



**CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS**  
FOR THE THREE MONTHS ENDED SEPTEMBER 30, 2025  
(Unaudited - in Canadian dollars)



Three months ended September 30, 2025

**CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS**

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## CONDENSED CONSOLIDATED INTERIM STATEMENTS OF FINANCIAL POSITION

SEPTEMBER 30, 2025 AND JUNE 30, 2025

		SEPTEMBER 30, 2025 (Unaudited)	JUNE 30, 2025 (Audited)
	NOTES	\$	\$
<b>ASSETS</b>			
<b>CURRENT ASSETS</b>			
Cash		594,357	2,578,587
Receivables		1,175,401	439,272
Inventory	4	1,623,480	733,080
Refundable tax credit resources and refundable credit on mining rights		4,003,588	2,874,070
Prepaid expenses and deferred expenses		3,162,037	4,159,512
		<b>10,558,863</b>	<b>10,784,521</b>
<b>NON-CURRENT ASSETS</b>			
Deposits		701,683	211,683
Deposits for restoration	9	5,602,113	2,024,708
Property, plant and equipment	5	14,948,933	8,387,241
		<b>21,252,729</b>	<b>10,623,632</b>
		<b>31,811,592</b>	<b>21,408,153</b>
<b>LIABILITIES</b>			
<b>CURRENT LIABILITIES</b>			
Accounts payable and accrued liabilities	6	8,910,084	7,471,718
Current portion of lease obligation	7	18,526	18,237
Other liabilities		341,841	341,841
		<b>9,270,451</b>	<b>7,831,796</b>
<b>NON-CURRENT LIABILITIES</b>			
Lease obligation	7	8,164	13,257
Long-term debt	8	16,001,977	2,250,342
Provisions for restoration of mining sites	9	12,019,044	11,912,292
		<b>37,299,636</b>	<b>22,007,687</b>
<b>NEGATIVE EQUITY</b>			
Share capital	10	73,967,361	73,770,396
Warrants		8,106,198	6,230,572
Equity component of convertible debenture		585,844	585,844
Contributed surplus		8,869,874	8,295,499
Deficit		(97,017,321)	(89,481,845)
		<b>(5,488,044)</b>	<b>(599,534)</b>
		<b>31,811,592</b>	<b>21,408,153</b>

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

On behalf of the Board:

'Pascal Hamelin', Director

'Loic Bureau', Director

**CONDENSED CONSOLIDATED INTERIM STATEMENTS OF COMPREHENSIVE LOSS**

(UNAUDITED)

THREE MONTHS ENDED SEPTEMBER 30, 2025

		Three months ended September 30,	
		2025	2024
	NOTES	\$	\$
<b>Revenues</b>		–	–
<b>Costs of sales</b>	12	5,009,786	–
<b>Loss from mining operations</b>		(5,009,786)	–
<b>Expenses</b>			
Administration	12	1,416,858	775,757
Care and maintenance		29,288	887,433
Exploration and evaluation	12	250,068	501,160
Gain on disposal of property and assets		(382,769)	–
<b>Operating loss</b>		(6,323,231)	(2,164,350)
<b>Other items</b>			
Finance income		(44,396)	(460,864)
Finance costs		967,143	136,415
Exchange loss on long-term debt	8	273,627	–
<b>Loss before income and mining taxes</b>		(7,519,605)	(1,839,901)
Deferred income and mining taxes		–	–
<b>Net loss and comprehensive loss</b>		(7,519,605)	(1,839,901)
<b>Basic and diluted net loss per share</b>		(0.01)	(0.00)
<b>Weighted average number of shares outstanding (basic and diluted)</b>		1,011,967,872	667,279,094

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

**CONDENSED CONSOLIDATED INTERIM STATEMENTS OF CHANGES OF EQUITY**

(UNAUDITED)

THREE MONTHS ENDED SEPTEMBER 30, 2025

	NOTES	EQUITY COMPONENT OF				TOTAL	
		SHARE CAPITAL	WARRANTS	CONVERTIBLE DEBENTURE	CONTRIBUTED SURPLUS		
		\$	\$	\$	\$	\$	
<b>BALANCE AS AT JUNE 30, 2025</b>		<b>73,770,396</b>	<b>6,230,572</b>	<b>585,844</b>	<b>8,295,499</b>	<b>(89,481,845)</b>	<b>(599,534)</b>
EQUITY FINANCING							
Exercise of warrants	10	103,101	(23,726)	–	–	–	79,375
Expired warrants	10	–	(253,360)	–	253,360	–	–
Issuance of warrants	8	–	2,152,712	–	–	–	2,152,712
Exercise of stock options		93,864	–	–	(18,894)	–	74,970
Share issuance costs		–	–	–	–	(15,871)	(15,871)
STOCK OPTIONS							
Granted to employees, officers, directors, consultants or I.R representatives		–	–	–	339,909	–	339,909
NET LOSS FOR THE PERIOD		–	–	–	–	(7,519,605)	(7,519,605)
<b>BALANCE AS AT SEPTEMBER 30, 2025</b>		<b>73,967,361</b>	<b>8,106,198</b>	<b>585,844</b>	<b>8,869,874</b>	<b>(97,017,321)</b>	<b>(5,488,044)</b>

