MILITARY METALS CORP.

CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
(Unaudited)
(Expressed in Canadian Dollars)

FOR THE NINE MONTHS ENDED MAY 31, 2026 AND 2025

NOTICE OF NO AUDITOR REVIEW OF CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

Under National Instrument 51-102, Part 4, subsection 4.3 (3) (a), if an auditor has not performed a review of the condensed consolidated interim financial statements, they must be accompanied by a notice indicating that an auditor has not reviewed the financial statements.

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

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

MILITARY METALS CORP.
CONDENSED CONSOLIDATED INTERIM STATEMENTS OF FINANCIAL POSITION
(Unaudited)
(Expressed in Canadian Dollars)
AS AT

		May 31, 2026		August 31, 2025
ASSETS				
Current				
Cash	$	1,488,582	$	1,607,125
Accounts receivable		648,221		76,769
Prepaid expenses		12,997		50,374
		2,149,800		1,734,268
Mineral properties (Note 3)		9,907,354		9,704,554
	$	12,057,154	$	11,438,822
LIABILITIES AND SHAREHOLDERS' EQUITY				
Current				
Accounts payable and accrued liabilities (Notes 3 and 6)	$	194,689	$	229,739
		194,689		229,739
Shareholders' equity				
Share capital (Note 5)		27,139,239		23,565,149
Reserves (Note 5)		5,421,407		2,473,075
Accumulated other comprehensive income and (loss)		(12,437)		9,171
Deficit		(20,685,744)		(14,838,312)
		11,862,465		11,209,083
	$	12,057,154	$	11,438,822

Approved and authorized by the Board on July 30, 2026.

"Mick Carew" Director *"Scott Eldridge"* Director

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

MILITARY METALS CORP.
CONDENSED CONSOLIDATED INTERIM STATEMENTS OF LOSS AND COMPREHENSIVE LOSS
(Unaudited)
(Expressed in Canadian Dollars)

	Three months ended		Nine months ended	
	May 31, 2026	**May 31, 2025**	**May 31, 2026**	**May 31, 2025**
EXPENSES				
Accretion expense (Note 4)	$ -	$ -	$ -	$ 7,228
Business development	-	-	-	149,610
Consulting (Note 6)	150,362	131,817	592,456	218,705
Directors' fees (Note 6)	22,000	17,500	52,000	97,000
Exploration expenditures (Note 3)	144,376	126,402	1,097,550	309,238
Foreign exchange	(38,920)	10,303	(52,132)	22,149
Insurance	3,088	3,250	9,263	9,750
Interest expense (Note 4)	-	-	-	5,419
Investor relations	(434,470)	382,725	496,595	1,602,500
Listing fee	9,497	8,065	26,699	22,383
Management fees (Note 6)	37,500	30,000	105,000	85,000
Office and miscellaneous	148,704	71,405	274,271	154,677
Professional fees	35,562	15,937	144,195	251,731
Share-based compensation (Notes 5 and 6)	2,830,247	-	2,938,665	2,014,814
Shareholder communications and filing fees	7,868	3,000	36,851	50,748
Technology, marketing and web development	71,642	278,851	138,214	633,731
Transfer agent	1,165	1,898	14,266	18,752
Loss from operations	(2,988,621)	(1,081,153)	(5,873,893)	(5,653,435)
Dissolution of subsidiary	-	-	-	(75,519)
Gain on settlement (Notes 4 and 5)	-	-	-	(443)
Interest income	8,040	14,894	26,461	53,349
Net loss for the period	(2,980,581)	(1,066,259)	(5,847,432)	(5,676,048)
OTHER COMPREHENSIVE LOSS				
Foreign exchange loss on translating foreign operations	(1,611)	(4,165)	(21,608)	(4,102)
Comprehensive loss for the period	$ (2,982,192)	$ (1,070,424)	$ (5,869,040)	$ (5,680,150)
Basic and diluted loss per common share	$ (0.04)	$ (0.01)	$ (0.08)	$ (0.10)
Weighted average number of common shares outstanding	80,349,030	77,175,021	75,346,426	54,707,723

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

MILITARY METALS CORP.
CONDENSED CONSOLIDATED INTERIM STATEMENTS OF CASH FLOWS
(Unaudited)
(Expressed in Canadian Dollars)
FOR THE NINE MONTHS ENDED MAY 31,

