

SEARCHLIGHT RESOURCES INC.

Interim Financial Statements

Nine Months Ended March 31, 2025 and 2024

(Expressed in Canadian dollars)

(Unaudited – Prepared by Management)

The accompanying unaudited interim financial statements have been prepared by Management of Searchlight Resources Inc. and have not been reviewed by the Company's auditors

SEARCHLIGHT RESOURCES INC.

Interim statements of financial position
(Expressed in Canadian dollars)
(Unaudited – Prepared by Management)

	March 31, 2025 \$	June 30, 2024 \$
ASSETS		
Current assets		
Cash	126,223	182,928
Marketable securities (Note 3)	51,333	14,206
Amounts receivable	14,021	81,742
Prepaid expenses and deposits	58,283	89,879
Total current assets	249,860	368,755
Non-current assets		
Mineral properties (Note 4)	787,736	787,736
Total assets	1,037,596	1,156,491
LIABILITIES AND SHAREHOLDERS' EQUITY		
Current liabilities		
Accounts payable and accrued liabilities	431,543	128,295
Flow-through share premium	-	45,238
Total current liabilities	431,543	175,533
Shareholders' equity (deficit)		
Share capital (Note 7)	27,367,799	27,321,456
Contributed surplus	9,406,882	9,453,225
Deficit	(36,168,628)	(35,791,723)
Total shareholders' equity	606,053	982,958
Total liabilities and shareholders' equity	1,062,410	1,156,491

Nature of operations and continuance of business (Note 1)

Approved and authorized for issuance on behalf of the Board of Directors on May 22, 2025.

/s/ "John Kerr"
John Kerr, Director

/s/ Alfred Stewart"
Alfred Stewart, Director

(The accompanying notes are an integral part of these interim financial statements)

SEARCHLIGHT RESOURCES INC.

Interim statements of operations

(Expressed in Canadian dollars)

(Unaudited – Prepared by Management)

	Three months ended March 31, 2025 \$	Three months ended March 31, 2024 \$	Nine months ended March 31, 2025 \$	Nine months ended March 31, 2024 \$
Expenses				
Investor relations	6,390	25,843	11,229	87,900
Management and consulting fees (Note 6)	39,850	26,500	120,700	90,475
Mineral exploration costs (Note 5)	24,495	48,343	195,593	749,794
Office and miscellaneous	7,765	18,889	32,044	49,243
Professional fees (Note 6)	72,558	25,480	139,016	124,692
Rent	1,680	3,930	6,540	11,790
Transfer agent and filing fees	15,705	18,501	28,113	30,360
Total expenses	168,443	167,486	533,235	1,144,254
Loss before other income (expense)	(168,443)	(167,486)	(533,235)	(1,144,254)
Other income (expense)				
Settlement of flow-through premium liability	-	9,205	45,238	72,678
Mineral property option payments received	-	50,000	118,000	50,000
Fair value adjustment	20,823	(22,162)	(6,908)	(23,602)
Total other income (expense)	20,823	37,043	156,330	99,076
Net (loss) income and comprehensive (loss)				
income for the period	(147,620)	(130,443)	(376,905)	(1,045,178)
Income (loss) per share, basic and diluted	(0.00)	(0.00)	(0.00)	(0.01)
Weighted average shares outstanding	146,546,000	139,510,000	146,546,000	139,163,000

(The accompanying notes are an integral part of these interim financial statements)

SEARCHLIGHT RESOURCES INC.

Interim statements of changes in equity

(Expressed in Canadian dollars)

(Unaudited – Prepared by Management)

