GIGAMETALS CORPORATION

Condensed Interim Consolidated Financial Statements

Six Months Ended June 30, 2026

Unaudited - Expressed in Canadian Dollars

NOTICE TO READER

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

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

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

Giga Metals Corporation
Condensed Interim Consolidated Statements of Financial Position
As at June 30, 2026 and December 31, 2025
Unaudited - Expressed in Canadian Dollars

	Notes	**June 30, 2026 $**	**December 31, 2025 $**
ASSETS			
Current assets			
Cash and cash equivalents	16	2,399,574	1,161,543
Receivables	3,12	35,715	23,548
Prepaid expenses and deposits		66,730	65,164
		2,502,019	1,250,255
Non-current assets			
Reclamation deposits		424,000	424,000
Equipment and right of use assets	4	461,655	523,532
Exploration and evaluation assets	4,5	22,629,950	21,925,117
		23,515,605	22,872,649
TOTAL ASSETS		**26,017,624**	**24,122,904**
LIABILITIES			
Current liabilities			
Trade payables and accrued liabilities	6,12	642,961	398,428
Lease obligation – short-term	8	40,530	32,090
Flow-through premium liability	7	261,354	169,954
		944,845	600,472
Non-current liabilities			
Lease obligation – long-term	8	29,168	53,648
Asset retirement obligations	9	590,000	590,000
		619,168	643,648
TOTAL LIABILITIES		**1,564,013**	**1,244,120**
EQUITY			
Share capital	10	74,045,261	72,022,962
Share-based payment reserve	11	11,790,325	11,659,267
Accumulated deficit		(64,538,096)	(63,966,104)
TOTAL EQUITY ATTRIBUTABLE TO OWNERS		**21,297,490**	**19,716,125**
NON-CONTROLLING INTEREST		**3,156,121**	**3,162,659**
TOTAL EQUITY		**24,453,611**	**22,878,784**
TOTAL LIABILITIES AND EQUITY		**26,017,624**	**24,122,904**

Nature and continuance of operations (Note 1)
Commitments (Notes 7 and 8)
Subsequent events (Note 16)

APPROVED ON BEHALF OF THE BOARD OF DIRECTORS:

DIRECTOR *"SCOTT LENDRUM"* **DIRECTOR** *"LYLE DAVIS"*

See accompanying notes to the condensed interim consolidated financial statements

Giga Metals Corporation
Condensed Interim Consolidated Statements of Comprehensive Loss
For the three and six months ended June 30, 2026 and 2025
Unaudited - Expressed in Canadian Dollars

		Three months ended		Six months ended	
			June 30,		June 30,
		2026	2025	2026	2025
	Notes	**$**	**$**	**$**	**$**
Operating expenses					
Depreciation	4	11,726	20,813	23,446	48,625
Consulting fees		2,700	8,100	5,400	8,100
Corporate communications and investor relations		69,743	88,859	147,580	193,153
Legal, accounting and audit	12	79,131	92,262	136,814	143,778
Management and directors fees	12	55,908	9,380	112,181	117,998
Office and general		76,778	69,176	139,931	141,955
Travel and accommodation		11,233	3,408	17,219	18,290
Stock-based compensation	10,11	39,044	10,582	77,658	36,418
		346,263	302,580	660,229	708,317
Other items					
Interest income		(9,678)	(550)	(14,670)	(831)
Finance charge on lease	8	2,916	5,061	6,073	5,837
Income from sublease of office	8,12	(443)	(422)	(866)	(845)
Bad debt expense	3,12	-	-	-	33,950
Flow-through premium income	7	(56,164)	-	(72,236)	
		(63,369)	4,089	(81,699)	38,111
Loss and comprehensive loss for the period		**(282,894)**	**(306,669)**	**(578,530)**	**(746,428)**
Loss and comprehensive loss for the period attributable to:					
Owners of the parent company		(279,413)	(303,891)	(571,992)	(739,865)
Non-controlling interest		(3,481)	(2,778)	(6,538)	(6,563)
		(282,894)	**(306,669)**	**(578,530)**	**(746,428)**
Loss per share attributable to the owners of the parent company – basic and diluted	10	**(0.00)**	**(0.00)**	**(0.00)**	**(0.01)**
Weighted average number of shares outstanding – basic and diluted	10	**150,105,474**	**109,979,329**	**134,739,087**	**107,795,527**

See accompanying notes to the condensed interim consolidated financial statements

Giga Metals Corporation
Condensed Interim Consolidated Statement of Changes in Equity
For the six months ended June 30, 2026 and 2025
Unaudited - Expressed in Canadian Dollars

