NORTH PEAK RESOURCES

NORTH PEAK RESOURCES LTD.

CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS
FOR THE THREE MONTHS ENDED MARCH 31, 2025, AND 2024

(EXPRESSED IN CANADIAN DOLLARS)

(UNAUDITED)

NORTH PEAK RESOURCES

MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The accompanying unaudited condensed interim consolidated financial statements of North Peak Resources Ltd. (the "Company") are the responsibility of management and the Board of Directors.

The unaudited condensed interim consolidated financial statements have been prepared by management, on behalf of the Board of Directors, in accordance with the accounting policies disclosed in the notes to the unaudited condensed interim consolidated financial statements. Where necessary, management has made informed judgments and estimates in accounting for transactions which were not complete at the statement of financial position date. In the opinion of management, the unaudited condensed interim consolidated financial statements have been prepared within acceptable limits of materiality and are in accordance with International Accounting Standard 34 - Interim Financial Reporting using accounting policies consistent with International Financial Reporting Standards appropriate in the circumstances.

Management has established processes, which are in place to provide it with sufficient knowledge to support management representations that it has exercised reasonable diligence in that (i) the unaudited condensed interim consolidated financial statements do not contain any untrue statement of material fact or omit to state a material fact required to be stated or that is necessary to make a statement not misleading in light of the circumstances under which it is made, as of the date of, and for the periods presented by, the unaudited condensed interim consolidated financial statements and (ii) the unaudited condensed interim consolidated financial statements fairly present in all material respects the financial condition, results of operations and cash flows of the Company, as of the date of and for the periods presented by the unaudited condensed interim consolidated financial statements.

The Board of Directors is responsible for reviewing and approving the unaudited condensed interim consolidated financial statements together with other financial information of the Company and for ensuring that management fulfills its financial reporting responsibilities. An Audit Committee assists the Board of Directors in fulfilling this responsibility. The Audit Committee meets with management to review the financial reporting process and the unaudited condensed interim consolidated financial statements together with other financial information of the Company. The Audit Committee reports its findings to the Board of Directors for its consideration in approving the unaudited condensed interim consolidated financial statements together with other financial information of the Company for issuance to the shareholders.

Management recognizes its responsibility for conducting the Company’s affairs in compliance with established financial standards, and applicable laws and regulations, and for maintaining proper standards of conduct for its activities.

NORTH PEAK RESOURCES LTD.
Condensed Interim Consolidated Statements of Financial Position
(Expressed in Canadian Dollars)
(Unaudited)

As at	March 31, 2025	December 31, 2024
ASSETS		
Current assets		
Cash (note 4)	$ **1,203,367**	$ 1,273,175
Investment	**100,000**	100,000
Receivables and prepayments	**218,729**	183,795
	$ **1,522,096**	$ 1,556,970
Equipment	**120,207**	132,488
Right-of-use assets (note 6)	**14,521**	25,412
Exploration and evaluation assets (notes 5, 12 and 13)	**8,938,112**	8,938,112
Total assets	$ **10,594,936**	$ 10,652,982
LIABILITIES AND EQUITY		
Current liabilities		
Accounts payable and accrued liabilities	$ **194,302**	$ 142,978
Current portion of lease liability (note 7)	**22,275**	32,567
	$ **216,577**	$ 175,545
Total liabilities	$ **216,577**	$ 175,545
Shareholders' equity		
Share capital (note 8)	**39,477,363**	39,477,363
Shares to be issued	**500,000**	-
Contributed surplus (notes 9 and 10)	**15,910,369**	15,816,932
Deficit	**(45,559,372)**	(44,816,857)
Total shareholders' equity	**10,378,359**	10,477,437
Total liabilities and shareholders' equity	$ **10,594,936**	$ 10,652,982

Nature of operations and going concern (note 1), Subsequent events (note 16)

Approved on behalf of the Board of Directors:

/s/ "Rupert Williams" *   /s/ "John Thomson"*

Rupert Williams — Director

John Thomson — Director

NORTH PEAK RESOURCES LTD.
Condensed Interim Consolidated Statements of Loss and Comprehensive Loss
(Expressed in Canadian Dollars)
(Unaudited)

For the three months ended March 31,		**2025**		2024
Expenses (income)				
Contractor fees	**$**	**14,544**	$	10,078
Travel		**16,765**		34,556
General and administration (note 10 and 12)		**198,411**		219,872
Professional fees		**28,152**		61,044
Investor relations and marketing		**232,130**		2,766
Exploration and evaluation expenses (note 11)		**171,682**		485,108
Share-based compensation (note 9)		**93,437**		9,157
Interest income		**(12,606)**		(64,389)
Net and comprehensive loss for the period	**$**	**(742,515)**	$	(758,192)
Basic and diluted net loss per share	**$**	**(0.02)**	$	(0.03)
Weighted average number of common shares outstanding, basic and diluted		**31,772,176**		30,148,112

