FINANCIAL REVIEW

Six months ended June 30, 2026

RACKLA METALS INC

(An Exploration Stage Company)

CONDENSED INTERIM FINANCIAL STATEMENTS

For the six months ended June 30, 2026

(Unaudited – Prepared by Management)

(Expressed in Canadian Dollars)

NOTICE OF NO AUDITOR REVIEW OF CONDENSED INTERIM FINANCIAL STATEMENTS

In accordance with National Instrument 51-102 of the Canadian Securities Administrators, the Company discloses that its external auditors have not reviewed the unaudited condensed interim financial statements for the six months ended June 30, 2026. These condensed interim financial statements have been prepared by management and approved by the Audit Committee and the Board of Directors of the Company.

RACKLA METALS INC.
(An Exploration Stage Company)
CONDENSED INTERIM STATEMENTS OF FINANCIAL POSITION (UNAUDITED)
(Expressed in Canadian Dollars)

		June 30, 2026		December 31, 2025
ASSETS				
Current assets				
Cash (Note 4)	$	11,716,148	$	9,683,401
Equity investments (Note 5)		845		1,032
Taxes receivable		61,704		60,588
Prepaid expenses and deposits (Note 13)		149,527		147,877
		11,928,224		9,892,898
Non-current assets				
Deposits (Notes 13 and 14)		295,393		260,257
Property and equipment (Note 6)		338,368		227,517
Exploration and evaluation assets (Note 7)		1,031,809		980,589
		1,665,570		1,468,363
TOTAL ASSETS	**$**	**13,593,794**	**$**	**11,361,261**
LIABILITIES AND SHAREHOLDERS' EQUITY				
Current liabilities				
Accounts payable and accrued liabilities	$	537,892	$	197,026
Due to related parties (Note 13)		62,175		30,364
Current portion of lease liabilities (Note 9)		90,615		34,600
Other liability (Note 10)		744,650		-
		1,435,332		261,990
Non-current liabilities				
Lease liabilities (Note 9)		99,067		119,370
Total liabilities		1,534,399		381,360
Shareholders' equity				
Share capital (Note 11)		36,689,299		34,021,403
Other equity reserves (Note 11)		1,020,805		911,033
Accumulated other comprehensive loss		(58,905)		(58,718)
Deficit		(25,591,804)		(23,893,817)
Total shareholders' equity		12,059,395		10,979,901
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	**$**	**13,593,794**	**$**	**11,361,261**

APPROVED BY THE BOARD OF DIRECTORS AND AUTHORIZED FOR ISSUE ON AUGUST 24, 2026:

"Simon Ridgway"
Simon Ridgway, Director

"William Katzin"
William Katzin, Director

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

RACKLA METALS INC.
(An Exploration Stage Company)
CONDENSED INTERIM STATEMENTS OF LOSS AND COMPREHENSIVE LOSS (UNAUDITED)
(Expressed in Canadian Dollars)

	Six months ended June 30, 2026	Six months ended June 30, 2025
EXPLORATION EXPENDITURES (Notes 8 and 13)	$ 1,409,471	$ 430,545
GENERAL AND ADMINISTRATIVE EXPENSES		
Amortization (Note 6)	38,995	23,382
Consulting fees	26,042	36,458
Directors' fees (Note 13)	20,000	27,500
Interest expense on lease liability (Note 9)	8,133	5,382
Legal and audit fees	4,470	5,103
Management fees (Note 13)	54,000	54,000
Office and administrative (Note 13)	64,622	58,539
Salaries and benefits (Note 13)	124,894	88,075
Share-based payments (Note 12)	16,355	394,354
Shareholder communications (Note 13)	257,173	277,769
Transfer agent and regulatory fees (Note 13)	19,114	16,168
Travel and accommodation (Note 13)	59,580	33,067
	693,378	1,019,797
	(2,102,849)	(1,450,342)
Interest income	125,370	60,843
Part XII.6 tax (Note 10)	-	(812)
Loss before income taxes	(1,977,479)	(1,390,311)
Recovery on flow-through share liability (Note 10)	279,350	46,562
Net loss for the period	**$ (1,698,129)**	**$ (1,343,749)**
Other comprehensive loss		
Items that will not be reclassified subsequently to profit or loss:		
Fair value loss on equity investments (Note 5)	(187)	(1,782)
Total comprehensive loss	**$ (1,698,316)**	**$ (1,345,531)**
Basic and diluted loss per share	$(0.01)	$(0.01)
Weighted average number of common shares outstanding	167,819,652	118,955,523

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

RACKLA METALS INC.
(An Exploration Stage Company)
CONDENSED INTERIM STATEMENTS OF CHANGES IN EQUITY (UNAUDITED)
For the six months ended June 30, 2026 and 2025
(Expressed in Canadian Dollars)

			Other equity reserves					
	Number of common shares	**Share capital**	**Share-based payments**	**Share purchase warrants**	**Compensation options**	**Accumulated other comprehensive income (loss)**	**Deficit**	**Total**
Balance, December 31, 2024	107,511,164	$ 21,156,847	$ 801,656	$ 143,421	$ 94,421	$ (57,311)	$ (18,111,986)	$ 4,027,048
Net loss for the period	-	-	-	-	-	-	(1,343,749)	(1,343,749)
Shares issued on private placements	15,705,002	2,355,750	-	-	-	-	-	2,355,750
Options exercised	50,000	7,000	-	-	-	-	-	7,000
Warrants exercised	26,673,625	5,334,726	-	-	-	-	-	5,334,726
Share issuance costs	-	(120,207)	-	38,792		-	-	(81,415)
Transfer of other equity reserve on exercise of warrants	-	37,586	-	(37,586)	-	-	-	-
Transfer of other equity reserve on exercise of options	-	4,955	(4,955)	-	-	-	-	-
Fair value of expired warrants	-	-	-	(145)	-	-	145	-
Fair value of forfeited options	-	-	(102,141)	-	-	-	102,141	-
Fair value loss on equity investments	-	-	-	-	-	(1,782)	-	(1,782)
Share-based payments	-	-	394,354	-	-	-	-	394,354
Balance, June 30, 2025	**149,939,791**	**28,776,657**	**1,088,914**	**144,482**	**94,421**	**(59,093)**	**(19,353,449)**	**10,691,932**
Net loss for the period	-	-	-	-	-	-	(4,540,368)	(4,540,368)
Compensation options exercised	456,140	114,035	-	-	-	-	-	114,035
Options exercised	790,000	201,250	-	-	-	-	-	201,250
Warrants exercised	11,764,015	4,520,887	-	-	-	-	-	4,520,887
Share issuance costs	-	(8,210)	-	-		-	-	(8,210)
Transfer of other equity reserve on exercise of compensation options	-	94,421	-	-	(94,421)	-	-	-
Transfer of other equity reserve on exercise of options	-	178,023	(178,023)	-	-	-	-	-
Transfer of other equity reserve on exercise of warrants	-	144,340	-	(144,340)	-	-	-	-
Fair value gain on equity investments	-	-	-	-	-	375	-	375
Balance, December 31, 2025	162,949,946	34,021,403	910,891	142	-	(58,718)	(23,893,817)	10,979,901
Net loss for the period	-	-	-	-	-	-	(1,698,129)	(1,698,129)
Shares issued on private placements	16,000,000	2,400,000	-	16,000	-	-	-	2,416,000
Warrants exercised	3,500,001	525,000	-	-	-	-	-	525,000
Share issuance costs	-	(257,104)	-	77,559		-	-	(179,545)
Fair value of expired warrants	-	-	-	(142)	-	-	142	-
Fair value loss on equity investments	-	-	-	-	-	(187)	-	(187)
Share-based payments	-	-	16,355	-	-	-	-	16,355
Balance, June 30, 2026	**182,449,947**	**$ 36,689,299**	**$ 927,246**	**$ 93,559**	**$ -**	**$ (58,905)**	**$ (25,591,804)**	**$ 12,059,395**

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

RACKLA METALS INC.
(An Exploration Stage Company)
CONDENSED INTERIM STATEMENTS OF CASH FLOWS (UNAUDITED)
(Expressed in Canadian Dollars)

	Six months ended June 30, 2026	Six months ended June 30, 2025
Cash provided by (used in):		
OPERATING ACTIVITIES		
Net loss for the period	$ (1,698,129)	$ (1,343,749)
Items not involving cash:		
Amortization	38,995	23,382
Recovery on flow-through share liability	(279,350)	(46,562)
Share-based payments	16,355	394,354
	(1,922,129)	(972,575)
Changes in non-cash working capital items:		
Taxes receivable	(1,116)	(26,228)
Prepaid expenses	(1,650)	(347,553)
Accounts payable and accrued liabilities	340,866	18,786
Due to related parties	31,811	4,948
	(1,552,218)	(1,322,622)
FINANCING ACTIVITIES		
Proceeds from issuance of capital stock	3,965,000	8,335,876
Share issuance costs	(179,545)	(81,415)
Repayment of lease obligations (net)	(20,293)	(15,921)
	3,765,162	8,238,540
INVESTING ACTIVITIES		
Long-term deposits	(35,136)	(126,600)
Purchase and lease of property and equipment	(93,841)	(41,077)
Acquisition of exploration and evaluation assets	(51,220)	-
	(180,197)	(167,677)
Increase in cash	2,032,747	6,748,241
Cash, beginning of period	9,683,401	3,264,346
Cash, end of period	**$ 11,716,148**	**$ 10,012,587**

Supplemental Cash Flow Information (Note 17)

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

1. CORPORATE INFORMATION

Rackla Metals Inc. (the "Company") is pursuing opportunities related to exploration of mineral resource properties. The Company was incorporated in the Province of British Columbia on September 20, 2011, and its common shares are listed on the TSX Venture Exchange ("TSX-V") under the symbol RAK.

The address of the Company's corporate office and principal place of business is Suite 1000, 1111 Melville Street, Vancouver, BC V6E 3V6, Canada.

2. BASIS OF PREPARATION

These condensed interim financial statements are prepared in accordance with International Accounting Standard ("IAS") 34 *Interim Financial Reporting* under IFRS Accounting Standards ("IFRS") issued by the International Accounting Standards Board ("IASB"). These condensed interim financial statements follow the same accounting policies and methods of application as the most recent annual financial statements of the Company. These condensed interim financial statements do not contain all of the information required for full annual financial statements. Accordingly, these condensed interim financial statements should be read in conjunction with the Company's most recent annual financial statements, which were prepared in accordance with IFRS as issued by the IASB.

Basis of Measurement

These condensed interim financial statements have been prepared on the historical cost basis, except for certain financial instruments carried at fair value. In addition, these condensed interim financial statements have been prepared using the accrual basis of accounting, except for cash flow information.

The presentation and functional currency of the Company is the Canadian dollar.

The preparation of financial statements in compliance with IFRS requires management to make certain critical accounting estimates. It also requires management to exercise judgment in applying the Company's accounting policies. The areas involving a higher degree of judgment of complexity, or areas where assumptions and estimates are significant to the condensed interim financial statements are disclosed in Note 3.

3. CRITICAL ACCOUNTING ESTIMATES AND JUDGMENTS

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 profit or loss in the period of the change, if the change affects that period only, or in the period of the change and future periods, if the change affects both.

The key areas of judgment applied in the preparation of the condensed interim financial statements that could result in a material adjustment to the carrying amounts of assets and liabilities are as follows:

i) Although the Company has taken steps to verify title to mineral properties in which it has an interest, these procedures do not guarantee the Company's title. Such properties may be subject to prior agreements or transfers and title may be affected by undetected defects.

ii) The application of the Company's accounting policy for exploration and evaluation expenditures requires judgment in determining whether it is likely that future economic benefits will flow to the Company.

   Assets or CGUs are evaluated at each reporting date to determine whether there are any indications of impairment. The Company considers both internal and external sources of information when making the assessment of whether there are indications of impairment for the Company's exploration and evaluation assets.

   In respect of costs incurred for its investment in exploration and evaluation assets, management has determined the acquisition costs that have been capitalized may not be economically recoverable. Management uses several criteria in its assessments of economic recoverability and probability of future economic benefit, including access to financing to further exploration and development, geologic and metallurgic information, economics assessment/studies, accessible facilities, and existing permits.

iii) Although the Company has taken steps to identify any decommissioning liabilities related to mineral properties in which it has an interest, there may be unidentified decommissioning liabilities present.

iv) The Company applies judgment in determining whether a lease contract contains an identified asset, whether they have the right to control the asset, and the lease term. The lease term is based on considering facts and circumstances, both qualitative and quantitative, that can create an economic incentive to exercise renewal options. Management considers all facts and circumstances that create an economic incentive to exercise an extension option, or not to exercise a termination option.