	Notes	Share capital Number of shares #	 Amount $	Share-based payment reserve $	Accumulated deficit $	Total equity attributable to owners $	Non-controlling interest $	Total equity $
Balance at December 31, 2024		**105,587,461**	**69,726,865**	**11,428,578**	**(63,055,508)**	**18,099,935**	**3,066,052**	**21,165,987**
Private placement of units		4,570,000	457,000	-	-	457,000	-	457,000
Share issuance costs								
Cash finders' fees		-	(14,120)	-	-	(14,120)	-	(14,120)
Finders' warrants		-	(1,211)	1,211	-	-	-	-
Other fees		-	(7,004)	-	-	(7,004)	-	(7,004)
Stock-based compensation		-	-	36,418	-	36,418	-	36,418
Comprehensive loss for the period		-	-	-	(739,865)	(739,865)	(6,563)	(746,428)
Balance at June 30, 2025		**110,157,461**	**70,161,530**	**11,466,207**	**(63,795,373)**	**17,832,364**	**3,059,489**	**20,891,853**
Flow-through private placement		13,042,288	1,519,314	-	-	1,519,314	-	1,519,314
Transfer to flow-through premium liability		-	(216,800)	-	-	(216,800)	-	(216,800)
Private placement of units		7,579,109	723,452	-	-	723,452	-	723,452
Share issuance costs								
Cash finders' fees		-	(140,264)	-	-	(140,264)	-	(140,264)
Finders' warrants		-	(61,608)	61,608	-	-	-	-
Other fees		-	(38,562)	-	-	(38,562)	-	(38,562)
Shares issued for debt		632,500	75,900	-	-	75,900	-	75,900
Stock-based compensation		-	-	131,452	-	131,452	-	131,452
Comprehensive loss for the period		-	-	-	(170,731)	(170,731)	103,170	(67,561)
Balance at December 31, 2025		**131,411,358**	**72,022,962**	**11,659,267**	**(63,966,104)**	**19,716,125**	**3,162,659**	**22,878,784**
Flow-through private placement	10	8,181,818	900,000	-	-	900,000	-	900,000
Transfer to flow-through premium liability	10	-	(163,636)	-	-	(163,636)	-	(163,636)
Private placement of units	10	17,811,000	1,424,880	-	-	1,424,880	-	1,424,880
Finders' units	10	654,545	58,909	-	-	58,909	-	58,909
Share issuance costs								
Finders' units	10	-	(113,017)	54,108	-	(58,909)	-	(58,909)
Cash finders fees	10	-	(58,562)	-	-	(58,562)	-	(58,562)
Other fees	10	-	(28,663)	-	-	(28,663)	-	(28,663)
Exercise of warrants	10	21,000	2,388	(708)	-	1,680	-	1,680
Stock-based compensation	10	-	-	77,658	-	77,658	-	77,658
Comprehensive loss for the period		-	-	-	(571,992)	(571,992)	(6,538)	(578,530)
Balance at June 30, 2026		**158,079,721**	**74,045,261**	**11,790,325**	**(64,538,096)**	**21,297,490**	**3,156,121**	**24,453,611**

See accompanying notes to the condensed interim consolidated financial statements

Giga Metals Corporation
Condensed Interim Consolidated Statements of Cash Flows
For the six months ended June 30, 2026 and 2025
Unaudited - Expressed in Canadian Dollars

	2026 $	2025 $
Operating activities		
Loss for the period	(578,530)	(746,428)
Adjustments for:		
Depreciation	23,446	48,625
Stock-based compensation	77,658	36,418
Bad debt expense	-	33,950
Flow-through premium income	(72,236)	-
Changes in non-cash working capital items:		
Receivables	(12,167)	37,147
Prepaid expenses and deposits	(1,566)	75,808
Trade payables and accrued liabilities	(10,830)	82,926
Net cash flows used in operating activities	(574,225)	(431,554)
Investing activities		
Expenditures on exploration and evaluation assets	(410,948)	(169,902)
Purchase of equipment	(91)	(2,994)
Net cash flows used in investing activities	(411,039)	(172,896)
Financing activities		
Proceeds from issuance of common shares	2,324,880	457,000
Share issuance costs	(87,225)	(21,124)
Proceeds from warrant exercise	1,680	-
Principal repayment of lease obligation	(16,040)	(45,532)
Net cash flows provided by financing activities	2,223,295	390,344
Increase (decrease) in cash and cash equivalents	1,238,031	(214,106)
Cash and cash equivalents, beginning	1,161,543	289,897
Cash and cash equivalents, ending	**2,399,574**	**75,791**
Cash	1,899,574	75,791
Cash equivalents	500,000	-
	2,399,574	75,791
Cash received for interest	13,677	984
Cash paid for interest	6,073	5,837
Cash paid for taxes	-	-

Supplemental cash flow information (Note 14)

See accompanying notes to the condensed interim consolidated financial statements

1. Nature and continuance of operations

Giga Metals Corporation (the “Company” or “Giga Metals”) was incorporated on January 17, 1983, under the laws of the province of British Columbia, Canada, and its principal activity is the acquisition and exploration of mineral properties in Canada. The Company’s common shares are listed for trading on the TSX Venture Exchange (“TSXV”) under the symbol “GIGA” and the OTCQB under the symbol “GIGGF”.