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

NORTH PEAK RESOURCES LTD.
Condensed Interim Consolidated Statements of Changes in Shareholders' Equity
(Expressed in Canadian Dollars)
(Unaudited)

	Share Capital					
	Number of shares	Amount	Shares to be issued	Contributed surplus	Deficit	Total
Balance, December 31, 2023	30,132,178	$ 38,182,019	$ 40,355	$ 15,414,473	$ (40,042,232)	$ 13,594,615
Shares to be issued	-	-	(40,355)	-	-	(40,355)
Issued on exercise of stock options	25,000	73,052	-	(34,302)	-	38,750
Share-based compensation	-	-	-	9,157	-	9,157
Net loss for the period	-	-	-	-	(758,192)	(758,192)
Balance, March 31, 2024	30,157,178	$ 38,255,071	$ -	$ 15,389,328	$ (40,800,424)	$ 12,843,975
Balance, December 31, 2024	**31,772,176**	**39,477,363**	**-**	**15,816,932**	**(44,816,857)**	**10,477,437**
Shares to be issued (note 16a)	-	-	550,000	-	-	550,000
Share-based compensation	-	-	-	93,437	-	93,437
Net loss for the period	-	-	-	-	(742,515)	(742,515)
Balance, March 31, 2025	**31,772,176**	**$ 39,477,363**	**$ 550,000**	**$ 15,910,369**	**$ (45,559,372)**	**$ 10,378,359**

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

NORTH PEAK RESOURCES LTD.
Condensed Interim Consolidated Statements of Cash Flows
(Expressed in Canadian Dollars)
(Unaudited)

For the three months ended March 31,	2025	2024
Operating activities		
Net loss for the period	**$ (742,515)**	$ (758,192)
Share-based compensation (note 9)	**93,437**	9,157
Depreciation of right-of-use assets	**10,891**	15,584
Depreciation of equipment	**12,281**	12,281
Accretion of lease liability	**2,189**	4,394
Non-cash working capital items		
Receivables and prepayments	**(34,934)**	(66,931)
Accounts payable and accrued liabilities	**51,322**	(408,364)
	(607,328)	(1,192,071)
Financing activities		
Shares to issue (notes 4 and 8)	**550,000**	-
Proceeds received on exercise of options	**-**	38,750
Repayment of lease obligations	**(12,481)**	(19,850)
	537,519	18,900
Net change in cash	**(69,808)**	(1,173,171)
Cash, beginning of the period	**1,273,175**	5,304,713
Cash, end of the period	**$ 1,203,366**	$ 4,131,542

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

1. Nature of Operations and Going Concern

North Peak Resources Ltd. ("North Peak" of the "Company") was incorporated and organized on March 28, 2011, under the laws of Alberta, Canada. The Company is a Canadian based gold exploration and development company listed on the TSX Venture Exchange (the **"Exchange**") under the symbol "NPR".

The Company is currently focused on exploring and developing the Prospect Mountain Property ("**Prospect Mountain Property**") in Eureka, Nevada, of which the Company holds an initial 80% interest in the project. The Company also holds an option to acquire 100% interest in the Kenogami Lake project (the "**Kenogami Option**"), which is also a gold exploration property and is located 15 kilometres southwest of Kirkland Lake, Ontario consisting of twenty-seven mineral claims totaling approximately 500 hectares (the "**Kenogami Property**").

The head office of the Company is located at 30th Floor, 421 7th Avenue SW, Calgary, Alberta T2P 4K9 and the registered office is located at 1600, 421 - 7 Avenue SW, Calgary, Alberta T2P 4K9.

These Interim Financial Statements were prepared on a going-concern basis of presentation, which assumes that the Company will continue operations for the foreseeable future and be able to realize the carrying value of its assets and discharge its liabilities and commitments in the normal course of business. To date, the Company has not earned revenue and has an accumulated deficit of $45,559,372 at March 31, 2025. The Company's ability to continue as a going concern is dependent upon its ability to obtain additional financing and or achieve profitable operations in the future. Management is aware, in making its assessment, of material uncertainties related to events or conditions that cast significant doubt upon the Company's ability to continue as a going concern. These interim financial statements do not reflect adjustments that would be necessary if the going concern assumption were not appropriate. These adjustments could be material. Management will pursue financing and alternative funding options when necessary to meet the Company's requirements on an ongoing basis.