The key estimates applied in the preparation of the condensed interim financial statements that could result in a material adjustment to the carrying amounts of assets and liabilities are as follows:

i) Option pricing models require the input of highly subjective assumptions, including the expected price volatility and options expected life. Changes in these assumptions can materially affect the fair value estimate and, therefore, the existing models do not necessarily provide a reliable single measure of the fair value of the Company's stock options.

ii) The Company uses estimation in determining the incremental borrowing rate used to measure a lease liability. Where the rate implicit in the lease is not readily determinable, the discount rate of the lease obligations is estimated using a discount rate similar to the Company's specific borrowing rate.

(Expressed in Canadian Dollars)

4. CASH

Cash at banks is held in interest-bearing and non-interest-bearing accounts. As at June 30, 2026, the Company's cash in hand totaled $11,716,148 (December 31, 2025: $9,683,401), of which $2,485,558 (December 31, 2025: $Nil) is reserved for flow-through eligible activities during the 2026 and 2027 fiscal years (Note 10).

5. EQUITY INVESTMENTS

As of June 30, 2026, equity investments consisted of 18,750 common shares of Bronco Resources Corp. ("Bronco"), a public company, and 200,000 common shares of Voyager Gold Corp. ("Voyager"), a private company with a common director. The private company shares were initially measured at fair value and subsequently written down to $1.

As at June 30, 2026, the carrying amount for the equity investments was $845 (December 31, 2025: $1,032).

During the period ended June 30, 2026, there was a decrease in fair value of the Bronco shares by $187 (2025: $1,782). This amount was recorded as a fair value loss in other comprehensive income (loss).

		Bronco		**Voyager**		**Total**
Balance, December 31, 2024	$	2,438	$	1	$	2,439
Change in fair value		(1,407)		-		(1,407)
Balance, December 31, 2025		1,031		1		1,032
Change in fair value		(187)		-		(187)
Balance, June 30, 2026	**$**	**844**	**$**	**1**	**$**	**845**

(Expressed in Canadian Dollars)

6. PROPERTY AND EQUIPMENT

	Computer equipment	Camp equipment	Field equipment	Leasehold improvements	Vehicles (Note 9)	Right-of-use assets (Note 9)	Total
Cost							
Balance, December 31, 2024	$ 2,996	$ -	$ -	$ 7,326	$ 27,000	$ 136,908	$ 174,230
Additions	10,219	9,589	21,428	-	-	84,939	126,175
Transfer and reclassification	-	-	-	-	22,000	(41,982)	(19,982)
Balance, December 31, 2025	13,215	9,589	21,428	7,326	49,000	179,865	280,423
Additions	-	31,174	35,671	-	26,996	56,005	149,846
Balance, June 30, 2026	**$ 13,215**	**$ 40,763**	**$ 57,099**	**$ 7,326**	**$ 75,996**	**$ 235,870**	**$ 430,269**
Accumulated amortization							
Balance, December 31, 2024	$ 1,213	$ -	$ -	$ 120	$ 3,600	$ 36,265	$ 41,198
Charge for the year	2,068	959	2,143	1,441	8,700	38,379	53,690
Transfer and reclassification	-	-	-	-	-	(41,982)	(41,982)
Balance, December 31, 2025	3,281	959	2,143	1,561	12,300	32,662	52,906
Charge for the period	1,490	2,422	3,713	721	5,802	24,847	38,995
Balance, June 30, 2026	**$ 4,771**	**$ 3,381**	**$ 5,856**	**$ 2,282**	**$ 18,102**	**$ 57,509**	**$ 91,901**
Carrying amounts							
At December 31, 2025	$ 9,934	$ 8,630	$ 19,285	$ 5,765	$ 36,700	$ 147,203	$ 227,517
At June 30, 2026	**$ 8,444**	**$ 37,382**	**$ 51,243**	**$ 5,044**	**$ 57,894**	**$ 178,361**	**$ 338,368**

Transfer and reclassification represent an asset that was previously used under a lease agreement and purchased by the Company at the end of the lease term and now used as own property and equipment.

7. EXPLORATION AND EVALUATION ASSETS

The Company has capitalized the following acquisition costs of its mineral property interests during the period ended June 30, 2026:

	Tombstone Gold Belt	Gossan, Yukon	Total
Balance, December 31, 2024	$ 932,969	$ 16,420	$ 949,389
Acquisition costs - cash	31,200	-	31,200
Balance, December 31, 2025	964,169	16,420	980,589
Acquisition costs - cash	51,220	-	51,220
Balance, June 30, 2026	**$ 1,015,389**	**$ 16,420**	**$ 1,031,809**

Details of the Company's mineral property interests are disclosed in full in the financial statements for the year ended December 31, 2025. Significant mineral property transactions that have occurred since December 31, 2025 are the following:

Lentung Property

During the period ended June 30, 2026, the Company staked an additional nine claims to increase the size of the Lentung Property in the Tombstone Gold Belt in the Northwest Territories to nineteen claims and recorded acquisition costs totaling $51,220.

(Expressed in Canadian Dollars)

8. EXPLORATION EXPENDITURES

During the six-month period ended June 30, 2026, the Company incurred the following exploration expenditures:

	Tombstone Gold Belt Projects			
	Lentung	**Other**	**General / Regional**	**Total**
Administration	$ 15,039	$ -	$ 38,409	$ 53,448
Assays	4,055	-	-	4,055
Camp expense	144,052	-	3,263	147,315
Contractors	18,950	70,726	-	89,676
Equipment rentals	29,183	15,000	-	44,183
Field expense	51,490	-	545	52,035
Geological fees	87,113	40,207	2,699	130,019
Licenses and taxes	150	-	567	717
Salaries and benefits	243,495	30,103	53,177	326,775
Shipping	672	8,062	-	8,734
Transportation	557,044	360	5,056	562,460
	1,151,243	164,458	103,716	1,419,417
Expenditure recoveries	-	-	(9,946)	(9,946)
	$ 1,151,243	**$ 164,458**	**$ 93,770**	**$ 1,409,471**

During the six-month period ended June 30, 2025, the Company incurred the following exploration expenditures:

	Tombstone Gold Belt Projects	**General / Regional**	**Total**
Administration	$ 150	$ 4,079	$ 4,229
Assays	5,353	-	5,353
Camp expense	26,191	2,700	28,891
Equipment rentals	6,500	-	6,500
Field expense	45,056	1,166	46,222
Geological fees	70,679	18,936	89,615
Geophysical surveys	2,800	-	2,800
Licenses and taxes	10,541	201	10,742
Repairs and maintenance	48,277	-	48,277
Salaries and benefits	107,050	31,599	138,649
Shipping	45,016	-	45,016
Transportation	50,665	16,790	67,455
	418,278	75,471	493,749
Expenditure recoveries	-	(63,204)	(63,204)
	$ 418,278	**$ 12,267**	**$ 430,545**

(Expressed in Canadian Dollars)

9. LEASE LIABILITIES

The Company has a one-year lease agreement, beginning May 15, 2026, for an all-terrain vehicle used for exploration activities. The Company recognized $26,723 for a right-of-use asset ("ROU asset") (Note 6) and $26,723 for a lease liability during the current period. The lease liability was measured at the present value of the remaining lease payments and discounted using an incremental borrowing rate of 10%.

The Company has a one-year lease agreement, beginning May 27, 2026, for an all-terrain vehicle used for exploration activities. The Company recognized $29,282 for an ROU asset (Note 6) and $29,282 for a lease liability during the current period. The lease liability was measured at the present value of the remaining lease payments and discounted using an incremental borrowing rate of 10%.

The Company has a four-year lease agreement, beginning May 1, 2025, for an excavator used for exploration activities. The Company recognized $84,939 for an ROU asset (Note 6) and $84,939 for a lease liability during the 2025 fiscal year. The lease liability was measured at the present value of the remaining lease payments and discounted using an incremental borrowing rate of 12%.

The Company co-signed with two related parties, Radius Gold Inc. ("Radius") and Volcanic Gold Mines Inc. ("Volcanic"), a lease agreement for shared headquarter office space in Vancouver, British Columbia. The term of the lease is five years, commencing on January 1, 2025, with the Company taking early possession of the office space in December 2024. The Company recognized $94,926 for an ROU asset and $94,926 for a lease liability during the 2024 fiscal year.

The Company had a two-year lease agreement, beginning May 1, 2023, for a vehicle used for exploration activities. The Company recognized $41,982 for a ROU asset and $35,344 for a lease liability during the 2023 fiscal year. During the 2025 fiscal year, upon the expiry of the lease, the Company purchased the vehicle for the buyout value of $22,000 (Note 6).

	Excavator	Office lease	Vehicles	Total
Lease liability recognized as of December 31, 2024	$ -	$ 95,523	$ 6,416	$ 101,939
Lease liability recognized during the year	84,939	-	-	84,939
Lease payments	(17,530)	(22,801)	(6,557)	(46,888)
Lease interest	5,240	8,599	141	13,980
Lease liability recognized as of December 31, 2025	72,649	81,321	-	153,970
Lease liability recognized during the period	-	-	56,005	56,005
Lease payments	(13,148)	(10,364)	(4,914)	(28,426)
Lease interest	3,909	3,769	455	8,133
Lease liability recognized as of June 30, 2026	**$ 63,410**	**$ 74,726**	**$ 51,546**	**$ 189,682**
Current portion	$ 20,100	$ 18,969	$ 51,546	$ 90,615
Long-term portion	43,310	55,757	-	99,067
	$ 63,410	**$ 74,726**	**$ 51,546**	**$ 189,682**

(Expressed in Canadian Dollars)

10. OTHER LIABILITY

Other liability is the liability portion of flow-through shares issued.

	Issued on Jun 11, 2024	Issued on April 23, 2025	Issued on May 22, 2026	Total
Balance at December 31, 2024	$ 196,828	$ -	$ -	$ 196,828
Liability incurred on flow-through shares issued	-	638,400	-	638,400
Settlement of flow-through share liability on incurring expenditures	(196,828)	(638,400)	-	(835,228)
Balance at December 31, 2025	-	-	-	-
Liability incurred on flow-through shares issued	-	-	1,024,000	1,024,000
Settlement of flow-through share liability on incurring expenditures	-	-	(279,350)	(279,350)
Balance at June 30, 2026	**$ -**	**$ -**	**$ 744,650**	**$ 744,650**

Other liabilities arise on the issuance of flow-through shares when the price of each flow-through share exceeds the market value of non-flow-through common shares at that time. This premium paid is recorded as a flow-through share liability. The flow-through share liability is settled as eligible flow-through expenditures are incurred with the offset being recorded as a recovery on flow-through share liability in comprehensive income or loss.

On June 11, 2024, the Company issued 11,830,611 flow-through shares at a price of $0.17 per share for gross flow-through proceeds of $2,011,204. The flow-through shares were issued at a premium of $236,612 over market value. During the 2024 fiscal year, the Company fulfilled $338,170 of its commitment and during the 2025 fiscal year, fulfilled the remainder of this commitment and accrued a Part XII.6 tax liability of $26,154 as of December 31, 2025. The Part XII.6 tax liability was settled during the period ended June 30, 2026.

On April 23, 2025, the Company issued 10,640,000 flow-through shares at a price of $0.21 per share for gross flow-through proceeds of $2,234,400. The flow-through shares were issued at a premium of $638,400 over market value. As of the end of the 2025 fiscal year, the Company fulfilled its commitment of $2,234,400.

On May 22, 2026, the Company closed a flow-through private placement by issuing 16,000,000 units at a price of $0.215 per share for gross proceeds of $3,440,000, of which $3,424,000 was allocated as a flow-through commitment and $16,000 was allocated to warrants (Note 11). The flow-through shares were issued at a premium of $1,024,000 over market value. As at June 30, 2026, the Company had incurred $938,442 of its commitment. The remaining commitment of $2,485,558 in exploration expenditures must be incurred by December 31, 2027.

If the Company does not spend its remaining flow-through funds in compliance with the Government of Canada flow-through regulations, it may be subject to indemnification or other claims by the flow-through subscribers.

11. SHARE CAPITAL AND RESERVES

(a) Common Shares

The Company is authorized to issue an unlimited number of common shares without par value.

During the period ended June 30, 2026 the following share capital activity occurred:

i) The Company closed a charity flow-through private placement financing of 16,000,000 units at $0.215 per unit for gross proceeds of $3,440,000. Each unit consists of one flow-through common share and one-half of a warrant, with each whole warrant entitling the holder to purchase one additional non-flow-through common share of the Company at a price of $0.20 for one year. The gross proceeds for the flow-through shares were bifurcated with $2,400,000 being allocated to share capital, $16,000 being allocated to warrants reserve, and $1,024,000 being charged as other liability (Note 10).