The head office, principal address and records office of the Company are located at 700 West Pender Street, Suite 604, Vancouver, British Columbia, Canada, V6C 1G8. The Company’s registered address is 2500 Park Place, 666 Burrard Street, Vancouver, British Columbia, Canada, V6C 2X8.

These condensed interim consolidated financial statements have been prepared on the assumption that the Company and its subsidiaries will continue as a going concern, meaning it will continue in operation for the foreseeable future and will be able to realize assets and discharge liabilities in the ordinary course of operations. As at June 30, 2026, the Company's accumulated deficit was $64,538,096, the Company had not advanced its mineral properties to commercial production and the Company has no other source of revenue from its operations. The Company’s continuation as a going concern is dependent upon the successful results from its mineral property exploration activities and its ability to attain profitable operations and generate funds there from and/or raise equity capital or borrowings sufficient to meet current and future obligations. These material uncertainties may cast significant doubt upon the Company’s ability to continue as a going concern. As at June 30, 2026, the Company had working capital of $1,557,174, which is insufficient to continue operations for the next twelve months.

The Company’s business may be affected by changes in political and market conditions, such as interest rates, availability of credit, inflation rates, tariffs, changes in laws, and national and international circumstances. Recent regional conflicts and potential economic global challenges such as the risk of higher inflation and energy crises, may create further uncertainty and risk with respect to the prospects of the Company’s business.

2. Basis of preparation

These condensed interim consolidated financial statements have been prepared in accordance with IFRS Accounting Standards ("IFRS") as issued by the International Accounting Standards Board ("IASB") applicable to the preparation of interim financial statements, including IAS 34 - Interim Financial Reporting. These condensed interim consolidated financial statements should be read in conjunction with the annual consolidated financial statements for the year ended December 31, 2025 which have been prepared in accordance with IFRS as issued by the IASB.

In the preparation of these interim condensed consolidated financial statements, the Company has used the same accounting policies and methods of computation as in the annual consolidated financial statements for the year ended December 31, 2025, except as noted below.

The preparation of interim financial statements requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates.

References herein to "$" are to the Canadian dollar and “US$” are to the United States dollar.

These condensed interim consolidated financial statements were approved by the Board of Directors on August 28, 2026.

Unaudited - Expressed in Canadian Dollars

Adoption of New Accounting Standards

Amendments to IFRS 9 and IFRS 7 - Amendments to the Classification and Measurement of Financial Instruments

In May 2024, the International Accounting Standards Board ("IASB") issued Amendments to the Classification and Measurement of Financial Instruments (Amendments to IFRS 9 and IFRS 7). These amendments updated classification and measurement requirements in IFRS 9 Financial Instruments and related disclosure requirements in IFRS 7 Financial Instruments: Disclosures. The IASB clarified the recognition and derecognition date of certain financial assets and liabilities, and amended the requirements related to settling financial liabilities using an electronic payment system. It also clarified how to assess the contractual cash flow characteristics of financial assets in determining whether they meet the solely payments of principal and interest criterion, including financial assets that have environmental, social and corporate governance ("ESG")-linked features and other similar contingent features. The IASB added disclosure requirements for financial instruments with contingent features that do not relate directly to basic lending risks and costs and amended disclosures relating to equity instruments designated at fair value through other comprehensive income.

The Company adopted these amendments on January 1, 2026. The adoption of these amendments had no impact on the Company's financial statements.

Accounting Standards Issued But Not Yet Effective

IFRS 18 – Presentation and Disclosure in Financial Statements

In April 2024, the IASB issued IFRS 18, Presentation and Disclosure of Financial Statements (IFRS 18), which replaces IAS 1, Presentation of Financial Statements. IFRS 18 introduces a specified structure for the income statement by requiring income and expenses to be presented into the three defined categories of operating, investing and financing, and by specifying certain defined totals and subtotals. Where company-specific measures related to the income statement are provided, IFRS 18 requires companies to disclose explanations around these measures, which are referred to as management-defined performance measures. IFRS 18 also provides additional guidance on principles of aggregation and disaggregation which apply to the primary financial statements and the notes. Retrospective application is required, and early application is permitted.

The standard is effective for annual reporting periods beginning on or after January 1, 2027, with early application permitted. Management will be assessing the effect of the standard on the Company's consolidated financial statements.

