Fraser Big Sky Capital Corp.

Condensed Interim Financial Statements

For the Three and Nine Months Ended April 30, 2025 and Three Months Ended April 30, 2024 and Period From October 11, 2023 (Date of Incorporation) to April 30, 2024
(*Unaudited - Expressed in Canadian Dollars*)

Notice of no Auditor Review of Condensed 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 interim financial statements, they must be accompanied by a notice indicating that the financial statements have not been reviewed by an auditor.

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

The Company's independent auditor has not performed a review of these financial statements in accordance with standards established by the Chartered Professional Accountants of Canada for a review of interim financial statements by an entity's auditor.

Fraser Big Sky Capital Corp.
Condensed Interim Statements of Financial Position
(Unaudited - Expressed in Canadian dollars)

	April 30, 2025	July 31, 2024
	$	$
Assets		
Current		
Cash (Note 1)	165,279	68,981
Prepaid expenses (Note 3)	4,583	31,000
Total assets	**169,862**	**99,981**
Liabilities		
Current		
Accounts payable and accrued liabilities (Note 5)	18,377	9,000
Shareholders' equity		
Share capital (Note 4)	274,486	100,005
Contributed surplus	49,504	-
Deficit	(172,505)	(9,024)
	151,485	90,981
Total liabilities and shareholders' equity	**169,862**	**99,981**

Nature of operations and going concern – Note 1

APPROVED BY THE DIRECTORS

"Stephen Wall" Director *"Killian Ruby"* Director

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

Fraser Big Sky Capital Corp.

Condensed Interim Statements of Loss and Comprehensive Loss

For the Three and Nine Months Ended April 30, 2025 and Three Months Ended April 30, 2024 and Period From October 11, 2023 (Date of Incorporation) to April 30,2024

(Unaudited - Expressed in Canadian dollars)

	For the Three Months Ended April 30, 2025	For the Three Months Ended April 30, 2024	For the Nine Months Ended April 30, 2025	For the Period from October 11, 2023 (Date of Incorporation) to April 30, 2024
	$	$	$	$
Expenses				
Professional fees (Note 5)	22,685	-	75,124	-
Consulting fees	1,575	-	7,875	-
Transfer agent, filing and listing fees (Note 4)	14,510	-	30,135	-
Office and miscellaneous	7,731	5	15,104	5
Share-based compensation (Notes 4 and 5)	35,243	-	35,243	-
Net loss and comprehensive loss for the period	(81,744)	(5)	(163,481)	(5)
Loss per share				
Basic and diluted	(0.02)	(0.05)	(0.06)	(0.07)
Weighted average number of shares outstanding				
Basic and diluted	3,953,752	100	2,637,005	74

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

Fraser Big Sky Capital Corp.
Condensed Interim Statements of Cash Flows
For the Nine Months Ended April 30, 2025 and Period From October 11, 2023 (Date of Incorporation) to April 30, 2024
(Unaudited - Expressed in Canadian dollars)

	For the Nine Months Ended April 30, 2025	For the Period from October 11, 2023 (Date of Incorporation) to April 30, 2024
	$	$
Cash (used in) provided by:		
Operating activities		
Loss for the period	(163,481)	(5)
Non-cash item:		
Share-based compensation	35,243	-
Change in non-cash working capital items:		
Prepaid expenses	26,417	-
Accounts payable and accrued liabilities	9,377	-
Net cash used in operating activities	(92,444)	(5)
Financing activities		
Shares issued for cash (Note 4)	267,500	5
Share issuance costs (Note 4)	(78,758)	-
Net cash provided by financing activities	188,742	5
Increase in cash	96,298	-
Cash - beginning of period	68,981	-
Cash - end of period	165,279	-

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

Fraser Big Sky Capital Corp

Condensed Interim Statements of Changes in Equity

For the Nine Months Ended April 30, 2025 and Period From October 11, 2023 (Date of Incorporation) to April 30, 2024

