audit Committee has the responsibility of meeting with management, and the external auditors to discuss the internal controls over the financial reporting process, auditing matters and financial reporting issues. The Board is also responsible for recommending the appointment of the Company's external auditors.

We draw attention to note (1) in the condensed interim consolidated financial statements which indicates the existence of a material uncertainty that may cast significant doubt on the Company's ability to continue as a going concern.

"David Watkinson"	*"Grant T. Smith"*
David Watkinson, CEO	Grant T. Smith, CFO

CONDENSED INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	As at	
	31 Mar 2026	31 Dec 2025
Assets		
Current Assets		
Cash and cash equivalents	**$ 266,605**	$ 245,048
Amounts receivable (note 4)	**47,153**	42,346
Prepaid amounts and deposits	**33,010**	28,714
Marketable securities (note 5)	**516,537**	342,915
	863,305	659,023
Non-current Assets		
Exploration and evaluation assets ("E&E") (note 6)	**2,215,255**	2,227,973
Equipment (note 7)	**17,020**	23,700
	2,232,275	2,251,673
	$ 3,095,580	$ 2,910,696
Liabilities		
Current Liabilities		
Accounts payable & accrued liabilities	**$ 439,931**	$ 645,705
Interest payable	**97,474**	72,818
Due to related parties (note 8)	**91,354**	81,795
Note payable (note 9)	**721,730**	723,411
	1,350,489	1,523,729
Equity		
Share capital (note 10)	**49,720,270**	49,250,269
Warrant reserve (note 11)	**1,526,707**	1,589,337
Option reserve (note 12)	**8,126,215**	8,078,459
Accumulated other comprehensive income	**(74,767)**	(58,000)
Deficit	**(57,553,334)**	(57,473,098)
Total Equity	**1,745,091**	1,386,967
	$ 3,095,580	$ 2,910,696

Nature of operations and going concern (note 1)   Segmented Information (note 14)

These condensed interim consolidated financial statements were approved and authorized for issuance on behalf of the Board of Directors on 28 May 2026.

"David Watkinson"
David Watkinson, Director

"Andrew MacRitchie"
Andrew MacRitchie, Director

CONDENSED INTERIM CONSOLIDATED STATEMENT OF (LOSS) AND COMPREHENSIVE (LOSS)

For the three months ended	31 Mar 2026	31 Mar 2025
Expenses		
Exploration and Evaluation (note 6)		
Expenditures	$ **23,121**	$ 34,668
General and Administrative		
Shareholder communications	**102,291**	17,121
Share-based compensation (note 12)	**47,756**	-
Management and consulting	**37,977**	49,388
Interest on notes payable	**18,686**	-
Professional fees	**10,070**	12,609
Listing and filing fees	**9,860**	4,530
Amortization of tangible assets (note 7)	**6,680**	1,500
Office	**4,958**	1,004
Insurance	**388**	3,845
Bank charges and interest	**177**	-
Travel	**-**	4,690
Rent (recovery)	**(484)**	-
	238,359	94,687
(Loss) before other items	**(261,480)**	(129,355)
Other Items – Expense (Income)		
Foreign exchange	**1,038**	25
Fair value adjustment marketable securities	**(182,282)**	-
	(181,244)	25
Net (Loss)	$ **(80,236)**	$ (129,380)
Currency translation – (parent entity)	**16,767**	-
(Loss) and Comprehensive (Loss)	$ **(63,469)**	$ (129,380)
Basic and diluted income (loss) per share	**(0.00)**	(0.00)
Weighted average shares – basic and diluted	**62,636,856**	51,771,157

CONDENSED INTERIM CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the three months ended		31 Mar 2026		31 Mar 2025
Common share capital				
Share capital opening	$	**49,250,269**	$	49,019,229
Shares issued on private placement		**401,765**		-
Issuance costs		**(2,235)**		-
Shares issued on warrant exercise		**238,881**		-
Fair value transfer on warrant exercise		**62,630**		-
Units to be issued		**(231,040)**		-
		49,720,270		49,019,229
Warrant Reserves				
Warrant reserve opening		**1,589,337**		1,071,598
Fair value transfer on warrant exercise		**(62,630)**		
Reclassified from warrant liability		**-**		517,739
		1,526,707		1,589,337
Option Reserves				
Option reserve opening		**8,078,459**		8,078,459
Share-based compensation (note 13)		**47,756**		-
		8,126,215		8,078,459
Accumulated other comprehensive income (loss)				
Opening		**(58,000)**		-
Accumulated other comprehensive income (loss)		**(16,767)**		(32,689)
		(74,767)		(32,689)
Accumulated deficit				
Opening		**(57,473,098)**		(57,748,630)
Net income (loss)		**(80,236)**		(129,380)
Closing (Statement 1)		**(57,553,334)**		(57,878,010)
Total Equity	$	**1,745,091**	$	776,326