3. Receivables

	June 30, 2026 $	**December 31, 2025 $**
Goods and Service sales tax	32,467	23,548
Interest receivable and other receivables	3,248	-
	35,715	23,548

Unaudited - Expressed in Canadian Dollars

4. Equipment and right of use assets

	Right of use assets - leases $	Motor Vehicles $	Computer equipment $	Exploration and office equipment $	Total $
Cost:					
At December 31, 2024	243,963	102,526	102,357	752,699	1,201,545
Additions	108,452	-	4,507	-	112,959
Disposals	(243,963)	-	-	-	(243,963)
At December 31, 2025	108,452	102,526	106,864	752,699	1,070,541
Additions	-	-	91	-	91
At June 30, 2026	108,452	102,526	106,955	752,699	1,070,632
Depreciation:					
At December 31, 2024	219,564	72,182	68,312	268,654	628,712
Charge for the year	51,512	8,953	4,986	96,809	162,260
Disposals	(243,963)	-	-	-	(243,963)
At December 31, 2025	27,113	81,135	73,298	365,463	547,009
Charge for the period	18,076	3,134	2,034	38,724	61,968
At June 30, 2026	45,189	84,269	75,332	404,187	608,977
Net book value:					
At December 31, 2025	81,339	21,391	33,566	387,236	523,532
At June 30, 2026	63,263	18,257	31,623	348,512	461,655

During the six months ended June 30, 2026, $38,522 of depreciation (year ended December 31, 2025 - $96,306) was capitalized to exploration and evaluation assets.

Unaudited - Expressed in Canadian Dollars

5. Exploration and evaluation assets

The Company's deferred exploration costs are as follows:

	Balance, December 31, 2024 $	Change in year 2025 $	Balance, December 31, 2025 $	Change in period 2026 $	Balance, June 30, 2026 $
Turnagain Nickel Cobalt Project					
Mineral property interests	179,500	-	179,500	-	179,500
Assays and testing	2,695,685	21,673	2,717,358	9,000	2,726,358
Claims renewal / staking	501,403	525	501,928	471	502,399
Drilling	17,467,503	-	17,467,503	-	17,467,503
Environmental studies	2,694,906	22,674	2,717,580	13,500	2,731,080
Exploration data management	1,010,452	-	1,010,452	-	1,010,452
First Nations	592,216	64,582	656,798	41,948	698,746
Geochemistry	111,066	-	111,066	-	111,066
Geological and engineering services	16,715,533	423,991	17,139,524	329,551	17,469,075
Geophysical services	972,398	-	972,398	-	972,398
Metallurgy	5,915,266	76,900	5,992,166	14,333	6,006,499
Petrographic work	43,957	-	43,957	-	43,957
Project management	106,015	-	106,015	-	106,015
Survey, mapping and camp	6,118,770	347,438	6,466,208	283,603	6,749,811
Transportation	3,832,252	9,026	3,841,278	10,522	3,851,800
Advances	8,249	(5,292)	2,957	1,905	4,862
Cost recovery	(56,480)	-	(56,480)	-	(56,480)
Asset retirement obligations	590,000	-	590,000	-	590,000
Property impairments	(33,058,924)	-	(33,058,924)	-	(33,058,924)
BC refundable mining exploration tax credits	(3,476,019)	(161,586)	(3,637,605)	-	(3,637,605)
Federal non-refundable mining tax credits, net of valuation allowance	(61,185)	-	(61,185)	-	(61,185)
Book value at date of sale of net smelter royalty	(1,777,377)	-	(1,777,377)	-	(1,777,377)
	21,125,186	799,931	21,925,117	704,833	22,629,950

Unaudited - Expressed in Canadian Dollars

Turnagain Cobalt-Nickel Project

The Company has an 85% interest in certain mineral claims, located along the Turnagain River in British Columbia, Canada. One claim is subject to a 4% net smelter return royalty ("NSR"). The Company has the option to purchase all or part of the NSR within four years of commercial production for a price of $1,000,000 per 1% NSR.

In July 2018, the Company sold a 2% NSR on all future metal production from the Turnagain Nickel-Cobalt Project. The purchaser of the NSR has a right of first refusal on any future sale by Giga Metals of a royalty or product stream or similar instrument.

Joint Venture with Mitsubishi Corporation

On August 15, 2022, the Company announced that it had entered into a binding agreement with Mitsubishi Corporation ("MC") to form a new company, Hard Creek Nickel Corp. ("Hard Creek"), to jointly pursue the development of the Turnagain Nickel-Cobalt Project. The transaction closed on September 1, 2022.

Hard Creek issued 15% of its common shares to MC for cash consideration of $8,000,000 and 85% of its common shares to Giga Metals Corporation in exchange for all related assets and liabilities of the Turnagain Nickel-Cobalt Project. Pursuant to the terms of a shareholders' agreement governing Hard Creek, the Company, with support from MC, will operate the joint venture.

The $8,000,000 cash consideration was used to complete a Pre-Feasibility Study ("PFS"). Once the Company completes a PFS, further expenditures in the joint venture will be split in accordance with the equity interests of the parties. The PFS was completed in October 2023. The proceeds on sale of the 15% interest in Hard Creek were recognized as non-controlling interest.