	SHARE CAPITAL	WARRANTS	CONTRIBUTED		TOTAL
			SURPLUS	DEFICIT	
	\$	\$	\$	\$	\$
<b>BALANCE AS AT JUNE 30, 2024</b>	<b>57,551,585</b>	<b>2,623,249</b>	<b>7,650,641</b>	<b>(74,109,611)</b>	<b>(6,284,136)</b>
EQUITY FINANCING					
Issuance of units	3,257,517	1,242,483	–	–	4,500,000
Share issuance costs	–	–	–	(63,655)	(63,655)
STOCK OPTIONS					
Granted to employees, officers, directors, consultants or I.R representatives	–	–	81,012	–	81,012
NET LOSS FOR THE PERIOD	–	–	–	(1,839,901)	(1,839,901)
<b>BALANCE AS AT SEPTEMBER 30, 2024</b>	<b>60,809,102</b>	<b>3,865,732</b>	<b>7,731,653</b>	<b>(76,013,167)</b>	<b>(3,606,680)</b>

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

## CONDENSED CONSOLIDATED INTERIM TABLES OF CASH FLOWS

(UNAUDITED)

THREE MONTHS ENDED SEPTEMBER 30, 2025

		THREE MONTHS ENDED SEPTEMBER 30,	
		2025	2024
		\$	\$
	NOTES		
<b>Operating activities</b>			
Net loss		(7,519,605)	(1,839,901)
Adjustments for:			
Amortization	5	96,656	53,631
Change in fair value of investments		–	(464,650)
Stock-based compensation		339,909	81,012
Interests on lease obligation	7	449	714
Gain on disposal of property and assets		(382,789)	(1,500,000)
Foreign exchange loss	8	273,627	–
Credit facility accretion	8	146,480	–
Convertible debenture accretion	8	29,358	–
Accretion expense on provisions for restoration of mining sites	9	106,752	108,036
Deferred income and mining taxes		–	–
Change in non-cash working capital items	3	(872,735)	(517,336)
		(7,781,898)	(4,048,494)
<b>Financing activities</b>			
Repayment of lease obligation	7	(5,253)	(5,254)
Long-term debt	8	16,390,200	–
Repayment of long-term debt		–	(152,083)
Proceeds from issuance of units		–	4,500,000
Proceeds from issuance of warrants and stock options		154,345	–
Share issuance costs		(15,871)	(63,655)
		16,523,421	4,279,008
<b>Investing activities</b>			
Deposits		(490,000)	–
Deposits for restoration		(3,577,405)	–
Acquisition of property, plant and equipment	5	(6,658,348)	(195,388)
		(10,725,753)	(195,388)
<b>Net change in cash</b>			
		(1,984,230)	35,126
Cash, beginning of period		2,578,587	757,753
<b>Cash, end of period</b>		594,357	792,879

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

# NOTES TO CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

(UNAUDITED)

THREE MONTHS ENDED SEPTEMBER 30, 2025

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## 1. INCORPORATION AND NATURE OF ACTIVITIES

Abcourt Mines Inc. (together, with its subsidiary, the « Company ») was incorporated by letters patent of amalgamation in January 1971 and continued under Part 1A of the Quebec Companies Act in March 1981. On February 14, 2011, the Company was automatically continued under Business Companies Act (Quebec) following the coming into force of this law. The Company is engaged in the acquisition, exploration and evaluation, development and operating of mining properties in Canada, primarily gold. Its shares are trading on the TSX Venture Exchange under the symbol ABI, on the Berlin Stock Exchange under the symbol AML-BE and on the Frankfurt Exchange under the symbol AML-FF. The Company's head office is located at 475 De l'Église Avenue, Rouyn-Noranda, (Québec) J0Z 1Y0.

These condensed consolidated interim financial statements were approved for issue by the Board of Directors on November 26, 2025.

## 2. GENERAL INFORMATION, BASIS OF PRESENTATION AND GOING CONCERN

These condensed consolidated interim financial statements have been prepared by the Company's management in accordance with International Financial Reporting Standards (« IFRS accounting standards »), as established by the International Accounting Standards Board and in accordance with IAS 34 « Interim Financial Reporting ». These condensed consolidated interim financial statements were prepared using the same basis of presentation and accounting policies outlined in the annual financial statements on June 30, 2025. They do not include all the information required in annual financial statements in accordance with IFRS accounting standards and must be read in conjunction with the consolidated financial statements for the year ended June 30, 2025.

The Company's independent auditor has not performed a review of these unaudited consolidated interim financial statements for the three months ended September 30, 2025, in accordance with standards established by the Chartered Professional Accountants of Canada for a review of interim financial statements by the Company's auditor.

The unaudited condensed consolidated interim financial statements are presented in Canadian dollars, which is the Company's functional currency.

The Company operates in one business segment, namely the mining and exploration of mining properties. All of the Company's assets are located in Québec, Canada.

### Going concern

These condensed consolidated interim financial statements have been prepared on the going concern basis, where assets are realized and liabilities are settled in the normal course of business.

**2. GENERAL INFORMATION, BASIS OF PRESENTATION AND GOING CONCERN (CONTINUED)****Going concern (continued)**

On July 3, 2025, Abcourt closed a debt financing with Nebari Natural Resources Credit Fund II, LP (“Nebari”) to fund the rehabilitation of Sleeping Giant installations and start the mining operations. Considering this financing, Abcourt meet all criteria to move into development phase for the Sleeping Giant property. The Company's ability to ensure the continuity of its operations relies on the ability to start the mining operations at Sleeping Giant and bringing it into commercial production, on the realization of its assets and on additional financing.

Despite the Company's ability to obtain financing in the past, there can be no assurance that it will be able to obtain financing in the future, and there can be no assurance that such financing will be available on terms acceptable to the Company. The Company has not yet determined whether the mining properties contain ore reserves that can be economically exploited and has not yet generated operating revenues. As of September 30, 2025, the Company has a deficit of \$97,017,321, cash of \$594,357 and working capital of \$1,288,412. These material uncertainties cast significant doubt on the ability of the Company to continue as a going concern.