	Share capital		Contributed surplus \$	Deficit \$	Total Shareholders' equity (deficit) \$
	Number of shares	Amount \$			
Balance, June 30, 2023	139,232,734	27,154,832	9,514,113	(34,629,385)	2,039,560
Shares issued for cash	6,833,400	205,002	-	-	205,002
Share issue costs-cash	-	(10,318)	-	-	(10,318)
Share issue costs-finder warrants	-	(2,021)	2,021	-	-
Flow-through premium	-	(68,000)			(68,000)
Finder warrants expired	-	36,961	(36,961)	-	-
Stock options expired			(25,948)	25,948	
Net loss for the period	-	-	-	(1,045,178)	(1,045,178)
Balance, March 31, 2024	146,066,134	27,316,456	9,453,225	(35,648,615)	1,121,066
Shares issued pursuant to mineral property option agreement	500,000	5,000	-	-	5,000
Loss for the period	-	-	-	(143,108)	(143,108)
Balance, June 30, 2024	146,546,134	27,321,456	9,453,225	(35,791,723)	982,958
Finder warrants expired		46,343	(46,343)	-	-
Net loss for the period	-	-	-	(376,905)	(376,905)
Balance, March 31, 2025	146,546,134	27,367,799	9,406,882	(36,168,628)	606,053

(The accompanying notes are an integral part of these interim financial statements)

SEARCHLIGHT RESOURCES INC.

Interim statements of cash flows

(Expressed in Canadian dollars)

(Unaudited – Prepared by Management)

	Nine months ended March 31, 2025	Nine months ended March 31, 2024
	\$	\$
Operating activities		
Net (loss) income for the period	(376,905)	(1,045,178)
Items not involving cash:		
Fair value adjustment	6,908	23,602
Settlement of flow-through premium liability	(45,238)	(72,678)
Mineral property option payments received	(118,000)	(50,000)
Changes in non-cash operating working capital:		
Prepaid expenses and deposits	31,596	(4,346)
Amounts receivable	67,721	(60,214)
Accounts payable and accrued liabilities	303,248	932
Net cash used in operating activities	(130,670)	(1,207,882)
Financing activities		
Proceeds from issuance of common shares	-	205,002
Share issuance costs	-	(10,318)
Net cash provided by financing activities	-	194,684
Investing activities		
Proceeds from sale of marketable securities-net	43,965	-
Mineral property option payments received	30,000	50,000
Net cash provided by investing activities	73,965	50,000
Change in cash	(56,705)	(963,198)
Cash, beginning of period	182,928	1,265,091
Cash, end of period	126,223	301,893
Supplemental disclosures:		
Interest paid	-	-
Income taxes paid	-	-

(The accompanying notes are an integral part of these interim financial statements)

SEARCHLIGHT RESOURCES INC.

Notes to the interim financial statements

March 31, 2025

(Expressed in Canadian dollars)

(Unaudited – Prepared by Management)

1. Nature of Operations and Continuance of Business

Searchlight Resources Inc. (the “Company”) was incorporated in the State of Nevada, U.S.A. on January 21, 2000 under the name Aberdene Mines Limited. On August 7, 2006, the Company changed its name to Canyon Copper Corp. On May 31, 2013, the Company changed its incorporation jurisdiction to be British Columbia, Canada. On July 25, 2018, the Company changed its name to Searchlight Resources Inc. The Company’s principal business plan is to acquire, explore and develop mineral properties and ultimately seek earnings by exploiting mineral claims. The Company’s registered office is Suite 408, 1199 West Pender Street, Vancouver, British Columbia, V6E 2R1.

These interim financial statements have been prepared on a going concern basis which assumes that the Company will realize the carrying value of its assets and discharge its liabilities in the normal course of business. As at March 31, 2025, the Company has not generated any revenue and has accumulated losses of \$36,168,628 since inception. There is no guarantee that the Company will be able to complete any of the above objectives. These factors indicate the existence of a material uncertainty that may cast substantial doubt on the Company’s ability to continue as a going concern. These interim consolidated financial statements do not include any adjustments to the recoverability and classification of recorded asset amounts and classification of liabilities that might be necessary should the Company be unable to continue as a going concern.

2. Summary of Significant Accounting Policies

(a) Statement of Compliance and Basis of Presentation

These interim 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 interim financial statements, including IAS 34, “*Interim Financial Reporting*”.

These interim financial statements have been prepared on a historical cost basis. These interim financial statements are presented in Canadian dollars, which is the Company’s functional currency.

The Board of Directors approved these interim financial statements for issue on May 22, 2025.