In connection with this financing, the Company paid cash finders' fees totalling $139,329, issued 928,856 share purchase warrants, and incurred other cash costs totalling $40,216. Each warrant entitles the holder to purchase one common share of the Company at a price of $0.215 for one year. The fair value of the finders' fee warrants was $77,559 and was recorded as share issuance costs and an offset to other equity reserve. The fair value of each finders' fee warrant has been estimated as of the date of the issuance using the Black-Scholes pricing model with the following assumptions: risk-free interest rate of 2.6%, dividend yield of 0%, volatility of 185% and expected life of one year.

ii) A total of 3,500,001 warrants with an exercise price of $0.15 per share were exercised for proceeds of $525,000.

During the period ended June 30, 2025 the following share capital activity occurred:

iii) The Company closed a charity flow-through private placement financing of 10,640,000 units at $0.21 per unit for gross proceeds of $2,234,400. Each unit consisted of one common share and one-half of a warrant, with each whole warrant entitling the holder to purchase one additional common share of the Company at a price of $0.15 for one year. The gross proceeds for the flow-through shares were bifurcated with $1,596,000 being allocated to share capital and $638,400 being charged as other liability (Note 10).

The Company closed a private placement financing of 5,065,002 units at $0.15 per unit for gross proceeds of $759,750. Each unit consisted of one common share and one-half of a warrant, with each whole warrant entitling the holder to purchase one additional common share of the Company at a price of $0.15 for one year.

In connection with these financings, the Company paid cash finders' fees totalling $35,962, issued 239,750 share purchase warrants with the same terms as the private placement warrants, and incurred other cash costs totalling $43,420. The fair value of the finders' fee warrants was $38,792 and was recorded as share issuance costs and an offset to other equity reserve. The fair value of each finders' fee warrant has been estimated as of the date of the issuance using the Black-Scholes pricing model with the following assumptions: risk-free interest rate of 2.6%, dividend yield of 0%, volatility of 143% and expected life of one year.

iv) A total of 26,673,625 warrants with an exercise price of $0.20 per share were exercised for proceeds of $5,334,726.

v) A total of 50,000 stock options were exercised for proceeds of $7,000.

(Expressed in Canadian Dollars)

11. SHARE CAPITAL AND RESERVES *(cont'd)*

(b) Share Purchase Warrants

The following is a summary of changes in share purchase warrants from January 1, 2025 to June 30, 2026:

	Number of warrants	Weighted average exercise price
Balance, December 31, 2024	37,244,725	$0.26
Issued	8,548,391	$0.16
Exercised	(38,437,640)	$0.26
Expired	(2,100)	$0.20
Balance, December 31, 2025	7,353,376	$0.15
Issued	8,928,856	$0.20
Exercised	(3,500,001)	$0.15
Expired	(3,853,375)	$0.15
Balance, June 30, 2026	**8,928,856**	**$0.20**

During the period ended June 30, 2026, $Nil (2025: $37,586) was transferred from reserves to share capital due to the exercise of warrants and $142 (2025: $145) was transferred from reserves to deficit due to the expiry of warrants.

As at June 30, 2026, the following share purchase warrants were outstanding:

Expiry date	Number of warrants	Exercise price
May 22, 2027	8,000,000	$0.20
May 22, 2027	928,856	$0.215
	8,928,856	

(c) Compensation Options

During the 2023 fiscal year, a total of 456,140 compensation options with an exercise price of $0.25 per option were granted. Each compensation option was exercisable until September 19, 2025 to purchase one common share of the Company and one share purchase warrant. Each share purchase warrant was exercisable to purchase one common share of the Company at $0.40 until September 19, 2025.

During the 2025 fiscal year, all 456,140 compensation options were exercised prior to their expiry date for gross proceeds of $114,035 and a total of $94,421 was transferred from reserves to share capital due to the exercise of the compensation options

There were no compensation options outstanding as of June 30, 2026 (December 31, 2025: Nil).

(Expressed in Canadian Dollars)

12. SHARE-BASED PAYMENTS

Option Plan Details

The Company has in place a stock option plan (the "Plan") that allows the Board of Directors to grant incentive stock options to the Company's officers, directors, employees, and consultants. The exercise price of stock options granted is determined by the Board of Directors at the time of the grant in accordance with the terms of the Plan and the policies of the TSX-V. Options vest on the date of granting unless stated otherwise. Options granted to investor relations consultants vest in accordance with TSX-V regulation. The options are for a maximum term of ten years.

Share Purchase Options

The following is a summary of changes in options for the period ended June 30, 2026:

			During the period				
Expiry date	**Exercise price**	**Opening balance**	**Granted**	**Exercised**	**Expired / forfeited**	**Closing balance**	**Vested and exercisable**
May 2, 2029	$0.10	305,000	-	-	-	305,000	305,000
January 9, 2033	$0.365	1,590,000	-	-	-	1,590,000	1,590,000
April 3, 2035	$0.20	655,000	-	-	-	655,000	655,000
April 16, 2035	$0.25	1,000,000	-	-	-	1,000,000	1,000,000
June 3, 2036	$0.15	-	250,000	-	-	250,000	50,000
June 11, 2036	$0.15	-	250,000	-	-	250,000	50,000
		3,550,000	**500,000**	-	-	**4,050,000**	**3,650,000**
Weighted average exercise price		**$0.28**	**$0.15**	-	-	**$0.26**	**$0.28**

The following is a summary of changes in options for the period ended June 30, 2025:

			During the period				
Expiry date	**Exercise price**	**Opening balance**	**Granted**	**Exercised**	**Expired / forfeited**	**Closing balance**	**Vested and exercisable**
January 9, 2025	$0.365	200,000	-	-	(200,000)	-	-
May 2, 2029	$0.10	395,000	-	(10,000)	-	385,000	385,000
May 27, 2030	$0.14	25,000	-	-	-	25,000	25,000
January 9, 2033	$0.365	2,130,000	-	-	(190,000)	1,940,000	1,940,000
March 4, 2034	$0.15	140,000	-	(40,000)	-	100,000	100,000
April 3, 2035	$0.20	-	890,000	-	-	890,000	890,000
April 16, 2035	$0.25	-	1,000,000	-	-	1,000,000	1,000,000
		2,890,000	**1,890,000**	(50,000)	**(390,000)**	**4,340,000**	**4,340,000**
Weighted average exercise price		**$0.32**	**$0.23**	**$0.14**	**$0.37**	**$0.27**	**$0.27**

During the period ended June 30, 2026, there were no options exercised or expired. During the period ended June 30, 2025, $4,955 was transferred from reserves to share capital due to the exercise of options and $102,141 was transferred from reserves to deficit due to the expiry and forfeiture of options.

12. SHARE-BASED PAYMENTS *(cont'd)*

Fair Value of Options Issued During the Period

The fair value at grant date of 500,000 options granted during the period ended June 30, 2026 was $0.13 per option. The weighted average fair value at grant date of 1,890,000 options granted during the period ended June 30, 2025 was $0.21 per option.

The weighted average remaining contractual life of the options outstanding at June 30, 2026 is 7.60 years (December 31, 2025: 7.76 years).

During the period ended June 30, 2025, the weighted average share price on the day the options were exercised was $0.23.

Options Issued to Employees

The fair value at grant date is determined using a Black-Scholes option pricing model that takes into account the exercise price, the term of the option, the share price at grant date, the expected price volatility of the underlying share, the expected dividend yield and the risk-free interest rate for the term of the option.

Options Issued to Non-Employees

Options issued to non-employees are measured based on the fair value of the goods or services received at the date of receiving those goods or services. If the fair value of the goods or services received cannot be estimated reliably, the options are measured by determining the fair value of the options granted using the Black-Scholes option pricing model.

The weighted average model inputs for options granted during the period ended June 30, 2026 included a risk-free interest rate of 3.46%, dividend yield of 0%, volatility of 109% and expected life of ten years. The weighted average model inputs for options granted during the period ended June 30, 2025 included a risk-free interest rate of 3.05%, dividend yield of 0%, volatility of 105% and expected life of ten years.

The expected volatility is based on the historical volatility (based on the remaining life of the options), adjusted for any expected changes to future volatility due to publicly available information. The risk-free rate of return is the yield on a zero-coupon Canadian Treasury Bill of a term consistent with the assumed option life. The expected average option term is the average expected period to exercise, based on the historical activity patterns for each individually vesting tranche.

Option pricing models require the input of highly subjective assumptions including the expected price volatility. Changes in these assumptions can materially affect the fair value estimate.

Expenses Arising from Share-based Payments Transactions

Total expenses arising from the share-based payment transactions related to the granting of stock options and recognized as part of share-based payments expense during the period ended June 30, 2026 was $16,355 (2025: $394,354).

As of June 30, 2026, unrecognized costs related to unvested options totaled $49,712.

(Expressed in Canadian Dollars)

13. RELATED PARTY TRANSACTIONS

The Company had transactions during the periods ended June 30, 2026 and 2025 with related parties consisting of directors, officers and the following companies with common directors or controlled by a director of the Company:

Related party	Nature of transactions
Gold Group Management Inc. ("Gold Group")	Shared office and administrative related charges
Radius	Shared office lease
Volcanic	Shared office lease
Mill Street Services Ltd. ("Mill Street")	Management services
2275658 Alberta Ltd	Consulting services
Hephaestus Consulting Services Inc.	Directors' fees

Balances and transactions with related parties not disclosed elsewhere in these condensed interim financial statements are as follows:

(a) During the periods ended June 30, 2026 and 2025, the Company reimbursed Gold Group for the following costs:

	Six months ended June 30, 2026	Six months ended June 30, 2025
General and administrative expenses:		
Office and administration	$ 24,702	$ 32,386
Salaries and benefits	93,913	87,653
Shareholder communications	7,021	27,797
Transfer agent and regulatory fees	1,350	2,937
Travel and accommodation	31,016	21,456
	$ 158,002	**$ 172,229**
Exploration expenditures	**$ 5,452**	**$ 24,167**

Gold Group is owned by the Chief Executive Officer of the Company and is reimbursed by the Company for certain shared costs and other business-related expenses paid by Gold Group on behalf of the Company. Salaries and benefits costs paid to Gold Group for the periods ended June 30, 2026 and 2025 include those for the Chief Financial Officer and Corporate Secretary.

(b) During the period ended June 30, 2026, a total of $20,000 in Directors' fees was paid to five Directors of the Company (2025: $27,500 paid to four Directors).

(c) Prepaid expenses as of June 30, 2026 include $3,967 (December 31, 2025: $5,250) paid to Gold Group.

(d) Deposits as of June 30, 2026 consist of $61,000 (December 31, 2025: $61,000) paid to Gold Group and are related to the shared office and administrative services agreement with Gold Group. Upon termination of the agreement, the deposits, less any outstanding amounts owing to Gold Group, are to be refunded to the Company.

(e) Amounts due to related parties as of June 30, 2026 consist of $31,425 (December 31, 2025: $30,364) due to Gold Group, $15,750 (December 31, 2025: $Nil) due to Mill Street (controlled by Simon Ridgway, the CEO and a Director of the Company) for management fees, $7,500 (December 31, 2025: $Nil) due to 2275658 Alberta Ltd. (controlled by Jeffery Reinson, a Director of the Company) for consulting fees, and $7,500 (December 31, 2025: $Nil) due to Directors for directors' fees. The balance due to Gold Group is collateralized by a deposit and the balance due to others were unsecured, non-interest bearing and due on demand.

(Expressed in Canadian Dollars)

13. RELATED PARTY TRANSACTIONS *(cont'd)*

The related party transactions above are measured at fair value of the services rendered.

Key management compensation

Key management personnel are persons responsible for planning, directing, and controlling the activities of an entity, and include certain directors and officers. Key management compensation comprises:

	Six months ended June 30, 2026	2025
Exploration expenditures:		
Geological fees	$ 43,500	$ 36,000
Salaries and benefits	96,000	96,000
General and administrative expenses:		
Management fees	54,000	54,000
Directors' fees	2,500	-
Salaries and benefits	18,958	19,283
Share-based payments (value of stock options granted and vested)	8,599	77,769
	$ 223,557	**$ 283,052**

14. COMMITMENT

The Company has entered into a shared operating lease agreement for its office premises and paid a security deposit of $3,907. The term of the lease is five years, commencing January 1, 2025 and includes an early termination option whereby the Company and the other two co-signers of the lease agreement can terminate the lease upon the third anniversary date with a payment equal to two months gross rent. The Company's portion of annual commitments under the lease, if the early termination option is not exercised, are as follows:

2026	$ 19,363
2027	43,759
2028	41,612
2029	44,648
	$ 149,382

15. FINANCIAL INSTRUMENTS AND RISK MANAGEMENT

The Company is exposed to the following financial risks:

- Market Risk
- Credit Risk
- Liquidity Risk

In common with all other businesses, the Company is exposed to risks that arise from its use of financial instruments. This note describes the Company's objectives, policies and processes for managing those risks and the methods used to measure them. Further quantitative information in respect of these risks is presented throughout these condensed interim financial statements.