Subsequent to September 30, 2025 (Note 17), the Company closed an equity financing.

The condensed consolidated interim financial statements do not reflect the adjustments that would be necessary to the carrying amount of assets and liabilities, the amounts reported for revenues and expenses, and the classifications of items in the statement of financial position if the going concern assumption were not appropriate. These adjustments could be material.

**New accounting policies for the three months ended September 30, 2025***Development costs*

Costs associated with development activities are expensed within cost of sales unless the development activity can be shown to improve access to further quantities of ore that will be mined in future periods, in which case, the development costs are capitalized to mining properties within property, plant and equipment.

**Significant accounting judgments, estimates and assumptions**

The judgements, estimates and assumptions applied in the condensed consolidated interim financial statements, including the key sources of estimation uncertainty, were the same as those applied in the Company's last annual financial statements for the year ended June 30, 2025. The only exceptions are as follows:

**Key sources of uncertainty for estimations**

## a) Fair value of credit facility and embedded derivatives

Management used valuation techniques to determine the fair value of the credit facility and its embedded derivatives. This involves developing estimates and assumptions that are consistent with how market participants would value the instrument. Management bases its assumptions on observable data as far as possible, but this is not always available. In that case, management uses the best information available. The key assumptions (discount rate, probability of early repayment, etc.) are disclosed in Note 8.

**2. GENERAL INFORMATION, BASIS OF PRESENTATION AND GOING CONCERN (CONTINUED)****Critical judgments in the application of accounting policies**

## a) Beginning of the development phase

The Company evaluates the potential of each project to determine when it should progress from the exploration and evaluation phase to the development phase. Technical feasibility and commercial viability will be considered achieved when the Company has met the following conditions:

- Obtaining a pre-feasibility or technical feasibility and commercial viability study;
- Decision of the Company on this basis to proceed to the development phase;
- Obtaining mining permits;
- Obtain the necessary funding to carry out the development plan

Once management has determined that a project has demonstrated development potential based on these criteria and once approved by the board of directors, the project enters the development phase. As at September 30, 2025, the Sleeping Giant project is classified as a development phase.

The determination of the technical feasibility and commercial viability of the Sleeping Giant mine requires judgment. The Company completed internal analysis with several external experts. The results of optimization studies and technical evaluations carried out to mitigate project risks, while maintaining all necessary permits and concluded that technical feasibility and commercial viability has been achieved effective July 3, 2025. Accordingly, effective July 3, 2025, the Company commenced capitalization of costs related to the development of Sleeping Giant mine, but several costs related to maintenance are still recognized in income statement, as they do not meet capitalization criteria.

## b) Beginning of commercial production

Determining when property, plant and equipment are in the location and condition necessary for it to be capable of operating in the manner intended by management (commercial production) is a matter of judgment. Depending on the specific facts and circumstances, the following factors may indicate that commercial production has commenced:

- The completion of all major capital expenditures to bring the mine to the condition necessary for it to be capable of operating in the manner intended by management;
- The ability to produce metal in saleable form (within specifications);
- The mill has reached a pre-determined percentage of design capacity and mineral recoveries are near the expected production levels;
- The completion of a reasonable period of testing of the mine, mill, and related equipment; and
- The ability to sustain ongoing production of ore.

As at September 30, 2025, the Company has not yet achieved commercial production.

## NOTES TO CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

(UNAUDITED)

THREE MONTHS ENDED SEPTEMBER 30, 2025

### 3. ADDITIONAL INFORMATION ON CASH FLOWS

	THREE MONTHS ENDED SEPTEMBER 30,	
	2025	2024
	\$	\$
Changes in non-cash working capital items:		
Receivables	(736,129)	(67,018)
Inventory	(890,400)	171,700
Refundable tax credit resources and refundable credit on mining rights	(1,129,518)	–
Prepaid expenses and deferred expenses	62,157	224,873
Accounts payable and accrued liabilities	1,821,155	(808,250)
Deferred revenue	–	(38,641)
	<b>(872,735)</b>	<b>(517,336)</b>

	THREE MONTHS ENDED SEPTEMBER 30,	
	2025	2024
	\$	\$
Items not affecting cash flows:		
Disposal of impaired equipment as accounts payable settlement	(382,789)	–
Long-term debt issuance costs	(935,318)	–
Issuance of warrants	–	1,242,483

### 4. INVENTORY

	SEPTEMBER 30, 2025	JUNE 30, 2025
	\$	\$
Gold and silver inventories	1,471,500	581,100
Mining Supplies	151,980	151,980
	<b>1,623,480</b>	<b>733,080</b>

Gold and silver inventories (gold and silver doré and gold in circuit), ore stockpiles and mine supplies are carried at the lower of cost and net realizable value.

**NOTES TO CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS**

(UNAUDITED)