Statement 4

CONDENSED INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS

For the three months ended	31 Mar 2026	31 Mar 2025
Operating Activities		
Net income (loss) for the year	**$ (80,236)**	$ (129,380)
Items not affecting cash		
Amortization of equipment (note 7)	**6,680**	1,500
Share-based compensation (note 13)	**47,756**	-
Interest on notes payable	**18,686**	-
Fair value adjustment to marketable securities (note 5)	**(182,282)**	-
Foreign exchange	**1,038**	42,295
	(108,122)	85,585
Net change in non-cash working capital		
Amounts receivable (note 4)	**(4,807)**	(743)
Prepaids amounts and other assets	**(4,296)**	6,577
Accounts payables & accrued liabilities	**(205,774)**	13,372
Due from related parties (note 8)	**15,679**	65,273
	(199,198)	84,479
	(387,556)	(1,106)
Financing Activities		
Net proceeds from private placement	**399,530**	-
Shares issued on warrant exercises	**238,881**	-
Units to be issued	**(231,040)**	-
	407,371	-
Exchange differences in cash	**1,742**	-
Net increase (decrease) in cash	**21,557**	(1,106)
Cash position – opening	**245,048**	52,366
Cash position – closing	**$ 266,605**	$ 51,260
Supplemental cash flow information		
Transfer of warrant liability included in equity	**$ -**	$ 517,739

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

1) NATURE OF OPERATIONS AND GOING CONCERN

Emergent Metals Corp. ("Emergent" or the "Company") was incorporated under the British Columbia Corporations Act on 17 March 1989. The Company's principal business office is located at c/o Capiche Legal LLP, 620 – 111 Melville Street, Vancouver, BC, V6E 3V9. The Company's shares trade on the TSX Venture Exchange under the symbol EMR, on the OTC Market as EGMCF, and on the Frankfurt and Berlin Stock Exchanges under the symbol EML.

Emergent is engaged in the acquisition, exploration, and divestiture of mineral property interests, with the objective of generating shareholder value. Transactions may include asset purchases or sales, joint ventures, options, royalties, or other structures appropriate to the specific asset.

These condensed interim consolidated financial statements have been prepared on a going concern basis, which assumes the Company will continue operations for the foreseeable future and be able to realize its assets and discharge its liabilities in the normal course of business. The Company has incurred cumulative losses, has negative operating cash flows, and is unable to fully finance its planned operations for the 2026 fiscal year without additional funding. The Company's ability to continue as a going concern is dependent upon its capacity to raise additional financing, generate proceeds from asset transactions, or otherwise obtain sufficient working capital. There can be no assurance that such financing or transactions will be available in the future.

As a result, there is a material uncertainty that may cast significant doubt on the Company's ability to continue as a going concern. If the going concern assumption were not appropriate, adjustments would be required to the carrying amounts of assets and liabilities, the reported expenses, and the classification of balances in the consolidated statement of financial position. Such adjustments could be material.

As at 31 March 2026 and 31 December 2025, the Company had the following negative indicators.

Table 1 Negative indicators

Rounded to 000's	**31 Mar 2026**	31 Dec 2025
Working capital (deficiency)	$ **(487,000)**	$ (865,000)
Accumulated deficit	$ **57,553,000**	$ 57,473,000

2) BASIS OF PREPARATION – STATEMENT OF COMPLIANCE

a) Statement of compliance

These Financial Statements, including comparatives, have been prepared in accordance with International Financial Reporting Standards ("IFRS") as issued by the International Accounting Standards Board ("IASB") applicable to the preparation of the interim financial statements, including International Accounting Standard 34, Interim Financial Reporting. As a result, they do not conform in all respects with the disclosure requirements for annual financial statements under IFRS and should be read in conjunction with the Company's audited consolidated financial statements for the three months ended 31 December 2025 SEDAR+.

b) Basis of measurement

The condensed interim consolidated financial statements have been prepared on a historical cost basis, except for financial instruments classified as financial instruments at fair value through profit and loss, which are stated at their fair value. In addition, the statements have been prepared using the accrual basis of accounting except for cash flow information.