	2026	2025
CASH FLOWS FROM OPERATING ACTIVITIES		
Net loss for the period	$ (5,847,432)	$ (5,676,048)
Non-cash items:		
Accretion expense	-	7,228
Accrued interest expense	-	5,419
Dissolution of subsidiary	-	75,519
Gain on settlement	-	443
Share-based compensation	2,938,665	2,014,814
Changes in non-cash working capital items:		
Accounts receivable	(571,452)	(13,391)
Prepaid expenses	15,769	(72,715)
Accounts payable and accrued liabilities	(35,050)	(6,273)
Net cash used in operating activities	(3,499,500)	(3,665,004)
CASH FLOWS FROM INVESTING ACTIVITIES		
Acquisition of 1509149 B.C. Ltd.	-	258,369
Acquisition of West Gore	-	(223,055)
Acquisition of Last Chance	-	(65,624)
Acquisition of mineral properties	(202,800)	-
Net cash generated used in investing activities	(202,800)	(30,310)
CASH FLOWS FROM FINANCING ACTIVITIES		
Private placement	2,999,840	-
Warrants exercised	684,250	2,742,551
Share issuance costs	(100,333)	-
Net cash generated by financing activities	3,583,757	2,742,551
Change in cash for the period	(118,543)	(952,763)
Cash, beginning of period	1,607,125	3,022,192
Cash, end of period	$ 1,488,582	$ 2,069,429

Supplemental disclosures with respect to cash flows (Note 7).

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

MILITARY METALS CORP.
CONDENSED CONSOLIDATED INTERIM STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY
(Unaudited)
(Expressed in Canadian Dollars)

	Share Capital							
	Number	Amount	Obligation to Issue Shares	Equity Portion of Convertible Debentures	Reserves	Accumulated Other Comprehensive Income (Loss)	Deficit	Total
Balance, August 31, 2024	31,337,206	$ 10,771,310	$ 15,000	$ 47,872	$ 229,681	$ (75,519)	$ (8,173,308)	$ 2,815,036
Acquisition of 1458205 B.C. Ltd.	10,000,000	8,900,000	-	-	-	-	-	8,900,000
Exercise of warrants	15,004,241	2,757,551	(15,000)	-	-	-	-	2,742,551
Issuance and conversion of convertible debentures	8,509,029	287,288	-	(47,872)	228,580	-	-	467,996
Shares for debt	600,000	384,000	-	-	-	-	-	384,000
Share-based compensation	-	-	-	-	2,014,814	-	-	2,014,814
Dissolution of subsidiary	-	-	-	-	-	75,519	-	75,519
Comprehensive loss for the period	-	-	-	-	-	(4,102)	(5,676,048)	(5,680,150)
Balance, May 31, 2025	65,450,476	23,100,149	-	-	2,473,075	(4,102)	(13,849,356)	11,719,766
Exercise of warrants	1,550,000	465,000	-	-	-	-	-	465,000
Comprehensive loss for the period	-	-	-	-	-	13,273	(988,956)	(975,683)
Balance, August 31, 2025	67,000,476	23,565,149	-	-	2,473,075	9,171	(14,838,312)	11,209,083
Private placement	8,332,888	2,999,840	-	-	-	-	-	2,999,840
Exercise of warrants	5,112,693	684,250	-	-	-	-	-	684,250
Share issuance costs	-	(110,000)	-	-	9,667	-	-	(100,333)
Share-based compensation	-	-	-	-	2,938,665	-	-	2,938,665
Comprehensive loss for the period	-	-	-	-	-	(21,608)	(5,847,432)	(5,869,040)
Balance, May 31, 2026	80,446,057	$ 27,139,239	$ -	$ -	$ 5,421,407	$ (12,437)	$ (20,685,744)	$ 11,862,465

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

1. NATURE OF OPERATIONS AND GOING CONCERN

Military Metals Corp. (with its subsidiaries, collectively, the "Company" or "Military") is a mineral exploration company that is primarily engaged in the acquisition and exploration of mineral properties. Military was incorporated under the *Business Corporations Act* (British Columbia) on January 9, 2020. The Company maintains its registered office at Royal Centre, 1500 – 1055 West Georgia Street, PO Box 11117, Vancouver, British Columbia, Canada V6E 4N7. The Company's principal place of business is 615 – 800 West Pender Street, Vancouver, British Columbia, Canada V6C 2V6. On August 19, 2024, the Company completed its change of business ("COB") to a mineral exploration company and changed its name from "X1 Entertainment Group Inc." to "Military Metals Corp". Military was previously a portfolio company that had targeted assets across the gaming, esports, media, and entertainment industries.

The Company trades on the Canadian Securities Exchange ("CSE") under the symbol "MILI". The Company is also listed on the OTCQB under the symbol "MILIF" and Frankfurt Stock Exchange ("FSE") under the symbol "QN90".

During the year ended August 31, 2025, the Company dissolved Rix.GG Europe Ltd.