THREE MONTHS ENDED SEPTEMBER 30, 2025

**5. PROPERTY, PLANT AND EQUIPMENT**

	FURNITURE AND COMPUTER EQUIPMENT	MILL AND OTHER EQUIPMENT <sup>(A)</sup>	EXPLORATION – BUILDINGS AND EQUIPMENT	RIGHT-OF-USE ASSET – MOBILE EQUIPMENT	TOTAL
	\$	\$	\$	\$	\$
<b>COST</b>					
<b>Balance as at June 30, 2024</b>	142,565	9,571,209	1,988,544	53,822	11,756,140
Additions	2,856	73,339	335,919	–	412,114
Provision for restoration adjustment	–	(421,720)	(98,921)	–	(520,641)
<b>Balance as at June 30, 2025</b>	<b>145,421</b>	<b>9,222,828</b>	<b>2,225,542</b>	<b>53,822</b>	<b>11,647,613</b>
Additions	–	1,340,262	5,318,086	–	6,658,348
<b>Balance as at September 30, 2025</b>	<b>145,421</b>	<b>10,563,090</b>	<b>7,543,628</b>	<b>53,822</b>	<b>18,305,961</b>
<b>ACCUMULATED AMORTIZATION</b>					
<b>Balance as at June 30, 2024</b>	72,204	2,572,756	417,001	5,980	3,067,941
Amortization	14,221	72,590	87,679	17,941	192,431
<b>Balance as at June 30, 2025</b>	<b>86,425</b>	<b>2,645,346</b>	<b>504,680</b>	<b>23,921</b>	<b>3,260,372</b>
Amortization	2,563	17,256	72,352	4,485	96,656
<b>Balance as at September 30, 2025</b>	<b>88,988</b>	<b>2,662,602</b>	<b>577,032</b>	<b>28,406</b>	<b>3,357,028</b>
<b>NET CARRYING AMOUNT</b>					
<b>Balance as at June 30, 2025</b>	<b>58,996</b>	<b>6,577,482</b>	<b>1,720,862</b>	<b>29,901</b>	<b>8,387,241</b>
<b>Balance as at September 30, 2025</b>	<b>56,433</b>	<b>7,900,488</b>	<b>4,208,996</b>	<b>25,416</b>	<b>14,948,933</b>

<sup>(A)</sup> Other equipment includes production equipment, mobile equipment and computer equipment of the Sleeping Giant site.

**NOTES TO CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS**

(UNAUDITED)

THREE MONTHS ENDED SEPTEMBER 30, 2025

**6. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES**

	SEPTEMBER 30, 2025	JUNE 30, 2025
	\$	\$
Accounts payable	7,018,220	5,616,907
Royalties payable	157,645	209,829
Salaries and benefits payable	1,326,107	856,750
Payable to governments	408,112	788,232
	<b>8,910,084</b>	<b>7,471,718</b>

**7. LEASE OBLIGATION**

	SEPTEMBER 30, 2025
	\$
Balance as at June 30, 2025	31,494
Interests	449
Repayment	(5,253)
<b>Balance as of September 30, 2025</b>	<b>26,690</b>
Current portion	18,526
Non-current portion	8,164

**8. LONG-TERM DEBT**

	CREDIT FACILITY	CONVERTIBLE DEBENTURE	TOTAL
	\$	\$	\$
Balance as at June 30, 2025	–	2,250,342	2,250,342
Addition	16,390,200	–	16,390,200
Issuance of warrants	(2,152,712)	–	(2,152,712)
Long-term debt issuance costs	(935,318)	–	(935,318)
Foreign exchange loss	273,627	–	273,627
Accretion	146,480	29,358	175,838
<b>Balance as of September 30, 2025</b>	<b>13,722,277</b>	<b>2,279,700</b>	<b>16,001,977</b>
Current portion	–	–	–
Non-current portion	13,722,277	2,279,700	16,001,977

Nebari credit facility

*Initial loan*

On July 3, 2025, the Company entered into a loan agreement (the “Credit Agreement”) for a non-revolving term credit facility (the “Credit Facility”) with Nebari. The Credit Facility of US \$8,000,000 (“Initial Tranche”) matures on July 3, 2028 and bears interest at a rate equal to Secured Overnight Financing Rate (“SOFR”) plus 12%, payable monthly in arrears in U.S. dollars.

**8. LONG-TERM DEBT (CONTINUED)**Nebari credit facility (continued)*Initial loan (continued)*

The Company has entered into security agreements with the Lender to issue a first priority security interest, subject to certain permitted encumbrances, in all of the Company's movable and immovable property, present and future, tangible and intangible, of every kind and nature and wherever situated, including real estate interests, mineral rights, inventory and equipment.

The Credit Facility contains a mandatory prepayment clause where the Company must pay certain amounts of proceeds from sale of secured assets and insurance proceeds (the "Mandatory Prepayment Clause"). The Credit Facility also contains an optional prepayment clause where the Company has the option to prepay a portion or all of the outstanding Credit Facility balance, subject to a Make-Whole threshold of 25%, (together with the mandatory prepayment clause, the "Embedded Prepayment Option"). The Credit Facility is a compound financial instrument, which consists of two components: the loan (a financial liability) and the bifurcated embedded derivative comprised of the Embedded Prepayment Option.

In connection with the Credit Agreement, the Company issued 87,040,000 warrants to Nebari, with each warrant entitling the holder to acquire one common share of the Company at an exercise price of \$0.0625 per common share for a period ending July 3, 2028. As additional consideration for arranging the loan, the Company paid an arrangement fee of US \$120,000 to Nebari. The Company also incurred other financing costs of \$629,866, including legal and filing fees.

*1st amendment*

On September 10, 2025, the Company entered into a first amending agreement (the "First Amending Agreement") with Nebari for the extension of an additional US \$2,000,000 to the existing Credit Facility, under the same terms as the Credit Facility. In connection with the First Amending Agreement, the Company issued 14,905,298 warrants to Nebari, with each warrant entitling the holder to acquire one common share of the Company at an exercise price of \$0.093 per common share for a period ending September 10, 2028. As additional consideration for arranging the loan, the Company paid an arrangement fee of US \$30,000 to Nebari. The Company also incurred other financing costs of \$29,777, including legal and filing fees.