General Objectives, Policies and Processes

The Board of Directors has overall responsibility for the determination of the Company's risk management objectives and policies and, whilst retaining ultimate responsibility for them, it has delegated the authority for designing and operating processes that ensure the effective implementation of the objectives and policies to the Company's management. The Board of Directors receives periodic reports through which it reviews the effectiveness of the processes put in place and the appropriateness of the objectives and policies it sets.

The overall objective of the Board is to set policies that seek to reduce risk as far as possible without unduly affecting the Company's competitiveness and flexibility. Further details regarding these policies are set out below.

(a) Market Risk

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate due to changes in market prices. Market prices affecting the Company are comprised of the following types of risk: interest rate risk and equity price risk. The Company is not exposed to the risk related to the fluctuation of foreign currency rates.

Interest Rate Risk

Interest rate risk is the risk that future cash flows will fluctuate as a result of changes in market interest rates. The Company does not have any borrowings. Interest rate risk is limited to potential decreases on the interest rate offered on cash held with chartered Canadian financial institutions. The Company considers this risk to not be significant.

Equity Price Risk

Equity price risk is the uncertainty associated with the valuation of assets arising from changes in equity markets. The Company's equity investments are exposed to equity price risk due to the potentially volatile and speculative nature of the businesses in which the equity investments are held. The common shares held in Bronco and Voyager are monitored by management with decisions on sale taken at Board level. A 10% change in fair value of the shares would result in a $85 increase or decrease in comprehensive loss.

(b) 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 credit risk is primarily attributable to its cash and equity investments. The Company limits exposure to credit risk by maintaining its cash with chartered Canadian financial institutions. The Company does not have cash or equity investments that are invested in asset-based commercial paper.

(Expressed in Canadian Dollars)

15. FINANCIAL INSTRUMENTS AND RISK MANAGEMENT *(cont'd)*

(c) Liquidity Risk

Liquidity risk is the risk that the Company will not be able to meet its financial obligations as they fall due. The Company's approach to managing liquidity risk is to provide reasonable assurance that it will have sufficient funds to meet liabilities when due. The Company manages its liquidity risk by forecasting cash flows required by operations and anticipated investing and financing activities. At June 30, 2026, the Company had working capital of $10,492,892 (December 31, 2025: $9,630,908). All of the Company's financial liabilities, with the exception of a flow-through liability (Note 10) and lease liabilities (Notes 9 and 14), have contractual maturities of less than 45 days and are subject to normal trade terms.

Determination of Fair value

Fair values have been determined for measurement and/or disclosure purposes based on the following methods. All financial instruments at June 30, 2026 are carried at amortized cost, apart from the equity investment in a public company with shares in an active market of $845 (December 31, 2025: $1,031), which is carried at fair value. When applicable, further information about the assumptions made in determining fair values is disclosed in the notes specific to that asset or liability.

The statement of financial position carrying amounts for cash, accounts payables and accrued liabilities, and due to related parties approximates fair value due to their short-term nature. Due to the use of subjective judgments and uncertainties in the determination of fair values these values should not be interpreted as being realizable in an immediate settlement of the financial instruments.

Fair Value Hierarchy

Financial instruments that are measured subsequent to initial recognition at fair value are grouped in Levels 1 to 3 based on the degree to which the fair value is observable:

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 for the asset or liability that are not based on observable market data (unobservable inputs).

The equity investment in Bronco is based on a quoted price and is therefore considered to be Level 1.

The equity investment in Voyager was recorded at fair value when it was received and assessed for impairment as at June 30, 2026 and December 31, 2025. This investment is considered to be Level 3.

16. CAPITAL MANAGEMENT

The Company's objectives when managing capital are to safeguard the Company's ability to continue as a going concern in order to advance its mineral properties. The Company defines its capital as all components of equity. In order to facilitate the management of its capital requirements, the Company prepares periodic budgets that are updated as necessary. The Company manages its capital structure and makes adjustments to it to effectively support the acquisition and exploration of mineral properties. The properties in which the Company currently has an interest are in the exploration stage; as such, the Company is dependent on external financing to fund its activities. In order to carry out the planned exploration and pay for general administrative costs, the Company will spend its existing capital resources and aim to raise additional amounts as needed. The Company will continue to assess new properties and seek to acquire an interest in additional properties if it feels there is sufficient geologic or economic potential and if it has adequate financial resources to do so.

Management reviews its capital management approach on an on-going basis and believes that this approach, given the relative size of the Company, is reasonable. There were no changes in the Company's approach to capital management during the period ended June 30, 2026. The Company's investment policy is to hold cash in interest-bearing bank accounts and/or highly liquid short-term interest-bearing investments with maturities of one year or less and which can be liquidated at any time without penalties. The Company currently is not subject to any externally imposed capital requirements. The Company expects its current capital resources to be sufficient to cover its corporate operating costs, exploration activities, flow-through expenditure commitments, and potential mineral property acquisition costs through the next twelve months. Actual funding requirements may vary from those planned due to a number of factors, including the level of exploration activity and possible property acquisition opportunities.

17. SUPPLEMENTAL DISCLOSURE WITH RESPECT TO CASH FLOWS

During the periods ended June 30, 2026 and 2025, no cash was paid for income taxes or loan interest.

Non-cash transactions

Investing and financing activities that do not have a direct impact on current cash flows are excluded from the statements of cash flows.

During the period ended June 30, 2026:

i) A total of $1,024,000 was bifurcated from flow-through private placement proceeds and recorded as other liability.

ii) Share issuance costs totaling $77,559 were excluded from financing activity cash flow as 928,856 finders' fee share purchase warrants were issued on a private placement financing.

iii) A lease liability and ROU asset of $56,005 were recorded upon the leasing of two all-terrain vehicles.

During the period ended June 30, 2025:

i) A total of $638,400 was bifurcated from flow-through private placement proceeds and recorded as other liability.

ii) Share issuance costs totaling $38,792 were excluded from financing activity cash flow as 239,750 finders' fee share purchase warrants were issued on a private placement financing.

iii) A lease liability and ROU asset of $84,939 were recorded upon the leasing of an excavator.

18. SEGMENTED REPORTING

The Company is organized into business units based on mineral properties and has one reportable operating segment, being that of acquisition and exploration and evaluation activities. All of the Company's long-term assets and operations are in Canada.

19. EVENTS AFTER THE REPORTING DATE

Subsequent to June 30, 2026, the following events which have not been disclosed elsewhere in these financial statements have occurred:

A total of 1,900,000 options with an exercise price of $0.18 per share and term of ten years were granted.

(the "Company")

INTERIM MANAGEMENT'S DISCUSSION AND ANALYSIS – SEMI-ANNUAL HIGHLIGHTS

For the Six Months Ended June 30, 2026

General

This interim Management's Discussion and Analysis ("Interim MD&A") supplements, but does not form part of, the unaudited condensed interim financial statements of the Company for the six months ended June 30, 2026. The following information, prepared as of August 24, 2026, should be read in conjunction with the Company's unaudited condensed interim financial statements for six months ended June 30, 2026 and the related notes contained therein. The Company reports its financial position, results of operations and cash flows in accordance with IFRS Accounting Standards ("IFRS"). In addition, the following should be read in conjunction with the audited annual financial statements of the Company for the year ended December 31, 2025 and the related MD&A. All amounts are expressed in Canadian dollars unless otherwise indicated. The June 30, 2026 financial statements have not been reviewed by the Company's auditors.

Additional information relevant to the Company's activities can be found on SEDAR+ at www.sedarplus.ca.

Forward-looking Information

This Interim MD&A contains certain statements which constitute forward-looking information within the meaning of applicable Canadian securities legislation ("Forward-looking Statements"). All statements included herein, other than statements of historical fact, are Forward-looking Statements and are subject to a variety of known and unknown risks and uncertainties which could cause actual events or results to differ materially from those reflected in the Forward-looking Statements. The Forward-looking Statements in this Interim MD&A include, without limitation, statements relating to the Company's plans for exploration of its properties; the sufficiency of the Company's cash position; and its ability to raise equity capital or access debt facilities. Often, but not always, these Forward-looking Statements can be identified by the use of words such as "anticipates", "believes", "plans", "estimates", "expects", "forecasts", "scheduled", "targets", "possible", "strategy", "potential", "intends", "advance", "goal", "objective", "projects", "budget", "calculates" or statements that events, "will", "may", "could" or "should" occur or be achieved and similar expressions, including negative variations.

Forward-looking Statements involve known and unknown risks, uncertainties and other factors which may cause the actual results, performance or achievements of the Company to be materially different from any results, performance or achievements expressed or implied by the Forward-looking Statements. Such uncertainties and factors include, among others:

- risks associated with mineral exploration and development activities;
- due diligence investigations on potential investments not identifying all relevant facts;
- fluctuations in commodity prices, foreign exchange rates, and interest rates;
- credit and liquidity risks;
- changes in national and local government legislation, taxation, controls, regulations and political or economic developments in countries in which the Company does or may carry on business;
- reliance on key personnel;
- property title matters and local community relationships;
- risks associated with potential legal claims generally or with respect to environmental matters;
- dilution from further equity financing;
- competition;
- uncertainties relating to general economic conditions; and
- risks relating to pandemics, epidemics and public health crises, and the impact they might have on the Company's business, operations, financial condition and share price;

as well as those factors referred to in the "Risks and Uncertainties" section in this Interim MD&A.

Forward-looking Statements contained in this Interim MD&A are based on the assumptions, beliefs, expectations and opinions of management, including but not limited to:

- all required third party contractual, regulatory and governmental approvals will be obtained for the exploration and development of the Company's properties;
- due diligence investigations on potential investments will reveal all relevant facts;
- there being no significant disruptions affecting operations, whether relating to labour, supply, power, damage to equipment or other matters;
- permitting, exploration and/or development activities proceeding on a basis consistent with the Company's current expectations;
- expected trends and specific assumptions regarding commodity prices and currency exchange rates; and
- prices for and availability of fuel, electricity, equipment and other key supplies remaining consistent with current levels.

These Forward-looking Statements are made as of the date hereof and the Company disclaims any obligation to update any Forward-looking Statements, whether as a result of new information, future events or results or otherwise, except as required by law. There can be no assurance that Forward-looking Statements will prove to be accurate, as actual results and future events could differ materially from those anticipated in such statements. Accordingly, investors should not place undue reliance on Forward-looking Statements.

Business of the Company

The Company is a Vancouver-based exploration company targeting tungsten, gold and rare earth minerals in the Northwest Territories ("NWT") and Yukon, Canada. Since 2022, the Company has been consolidating and exploring an extensive land position in the eastern Tombstone Gold Belt, part of the Tintina Gold Province, that extends through the southeast Yukon and western NWT.

The Company has been compiling historical drilling, assays and technical studies on its Lentung tungsten property (see "Property Review – Lentung Property" below). For the 2026 exploration season, the Company is prioritizing drilling at Lentung, with the aim of outlining an NI 43-101 compliant tungsten resource for the property.