During the year ended August 31, 2025, the Company completed its transactions with Molten Metals Corp. ("Molten"), 1458205 B.C. Ltd., ExplORE Resources Ltd. ("ExplORE"), and Amador Mining, LLC ("Amador") (Note 3).

Going Concern

These condensed consolidated interim financial statements have been prepared on a going concern basis, which contemplates that the Company will be able to realize its assets and discharge its liabilities in the normal course of business.

The Company reported a net loss for the period ended May 31, 2026 of $5,847,432 (2025 - $5,676,048) and at that date had an accumulated deficit of $20,685,744 (August 31, 2025 - $14,838,312). The Company will need to raise additional funds in the short term to continue to be able to operate, meet its commitments, and execute on its acquisitions as it moves towards profitable operations. Although the Company has been able in the past to obtain financing, there is no assurance that it will be able to obtain adequate financing in the future or that such financing will be on terms that are acceptable to the Company. These material uncertainties may cast significant doubt about the Company's ability to continue as a going concern. Accordingly, these condensed consolidated interim financial statements do not include any adjustments to the amounts and classifications of assets and liabilities that might be necessary should the Company be unable to continue as a going concern. Such adjustments could be material.

2. BASIS OF PREPARATION

Statement of compliance

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

Basis of presentation

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

Basis of consolidation

The condensed consolidated interim financial statements include the accounts of the Company and its wholly owned subsidiaries. The functional currency of the Military Metals Corp. is the Canadian dollar.

Subsidiary	Functional Currency	Jurisdiction
1458205 B.C. Ltd.	Canadian Dollar	Canada
Slovak Antimony Corp. s.r.o.	Euro	Slovakia
Rix.GG Europe Ltd.[1]	Euro	Malta

(1) Dissolved on November 27, 2024

All material intercompany transactions have been eliminated upon consolidation. A subsidiary is an entity over which the Company has control, where control indicates exposure or rights to variable returns and the ability to affect those returns through power over the investee.

Use of judgments and estimates

The preparation of these condensed consolidated interim financial statements requires management to make certain estimates, judgments and assumptions that affect the reported amounts of assets and liabilities at the date of the condensed consolidated interim financial statements and the reported expenses during the year. Actual results could differ from these estimates.

Estimates and judgments are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. Accounting estimates will, by definition, seldom equal the actual results. Revisions to accounting estimates are recognized in the period in which the estimates are revised and in any future periods affected.

2. BASIS OF PREPARATION (cont'd…)

Use of judgments and estimates (cont'd…)

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

- Going concern

  The assessment of the Company's ability to continue as a going concern and to raise sufficient funds to pay its ongoing operating expenditures and to meet its liabilities for the ensuing year, involves significant judgment based on historical experience and other factors, including expectation of future events that are believed to be reasonable under the circumstances.

- Business combinations

  Judgment is used in determining who is the acquiror and whether an acquisition is a business combination or an asset acquisition. The assessment required management to assess the relative ownership interests pursuant to the transaction and the inputs, processes and outputs of the entity or assets being acquired at the time of acquisition. The acquisition of 1458205 B.C. Ltd. was considered to be an asset acquisition (Note 3).

- Functional currency determination

  The functional currency of the Company and its subsidiaries is the currency of their respective primary economic environment, and the Company reconsiders the functional currency if there is a change in events and conditions, which determined the primary economic environment.

- Recovery of capitalized mineral property costs

  The Company capitalizes mining property acquisition costs which are to be amortized when production is attained or the balance thereof written off should the property be disproven through exploration or abandoned. The carrying value of the Company's mineral property is reviewed by management at least annually, or whenever events or circumstances indicate that its carrying value may not be recovered. If impairment is determined to exist, a formal estimate of the recoverable amount is performed, and an impairment loss is recognized to the extent that the carrying amount exceeds the recoverable amount.

- Discontinued operations

  Management exercises judgment in determining whether a component of the Company qualifies as a discontinued operation, including assessing whether it represents a separate major line of business or geographical area and whether its sale is highly probable.

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

- Share-based payments

  The fair value of non-cash compensation which may impact the value of assets acquired and goodwill in a business combination at acquisition dates or the fair value of employee share-based compensation is limited by the Black-Scholes option pricing model and fair value estimates that incorporate market data involving uncertainty in estimates used by management. The Black-Scholes option pricing model has subjective assumptions including the expected volatility of the Company's share price, expected exercise dates and forfeiture rates.