(b) Future Accounting Standards

Accounting standards or amendments to existing accounting standards that have been issued but have future effective dates are either not applicable or are not expected to have a significant impact on the Company’s interim consolidated financial statements.

SEARCHLIGHT RESOURCES INC.

Notes to the interim financial statements

March 31, 2025

(Expressed in Canadian dollars)

(Unaudited – Prepared by Management)

3. Marketable Securities

The Company holds shares in publicly traded companies. The fair value of common shares held has been determined by reference to public price quotations in an active market.

	June 30, 2024 Fair value \$	Acquired \$	Proceeds From sales \$	Realized loss \$	Unrealized loss \$	March 31, 2025 Fair value \$
Marketable securities	14,206	88,000	(43,965)	(1,361)	(5,547)	51,333

4. Mineral Properties

Mineral property acquisition costs:

	Bootleg Lake Property \$	Robinson Creek Property \$	Duddridge Lake Property \$	Total \$
Balance, June 30, 2024 and March 31, 2025	553,736	212,500	21,500	787,736

Mineral exploration costs:

	Nine months ended March 31, 2025 \$	Nine months ended March 31, 2024 \$
General exploration	12,385	325,149
Geological and geophysics	36,550	210,528
Labour, field and camp site	-	196,820
Staking	12,288	17,297
Surveys	134,370	-
	195,593	749,794

(a) Bootleg Lake Gold Property, Saskatchewan, Canada

On May 10, 2017, the Company entered into an option agreement ("Option Agreement") with New Moon Minerals Corp. ("New Moon") to earn up to a 75% interest in the Bootleg Lake Gold Property (the "Property") located near Creighton, Saskatchewan, Canada by making the following cash payments, share issuances and exploration expenditures:

- (i) Cash payment of \$5,000 upon signing of agreement (paid);
- (ii) Cash payment of \$5,000 and issuing 83,333 shares within 5 days of the date of TSXV acceptance (paid and issued);
- (iii) The Company could earn a 51% interest upon completing the following:
 - Cash payment of \$40,000 and issuing 83,333 shares (83,000 issued) before June 30, 2018;
 - Cash payment of \$50,000 and issuing 166,667 shares before June 30, 2019;

SEARCHLIGHT RESOURCES INC.

Notes to the interim financial statements

March 31, 2025

(Expressed in Canadian dollars)

(Unaudited – Prepared by Management)

4. Mineral Properties *(continued)*

- Incurring initial exploration expenditures of \$100,000 before December 31, 2018, and incurring further exploration expenditures of \$150,000 before December 31, 2019, for a cumulative total of \$250,000 of exploration expenditures; and

(iv) The Company could earn a 75% interest upon completing the following:

- Cash payment of \$50,000 and issuing 166,667 shares before June 30, 2020 (issued);
- Cash payment of \$100,000 and issuing 166,667 shares before June 30, 2021 (paid);
- Incurring additional exploration expenditures of \$200,000 before December 31, 2020, and incurring further exploration expenditures of \$300,000 before December 31, 2021, for a cumulative total of \$750,000 of exploration expenditures (expenditures incurred).

The Company could, at its option, accelerate the cash payments and common shares issuances described above. Any excess exploration expenditures incurred on the Property within an earn-in time period will be credited to successive earn-in time periods.

Under the terms of the Option Agreement, the Company would pay a 1% Net Smelter Return royalty (the “First NSR”) to New Moon on commencement of commercial production. The Company had the right, at any time, to purchase 50% of the first NSR for \$500,000. There is an existing 1% net smelter return royalty in favour of the underlying optionors.

On October 16, 2018, the Company and New Moon executed an amended option agreement (“Amended Agreement”) pursuant to which the Company can earn a 51% interest in the Property by issuing 1,425,000 shares in lieu of additional cash payments.

On June 25, 2020, the Company and New Moon executed an amended option agreement pursuant to which the Company could make a cash payment of \$30,000 and issue 473,859 shares to meet its obligation prior to June 30, 2020 under item (iv) above.

During fiscal 2022, the Company completed the required exploration expenditures under item (iv) above and earned a 75% interest in the property.