Financing

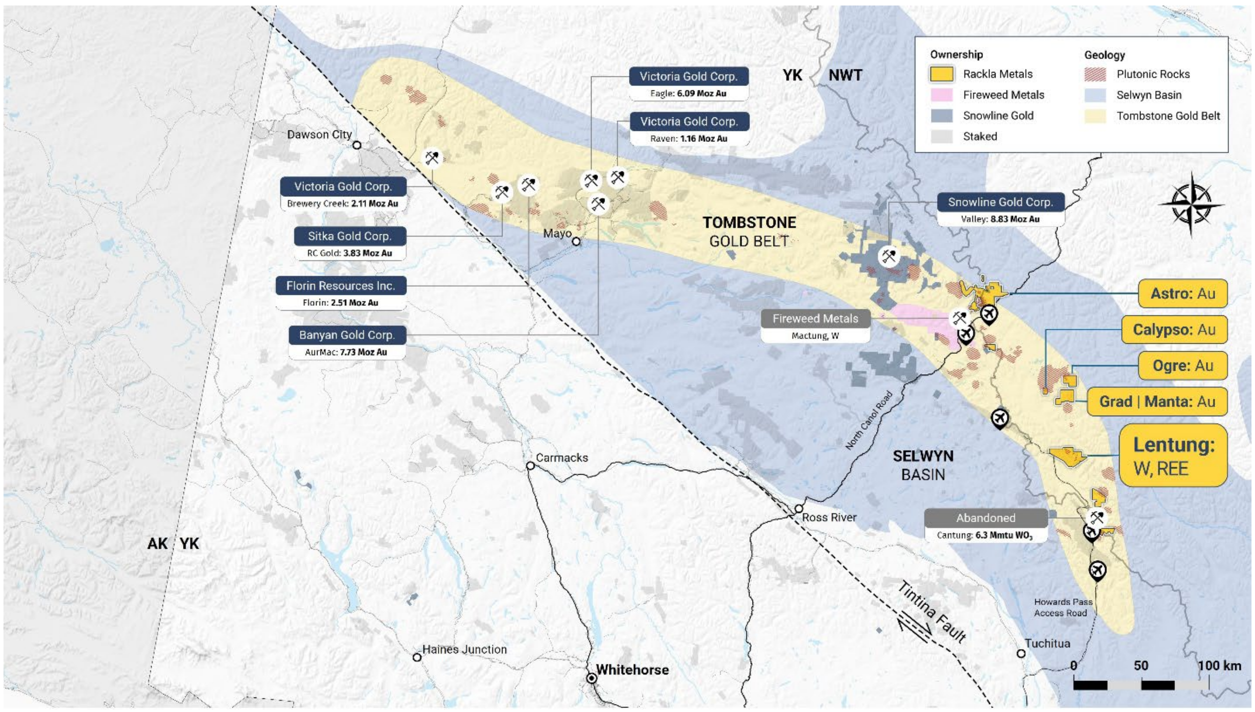
On May 25, 2026, the Company announced the completion of a non-brokered private placement financing of 16 million charity flow-through units at a price of $0.215 per unit, raising gross proceeds of $3.44 million. Each unit consisted of one flow-through common share of the Company and one-half of a warrant, with each whole warrant entitling the holder to purchase one non-flow-through common share of the Company at a price of $0.20 for 12 months following the closing of the financing.

The proceeds of this financing are being used for conducting exploration and drilling on the Company's Lentung tungsten property.

The Company has a solid financial position going forward with $9 million in the bank and is well positioned to advance its property interests in 2026.

Property Review

The Company's properties in the Tombstone Gold Belt are set out in yellow in the following location map:



Note: The contained metal endowment are a combination of measured, indicated and inferred resource estimates, to the degree that they have been estimated. References for the resources are included below under the heading "Technical Information".

Following the significant intrusive-related gold discovery made by Snowline Gold Corp. at the Rogue project within the Tombstone Gold Belt, Yukon, the Company's team has used their experience in the district to identify similar geological settings to the east along the Yukon-NWT border. As a result of this work, the Company acquired interests in several gold properties located in the Tombstone Gold Belt which lies within the Selwyn Basin and is prospective for Reduced Intrusion-related Gold Systems ("RIRGS").

In 2023 and 2024, the Company completed exploration and drilling of its properties and conducted regional exploration in the NWT portion of the Belt. The Company's current property holdings are described below, and more detailed information is available on the Company's website.

Tombstone Gold Belt Projects – Eastern Yukon and Western NWT

Lentung Property, NWT

During its 2025 regional program, the Company evaluated three Cretaceous intrusions at the historical Lened Tungsten Deposit area for gold potential. One of the stream sediment samples from Lened Creek returned a very strong gold anomaly of 6.5 g/t Au. This sample will be followed up in 2026.

While working in the region, the Company's crews found that much of the historic drill core from work on the tungsten deposit remained on the property. The Company became aware that the deposit was much more advanced than it had previously recognized, so the Company staked the deposit, acquiring nineteen claims covering a total of 19,800 hectares which are now known as the Lentung Property.

From 1977 to 1982, Union Carbide Exploration Corporation ("Union Carbide") explored the site intensively, advancing the project to pre-feasibility. Their work included detailed geological mapping, a variety of geochemical and geophysical surveys, metallurgical testing, drilling 26,900 metres in 178 holes, and economic and environmental studies. This work led to the discovery of another twelve tungsten occurrences over a 15 kilometre strike along the northeastern bank of Lened Creek.

By 1982, Union Carbide defined a resource that was for internal company purposes and not independently verified. The results prompted the company to prepare an internal feasibility study that envisioned an open pit mine with mill throughput of 325 tonnes/day operating 365 days/year. The average ore grade to the mill was estimated at 1.14% WO3, with 80% tungsten recovery to produce a 65% WO3 concentrate (Wollery, R.G., 1982).

Early in 1982, Union Carbide submitted the project to the Federal Environmental Assessment and Review Process (EARP) seeking a mine permit. However, due to declining tungsten prices, the company withdrew the application and paused all activities at the site. In 1984, a subsidiary of Union Carbide suffered a major environmental disaster at its pesticide plant in India. Struggling financially, Union Carbide was eventually taken over by Dow Chemical Corporation in 1999. There has been no exploration on the deposit since 1982.

Data Compilation by the Company

The Company has acquired the original Union Carbide files including original drill logs, assay sheets, mylar maps, metallurgical, environmental, resource, economic, and geophysical studies. Since December 2025, the Company has been scanning the files, performing Optical Character Recognition (OCR) and digitizing of the data. The extensive historic Union Carbide drill core from the 1970's and 1980's drilling campaigns remained on the property, and the Company has been recovering, over-boxing and cataloguing the original drill core stored at Lentung. Re-logging and selective re-sampling of this core will provide additional geological and analytical information to complement the 2026 drilling program.

Highlights of the Company's recent work at Lentung include:

- The Company has completed the compilation and digitization of extensive historical datasets, including drilling, assays and technical studies.
- Historical work by Union Carbide includes 26,900 metres of drilling across 178 holes, identifying 15 tungsten occurrences over a 15-kilometre strike length, highlighting significant scale and upside.
- Historical internal resource and feasibility work indicate robust economics, including average mill grades of 1.14% WO_3 and strong recovery assumptions.
- Deposit ranks among the highest-grade tungsten skarn systems globally and is located in close proximity to the world-class Cantung and Mactung tungsten deposits (USGS, Scientific Investigations Report 2020–5085).
- Digitized data will support modern 3D geological modelling, resource validation, and efficient targeting for upcoming drilling programs.

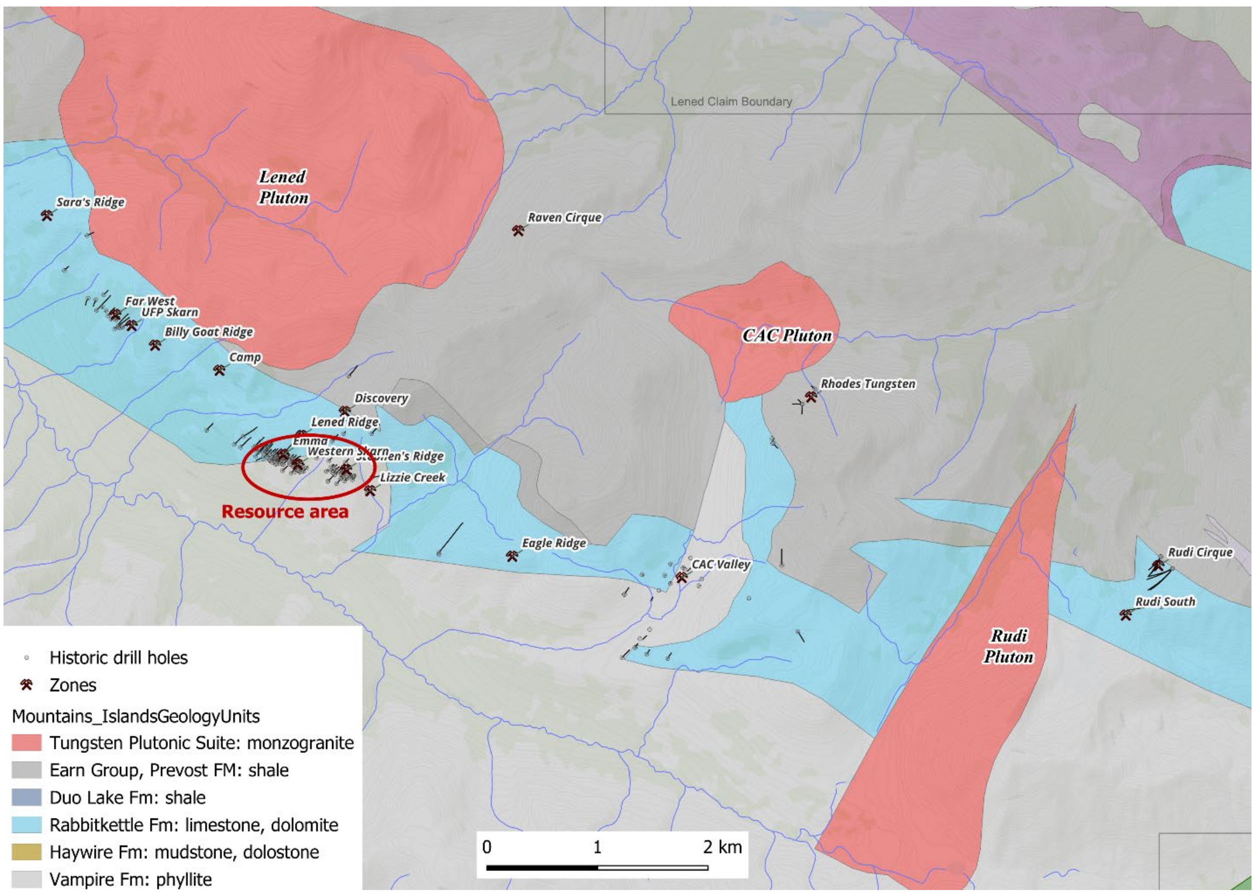
- 2026 program to include 10,000 metres of drilling focused on confirming historical resources and expanding near-surface mineralization, targeting an NI 43-101 resource.

Historical drill results and other technical information in this release are based on prior operator reporting and have not been independently fully verified by the Company. Reported intervals are down-hole intervals and do not represent true widths; further works are required to confirm this.

The review of the files to date has shown a quality dataset that is confirming a robust deposit with high-grade open pit potential. The historical resource estimate by Union Carbide was calculated for 3 of the 15 tungsten occurrences on the Lentung Property and ranks as one of the highest-grade tungsten skarn deposits in the world according to the US Geological Survey ranking of tungsten skarn deposits and it is located in a region that is renowned to host world class tungsten deposits which include the past producing Cantung mine and the Mactung deposit.

The tungsten mineralization at Lentung is hosted in altered limestone along the margins of mid Cretaceous alkalic (quartz monzonite) intrusions belonging to the Tungsten Suite (Lened, CAC and Rudi plutons, Figure 1). Mineralization consists of the tungsten mineral scheelite with minor copper and gold associated with the skarns. The mineral resource was calculated on the Emma, Western Skarn, and Stephen's Ridge occurrences.

Figure 1 – Lentung property mineralized showings, drill hole locations, geology and Cretaceous intrusions:



Elsewhere on the property tungsten skarn mineralization is observed where the quartz monzonite intrusions interact with limestone-bearing units to form an additional 12 skarn occurrences. These occurrences have undergone only minor exploration and drilling and further work on these is planned to determine if they could contain additional resources. Also, at other locations on the property where the intrusions encounter carbonate rocks like limestone and dolomite there is potential for tungsten skarn mineralization and the Company will be exploring this potential. Table 1 below lists some of the highlights from each of these other zones.

Table 1 – Lentung tungsten occurrences potential for resources:

Zone	# of drill holes	Highlights
Emma	27	Included in Union Carbide resource estimate
Western Skarn	44	Included in Union Carbide resource estimate
Stephen's Ridge	33	Included in Union Carbide resource estimate
Sara's Ridge	2	Surface showing requires followup
Hot Springs Ridge	15	1.53% WO_3 over 7.1 m in hole 9L50-B
UFP Skarn	0	Surface showing requires followup
Billy Goat Ridge	0	Soil tungsten anomaly requires followup
Camp	0	Surface showing requires followup
Discovery	6	1.26% WO_3 over 6.1m from surface trench
Lened Ridge	5	Channel samples up to 0.75% WO3 along the ridge
Lizzie Creek	4	4.5% WO_3 from surface sample. Source remains to be found.
Eagle Ridge	2	Soil geochemical anomaly requires followup
CAC Valley	19	1.75% WO_3 over 6.1 m in hole 9L62-H
Rhodes Tungsten	12	0.92% WO_3 over 8.0 m in hole RT-72-2
Rudi	9	0.94% WO_3 over 6.4 m in hole 82L165-J, 2.83% WO3 over 3.0 m in hole 82L166-J

2026 Drilling and Exploration Programs

In May 2026, the Company obtained a 5-year Type A Land Use Permit from the Sahtu Land and Water Board for the Lentung project. The permit allows for the establishment of a 49-person camp, drill-based mineral exploration program and the repair, maintenance, and use of existing trails and access routes at Lentung. The Lentung Project is now fully permitted for the 2026 exploration season.

