# WSM VENTURES CORP.

## CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

*(Unaudited - Expressed in Canadian Dollars, unless otherwise noted)*

For the three and nine months ended September 30, 2025 and 2024

## NOTICE OF NO AUDITOR REVIEW OF CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

The accompanying unaudited condensed consolidated interim financial statements of WSM Ventures Corp. for the three and nine months ended September 30, 2025 and 2024, have been prepared by the management of the Company and approved by the Company's Board of Directors. The accompanying unaudited condensed consolidated interim financial statements of the Company have been prepared by and are the responsibility of the Company's management.

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

**WSM Ventures Corp.**
**Condensed Consolidated Interim Statements of Financial Position**
*(Unaudited - Expressed in Canadian Dollars)*

| As at | Notes | | September 30, 2025 | | December 31, 2024 |
|---|---|---|---|---|---|
| **ASSETS** | | | | | |
| **Current** | | | | | |
| Cash | | $ | 144 | $ | 34 |
| Receivables | | | 4,500 | | 2,770 |
| **TOTAL ASSETS** | | **$** | **4,644** | **$** | **2,804** |
| **LIABILITIES** | | | | | |
| **Current liabilities** | | | | | |
| Accounts payable and accrued liabilities | | $ | 58,007 | $ | 68,603 |
| Due to related parties | 7 | | 91,771 | | 43,680 |
| **TOTAL LIABILITES** | | **$** | **149,778** | **$** | **112,283** |
| **EQUITY (DEFICIENCY)** | | | | | |
| Share capital | 6 | $ | 2,442,656 | $ | 2,442,656 |
| Contributed surplus | | | 112,956 | | 112,956 |
| Deficit | | | (2,700,746) | | (2,665,091) |
| **TOTAL EQUITY (DEFICIENCY)** | | **$** | **(145,134)** | **$** | **(109,479)** |
| **TOTAL LIABILITIES AND EQUITY (DEFICIENCY)** | | **$** | **4,644** | **$** | **2,804** |

Nature of operations (Note 1)

Approved on behalf of the Board on November 27, 2025:

"*Anthony Alvaro*" "*Morgan Tincher*"

Director Director

**WSM Ventures Corp.**
**Condensed Consolidated Interim Statements of Loss and Comprehensive Loss**
*(Unaudited - Expressed in Canadian Dollars)*

| | | | Three months ended | | | | Nine months ended | | |
|---|---|---|---|---|---|---|---|---|---|
| | Notes | | September 30, 2025 | | September 30, 2024 | | September 30, 2025 | | September 30, 2024 |
| **Operating expenses** | | | | | | | | | |
| General and administration | 9 | $ | 25,705 | $ | 12,880 | $ | 35,274 | $ | 24,413 |
| **Operating loss before other expenses** | | **$** | **(25,705)** | **$** | **(12,880)** | **$** | **(35,274)** | **$** | **(24,413)** |
| Other income | | | - | | 1,459 | | - | | 2,302 |
| Interest expense | | | (381) | | (1,270) | | (381) | | (1,823) |
| **Net loss and comprehensive loss for the period** | | $ | **(26,086)** | $ | **(12,691)** | $ | **(35,655)** | $ | **(23,934)** |
| Loss per share attributable to shareholders – basic and diluted | | $ | (0.00) | $ | (0.00) | $ | (0.00) | $ | (0.00) |
| Weighted Average Number of Common Shares Outstanding | | | 67,328,936 | | 67,328,936 | | 67,328,936 | | 67,328,936 |

**WSM Ventures Corp.**
**Condensed Consolidated Interim Statements of Changes in Equity (Deficiency)**
*(Unaudited - Expressed in Canadian Dollars)*

| | Number of Shares | | Share capital | | Contributed Surplus | | Deficit | | Total |
|---|---|---|---|---|---|---|---|---|---|
| **Balance - January 1, 2024** | **67,328,936** | **$** | **2,442,656** | **$** | **112,956** | **$** | **(2,613,328)** | **$** | **(57,716)** |
| Net loss and comprehensive loss | - | | - | | - | | (23,934) | | (23,934) |
| **Balance at September 30, 2024** | **67,328,936** | **$** | **2,442,656** | **$** | **112,956** | **$** | **(2,637,262)** | **$** | **(81,650)** |
| | | | | | | | | | |
| **Balance at January 1, 2025** | **67,328,936** | **$** | **2,442,656** | **$** | **112,956** | **$** | **(2,665,091)** | **$** | **(109,479)** |
| Net loss and comprehensive loss | - | | - | | - | | (35,655) | | (35,655) |
| **Balance at September 30, 2025** | **67,328,936** | **$** | **2,442,656** | **$** | **112,956** | **$** | **(2,700,746)** | **$** | **(145,134)** |

