

MAXUS MINING INC.

(formerly 1475431 B.C. Ltd.)

Financial Statements

For the period from April 11, 2024 (incorporation) to January 31, 2025

(Expressed in Canadian dollars)

Independent Auditor's Report

To the Directors of:
MAXUS MINING INC. (Formerly 1475431 B.C. Ltd.)

Opinion

We have audited the financial statements of Maxus Mining Inc. (formerly 1475431 B.C. Ltd.) ("the Company"), which comprise the statements of financial position as at January 31, 2025, and the statements of loss and comprehensive loss, changes in shareholders' equity and cash flows for the period from April 11, 2024 (incorporation) to January 31, 2025, and notes to the financial statements, including a summary of material accounting policies and other explanatory information.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Company as at January 31, 2025, and its financial performance and its cash flows for the period from April 11, 2024 (incorporation) to January 31, 2025 in accordance with International Financial Reporting Standards ("IFRS").

Basis for Opinion

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the Company in accordance with the ethical requirements that are relevant to our audit of the financial statements in Canada, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Material Uncertainty Related to Going Concern

We draw attention to Note 1 in the financial statements, which indicates that the Company incurred a net loss of \$89,352 during the period from April 11, 2024 (incorporation) to January 31, 2025, and as of that date, had accumulated losses since inception of \$89,352. As stated in Note 1, these events or conditions, along with other matters as set forth in Note 1, indicate that a material uncertainty exists that may cast significant doubt on the Company's ability to continue as a going concern. Our opinion is not modified in respect of this matter.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

We have determined that there are no key audit matters to communicate in our auditor's report.

Other Information

Management is responsible for the other information. The other information comprises Management's Discussion and Analysis. Our opinion on the financial statements does not cover the other information and will not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information identified above and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated.

We obtained Management's Discussion and Analysis prior to the date of this auditor's report. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

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Responsibilities of Management and those Charged with Governance for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with IFRS, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with Canadian generally accepted auditing standards, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

The engagement partner on the audit resulting in this independent auditor's report is Mike Kao.

WDM

Chartered Professional Accountants

Vancouver, B.C.
February 18, 2025



MAXUS MINING INC.
(formerly 1475431 B.C. Ltd.)
Statement of Loss and Comprehensive Loss
(Expressed in Canadian dollars)

| | Note | Period from April 11, 2024 (incorporation) to January 31, 2025 |
|--|------|---|
| | | \$ |
| Operating expenses | | |
| Exploration and evaluation expenditures | 5 | 178,046 |
| Office and miscellaneous | | 727 |
| Professional fees | | 31,825 |
| Total expenses | | 210,598 |
| Other income | | |
| Amortization of flow-through premium liability | 6 | (121,246) |
| Net loss and comprehensive loss | | 89,352 |
| Net loss per share: | | |
| Basic and diluted | | 0.01 |
| Weighted average number of common shares: | | |
| Basic and diluted | | 13,483,108 |

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

MAXUS MINING INC.
(formerly 1475431 B.C. Ltd.)
Statement of Cash Flows
(Expressed in Canadian dollars)

| | Period from April 11, 2024 (incorporation) to January 31, 2025 |
|--|---|
| | \$ |
| Operating activities: | |
| Net loss for the period | (89,352) |
| Changes in non-cash working capital items: | |
| Accounts receivable | (7,691) |
| Accounts payable and accrued liabilities | 54,903 |
| Amortization of flow-through premium liability | (121,246) |
| Cash used in operating activities | (163,386) |
| Investing activities: | |
| Acquisition of resource properties | (15,000) |
| Cash used in investing activities | (15,000) |
| Financing activities: | |
| Proceeds received from private placements | 910,035 |
| Issuance cost | (31,561) |
| Cash provided by financing activities | 878,474 |
| Net change in cash | 700,088 |
| Cash, beginning of the period | - |
| Cash, end of the period | 700,088 |
| Supplemental cash flow information: | |
| Cash income tax paid | - |
| Cash interest paid | - |

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

MAXUS MINING INC.

