Canter Resources

CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

For the Three Months Ended September 30, 2025

(Expressed in Canadian Dollars)

(unaudited)

NOTICE OF NO AUDITOR REVIEW OF INTERIM FINANCIAL STATEMENTS

Under National Instrument 51-102, Part 4, subsection 4.3(3) (a), if an auditor has not performed a review of the condensed consolidated interim financial statements, they must be accompanied by a notice indicating that the financial statements have not been reviewed by an auditor. The Company's independent auditor has not performed a review of these financial statements in accordance with standards established by the Canadian Institute of Chartered Accountants for a review of condensed consolidated interim financial statements by an entity's auditor.

The accompanying unaudited condensed consolidated condensed consolidated interim financial statements of Canter Resources Corp. for the three months ended September 30, 2025 have been prepared by the management of the Company and approved by the Company's Audit Committee and the Company's Board of Directors.

The accompanying unaudited condensed consolidated interim financial statements of the Company have been prepared by and are the responsibility of the Company's management.

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(Expressed in Canadian Dollars)

As at	Note(s)	September 30, 2025 $	June 30, 2025 $
ASSETS			
Current assets			
Cash and cash equivalents	3	127,362	376,516
Amounts receivable		18,610	12,266
Prepaid expenses		26,390	40,921
		172,362	**429,703**
Non-current assets			
Reclamation deposits	4	18,451	18,100
Exploration and evaluation assets	4	17,287,889	17,005,654
		17,306,340	**17,023,754**
TOTAL ASSETS		**17,478,702**	**17,453,457**
LIABILITIES			
Current liabilities			
Accounts payable and accrued liabilities	5, 7	166,571	254,260
TOTAL LIABILITIES		**166,571**	**254,260**
SHAREHOLDERS' EQUITY			
Common shares	6	21,043,372	20,889,372
Share subscription received	6	75,000	-
Warrants reserve	6	98,084	98,084
Stock options reserve	6	93,026	82,026
Accumulated deficit		(4,062,754)	(3,866,542)
Accumulated other comprehensive loss		65,403	(3,743)
TOTAL SHAREHOLDERS' EQUITY		**17,312,131**	**17,199,197**
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY		**17,478,702**	**17,453,457**

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These unaudited condensed consolidated interim financial statements were approved for issue by the Board of Directors and signed on its behalf by:

/s/ Joness Lang Director **/s/ Ken Cunningham Director**

(Expressed in Canadian Dollars)

		For the three months ended	
	Note(s)	September 30, 2025 $	September 30, 2024 $
Expenses			
Consulting fees	7	67,736	124,495
Foreign exchange loss		2,812	9,943
General and administrative expenses		9,879	18,137
Directors' fees	7	8,254	3,600
Professional fees	7	58,735	62,409
Share-based payments	6, 7	11,000	-
Shareholder information and investor relations		25,525	43,616
Transfer agent, regulatory and filing fees		13,084	4,626
Travel		-	12,944
Total expenses		**(197,025)**	**(279,770)**
Other income			
Finance income		813	12,079
Total other income (expenses)		**813**	**12,079**
Net loss		**(196,212)**	**(267,691)**
Other comprehensive income (loss)			
Items that may be reclassified subsequently to profit or loss:			
Foreign currency translation differences for foreign operations		69,146	(35,318)
Total other comprehensive loss		**69,146**	**(35,318)**
Net loss and comprehensive loss		**(127,066)**	**(303,009)**
Basic and diluted loss per share for the period attributable to common shareholders ($ per common share)		**(0.02)**	**(0.04)**
Weighted average number of common shares outstanding - basic and diluted		**8,125,376**	**7,326,924**

(Expressed in Canadian Dollars)