(Unaudited - Expressed in Canadian dollars)

	Number of common shares	Share capital	Contributed surplus	Accumulated deficit	Total
	#	$	$	$	$
Balance, October 11, 2023	-	-	-	-	-
Share issued for cash on incorporation (Note 4)	1	-	-	-	-
Cancellation of incorporation share (Note 4)	(1)	-	-	-	-
Shares issued for cash (Note 4)	100	5	-	-	5
Net loss for the period	-	-	-	(5)	(5)
Balance, April 30, 2024	100	5	-	(5)	-
Shares issued for cash (Note 4)	2,000,000	100,000	-	-	100,000
Net loss for the period	-	-	-	(9,019)	(9,019)
Balance, July 31, 2024	2,000,100	100,005	-	(9,024)	90,981
Shares issued for cash (Note 4)	2,675,000	267,500	-	-	267,500
Share issuance costs - cash (Note 4)	-	(78,758)	-	-	(78,758)
Share issuance costs – agent warrants (Note 4)	-	(14,261)	14,261	-	-
Share-based compensation (Note 4)	-	-	35,243	-	35,243
Net loss for the period	-	-	-	(163,481)	(163,481)
Balance, April 30, 2025	4,675,100	274,486	49,504	(172,505)	151,485

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

1. Nature of operations and going concern

Fraser Big Sky Capital Corp. (the "Company") was incorporated pursuant to the provisions of the Business Corporations Act of British Columbia on October 11, 2023. The Company was formed for the primary purpose of completing an Initial Public Offering ("IPO") on the TSX Venture Exchange ("TSXV") as a Capital Pool Company ("CPC") as defined by TSXV Policy 2.4 ("Policy 2.4"). The Company's objective is to complete a Qualifying Transaction ("QT") as defined under Policy 2.4 by identifying and evaluating potential business acquisitions and to subsequently negotiate acquisition or participation agreements subject to regulatory and shareholder approvals. On February 25, 2025, the Company completed its IPO and was listed on the TSXV.

The Company's corporate office is located at 6th Floor - 905 West Pender Street, Vancouver, BC V6C 1L6.

As a CPC, the Company is subject to certain cash restrictions. Proceeds raised from the issuance of share capital may only be used to identify and evaluate assets or businesses for future investment, with the exception that up to $3,000 per month may be used for reasonable general and administrative expenses of the Company. These restrictions apply until completion of a QT by the Company as defined under Policy 2.4.

These unaudited condensed interim financial statements have been prepared on the assumption that the Company will continue as a going concern, meaning it will continue in operation for the foreseeable future and will be able to realize assets and discharge liabilities in the ordinary course of operations. As at April 30, 2025, the Company had an accumulated deficit of $172,505 and working capital of $151,485. The Company has not generated any revenue since incorporation and its ability to continue as a going concern is dependent on its ability to obtain necessary financing to meet its corporate expenditures and discharge its liabilities in the normal course of business. Although the Company has been successful in obtaining financing in the past, there can be no assurance that it will be able to obtain adequate financing in the future or that such financing will be on terms advantageous to the Company. These factors give rise to material uncertainties that may cast significant doubt upon the Company's ability to continue as a going concern and, therefore, that it may be unable to realize its assets and discharge its liabilities in the normal course of business.

Should the Company be unable to continue as a going concern, asset realization values may be substantially different from their carrying values. These unaudited condensed interim financial statements do not give effect to adjustments that might be necessary to carrying values, and classification of assets and liabilities should the Company be unable to continue as going concern. Such adjustments could be material.

2. Basis of preparation and material accounting policy information

Statement of compliance

These unaudited condensed interim financial statements have been prepared in accordance with IFRS Accounting Standards as issued by the International Accounting Standards Board ("IASB") ("IFRS") applicable to the preparation of interim financial statements, including IAS 34 – Interim Financial Reporting. These unaudited condensed interim financial statements should be read in conjunction with the audited financial statements for the period ended July 31, 2024 which have been prepared in accordance with IFRS.