(formerly 1475431 B.C. Ltd.)

Statement of Changes in Shareholders' Equity

(Expressed in Canadian dollars, except number of shares)

| | Common shares | Share capital | Reserves | Deficit | Total shareholders' equity |
|---|----------------------|----------------------|-----------------|-----------------|-----------------------------------|
| | # | \$ | \$ | \$ | \$ |
| Balance, April 11, 2024 (Incorporation) | 1 | - | - | - | - |
| Cancellation of share | (1) | - | - | - | - |
| Shares issued for private placement | 7,000,000 | 392,500 | - | - | 392,500 |
| Shares issued for flow-through common shares | 9,075,000 | 181,500 | - | - | 181,500 |
| Initial recognition of flow-through premium liability | - | (136,125) | - | - | (136,125) |
| Special warrants issued for private placement | - | - | 336,035 | - | 336,035 |
| Share and special warrants Issuance costs | - | (30,924) | (637) | - | (31,561) |
| Net loss for the period | - | - | - | (89,352) | (89,352) |
| Balance, January 31, 2025 | 16,075,000 | 406,951 | 335,398 | (89,352) | 652,997 |

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

MAXUS MINING INC.
(formerly 1475431 B.C. Ltd.)
Notes to the Financial Statements
For the period from April 11, 2024 (incorporation) to January 31, 2025
(Expressed in Canadian dollars)

1. NATURE OF OPERATIONS AND GOING CONCERN

Maxus Mining Inc. (the "Company") was incorporated pursuant to the *Business Corporations Act* of British Columbia on April 11, 2024. The Company's registered and records office is located at 6th floor - 905 West Pender Street, Vancouver, BC V6C 1L6.

On January 23, 2025, the Company executed a name change from 1475431 B.C. Ltd. to Maxus Mining Inc.

The Company is in the business of acquisition, exploration and development of mineral properties. The business of mining and exploration involves a high degree of risk and there can be no assurance that current exploration programs will result in profitable mining operations. The recoverability of exploration and evaluation expenditures is dependent upon several factors. These include the discovery of economically recoverable reserves, the ability of the Company to obtain the necessary financing to complete the development of these properties, and future profitable production or proceeds from disposition of mineral properties.

These financial statements for the period ended from the date of incorporation on April 11, 2024 to January 31, 2025, (the "financial statements") have been prepared on a going concern basis, which assumes that the Company will be able to meet its obligations and continue its operations for at least the next twelve months. As at January 31, 2025, the Company has working capital of \$637,997 and an accumulated deficit of \$89,352. For the period ended from the date of incorporation on April 11, 2024 to January 31, 2025, the Company generated a net loss and comprehensive loss of \$89,352 and used cash in operating activities of \$163,386. These factors indicate the existence of a material uncertainty that may cast significant doubt upon the Company's ability to continue as a going concern. As a result, the Company may be unable to realize its assets and discharge its liabilities in the normal course of business. The Company's ability to continue as a going concern is dependent upon its ability to generate positive cash flows from operations, and/or raise adequate funding through equity or debt financing to discharge its liabilities as they come due. Although the Company has been successful in the past in obtaining 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 advantageous to the Company. Should the Company be unable to continue as a going concern, asset and liability realization values may be substantially different from their carrying values. These financial statements do not give effect to adjustments that would be necessary to the carrying values and classification of assets and liabilities should the Company be unable to continue as a going concern. Such adjustments could be material.

2. BASIS OF PREPARATION

a) Statement of compliance

These financial statements were approved by the Board of Directors and authorized for issue on February 18, 2025.

These financial statements have been prepared in accordance with International Financial Reporting Standards ("IFRS") as issued by the International Accounting Standards Board ("IASB") effective for the year ended January 31, 2025.

b) Basis of presentation

The financial statements have been prepared using the historical cost basis, except for certain financial assets and liabilities which are measured at fair value, as specified by IFRS for each type of asset, liability, income, and expense as set out in the accounting policies below, as well as information presented in the consolidated statement of cash flows.

c) Functional and presentation currency

The functional currency is the currency of the primary economic environment in which an entity operates. These financial statements have been prepared in Canadian dollars, which is the Company's and its subsidiaries functional and presentation currency, except as otherwise noted. References to "CAD" are to Canadian dollars and references to "USD" are to United States dollars.