3) SUMMARY OF MATERIAL ACCOUNTING POLICIES

The accounting policies, sources of estimation uncertainty, critical accounting judgements and methods of computation followed in preparation are the same as those followed in preparing the most recent audited annual consolidated financial statements with the following exceptions. For a complete summary of significant accounting policies, please refer to the Company's audited annual consolidated financial statements for the three months ended 31 December 2025 SEDAR+.

The Company adopted the amendments to IFRS 9, Financial Instruments, and IFRS 7, Financial Instruments: Disclosures, effective 1 January 2026. The adoption of these amendments did not have a material impact on the Company's consolidated financial statements.

4) AMOUNTS RECEIVABLE

The Company's receivables are comprised of goods and services tax from government taxation authority, and other receivables as follows:

Table 2 Amounts receivable

Rounded to 000's		31 Mar 2026		31 Dec 2025
Goods & service tax	$	**42,000**	$	40,000
Other receivables		**5,000**		2,000
	$	**47,000**	$	42,000

5) MARKETABLE SECURITIES

At 31 March 2026, the Company held equity securities with a fair value of $516,537. The securities are measured at fair value at each reporting date, with changes in fair value recognized in profit or loss.

The continuity of marketable securities is as follows:

Table 3 Marketable securities

		31 Mar 2026		31 Dec 2025
Marketable securities received for the sale of York Property	$	**342,915**	$	240,770
Fair value adjustment		**182,282**		100,150
Change in foreign exchange evaluation		**(8,660)**		1,995
	$	**516,537**	$	342,915

6) EXPLORATION AND EVALUATION

Table 4 Acquisition costs

Mineral property acquisition costs		Opening 31 Dec 2025		Additions 31 Mar 2026	Reductions 31 Mar 2026	Currency Adjustment	Closing 31 Mar 2026
Golden Arrow	**$**	**637,870**	**$**	**-**	**-**	-	637,870
New York Canyon		**124,865**		**-**	**-**	-	124,865
York Property		**-**		**-**	**-**	-	-
West Santa Fe		**180,307**		**-**	**-**	-	180,307
Buckskin Rawhide East		**244,052**		**-**	**-**	-	244,052
Buckskin Rawhide West		**140,029**		**-**	**-**	-	140,029
Koegel Rawhide,		**140,030**		**-**	**-**	-	140,030
Casa South		**511,645**		**-**	**-**	(8,553)	503,092
Trecesson		**194,454**		**-**	**-**	(3,250)	191,204
Troilus North		**54,721**		**-**	**-**	(915)	53,806
	$	**2,227,973**	**$**	**-**	**-**	**(12,718)**	**2,215,255**

Mineral property acquisition costs		Opening 31 Dec 2024		Additions Closing 31 Dec 2025		Reductions Closing 31 Dec 2025		Currency Adjustment		Closing 31 Dec 2025
Golden Arrow	$	837,870	$	50,000	$	(250,000)	$	-	$	637,870
New York Canyon		133,865		-		(9,000)		-		124,865
		-		9,000		(9,000)		-		-
West Santa Fe		205,307		-		(25,000)		-		180,307
Buckskin Rawhide East		254,052		-		(10,000)		-		244,052
Buckskin Rawhide West		140,029		-		-		-		140,029
Koegel Rawhide,		140,030		-		-		-		140,030
Casa South		530,735		-		-		(19,090)		511,645
Trecesson		213,170		-		-		(18,716)		194,454
Troilus North		56,440		-		-		(1,719)		54,721
Total		2,511,498	$	59,000	$	(303,000)	$	(39,525)	$	2,227,973