6. Trade payables and accrued liabilities

	June 30, 2026 $	December 31, 2025 $
Trade payables	464,112	192,355
Accrued liabilities	178,849	206,073
	642,961	398,428

7. Flow-through liability

During the six months ended June 30, 2026, the Company issued flow-through shares for gross proceeds of $900,000. During the year ended December 31, 2025, the Company issued flow-through shares for gross proceeds of $1,519,314. The gross proceeds of the flow-through financings will not be available to the Company for future deduction from taxable income after renouncing the flow-through proceeds to the subscribers effective December 31, 2026 and December 31, 2025.

The Company recorded a flow-through premium liability during the six months ended June 30, 2026 of $163,636 (year ended December 31, 2025 - $216,800) representing the value of the tax benefits renounced or to be renounced to the subscribers. The flow-through premium liability will be reduced and recorded as an other income item as eligible Canadian Exploration Expenditures are incurred. As at June 30, 2026, the Company had incurred eligible Canadian Exploration Expenditures of $888,149 (December 31, 2025 - $414,614) and accordingly, recorded flow-through premium income of $72,236 during the six months ended June 30, 2026 (year ended December 31, 2025 - $46,846).

Unaudited - Expressed in Canadian Dollars

As at June 30, 2026, the Company had a remaining flow-through commitment in the amount of $1,535,165 (December 31, 2025 - $1,104,700).

8. Lease obligations

The Company entered into an office lease on April 1, 2019 and the Company recognized a lease obligation with respect to the lease expiring March 31, 2023. On October 7, 2022, the lease was extended to March 31, 2025 and treated as a lease modification under IFRS 16, leases.

The Company entered into a new office lease on December 11, 2024, with a commencement date of April 1, 2025 and an ending date of March 31, 2028.

The terms and the outstanding balances as at June 30, 2026 and December 31, 2025 are as follows:

	June 30, 2026 $	**December 31, 2025 $**
Right of use asset from office lease repayable in monthly instalments of approximately $3,700 and an internal borrowing rate of 16.5% per annum and an end date of March 31, 2028	69,698	85,738
Less: current portion	(40,530)	(32,090)
Non-current portion	29,168	53,648

The following is a schedule of the Company's future minimum lease payments related to the office lease obligation:

	June 30, 2026 $
2026	22,464
2027	45,981
2028	11,583
Total minimum lease payments	80,028
Less: imputed interest	(10,330)
Total present value of minimum lease payments	69,698
Less: current portion	(40,530)
Non-current portion	29,168

The Company subleases part of their office space to company that is a related party (Note 12). The sublease is a month to month lease at a rate of $2,346 per month, which was revised to $1,129 effective November 1, 2024 and which ceased effective December 31, 2024 other than a nominal rent for storage. The total lease income from the subleasing of the office for the six months ended June 30, 2026 was $866 (2025 - $845).

9. Asset retirement obligations

The Company's asset retirement obligation provision consists of costs associated with future reclamation activities on its Turnagain Nickel-Cobalt Project. These activities, which are site specific, include costs of labor and materials for earthworks, revegetation, waste management and demolition.

At June 30, 2026, the Company estimated that the fair value of the asset retirement obligations was $590,000 (December 31, 2025 - $590,000). The fair value of the liability was determined to be equal to the estimated remediation costs. Due to the early stages of the project, and that extractive activities have not yet begun, the Company is unable to predict with any precision the timing of the cash flow related to the reclamation activities.

10. Share capital

Authorized share capital

Unlimited number of common shares without par value.

Financings

During the six months ended June 30, 2026, the following equity financings were completed:

I) On March 20, 2026, the Company completed a private placement of flow-through shares. The Company issued 8,181,818 flow-through shares priced at $0.11 per share for gross proceeds of $900,000.

The flow-through premium was determined to be $0.02 per flow-through share and accordingly, $163,636 was allocated to the flow-through premium liability.

In connection with the private placement, the Company issued 654,545 finders' units. Each finders' unit consists of one common share and one share purchase warrant. Each warrant entitles the holder to purchase one common share at an exercise price of $0.11 per share up to March 20, 2027.

The finders' shares were valued at $58,909 based on the trading price of the shares on the closing date. The fair value of $15,332 for the finders' warrants was estimated using the Black-Scholes Option Pricing Model and was charged to share issue costs and credited to share-based payment reserve. The assumptions used in the Black-Scholes Option Pricing Model were as follows: share price of $0.09; exercise price of $0.11; expected volatility of 82%; expected life of 1 year; a risk-free interest rate of 2.45%; and an expected dividend rate of nil.

II) On April 30, 2026, the Company completed the first tranche of a private placement of non-flow-through units. The Company issued 11,473,500 non-flow-through units priced at $0.08 per unit for gross proceeds of $917,880.

Each unit consists of one common share and one warrant. Each warrant entitles the holder to purchase one common share at an exercise price of $0.15 per share up to April 30, 2029.