During fiscal 2022, the Company made a cash payment of \$25,000 to extend the period during which the Company may exercise its option to acquire a 100% interest in the property.

On March 22, 2023, the Company issued 6,000,000 common shares pursuant to a sale and purchase agreement whereby the Company acquired the remaining 25% interest in the property and the 1% Net Smelter Return royalty held by New Moon.

(b) Duddridge Lake Property, Saskatchewan, Canada

On November 30, 2018, the Company entered into a purchase agreement to acquire a 100% interest in the Duddridge Lake Property located northwest of La Ronge, Saskatchewan. In consideration, the Company is to make the following cash payment and share issuance:

- (i) \$2,000 (paid) on the effective date; and
- (ii) \$2,000 (paid) and issue 500,000 common shares (issued) on the closing date.

Under the terms of the agreement, the Company will pay a 1% net smelter return royalty on commencement of commercial production. The Company will have the right, at any time prior to a feasibility study on the property or within six months after a feasibility study, to purchase 0.5% of the net smelter return for \$1,000,000 and to purchase 0.5% of the net smelter return for \$1,500,000.

SEARCHLIGHT RESOURCES INC.

Notes to the interim financial statements

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4. Mineral Properties *(continued)*

(c) Flin Flon North Project, Saskatchewan, Canada

In August 2019, the Company entered into an option agreement to earn up to a 100% interest in the Flin Flon North Project located in Saskatchewan. Under the terms of the option agreement, the Company must maintain the claims in good standing and complete twelve years of assessment work. The property is subject to a 2% NSR.

(e) Robinson Creek Property, Saskatchewan, Canada

On May 6, 2021, the Company entered into an option agreement to earn up to a 100% interest in the Robinson Creek Property located in Saskatchewan. Under terms of the option agreement, the Company has the option to acquire up to a 100% interest in the property by making the following cash payments, share issuances and exploration expenditures.

(i) Cash payments of:

- \$5,000 (paid) on effective date;
- \$20,000 (paid) on closing date;
- \$25,000 (paid) on the first anniversary of the closing date;
- \$25,000 (paid) on the second anniversary of the closing date; and
- \$25,000 (paid) on the third anniversary of the closing date.

(ii) Issue shares of:

- 500,000 shares on the closing date (issued);
- 500,000 shares on the first anniversary of the closing date (issued);
- 500,000 shares on the second anniversary of the closing date (issued); and
- 500,000 shares on the third anniversary of the closing date (issued);

(iii) Complete the following exploration expenditures:

- \$25,000 (incurred) in expenditures prior to the first anniversary of the closing date;
- \$50,000 (not fully incurred) in expenditures prior to the second anniversary of the closing date;
- \$400,000 in expenditures prior to the fourth anniversary of the closing date.

The Company can extend the exploration expenditures, required prior to the fourth anniversary of the closing date, by one year by issuing 500,000 common shares.

Under the terms of the option agreement, the Company will pay a 2% net smelter return royalty the optionors on commencement of commercial production. The Company will have the right, at any time, to purchase 1.5% of the net smelter return for \$3,000,000.

(f) Kulyk Lake Project, Saskatchewan, Canada

In June 2019 Searchlight announced the staking of Kulyk Lake Rare Earth project located approximately 165 kilometres north of La Ronge, Saskatchewan and 65 km south of the Key Lake Mine.

(g) Wapawekka Greenstone Belt, Saskatchewan, Canada

In June 2023, the Company announced the staking of Wapawekka Lake Greenstone Belt project located approximately 70 kilometres southeast of La Ronge, Saskatchewan. The property is owned 100%.

SEARCHLIGHT RESOURCES INC.

Notes to the interim financial statements

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(Unaudited – Prepared by Management)

4. Mineral Properties *(continued)*

(h) Reef Lake, Saskatchewan, Canada

In September 2020, the Company completed the staking of a 29.7 square kilometre claim covering the Reef Lake Nickel Copper target in north central Saskatchewan.