2. Basis of Preparation and Measurement

These unaudited condensed consolidated interim financial statements ("**Interim Financial Statements**") have been prepared in accordance with IAS 34, Interim Financial Reporting ("IAS 34"). They do not include all of the information and footnotes required by IFRS Accounting Standards as issued by the International Accounting Standards Board ("**IASB**") and interpretations issued by the Interpretations Committee. The interim financial statements should be read in conjunction with the Company's audited annual consolidated financial statements as at and for the years ended December 31, 2024, and 2023 ("**Annual Financial Statements**"). The accounting policies applied in the preparation of these Interim Financial Statements are consistent with those applied and disclosed in the Annual Financial Statements except as disclosed below related to new accounting standards.

These Interim Financial Statements have been prepared on a historical cost basis, except for certain financial instruments which have been measured at fair value. In addition, these Interim Financial Statements have been prepared using the accrual basis of accounting, except for cash flow information. These Interim Financial Statements are presented in Canadian dollars, which is the functional currency of the Company and its subsidiaries. References to "US$" are for United States Dollars. Certain prior period amounts have been reclassified to conform to the presentation in the current period.

These unaudited condensed interim consolidated financial statements were authorized for issuance by the Board of Directors of the Company on May 19, 2025.

Basis of Consolidation

These condensed interim consolidated financial statements incorporate the financial statements of the Company and its wholly owned subsidiary North Peak (Nevada) Ltd. All intercompany transactions, balances, income and expenses are eliminated upon consolidation.

Adoption of new accounting standards

IAS 1, Presentation of Financial Statements ("**IAS 1**"): In October 2022, the IASB issued amendments to IAS 1 titled Non-current Liabilities with Covenants. These amendments sought to improve the information that an entity provides when its right to defer settlement of a liability is subject to compliance with covenants within 12 months after the reporting period. These amendments to IAS 1 override but incorporate the previous amendments, Classification of Debt as Current or Non-current, issued in January 2020, which clarified that liabilities are classified as either current or non-current, depending on the rights that exist at the end of the reporting period. Liabilities should be classified as non-current if a company has a substantive right to defer settlement for at least 12 months at the end of the reporting period. Effective January 1, 2024, the Company adopted these amendments, which did not have a material effect on its Interim Financial Statements.

Accounting standards issued but not yet adopted

IFRS 18, Presentation and Disclosure in Financial Statements ("**IFRS 18**"): In April 2024, the IASB issued IFRS 18, which will replace IAS 1. IFRS 18 is effective for periods beginning on or after January 1, 2027, with early adoption permitted. IFRS 18 will require defined categories and subtotals in the statement of profit or loss, require disclosure about management-defined performance measures, and adds new principles for aggregation and disaggregation of information. The Company is assessing the impact of this standard on its disclosures.

3. Significant Accounting Judgments and Estimates

Preparing financial statements that conform with IFRS requires management to make judgments, estimates, and assumptions affecting the reported amounts of assets and liabilities and disclosures at the end of the reporting period and the reported amounts of revenues and 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.

Significant judgments in applying accounting policies

These interim financial statements include estimates that, by their nature, are uncertain. The impacts of such estimates are pervasive throughout the interim financial statements and may require accounting adjustments based on future occurrences. Revisions to accounting estimates are recognized in the period in which the estimate is revised and future periods if the revision affects both current and future periods. These estimates are based on historical experience, current and future economic conditions and other factors, including expectations of future events that are believed to be reasonable under the circumstances. Significant assumptions about the future that management has made could result in a material adjustment to the carrying amounts of assets and liabilities, in the event that, actual results differ from assumptions made, relate to, but are not limited to, the following:

Exploration, Evaluation and Resource Property Acquisition Costs

Judgment is required in determining whether the respective costs are eligible for capitalization where applicable, and whether they are likely to be recoverable by future exploration and development, which may be based on assumptions about future events and circumstances. Estimates and assumptions made may change significantly if new information becomes available.

Provisions and contingent liabilities

The Company judges whether a past event has led to a liability that should be recognized in the interim financial statements or disclosed as a contingent liability. Quantifying this type of liability often involves judgments and estimations. These judgments are based on many factors including the nature of the claims or dispute, the legal process and potential amount payable, legal advice received, experience and the probability of a loss being realized. Several of these factors are sources of estimation uncertainty.

Functional Currency

The functional currency of the Company and its subsidiary is the Canadian Dollar. The functional currency determination was conducted through an analysis of the consideration factors identified in IAS 21, The Effects of Changes in Foreign Exchange Rates. The determination of functional currency involves certain judgments to determine the location of the primary economic environment. The Company reconsiders the functional currency if there are changes in events and conditions of the factors used in the determination of the primary economic environment.