*2nd amendment*

On September 18, 2025, the Company entered into a second amending agreement (the "Second Amending Agreement") with Nebari for the extension of an additional US \$2,000,000 to the existing Credit Facility, under the same terms as the Credit Facility. In connection with the Second Amending Agreement, the Company issued 14,395,259 warrants to Nebari, with each warrant entitling the holder to acquire one common share of the Company at an exercise price of \$0.096 per common share for a period ending September 18, 2028. As additional consideration for arranging the loan, the Company paid an arrangement fee of US \$30,000 to Nebari. The Company also incurred other financing costs of \$29,821, including legal and filing fees.

*Initial recognition*

The initial carrying amount of the financial liability was determined by discounting the estimated future interest and principal payments at a discount rate of 23.0%.

The initial fair value of the Embedded Prepayment Option was determined to be \$nil.

## NOTES TO CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

(UNAUDITED)

THREE MONTHS ENDED SEPTEMBER 30, 2025

### 8. LONG-TERM DEBT (CONTINUED)

#### Nebari credit facility (continued)

##### *Initial recognition (continued)*

The carrying amount of the warrants issued together with the Credit Facility was established using the residual amount approach, which takes the difference between the principal amount received from the Credit Facility (US \$12,000,000) less the fair value of the loan and embedded prepayment option. The value of the warrants net of financing costs is recorded within warrant reserves on the statement of financial position.

##### *Subsequent measurement*

The carrying value of the loans will be accreted using the effective interest rate method over the term of the Credit Facility. The effective interest rate for the Initial Tranche, First Amending Agreement and Second Amending Agreement is estimated at 26.78%, 24.36% and 24.42%, respectively. SOFR plus 12% represent 16.16% as at September 30, 2025.

The Embedded Prepayment Option are revalued at fair value at each reporting date with changes in fair value accounted for in the statement of comprehensive loss. As at September 30, 2025, the fair value as at September 30, 2025 is nil.

The loans are repayable starting July 2027 in twelve capital installments of \$ 1,392,100 (US 1,000,000).

#### Investissement Québec

On August 11, 2025, the Corporation entered into loan offers with Investissement Québec totaling \$5,800,000 to finance resource tax credits. The first loan for a maximum amount of \$1,300,000 for the tax credits of the fiscal year ending June 30, 2025, and a second loan for a maximum amount of \$4,500,000 for the tax credits of the fiscal year ending June 30, 2026.

The Loans will bear interest at an annual rate equal to the prime rate plus 2.55% and is repayable at the earlier of the receipt of the tax credits or December 31, 2026 in the case of the loan relating to the fiscal year ending June 30, 2025, and December 31, 2027 in the case of the loan relating to the fiscal year ending June 30, 2026. The loans will be secured by a first-ranking security interest on refundable tax credits and an irrevocable standby letter of credit representing 10% of the loans.

As at September 30, 2025, the loan are not used.

### 9. PROVISIONS FOR RESTORATION OF MINING SITES

	SEPTEMBER 30, 2025
	\$
Balance as at June 30, 2025	11,912,292
Accretion expense	106,752
<b>Balance as of September 30, 2025</b>	<b>12,019,044</b>

## NOTES TO CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

(UNAUDITED)

THREE MONTHS ENDED SEPTEMBER 30, 2025

### 9. PROVISIONS FOR RESTORATION OF MINING SITES (CONTINUED)

The following table sets forth the distribution of provisions for restoration of mining sites:

	SEPTEMBER 30, 2025
	\$
Elder site	728,230
Sleeping Giant site	11,290,814
	<b>12,019,044</b>

The amount of financial guarantee required by the MNRF is \$12,212,697. The Company is required to make one remaining payment of \$1,710,621 due in March 2026 for Sleeping Giant mine. For the Elder mine, the financial guarantee required by the MNRF is \$704,425. The Company is required to make one remaining payment of \$51,713 due in February 2026.

As of September 30, 2025, financial guarantees totaling \$11,154,809 (\$10,502,077 for the Sleeping Giant mine and \$652,732 for the Elder mine) have been issued to the MRNF in the form of bonds issued by an insurance company. Under the bond agreement, the insurance company guarantees the MNRF the restoration costs set out in the restoration plans. In accordance with the terms of the agreement, the Company has provided an irrevocable letter of credit in the amount of \$5,700,000 from a Canadian bank (\$2,000,000 as at June 30, 2025). This bond is also secured by a \$5,700,000 mortgage on the Sleeping Giant property. The letter of credit is secured by a term deposit in the same amount.

### 10. SHARE CAPITAL

#### Authorized

Unlimited number of preferred shares without par value which may be issued in one or more series; the privileges, rights, conditions and restrictions will be determined by the Board of Directors (none outstanding).

Unlimited number of subordinate Class « A » shares, without par value, non-voting (none outstanding).

Unlimited number of Class « B » shares», without per value, with voting rights.

Changes in the Company Class « B » share capital were as follows:

	NUMBER OF SHARES ISSUED	\$
<b>Balance as at June 30, 2025</b>	<b>1,011,680,520</b>	<b>73,770,396</b>
Exercise of warrants	1,547,500	103,101
Exercise of stock options	856,800	93,864
<b>Balance as at September 30, 2025</b>	<b>1,014,084,820</b>	<b>73,967,361</b>

# NOTES TO CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

(UNAUDITED)

THREE MONTHS ENDED SEPTEMBER 30, 2025

## 11. STOCK OPTIONS AND WARRANTS

### Stock options

The shareholders of the Company approved a stock option plan (the « plan ») whereby the Board of directors may grant to employees, officers, directors and suppliers of the Company, stock options to acquire shares of the Company, for such terms and at such exercise price as may be determined by the Board of Directors. It was originally adopted in October 1996 and approved by shareholders of the Company on December 1<sup>st</sup>, 1997, and has subsequently been modified several times with the approval of shareholders in December 2001, December 2012 as well as in August 2023. The conditions and exercise price of each stock options are determined by the board of directors. The exercise price of the options cannot be lower than the closing price of the common shares on the TSXV, the day preceding the grant, subject to the minimum exercise price permitted by the rules of this exchange on time of each grant. The expiration date of the options cannot exceed 5 years from the date of their grant and the options cannot be assigned or transferred.