(i) Hanson Lake and Jan Lake, Saskatchewan, Canada

In May 2018, the Company acquired the Hanson Lake claim located approximately 60 kilometres west of Flin Flon, Saskatchewan. During the 2022 fiscal year, the Company entered into a joint venture agreement for 50% of the claim in return for the co-venturer incurring exploration and evaluation expenditures on the property.

In October 2022, the Company staked the Jan Lake property located approximately 60 kilometres west of Flin Flon Saskatchewan.

In February 2023, the Company entered into an option agreement with Brunswick Exploration Inc. ("Brunswick") whereby Brunswick may acquire the Company's 50% joint venture interest in the Hanson Lake property and the Company's 100% interest in the Jan Lake property. Consideration for the option includes the receipt of cash and shares totalling \$35,000 on closing, \$50,000, \$150,000, \$200,000, and \$300,000 on the first, second, third, and fourth anniversary respectively of the closing date. A minimum of 25% of the consideration is to be comprised of cash. In addition, the optionee must carry out \$1 million in exploration and evaluation expenditures over a four-year period.

On August 27, 2023, the mineral property option agreement with Brunswick Exploration Inc. was terminated.

(j) Basin Claims and Milner Claims, Saskatchewan, Canada

During the period, the Company signed an agreement with Refined Energy Corp. (Refined) to option out the Basin claims and the Milner claims to Refined. In order to earn a 100% interest in the claims, Refined is required to make a cash payment of \$30,000 within 30 days of the execution of the option plus the issuance of 275,000 shares of Refined to the Company. Additional cash in the amount of \$90,000 is due by September 30, 2025. Refined is also required to carry out \$200,000 and \$150,000 of exploration and evaluation expenditures on the Basin and Milner claims respectively within twenty-four months of the execution of the option.

5. Related Party Transactions

- (a) During the three months ended March 31, 2025, the Company incurred management fees of \$51,000 (2024 – \$34,000) to the CEO of the Company.
- (b) During the three months ended March 31, 2025, the Company incurred professional fees of \$18,000 (2024 – \$18,000) to a company controlled by the CFO of the Company.
- (c) During the three months ended March 31, 2025, the Company incurred consulting fees of \$nil (2024-\$8,500) to a Director of the Company.
- (d) During the three months ended March 31, 2025, the Company incurred exploration and evaluation fees of \$10,430 (2024-\$10,710) to a close family member of the CEO.
- (e) As at March 31, 2025, the Company was indebted to the Chief Executive Officer ("CEO") of the Company and his company for \$76,138 (June 30, 2024 – \$74,102). The amounts are included in accounts payable and accrued liabilities. The amounts are non-interest bearing, unsecured and due on demand.
- (f) As at March 31, 2025, the Company was indebted to the Chief Financial Officer ("CFO") for \$47,400 (2024-\$6,830) which is included in accounts payable and accrued liabilities. The amount is non-interest bearing, unsecured, and due on demand.

SEARCHLIGHT RESOURCES INC.

Notes to the interim financial statements

March 31, 2025

(Expressed in Canadian dollars)

(Unaudited – Prepared by Management)

6. Share Capital

Authorized: Unlimited common shares without par value
Unlimited preferred shares without par value

The Company issued nil shares during the period.

7. Share Purchase Warrants

The following table summarizes the continuity of the Company's share purchase warrants:

	Number of warrants	Weighted average exercise price \$
Balance, June 30, 2024	8,103,367	0.11
Expired	(4,686,667)	0.15
Exercised	-	0.00
Balance, March 31, 2025	3,416,700	0.05

As at March 31, 2025, the following share purchase warrants were outstanding:

Number of warrants outstanding	Exercise price \$	Expiry date
3,416,700	0.05	December 27, 2025

In addition, there are 233,338 broker warrants outstanding exercisable at \$0.05 expiring on December 27, 2025.

8. Stock Options

On August 21, 2009 (as amended on May 4, 2011), the Board of Directors of the Company adopted the Company's 2009 Stock Option Plan (the "Plan"). The Plan is administered by the Board of Directors. Stock options granted under the Plan have a maximum term of five years. The aggregate number of shares of the Company's common stock available for issuance under the 2009 Plan is 10% of the Company's issued and outstanding shares.