In the preparation of these unaudited condensed interim financial statements, the Company has used the same accounting policies and methods of computation as in the audited financial statements for the period ended July 31, 2024.

These unaudited condensed interim financial statements were approved and authorized for issue by the Board of Directors on June 27, 2025.

Basis of measurement and functional currency

These unaudited condensed interim financial statements have been prepared on a historical cost basis. In addition, the unaudited condensed interim financial statements have been prepared using the accrual basis of accounting except for cash flow disclosure. These unaudited condensed interim financial statements are presented in Canadian dollars, which is also the functional currency of the Company.

3. Prepaid expenses

	April 30, 2025	July 31, 2024
	$	$
Agent fees	-	31,000
Other prepayments	4,583	-
Total prepaid expenses	4,583	31,000

4. Share capital

a) Authorized: Unlimited common shares without par value

b) Shares issued

During the nine months ended April 30, 2025, the following common share issuance occurred:

- On February 25, 2025, the Company completed its IPO through the issuance of 2,675,000 common shares of the Company at a price of $0.10 per share for gross proceeds of $267,500. In connection with the IPO, the Company entered into an agency agreement with Research Capital Corporation (the “Agent”). The Company paid an aggregate of $75,758 in cash share issuance costs which includes cash commissions, corporate finance fee, legal and other expenses incurred by the Agent. In addition, the Company issued 267,500 non-transferable share purchase warrants (the “Agent Warrants”). Each Agent Warrant is exercisable into one common share of the Company at a price of $0.10 per share and expires on February 25, 2027. The Agent Warrants were fair valued at $14,261 using the Black-Scholes option pricing model with the following assumptions – risk free rate – 2.64%; expected dividend rate – 0%; expected life – 2 years; expected annual volatility – 100%; and expected forfeiture rate – 0%. In connection with the Company’s listing on the TSXV, the Company incurred listing fees of $15,750, included in transfer agent, filing and listing fees on the condensed interim statements of loss and comprehensive loss.

During the period ended July 31, 2024, the following common share issuances occurred:

- On October 11, 2023, the Company issued and subsequently cancelled one common share for $0.01.
- On October 11, 2023, the Company issued 100 common shares at $0.05 per share for gross proceeds of $5.
- On June 28, 2024, the Company issued 2,000,000 common shares at $0.05 per share for gross proceeds of $100,000.

c) Escrow shares

On December 13, 2024, the Company entered into an escrow agreement (the “Escrow Agreement”) in accordance with Policy 2.4 with certain shareholders and 2,000,100 common shares were placed in escrow. Subject to Policy 2.4, the escrowed common shares will be released from escrow as follows: 25% on the issuance of the Final Exchange Bulletin (as defined in Policy 2.4) (the “Initial Release”) and an additional 25% will be released on each of the dates which are 6 months, 12 months and 18 months following the Initial Release.

(Unaudited - Expressed in Canadian dollars)

As at April 30, 2025, 2,000,100 (July 31, 2024 – nil) common shares were held in escrow.

d) Stock options

On December 13, 2024, the Company adopted a stock option plan (the "Stock Option Plan"), whereby the maximum number of non-transferable options to purchase common shares reserved for issuance will not exceed 10% of the issued and outstanding common shares. Additionally, the maximum number of non-transferable options to purchase common shares reserved for issuance to any one individual upon exercise of all stock options held by such individual may not exceed 5% of the issued common shares, if the individual is a director or officer, or 2% of the issued common shares, if the individual is a technical consultant. All options granted under the Stock Option Plan will expire not later than the date that is ten years from the date that such options are granted.

Options may be exercised the greater of 12 months after completion of the QT and 90 days following cessation of the optionee's position with the Company, provided that if the cessation of office, directorship, or technical consulting arrangement was reason of death, the option may be exercised within a maximum period of one year after such death, subject to the expiry date of such option. Options granted under the Stock Option Plan are not transferable or assignable other than by will or other testamentary instrument pursuant to the laws of succession.