The Company used the residual method to value the share purchase warrants within the units with a value of $nil allocated to the share purchase warrants.

In connection with the private placement, the Company issued 672,525 finders' warrants and paid finders fees of $53,802. Each warrant entitles the holder to purchase one common share at an exercise price of $0.08 per share up to April 30, 2029.

The fair value of $36,018 for the finders' warrants was estimated using the Black-Scholes Option Pricing Model and was charged to share issue costs and credited to share-based payment reserve. The assumptions used in the Black-Scholes Option Pricing Model were as follows: share price of $0.10; exercise price of $0.08; expected volatility of 69%; expected life of 3 years; a risk-free interest rate of 2.75%; and an expected dividend rate of nil.

III) On June 2, 2026, the Company completed the final tranche of a private placement of non-flow-through units. The Company issued 6,337,500 non-flow-through units priced at $0.08 per unit for gross proceeds of $507,000.

Each unit consists of one common share and one warrant. Each warrant entitles the holder to purchase one common share at an exercise price of $0.15 per share up to June 2, 2029.

The Company used the residual method to value the share purchase warrants within the units with a value of $nil allocated to the share purchase warrants.

In connection with the private placement, the Company issued 59,500 finders' warrants and paid finders fees of $4,760. Each warrant entitles the holder to purchase one common share at an exercise price of $0.08 per share up to June 2, 2029.

The fair value of $2,758 for the finders' warrants was estimated using the Black-Scholes Option Pricing Model and was charged to share issue costs and credited to share-based payment reserve. The assumptions used in the Black-Scholes Option Pricing Model were as follows: share price of $0.09; exercise price of $0.08; expected volatility of 71%; expected life of 3 years; a risk-free interest rate of 2.75%; and an expected dividend rate of nil.

The Company incurred other cash issuance costs including legal and filing fees of $28,663 in connection with the private placements.

During the six months ending, June 30, 2026, the company received $1,680 from the exercise of 21,000 warrants.

During the six months ended June 30, 2025, the following equity financings were completed:

I) On April 4, 2025, the Company completed the first tranche of a private placement of units. The Company issued 4,320,000 units at $0.10 per unit for gross proceeds of $432,000. Each unit consists of one common share and one share purchase warrant. Each warrant entitles the holder to purchase one common share at an exercise price of $0.15 per share up to April 4, 2028.

The Company used the residual method to value the share purchase warrants within the units with a value of $nil allocated to the share purchase warrants.

In connection with the first tranche of the private placement, the Company paid finders' fees of $14,120 and issued 141,200 finders' warrants. Each finders warrant entitles the holder to purchase one common share at an exercise price of $0.15 per share up to April 4, 2026.

The fair value of $1,211 for the finders' warrants was estimated using the Black-Scholes Option Pricing Model and was charged to share issue costs and credited to share-based payment reserve. The assumptions used in the Black-Scholes Option Pricing Model were as follows: share price of $0.09; exercise price of $0.15; expected volatility of 62%; expected life of 1 year; a risk-free interest rate of 2.70%; and an expected dividend rate of nil.

II) On April 14, 2025, the Company completed the final tranche of a private placement of units. The Company issued 250,000 units at $0.10 per unit for gross proceeds of $25,000. Each unit consists of one common share and one share purchase warrant. Each warrant entitles the holder to purchase one common share at an exercise price of $0.15 per share up to April 14, 2028.

Unaudited - Expressed in Canadian Dollars

The Company used the residual method to value the share purchase warrants within the Units with a value of $nil allocated to the share purchase warrants.

The Company incurred other cash issuance costs including legal and filing fees of $7,004 in connection with the private placements.

Basic and diluted loss per share

The calculation of basic and diluted loss per share for the six months ended June 30, 2026 was based on the loss attributable to common shareholders of $571,992 (2025 – $739,865) and the weighted average number of common shares outstanding of 134,739,087 (2025 – 107,795,527).

Diluted loss per share did not include the effect of 9,660,000 stock options and 53,299,240 warrants as the effect would be anti-dilutive.

Stock options

The Company has adopted an incentive stock option plan, which provides that the Board of Directors of the Company may from time to time, in its discretion, and in accordance with the Exchange requirements, grant to directors, officers, employees and technical consultants to the Company, non-transferable stock options to purchase common shares, provided that the number of common shares reserved for issuance will not exceed 10% of the Company's issued and outstanding common shares. Such options will be exercisable for a period of up to 10 years from the date of grant. In connection with the foregoing, the number of common shares reserved for issuance to any one optionee will not exceed five percent (5%) of the issued and outstanding common shares and the number of common shares reserved for issuance to all investor relations and technical consultants will not exceed two percent (2%) of the issued and outstanding common shares. Options may be exercised no later than 90 days following cessation of the optionee's position with the Company or 30 days following cessation of an optionee conducting investor relations activities' position.