The plan provides that the maximum number of shares in the capital of the Company that can be reserved for issuance under the plan shall be equal to 42,810,000 shares. The maximum number of shares that may be reserved for issuance of option to any one person during a period of 12 months under the plan is 5% of the number of shares issued and outstanding at the time of the grant (on an undiluted basis). The maximum of the total number of shares of the Company that may be issued under the aggregate equity compensation awarded or issued to insiders (as a group) must not exceed 10% of the issued shares of the Company at any time (unless the Company has obtained the required disinterested shareholders approval in accordance with the requirements of the TSX Venture Exchange).

The maximum number of shares which may be reserved for issuance of stock options to a consultant may not exceed 2% of the outstanding shares at the time of grant on a period of twelve months. The maximum number of shares which may be reserved for issuance of stock options to an investor relations representative may not exceed 2% of the outstanding shares at the time of grant on a period of twelve months. The options granted to investor relations representative can only be acquired on a period of twelve months, at the rate of 25% per quarter.

Changes in the Company' stock options were as follows:

	THREE MONTHS ENDED SEPTEMBER 30, 2025	
	Number of options	Weighted average exercise price
		\$
Outstanding as at June 30, 2025	30,164,267	0.06
Granted	21,600,000	0.08
Exercised	(856,800)	0.09
Expired	(100,000)	0.05
<b>Outstanding as at September 30, 2025</b>	<b>50,807,467</b>	<b>0.07</b>
<b>Exercisable as at September 30, 2025</b>	<b>33,507,467</b>	<b>0.07</b>

**NOTES TO CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS**

(UNAUDITED)

THREE MONTHS ENDED SEPTEMBER 30, 2025

**11. STOCK OPTIONS AND WARRANTS (CONTINUED)**

**Stock options (continued)**

During the three months ended September 30, 2025, the Company granted stock options to a director and employees of the Company. The weighted average fair value of the stock options of \$0.04 (\$0.03 as at June 30, 2025) was established using the Black-Scholes valuation model and based on the following weighted average assumptions:

	SEPTEMBER 30, 2025
Average share price at date of grant (\$)	0.048
Expected dividend yield (%)	–
Expected average volatility (%)	72
Average risk-free interest rate (%)	2.87
Expected average life (years)	5
Average exercise price (\$)	0.08

The underlying expected volatility was determined by reference to historical data of the Company’s shares over the expected average life of the stock options granted.

During the three months ended September 30, 2025, an amount of \$339,909 (\$81,012 for the three months ended September 30, 2024) of share-based payments (all of which related to equity-settled share-based payment transactions) was recognized in profit or loss and credited to contributed surplus.

The following tables summarize the information related to the share purchase options granted under the plan:

NUMBER OF STOCK OPTIONS OUTSTANDING AS AT SEPTEMBER 30, 2025		EXERCISE PRICE	EXPIRATION DATE
OUTSTANDING	EXERCISABLE	\$	
4,284,000	4,284,000	0.09	December 2025
1,000,000	1,000,000	0.05	December 2025
266,667	266,667	0.05	January 2026
1,000,000	1,000,000	0.05	June 2026
856,800	856,800	0.09	December 2026
2,000,000	2,000,000	0.10	April 2027
1,000,000	1,000,000	0.05	November 2027
13,100,000	13,100,000	0.05	August 2028
2,700,000	1,800,000	0.05	August 2029
1,500,000	500,000	0.05	January 2030
1,500,000	500,000	0.05	February 2030
21,600,000	7,200,000	0.08	August 2030
50,807,467	33,507,467		

**NOTES TO CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS**

(UNAUDITED)

THREE MONTHS ENDED SEPTEMBER 30, 2025

**11. STOCK OPTIONS AND WARRANTS (CONTINUED)**

**Warrants to investors**

Changes in the Company's warrants to investors were as follows:

	THREE MONTHS ENDED SEPTEMBER 30, 2025	
	Number of warrants	Weighted average exercise price
		\$
Outstanding as at June 30, 2025	480,979,822	0.07
Granted (Note 8)	116,340,557	0.07
Exercised	(1,547,500)	0.05
Expired	(20,025,000)	0.15
<b>Outstanding as at September 30, 2025</b>	<b>575,747,879</b>	<b>0.07</b>

The following tables summarize the information related to the warrants to investors:

**NUMBER OF WARRANTS OUTSTANDING AS AT**

SEPTEMBER 30, 2025	EXERCISE PRICE	EXPIRATION DATE
	\$	
500,000	0.15	October 2025
28,221,250	0.05	September 2026
15,626,506	0.05	October 2026
5,225,000	0.05	November 2026
6,250,000	0.05	December 2026
28,524,688	0.06	March 2027
18,310,000	0.06	April 2027
28,848,312	0.06	May 2027
12,551,400	0.06	June 2027
112,500,000	0.06	July 2027
20,866,666	0.08	October 2027
12,943,500	0.08	December 2027
60,000,000	0.08	March 2028
2,300,000	0.08	April 2028
85,620,000	0.08	May 2028
21,120,000	0.08	June 2028
87,040,000	0.06	July 2028
14,905,298	0.09	September 2028
14,395,259	0.10	September 2028
<b>575,747,879</b>		

**NOTES TO CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS**

(UNAUDITED)