3. MATERIAL ACCOUNTING POLICY INFORMATION

a) Cash

Cash consists of cash on hand and deposits in banks with no restrictions.

MAXUS MINING INC.
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Notes to the Financial Statements
For the period from April 11, 2024 (incorporation) to January 31, 2025
(Expressed in Canadian dollars)

b) Financial instruments

Classification

The Company classifies its financial instruments in the following categories: at fair value through profit or loss ("FVTPL"), at fair value through other comprehensive income (loss) ("FVTOCI"), or at amortized cost. The Company determines the classification of its financial assets at initial recognition. The classification of debt instruments is driven by the Company's business model for managing the financial assets and their contractual cash flow characteristics.

A summary of the Company's classification of financial instruments under IFRS 9 *Financial Instruments* is as follows:

| <u>Financial instrument</u> | <u>Classification</u> |
|--|-----------------------|
| <u>Financial asset</u> | |
| Cash | Amortized cost |
| <u>Financial liabilities</u> | |
| Accounts payable and accrued liabilities | Amortized cost |
| Flow-through premium liability | Amortized cost |

Measurement

Financial assets and liabilities at amortized cost are initially recognized at fair value plus or minus transaction costs, respectively, and subsequently carried at amortized cost less any impairment.

c) Flow-through Shares

The Company from time to time issues flow-through common shares to finance a portion of its exploration program. Pursuant to the terms of the flow-through share agreements, these shares transfer the tax deductibility of qualifying resource expenditures to investors.

On issuance and when the proceeds received from the issuance of the flow-through shares exceed the fair value of the shares without the flow-through feature, the Company bifurcates the flow-through share into i) a flow-through share premium, equal to the estimated premium, if any, investors pay for the flow-through feature, which is recognized as a liability; and ii) share capital. Upon expenses being renounced and incurred, the Company derecognizes the liability and the premium is recognized as other income.

Proceeds received from the issuance of flow-through shares are restricted to be used only for Canadian resource property exploration expenditures within a two-year period. The Company may also be subject to a Part XII.6 tax on flow-through proceeds renounced under the Look-back Rule, in accordance with Government of Canada flow-through regulations. When applicable, this tax is accrued as a financial expense until paid.

d) Exploration and evaluation expenditures

The Company's mineral property interests are comprised of mineral properties owned by the Company and rights to ownership of mineral properties, which the Company can earn through cash or share payments, incurring exploration expenditures or combinations thereof. The Company capitalizes acquisition costs and expenses all exploration and evaluation expenditures related to its mineral interests until such time that it can demonstrate the technical feasibility and commercial viability of extracting mineral resources.

Government tax credits are recorded as a reduction to the cumulative costs incurred and capitalized on the related property in the period it is received.

Exploration and evaluation assets are assessed for impairment if (i) sufficient data exists to determine technical feasibility and commercial viability, and (ii) facts and circumstances suggest that the carrying amount exceeds the recoverable amount.

Once the technical feasibility and commercial viability of the extraction of resources in an area of interest are demonstrable, exploration and evaluation assets attributable to that area of interest are first tested for impairment and then reclassified to mining property and development assets within property, plant and equipment.

Recoverability of the carrying amount of any exploration and evaluation assets is dependent on successful development and commercial exploitation, or alternatively, sale of the respective areas of interest.

MAXUS MINING INC.
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Notes to the Financial Statements
For the period from April 11, 2024 (incorporation) to January 31, 2025
(Expressed in Canadian dollars)

e) Income tax

Provision for income taxes consists of current and deferred tax expense.

Current tax expense is the expected tax payable on the taxable income for the year, using tax rates and tax laws enacted or substantively enacted at the reporting date, adjusted for amendments to tax payable or recoverable with regards to previous years.