Table 5 Schedule of Exploration and Evaluation expense

Exploration and evaluation expenses		31 Mar 2026		31 Dec 2025
Golden Arrow Property, Nevada	$	**1,965,307**	$	1,965,307
New York Canyon Property, Nevada		**360,466**		350,348
York Property, Nevada		**4,877**		4,877
West Santa Fe Property (Mindora), Nevada		**413,136**		404,136
Buckskin Rawhide East Property, Nevada		**29,181**		29,181
Buckskin Rawhide West Property, Nevada		**34,234**		34,234
Koegel Rawhide, Nevada		**93,020**		89,087
Casa South Property, Quebec		**2,479,195**		2,479,195
Trecesson Property, Quebec		**1,253,129**		1,253,129
Troilus North Royalty Interest, Quebec		**339,249**		339,249
	$	**6,948,743**	**$**	6,948,743

a) Golden Arrow Property, Nevada

Property Description

The Company has a 100% interest in the Golden Arrow Property ("Golden Arrow" or the "Property"), an advanced stage exploration property totalling about 10,000 acres in size, including:

- 494 unpatented lode mining claims, consisting of:
  - 185 unpatented leased mining claims;
  - 309 unpatented owned mining claims; and
- 17 patented lode owned mining claims.

The Property has the following underlying obligations:

- US$25,000 advance minimum royalty per year and 3% NSR on 6 unpatented claims (of which 2% can be purchased for US$200,000) segregated between three parties as per a 30 October 2025 Agreement;
- US$25,000 advance minimum royalty per year and 3% NSR on 185 unpatented claims (the "Conveyed Property") and 107 unpatented claims (the "AOI Property"), of which 1% can be purchased for US$1 million;
- 1% NSR on 17 patented claims.

On 23 March 2026, Emergent Metals Corp. entered into a definitive asset purchase agreement with Fairchild Gold Corp. (an arm's length party) to sell the Company's Golden Arrow Property. Subject to required approvals and closing conditions (including TSX Venture Exchange approval), the agreed consideration includes:

- a non-refundable US$250,000 deposit previously received;
- an additional US$350,000 cash payment payable upon Exchange approval;
- issuance to Emergent of 12,500,000 common shares of Fairchild at a deemed price equal to the closing price on the Exchange on the last trading day prior to issuance;
- a senior secured promissory note in the principal amount of US$3,500,000, bearing interest at 8.5% per annum (payable semi-annually), maturing five years from the agreement date and secured by a first-ranking security interest over the property and related assets; and
- retention by Emergent of a 0.5% net smelter return royalty, which is subject to a buyout option by Fairchild for US$1,000,000 prior to the fourth anniversary of the agreement or US$1,500,000 if exercised between the fourth and seventh anniversaries (expiring thereafter).

Final Exchange approval remains outstanding at 31 March.

b) New York Canyon Property, Nevada

Property Description

The Company has a 100% interest in the approximately 6,800-acre New York Canyon Property, the property includes:

- 21 patented mineral claims;
- 320 unpatented mining claims

The New York Canyon property has the following underlying obligations

- 1.75% NSR up to US$1.0 million for non-decorative stone production and US$0.50 per metric tonne royalty on decorative stone up to a maximum of US$500,000 on 18 patented claims;
- 2% NSR on certain unpatented claims of which 1% can be purchased at any time for US$1.0 million;
- 1% NSR on certain claims capped at US$100 million;
- 2% NSR on 6 unpatented claims capped at US$1,750,000.

On 1 March 2024, the Company entered into an option agreement with Ivanhoe Electric Inc. (“IE”) pursuant to which IE was granted an option to acquire a 100% interest in the New York Canyon Property. IE paid the Company a non-refundable option payment of $300,000 upon execution of the agreement. In September 2024, the parties agreed to reduce the unpatented claim package at New York Canyon from 792 to 347 claims (with 21 patented claims unchanged) due to an increase in annual claim maintenance fees. IE terminated the option agreement effective 12 July 2025. On 23 October 2025, the Company sold 21 claims to Lahontan Gold Corporation (see York Property below for details) reducing the property size to 320 unpatented claims and 21 unpatented claims. The Company retains its interest in the New York Canyon Property.

c) York Property, Nevada

Property Description

The York Property was originally part of Emergent's New York Canyon Property.

On 23 October 2025, the Company announced the sale of 27 unpatented mineral claims, the York Property, which formed a portion of its New York Canyon Property, to Lahontan Gold Corporation. The Company has allocated a portion of the New York Property net acquisition costs to the York Property. The value was allocated based on the number of claims, and using a fair market value of $2,000,000, which was the agreed sale price in an earlier transaction.