(Expressed in Canadian Dollars)

2. BASIS OF PREPARATION (cont'd…)

Use of judgments and estimates (cont'd…)

- Convertible debentures

  Convertible debentures are separated into their liability and equity components using the residual method. The fair value of the liability component at the time of issue is determined based on the estimated borrowing rate for a similar instrument without the conversion feature, which is subject to measurement uncertainty. Upon conversion, the carrying value of the equity portion is transferred to share capital and reserves using the relative fair value approach. The determination of the fair value of the warrants issued upon conversion is measured using the Black-Scholes option pricing model and fair value estimates that incorporate market data involving uncertainty in estimates used by management, as described above.

3. MINERAL PROPERTIES

Title to mineral properties involves inherent risks due to the difficulties of determining the validity of certain claims as well as the potential for problems arising from the frequently unreliable conveyance history characteristics of many mineral properties. The Company has investigated title of all of its mineral properties and to the best of its knowledge the properties are in good standing.

Manson Bay Project

On February 7, 2024, the Company entered into a definitive asset purchase agreement (the "Manson Bay Agreement") with SKRR Exploration Inc ("SKRR"), an unrelated party, pursuant to which the Company has agreed to acquire 100% legal and beneficial interest in thirteen contiguous mineral claims totaling 4,293 hectares in the province of Saskatchewan, known as the Manson Bay Project ("Manson Bay") for a consideration of 1,000,000 common shares in the capital of the Company. The price of each common share was based on the date of issuance of $0.57 resulting in a total value of consideration shares issued of $570,000 prior to the estimated fair value discount. Additionally, the Company incurred $240,337 in related acquisition costs.

The allocation of consideration transferred of the 1,000,000 common shares (the "SKRR Shares") is summarized as follows:

Purchase Price		
1,000,000 shares at $0.57	$	570,000
Acquisition costs		240,337
Fair value discounted adjustment on the 1,000,000 common shares(1)		(210,404)
Total consideration after discount	$	599,933

(1) The SKRR Shares are subject to contractual resale restrictions that result in 50% of the SKRR Shares being released 4 months following the closing date, 25% being released 6 months following the closing date and the remaining 25% being released 8 months following the closing date. The value of the SKRR Shares is estimated using an option model to estimate the discount related from the contractual restriction. The following assumptions were used in the option model: share price of $0.57, expected life of 1 year, expected volatility of 149%, risk free interest rate of 3.44%, and a dividend yield of 0%.

Pursuant to the terms and conditions of the Manson Bay Agreement, the Company has agreed to acquire (i) 100% of SKRR's rights, title, and interest in the Property, and (ii) all data and information in the possession of SKRR with respect to Manson Bay and the activities conducted thereon (the "Data and Information", and together with Manson Bay, the "Purchased Assets").

A third party will receive a 2% net smelter return ("NSR"), subject to a buydown to 1% at the option of the Company by paying the third party $1,000,000 in cash, pursuant to the terms and conditions of a previous acquisition agreement.

3. MINERAL PROPERTIES (cont'd…)

West Gore Project

On September 24, 2024, the Company completed an asset purchase agreement (the "West Gore Agreement") to acquire a series of mineral claims in the province of Nova Scotia, known as the West Gore Antimony Project ("West Gore"). The Company purchased the mineral claims from Molten for consideration of $85,000 in cash. Additionally, the Company incurred $16,663 in acquisition costs.

Claims Surrounding West Gore

On February 21, 2025, the Company completed an asset purchase agreement with ExplORE to acquire further claims surrounding the West Gore project to consolidate the mineralized area. During the year ended August 31, 2025, the Company had paid $110,000 in cash and incurred $11,392 in acquisition costs. The Company has a 1-year option to acquire 100% of the interest in the licenses for $245,000 as follows:

(a) $10,000 paid by the Company on October 30, 2024 (paid);
(b) An additional $100,000 paid on the closing date (paid); and
(c) An additional $135,000 paid on or prior to the one year anniversary of the closing date which is included in accounts payable and accrued liabilities (paid).

During the nine months ended May 31, 2026, the Company has acquired 100% of the interest in the licenses.

Additionally, the sellers will receive a 3% NSR. The Company shall have the option and right to:

(a) Repurchase 1% of the NSR for a one-time payment of $500,000, thus reducing the NSR to 2%; and
(b) Subsequent to the repurchase of the 1% NSR, another repurchase of 1% of the NSR for a one-time payment of $1,000,000, thus reducing the NSR to 1%.

During the nine months ended May 31, 2026, the Company acquired additional claims for $40,000.