Deferred tax expense is recognized in respect of temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the amounts used for taxation purposes. Deferred tax expense is measured at the tax rates that are expected to be applied to temporary differences when they reverse, based on tax rates and tax laws that have been enacted or substantively enacted at the reporting date.

A deferred tax asset is recognized to the extent that it is probable that future taxable profits will be available against which the temporary difference can be utilized. Deferred tax assets are reviewed at each reporting date and are reduced to the extent that it is no longer probable that the related tax benefit will be realized.

f) Share capital

Common shares are classified as equity. Incremental costs directly attributable to the issuance of common shares are recognized as a deduction from equity. Common shares issued for consideration other than cash, are measured based on the fair value of the consideration received, unless the fair value cannot be estimated reliably, in which case they are measured at the fair value of the shares at the date the shares are issued.

g) Share issuance costs

Professional, consulting, regulatory and other costs directly attributable to equity financing transactions are recorded as share issue costs when the financing transactions are completed if the completion of the transaction is considered likely. Otherwise, they are expensed as incurred. Share issuance costs are charged to share capital when the related shares are issued. Deferred share issuance costs related to financing transactions that are not completed are charged to expenses.

h) Earnings (loss) per share

Basic earnings (loss) per share is calculated by dividing the net income (loss) by the weighted average number of shares issued and outstanding during the period. Diluted earnings (loss) per share is calculated using the treasury stock method. Under the treasury stock method, the weighted average number of common shares outstanding for the calculation of diluted earnings (loss) per share assumes that the proceeds to be received on the exercise of dilutive stock options and warrants are used to repurchase common shares at the average market price during the period.

4. SIGNIFICANT ACCOUNTING JUDGMENTS AND ESTIMATES

The preparation of financial statements requires management to make judgments, estimates and assumptions that affect the application of policies and reported amounts of assets, liabilities, revenues and expenses.

The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances and which form the basis of making judgments about carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates. The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimate is revised, if the revision affects only that period, or in the period of the revision and further periods if the revision affects both current and future periods.

Significant assumptions about the future and other sources of estimation uncertainty that management has made that could result in a material adjustment to the carrying amounts of assets and liabilities in the event that actual results differ from assumptions made, relate to, but are not limited to, the following:

a) Going concern

The assessment of the Company's ability to continue as a going concern and to raise sufficient funds to pay for its ongoing operating and mineral property expenditures and meet its liabilities for the ensuing year as they fall due involves judgment based on historical experience and other factors including the expectation of future events that are believed to be reasonable under the circumstances. Management takes into account all available information about the future, which is at least, but not limited to, twelve months from the end of the reporting period. The Company is aware that material uncertainties related to events or conditions exist that may cast significant doubt upon the Company's ability to continue as a going concern.

MAXUS MINING INC.
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Notes to the Financial Statements
For the period from April 11, 2024 (incorporation) to January 31, 2025
(Expressed in Canadian dollars)

5. EXPLORATION AND EVALUATION EXPENDITURES

A summary of the Company's exploration and evaluation expenses for the period ended from the date of incorporation on April 11, 2024, to January 31, 2025, is as follows:

| | Total |
|--------------|----------------|
| | \$ |
| Field report | 16,385 |
| Field work | 161,661 |
| | 178,046 |

Acquisition of Penny Property

On May 17, 2024, the Company signed the Penny Project Purchase Agreement (the "Option") dated May 17, 2024, with a third party ("Seller") for the sale to the Company of all of the vendor's right, title and interest to acquire a 100% interest in the Penny Property located 9 kilometers southeast of the town of Kimberley and 8 kilometers northwest of the town of Cranbrook in British Columbia. The Penny Project consists of eight non-surveyed non-contiguous mineral claims totalling 3,122.952 hectares.