Going Concern

The assessment of the Company's ability to continue as a going concern involves judgment regarding future funding available for its operations and working capital requirements.

Income Taxes and Recovery of Deferred Tax Assets

The Company recognizes deferred tax assets to the extent that it is probable that future taxable profits will be available to utilize the Company's deductible temporary differences which are based on management's judgement on the degree of future taxable profits. To the extent that future taxable profits differ significantly from the estimates impacts the amount of the deferred tax assets management judges is probable.

Accounting Treatment of Prospect Mountain Acquisition

Management exercised judgement in determining the appropriate IFRS to apply in accounting for the Prospect Mountain acquisition. Specifically, an evaluation of IFRS 11, Joint Arrangements, IFRS 10 Consolidated Financial Statements and IAS 28, Investments in Associates and Joint Ventures. Largely due to the optionality of the Prospect Mountain agreement, management determined the acquisition, and ensuing costs, were in scope of IFRS 6, Exploration for and Evaluation of Mineral Resources.

Sources of estimation uncertainty

Significant assumptions about the future and other sources of estimation uncertainty that management has made at the end of the reporting periods, which could result in a material adjustment to the carrying amounts of assets and liabilities, relate to the following:

The recoverability of exploration and evaluation properties

The Company's management reviews the carrying values of its exploration and evaluation properties at the end of each reporting period to determine if there is an impairment. The recovery of carrying amounts depends on confirmation of the Company's interest in the underlying mineral claims, the Company's ability to obtain the necessary financing to complete the exploration and development, and future profitable production or proceeds from the disposition thereof.

Valuation of stock options and equity-settled share-based payment transactions

The determination of the fair value of stock options is not based on historical cost but derived from subjective assumptions that are put into an option pricing model. The model requires management to forecast future events, including estimates of the average future hold year of issued stock options before exercise, expiry, or cancellation, future volatility of our share price during the expected hold year (using historical volatility as a reference), and the appropriate risk-free interest rate.

(Expressed in Canadian Dollars)

Shares Issued for Non-cash Consideration

The Company measures equity-settled share-based payment transactions based on an estimate of the fair value of goods or services received, unless that fair value cannot be estimated reliably, in which case the Company measures the fair value of the goods or services received based on the fair value of the equity instruments granted.

The Company's interim results are not necessarily indicative of its results for a full year. The significant accounting policy judgments and areas of estimation uncertainty that applied in the preparation of these Interim Financial Statements are consistent with those applied and disclosed in Notes 3 and 4 of the Annual Financial Statements.

4. Cash

		March 31, 2025	December 31, 2024
Cash	**$**	**1,203,367**	1,273,175
	$	**1,203,367**	1,273,175

Cash at March 31, 2025, includes $550,000 of cash received for the purchase of equity units as part of the Company's closing of the first tranche of its previously announced non-brokered private placement for aggregate (the "2025 Private Placement"). The rest of the funds received from the financing were received after March 31, 2025, and the equity units purchased were issued upon closing of the private placement on April 17, 2025.

5. Exploration and Evaluation Assets

		2025		2024
The Prospect Mountain Property, Nevada, USA				
Balance, beginning of year	**$**	**8,843,112**	$	-
Acquisition costs [(a)]		-		598,943
Balance, end of year	**$**	**8,843,112**	$	8,843,112
The Kenogami Property, Ontario, Canada				
Balance, beginning and end of year	**$**	**95,000**	$	95,000
Total exploration and evaluation assets, end of year	**$**	**8,938,112**	$	8,938,112

a) On August 17, 2024, the Company made the second cash payment of $527,708 to Solarljos as required by the acquisition agreement relating to the Company's acquisition of the 80% interest in the Prospect Mountain Property. It also Includes $71,235 of interest payments.

The Prospect Mountain Property, Nevada, USA

In May 2023, (i) the Company entered into an agreement to acquire the Prospect Mountain Property from Solarljos LLC ("**Solarljos**") and Gullsil LLC of Nevada (each controlled by the Erickson family of Nevada) (the "**Acquisition**"), and (ii) the Exchange approved the Acquisition. The mining claims and rights that constitute Prospect Mountain have been transferred into a Nevada LLC, named North Peak Gold LLC. The Company now holds an 80% initial interest in North Peak Gold LLC (the "**80% Initial Interest**") and Solarljos holds the remaining 20% interest. Solarljos is not required to contribute any funds or assume any liabilities for the benefit of North Peak Gold LLC or in connection with exploration and operations at the Prospect Mountain Property on account of its 20% interest.