The principal terms of the transaction are as follows:

- Upon execution of the Term Sheet, Lahontan will make a payment of US$10,000 (paid);
- Upon signing the Definitive Agreement, Lahontan will issue GAMC a promissory note in the amount of US$50,000, bearing interest at a rate of 1% per month, payable within six months of the Agreement's execution (paid);
- Lahontan will also issue 2,000,000 common shares of Lahontan Gold Corporation to GAMC or its designated recipient (Issued);
- Following receipt of the above-mentioned cash payment, share issuance, and promissory note, GAMC will facilitate the transfer of the York Claims to Lahontan or its nominee, with completion to occur within 30 days (completed).

As part of the transfer, Lahontan Gold Corporation granted GAMC a 1% Net Smelter Return (NSR) royalty (the "Royalty") on the York Claims. Lahontan retains the right to repurchase the Royalty for US$500,000 at any time prior to the third anniversary of the Agreement, and for US$1,000,000 at any time after the third but before the seventh anniversary.

d) West Santa Fe Property (Mindora), Nevada

Property Description

The Company has an 100% interest in the West Santa Fe Property, a 2,940-acre exploration property consisting of 147 unpatented claims.

The West Santa Fe Property has the following obligations:

- On the Mindora Extension Property there is a $20,000 Advance minimum royalty per year and a 2% net smelter royalty ("NSR"). AMR is due annually on or before 15 June (up to date). Any AMR paid shall be credited against the royalty.
- If Emergent does not exercise the first option described above, Emergent would still retain a second option to acquire half of the 2% NSR by making a payment of $500,000 after the 5th anniversary and before the 9th anniversary of the Closing Date.
- The Company retains a first option to acquire half of the 2% NSR by making a payment of $200,000 on or before the 5th anniversary of the Closing Date (23 December 2024).

On 20 July 2023 the Company completed an option to purchase agreement with Lahontan Gold Corp. ("Lahontan"). Lahontan, subject to certain terms and conditions. Lahontan will have the option to acquire a 100% interest in the West Santa Fe Property by paying $1,800,000 in cash and/or share payments (50% of the payments may be in shares at Lahontan 's election) and $1,400,000 in work expenditure on the property over a seven-year period. Lahontan can accelerate the payments by completing the purchase price at any time. Claim maintenance fees are paid by Lahontan.

Table 6 Commitments

Commitment		Cash or shares			Work expenditures	
On signing letter of intent	$	10,000	(paid)	$	-	
19 July 2024		20,000	(paid)		-	
By 31 December 2024		-			150,000	(done)
19 July 2025		25,000	(paid)		-	
By 31 December 2025		-			150,000	(done)
19 July 2026		25,000			-	
By 31 December 2026		-			200,000	
19 July 2027		30,000			-	
By 31 December 2027		-			200,000	
19 July 2028		30,000			-	
By 31 December 2028		-			200,000	
19 July 2029		40,000			-	
By 31 December 2029		-			250,000	
19 July 2030		1,620,000			250,000	
	$	1,800,000		$	1,400,000	

e) Buckskin Rawhide East Property, Nevada

Property Description

The Company has a 100% interest in:

- 48 unpatented mineral claims, totalling 960 acres, making up Buckskin Rawhide East Property.

The claims are inlying claims to Rawhide Mining LLC's ("RMC") operating Rawhide Mine. The Buckskin Rawhide Property is leased to RMC, owners of the Rawhide Mine, under the following terms:

- The Lease Term is 20 years (start date of 01 June 2013)
- Advance royalty payments will be $10,000 per year (paid), paid by RMC to Emergent, with the first payment due at signing and subsequent payments due on the anniversary of the Lease Agreement.
- During the Lease Term, RMC will make all underlying claim fees to keep the claims in good standing.
- RMC will conduct a minimum of $250,000 in exploration activities by the end of Year 1.
- RMC will conduct an additional minimum of $250,000 in exploration activities by the end of Year 3, for a total of $500,000 in exploration activities by the end of Year 3.
- RMC will have the option of earning a 100% interest in the property by bringing it into commercial production.
- Upon bringing the property into commercial production, RMC will make "Bonus Payments" to Emergent. Bonus Payments will be $15 per ounce of gold when the price of gold ranges between $1,200 per ounce and $1,799 per ounce. If the price of gold exceeds $1,800 per ounce, the Bonus Payment will increase to $20 per ounce.