	Note(s)	Common shares #	Common shares $	Share subscription received $	Warrants reserve $	Stock options reserve $	Accumulated deficit $	Accumulated other comprehensive loss $	TOTAL $
Balance as of June 30, 2025		**7,855,499**	**20,889,372**	**-**	**98,084**	**82,026**	**(3,866,542)**	**(3,743)**	**17,199,197**
Share subscribed	6	-	-	75,000	-	-	-	-	**75,000**
Shares issued for debt settlement	6	314,287	154,000	-	-	-	-	-	**154,000**
Share-based payments	6	-	-	-	-	11,000	-	-	**11,000**
Loss and comprehensive loss		-	-	-	-	-	(196,212)	69,146	**(127,066)**
Balance as of September 30, 2025		**8,169,786**	**21,043,372**	**75,000**	**98,084**	**93,026**	**(4,062,754)**	**65,403**	**17,312,131**
Balance as of June 30, 2024		**7,326,924**	**20,664,372**	**-**	**98,084**	**28,677**	**(2,802,940)**	**22,369**	**18,010,562**
Loss and comprehensive loss		-	-	-	-	-	(267,691)	(35,318)	**(303,009)**
Balance as of September 30, 2024		**7,326,924**	**20,664,372**	**-**	**98,084**	**28,677**	**(3,070,631)**	**(12,949)**	**17,707,553**

(Expressed in Canadian Dollars)

		For the three months ended	
	Note(s)	September 30, 2025 $	September 30, 2024 $
Cash flow from (used in)			
OPERATING ACTIVITIES			
Net loss		(196,212)	(267,691)
Share-based payments	6	11,000	-
Effects of foreign currency exchange rate changes		(202)	-
Net changes in non-cash working capital items:			
Accounts receivable		(6,344)	(11,064)
Prepaid expenses		14,531	(401)
Deposits		-	23,328
Accounts payable and accrued liabilities		65,887	12,045
Cash flow used in operating activities		**(111,340)**	**(243,783)**
INVESTING ACTIVITIES			
Exploration and evaluation assets additions	4	(212,814)	(528,761)
Cash flow used in investing activities		**(212,814)**	**(528,761)**
FINANCING ACTIVITIES			
Shares subscribed	6	75,000	-
Cash flow provided by financing activities		**75,000**	**-**
Decrease in cash and cash equivalents		**(249,154)**	**(772,544)**
Cash and cash equivalents, beginning of period		**376,516**	**1,961,245**
Cash and cash equivalents, end of period		**127,362**	**1,188,701**

Supplemental cash flow information		
Change in accounts payable and accrued liabilities related to exploration and evaluation assets	345	19,105
Shares issued for debt settlement	154,000	-
Cash paid for income taxes	-	-
Cash paid for interest	-	-

1) CORPORATE INFORMATION AND CONTINUANCE OF OPERATIONS

Canter Resources Corp. (the "Company") was incorporated under the British Columbia Business Corporations Act on March 7, 2018. The Company is engaged in the exploration and evaluation of resource properties in Canada and United States.

The Company's corporate office and principal place of business is Suite 400 – 1681 Chestnut Street, Vancouver, British Columbia, V6J 4M6. On December 31, 2021, the Company's common shares began trading on the Canadian Securities Exchange ("CSE") under the symbol CRC.

The Company is in the exploration stage and its principal business activity is the sourcing and exploration of exploration and evaluation assets in the United States (Note 4). The Company is in the process of exploring and evaluating its exploration and evaluation assets and has not yet determined whether these assets contain ore reserves that are economically recoverable. The recoverability of amounts shown for exploration and evaluation assets is dependent upon the discovery of economically recoverable reserves, the ability of the Company to obtain necessary financing to complete the development and upon future profitable production or proceeds from the disposition thereof.

These unaudited condensed consolidated interim financial statements have been prepared on a going concern basis, which assumes that the Company will continue its operations for the foreseeable future and will be able to realize assets and discharge liabilities in the ordinary course of operations. The Company has incurred losses since its inception and has an accumulated deficit of $4,062,754 as of September 30, 2025 (June 30, 2025 – $3,866,542), which has been funded primarily by issuance of shares. The Company's ability to continue its operations and to realize assets at their carrying values is dependent upon obtaining additional financing or maintaining continued support from its shareholders and creditors and generating profitable operations in the future. The Company has been successful in the past in raising funds for operations by issuing shares but there is a material uncertainty which may cast significant doubt about the Company's ability to continue as a going concern. If the Company is unable to raise the necessary capital and generate sufficient cash flows to meet obligations as they come due, the Company may have to reduce or curtail its activities or obtain financing at unfavorable terms. Furthermore, failure to continue as a going concern would require the Company's assets and liabilities be restated on a liquidation basis which would differ significantly from the going concern basis. These consolidated financial statements do not include any adjustments to the amounts and classification of assets and liabilities that may be necessary should the Company be unable to continue as a going concern. Such adjustments may be material.