On August 17, 2026, the Company announced that diamond drilling commenced at Lentung, marking the first new drilling on the property since 1982. In additional to drilling, the Company's 2026 plans for the Lentung project include:

1- establish a new 49-person camp on the site.
2- Clearing and repairing the 25 kilometres of existing roads and trails on site and the access trail to the Howards Pass Access Road.
3- Complete a property-wide LiDAR survey
4- Ground-based gravity survey
5- Drone-based magnetic survey and helicopter borne magnetics-radiometrics and VLF-EM survey

The 4,000-metre diamond drill program is focused on confirming historic Union Carbide results and establishing the geological and assay database required to support preparation of a modern NI 43-101 technical report and mineral resource estimate. Diamond drilling will initially test the grade, continuity and geometry of known tungsten mineralization to validate the historic work and support re-establishment of the resource using modern exploration standards. The program will also target extensions of known mineralization and deeper high-grade tungsten zones identified by historic scout drilling elsewhere along the 15-kilometre-long tungsten belt.

The Company also plans to complete approximately 6,000 metres of RC drilling, with the drill mobilized to Lentung on August 18. The RC program will focus on infilling and expanding tungsten mineralization within the Central Zone. The self-propelled RC drill is expected to provide a rapid and cost-effective means of testing multiple targets utilizing the recently re-established trail network.

The Company will also be conducting archaeological and environmental reviews to initiate the studies necessary for a mine permit application and to de-risk the project. This work will add to the historic studies that Union Carbide initiated and will include water, wildlife, vegetation and socio-economic studies.

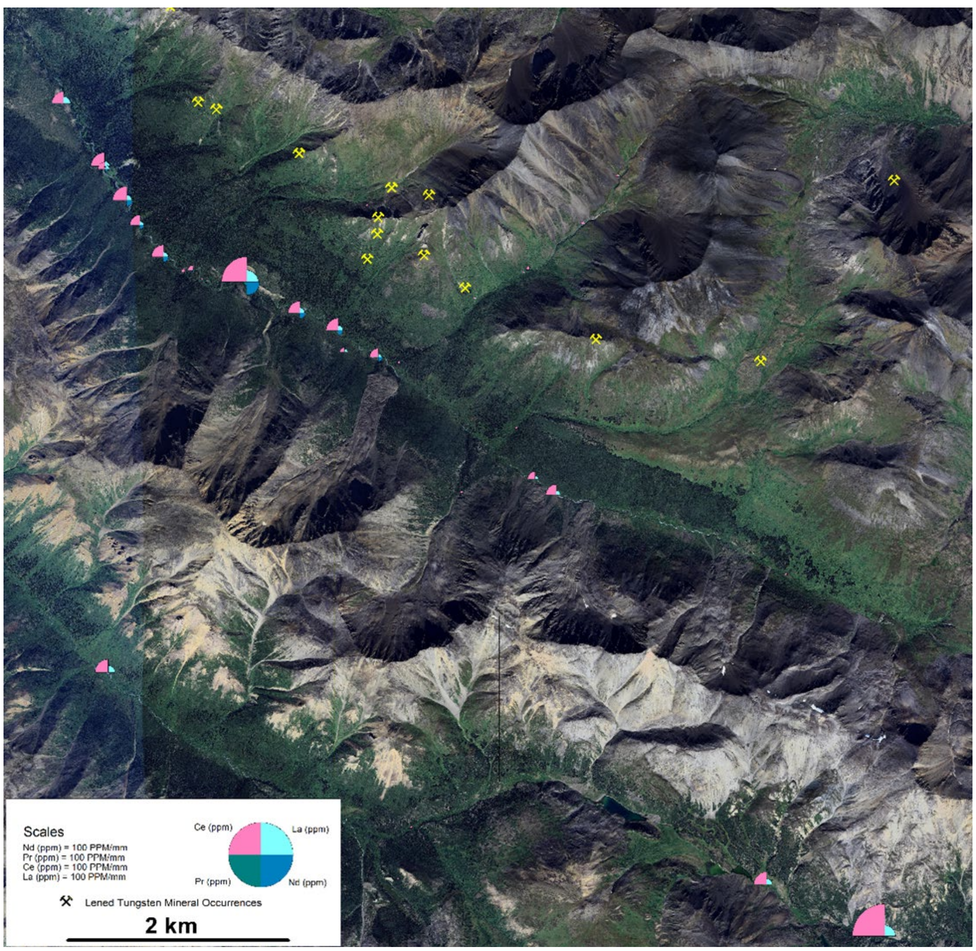
South Lened Rare Earths

Additionally, the Company's regional stream sediment sampling program along the Lened Creek returned some very intriguing anomalous rare earth element (REE) results (see Table 2 below). Eleven samples were collected at nominal 200 metre intervals covering a 2.4-kilometre stretch of Lened Creek. Researching government stream sediment sample data further, the Company found that the stream further to the southwest, South Lened Creek, also contained anomalous REE geochemistry. In Yukon and western NWT Government Regional Geochemical Survey (RGS) surveys analyzed for the rare earth elements La, Ce, Sm, Eu, Tb, Yb and Lu as well as the associated elements Y and Sc, the South Lened Creek area returned the highest La, Ce, Sm, Tb and Yb values in all of Yukon and western NWT and was in the top 5 for Eu, Lu, Y and Sc.

Table 2 – Rackla 2025 stream sediment sample rare earth element results from Lened Creek. (all amounts are ppm)

Sample	Lanthanum	Cerium	Praseodymium	Neodymium	Samarium	Europium	Gadolinium	Terbium	Dysprosium	Holmium	Erbium	Thulium	Yetturbium	Lutetium	Scandium	Yttrium	Total REEs
ST224811	358.0	677.0	96.5	338.0	64.5	12.3	62.7	8.0	38.6	7.0	18.2	2.0	12.0	1.6	13.1	233	1942.5
ST224812	731.0	1510.0	198.5	783.0	139.5	26.1	134.0	16.7	79.0	14.2	36.1	3.9	22.1	3.0	11.9	507	4216.0
ST224813	107.0	307.0	24.8	97.3	21.0	4.0	18.2	2.4	11.5	2.1	5.8	0.7	4.9	0.7	14.2	58.6	680.1
ST224814	102.0	216.0	23.5	96.0	21.7	3.9	15.8	1.9	8.6	1.5	4.2	0.5	3.7	0.5	13.2	41.2	554.3
ST224815	337.0	710.0	88.0	308.0	57.7	11.1	56.9	7.1	34.3	6.2	16.2	1.8	10.5	1.4	13.2	210	1869.3
ST224816	265.0	604.0	59.4	229.0	42.4	8.0	41.0	5.2	24.5	4.5	11.6	1.3	7.9	1.1	12.2	149.5	1466.5
ST224817	411.0	837.0	99.5	346.0	63.4	11.4	58.9	7.4	34.3	6.2	16.0	1.8	10.6	1.5	11.6	212	2128.4
ST224818	37.7	83.1	8.8	33.8	6.2	1.0	4.6	0.6	3.0	0.5	1.5	0.2	1.3	0.2	6.0	17.1	205.6
ST224819	370.0	818.0	88.0	303.0	54.7	10.2	51.9	6.4	29.8	5.4	13.7	1.5	8.4	1.2	12.4	186	1960.5
ST224829	227.0	523.0	69.1	256.0	52.0	9.6	49.0	6.4	31.5	5.7	15.3	1.7	10.1	1.4	15.8	185.5	1459.2
ST224830	267.0	730.0	75.0	273.0	52.5	9.9	49.7	6.5	31.4	5.7	14.8	1.7	9.9	1.3	15.5	181.5	1725.3

Figure 2 – South Lened Rare Earths stream sediment geochemistry rose diagram plot showing relative Ce, La, Pr and Nd values:



The smaller tributaries draining from the Lentung tungsten deposit on the northeast side of Lened Creek into Lened Creek were not anomalous for REEs, indicating that the source does not appear to be associated with the tungsten mineralization. With anomalies isolated to Lened Creek and South Lened Creek, it would appear that the source is the ridge in between. There is no documented history of exploration on this ridge, and, at this point, little is known about the geology of the ridge. Government regional geological mapping shows it as underlain by Neoproterozoic phyllite and clastic sediments. The Company believes that the phyllite and sediments on the ridge may host an orogenic carbonatite complex and plans to test this theory in 2026.

Historically, much of rare earth element production and supply has come from alluvial placer deposits. The Company also plans to evaluate the Lened and South Lened creeks in 2026 for the possibility of an economic placer occurrence.

Grad Property, NWT

In the summer of 2024, the Company staked the Grad Property in NWT, totalling five claims covering approximately 5,525 hectares, and staked four claims in 2025, bringing it to nine claims covering approximately 8,625 hectares. The Company has identified this area as prospective for RIRGS deposits. In 2024, the Company completed a limited 10-day program on the Property consisting of prospecting, rock, stream sediment and talus-fine sampling, an airborne geophysical survey and a photogrammetry survey, resulting in the discovery of the BiTe showing on the southern cliff face of the North Nahanni Pluton (NNP), which returned multi-gram gold results with associated anomalous bismuth and tellurium, a geochemical signature typical of a Reduced Intrusion-Related Gold System (RIRGS). As well, talus-fine sampling along the base of the cliff returned anomalous and consistent gold values over a 550m interval that averaged 1.06 g/t gold. Yet the 2025 drill program consisting of 4,500 metres in 10 holes failed to intersect significant mineralization at depth. The best result from the 2025 drill program was 2.56 g/t gold over 10.5 metres in hole G25-009 at the intrusive contact with the sediments. All the holes contained intensely veined intrusive; however, they returned long intervals of below detection limits for gold. These results were far below expectations surprising both the technical team and external analysts.

The Company is not planning any work at Grad in 2026.

Regional Exploration Targets

In 2025, the Company conducted regional exploration which led to the expansion of the claims on the Ogre property (two claims were initially staked in 2024) and the staking of the Calypso and Lentung properties. The Company staked an additional twenty-four claims, including the Lentung claims, in the region because of these findings.

<u>Calypso Target</u>

The Calypso property is located 13 kilometres to the west of Grad, on the southwestern tip of the O'Grady Batholith, a large Tombstone Suite intrusion. The initial discovery was made by follow-up of a Regional Geochemical Survey (RGS) stream sediment Au/Bi anomaly. Several narrow, sheeted quartz veins hosted in the granodiorite were observed. Large bismuthinite blebs were observed in quartz veins in a number of samples that returned multi-gram gold results. Talus sampling was conducted and a photogrammetry survey completed. The talus sampling defined an 800 m long anomaly that averaged 0.162 ppm Au. The target area is at an elevation of 1,800 metres and it is located on a north-facing cliff, so it will probably be late July before the Company can enter the area to get any significant mapping done. The plan for 2026 will include detailed geological mapping and additional surface sampling.