After meeting its exploration requirements, should RMC elect to drop the property or decide not to advance it, the property will be returned to Emergent. Should Emergent subsequently advance the property into production, RMC shall then be entitled to the same type of bonus payments as contemplated above.

Under the terms of the lease agreement, RMC was to complete $500,000 in exploration related expenditures on the property by the third anniversary or 01 June 2016. However, as at 01 June 2016, RMC had completed only $325,000 in exploration activities on the property. On 01 June 2016, RMC and Emergent mutually agreed to amend the original Lease Agreement whereby RMC would pay Emergent $175,000, in seven quarterly payments of $25,000, starting 01 June 2016, to keep the Lease Agreement in good standing. These payments were in lieu of completing the $175,000 in exploration work required in the Lease Agreement.

f) Buckskin Rawhide West Property, Nevada

Property Description

The Company has a 100% interest in the Buckskin Rawhide West Property consisting of 21 unpatented claims totalling about 420 acres. The property is adjacent to and west of the Rawhide Mine property. The property is subject to a 2% Net Smelter Royalty, which can be purchased at any time for $1.0 million.

g) Koegel Rawhide, Nevada

Property Description

Emergent has a 100% interest in the Koegel Rawhide Property, which consists of:

- 19 unpatented lode mining claims (the RHT and GEL claims) totalling 380 acres, acquired from Jeremy C. Wire, located 4.0 miles south of Emergent's Buckskin Rawhide East Property
- 17 additional unpatented lode claims totalling 340 acres.

The property is subject to a 2% Net Smelter Royalty, which can be purchased at any time for $1.0 million.

h) Casa South Property, Quebec

Property Description

The Company has a 100% interest in the Casa South Property, an early-stage exploration property, adjacent to Hecla Mining Corporation's operating Casa Berardi Mine. It consists of 208 mineral claims totalling about 11,600 hectares, including:

- 176 mineral claims acquired from Greg Explorations Inc. et al.,
- 32 mineral claims staked by the Company.

The 176 claims are subject to a 1.5% NSR, of which 0.5% can be purchased by Emergent for CDN$500,000.

i) Trecesson Property, Quebec

Property Description

The Company has a 100% interest in the Trecesson Property, an early-stage exploration property near Amos, QC. The property consists of 85 mineral claims totalling about 2,700 hectares, including:

- 56 mineral claims initially acquired from the bankruptcy of Knick Exploration Inc.
- 9 mineral claims acquired from 9219-8845 Quebec Inc.
- 20 claims staked by the Company.

Obligations related to the properties are:

- The property is partially subject to underlying royalties to Exploration Carat, Group Leblanc, and Robert-Audet, each a 2% NSR applicable to separate individual claims blocks.
- Emergent may buy back 1% of each NSR for CDN$1,000,000 million at any time.

j) Troilus North Royalty Interest, Quebec

Property Description

Emergent acquired a 1% royalty on the Troilus North Property from CAT Strategic Metals in 2020. The Troilus North Property is adjacent to Troilus Gold Corporation's Troilus Mine Property. Under the terms of the royalty:

- Troilus Gold retains first option to acquire this 0.5% of this royalty for a cash payment of CDN$500,000 and a second option to acquire the remaining 0.5% of this royalty for an additional cash payment of CDN$500,000.

k) East West Property Royalty, Quebec

Property Description

In 2022, Emergent sold the East-West property to O3 Mining Inc. ("O3") to O3 Mining Inc. The Company retains a 1% net smelter returns ("NSR") royalty over the East West Property. In 2025, 03 was acquired by Agnico Eagle Mines Ltd. Agnico may elect to buy back the Royalty for:

- CDN$500,000 if the Buy-Back Right is exercised within the first three years from the date of the Definitive Agreement (signed 03 May 2022)
- CDN$1,000,000 if the Buy-Back Right is exercised within the fourth and fifth years from the date of the Definitive Agreement, after which the Buy-Back Right expires.

7) EQUIPMENT

The following table presents the continuity of the Company's equipment for the periods presented, including additions, depreciation and the resulting net carrying amounts.