Share Consolidation

On August 22, 2025, the Company completed a consolidation of its issued and outstanding common shares on the basis of one post-consolidation common share for seven pre-consolidation common shares (the "Share Consolidation"). The exercise price and number of common shares issuable pursuant to the exercise of any outstanding convertible securities, including incentive stock options and warrants, were also adjusted in accordance with the Share Consolidation. The numbers of outstanding securities and other relevant information including but not limited to price per share, and exercise prices of convertible securities presented in these consolidated financial statements have been retroactively adjusted accordingly, unless otherwise specified.

These unaudited condensed consolidated interim financial statements of the Company for the three months ended September 30, 2025 were approved by the Board of Directors on November 28, 2025.

(Expressed in Canadian Dollars)

2) MATERIAL ACCOUNTING POLICY INFORMATION AND BASIS OF PREPARATION

Statement of compliance to International Financial Reporting Standards

These unaudited condensed consolidated interim financial statements of the Company have been prepared in accordance with IFRS Accounting Standards ("IFRS") issued by the International Accounting Standards Board ("IASB"). These financial statements comply with International Accounting Standard 34, Interim Financial Reporting.

Basis of preparation

These unaudited condensed consolidated interim financial statements include the accounts of the Company and its subsidiaries. This interim financial report does not include all of the information required of a full annual financial report and is intended to provide users with an update in relation to events and transactions that are significant to an understanding of the changes in financial position and performance of the Company since the end of the last annual reporting period. It is therefore recommended that this financial report be read in conjunction with the annual financial statements of the Company for the year ended June 30, 2025.

New accounting standards issued and not yet effective

Certain new standards, interpretations, amendments and improvements to existing standards were issued by the IASB that are mandatory for accounting periods beginning on or after July 1, 2025. The Company does not expect that any new or amended standards or interpretations that are effective for annual periods beginning on or after July 1, 2025 will have a significant impact on the Company's results of operations or financial position.

- *IFRS 18 Presentation and Disclosure in the Financial Statements*
  In April 2024, the IASB issued a new IFRS accounting standard to improve the reporting of financial performance. IFRS 18 Presentation and Disclosure in the Financial Statements replaces IAS 1 Presentation of Financial Statements. The standards will become effective January 1, 2027, with early adoption permitted.

The Company is in the process of assessing the impact of these new standards on the Company's consolidated financial statements.

3) CASH AND CASH EQUIVALENTS

	September 30, 2025	June 30, 2025
	$	$
Cash	127,362	19,449
Cash equivalents	-	357,067
	127,362	**376,516**

(Expressed in Canadian Dollars)

4) EXPLORATION AND EVALUATION ASSETS

Exploration and evaluation assets

Project / Property	Balance as of June 30, 2025 $	Staking fees $	Expenditures $	Effect of movements in exchange rate $	Balance as of September 30, 2025 $
Columbus Lithium-Boron	16,956,426	190,922	6,848	68,638	17,222,834
Railroad Valley Lithium-Boron	49,228	14,699	-	1,128	65,055
	17,005,654	**205,621**	**6,848**	**69,766**	**17,287,889**

Breakdown of the expenditures incurred by the Company on various projects during the three months ended September 30, 2025 are as follows:

	Columbus Lithium-Boron $
Geological	5,180
Geographic Information Systems (GIS), 3D modeling and mapping	1,607
Sample analysis	61
	6,848

Breakdown of the expenditures incurred by the Company on various projects during the three months ended September 30, 2024 are as follows:

	Columbus Lithium-Boron $	Railroad Valley Lithium-Boron $	TOTAL $
Drilling	86,556	-	86,556
Equipment rental	1,779	-	1,779
Field	2,015	-	2,015
Field office administration	8,185	-	8,185
Geological	67,936	-	67,936
Sample analysis	18,930	220	19,150
Travel	8,453	-	8,453
Technical studies	16,779	-	16,779
	210,633	**220**	**210,853**

(Expressed in Canadian Dollars)

4) EXPLORATION AND EVALUATION ASSETS (CONTINUED)

Columbus Lithium-Boron Property

The Company, through its wholly owned subsidiary, Altitude USA, entered into an option agreement (the "CLB Agreement") to acquire a 100% interest in the Columbus Lithium-Boron Project, located in the Columbus Salt Marsh Basin, Esmeralda County, Nevada, USA. The CLB Agreement was executed by Altitude USA on November 9, 2023 (the "CLB Effective Date"). The CLB Agreement was subsequently amended on July 31, 2024 (the "1st Amended CLB Agreement"), October 29, 2024 (the "2nd Amended CLB Agreement"), December 28, 2024 (the "3rd Amended CLB Agreement") and July 3, 2025 (the "4th Amended CLB Agreement").