Brownfield Projects

On November 15, 2024, the Company completed an acquisition of 1458205 B.C. Ltd. (the "Target"), which amalgamated with 1509149 B.C. Ltd. such that the Company has acquired 100% of the issued and outstanding common shares in the capital of the amalgamated entity and Slovak Antimony Corp. s.r. o. ("SAC") (the "Brownfield Transaction"). In connection with the Brownfield Transaction, the Company issued 10,000,000 common shares in the capital of the Company. The market price of $0.89 per common share was based on the date of issuance, resulting in a total fair value of consideration of shares of $8,900,000. During the the nine months ended May 31, 2026, the Company exercised its buyback right to retire the 1% NSR for $162,800. There are no further royalties remaining.

The Brownfield Transaction resulted in the Company acquiring three mineral exploration projects in Slovakia, being the Trojarová antimony-gold project, the Tiennesgrund antimony-gold project, and the Medvedi tin project.

During the nine months ended May 31, 2026, the Company completed the technical report on the Trojarová project.

During the nine months ended May 31, 2026, the Ministry of the Environment of the Slovak Republic, cancelled the Company's exploration license on its Trojarová project. The Company is currently reviewing the decision in detail and assessing the full scope and implications of the decision. The Company does not accept the decision, and views it as being without appropriate justification, and will pursue all legal avenues available to it, including but not limited to an appeal to the Minister of the Environment, required to be submitted within 15 days of the date of the decision.

Subsequent to the nine months ended May 31, 2026, the Company formally filed an appeal letter to the Ministry of the Environment of the Slovak Republic regarding the recent decision.

There can be no assurance that any appeal or other legal proceedings commenced by the Company will be successful, or that the permit will be restored.

Under the concentration test of IFRS 3 Business Combinations, the Brownfield Transaction was determined to be an asset acquisition with substantially all of the fair value of the net assets acquired were attributable to the mineral properties of SAC.

(Expressed in Canadian Dollars)

3. MINERAL PROPERTIES (cont'd…)

Brownfield Projects (cont'd…)

The following table summarizes the consideration paid and assets acquired under the Brownfield Transaction:

Consideration paid and mineral properties acquired:		
Share payment	$	8,900,000
Acquisition costs		72,511
Total consideration paid	$	8,972,511
Comprising:		
Cash	$	309,722
Accounts receivable		15,000
Accounts payable and accrued liabilities		(33,153)
Mineral properties		8,680,942
Net assets acquired	$	8,972,511

Last Chance Project

On February 14, 2025, the Company completed an asset purchase agreement (the "Last Chance Agreement") with Amador, to acquire the past-producing Last Chance antimony-gold property in Nevada, United States. The Company purchased the mineral claims from Amador for consideration of US$45,000 ($63,727) in cash and incurred $1,897 in acquisition costs. Additionally, Amador will receive a 2% NSR.

Mineral Property Interests

Details of the mineral property balance is as follows:

	Manson Bay *Canada*	**West Gore** *Canada*	**Brownfield** *Slovakia*	**Last Chance** *United States*	**Total**
Balance, August 31, 2024	$ 599,933	$ -	$ -	$ -	$ 599,933
Acquisition costs	-	358,055	8,680,942	65,624	9,104,621
Balance, August 31, 2025	599,933	358,055	8,680,942	65,624	9,704,554
Acquisition costs		40,000	162,800	-	202,800
Balance, May 31, 2026	$ 599,933	$ 398,055	$ 8,843,742	$ 65,624	$ 9,907,354

(Expressed in Canadian Dollars)

3. MINERAL PROPERTIES (cont'd…)

Exploration Expenditures

The Company expended the following exploration and evaluation expenditures during the nine months ended May 31, 2026:

	Manson Bay *Canada*	**West Gore** *Canada*	**Brownfield** *Slovakia*	**Last Chance** *United States*	**Total**
Assays	$ -	$ 50,688	$ 109,521	$ 30,386	$ 190,595
Drilling	-	-	511,725	-	511,725
Field office	600	8,246	968	-	9,814
Geological and geophysical	16,680	167,276	148,033	12,011	344,000
Travel, logistics & camp costs	-	9,489	-	31,927	41,416
Total, May 31, 2026	$ 17,280	$ 235,699	$ 770,247	$ 74,324	$ 1,097,550

The Company expended the following exploration and evaluation expenditures during the nine months ended May 31, 2025:

	Manson Bay *Canada*	**West Gore** *Canada*	**Brownfield** *Slovakia*	**Last Chance** *United States*	**Total**
Field office	$ 8,789	$ -	$ 1,320	$ -	$ 10,109
Geological and geophysical	79,022	21,393	140,789	20,564	261,768
Travel, logistics & camp costs	13,692	-	10,472	13,197	37,361
Total, May 31, 2025	$ 101,503	$ 21,393	$ 152,581	$ 33,761	$ 309,238