Table 7 Equipment

	Equipment	Computer	Vehicle	Total
Cost				
Balance – 31 Dec 2024	$ 58,785	$ 51,802	$ 43,210	$ 153,797
Additions	-	-	-	-
Balance – 31 Dec 2025	58,785	51,802	43,210	153,797
Additions	**-**	**-**	**-**	**-**
Balance – 31 Mar 2026	**$ 58,785**	**$ 51,802**	**$ 43,210**	**$ 153,797**
Accumulated Depreciation				
Balance – 31 Dec 2024	$ 45,640	$ 51,173	$ 27,280	$ 124,093
Depreciation	2,629	189	3,186	6,004
Balance – 31 Dec 2025	48,269	51,362	30,466	130,097
Depreciation	**3,053**	**440**	**3,187**	**6,680**
Balance – 31 Mar 2026	**$ 51,322**	**$ 51,802**	**$ 33,653**	**$ 136,777**
Carrying amounts				
31 Dec 2025	$ 10,516	$ 440	$ 12,744	$ 23,700
31 Mar 2026	**$ 7,463**	**$ -**	**$ 9,557**	**$ 17,020**

8) RELATED PARTY TRANSACTIONS

Related party transactions and balances, not disclosed elsewhere in the condensed interim consolidated financial statements, are as follows:

Table 8 Schedule of related party transactions

Three months ended 31 Mar 2026 Principal / Position	Fees (i)	Benefits and allowances	Share-based awards	Amounts Payable
CEO, President – D. Watkinson	$ **37,500**	$ **-**	$ **15,530**	$ **76,730**
CFO, Director – G. Smith*1	**18,155**	**-**	**7,765**	**14,624**
Director – A MacRitchie	**-**	**-**	**6,212**	**-**
Director – J. Davy	**-**	**-**	**4,659**	**-**
Director – R. Kiesman	**-**	**-**	**4,659**	**-**
Director – M Leahy	**-**	**-**	**4,659**	**-**
Year ended 31 Dec 2025				
CEO, President – D. Watkinson	$ 150,000	$ 48,000	$ -	$ 57,850
CFO, Director – G. Smith*1	61,287	-	-	23,945

*1Included in amounts payable are fees and certain payments made by the parties on behalf of the Company, these are in the normal course of business.

9) NOTE PAYABLE

Table 9 Schedule of notes payable

	31 Mar 2026	31 Dec 2025
Loan from David Watkinson (related party) bears simple interest at 1% per monthly, repayable on demand. Accrued interest at 31 Mar 2026 is $63,298	$ **440,568**	$ 440,568
Loan from David Watkinson (related party) bears simple interest at 1% per monthly, repayable on demand. Accrued interest at 31 Mar 2026 is $16,407	**182,300**	182,300
Loan from Grant T. Smith (related party) bears simple interest at 1% per monthly, repayable on demand. Accrued interest at 31 Mar 2026 is $8,117	**53,304**	53,304
Loan from Grant T. Smith (related party) bears simple interest at 1% per monthly, repayable on demand. Accrued interest at 31 Mar 2026 is $2,300	**24,443**	25,351
Loan from Isla Finance bears simple interest at 1% per monthly, repayable on demand. Accrued interest at 31 Mar 2026 is $1,778	**21,115**	21,888
	$ **721,730**	$ 723,411

10) SHARE CAPITAL

The authorized share capital of the Company is comprised of an unlimited number of common shares without par value. A summary of common share transactions for the years ended 31 March 2026 and 31 December 2025 is as follows:

Table 10: Share transactions

Years ended	31 Mar 2026			31 Dec 2025		
Common shares	# of shares		$	# of shares		$
Opening balance	**51,771,157**	**$**	**49,250,269**	51,771,157	$	49,019,229
Private placements	**11,020,420**		**401,765**	-		-
Warrant exercises	**3,276,250**		**238,881**	-		-
Issuance costs	**-**		**(2,235)**			
Fair value transfer on warrants	**-**		**62,630**			
Shares to be issued	**-**		**(231,040)**	-		231,040
	66,067,827	**$**	**49,720,270**	51,771,157	$	49,250,269

During the period ended 31 March 2026:

On 15 January 2026, Emergent Metals Corp. completed a non-brokered private placement, On closing, the Company issued 11,020,420 units at Cdn$0.05 per unit for gross proceeds of Cdn$551,021. Each unit comprises one common share and one transferable common share purchase warrant. Each warrant is exercisable for one common share at Cdn$0.10 per share until January 15, 2028.