In connection with the Acquisition, (i) on August 22, 2023 the Company issued 5,000,000 common shares ("**Common Shares**") to Solarljos, (ii) effective August 25, 2023, Ty Erickson was appointed to the Board of Directors of the Company, and (iii) on November 17, 2023 the Company issued 340,000 Common Share purchase warrants with an exercise price of $1.34 per share and a five-year term, to those persons designated by Solarljos.

The Company has the right to acquire the remaining 20% interest held by Solarljos (the "**Right**") by issuing an additional 3,000,000 Common Shares to Solarljos. The Company has until mid-November 2026 to exercise the Right. However, if the Company decides not to exercise the Right within this time period, then the 80% Initial Interest is to be transferred to Solarljos, who will then return to the Company the 5,000,000 Common Shares that have been issued to it.

Other material terms of the Acquisition include:

- until the Right is exercised, the Company has undertaken to complete a minimum three-year exploration program at the Prospect Mountain Property where expenditures will total no less than US$1 million per year;
- until the Right is exercised, the Company is to make cash payments of US$385,000 in total per year, for each of the first three years following completion of the Acquisition (the Company made the initial US$385,000 (CAD$521,637) payment in 2023, and the second payment on August 17th, 2024 US$385,000 (CAD$527,708); and
- Solarljos has been granted a 1% NSR royalty on any mineral production from the Prospect Mountain Property;

The Kenogami Property, Ontario, Canada

The Company acquired the Kenogami Option in connection with the Company's change of business transaction to become a mining issuer, which was completed on June 26, 2020. The terms of the Kenogami Option require the Company to make an initial cash payment of $35,000 (paid), and the Company has completed the following other conditions to exercise: (1) issued 25,000 Common Shares (post-consolidation) effective upon issuance of the 43-101 technical report on the Kenogami Property (completed – issued the Common Shares on July 2, 2020, and ascribed a fair value of $19,500); and (2) incurred $100,000 of exploration expenditures on the Kenogami Property and issued an additional 50,000 Common Shares to the optionor (completed, with corresponding Common Shares issued November 10, 2021, and ascribed a fair value of $40,500). The remaining condition for the exercise of the Kenogami Option is the Company incurring no less than $150,000 of exploration expenditures on the Kenogami Property on or before January 5, 2026.

The Company continues to assess the Kenogami Property to determine the most effective and efficient path towards completing the remaining $150,000 work commitment.

(Expressed in Canadian Dollars)

6. Right-of-Use Assets

Right-of-use assets at December 31, 2023	$	**73,669**
Depreciation		(48,257)
Balance, December 31, 2024	**$**	**25,412**
Depreciation		(10,891)
Balance, March 31, 2025	**$**	**25,412**

Right-of-use assets consist of a facility lease amortized over 24 months.

7. Lease Obligation

At the commencement date of the leases, the lease liability was measured at the present value of the lease payments that were not paid at that date. The lease payments are discounted using an interest rate of 10%, which is the Company's incremental borrowing rate.

The continuity of the lease liabilities are presented in the table below:

Balance, December 31, 2023	$	78,939
Accretion expense		7,668
Lease payments		(54,040)
Balance, December 31, 2024	**$**	**32,567**
Accretion expense		2,189
Lease payments		(12,481)
Balance, March 31, 2025	**$**	**22,275**

As at December 31, 2024:		
Less than one year	$	22,275
Greater than one year		-
Total lease obligation	**$**	**22,275**

(Expressed in Canadian Dollars)

7. Lease Obligation (continued)

Maturity Analysis - Contractual Undiscounted Cash Flows		
As at March 31, 2025:		
Less than one year	$	23,641
Greater than one year		-
Total undiscounted lease obligation	**$**	**23,641**

8. Share Capital

a) Authorized share capital - at March 31, 2025, the authorized share capital consisted of an unlimited number of Common Shares. The Common Shares do not have a par value. All issued shares are fully paid.

b) Common Shares issued - the holders of Common Shares are entitled to receive notice of and attend all meetings of the shareholders of the Company and are entitled to one vote in respect of each Common Share held at such meetings. In the event of liquidation, dissolution or winding-up of the Company, the holders of Common Shares are entitled to share ratably the remaining assets of the Company.