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

**WSM Ventures Corp.**
**Condensed Consolidated Interim Statements of Cash Flows**
*(Unaudited - Expressed in Canadian Dollars)*

| Nine months ended | | September 30, 2025 | | September 30, 2024 |
|---|---|---|---|---|
| **Cash (used in) provided by:** | | | | |
| **OPERATING ACTIVITIES** | | | | |
| Net loss | $ | (35,655) | $ | (23,934) |
| *Non-cash items:* | | | | |
| Interest expense | | 381 | | - |
| ***Changes in non-cash working capital items:*** | | | | |
| Accounts payable and accrued liabilities | | (3,913) | | (15,209) |
| Receivables | | (1,730) | | (1,902) |
| Due to related parties | | - | | 41,563 |
| **Net cash used in operating activities** | **$** | **(40,917)** | **$** | **518** |
| **FINANCING ACTIVITIES** | | | | |
| Advances from related party | | 41,027 | | - |
| **Net cash provided by financing activities** | **$** | **41,027** | **$** | **-** |
| Net increase (decrease) in cash in the period | $ | 110 | $ | 518 |
| **Cash (bank indebtedness) – beginning of the period** | **$** | **34** | **$** | **(454)** |
| **Cash – end of the period** | **$** | **144** | **$** | **64** |

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

## 1. Nature of operations and going concern

WSM Ventures Corp. (the "Company") was incorporated in the Province of British Columbia on May 11, 1981. The address of the Company's registered office is 2200-885 West Georgia Street, Vancouver, British Columbia, V6C 3E8. The Company's common shares are listed on the Canadian Securities Exchange ("CSE") under the symbol "WSM.X". The Company has no current business or business assets and is currently in the process of exploring various business opportunities.

These condensed consolidated financial statements ("Interim Financial Statements") have been prepared on a going concern basis in accordance with IFRS Accounting Standards ("IFRS") as issued by the International Accounting Standards Board ("IASB") with the assumption that the Company will be able to realize its assets and discharge its liabilities in the normal course of business. The Company has not yet achieved profitable operations and has a working capital deficiency of $145,134 as of September 30, 2025 (December 31, 2024 – $109,479), an accumulated deficit of $2,700,746 as of September 30, 2025 (December 31, 2024 – $2,665,091), and a net loss of $35,655 during nine months ended September 30, 2025 (for nine months ended September 30, 2024 - $23,934).

These factors indicate the existence of a material uncertainty that may cast significant doubt on the ability of the Company to continue as a going concern. The Company's ability to continue its operations and to realize its assets at their carrying values is dependent upon obtaining additional financing or maintaining continued support from its shareholders and creditors, identifying and commencing the operations of a suitable business and generating profitable operations in the future. These consolidated financial statements do not include any adjustments relating to the recoverability and classification of recorded assets and liabilities that might be necessary should the Company be unable to continue in existence.

Although the Company has been successful in the past in obtaining financing, there can be no assurances that the Company will continue to obtain the additional financial resources necessary and/or achieve profitability or positive cash flows from its future operations. These material uncertainties may cast significant doubt on the Company's ability to continue as a going concern.

## 2. Statement of compliance

The Interim Financial Statements of the Company as at and for the three and nine months ended September 30, 2025, including comparatives, have been prepared in accordance with International Financial Reporting Standards ("IFRS") as issued by the International Accounting Standards Board, applicable to the preparation of interim financial statements as set out in IAS 34 Interim Financial Reporting.