The following table summarizes the continuity of the Company's stock options:

	Number of options	Weighted average exercise price \$
Outstanding, June 30, 2024	10,775,000	0.07
Expired	-	0.00
Granted	-	0.00
Outstanding, March 31, 2025	10,775,000	0.07

SEARCHLIGHT RESOURCES INC.

Notes to the interim financial statements

March 31, 2025

(Expressed in Canadian dollars)

(Unaudited – Prepared by Management)

8. Stock Options (continued)

Additional information regarding stock options outstanding as at March 31, 2025, is as follows:

Range of exercise prices \$	Number of shares	Outstanding and exercisable	
		Weighted average remaining contractual life (years)	Weighted average exercise price \$
0.05	4,650,000	0.4	0.05
0.10	1,800,000	1.2	0.10
0.10	2,475,000	2.0	0.10
0.06	1,850,000	2.8	0.06
	10,775,000	1.3	0.07

9. Financial Instruments**(a) Fair Values**

Assets and liabilities measured at fair value on a recurring basis were presented on the Company's statement of financial position as at March 31, 2025, as follows:

	Fair Value Measurements Using			Balance, March 31, 2025 \$
	Quoted prices in active markets for identical instruments (Level 1) \$	Significant other observable inputs (Level 2) \$	Significant unobservable inputs (Level 3) \$	
Cash	126,223	-	-	126,223
Marketable securities	51,333	-	-	51,333
	177,556	-	-	177,556

The fair values of other financial instruments, which include amounts receivable, accounts payable and accrued liabilities, amounts due to related parties, approximate their carrying values due to the relatively short-term maturity of these instruments.

(b) Credit Risk

Financial instruments that potentially subject the Company to a concentration of credit risk consist primarily of cash and amounts receivable. The Company limits its exposure to credit loss by placing its cash with high credit quality financial institutions. Amounts receivable consists of GST refunds due from the Government of Canada. The carrying amount of financial assets represents the maximum credit exposure.

(c) Foreign Exchange Rate Risk

The Company operates in Canada. Foreign exchange risk arises from purchase transactions as well as financial assets and liabilities denominated in these foreign currencies. The Company does not use derivative instruments to hedge exposure to foreign exchange rate risk. However, management of the Company believes there is no significant exposure to foreign currency fluctuations.

SEARCHLIGHT RESOURCES INC.

Notes to the interim financial statements

March 31, 2025

(Expressed in Canadian dollars)

(Unaudited – Prepared by Management)

9. Financial Instruments *(continued)*

(d) Interest Rate Risk

The Company's cash may contain highly liquid investments that earn interest at market rates. The Company manages its interest rate risk by maximizing the interest earned on excess funds while maintaining the liquidity necessary to fund daily operations. Fluctuations in market interest rates do not have a significant impact on the Company's results of operations due to the short term to maturity of the investments held.

(e) 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 currently settles its financial obligations out of cash. The ability to do this relies on the Company raising debt or equity financing in a timely manner and by maintaining sufficient cash in excess of anticipated needs.

(f) Price Risk

The Company is exposed to price risk with respect to commodity prices. The Company's ability to raise capital to fund exploration and development activities is subject to risks associated with fluctuations in the market price of commodities. The Company is exposed to price risk with the marketable securities held in publicly traded companies. The Company's marketable securities are subject to risks associated with fluctuations in the market price of the marketable securities.

10. Capital Management

The Company manages its capital to maintain its ability to continue as a going concern and to provide returns to shareholders and benefits to other stakeholders. The capital structure of the Company consists of cash and equity comprised of issued share capital and contributed surplus.

The Company manages its capital structure and makes adjustments to it in light of economic conditions. The Company, upon approval from its Board of Directors, will balance its overall capital structure through new share issues or by undertaking other activities as deemed appropriate under the specific circumstances.

The Company is not subject to externally imposed capital requirements and the Company's overall strategy with respect to capital risk management remains unchanged from the year ended June 30, 2024.

11. Commitments and Contingencies

The Company, as the result of exercise of flow-through warrants, has an obligation to incur \$nil in exploration and expenditure costs as at December 31, 2024.