The number of Common Shares issued and outstanding as at March 31, 2025, and December 31, 2024, is as follows:

	Common Shares(#)	**Amount**
Balance, December 31, 2023	30,132,178	$ 38,182,019
Issued on private placement (i)	1,414,998	1,061,249
Costs of issue (i)	-	(48,038)
Issued on exercise of stock options	225,000	282,132
Balance, December 31, 2024	**31,772,176**	**$ 39,477,363**

	Common Shares(#)	**Amount**
Balance, December 31, 2024	31,772,176	$ 39,477,363
Balance, March 31, 2025(ii)	**31,772,176**	**$ 39,477,363**

i) On November 5, 2024, the Company closed a non-brokered private placement for aggregate gross proceeds of $1,061,249, issuing 1,414,998 Common Shares at a price of $0.75 per Common Share. Costs of issue and commissions totaling $48,038 were paid.

ii) Share capital does not include $550,000 of shares to be issued for which cash was received prior to March 31 ,2025 for the purchase of equity units from the Company's non-brokered private placement that closed on April 17, 2025. These equity units were issued upon closing of the financing, and subsequently recorded in share capital.

(Expressed in Canadian Dollars)

9. Warrants

In connection with the private placement closed on November 5, 2024, 64,050 warrants were issued as finders fees. These warrants are non-transferable, have an exercise price of $0.90 per share, and expire 24 months from the date of issuance. The fair value of the warrants of $26,811 was estimated using the Black-Scholes option pricing model with the following assumptions: expected dividend yield of 0%; expected volatility of 163%; a risk-free interest rate of 3.01%, and an expected life of 2 years.

The following table reflects the continuity of warrants for the three months ended March 31, 2025, and year ended December 31, 2024:

	Number of Warrants	Weighted Average Exercise Price
Balance, December 31, 2023	**340,000**	**$ 1.34**
Issued	64,050	0.90
Balance, December 31, 2024	**404,050**	**$ 1.27**
Issued	-	-
Balance, March 31, 2025	**404,050**	**$ 1.27**

The following table reflects the warrants outstanding at March 31, 2025:

Expiry Date	Exercise Price	Life Remaining	Warrants Outstanding	Black-Scholes Value
November 17, 2028*	$ 1.34	3.91 years	340,000	$ 472,532
November 6, 2026	$ 0.90	1.84 years	64,050	$ 26,811

**The resulting fair value of $472,532 was estimated using the Black-Scholes option pricing model with the following assumptions: expected dividend yield of 0%; expected volatility of 126%; a risk-free interest rate of 3.82%, and an expected life of 5 years.*

10. Stock Options

The Company has adopted a stock option plan which provides that the Board of Directors of the Company may grant options to purchase common shares of the Company to directors, officers, employees and consultants, up to a maximum of 10% of the total issued and outstanding Common Shares. The Board in its sole discretion may determine the vesting conditions for options, and the exercise price shall be determined by the Board at the time of grant in accordance with the provisions of the plan. The Company uses the Black Scholes option pricing model to determine the fair value of stock options granted.

(Expressed in Canadian Dollars)

The following table reflects the continuity of stock options for the three months ended March 31, 2025:

	Number of Stock Options	Weighted Average Exercise Price (CDN)
Balance, December 31, 2024	**2,525,000**	**$1.06**
Granted[(i)]	300,000	$0.61
Balance, March 31, 2025	**2,725,000**	**$1.02**

i. On March 10, 2025, the Company granted 300,000 stock options at an exercise price of $0.61 per share, vesting one-half immediately and the remaining one-half on March 10, 2026, expiring five years from the date of grant. The resulting fair value was estimated using the Black-Scholes option pricing model with the following assumptions: expected dividend yield of 0%; expected volatility of 110%; a risk-free interest rate of 3.19%, an expected life of 5 years, and a forfeiture rate of nil.

	Number of Stock Options	Weighted Average Exercise Price (CDN)
Balance, December 31, 2023	**2,725,000**	**$1.15**
Expired	(150,000)	$2.30
Exercised	(25,000)	$1.55
Balance, March 31, 2024	**2,550,000**	**$1.07**

The total non-cash share-based compensation expense for the three months ended March 31, 2025, was $93,437 (three months ended March, 31, 2024, - $9,157).

The following table summarizes the stock options outstanding at March 31, 2025, of which 2,295,000 were exercisable and have a weighted average remaining life of 1.87 years.

Expiry Date	Exercise Price	Weighted Average Life Remaining	Options Outstanding	Black-Scholes Value
April 12, 2028	$ 0.76	2.89 years	195,000	$ 159,179
June 26, 2028	1.60	3.12 years	195,000	272,343
July 2, 2025	0.55	0.18 years	975,000	483,095
November 11, 2026	0.81	1.53 years	25,000	20,560
December 2, 2026	1.28	1.51 years	65,000	71,916
December 10, 2026	1.55	1.54 years	15,000	20,581
December 17, 2026	1.90	1.65 years	200,000	378,280
February 1, 2027	2.10	1.82 years	25,000	55,348
February 17, 2027	2.87	1.92 years	70,000	200,186
September 15, 2028	1.53	3.32 years	525,000	403,358
November 13, 2028	1.12	3.51 years	35,000	42,732
July 5, 2029	1.00	4.23 years	200,000	163,220
March 10, 2030	0.61	4.76 years	300,000	146,070
	$ 1.04	1.87 years	2,825,000	$ 2,416,868