4. CONVERTIBLE DEBENTURES

5% Convertible debentures	
Balance, August 31, 2024	$ 454,907
Conversion into common share units - principal (Note 5)	(450,000)
Conversion into common share units - interest (Note 5)	(17,997)
Loss on settlement	443
Accretion expense	7,228
Accrued interest payable	5,419
Balance, August 31, 2025 and May 31, 2026	$ -

4. CONVERTIBLE DEBENTURES (cont'd…)

On November 15, 2023, the Company completed a non-brokered private placement of unsecured convertible debentures ("Debentures") for gross proceeds of $500,000 (the "Offering"). A portion of the Offering, $146,106, was completed through the distribution of Debentures in settlement of existing loans.

The Debentures were to mature on the date (the "Maturity Date") that is 12 months from the date of issuance (the "Closing Date"). The principal amount of Debentures may be converted into Units of the Company (a "Debenture Unit"), in whole or in part, at the option of the holder, at any time following the Closing Date but on or before the Maturity Date, into Units at a price of $0.055 per Unit (such date of conversion being referred to herein as the "Conversion Date").

The Debentures bore interest at a rate of 5.0% per annum from the Closing Date, payable on the earlier of the Maturity Date or the Conversion Date. The Company had the right to pay all accrued and unpaid interest either in cash or in Units at a price of $0.055 per Unit, in its sole discretion, and on the Maturity Date also had the right to convert the principal amount of the Debentures into Units rather than repay in cash.

Each Debenture Unit consists of one common share (a "Share") and one Share purchase warrant (a "Convertible Warrant"). Each Convertible Warrant will entitle the holder thereof to acquire one additional Share at a price of $0.055 per Convertible Warrant Share for a period of 24 months from the date of issuance.

For accounting purposes, the Debentures were separated into their liability and equity components using the residual method. The fair value of the liability component at the time of issue was determined based on discounting the expected cash flows at an estimated rate of 17.50% for debentures without the conversion feature. The fair value of the equity component was determined as the difference between the face value of the convertible debenture and the fair value of the liability component. After initial recognition, the liability component was carried on an amortized cost basis and was accreted to its face value over the term to maturity of the convertible debentures at an effective rate of 17.50%.

In the year ended August 31, 2025, the Company settled $467,997 in Debentures through the issuance of 8,509,029 common shares, of which, $450,000 represented the principal value and $17,997 in accrued interest, through the issuance of Units (Note 5(b)).

During the nine months ended May 31, 2026, the Company incurred interest expense of $nil (2025 - $5,419) and accretion expense of $nil (2025 - $7,228) on the Debentures, which has been recorded on the condensed consolidated interim statement of loss and comprehensive loss.

5. SHARE CAPITAL AND RESERVES

a) Authorized share capital

Unlimited number of common shares without par value.

b) Issued share capital

Period ended May 31, 2026

The Company completed a non-brokered private placement of 8,332,888 units at a price of $0.36 for gross proceeds of $2,999,840. Each unit is comprised of one common share in the capital of the Company and one-half warrant. Each warrant entitles the holder thereof to acquire one additional common share at a price of $0.55 per warrant share for a period of 12 months from the date of closing. The Company paid $49,321 in finders' fees and issued 137,003 in finders' warrants. The Company recorded additional share issuance costs of $51,012.

The Company issued 5,112,693 common shares from warrant exercises for gross proceeds of $684,250.

(Expressed in Canadian Dollars)

5. SHARE CAPITAL AND RESERVES (cont'd…)

b) Issued share capital (cont'd…)

Year ended August 31, 2025

On September 23, 2024, the Company entered into a shares-for-debt transaction with certain creditors of the Company (the "Creditors") to settle an aggregate amount of $300,000 in debt (the "Debt") accrued through services provided by the Creditors to the Company (the "Debt Settlement"). In settlement and full satisfaction of the Debt, the Company issued 600,000 common shares in the capital of the Company (the "Debt Shares") at a fair value price of $0.64 per Debt Share. The Company recorded a loss on settlement of $84,000 in the condensed consolidated interim statements of loss and comprehensive loss.

On November 15, 2024, the Company issued 10,000,000 common shares valued at $8,900,000 pursuant to the Brownfield Transaction (Note 3).

The Company issued 16,554,241 common shares from warrant exercises for gross proceeds of $3,222,551.

