EDGEWATER EXPLORATION LTD.

CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS
(Expressed in Canadian Dollars - Unaudited)

FOR THE THREE MONTHS ENDED MARCH 31, 2026

NOTICE TO READER

The accompanying unaudited condensed interim consolidated financial statements of the Company have been prepared by and are the responsibility of the Company's management. In accordance with National Instrument 51-102, the Company discloses that its independent auditors have not reviewed the condensed interim consolidated financial statements for the period ended March 31, 2026.

EDGEWATER EXPLORATION LTD.
CONSOLIDATED BALANCE SHEETS
(Expressed in Canadian Dollars - Unaudited)

	Note		March 31, 2026		December 31, 2025
ASSETS					
Current					
Cash		$	**1,956**	$	1,079
Short-term investments			**513,731**		523,731
GST receivable			**248**		371
Prepaid and other receivables			**6,058**		3,125
		$	**521,993**	$	528,305
LIABILITIES AND SHAREHOLDERS' DEFICIT					
Current					
Trade and other payables		$	**74,705**	$	65,633
Arbitration award provision	4		**2,275,343**		2,262,386
Shareholders' deficit					
Share capital			**31,333,685**		31,333,685
Share-based payments reserve			**4,799,487**		4,799,487
Warrants reserve			**6,738,223**		6,738,223
Accumulated deficit			**(44,699,451)**		(44,671,110)
			(1,828,055)		(1,799,714)
		$	**521,993**	$	528,305
Liquidity risk	4 & 6(a)				

On behalf of the Audit Committee:

"Danny Lee" Director *"Douglas Forster"* Director

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

EDGEWATER EXPLORATION LTD.
CONDENSED INTERIM CONSOLIDATED STATEMENTS OF CHANGES IN SHAREHOLDERS' DEFICIT
(Expressed in Canadian Dollars - Unaudited)
FOR THE THREE MONTHS ENDED MARCH 31, 2026 AND 2025

	Common shares										
	Number		Amount		Share-based payments reserve		Warrants reserves		Accumulated deficit		Total
Balance – January 1, 2026	38,923,609	$	31,333,685	$	4,799,487	$	6,738,223	$	(44,671,110)	$	(1,799,714)
Net loss for the period	-		-		-		-		(28,341)		(28,341)
Balance – March 31, 2026	**38,923,609**	**$**	**31,333,685**	**$**	**4,799,487**	**$**	**6,738,223**	**$**	**(44,699,451)**	**$**	**(1,828,055)**

	Common shares										
	Number		Amount		Share-based payments reserve		Warrants reserves		Accumulated deficit		Total
Balance – January 1, 2025	38,923,609	$	31,333,685	$	4,799,487	$	6,738,223	$	(44,518,511)	$	(1,647,115)
Net loss for the period	-		-		-		-		(69,101)		(69,101)
Balance – March 31, 2025	38,923,609	$	31,333,685	$	4,799,487	$	6,738,223	$	(44,587,613)	$	(1,716,217)

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

EDGEWATER EXPLORATION LTD.
CONDENSED INTERIM CONSOLIDATED STATEMENTS OF LOSS
(Expressed in Canadian Dollars - Unaudited)
FOR THE THREE MONTHS ENDED MARCH 31

		2026		2025
EXPENSES				
Accounting and audit fees	$	12,666	$	15,559
Foreign exchange		12,954		52,928
Legal		1,955		868
Office costs		237		1,510
Regulatory fees		2,120		3,067
Shareholder relations		1,046		1,059
		30,978		74,991
OTHER INCOME				
Interest and other income		(2,637)		(5,890)
Loss for the period	$	28,341	$	69,101
Loss per share – basic and diluted	$	0.00	$	0.00
Weighted average number of shares outstanding:				
Basic and diluted		38,923,609		38,923,609

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

EDGEWATER EXPLORATION LTD.
CONDENSED INTERIM CONSOLIDATED STATEMENTS OF CASH FLOWS
(Expressed in Canadian Dollars - Unaudited)
FOR THE THREE MONTHS ENDED MARCH 31

		2026		2025
CASH PROVIDED BY (USED IN):				
Cash flows from operating activities:				
Net loss for the period	$	(28,341)	$	(69,101)
Interest income reclassified to cash flow from investing activities		(2,637)		(5,890)
Non-cash items:				
Interest income		4,409		-
Unrealized foreign exchange		12,954		52,928
Changes in non-cash working capital:				
GST and other receivables		(4,286)		(2,615)
Prepaid and other receivables		(2,933)		(6,028)
Trade and other payables		9,075		(30,849)
		(11,760)		(61,554)
Cash flows from investing activities:				
Interest income		2,637		5,890
Redemption of short-term investments		10,000		58,000
		12,637		63,890
Increase in cash		877		2,336
Cash – beginning of period		1,079		3,502
Cash – end of period	$	1,956	$	5,838

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

1. NATURE OF OPERATIONS

Edgewater Exploration Ltd. ("Edgewater" or the "Company") is in the mineral property exploration and development business. Edgewater is a public company that is listed on the NEX board of the TSX Venture Exchange (symbol: EDW.H). It is incorporated in Canada and its head office is located at 1802 – 1725 Pendrell Street, Vancouver, British Columbia, V6G 2X7.