The Company has consistently applied the same accounting policies throughout all periods presented. These Interim Financial Statements do not include all the disclosures required for a complete set of IFRS financial statements. Accordingly, they should be read in conjunction with the last audited consolidated financial statements and notes thereto for the year ended December 31, 2024 ("annual financial statements"). Selected explanatory notes are included in the Interim Financial Statements to explain events and transactions that are significant to an understanding of the changes in the Company's financial position and performance since the last annual financial statements. The Interim Financial Statements of the Company as at and for the three and nine months ended September 30, 2025, including comparatives, have been prepared in accordance with International Financial Reporting Standards ("IFRS") as issued by the International Accounting Standards Board, applicable to the preparation of interim financial statements as set out in IAS 34 Interim Financial Reporting.

These Interim Financial Statements were approved and authorized for issuance by the Board of Directors on November 27, 2025.

# 3. Basis of presentation

These Interim Financial Statements are prepared in accordance with accounting policies consistent with the International Financial Reporting Standards (”IFRS”) issued by the International Accounting Standards Board (“IASB”) and Interpretation of the International Financial Reporting Interpretation Committee (“IFRIC”).

These Interim Financial Statements have been prepared on a historical cost basis. In addition, these Interim Financial Statements have been prepared using the accrual basis of accounting except for cash flow information.

The Interim Financial Statements of the Company are presented in Canadian dollars, unless otherwise indicated, the reporting currency of the Company.

**Basis of consolidation**

These Interim Financial Statements include the accounts of the Company and its wholly-owned subsidiaries, which are controlled by the Company. Control is achieved when the parent company is exposed, or has rights, to variable returns from its involvement with the investee and has the ability to affect those returns through its power over the investee. Specifically, the Company controls an investee if, and only if, the Company has all of the following: (i) power over the investee (i.e. existing rights that give it the current ability to direct the relevant activities of the investee); (ii) exposure, or rights, to variable returns from its involvement with the investee; and (iii) the ability to use its power over the investee to affect its returns.

The financial statements of the subsidiaries are included in these condensed consolidated interim financial statements from the date that control commences until the date that control ceases. All significant inter-company balances and transactions are eliminated on consolidation.

The entities contained in the Interim Financial Statements are as follows:

| Entity Name | Place of business and operations | Functional currency | Equity percentage |
|---|---|---|---|
| WSM Ventures Corp. (the “Company”) - parent | Canada | CAD | n/a |
| 1158716 B.C. Ltd (“BC Ltd”) – wholly owned subsidiary | Canada | CAD | 100% |

# 4. Material accounting policies

Material accounting policies applied to these Interim Financial Statements are the same as those applied and disclosed in Note 4 of the Company’s audited consolidated financial statements for the year ended December 31, 2024.

# 5. Critical accounting estimates and judgements

Critical accounting estimates and judgments applied to these Interim Financial Statements are the same as those applied to the Company’s audited consolidated financial statements for the year ended December 31, 2024.

*(Unaudited - Expressed in Canadian Dollars)*

# 6. Share capital

***Authorized share capital***

***a) Common Shares***

As at September 30, 2025 the Company is authorized to issue an unlimited number of common shares without par value.

| Issued and outstanding common shares | Number of shares | | Amount |
|---|---|---|---|
| **Balance, December 31, 2024 and September 30, 2025** | **67,328,936** | **$** | **2,442,656** |

There were no share issuances during the year ended December 31, 2024 or nine months ended September 30, 2025.

***b) Escrowed Shares***

As at September 30, 2025, the Company had 12,000,000 common shares held in escrow (December 31, 2024 – 12,000,000).

# 7. Related party transactions

Key management personnel include persons having the authority and responsibility for planning, directing and controlling the activities of the Company as a whole. The Company has determined that key management personnel consist of executive and non-executive members of the Board of Directors, corporate officers, the Chief Executive Officer, and the Chief Financial Officer. The following related party balances were observed in the year:

There were no management fees incurred during the three and nine months ended September 30, 2025 or 2024. Included in accounts payable and accrued liabilities, as at September 30, 2025, is $10,500 (December 31, 2024 - $10,500) in management fees payable to an entity controlled by the former CFO of the Company.

As at September 30, 2025, there was $53,486, $31,221, and $7,064 owing to three directors of the Company respectively (December 31, 2024 - $43,680 owed to one director of the Company). The balances owing are advances from the directors to the Company to cover operating expenses. The advances are unsecured, non-interest bearing, and repayable on demand.