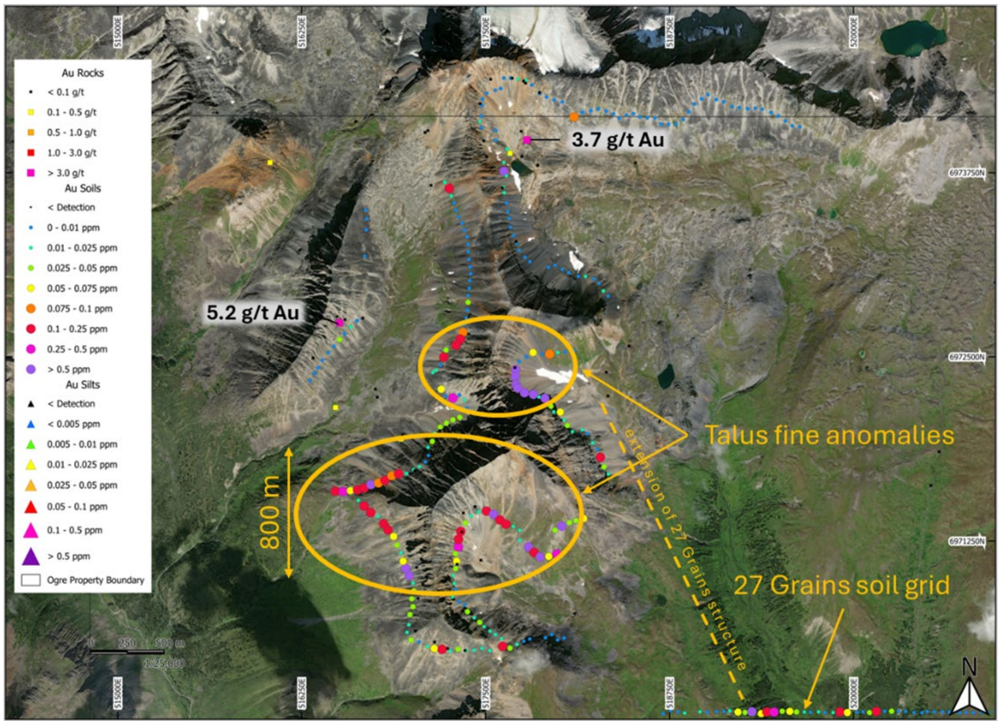
<u>Manta Target</u>

Several very high-grade gold-bearing rock grab samples were collected from skarnified sediments with sporadic quartz veining at Manta showing. Late in the season two chip-channel trenches were sampled across the sheeted vein system. The results indicate that, like at Grad, the veining is not necessarily the controlling factor for the gold mineralization. The company is not planning any work at Manta in 2026.

Ogre Target

Several sampling days were spent at Ogre and the adjacent 27 Grains target. Although stream and talus geochemistry identified some good anomalies only a few rock samples returned interesting gold numbers and those were mostly from altered sediments with associated high arsenic values.

Figure 3 – Ogre target surface rock and talus-fine sample gold results:



The 27 Grains target is the site of a government heavy mineral concentrate (HMC) sample that returned 27 gold grains from panning at a single sample site. The Company followed it up with panning above and below the site and obtained 1 to 3 "colours" per pan over a 500 m stretch of the creek. A 2.4 x 2.4-kilometre soil grid was established, and it defined a linear 1.5-kilometre-long coincident Au-Bi-As-Te anomaly. The target is underlain by sediments, and there does not appear to be intrusive rocks proximal. This target is looking to be an orogenic, vein-type target. The company is not planning any work at Ogre in 2026.

Astro Plutonic Complex, NWT

The Astro Plutonic Complex is located within the Tombstone Gold Belt at the Yukon-NWT border and is accessible from the North Canol road. The Complex includes three granodiorite to granite intrusions belonging to the Cretaceous-aged Tombstone & Tungsten Suites. Cretaceous intrusions in the Tombstone Gold Belt host significant Reduced Intrusion-Related Gold System (RIRGS) gold deposits such as the Fort Knox Mine in Alaska (12.1 Moz gold), the Eagle Mine in Yukon (7.8 Moz gold) and the newly discovered Valley gold occurrence belonging to Snowline Gold Corp. (8.83 Moz gold).

During the summer of 2024, the Company conducted soil and talus-fine sampling, prospecting, rock sampling, a photogrammetry survey and a 4-hole, 959 metre diamond drill program on the Astro Plutonic Complex (Astro West and Astro East). Results from the drill program were announced in September 2024.

Astro East Project

The Company owns a 100% interest, subject to a 2.5% NSR royalty interest, in the Astro East gold project, a 288 square kilometre exploration property located in the NWT along the Yukon border. The Property is centred around the Border Pluton, a granodiorite intrusion belonging to the Cretaceous-aged Tombstone Suite. Prior exploration has identified five gold-bearing skarn occurrences along the margins of the intrusion in the hornfels contact aureole (the Radio, Ultraviolet, Microwave, Gamma and Infrared occurrences).

In 2023, the Company conducted stream sediment, soil, talus and rock sampling, prospecting, geological mapping, airborne and ground geophysics and diamond drilling (12 holes, 2,041 metres). The highlights of this program were 0.26 g/t gold over 34.1 metres in hole AST-004, 0.49 g/t gold over 12.4 metres in hole AST-005 and 3.47 g/t gold over 3.1 metres in hole AST-007.

In 2024, the exploration program on Astro East was focused on the eastern portion of the Canol Trail Stock, in NWT. The program consisted of expanding the soil and talus fine sample grid eastwards, prospecting and rock sampling. The soil sample grid identified a strong, linear, coincident gold-antimony anomaly; however, prospecting, rock sampling and mapping was not able to identify what might be causing the anomaly.

No work was conducted on Astro East during the 2025 season.

Astro West Project

The Company owns a 100% interest, subject to a 2.5% NSR royalty, in two properties comprised of the HIT claims (24 claim units) and SER claims (376 claim units) in the Mayo Mining District, Yukon, along the NWT border. Together, these two properties are now referred to as the Astro West Project. The Astro West Project is located adjacent to the Astro East Project but on the Yukon side of the border and surrounds portions of three Cretaceous felsic intrusions in the Tombstone Gold Belt: Canol Trail Stock; Kelvin Stock; and a small portion of the Border Pluton. Each of theses intrusions exhibits features of a RIRGS including anomalous stream sediment geochemistry with gold-bismuth-tellurium-tungsten-arsenic association, a magnetic signature characteristic of RIRGS, structural preparation and sheeted-quartz veining and contact metasomatic alteration halo.

Canol Trail Stock is the most northerly intrusive body in the Astro Plutonic Complex and hosts the HIT Target. The Canol Trail Stock is a Tungsten Suite monzogranite that measures 2.5 kilometres in diameter. In 2024, the Company expanded on soil and talus-fine sampling that was initiated in 2023 and identified a 2.4 square kilometre Au-Bi-As anomaly. The Company drilled 604 metres in 2 holes at HIT to follow up on drill results from 2023 in holes HIT-003 and HIT-004 that intersected 129.8 metres grading 0.25 g/t gold and 45.5 metres grading 0.52 g/t gold, respectively. The 2024 holes were drilled to test the 2023 intercepts to the west, below and north. They encountered much less veining and sulphide mineralization, and the best result was 6.1 metres grading 0.69 g/t gold in hole HIT-006.

The Kelvin Stock is the southernmost intrusive body in the Astro Plutonic Complex and is 10 kilometres south of the Canol Trail Stock. The Kelvin Stock measures 2.2 kilometres in diameter and is a Tombstone Suite granite intrusion. It hosts the Peak and Cirque targets. In 2024, the Company expanded the soil sample grid at Peak and conducted additional prospecting and rock sampling on the western edge of the intrusion. The Company also drilled two holes (355 metres) on the Peak Target to test gold-bearing quartz-arsenopyrite veins observed on surface. The drill holes failed to encounter any significant mineralization.

The Company did not conduct any work on the Astro West Project during the 2025 season.

Black Claims, NWT

The Company owns 100% of the Black claims totalling six claims covering approximately 6,995 hectares in the Tungsten District of the Tombstone Gold Belt, NWT.

The Company completed a short program of stream sediment sampling and prospecting and flew an airborne geophysical survey in the summer of 2023. Over the winter of 2023-24, the Company compiled historic work and identified significant gold anomalies from rock and trench sampling on the property. Thirty-seven of 77 (48%) of surface rock and trench samples returned >0.5 g/t Au, with a peak value of 27.5 g/t Au from quartz-arsenopyrite veins.

In 2024, the Company carried out an extensive soil sampling and prospecting program on the property. The soil sample grid defined an arsenic-in-soil anomaly that measures 1.8 kilometres by 500 metres with values up to 19,190 ppm arsenic and a coincident gold anomaly with values up to 0.51 ppm gold. Prospecting and rock sampling at Black returned 3 grab samples from quartz-arsenopyrite veins containing 1.11, 1.37 and 2.86 g/t gold. The mineralization observed at Black occurs in quartz-arsenopyrite veins hosted in sedimentary rocks distal to a Cretaceous intrusion and appears to be Orogenic, as opposed to RIRGS style.

The Company did not conduct any work on the Black claims during the 2025 season.

Flat Claims, NWT

The Company owns 100% of the Flat Claims totalling three claims covering approximately 2,567 hectares in the Tungsten District of the Tombstone Gold Belt, NWT. In 2023 and 2024, the Company conducted stream sediment sampling and prospecting at Flat. The program failed to return any significant values and no work was conducted during the 2025 season.

RAK Main Project, NWT

The Company owns 100% of the RAK Main claims targeting gold mineralization within the extension of the Tombstone Gold Belt in the Northwest Territories. The property comprises 3 claims covering approximately 1,623 hectares and is located 11 kilometres east of the Canol Road and Macmillan Pass airstrip, providing access to the property.

Multiple intrusive bodies belonging to the Cretaceous-age Tombstone, Tungsten and Mayo plutonic suites have intruded the Selwyn basin sediments within the Company's claims. Several large, polyphase plutons to 10 kilometres in diameter are accompanied by smaller stocks with surface exposures less than a kilometre. Conspicuous zones of contact metasomatism surround most of the intrusions within the area of the claims.

Previous work by operators in the Yukon side of the divide has recorded significant stream sediment gold anomalism that appears to be draining several of the intrusive bodies within the NWT. Recent mapping has identified stockwork veining within these intrusive bodies, especially so in the recessive valleys.

The intrusive bodies and gossanous contacts within the Company's claims are relatively unexplored. The Company did not do any work on the claims in 2024 and 2025.

Other Projects

Gossan Property, Yukon

The Company owns a 100% interest in 36 quartz claims covering approximately 7.5 square kilometres or 753 hectares in the Dawson Range Belt, Yukon. These claims are known as the Gossan Property and are located 100 kilometres west of Carmacks or 235 kilometres northwest of Whitehorse.

The Dawson Range Belt hosts the world class Casino porphyry copper-gold-molybdenum deposit, the Freegold Mountain porphyry-epithermal deposits, the Klaza epithermal deposit and numerous other porphyry-epithermal mineral occurrences. These deposits are associated with late-Cretaceous intrusions of the Casino Suite.

The Gossan property covers a large (1.8 x 1.0 kilometres) orange-red, gossanous, colour anomaly. Regional geochemical sample data from government sources have returned moderately anomalous values for copper, molybdenum and gold from streams draining the southern edge of the gossan. Enhanced interpretation of the Weighted Sums Model for Porphyry Copper Deposits indicates that these samples are within the 90-95th percentile for the porphyry copper-molybdenum deposit type.

Surprisingly, there is no record of any assessment work having been undertaken on the property. Preliminary observations on the ground have identified intense silica-pyrite alteration of the underlying volcanic rocks with disseminated pyrite content greater than 5%. The Company believes the intense orange-red gossan and silica-pyrite alteration is indicative of a porphyry-related hydrothermal alteration system at depth.

The Company completed an early summer program on the property in 2023 which consisted of stream sediment sampling, soil sampling and prospecting to evaluate the target for porphyry and/or epithermal copper-gold potential.

The Company did not conduct any work on the property during the 2025 season.

Technical Information

Historical resource estimates and metal endowment reported in this Interim MD&A include measured, indicated and inferred estimates unless otherwise indicated. Mineral resource estimates from NI 43-101 technical reports are believed to be relevant, reliable and the most current as of the date of the presentation. The Company's Qualified Person has not done any verification on these estimates.

NI 43-101 Technical Reports sources:

Delaney, B., Bakker, F.J., 2014. Technical Report on the Cantung Mine, Northwest Territories, Canada. Prepared for North American Tungsten Corporation Ltd. Effective date September 19, 2014.

Hantelmann, T., Jutras, M., Malhotra, D, 2025. Technical Report, Aurmac Property, Mayo Mining District, Yukon Territory, Canada. Prepared for Banyan Gold Corp. Effective date June 28, 2025.

Harvey, N., Gray, P., Winterton, J., Jutras, M., Levy, M., 2023. Technical Report, Eagle Gold Mine, Yukon Territory, Canada. Prepared for Victoria Gold Corp. Effective date December 31, 2022.

Jutras, M., 2022. Technical Report on the Raven Mineral Deposit, Mayo Mining District, Yukon Territory, Canada. Prepared for Victoria Gold Corp., Effective date September 15, 2022.

McCarthy, R., Saunders, E., Schmidt, I. G., Herrera, M., Miller, M., Jensen, S., Clarke, J., Dance, A., Burrell, H., Haggarty, S., Redmond, D., 2025. Independent Preliminary Economic Assessment for the Rogue Project Yukon, Canada. Prepared for Snowline Gold Corp. Effective date March 1, 2025.