Pursuant to the 4th Amended CLB Agreement, the Company is required to make the following payments to the optionors of the Columbus Lithium-Boron Property (the "CLB Optionors") to acquire the 100% interest in the Columbus Lithium-Boron Project:

	Cash (US$)		Common Shares (#)	
Within 5 business days of the CLB Effective Date	160,000	(Paid prior to the AVC Acquisition)	-	
Within 60 days following the CLB Effective Date	-		250,000	(issued with fair value of $1,295,000)
Within 12 months of the CLB Effective Date	-		142,858	(issued with fair value of $65,000)
Within 18 months of the CLB Effective Date	-		142,858	(issued with fair value of $55,000)
Within 30 months of the CLB Effective Date	65,000*		-	
On or before the earlier of: *48 months of the CLB Effective Date* *The date the Company publishes the technical report for the Columbus Lithium-Boron Property prepared in accordance with National Instrument 43-101 – Standards of Disclosure for Mineral Projects which includes a current resource estimate on the Columbus Lithium-Boron Property*	450,000^		-	
Within 54 months of the CLB Effective Date	200,000		-	

*$40,000 is payable at the Company's discretion, either in cash or through the issuance of common shares, with the number of shares determined based on the 20-day volume-weighted average trading price ("VWAP") as of the issuance date.

^$150,000 is payable at the Company's discretion, either in cash or through the issuance of common shares, with the number of shares determined based on the 20-day VWAP as of the issuance date.

(Expressed in Canadian Dollars)

4) EXPLORATION AND EVALUATION ASSETS (CONTINUED)

Columbus Lithium-Boron Property (continued)

In addition, pursuant to the 4th Amended CLB Agreement, within 49 months following the CLB Effective Date, the Company is obligated to complete 2,500 feet of drilling and drill one hole to a depth of at least 1,500 feet (the "CLB Drilling Program"). Should the Company experience delays due to the review or issuance of necessary permits by any governmental authority, the duration of the CLB Drilling Program may be extended up to a maximum of 54 months from the CLB Effective Date.

As consideration for the CLB Agreement and Water Rights Appurtenance Agreement ("WRA Agreement") amendments, the Company issued 71,429 common shares with fair value of $27,500 to the CLB Optionors on November 6, 2024.

Furthermore, within 60 days of the CLB Effective Date, the Company is required to reimburse the CLB Optionors the annual mining claim maintenance fees of Columbus Lithium-Boron Property paid by the CLB Optionors since June 1, 2023, to the U.S. Department of the Interior Bureau of Land Management and documented payments of state mining claim fees paid to Esmeralda County, Nevada to keep the Columbus Lithium-Boron Property in good standing.

The CLB Optionors will retain a production royalty equal to 2.5% of the gross value from all mineral production from the Columbus Lithium-Boron Project, including any unpatented mining claims located in the applicable area of interest.

WRA Agreement

On November 27, 2023 (the "WRA Effective Date"), the Company, through its subsidiary Altitude USA, entered into a WRA Agreement to acquire a 100% interest in certain water rights permits applicable to the Columbus Lithium-Boron Property. The CLB Optionors are the owners of two applications to appropriate the waters of the State of Nevada filed with the Nevada Division of Water Resources (the "CLB Permits"). The WRA Agreement was subsequently amended on October 29, 2024 (the "Amended WRA Agreement"), further amended on July 3, 2025 (the "2nd Amended WRA Agreement").

Pursuant to the terms of the 2nd Amended WRA Agreement, the Company is required to make the following payments (the "WRA Payments") to the CLB Optionors to acquire the 100% interest in the CLB Permits:

	Cash (US$)		Common Shares (#)	
6 months after the WRA Effective Date	20,000	(paid)	42,858	(issued with fair value $82,500)
12 months after the WRA Effective Date	-		57,143	(issued with fair value of $20,000)
18 months after the WRA Effective Date	-		71,429	(issued with fair value of $27,500)
24 months after the WRA Effective Date	30,000	(paid)^	-	
30 months after the WRA Effective Date	50,000		-	
36 months after the WRA Effective Date	-		85,713	
42 months after the WRA Effective Date	300,000		-	
Total	**400,000**		**257,143**	

^ Paid subsequent to September 30, 2025

(Expressed in Canadian Dollars)

4) EXPLORATION AND EVALUATION ASSETS (CONTINUED)

Columbus Lithium-Boron Property (continued)

The Company reserves the right to terminate the agreement at any time, without incurring any obligation to make further payments. On completion of the WRA Payments and exercising the option agreement, the CLB Optionors should convey the CLB Permits to the Company.