(Expressed in Canadian Dollars)

11. General and administrative expenses

For the three months ended March 31,		2025	2024
Management fees, wages and benefits	$	**125,792**	149,411
Filing and transfer agent fees		**20,792**	12,892
Insurance		**3,806**	25,903
Office, IT and general		**4,176**	9,595
Rent, foreign exchange and other		**43,845**	22,071
	$	**198,411**	219,872

12. Exploration and evaluation expenses

For the three months ended March 31,		2025	2024
Prospect Mountain Project			
Drilling	$	**-**	37,737
Project management		**78,152**	105,412
Camp support		**18,077**	164,453
Geological		**62,147**	66,356
Geophysics		**-**	27,160
Assays		**1,025**	68,159
Mapping		**-**	12,281
Field supplies		**12,281**	1,196
	$	**171,682**	482,754
Black Horse Project		**-**	2,354
Total Exploration Expenses for the Period	$	**171,682**	485,108

13. Related Party Transactions and Key Management Compensation

a) Key management compensation

The Company incurred charges with directors, officers (Chief Executive Officer, Chief Financial Officer, and Director of Corporate Development who are the key management personnel), and a company with a common director displayed in the table below. Key management have the authority and responsibility to plan, direct, and control the activities of the Company and receive compensation for services rendered in that capacity. Amounts paid to related parties were incurred in the normal course of business. Salaries, benefits, consulting fees and director's fees are recorded at the exchange amount while share-based compensation is measured at the fair value of the instruments issued, with the expense recognized over the relevant vesting periods.

(Expressed in Canadian Dollars)

Compensation awarded to key management for the three months ended March 31, 2025, and 2024 was:

Three Months Ended March 31,		2025	2024
Management fees, wages and benefits	$	**106,763**	156,911
Share-based compensation expense officers and directors		**93,437**	9,157
	$	**200,200**	166,068

Additionally, during the three months ended March 31, 2025, the Company paid legal fees of $15,448 (2024: $45,000) to a law firm for which a director is a founder. Additionally, during the three months ended March 31, 2025, bookkeeping, office, and regulatory filing support fees of $nil (2024 - $16,280) were paid to a company for which a former director is the president.

These transactions are in the normal course of business and are measured at the exchange amount, as agreed to by the parties, and approved by the Board of Directors, in strict adherence to conflict of interest laws and regulations. As at March 31, 2025, $nil was included in accounts payable and accrued liabilities in relation to these amounts (March 31, 2024 - $36,273).

14. Capital Management

The Company manages its capital with the following objectives: to ensure sufficient financial flexibility to achieve the ongoing business objectives including funding of future growth opportunities, and pursuit of accretive acquisitions; and to maximize shareholder return through enhancing share value.

The Company manages and makes adjustments to the capital structure as a result of changes in economic conditions, and the risk characteristics of the Company's assets, in an effort to meet its objectives given the current outlook of the business and industry in general. The Company may manage its capital structure by issuing new shares, repurchasing outstanding shares, adjusting capital spending, or disposing of assets. The capital structure is reviewed by management and the Board of Directors on an ongoing basis.

The Company considers its capital to be equity, comprising share capital, shares to be issued, contributed surplus and deficit, which at March 31, 2025, totaled $10,378,359 (December 31, 2024 - $10,477,437). The Company manages capital through its financial and operational forecasting processes. The Company reviews its working capital and forecasts future cash flows based on operating expenditures, investing activities, and financing activities. The forecast is updated frequently based on activities related to its development and exploration properties. The Company's capital management objectives, policies and processes have remained unchanged during the three months ended March 31, 2025.

15. Financial Risk Management

The Company has exposure to risks of varying degrees of significance which could affect its ability to achieve its strategic objectives for growth and shareholder returns. The principal financial risks to which the Company is exposed are: liquidity risk, credit risk, and market risk.

a) Liquidity risk

Liquidity risk refers to the risk that the Company will not be able to meet its financial obligations as they become due or can only do so at excessive cost. The Company's liquidity and operating results may be adversely affected if the Company's access to capital markets is hindered or slowed due to a decline in the stock market or other macroeconomic factors. As at March 31, 2025, the Company had a cash balance of $1,203,367 (December 31, 2024 - $1,273,175) to settle current liabilities of $216,577 (December 31, 2024 -$175,545). The Company regularly evaluates its cash position to ensure preservation and security of capital as well as maintenance of liquidity and financial flexibility.