THREE MONTHS ENDED SEPTEMBER 30, 2025

**11. STOCK OPTIONS AND WARRANTS (CONTINUED)**

**Warrants to intermediaries**

Changes in the Company' warrants to intermediaries were as follows:

	THREE MONTHS ENDED SEPTEMBER 30, 2025	
	Number of warrants	Weighted average exercise price
		\$
Outstanding as at June 30, 2025	6,965,780	0.07
Expired	(1,162,500)	0.15
<b>Outstanding as at September 30, 2025</b>	<b>5,803,280</b>	<b>0.05</b>

The following table summarizes the information related to intermediaries' warrants:

NUMBER OF WARRANTS OUTSTANDING AS AT SEPTEMBER 30, 2025	EXERCISE PRICE	EXPIRATION DATE
45,000	\$0.05	September 2026
10,000	\$0.06	March 2027
4,085,236	\$0.055	December 2027
1,535,040	\$0.05	April 2028
128,004	\$0.05	May 2028
5,803,280		

**12. OTHER INFORMATION ON THE CONDENSED CONSOLIDATED INTERIM STATEMENT OF COMPREHENSIVE LOSS**

**Costs of sales**

	THREE MONTHS ENDED SEPTEMBER 30,	
	2025	2024
	\$	\$
Production costs	3,481,894	-
Maintenance costs	1,495,558	-
Exploration expenses	1,188,444	-
Refundable tax credit resources and refundable credit on mining rights	(1,156,110)	-
	5,009,786	-

**NOTES TO CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS**

(UNAUDITED)

THREE MONTHS ENDED SEPTEMBER 30, 2025

**12. OTHER INFORMATION ON THE CONDENSED CONSOLIDATED INTERIM STATEMENT OF COMPREHENSIVE LOSS  
(CONTINUED)**

**Administration**

	THREE MONTHS ENDED SEPTEMBER 30,	
	2025	2024
	\$	\$
Salaries and benefits	573,115	261,186
Share-based compensation	339,909	81,012
Shareholders and investors relations	204,409	127,765
Professional fees	188,280	144,323
Office and others	40,611	40,385
Interest and penalties on taxes	33,340	41,995
Bank fees	21,717	14,652
Insurances	12,915	10,808
Amortization of property, plant and equipment	2,562	53,631
	<b>1,416,858</b>	<b>775,757</b>

**Exploration and evaluation**

	THREE MONTHS ENDED SEPTEMBER 30,	
	2025	2024
	\$	\$
Exploration and evaluation	250,068	2,603,486
Refundable tax credit resources and refundable credit on mining rights	–	–
Sale of a property	–	(1,500,000)
Proceeds from the sale of gold and silver	–	(602,326)
	<b>250,068</b>	<b>501,160</b>

**13. RELATED PARTY TRANSACTIONS**

**TOTAL COMPENSATION**

	THREE MONTHS ENDED SEPTEMBER 30	
	2025	2024
	\$	\$
Salaries and benefits <sup>(1)</sup>	3,159,040	1,582,244
Share-based compensation	339,909	81,012
Government pension plan	47,056	29,211
Pension plan	47,087	11,119
	<b>3,593,092</b>	<b>1,703,586</b>

(1) Salaries and benefits for all employees of the Company

# NOTES TO CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

(UNAUDITED)

THREE MONTHS ENDED SEPTEMBER 30, 2025

## 13. RELATED PARTY TRANSACTIONS (CONTINUED)

### KEY MANAGEMENT PERSONNEL COMPENSATION

Key Management personnel of the Company are the senior officers, namely the Chief Executive Officer and the Chief Financial Officer and the members of the Board.

	THREE MONTHS ENDED SEPTEMBER 30,	
	2025	2024
	\$	\$
Salaries and benefits	221,875	304,487
Pension plan	5,290	–
Share-based compensation	216,377	32,363
	443,542	336,850

In addition to the amounts presented in the note on key management remuneration, here are the related party transactions for the three months ended September 30, 2025 and 2024:

	THREE MONTHS ENDED SEPTEMBER 30,	
	2025	2024
	\$	\$
Professional fees with a firm in which one of the directors of the Company is a partner	136,716	43,874

As at September 30, 2025, balance due to related parties amounted \$299,783 (\$701,291 as at June 30, 2025). These transactions are measured at the value of the consideration paid or received, which was established and agreed by the related parties. Unless otherwise stated, none of the transactions incorporated special terms and conditions and no guarantee was given or received. Outstanding balances are usually settled in cash.

## 14. FINANCIAL INSTRUMENTS RISKS

### Risk management objectives and policies

The Company is exposed to various risks with respect to financial instruments. The financial assets and liabilities of the Company are summarized, by category, in Note 4, Financial Instruments, of the consolidated financial statements for the year ended June 30, 2025. The main types of risk are credit risk and liquidity risk.

The Company's risk management is coordinated at its headquarters, in close cooperation with the board of directors, and focuses on actively securing the Company's short to medium-term cash flows by minimizing the exposure to volatile financial markets.

The Company does not actively engage in the trading of financial assets for speculative purposes, nor does it write options. The most significant financial risks to which the Company is exposed are described below.

### Market risk

Market risk is the risk of changes in prices, such as interest rates, foreign exchange rates, gold price and equity prices on shares owned that affect the Company's income. The objective of market risk management is to manage and control market risk exposures within acceptable parameters while optimizing returns.

**14. FINANCIAL INSTRUMENTS RISKS (CONTINUED)****Currency exchange rate risk**

The Company is exposed to foreign exchange risk arising from currency volatility, primarily with respect to its credit facility in U.S. dollars and is therefore exposed to material gains or losses on foreign exchange.