# 8. Financial instruments

***Fair value hierarchy***

The following table summarizes the fair value hierarchy under which the Company's financial instruments are valued.

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

Cash (bank indebtedness) is carried at fair value using a level 1 fair value measurement. The carrying value of accounts payable approximate their fair value because of the short-term nature of these instruments.

*(Unaudited - Expressed in Canadian Dollars)*

Fair value estimates of financial instruments are made at a specific point in time, based on relevant information about financial markets and specific financial instruments. As these estimates are subjective in nature, involving uncertainties and matters of significant judgment, they cannot be determined with precision. Changes in assumptions can significantly affect estimated fair values.

***Capital and Risk Management***

The Company's objective and policies for managing capital are to safeguard its ability to continue as a going concern in order to provide returns for shareholders and benefits for other stakeholders and to maintain an optimal capital structure to reduce the cost of capital. The Company defines the components of its capital structure as being bank loans, net of cash, plus equity. The Company manages its capital structure and makes changes based on economic conditions, risks that impact the operations and future significant capital investment opportunities. In order to maintain or adjust its capital structure, the Company may raise additional debt financing.

The Company is exposed to a variety of financial risks by virtue of its activities: market risk, interest rate risk, liquidity risk and foreign currency risk. The Board of Directors has overall responsibility for the determination of the Company's capital and risk management objectives and policies while retaining ultimate responsibility for them. The Company's overall capital and risk management program has not changed throughout the period. It focuses on the unpredictability of financial markets and seeks to minimize potential adverse effects on financial performance. Risk management is carried out by the finance department under policies approved by the Board of Directors. The finance department identifies and evaluates financial risks in close cooperation with management.

***Credit risk***

Credit risk is the risk of a financial loss to the Company if a counterparty to a financial instrument fails to meet its contractual obligation. The Company's primary exposure to credit risk is on its cash and cash equivalent balances. Cash accounts are held with major banks in Canada. The Company has deposited its cash with a bank from which management believes the risk of loss is low. The Company's cash equivalent is a guaranteed investment security held with a large Canadian financial institution; management believes the risk of loss is also low.

***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 generally relies on external financing or key management to provide sufficient liquidity to meet budgeted operating requirements. The following table sets forth details of the payment profile of financial liabilities based on their undiscounted cash flows:

| | Total carrying amount<br>$ | Contractual cash flows<br>$ | Less than 1 year<br>$ | 1 to 5 years<br>$ | More than 5 years<br>$ |
|---|---|---|---|---|---|
| Trade payables and accrued liabilities, September 30, 2025 | 58,007 | 58,007 | 58,007 | - | - |
| Trade payables and accrued liabilities, December 31, 2024 | 68,603 | 68,603 | 68,603 | - | - |

Accounts payable are due within the next 12-month period.

***Market risk***

Market risk is the risk that changes in market prices, such as foreign exchange rates, interest rates and equity prices will affect the Company's income or the value of its holdings of financial instruments. The objective of market risk management is to manage and control market risk exposures within acceptable parameters, while optimizing the return. The Company is not exposed to market risk.

*(Unaudited - Expressed in Canadian Dollars)*

***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 is not exposed to any significant interest rate risk.

## 9. Expenses by nature

| | Three months ended | | Nine months ended | |
|---|---|---|---|---|
| | September 30, 2025 | September 30, 2024 | September 30, 2025 | September 30, 2024 |
| Audit and accounting | $ 21,234 | $ 1,500 | $ 24,234 | $ 2,778 |
| Bank charges | 39 | 31 | 99 | 669 |
| Consulting expenses | - | - | - | 175 |
| Dues and subscriptions | 104 | 85 | 256 | 663 |
| Office expenses | 275 | - | 275 | - |
| Legal and professional fees | - | 4,127 | 839 | 4,127 |
| Transfer agent and regulatory expenses | 4,053 | 7,137 | 9,571 | 16,001 |
| **Total general and administration** | **$ 25,705** | **$ 12,880** | **$ 35,274** | **$ 24,413** |

## 10. Events after Reporting Period

The Company performed a review of events subsequent to the balance sheet date through the date the financial statements were issued and determined that there were no such events requiring recognition or disclosure in the financial statements.