The Company issued 8,509,029 Debenture Units, each consisting of one common share and one Convertible Warrant, to settle convertible debentures of $467,996 (Note 4).

c) Warrants

Warrant transactions are summarized as follows:

	Number of Warrants		Weighted Average Exercise Price
Balance, August 31, 2024	19,595,175	$	0.22
Exercised	(16,554,241)		0.20
Issued	8,509,028		0.055
Balance, August 31, 2025	11,549,962	$	0.14
Exercised	(5,112,693)		0.11
Expired	(499,998)		0.10
Issued	4,303,447		0.55
Balance outstanding and exercisable, May 31, 2026	10,240,718	$	0.33

Warrants outstanding as at May 31, 2026:

	Number outstanding	Number exercisable	Exercise price	Expiry date
Warrants	2,247,680	2,247,680	$ 0.30	August 22, 2026
	3,689,591	3,689,591	0.055	November 15, 2026
	4,303,447	4,303,447	0.55	December 4, 2026
	10,240,718	10,240,718		

As at May 31, 2026, the outstanding warrants had a weighted average remaining life of 0.62 (August 31, 2025 - 1.05) years.

(Expressed in Canadian Dollars)

5. SHARE CAPITAL AND RESERVES (cont'd…)

d) Stock options and share-based payments

The Company has a stock option plan under the policies of the CSE which will not exceed 10% of the issued common shares of the Company. The stock option exercise price under each stock option shall not be less than the market value of the Company's common shares on the date of grant. An option shall be granted as fully vested unless a vesting schedule is imposed by the Board as a condition of the grant date.

Stock option transactions are summarized as follows:

	Number of Options		Weighted Average Exercise Price
Balance, August 31, 2024	360,000	$	0.35
Granted	3,750,000		0.63
Balance, August 31, 2025	4,110,000		0.61
Forfeited	(300,000)		0.50
Granted	3,900,000		0.50
Balance outstanding and exercisable, May 31, 2026	7,710,000	$	0.56

Stock options outstanding as at May 31, 2026:

	Number outstanding	Number exercisable	Exercise price	Expiry date
Options	360,000	360,000	$ 0.35	June 21, 2029
	2,650,000	2,650,000	0.65	September 20, 2029
	200,000	200,000	0.95	November 7, 2029
	600,000	600,000	0.50	December 16, 2029
	300,000	300,000	0.50	November 4, 2030
	3,600,000	3,600,000	0.50	March 26, 2031
	7,710,000	7,710,000		

As at May 31, 2026, the outstanding stock options had a weighted average remaining life of 4,07 (August 31, 2025 - 4.09) years.

During the nine months ended May 31, 2026, the Company granted 3,900,000 (August 31, 2025 – 3,750,000) stock options with a weighted average fair value of $0.42 (August 31, 2025 - $0.54) per option. The Company recognized share-based payments expense of $1,627,165 (2025 - $2,014,814) for options granted and vesting during the period.

Share-based payments expense is estimated using the Black-Scholes option pricing model. The expected volatility assumption is based on comparable public companies as the Company has limited trading history. The risk-free interest rate assumption is based on yield curves on Canadian government zero-coupon bonds with a remaining term equal to the stock options' expected life. The Company uses historical data to estimate option exercise, forfeiture, and employee termination within the valuation model. The Company has not paid and does not anticipate paying dividends on its common shares. Charges for options that are forfeited before vesting are reversed from reserve. For those unexercised options that expire, the recorded value is transferred to deficit.

(Expressed in Canadian Dollars)

5. SHARE CAPITAL AND RESERVES (cont'd…)

d) Stock options and share-based payments (cont'd…)

The following weighted average assumptions were used for the Black-Scholes option-pricing model valuation of stock options vesting during the periods:

	Nine months ended May 31, 2026	Nine months ended May 31, 2025
Risk-free interest rate	3.18%	2.80%
Expected life of options	5 years	5 years
Expected annualized volatility	136%	134%
Dividend rate	-	-
Forfeiture rate	-	-

e) Performance share units

During the nine months ended May 31, 2026, the Company granted 6,600,000 performance share units ("PSU") to officers, directors, employees and consultants of the Company for a period of five years under the terms of the Company's incentive share unit plan, which was adopted on January 22, 2025. The performance criteria are as follows:

- 50% upon completion of a change of control event, as defined in the Company's incentive share unit plan; and
- 50% upon completion of a technical report with a mineral resource on any of the Company's mineral properties (completed).

The PSU represents the right to receive common shares of the Company upon vesting of the PSU based on the performance milestones noted above. The PSU expire on September 23, 2030.

During the nine months ended May 31, 2026, 500,000 PSUs were forfeited.

As the Company completed the technical report for the Trojarová project during the nine months ended May 31, 2026, 50% of the outstanding PSUs vested but had not yet been issued as of the period end. Based on the grant-date share price of $0.43 per PSU, the Company recognized share-based payments expense of $1,311,500 (2025 – $nil) related to the 3,050,000 PSUs that vested during the period.