The Company has reclamation deposits of $18,451 (US$13,258) (June 30, 2025 – $18,100 (US$13,258)) as collateral on the Columbus Lithium-Boron Property.

Railroad Valley Lithium-Boron Project

On September 12, 2024, the Company, through Altitude USA, completed the acquisition of the Railroad Valley Lithium-Boron Project located in Nye County, Nevada, from Ramp Metals USA Inc. ("RMUSA"), a subsidiary of Ramp Metals Inc. ("RMI"). To complete the acquisition, the Company incurred acquisition costs totaling $26,301 during the year ended June 30, 2025.

On October 11, 2024, the Company issued 42,858 common shares with fair value of $22,500 to RMI pursuant to the agreement.

Additionally, RMUSA will retain a 0.5% net smelter royalty (NSR), which the Company has the right to buy back for a one-time payment of $500,000 at any time.

5) ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

	September 30, 2025 $	June 30, 2025 $
Trade payables	97,821	62,910
Accrued liabilities	68,750	191,350
	166,571	**254,260**

6) SHARE CAPITAL AND RESERVES

Authorized share capital

Unlimited number of common shares without par value.

Issued share capital

On August 11, 2025, the Company completed the Share Consolidation (Note 1).

As of September 30, 2025, the Company had 8,169,786 common shares issued and outstanding (June 30, 2025 – 7,855,499) with a value of $21,043,372 (June 30, 2025 – $20,889,372).

During the three months ended September 30, 2025, the Company issued 314,287 common shares to certain directors and officers in settlement of an outstanding debt totaling $154,000.

No share capital transactions occurred during the three months ended September 30, 2024.

(Expressed in Canadian Dollars)

6) SHARE CAPITAL AND RESERVES (CONTINUED)

Issued share capital (continued)

Subsequent to September 30, 2025, the Company completed a non-brokered private placement of 5,250,000 units at a price of $0.20 per unit, for gross proceeds of $1,050,000, of which $75,000 was received during the three months ended September 30, 2025. Each unit consisted of one common share and one-half of one common share purchase warrant. Each whole warrant entitles the holder to purchase one additional common share at an exercise price of $0.26, exercisable for a period of two years from the date of issuance.

Warrants

No warrants were issued, exercised, or expired during the three months ended September 30, 2025, and September 30, 2024.

The following summarizes information about warrants outstanding as of September 30, 2025:

Expiry date	Exercise price ($)	Warrants outstanding	Estimated grant date fair value ($)	Weighted average remaining contractual life (in years)
December 21, 2025	3.50	27,560	94,686	0.22
December 21, 2025 (1)	4.90	457,243	-	0.22
March 5, 2026	3.50	2,000	3,397	0.43
March 5, 2026 (1)	4.90	35,713	-	0.43
		522,516	**98,083**	**0.24**
Weighted average exercise price ($)		**4.82**		

(1) These are subject to acceleration in the event that the closing price of the common shares of the Company is greater than $6.65 for five consecutive trading days.

Stock options

The Company has adopted an incentive stock option plan, which provides that the Board of Directors of the Company may from time-to-time, in its discretion, and in accordance with the CSE requirements, grant to directors, officers, employees and consultants to the Company, nontransferable stock options to purchase common shares, provided that the number of common shares reserved for issuance will not exceed a rolling 10% of the Company's issued and outstanding common shares at the time the options are granted, and that the options granted will have an exercise price of not less than market price and an expiry date of not more than ten years from the date of grant.

No options were issued, exercised, or expired during the three months ended September 30, 2025, and 2024.

During the three months ended September 30, 2025, the Company recognized share-based payments expense arising from stock options of $11,000 (September 30, 2024 – $nil).