Simpson, R. G., 2025. Florin Gold Project, Technical Report, Mayo and Dawson Mining Districts, Yukon Territory. Prepared for Gold Strike Resources Corp. Effective date December 5, 2025.

Simpson, R. G., 2026. RC Gold Project, NI 43-101 Technical Report, Dawson Mining District, Yukon Territory. Prepared for Sitka Gold Corp. Effective date February 25, 2026.

Non NI 43-101 Reports and Data:

The Company has obtained original data and internal company documents from Union Carbide Exploration Corporation that dates from 1977 to 1985. This data includes original drill logs, geochemistry, metallurgical, environmental, engineering and economic studies and reports. This Interim MD&A also references government publications and journal articles that reference these studies. The data, reports and articles are not NI 43-101 compliant and have not been verified by a Qualified Person. The Company is not treating these as current. Accordingly, investors should not place undue reliance on this information.

Non NI 43-101 Reports and Articles:

Burston, M. J., 1983. The Lened Tungsten Deposit 1982 Report. Union Carbide Exploration Corp. internal company year-end report dated January 1983.

USGS, Scientific Investigations Report 2020–5085, Grade and Tonnage Model for Tungsten Skarn Deposits—2020 Update. From Forster, C.N., Burson, M.J., and Glover, J.K., 1979, The Lened tungsten deposit—Oral presentation at the 7th Geoscience Forum, Whitehorse, Yukon Territory, December 2–4, 1979.

Wollery, R.G., 1982. Union Carbide Exploration Corporation, Metals Division, Lened Project, Operating Cost Estimate. Union Carbide internal company memorandum dated November 10, 1982.

Qualified Person

Qualified Person: Scott Casselman, B.Sc., P.Geo., Vice-President Exploration of the Company, is a member of the Association of Professional Engineers and Geoscientists of British Columbia and is the Company's Qualified Person as defined by National Instrument 43-101. Mr. Casselman is responsible for the accuracy of and has approved the technical information in this Interim MD&A.

Results of Operations

During the period ended June 30, 2026, the Company incurred a net loss of $1,698,129, compared to a loss of $1,343,749 for the period ended June 30, 2025, an increase of $354,380. Significant expenses for the six-month periods are as follows:

	Six months ended June 30, 2026	2025
Exploration expenditures	$ 1,409,471	$ 430,545
General and administrative:		
Amortization	38,995	23,382
Consulting fees	26,042	36,458
Directors' fees	20,000	27,500
Management fees	54,000	54,000
Office and administration	64,622	58,539
Salaries and benefits	124,894	88,075
Share-based payments	16,355	394,354
Shareholder communications	257,173	277,769
Travel and accommodation	59,580	33,067

The higher net loss for the current period is due to current period exploration expenditures being $978,926 higher than the comparative period. Exploration costs for the current period primarily relate to activity on the Company's Lentung property in the NWT while activity during the comparative period primarily relates to the Company's Grad property in the NWT.

General and administrative expenses for the current period totaled $693,378 compared to $1,019,797 in the comparative period, a decrease of $326,419. The comparative period's total general and administrative expense was higher due to that period's share-based payments expense being higher by $377,999. The share-based payment expense for both the current and comparative periods relate to options that were granted and fully vested during the respective periods. There were 1,890,000 options granted during the comparative period compared to 500,000 for the current period. Other notable cost decreases for the current period were a reduction of $20,596 in shareholder communications and $10,416 in consulting fees. Shareholder communication costs include promotional and advertising campaigns while consulting fees for both periods relate to a financial advisory services agreement that expired before the current period-end. Notable cost increases for the current period involved salaries and benefits and travel and accommodation which increased by $36,819 and $26,513, respectively. Salaries and benefits costs were higher primarily due to personnel recruitment fees. Travel and accommodation costs were higher due to more conference and tradeshow participation. Amortization expense for the current period was also higher by $15,613 due to the purchase of various exploration equipment and the lease of all-terrain vehicles which are recorded as right-of-use assets.

The net losses for the current and comparative periods were reduced by a recovery on flow-through liability of $279,350 and $46,562, respectively. A flow-through share liability is the result of flow-through shares having a price exceeding a non-flow-through share price. The flow-through share liability is settled as eligible flow-through expenditures are incurred with the offset being recorded as a recovery on flow-through share liability on the comprehensive statement of profit or loss.

Interest income for the current period totaled $125,370 compared to $60,843 for the comparative period, an increase of $64,527. This increase was due to an influx of capital during the latter part of the 2025 fiscal year along with additional capital raised during the current period that is subject to earning interest.

Liquidity and Capital Resources

The Company is in the exploration stage and therefore has no cash flow from operations.

During the period ended June 30, 2026, a total 3,500,001 share purchase warrants were exercised, providing proceeds of $525,000.

In May 2026, the Company raised total gross proceeds of $3,440,000 by way of a charity flow-through private placement with the flow-through commitment for this equity financing being $3,424,000. The flow-through funds must be spent on flow-through eligible expenditures by December 31, 2027. As of June 30, 2026, the Company has incurred $938,442 of its flow-through commitment, leaving a balance of $2,485,558 yet to be incurred.

If the Company does not spend its remaining flow-through funds in compliance with the Government of Canada flow-through regulations, it may be subject to indemnification or other claims by the flow-through subscribers.

The funds from the above warrant exercises and the Company's existing non-flow-through capital are being used for mineral property acquisitions, non-flow-through eligible exploration expenditures, and general working capital purposes.

As at June 30, 2026, current assets were $11,928,224 and current liabilities were $1,435,332, resulting in working capital of $10,492,892. Current assets include cash of $11,716,148, of which $2,485,558 is reserved for flow-through eligible exploration activities during the 2026 fiscal year. Current liabilities include a flow-through share liability of $744,650 which is the result of flow-through shares having a price exceeding a non-flow-through share price. The flow-through share liability is settled as eligible flow-through expenditures are incurred with the offset being recorded as a recovery on flow-through share liability on the comprehensive statement of profit or loss.

The Company expects its current capital resources to be sufficient to cover its planned exploration activity, including its existing flow-through expenditure commitments, and corporate operating costs through the next twelve months. Actual funding requirements may vary from those planned due to a number of factors, including the level of exploration activity and possible property acquisition opportunities.

Commitment

During the 2024 fiscal year, the Company entered into a shared operating lease agreement with two other related publicly listed companies (the "Lessees") for its office premises and each paid a security deposit of $3,907. The term of the lease is five years, commenced January 1, 2025, and includes an early termination option whereby the Lessees can terminate the lease upon the third anniversary date with a payment equal to two months gross rent. The Company's portion of annual commitments under the lease, if the early termination option is not exercised, are as follows:

2026	$	19,363
2027		43,759
2028		41,612
2029		44,648
	$	**149,382**

Related Party Transactions

See Note 13 of the condensed interim financial statements for the six months ended June 30, 2026 for details of related party transactions which occurred in the normal course of business.

Other Data

Additional information related to the Company is available for viewing at www.sedarplus.ca.

Share Position and Outstanding Warrants and Incentive Options

As at the date of this Interim MD&A, the Company had 182,449,947 common shares issued and outstanding and the following share purchase warrants and incentive stock options are currently outstanding:

SHARE PURCHASE WARRANTS

No. of warrants	Exercise price	Expiry date
8,000,000	$0.20	May 22, 2027
928,856	$0.215	May 22, 2027
8,928,856		

INCENTIVE STOCK OPTIONS

No. of options	Exercise price	Expiry date
305,000	$0.10	May 2, 2029
1,590,000	$0.365	January 9, 2033
655,000	$0.20	April 3, 2035
1,000,000	$0.25	April 16, 2035
250,000	$0.15	June 3, 2036
250,000	$0.15	June 11, 2036
1,900,000	$0.18	August 10, 2036
5,950,000		

Accounting Policies and Basis of Presentation

The Company's significant accounting policies are presented in the audited financial statements for the year ended December 31, 2025.

Future Accounting Changes

The Company will be required to adopt the following standards and amendments issued by the IASB as described below:

IFRS 18, *Presentation and Disclosure in Financial Statements*

IFRS 18 is a new standard that will replace *IAS 1 Presentation of Financial Statements*, setting out a new presentation requirement for the statement of profit or loss, and providing new definitions and disclosures related to non-IFRS performance measures.

This standard will be effective for the Company's annual period beginning January 1, 2027 with early application permitted. The Company is currently assessing the impact of IFRS 18 on its financial statements.

Risks and Uncertainties

Mineral Property Exploration and Mining Risks

The business of mineral deposit exploration and extraction involves a high degree of risk. Few properties that are explored ultimately become producing mines. At present, none of the Company's properties has a known commercial ore deposit. The main operating risks include securing adequate funding to maintain and advance exploration properties; ensuring ownership of and access to mineral properties by confirmation that option agreements, claims and leases are in good standing; and obtaining permits for drilling and other exploration activities.

Joint Venture Funding Risk

The Company's strategy includes seeking partners when appropriate through joint ventures to fund exploration and project development. The main risk of this strategy is that funding partners may not be able to raise sufficient capital in order to satisfy exploration and other expenditure terms in a particular joint venture agreement. As a result, exploration and development of one or more of the Company's property interests may be delayed depending on whether the Company can find another partner or has enough capital resources to fund the exploration and development on its own.

Commodity Price Risk

The Company is exposed to commodity price risk. Declines in the market price of precious and base metals and other minerals may adversely affect the Company's ability to raise capital or attract joint venture partners in order to fund its ongoing operations. Commodity price declines could also reduce the amount the Company would receive on the disposition of one of its mineral properties to a third party.

Financing and Share Price Fluctuation Risks

The Company has limited financial resources, has no source of operating cash flow and has no assurance that additional funding will be available to it for further exploration and development of its projects. Further exploration and development of one or more of the Company's projects may be dependent upon the Company's ability to obtain financing through equity or debt financing or other means. Failure to obtain this financing could result in delay or indefinite postponement of further exploration and development of its projects which could result in the loss of one or more of its property interests.

Securities markets have at times in the past experienced a high degree of price and volume volatility, and the market price of securities of many companies, particularly those considered to be exploration stage companies such as the Company, have experienced wide fluctuations in share prices which have not necessarily been related to their operating performance, underlying asset values or prospects. There can be no assurance that these kinds of share price fluctuations will not occur in the future, and if they do occur, how severe the impact may be on the Company's ability to raise additional funds through equity issues.

Political and Regulatory Risks

The Company is currently operating in Canada which has a stable political and regulatory environment. However, changing political aspects may affect the regulatory environment in which the Company operates, and no assurances can be given that the Company's plans and operations will not be adversely affected by future developments. Any property interests held and any proposed exploration or development activities by the Company may be subject to political, economic, and other uncertainties, including the risk of expropriation, nationalization, renegotiation or nullification of existing contracts, mining licenses and permits or other agreements, and changes in laws or taxation policies.

Insured and Uninsured Risks

In the course of exploration, development and production of mineral properties, the Company is subject to a number of hazards and risks in general, including adverse environmental conditions, operational accidents, labor disputes, unusual or unexpected geological conditions, changes in the regulatory environment and natural phenomena such as inclement weather conditions, floods, and earthquakes. Such occurrences could result in damage to the Company's properties or facilities and equipment, personal injury or death, environmental damage to properties of the Company or others, delays, monetary losses, and possible legal liability.

Although the Company may maintain insurance to protect against certain risks in such amounts as it considers reasonable, its insurance may not cover all the potential risks associated with its operations. The Company may also be unable to maintain insurance to cover these risks at economically feasible premiums or for other reasons. Should such liabilities arise, they could reduce or eliminate future profitability and result in increased costs, have a material adverse effect on the Company's results and a decline in the value of the securities of the Company.

Environmental and Social Risks

The activities of the Company are subject to environmental regulations issued and enforced by government agencies. Environmental legislation is evolving in a manner that will require stricter standards and enforcement and involve increased fines and penalties for non-compliance, more stringent environmental assessments of proposed projects, and a heightened degree of responsibility for companies and their officers, directors, and employees. There can be no assurance that future changes in environmental regulation, if any, will not adversely affect the Company's operations. Environmental hazards may exist on properties in which the Company holds interests which are unknown to the Company at present. The activities of the Company may be subject to negotiations with local landowners or First Nations communities for access to conduct exploration and development work programs. The Company's operations could be significantly disrupted or suspended by activities such as protests or blockades that may be undertaken by individuals or groups within the community.

Competition

The Company will compete with many companies and individuals that have substantially greater financial and technical resources than the Company for the acquisition and development of its projects as well as for the recruitment and retention of qualified employees.