On February 25, 2025, the Company granted an aggregate of 467,509 stock options with a fair value of $35,243 to officers and directors of the Company. The stock options vested immediately. The options have an exercise price of $0.10 per option and expire on February 25, 2030. The Company fair valued the options on the grant date using the Black-Scholes option pricing model based on the following assumptions: stock price - $0.10; risk free rate – 2.69%, expected dividend rate – 0%; expected life – 5 years; expected annual volatility – 100%; and forfeiture rate – 0%.

During the three and nine months ended April 30, 2025, the Company recorded share-based compensation expense of $35,243 (2024 - $nil) and $35,243 (2024 - $nil), respectively.

The balance of stock options outstanding as at April 30, 2025 and July 31, 2024 and the changes for the periods then ended are as follows:

	Number of stock options	Weighted average exercise price
	#	$
Balance as at July 31, 2024	-	-
Granted	467,509	0.10
Balance as at April 30, 2025	467,509	0.10

The following table summarizes information about the stock options outstanding as at April 30, 2025:

Exercise price	Number of options outstanding	Number of options exercisable	Weighted average remaining life (years)	Expiry date
$0.10	467,509	467,509	4.82	February 25, 2030

(Unaudited - Expressed in Canadian dollars)

e) Warrants

The balance of warrants outstanding as at April 30, 2025 and July 31, 2024 and the changes for the periods then ended are as follows:

	Number of warrants	Weighted average exercise price
	#	$
Balance as at July 31, 2024	-	-
Granted	267,500	0.10
Balance as at April 30, 2025	267,500	0.10

The following table summarizes information about the warrants outstanding as at April 30, 2025:

Exercise price	Number of warrants outstanding	Weighted average remaining life (years)	Expiry date
$0.10	267,500	1.82	February 25, 2027

5. Related party transactions

The Company's related parties consist of the Company's key management and any companies associated with them. Key management includes directors and executive officers of the Company. The compensation paid or payable to key management for services during the three and nine months ended April 30, 2025 and the periods ended April 30, 2024 is as follows:

	For the Three Months Ended April 30, 2025	For the Three Months Ended April 30, 2024	For the Nine Months Ended April 30, 2025	For the Period from October 11, 2023 (Date of Incorporation) to April 30, 2024
	$	$	$	$
Professional fees	20,435	-	67,925	-
Share-based compensation (Note 4)	35,243	-	35,243	-
	55,678	-	103,168	-

During the three and nine months ended April 30, 2025, $3,318 and $7,813, respectively, (2024 - $nil and $nil, respectively,) in professional fees was charged by Malaspina Consultants Inc., a company controlled by Killian Ruby, a director of the Company.

During the three and nine months ended April 30, 2025, $17,117 and $60,112, respectively, (2024 - $nil and $nil, respectively,) in professional fees was charged by Segev LLP, a company in which Aadam Tejpar, corporate secretary of the Company, is a partner.

Included in accounts payable and accrued liabilities at April 30, 2025 is $6,129 (July 31, 2024 - $nil) due to related parties. These amounts are unsecured and due under normal business terms.

6. Management of capital

The Company's objectives when managing capital are to safeguard the Company's ability to continue as a going concern. In the management of capital, the Company includes its components of shareholders' equity.

The capital structure of the Company consists of equity attributable to common shareholders, comprised of issued capital and deficit. The Company maintains and adjusts its capital structure based on changes in economic conditions and the Company's planned requirements. The Company may adjust its capital structure by issuing new equity, issuing new debt, or acquiring or disposing of assets. The Company does not have a source of revenue. As such, the Company is dependent on external financing to fund its activities. In order to pay for administrative costs, the Company will spend its existing working capital and raise additional amounts as needed.

Management reviews its capital management policies on an ongoing basis. The Company is subject to externally imposed capital requirements as defined under Policy 2.4.