The Option is exercisable by the Purchaser upon the satisfaction of each of the following obligations:

- Cash payment to the Seller \$15,000 on May 17, 2024 or June 16, 2024 (paid);
- Cash payment to the Seller \$25,000 on or before the date that is ten calendar days after the date that the Company is publicly listed on the TSX Venture Exchange or the Canadian Securities Exchange (the "Listing Date");
- Cash payment to the Seller \$25,000 on or before the date that is ten calendar days after the date that is twelve months after the Listing Date; and
- Issuing to the Seller 200,000 common shares of the Company on or before the date that is ten calendar days after the Listing Date

The Seller acknowledges and agrees that any common shares issued pursuant will be subject to resale restrictions expiring as follows:

- one half six months from the date of issuance; and
- one half twelve months from the date of issuance

6. FLOW-THROUGH PREMIUM LIABILITY

On May 16, 2024, the Company issued 9,075,000 flow-through common shares at a price of \$0.02 per flow-through common share for gross proceeds of \$175,500. As a result, a flow-through premium liability of \$136,125 was recorded (Note 7b).

During the period ended from April 11, 2024 to January 31, 2025, the Company incurred \$161,661, of qualifying exploration expenditures. As a result, amortization of flow-through premium liability of \$121,246 was recorded.

A summary of the Company's flow-through premium liability and remaining eligible expenditure obligation is as follows:

| | Flow-through funding and eligible expenditures | Flow-through premium liability |
|----------------------------------|---|---|
| | \$ | \$ |
| Balance, April 11, 2024 | - | - |
| Flow-through funds raised | 175,500 | 136,125 |
| Eligible expenditures renounced | (161,661) | (121,246) |
| Balance, January 31, 2025 | 13,839 | 14,879 |

MAXUS MINING INC.
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Notes to the Financial Statements
For the period from April 11, 2024 (incorporation) to January 31, 2025
(Expressed in Canadian dollars)

7. SHARE CAPITAL

a) Authorized share capital

Unlimited number of common shares without par value.

b) Issued share capital

During the period ended from the date of incorporation on April 11, 2024 to January 31, 2025, the Company had the following share capital transactions:

- On April 11, 2024, the Company issued one common share for the price of \$0.01 for gross proceeds of \$0.01.
- On April 26, 2024, the Company repurchased one common share for return to treasury and cancellation.
- On April 26, 2024, the Company closed a private placement and issued 1,500,000 common shares at a price of \$0.005 per common share for gross proceeds of \$7,500.
- On May 16, 2024, the Company issued 9,075,000 flow-through common shares at a price of \$0.02 per flow-through common share for gross proceeds of \$181,500. The flow-through shares were issued at a premium of \$0.015 per common share. As a result, a flow-through premium liability of \$136,125 was recorded. Remaining proceeds were allocated using the residual method. As a result, \$45,375 was allocated to share capital.
- On June 25, 2024, the Company closed a private placement and issued 5,500,000 common shares at a price of \$0.07 per common share for gross proceeds of \$385,000.
- On January 22, 2025, the Company closed a private placement and issued 3,360,350 special warrants at a price of \$0.10 per special warrant for gross proceeds of \$336,035 and recorded to reserves.
- During the period ended from the date of incorporation on April 11, 2024 to January 31, 2025, the Company recorded \$30,924 in share issuance costs.

c) Issued warrants

On January 22, 2025, the Company closed a private placement and issued 3,360,350 special warrants at a price of \$0.10 per special warrant for gross proceeds of \$336,035 and recorded to reserves. Each special warrant can be converted at any time without payment of additional consideration into one unit of the Company (a "Unit"). Each Unit will be comprised of one common share (an "Underlying Share") of the Company and one share purchase warrant (a "Warrant") of the Company, with each Warrant exercisable into one common share (a "Warrant Share") at an exercise price of \$0.20 for two years from the Listing Date.

All unexercised Special Warrants will be deemed to be exercised on the date that is the earlier of:

- the third business day after the date on which a receipt for a final prospectus to qualify for distribution of the Underlying Shares is received by the Issuer from the British Columbia Securities Commission; and
- The date of January 21, 2026

8. RELATED PARTY TRANSACTIONS

Key management personnel include those persons having the authority and responsibility of planning, directing and executing the activities of the Company. The Company has determined that its key management personnel consist of executive and non-executive members of the Company's Board of Directors and corporate officers.

