H2 VENTURES 1 INC.

Condensed Interim Financial Statements

For the nine months ended September 30, 2025 and 2024

(Unaudited – Expressed in Canadian Dollars)

Notice to Reader

The accompanying unaudited condensed interim financial statements of H2 Ventures 1 Inc. (the “Company”) have been prepared by management and approved by the Audit Committee and Board of Directors of the Company. The Company’s independent auditors have not performed a review of these condensed interim financial statements for the nine months ended September 30, 2025, in accordance with the standards established by the Chartered Professional Accountants of Canada for a review of condensed interim financial statements by an entity’s auditors.

(Expressed in Canadian Dollars)

As at	September 30, 2025 (unaudited)	December 31, 2024 (audited)
ASSETS		
Current assets		
Cash and cash equivalents (Note 5)	$ 4,947,338	$ 5,040,975
Advance payment	3,000	-
Total assets	$ 4,950,338	$ 5,040,975
LIABILITIES		
Current liabilities		
Accounts payable and accrued liabilities	$ 30,654	$ 29,667
Due to related party (Note 8)	200	150
Total liabilities	30,854	29,817
SHAREHOLDERS' EQUITY		
Share capital (Note 6)	4,815,458	4,815,458
Reserves (Note 6)	329,991	43,378
Retained earnings (deficit)	(225,965)	152,322
Total shareholders' equity	4,919,484	5,011,158
Total liabilities and shareholders' equity	$ 4,950,338	$ 5,040,975

Nature and Continuance of Operations (Note 1)

These condensed interim financial statements were approved for issue by the Board of Directors on November 25, 2025 and signed on its behalf by:

"Eric Denhoff" Director

Eric Denhoff

"Erin Campbell" Director

Erin Campbell

(Unaudited – Expressed in Canadian Dollars)

	Three Months Ended September 30, 2025	Three Months Ended September 30, 2024	Nine Months Ended September 30, 2025	Nine Months Ended September 30, 2024
Operating expenses				
Accounting and audit	$ 4,864	$ 3,181	$ 11,672	$ 10,263
Consulting fees (Note 8)	33,900	5,650	65,026	15,856
General and administration	852	1,420	61,425	5,547
Legal and professional fees	31,898	150,523	68,612	218,209
Regulatory fees	2,656	-	12,422	8,962
Share-based payment (Notes 6,8)	-	6,378	286,613	6,378
Total operating expenses	(74,170)	(167,152)	(505,770)	(265,215)
Other income				
Interest income	42,031	63,041	126,915	191,520
Dividend income	84	116	568	116
Total other income	42,115	63,157	127,483	191,636
Net loss and comprehensive loss for the period	$ (32,055)	$ (103,995)	$ (378,287)	$ (73,579)
Basic and diluted loss per common share	$ (0.00)	$ (0.00)	$ (0.01)	$ (0.00)
Weighted average number of common shares outstanding – basic and diluted	49,400,000	49,400,000	49,400,000	49,400,000

(Unaudited – Expressed in Canadian Dollars)

	Common Shares				
	Number	Share Capital	Reserves	Deficit	Total
Balance – December 31, 2023	61,200,000	$ 4,815,458	$ 293,000	$ (20,093)	$ 5,088,365
Share-based payment	-	-	6,378	-	6,378
Net loss and comprehensive loss for the period	-	-	-	(73,579)	(73,579)
Balance – September 30,2024	61,200,000	$ 4,815,458	$ 299,378	$ (93,672)	$ 5,021,164
Balance – December 31, 2024	61,200,000	$ 4,815,458	$ 43,378	$ 152,322	$ 5,011,158
Share-based payment	-	-	286,613	-	286,613
Net loss and comprehensive loss for the period	-	-	-	(378,287)	(378,287)
Balance – September 30, 2025	61,200,000	$ 4,815,458	$ 329,991	$ (225,965)	$ 4,919,484

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

(Unaudited – Expressed in Canadian Dollars)