(Expressed in Canadian Dollars)

6) SHARE CAPITAL AND RESERVES (CONTINUED)

Stock options (continued)

The following summarizes information about stock options outstanding and exercisable as of September 30, 2025:

Expiry date	Exercise price ($)	Options outstanding	Options exercisable	Estimated grant date fair value ($)	Weighted average remaining contractual life (in years)
September 8, 2028	0.70	72,142	72,142	24,955	2.94
September 27, 2028	0.70	10,714	10,714	3,722	2.99
April 10, 2030	0.49	342,856	171,428	87,318	4.53
		425,712	**254,284**	**115,995**	**4.22**
Weighted average exercise price ($)		**0.53**	**0.56**		

7) RELATED PARTY TRANSACTIONS AND BALANCES

Key management personnel include persons having the authority and responsibility for planning, directing, and controlling the activities of the Company as a whole. The Company has determined that key management personnel consist of executive and non-executive members of the Company's Board of Directors and corporate officers.

The following table discloses the total compensation incurred to the Company's key management personnel during the three months ended September 30, 2025, and 2024:

	For the three months ended	
	September 30, 2025	September 30, 2024
	$	$
Joness Lang, CEO and Director (1)		
Consulting fees	37,500	60,000
Share-based payments	2,407	-
	39,907	**60,000**
Alnesh Mohan, CFO (2)		
Professional fees	39,000	39,000
Share-based payments	1,146	-
	40,146	**39,000**
Eric Saderholm, Director and Technical Advisor		
Directors' fees	4,127	1,800
Share-based payments	1,146	-
	5,273	**1,800**
Ken Cunningham, Director and Technical Advisor		
Directors' fees	4,127	1,800
Share-based payments	1,146	-
	5,273	**1,800**

(Expressed in Canadian Dollars)

7) RELATED PARTY TRANSACTIONS AND BALANCES (CONTINUED)

	For the three months ended	
	September 30, 2025	September 30, 2024
	$	$
Warwick Smith, Director and Strategic Advisor (3)		
Consulting fees	22,500	22,500
Share-based payments	1,605	-
	24,105	**22,500**
TOTAL	**114,704**	**125,100**

(1) Paid to EBC Consulting Group Ltd. which is controlled by Mr. Lang.
(2) Paid to Quantum Advisory Partners LLP, an accounting firm in which Mr. Mohan is an incorporated partner. Fees were paid for provision of CFO, financial reporting, accounting support and transaction support services.
(3) Paid to Harbourside Consulting Ltd., which is controlled by Mr. Smith.

As of September 30, 2025, the balances due to the Company's directors and officers included in accounts payables and accrued liabilities were $72,950 (June 30, 2025 – $171,548). These amounts are unsecured, non-interest bearing and payable on demand.

During the three months ended September 30, 2025, the Company issued common shares to certain directors and officers in settlement of outstanding debt totaling $154,000, as detailed below:

- Joness Lang 207,143 common shares
- Alnesh Mohan 56,123 common shares
- Warwick Smith 51,021 common shares

8) SEGMENTED INFORMATION

The Company operates in one reportable segment being the exploration and evaluation of mineral properties. The Company's non-current assets are located are as follows:

	September 30, 2025	Canada	United States
	$	$	$
Non-current assets			
Reclamation deposits	18,451	-	18,451
Exploration and evaluation assets	17,287,889	-	17,287,889

	June 30, 2025	-	-
	$	$	$
Non-current assets			
Reclamation deposits	18,100	-	18,100
Exploration and evaluation assets	17,005,654	-	17,005,654

(Expressed in Canadian Dollars)

9) CAPITAL MANAGEMENT

The Company defines its components of shareholders' equity as capital. The Company's objectives when managing capital are to safeguard the Company's ability to continue as a going concern in order to pursue business opportunities and to maintain a flexible capital structure that optimizes the costs of capital at an acceptable risk.

The Company manages its capital structure and makes adjustments to it in light of changes in economic conditions and the risk characteristics of the underlying assets. To maintain or adjust capital structure, the Company may consider issuing new shares, and/or issue debt, acquire or dispose of assets, or adjust the amount of cash on hand.

The Company's investment policy is to keep its cash on deposit in an interest-bearing Canadian chartered bank account. There have been no changes to the Company's approach to capital management at any time during the three months ended September 30, 2025. The Company is not subject to externally imposed capital requirements.

10) FINANCIAL INSTRUMENTS

Fair value
Financial instruments are classified into one of the following categories: FVTPL, amortized cost and FVTOCI.