11) WARRANT RESERVE

Warrant activity is as follows:

Table 11 Schedule of warrant activity

	31 Mar 2026 Weighted average exercise price			31 Dec 2025 Weighted average exercise price		
	# of warrants		Price CAD	# of warrant		Price CAD
Balance – beginning of year	**20,515,787**	$	**0.10**	22,461,387	$	**0.10**
Granted	**11,020,420**		**0.05**	-		**-**
Exercised	**(3,276,250)**		**0.10**	-		**-**
Expired	**-**		**-**	(1,945,600)		**0.12**
Balance – end of period	**28,259,957**	$	**0.08**	20,515,787	$	**0.10**

The subscribers' warrants and finder warrants issued in fiscal year 2024 were valued using the Black-Scholes option pricing model, with the following assumptions: weighted average risk-free rate of 3.18% to 3.21%, volatility of 144% and an expected life of 2 years.

Details of warrants outstanding are as follows:

Table 12 Warrants Outstanding

Expiry Date		Average Exercise Price	31 Mar 2026 Outstanding	31 Dec 2025 Outstanding
14 Nov 2026		**0.10**	**336,000**	336,000
14 Nov 2026		**0.10**	**9,050,000**	9,800,000
19 Nov 2026		**0.10**	**491,050**	517,300
19 Nov 2026		**0.10**	**7,362,487**	9,862,487
15 Jan 2028		**0.05**	**11,020,420**	-
	$	**0.08**	**28,259,957**	20,515,787

12) OPTION RESERVE

The Company has a rolling stock option plan for its directors and employees to acquire common shares of the Company at a price determined by the fair market value of the shares at the date of grant. The maximum aggregate number of common shares reserved for issuance pursuant to the plan is 10% of the issued and outstanding common shares.

Stock option activities are as follows:

Table 13 Schedule of stock option activity

Stock option activity	31 Mar 2026		Weighted avg exercise price	31 Dec 2025		Weighted avg exercise price
Balance – beginning of year	**4,100,000**	$	0.10	1,582,500	$	0.48
Granted	**-**		-	3,075,000		0.05
Expired	**-**		-	(557,500)		0.90
Balance – end of period	**4,100,000**	$	0.10	4,100,000	$	0.10

Table 14 Schedule of outstanding options

Grant Date	Expiry Date		Exercise Price	31 Mar 2026 Outstanding	31 Dec 2025 Outstanding
04 Jan 2023	04 Jan 2028	**$**	**0.25**	**1,025,000**	1,025,000
31 Dec 2025	31 Dec 2030	**$**	**0.05**	**3,075,000**	3,075,000
				4,100,000	4,100,000

The outstanding options have a weighted average remaining life of 3.53 years (31 December 2025 – 4.25 years). 1,025,000 of the outstanding options are exercisable (2025 – all were exercisable), the remainder will be available on 01 July 2026.

13) SHARE-BASED PAYMENTS

During the three months ended 31 March 2026, the Company granted Nil (2025 – 3,075,000) incentive stock options to consultants of the Company. Emergent recognized $47,756 (2025 - $Nil) in share-based payments expense, from vesting of options previously granted.

The fair value of the stock-based compensation of options recognized in the accounts has been estimated using the Black-Scholes Model with the following weighted-average assumptions: weighted average risk-free rate of 2026 – 2.96% (2025 - 2.96%), volatility factors of 2025 – 115% (2025 – 115%) and an expected life of 2025 - 5 years (2025 – 115%).

14) SEGMENTED INFORMATION

Table 15 Segmented information

(Rounded to 000's)		Canada		United States		Total
31 Mar 2026						
Current Assets	**$**	**826,000**		**37,000**		**863,000**
Non-Current Assets		**749,000**		**1,483,000**		**2,232,000**
		1,575,000		**1,520,000**		**3,095,000**
Current Liabilities	**$**	**423,000**		**927,000**		**1,350,000**
31 Dec 2025						
Current Assets	$	641,000	$	18,000	**$**	659,000
Non-Current Assets		761,000		1,491,000		2,252,000
		1,402,000		1,509,000		2,911,000
Current Liabilities	$	616,000	$	908,000	**$**	1,524,000