On exercise, each option allows the holder to purchase one common share of the Company. The changes in options during the six months ended June 30, 2026 and the year ended December 31, 2025 are as follows:

	Six months ended June 30, 2026		Year ended December 31, 2025	
	Number of options	**Weighted average exercise price**	**Number of options**	**Weighted average exercise price**
Options outstanding, beginning	9,660,000	$ 0.24	10,555,000	$ 0.44
Options granted	-	-	5,125,000	0.13
Options expired/forfeited	-	-	(4,120,000)	0.49
Options cancelled	-	-	(1,900,000)	0.52
Options outstanding, ending	9,660,000	$ 0.24	9,660,000	$ 0.24
Options exercisable, ending	5,173,750	$ 0.32	5,173,750	$ 0.32

Unaudited - Expressed in Canadian Dollars

Details of options outstanding as at June 30, 2026 are as follows:

Exercise price	Weighted average contractual life	Number of options outstanding
$0.10	4.01 years	2,000,000
$0.15	4.39 years	3,125,000
$0.20	3.38 years	1,000,000
$0.30	2.29 years	570,000
$0.40	0.68 years	1,675,000
$0.45	0.33 years	1,290,000
$0.24	2.90 years	9,660,000

Stock-based compensation

During the six months ended June 30, 2026 and 2025, the Company granted no stock options.

During the six months ended June 30, 2026, the Company recorded $77,658 (2025 - $36,418) of stock-based compensation to the condensed interim consolidated statement of comprehensive loss based on the vesting of stock options granted.

Warrants

On exercise, each warrant allows the holder to purchase one common share of the Company. The changes in warrants outstanding during the six months ended June 30, 2026 and the year ended December 31, 2025 are as follows:

	Six months ended June 30, 2026		Year ended December 31, 2025	
	Number of warrants	Average exercise price	Number of warrants	Average exercise price
Warrants outstanding, beginning	34,263,870	$ 0.19	20,720,642	$ 0.36
Warrants issued	19,197,570	0.15	26,580,537	0.18
Warrants exercised	(21,000)	0.08	-	-
Warrants expired	(141,200)	0.15	(13,037,309)	0.45
Warrants outstanding, ending	53,299,240	$ 0.18	34,263,870	$ 0.19

Details of warrants outstanding as at June 30, 2026 are as follows:

Exercise price	Weighted average contractual life	Number of warrants outstanding
$0.08	2.59 years	1,101,402
$0.11	2.00 years	8,734,140
$0.13	2.34 years	857,563
$0.15	2.64 years	22,381,000
$0.22	1.11 years	7,683,333
$0.25	2.34 years	12,541,802
$0.18	2.24 years	53,299,240

Unaudited - Expressed in Canadian Dollars

11. Share-based payment reserve

The share-based payment reserve records items recognized as stock-based compensation expense and the fair value of warrants until such time that the stock options or warrants are exercised, at which time the corresponding amount will be transferred to share capital.

12. Related party transactions

	Three months ended	June 30,	Six months ended	June 30,
	2026	2025	2026	2025
	$	$	$	$
Accounting fees	18,246	11,880	30,350	21,643
Corporate communications and investor relations	27,500	-	53,000	-
Directors' fees	6,000	6,000	12,000	12,000
Management fees	46,500	2,800	93,000	100,600
Stock-based compensation	24,886	5,320	49,478	16,198
	123,132	26,000	237,828	150,441

There was $123,446 owing to related parties at June 30, 2026 (December 31, 2025 - $99,739) included in trade payables. The balances owing are unsecured, non-interest bearing, and have no specific terms of repayment.

There was $444 receivable from a company with common directors at June 30, 2026 (December 31, 2025 - $Nil).

During the six months ended June 30, 2026, $Nil (2025 - $33,950) of bad debt expense was recognized.

Key management includes the Chief Executive Officer, the President, the Chief Financial Officer and the directors of the Company. Compensation paid or payable to key management for services during the six months ended June 30, 2026 amounted to $135,350 (2025 - $82,643) for short-term benefits and $46,230 (2025 - $13,989) for stock-based compensation.

The Company has a month to month office sublease with a company with common directors (Note 8). During the six months ended June 30, 2026, the Company recorded office sublease income of $866 (2025 - $845) relating to the sublease.

13. Financial instruments and financial risk management

The Company is exposed in varying degrees to a variety of financial instrument related risks. The Board of Directors approves and monitors the risk management processes, inclusive of documented investment policies, counterparty limits, and controlling and reporting structures. The type of risk exposure and the way in which such exposure is managed is provided as follows:

Credit risk

Credit risk is the risk that one party to a financial instrument will fail to discharge an obligation and cause the other party to incur a financial loss. The Company's primary exposure to credit risk is on its cash and cash equivalents held in bank accounts and financial institutions. This risk is managed by using major banks and financial institutions that are high credit quality financial institutions as determined by rating agencies. The Company's secondary exposure to risk is on its receivables. The risk is minimal as receivables consist primarily of refundable government taxes.