Nine months ended	**September 30, 2025**	**September 30, 2024**
CASH FLOWS (USED IN)		
OPERATING ACTIVITIES		
Net loss for the period	$ (378,287)	$ (73,579)
Change in non-cash item		
Share-based payment	286,613	6,378
Change in non-cash working capital items		
Prepaid expense	-	4,200
Advance payment	(3,000)	-
Accounts payable and accrued liabilities	987	(22,729)
Due to related party	50	-
Net cash used in operating activities	(93,637)	(85,730)
FINANCING ACTIVITIES		
Repayment to related party	-	(3,012)
Net cash used in financing activities	-	(3,012)
Decrease in cash and cash equivalents for the period	(93,637)	(88,742)
Cash and cash equivalents, beginning of period	5,040,975	5,117,444
Cash and cash equivalents, end of period	$ 4,947,338	$ 5,028,702
Cash and cash equivalents is comprised of		
Cash	$ 11,946	$ 9,872
Cash equivalents	4,935,392	5,018,830
	$ 4,947,338	$ 5,028,702
Supplemental cash flow information		
Cash paid for interest during the period	$ -	$ -
Cash received for interest during the period	$ 126,915	$ 191,520
Cash paid for income taxes during the period	$ -	$ -

1. Nature and Continuance of Operations

H2 Ventures 1 Inc. (the "Company" or "H2") was incorporated under the *Business Corporations Act* (British Columbia) on April 26, 2021. The Company is a capital pool company ("CPC"), as defined in TSX Venture Exchange ("TSX-V" or "Exchange") Policy 2.4 *Capital Pool Companies*. The principal business of the Company is to identify and evaluate companies, businesses, properties, or assets with a view to potentially acquire them or an interest therein by completing a purchase transaction. The purpose of such an acquisition is to satisfy the related conditions of a qualifying transaction under Exchange rules. Once identified and evaluated, negotiating an acquisition or participation is subject to receipt of shareholder and regulatory approval (the "Qualifying Transaction").

The Company's head office address is 2695 Queenswood Drive, Victoria, British Columbia, Canada, V8N 1X6. The registered and records office address is 1700 - 1055 West Hastings Street, Vancouver, British Columbia, Canada, V6E 2E9.

On February 9, 2022, the Company completed its initial public offering ("IPO") and issued 50,000,000 common shares for gross proceeds of $5,000,000. Upon completion of the IPO, the Company had 61,200,000 common shares issued and outstanding. The common shares commenced trading on the TSX-V under the symbol "HO.P" on February 16, 2022.

The Company announced that it has entered into a definitive share purchase agreement dated September 8, 2025 with Magnus Green Solar Panels Manufacturing LLC ("Magnus") and the sole shareholder of Magnus (the "Parties"), which is subject to the approval of, inter alios, the TSX-V and is intended to constitute the Qualifying Transaction (as such term is defined in the policies of the Exchange) of the Company in accordance with Exchange Policy 2.4 (the "Transaction").

To give effect to the Transaction, the Company will effect a consolidation of its issued and outstanding common shares ("Company Shares") on the basis of one post-consolidated Company Share for each ten pre-consolidation Company Shares (the "Consolidation"), which will result in there being 6,120,000 post-Consolidation Company Shares issued and outstanding; it will change its name to "Mirasol Green Energy Inc." or such other name as Magnus or H2 may determine and which is acceptable to the Exchange and any other applicable regulatory authorities; H2 will issue an aggregate 48,871,956 resulting issuer shares to the vendor in exchange for all of the issued and outstanding Magnus shares. In connection with the Transaction, Magnus may raise up to US$10,000,000 on terms to be mutually agreed upon by the Parties, if required.

These condensed interim financial statements have been prepared on a going concern basis, which assumes that the Company will be able to realize its assets and discharge its liabilities in the normal course of business rather than through a process of forced liquidation. These condensed interim financial statements do not include adjustments to amounts and classifications of assets and liabilities that might be necessary should the Company be unable to continue operations. Such adjustments could be material.

The Company's continuing operations are dependent upon its ability to identify, evaluate and negotiate an agreement to acquire an interest in a material asset or business. The cost of an acquisition or investment proposed by the Company is currently unknown and will be subject to regulatory approval. This material uncertainty raises doubt about the Company's ability to continue as a going concern.

The Company's financial condition and results of operations may be negatively affected by economic and other consequences of world events. While the Company expects any direct impacts of world events to the current and future business to be limited, the indirect impacts on the economy, supply chain and industries in general could negatively affect the business and may make it more difficult for it to raise equity or debt financing.