Based on the balances as at September 30, 2025, a 5% fluctuation in the exchange rates on that date (with all other variables being constant) would have resulted in a variation of net loss of approximately \$ 670,000 for the three months ended September 30, 2025 (\$nil in 2024).

**Interest rate risk**

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. Deposits bear at a fixed rate. With respect to deposits, the Company is exposed to a limited change in fair value due to the nature of the asset.

The long-term debt bear interest at a variable rate which exposes the Company to an interest rate-related variation. Counterparties cannot demand settlement solely because of an adverse change in fair value. The sensitivity of the net loss of a variation in interest rates of +/- 0.5% would have a non-significant impact. This change is considered reasonably possible in the current market.

**Credit risk**

Credit risk is the risk that a counterparty fails to discharge an obligation to the Company. The Company is exposed to credit risk due to its financial assets, particularly its cash.

The credit risk of cash is considered negligible, since the counterparties are reputable banks whose external credit rating is excellent.

**Liquidity risk**

Liquidity risk is the risk that an entity will have difficulty honoring commitments linked to financial liabilities. Liquidity risk management aims to maintain a sufficient amount of cash and ensure that the Company has sufficient sources of financing. The Company establishes budget forecasts to ensure that it has the necessary funds to meet its obligations. Accounts payable and accrued liabilities are due during the next financial year. The principal of the convertible debenture is payable in full in June 2029 while the interest is payable monthly and the principal repayment of the Credit Facility will begin in July 2027 while the interest is payable monthly.

**Fair value of financial instruments**

Financial assets and financial liabilities measured at fair value in the consolidated statements of financial position are grouped according to three levels of the fair value hierarchy.

Current financial assets and liabilities, which include cash, receivables and accounts payable and accrued liabilities, approximate their fair value due to their short-term maturity. Therefore, no details regarding their fair value are presented. The carrying amount of the Credit Facility and the convertible debenture approximates fair value as the credit spread is similar to the credit spread that the Company would obtain under similar conditions at the reporting date and is classified as Level 2 in the fair value hierarchy.

# NOTES TO CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

(UNAUDITED)

THREE MONTHS ENDED SEPTEMBER 30, 2025

## 15. POLICIES AND PROCESSES FOR MANAGING CAPITAL

As at September 30, 2025, the capital of the Company consists of long-term debt and negative equity amounting to \$10,513,933 (negative equity of \$599,537 as at June 30, 2025). The Company's capital management objective is to have sufficient capital to be able to meet its obligation related to operation and its exploration and evaluation plan in order to ensure the growth of its activities. It has also the objective of having sufficient liquidity to finance its operations, its exploration and evaluation expenses, the investing activities and the working capital requirements.

There was no significant change in the Company's approach to capital management during the three months ended September 30, 2025. The Company is subject to regulatory requirements related to the use of funds raised by flow-through financing. These funds must be incurred for eligible exploration and evaluation expenditures. During the period, the Company complied with these regulatory requirements. Other than flow-through financing, the Company is not subject to any externally imposed capital requirements.

## 16. COMMITMENTS

### Royalties

As at September 30, 2025, the following royalties are payable on production done on the Company mining properties:

Properties	Royalties
Elder	2% to 3% NSR
Vendôme	2% NSR on Xstrata claims
Tagami	1% to 2% NSR
Jonpol	2,5% NSR
Aldermac	\$2/tonne on 1,500,000 tons
Aldermac ouest	2% NSR
Sleeping Giant	\$5/tonne totaling 350,000 tons
	1.5% NSR

Although the Company has taken steps to identify the royalties on the mining properties, in accordance with industry practices, property titles may be subject to unregistered prior agreements, and they can be lost or revoked if regulatory measures are not respected.

On September 19, 2025, the Company exercised its option to reduce the net smelter return royalty on all metallic and non-metallic minerals mined or otherwise recovered from each of the Sleeping Giant and Dormex properties, held by Maverix Metals, from 2% to 1.5% pursuant to the terms of a royalty agreement entered into between the Company and Maverix on September 22, 2022. The royalty rate was reduced by 0.5% in consideration of a cash payment of US \$2,000,000 (CA \$2,757,600). The Company recognized an expense on royalty by-back of \$2,757,600.

**16. COMMITMENTS (CONTINUED)****Flow-through financings**

The Company is partly financed by the issuance of flow-through shares. However, there is no guarantee that the funds spent by the Company will qualify as Canadian exploration expenses, even if the Company is committed to take all the necessary measures to this effect. Refusal of certain expenses by the tax authorities would have negative tax consequences for the Company or for investors. In the past, the Company has respected its commitments under the flow-through share agreements signed. In 2025, the Company received \$6,427,164 following flow-through offering for which it renounced tax deductions for the benefit of investors. Management is required to fulfill its commitments within the stipulated period of one year from the renounced date. As at September 30, 2025, the balance of expenses to be incurred related to flow-through financings amounted to \$1,885,044.

**17. SUBSEQUENT EVENT****Equity financing**

On October 31, 2025 the Company announced a brokered private placement for gross proceeds of \$10,000,000 from the sale of:

- (i) 41,666,666 charity flow-through units of the Company to charity purchasers at a price of \$0.12 per charity flow-through unit and
- (ii) 58,823,530 units of the Company at a price of \$0.085 per unit.

Each charity flow-through unit will consist of one flow-through share and one common share purchase warrant. Each warrant will entitle the holder to acquire one common share of the Company at a price of \$0.12 per share for up to 36 months following the closing date of the private placement.

Each unit will consist of one common share of the Company and one warrant, each warrant will entitle the holder to acquire one common share at a price of \$0.12 per share up to 36 months after the closing date of the private placement.