6. RELATED PARTY TRANSACTIONS

Key management personnel comprise the officers and directors of the Company. Amounts paid or accrued to key management personnel are as follows:

	Nine months ended May 31, 2026	Nine months ended May 31, 2025
Consulting fees	$ 54,000	$ 54,000
Directors' fees	$ 52,000	$ 104,500
Management fees	$ 105,000	$ 85,000
Share-based compensation	$ 1,374,155	$ 876,173

(1) Directors' fee include fees to a former director of $nil (2025 - $42,000).

As at May 31, 2026, $30,704 (August 31, 2025 - $13,851) was included in accounts payable and accrued liabilities owing to key management personnel. Amounts recorded in accounts payable are non-interest bearing and subject to normal trade terms.

During the year ended August 31, 2025, the Company's key management personnel converted convertible debentures of $130,547 which equals the principal and accrued interest (Note 4).

(Expressed in Canadian Dollars)

7. SUPPLEMENTAL DISCLOSURES WITH RESPECT TO CASH FLOWS

		Nine months ended May 31, 2026		Nine months ended May 31, 2025
Finders' warrants issued (Note 5)	$	9,667	$	-
Shares for debt (Note 5)	$	-	$	384,000

8. FINANCIAL INSTRUMENTS AND RISK MANAGEMENT

Financial instruments

Cash, accounts receivables, accounts payable and accrued liabilities are carried at amortized cost. The Company considers that the carrying amount of these financial assets and liabilities measured at amortized cost to approximate their fair value due to the short-term nature of the financial instruments.

Fair value estimates of financial instruments are made at a specific point in time, based on relevant information about financial markets and specific financial instruments. As these estimates are subjective in nature, involving uncertainties and matters of significant judgment, they cannot be determined with precision. Changes in assumptions can significantly affect estimated fair values.

Financial risk factors

Credit risk

Credit risk is the risk of potential loss to the Company if the counterparty to a financial instrument fails to meet its contractual obligations. The Company's credit risk is primarily attributable to its liquid financial assets, including cash. The Company limits exposure to credit risk on liquid financial assets through maintaining its cash with high-credit quality financial institutions. As the Company's policy is to limit cash holdings to instruments issued by major international banks financial institutions, the credit risk is considered by management to be negligible. Accounts receivable include amounts due from the Government of Canada for input tax credits, which are not considered financial instruments. Accounts receivable are written off where there is no reasonable expectation of recovery due to supporting indicators. The Company considers these collectable in the short term and credit risk with respect to these amounts to be low.

Liquidity risk

Liquidity risk is the risk that the Company will not be able to pay financial instrument liabilities as they come due. As at May 31, 2026, the Company had working capital of $1,955,111 (August 31, 2025 - $1,504,529). The Company's financial obligations are limited to accounts payable and accrued liabilities. Accounts payable and accrued liabilities are substantively due within 30 days.

Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate due to changes in market interest rates. As at May 31, 2026, the Company's financial assets and financial liabilities are not exposed to interest rate risk due to their short-term nature and maturity.

Foreign currency risk

Following the dissolution of foreign operations, the Company's exposure to foreign currency risk has been substantially reduced. Financial instruments denominated in foreign currencies are not substantial. As at May 31, 2026, the Company has not hedged its exposure to currency fluctuations. The Company assessed its foreign currency risk as low as at May 31, 2026.

(Expressed in Canadian Dollars)

9. CAPITAL MANAGEMENT

The Company's capital management policy is to maintain a strong but flexible capital structure that optimizes the cost of capital, creditor and market confidence while sustaining the future development of the business.

The Company manages its capital structure and makes adjustments to it in light of changes in economic conditions. The Company's capital structure includes shareholders' equity of $11,862,465 (August 31, 2025 - $11,209,083). In order to maintain or adjust the capital structure, the Company may from time-to-time issue shares, seek debt financing, and adjust its capital spending to manage current and working capital requirements. The Company did not change its capital management policy during the period ended May 31, 2026. The Company is not subject to externally imposed capital requirements.

10. SEGMENTED INFORMATION

As at August 31, 2025 and May 31, 2026, the Company has one operating segment, the exploration and development of mineral resources.

The Company's non-current assets are situated as follows:

May 31, 2026	Canada	United States	Slovakia	Total
Mineral properties	$ 997,988	$ 65,624	$ 8,843,742	$ 9,907,354

August 31, 2025	Canada	United States	Slovakia	Total
Mineral properties	$ 957,988	$ 65,624	$ 8,680,942	$ 9,704,554