Set out below are the Company's financial assets and liabilities by category:

	September 30, 2025 $	FVTPL $	Amortized costs $	FVTOCI $
FINANCIAL ASSETS				
ASSETS				
Cash	127,362	127,362	-	-
Amounts receivable	18,610	-	18,610	-
Reclamation deposits	18,451	-	18,451	-
FINANCIAL LIABILITIES				
LIABILITIES				
Accounts payable	(97,821)	-	(97,821)	-

	June 30, 2025 $	FVTPL $	Amortized costs $	FVTOCI $
FINANCIAL ASSETS				
ASSETS				
Cash and cash equivalents	376,516	376,516	-	-
Amounts receivable	12,266	-	12,266	-
Reclamation deposits	18,100	-	18,100	-
FINANCIAL LIABILITIES				
LIABILITIES				
Accounts payable	(62,910)	-	(62,910)	-

The carrying values of cash and cash equivalents, amounts receivable, deposits, and accounts payable approximate their fair values due to the relatively short period to maturity of those financial instruments. Reclamation deposits approximately their fair value due to their liquidity.

10) FINANCIAL INSTRUMENTS (CONTINUED)

Fair value (continued)
IFRS 13 establishes a fair value hierarchy that reflects the significance of inputs used in making fair value measurements as follows:

Level 1: Unadjusted quoted prices in active markets for identical assets or liabilities;
Level 2: Inputs other than quoted prices included in Level 1 that are observable for the asset or liability either directly (i.e., as prices) or indirectly (i.e., derived from prices); and
Level 3: Inputs that are not based on observable market data.

The Company has determined the estimated fair values of its financial instruments based upon appropriate valuation methodologies.

As of September 30, 2025 and June 30, 2025, the financial instrument recorded at fair value on the statements of financial position is cash which is measured using Level 1 of the fair value hierarchy. As of September 30, 2025 and June 30, 2025, there were no financial assets or liabilities measured and recognized in the statement of financial position at fair value that would be categorized as Level 2 and 3 in the fair value hierarchy above.

Financial risk management

Credit risk
Credit risk is the risk of an unexpected loss if a customer or third party to a financial instrument fails to meet its contractual obligations. The Company’s exposure to credit risk includes cash and amounts receivable.

The Company’s cash and cash equivalents are held at a large Canadian financial institution in interest bearing accounts.

The Company’s maximum exposure to credit risk is the carrying value of its financial assets.

Management believes that the credit risk concentration with respect to these financial instruments is remote. Cash and cash equivalents based in Canada are accessible. The Company’s amounts receivable balance does not represent significant credit exposure as it is principally due from the Government of Canada.

Liquidity risk
Liquidity risk is the risk that an entity will encounter difficulty in raising funds to meet commitments associated with financial instruments. The Company manages liquidity by maintaining adequate cash balances to meet liabilities as they become due.

As of September 30, 2025, the Company maintained sufficient cash totaling $127,362 to meet short-term business requirements. As of September 30, 2025, the Company had accounts payable and accrued liabilities amounting to $97,821, all of which are current.

(Expressed in Canadian Dollars)

10) FINANCIAL INSTRUMENTS (CONTINUED)

Financial risk management (continued)

Market risk
The significant market risks to which the Company is exposed are interest rate risk, foreign currency risk, and price risk.

Interest Rate Risk
The Company's interest rate risk principally arises from the interest rate impact of interest earned on cash. The Company is not exposed to significant interest rate risk relating to its cash.

Foreign Currency risk
The Company is exposed to currency risk to the extent that monetary assets and liabilities denominated in a currency other than the entity's functional currency. The Company has not entered into any foreign currency contracts to mitigate this risk.

The Company's financial instruments were denominated as follows as of September 30, 2025:

	CA$	**US$**
Cash and cash equivalents	124,682	1,926
Reclamation deposits	-	13,258
Accounts payable and accrued liabilities	(145,522)	(15,125)
	(20,840)	**59**
Rate to convert to $1.00 CA$	1.00	1.39
Equivalent to CA$	**(20,840)**	**82**

Based on net exposures as of September 30, 2025, and assuming all other variables remain constant, the Company is not subject to material foreign currency risk.

Commodity 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 may be subject to risks associated with fluctuations in the market price of commodities. The Company is not exposed to significant other price risk.