2. Basis of Presentation

(a) Statement of compliance

These condensed interim financial statements have been prepared in accordance with International Accounting Standard ("IAS") 34 *Interim Financial Reporting*. They do not include all of the information required for full annual financial statements and should be read in conjunction with the Company's audited financial statements as at December 31, 2024 and for the year then ended, which have been prepared in accordance with IFRS Accounting Standards ("IFRS"), as issued by the International Accounting Standards Board. These condensed interim financial statements were authorized for issue in accordance with a resolution from the Board of Directors on November 25, 2025.

(b) Basis of presentation

These condensed interim financial statements have been prepared on the historical cost basis, except for certain financial instruments that are measured at fair value, as explained in the material accounting policies (Note 3). In addition, these condensed interim financial statements have been prepared under the accrual basis of accounting, except for cash flow information.

(c) Functional and presentation currency

These condensed interim financial statements are presented in Canadian dollars, which is the Company's functional currency.

3. Material Accounting Policies

These condensed interim financial statements have been prepared on the basis of accounting policies and methods of computation consistent with those applied in the Company's audited financial statements as at December 31, 2024 and for the year then ended.

4. Critical Accounting Estimates and Judgments

The preparation of these condensed interim financial statements in conformity with IFRS requires the use of certain critical accounting estimates. It also requires management to exercise its professional judgment in the process of applying the Company's accounting policies. The Company makes estimates and assumptions about the future that affect the reported amounts of assets and liabilities. Estimates and judgments are continually evaluated based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. In the future, actual experience may differ from these estimates and assumptions.

The effect of a change in an accounting estimate is recognized prospectively by including it in comprehensive income (loss) in the year of the change if the change affects that year only, or in the year of the change and future years if the change affects both. The Company has no critical accounting estimates.

Critical judgments in applying accounting policies

Information about critical judgments in applying accounting policies that have the most significant risk of causing material adjustment to the carrying amounts of assets and liabilities recognized in the condensed interim financial statements within the next fiscal year include the assessment of material uncertainty, which raises significant doubt about the Company's ability to continue as a going concern.

5. Cash and Cash Equivalents

Cash and cash equivalents is comprised of cash of $11,946 (December 31, 2024: $92,579) and a guaranteed investment certificate ("GIC") of $4,935,392 (December 31, 2024: $4,948,396). The GIC expires on November 18, 2025 and earns 3.25% (2024: 3.5%) annualized interest.

6. Share Capital

(a) Authorized

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

(b) Issued

During the nine months ended September 30, 2025

No shares were issued during the period.

During the year ended December 31, 2024

No shares were issued during the year.

(c) Escrow agreement

Under the escrow agreement, 25% of the shares held in escrow will be released on the issuance of the Final Exchange Bulletin (the Exchange's acceptance of the Qualifying Transaction) and an additional 25% will be released on each of the dates that are 6 months, 12 months and 18 months following the initial release. As at September 30, 2025, the Company had 11,800,000 (December 31, 2024: 11,800,000) common shares held in escrow.

(d) Reserves

Stock options

The Company has adopted an incentive stock option plan, which provides that the Board of Directors may from time to time, in its discretion, and in accordance with Exchange requirements, grant incentive stock options to directors, officers, employees and consultants. Under the plan, the aggregate number of common shares that may be subject to option at any one time may not exceed 10% of the issued common shares of the Company as of that date. Options granted may not exceed a term of ten years, and the term will be reduced to one year following the date of death of the optionee. All options vest when granted unless they are otherwise specified by the Board of Directors or if they are granted for investor relations activities.

The Board of Directors determines the exercise price per common share, the number of options granted to individual directors, officers, employees and consultants, and all other terms and conditions of the options. The plan is subject to regulatory approval.

(Unaudited – Expressed in Canadian Dollars)

6. Share Capital (continued)

(d) Reserves (continued)

Stock options (continued)

On March 6, 2025, the Company granted an aggregate 3,750,000 stock options to certain directors and officers at an exercise price of $0.07 per unit expiring 39 months from the date of grant and 100% vesting on date of grant. The options were valued using the Black-Scholes model under the following assumptions: a risk-free rate of 2.63%, an estimated annualized volatility of 148.86% using the Company's volatility, an expected life of 3.25 years, a nil dividend yield and an exercise price of $0.07.