Most of the Company's financial liabilities have contractual maturities of less than 30 days and are subject to normal trade terms. At March 31, 2025, the Company has no sources of revenue to fund its exploration and development expenditures and relied on non-brokered private placements to fund its operations. The Company's current cash balance is sufficient to fund the remainder of the 2025 work program as well as the existing administrative needs. The Company may require additional financing to accomplish long-term strategic objectives and has an experienced management team and Board of Directors to assist with managing liquidity risk.

b) Credit Risk

Credit risk is the risk of loss associated with a counterparty's inability to fulfil its payment obligations. The Company's credit risk is primarily attributable to cash and investments. The Company has no significant concentration of credit risk arising from operations. Cash consists of cash at banks. The cash has been invested and held with reputable financial institutions, from which management believes the risk of loss to be remote.

c) Market Risk

1) Interest rate risk

The Company has cash balances with rates that fluctuate with prevailing market rates and has no current debt. The Company's current policy is to invest cash in cash accounts or short-term interest-bearing securities issued by high quality financial institutions and chartered banks. The Company monitors its cash and investments as well as the credit ratings of its banks.

2) Currency risk

Foreign currency risk is the risk that the value of the Company's financial instruments denominated in foreign currencies will fluctuate due to changes in foreign exchange rates. Changes in the exchange rate between foreign currencies and the Canadian dollar would not likely have a significant impact on the Company's financial position, results of operations, and cash flows. The Company does not currently use derivative instruments to reduce its exposure to foreign currency risk, however exchange rates are continually monitored for any significant changes. A portion of the Company's exploration expenses are paid in USD, and the Company frequently converts a portion of its CAD cash balances into USD to reduce its currency risk exposure related to the CAD, when required, deemed appropriate, or advantageous due to timing or opportunities in currency markets. The Company is mainly exposed to foreign currency risk on financial instruments consisting of trade payables denominated in USD and GBP, however a 10% movement in foreign exchange rates would not have a material impact on the net loss for the three months ended March 31, 2025, or year the three months ended March 31, 2024.

3) Price risk

The Company is exposed to price risk with respect to precious metal commodity prices and the prices of equity securities. Equity security price risk is defined as the potential adverse impact on the Company's net income or loss due to movements in individual prices of equity securities or price movements in the stock market generally. Commodity price risk is defined as the potential adverse impact on net income or loss and economic value due to commodity price movement and volatility. The Company closely monitors commodity prices, particularly as they relate to gold and silver and movements in the price of individual equity securities, and movements in macroeconomic trends and market cycles.

16. Subsequent Events

a) On April 16, 2025, The Company received notice from the Bureau of Land Management ("BLM") (United States Department of the Interior) that they had approved the Company's application to move to yearly Phased Bonding as part of the reclamation obligations Prospect Mountain Property Plan of Operations. On May 12, 2025, a payment of US$750,294 was made to the BLM upon the transfer of the reclamation bond from Solarjos to North Peak (Nevada) Ltd. for the previous three-year reclamation amount. Once the Nevada Division of Environmental Protection has approved the application to move to yearly Phased Bonding, the Company will begin the process to request a refund of approximately US$471,181 from the BLM for the difference in the three year and one year bond requirements.

b) On April 17, 2025, the Company closed the first tranche of its previously announced non-brokered private placement for aggregate gross proceeds of $5,168,999 (the "**2025 Private Placement**"). In connection with the 2025 Private Placement, 8,614,999 equity units ("**Units**") of the Company were issued at a price of $0.60 per Unit. Each Unit is comprised of one (1) Common Share and one-half of one (1/2) Common Share purchase warrant of the Company (a "**Warrant**"). Each whole Warrant entitles the holder to acquire one (1) Common Share for a period of 18 months from the date of issuance of the Warrant (subject to acceleration).

c) On April 24, 2025, the Company closed the second and final tranche of the 2025 Private Placement and issued 416,667 Units at a price of $0.60 per Unit for gross proceeds of $250,000, bringing the totals for the 2025 Private Placement to 9,031,666 Units for aggregate gross proceeds of $5,418,999.

d) On May 12, 2025, the Company announced the grant of incentive stock options to acquire a total of 950,000 Common Shares at an exercise price of $0.87 per share. These options have a five-year term. Of these options, 625,000 were granted to directors and officers and 75,000 to consultants of the Company and which vest as to one-half (1/2) immediately and the remaining one-half (1/2) on the first-year anniversary of the date of grant. The remaining 250,000 options were granted to a consultant of the Company and vest as to one-quarter (1/4) three months from the date of issuance, and one-quarter (1/4) every three months thereafter.