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 has a planning and budgeting process in place to help determine the funds required to support the Company's normal operating requirements on an ongoing basis. The Company ensures that there are sufficient funds to meet its short-term business requirements, taking into account its anticipated cash flows from operations and its holdings of cash and cash equivalents.

Historically, the Company's sole source of funding has been the issuance of equity securities for cash, primarily through private placements. The Company's access to financing is always uncertain. There can be no assurance of continued access to significant equity funding.

The following is an analysis of the contractual maturities of the Company's undiscounted liabilities as at June 30, 2026:

	Within one year	Between one and five years	More than five years
Trade payables and accrued liabilities	$ 642,961	$ -	$ -
Lease obligation	40,530	29,168	-
	$ 683,491	$ 29,168	$ -

Foreign exchange risk

Foreign currency risk is the risk that the fair values of future cash flows of a financial instrument will fluctuate because they are denominated in currencies that differ from the respective functional currency. The Company has exposure to foreign exchange risk with respect to its cash balances. As at June 30, 2026, the Company had cash held in US dollars of US$752.

Interest rate risk

Interest rate risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Company does not have any significant interest rate risk.

Other price risk

Other price risk is the risk that the fair value of a financial instrument changes due to market risks other than foreign exchange risk or interest rate risk. The Company has no exposure to this risk.

Classification of financial instruments

Financial assets included in the condensed interim consolidated statement of financial position are as follows:

Unaudited - Expressed in Canadian Dollars

	June 30, 2026 $	December 31, 2025 $
Amortized cost:		
Interest receivable and other receivables	3,248	-
Reclamation deposits	424,000	424,000
Fair value through profit or loss:		
Cash and cash equivalents	2,399,574	1,161,543
	2,826,822	1,585,543

Financial liabilities included in the condensed interim consolidated statement of financial position are as follows:

	June 30, 2026 $	December 31, 2025 $
Amortized cost:		
Trade payables and accrued liabilities	642,961	398,428
Lease obligation	69,698	85,738
	712,659	484,166

Fair value

The fair value of the Company's financial assets and liabilities at amortized cost approximates the carrying amount. Financial instruments measured at fair value are classified into one of three levels in the fair value hierarchy according to the relative reliability of the inputs used to estimate the fair values. The three levels of the fair value hierarchy are:

- Level 1 – Unadjusted quoted prices in active markets for identical assets or liabilities;
- Level 2 – Inputs other than quoted prices that are observable for the asset or liability either directly or indirectly; and
- Level 3 – Inputs that are not based on observable market data.

The following is an analysis of the Company's financial assets measured at fair value as at June 30, 2026 and December 31, 2025:

	As at June 30, 2026		
	Level 1	Level 2	Level 3
Cash and cash equivalents	$ 2,399,574	$ -	$ -
Total	$ 2,399,574	$ -	$ -

	As at December 31, 2025		
	Level 1	Level 2	Level 3
Cash and cash equivalents	$ 1,161,543	$ -	$ -
Total	$ 1,161,543	$ -	$ -

14. Supplemental cash flow information

Investing and financing activities that do not have a direct impact on current cash flows are excluded from the condensed interim consolidated statements of cash flows. During the six months ended June 30, 2026, the following transactions were excluded from the condensed interim consolidated statement of cash flows:

a) Exploration and evaluation asset expenditures of $380,278 included in accounts payable and accrued liabilities at June 30, 2026, less expenditures included in accounts payable at December 31, 2025 of $124,915 (net exclusion of $255,363);

b) The issuance of 1,386,570 finders' warrants at the fair value of $54,108; and,

c) Recognizing a flow-through premium liability of $163,636 from the issuance of flow-through shares.

During the six months ended June 30, 2025, the following transactions were excluded from the condensed interim consolidated statement of cash flows:

a) Exploration and evaluation asset expenditures of $146,036 included in accounts payable and accrued liabilities at June 30, 2025, less expenditures included in accounts payable at December 31, 2024 of $90,820 (net exclusion of $55,216);

b) Exploration and evaluation asset expenditures of $161,586 included in accounts receivable at June 30, 2025;

c) The issuance of 141,200 finders' warrants at the fair value of $1,211; and,

d) Recognizing a lease obligation and right-of-use asset of $206,075.

15. Segmented information

Operating segments

The Company operates in a single reportable operating segment – the acquisition, exploration and development of mineral properties.

Geographic segments

As at June 30, 2026 and December 31, 2025, the Company's assets are located in Canada.

16. Subsequent events

Stock Options

On July 8, 2026, the Company granted 550,000 stock options to a director of the Company at an exercise price of $0.10 per share up to July 8, 2031. The options vest as to 25% on the date of grant and 25% every year thereafter.