A summary of the Company's stock options enabling the holders to acquire common shares is as follows:

	Exercise Price	**Number of Options**
Balance – December 31, 2023	$0.05	1,000,000
Granted	$0.05	150,000
Balance – December 31, 2024	$0.05	1,150,000
Granted	$0.07	3,750,000
Balance – September 30, 2025	$0.07	4,900,000

Incentive stock options outstanding and exercisable at September 30, 2025 are summarized as follows:

Expiry Date	**Exercise Price**	**September 30, 2025**
June 4, 2026	$0.05	1,150,000
June 4, 2028	$0.07	3,750,000
Total outstanding and exercisable options	$0.07	4,900,000

As at September 30, 2025, the weighted average remaining life for outstanding stock options was 2.21 (December 31, 2024: 1.42) years.

7. Financial Instruments and Risk Management

Fair value

The Company's financial instruments at September 30, 2025 include cash and cash equivalents, accounts payable and accrued liabilities, and due to related party. The fair values of cash and cash equivalents, accounts payable and accrued liabilities, and due to related party approximate their carrying values due to their short-term nature.

Financial risk factors

The Company's risk exposures and the impact on the Company's financial instruments are summarized below.

7. Financial Instruments and Risk Management (continued)

Financial risk factors (continued)

Credit risk

Financial instruments that potentially subject the Company to a significant concentration of credit risk consists primarily of cash and cash equivalents. The Company limits its exposure to credit loss by placing its cash and cash equivalents with major financial institutions. The Company has minimal credit risk.

Liquidity risk

Liquidity risk is the risk that the Company will not be able to meet its financial obligations as they fall due. All of the Company's financial liabilities are classified as current and are anticipated to mature within the next fiscal period. The Company intends to settle these with funds from its positive working capital position. At September 30, 2025, the Company had a working capital of $4,919,484 (December 31, 2024: $5,011,158).

Interest rate risk

Interest rate risk is the risk that future cash flows will fluctuate as a result of changes in market interest rates. Interest earned on cash and cash equivalents is at a rate of 3.5% per annum, and therefore, the Company does not consider interest rate risk to be significant. The Company has no interest-bearing financial liabilities.

Foreign currency risk

As at September 30, 2025, the Company did not have any accounts in foreign currencies and considers foreign currency risk insignificant.

Capital is comprised of the Company's shareholders' equity. The Company manages its capital structure to maximize its financial flexibility by making adjustments to it in response to changes in economic conditions and the risk characteristics of the underlying assets and business opportunities. The Company does not presently utilize any quantitative measures to monitor its capital.

Pursuant to the policies of the TSX-V, the proceeds from the issuance of share capital raised by the Company, both prior to the Company's IPO and from the IPO itself, may only be used to identify and evaluate assets or businesses for future investments, with the exception that reasonable general and administrative expenses of the Company may be used to cover prescribed costs of issuing the common shares or general and administrative expenses of the Company. These restrictions apply until completion of a Qualifying Transaction by the Company, as defined under policies of the Exchange.

8. Related Party Transactions

The Company's related parties include key management personnel and companies controlled and/or owned by officers and directors of the Company. Key management consists of the officers and directors who are responsible for planning, directing and controlling the activities of the Company.

(a) Key management personnel compensation

No compensations were paid and/or accrued to key management personnel during the nine months ended September 30, 2025 (2024: $nil).

(b) Advisory services agreement with a related party

The Company entered into an advisory services agreement with Moneta Advisory Partners (Vancouver) Corp. ("Moneta") on May 1, 2021, a corporation controlled by a director of the Company. Moneta provides administrative services to the Company. During the nine months ended September 30, 2025, $nil (2024: $4,200) in fees were paid to Moneta. Starting April 2024, the Company ceased payment to Moneta and paid WPC Inc., a corporation that is controlled by another director of the Company, for the nine months ended September 30, 2025; $10,500 in fees were paid for administrative services to the Company. In addition, the Company paid $10,500 (2024: $nil) to Moneta for preparation of presentation and marketing material for the nine months ended September 30, 2025.

(c) Due to a related party

The amount due to related party of $200 (December 31, 2024 - $150) is owed to the chief executive officer of the Company for reimbursements of expenses in the normal course of business. The amount is unsecured, non-interest-bearing and payable on demand.

(d) Others

On March 6, 2025, the Company granted an aggregate 3,750,000 stock options to certain directors and officers at an exercise price of $0.07 per option expiring 39 months from the date of grant and vesting 100% on date of grant. The options were valued using the Black-Scholes model under the following assumptions: a risk-free rate of 2.63%, an estimated annualized volatility of 148,86% using the Company's volatility, an expected life of 3.25 years, a nil dividend yield and an exercise price of $0.07.