2. BASIS OF PREPARATION

These condensed interim consolidated financial statements have been prepared in accordance with International Accounting Standard 34, Interim Financial Reporting of International Financial Reporting Standards as issued by the International Accounting Standards Board ("IFRS Accounting Standards"). These condensed interim consolidated financial statements should be read in conjunction with the audited consolidated financial statements for the year ended December 31, 2025, which have been prepared in accordance with IFRS Accounting Standards.

Other than as stated below, these condensed interim consolidated financial statements follow the same accounting policies and methods of application as the most recent audited consolidated financial statements of the Company.

These condensed consolidated interim financial statements were authorized for issue by the Audit Committee on April 27, 2026.

3. CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS

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

4. ARBITRATION AWARD PROVISION

During 2013, the Company was informed that it had not complied with all the criteria required to obtain all necessary permits to advance the Corcoesto Gold Project and as a result, Galician authorities cancelled all of the Company's permitting applications. In 2015, the Company served the Kingdom of Spain a notice of dispute pursuant to the terms of the bilateral investment treaty between Spain and Panama. Corcoesto S.A., the Company's Panamanian subsidiary, commenced arbitration in 2016 under the Spain-Panama bilateral investment treaty and the UNCITRAL Arbitration Rules (1976). The seat of the arbitration was Paris, France. Following a hearing in April 2018, the Tribunal rejected unanimously the first four of five jurisdictional objections raised by the Kingdom of Spain but upheld, by majority, the fifth jurisdictional objection, finding that Corcoesto S.A. was incorporated at a time when the dispute was foreseeable. The majority concluded on that basis that it had no jurisdiction to decide on the merits of the claims. The dissenting arbitrator opined that the majority's decision erred in both law and fact and that the Tribunal did have jurisdiction and should have decided the merits of the claims. The claims were dismissed and on April 14, 2020, the Tribunal in Corcoesto S.A. v the Kingdom of Spain rendered its award. The Tribunal awarded costs of €878,031.21 and US$620,000 (equivalent to $2,275,343) to be paid by the Company's Panamanian subsidiary, Corcoesto S.A. to the Kingdom of Spain. Management's view is that this award of costs relates solely to Corcoesto S.A. and accordingly, the Tribunal has no recourse against Edgewater Exploration Ltd.

5. SHARE CAPITAL

The authorized share capital of the Company is comprised of an unlimited number of common shares without par value.

6. FINANCIAL INSTRUMENTS

The Company's financial assets and liabilities consist of cash, other receivables, short-term investments, and trade and other payables.

(a) *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 attempts to ensure there is sufficient access to funds to meet short-term business requirements. One of management's goals is to maintain an optimal level of liquidity through the active management of the Company's assets, liabilities, and cash flows. The Company prepares annual budgets which are approved by the Board of Directors and prepares cash flows and liquidity forecasts when appropriate. The Company's cash is held as cash deposits or invested in GICs which are available on demand to fund the Company's short-term financial obligations.

As of March 31, 2026, the Company had a working capital deficit of $1,828,055 as a result of the arbitration award provision recorded (Note 4). Management considers that the Company has sufficient available cash and cash equivalents to be able to continue in operations for at least the next twelve months.

(b) *Credit Risk*

The Company's credit risk is primarily attributable to its cash, short-term investments, and other receivables. The risk exposure is limited to their carrying values at the balance sheet date. Cash is held as cash deposits or invested in GICs with counterparties that carry investment grade ratings as assessed by external rating agencies.

(c) *Market Risks*

The significant market risks to which the Company is exposed are currency risk and interest rate risk. The Company does not currently use derivative or hedging instruments to reduce its exposure to fluctuations in such risks.

i) Currency Risk

The Company's functional currency is the Canadian dollar. The Company is exposed to foreign currency risk on cash, receivable, and provision balances and the settlement of purchases that are denominated in other than the functional currencies.

ii) Interest Rate Risk

The Company's interest rate risk arises from the interest earned on its deposits and short-term investment. Deposits including its short-term investment are invested on a short-term basis to enable adequate liquidity for payment of operational expenditures. The Company's other financial assets and liabilities are not subject to interest rate risk since they do not bear interest.

(d) *Capital Management*

The Company's objectives in managing its capital resources are to safeguard the entity's ability to continue as a going concern and maximize returns to shareholders in the context of the market. The Company satisfies its capital requirements through management of its cash resources and by utilizing equity issues, as necessary, based on the prevailing economic conditions of both the industry and the capital markets and the underlying risk characteristics of the related assets. The Company's principal source of capital is from the issuance of common shares. To meet the objectives, management monitors the Company's ongoing capital requirements against net working capital and assesses additional capital requirements on a case-by-case basis. The Company is not subject to any externally imposed capital requirements. The capital structure of the Company consists of equity attributable to common shareholders, comprised of issued capital, share-based payments reserve, warrants reserve, and deficit.