As at January 31, 2025, amount due to related parties comprised of amounts owing to key management members and directors totalling to \$23,078 included in accounts payable and accrued liabilities. Due to related parties is unsecured and non-interest-bearing and with no specific terms of repayment.

9. FINANCIAL INSTRUMENTS AND RISK MANAGEMENT

As at January 31, 2025, financial instruments comprising cash as well as accounts payable and accrued liabilities are classified and measured at amortized cost. The carrying value of cash as well as accounts payable and accrued liabilities approximate the fair value due to the relatively short-term maturity of these instruments.

The Company is exposed in varying degrees to a variety of financial instrument related risks. The type of risk exposure and the way in which such exposure is managed is provided as follows:

MAXUS MINING INC.
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Notes to the Financial Statements
For the period from April 11, 2024 (incorporation) to January 31, 2025
(Expressed in Canadian dollars)

a) Credit risk

Credit risk is the risk of financial loss to the Company if a customer or counterparty to a financial instrument fails to fulfill its contractual obligations. The Company's credit risk relates primarily to cash. The Company minimizes its credit risk related to cash by placing cash with major financial institutions and regularly reviews the recoverability of them.

b) Liquidity risk

Liquidity risk is the risk that the Company will not be able to meet its financial obligations as they come due. The Company is exposed to liquidity risk through accounts payable and accrued liabilities and subscription advances but controls liquidity risk by ensuring that it has sufficient cash resources to pay for its financial obligations.

As at January 31, 2025, the Company had sufficient cash on hand to discharge its accounts payable and accrued liabilities as they become due. As the Company's operations do not generate cash, financial liabilities are discharged using funding through the issuance of common stock or debt as required, the Company may need to seek a combination of debt and equity to meet the spending requirements to continue its operations.

c) Market risk

Market risk is the risk of loss that may arise from changes in market factors such as interest rates and foreign exchange rates. The Company is not exposed to significant interest rate risk on the basis that its financial liabilities bear no interest or interest at fixed rates. The Company is exposed to foreign currency risk, as certain monetary financial instruments are denominated in USD.

10. INCOME TAXES

A summary of the Company's reconciliation of income taxes at statutory rates for the period from the date of incorporation on April 11, 2024 to January 31, 2025, is as follows:

| | 2025 |
|--|-----------------|
| | \$ |
| Loss before income taxes | (89,352) |
| Combined federal and provincial statutory income tax rates | 27% |
| Income tax recovery at statutory rates | (24,125) |
| Permanent differences | 10,911 |
| Share issuance costs | (8,349) |
| Capitalized exploration and evaluation costs | (4,050) |
| Deferred tax assets not recognized | 25,613 |
| Income tax expense | - |

As at January 31, 2025, the Company has temporary differences between the carrying value of the assets and liabilities for financial reporting purposes and the amounts used for taxation purposes.

Deferred tax assets are recognized to the extent that the realization of the related tax benefit through future taxable income is probable. The Company has recorded a full valuation allowance against its deferred tax assets because of uncertainty as to the realization of these assets.

A summary of the Company's significant components of unrecognized deferred tax assets is as follows

| | January 31, 2025 |
|------------------------------------|-----------------------------|
| | \$ |
| Non-capital losses | 14,883 |
| Resource pools | 4,050 |
| Share issuance costs | 6,680 |
| Deferred tax assets not recognized | 25,613 |

As at January 31, 2025, the Company had non-capital losses of \$55,123 that may be applied against future taxable income for Canadian income tax purposes. These non-capital losses will expire in 2045. The resource pools deductible expenditures and the share issuance costs available for future taxable income deduction do not have expiry date.

MAXUS MINING INC.

(formerly 1475431 B.C. Ltd.)

Notes to the Financial Statements

For the period from April 11, 2024 (incorporation) to January 31, 2025

(Expressed in Canadian dollars)

11. CAPITAL MANAGEMENT

The Company's capital structure consists of all components of shareholders' equity. The Company's objective when managing capital is to maintain adequate levels of funding to support the current operations comprising the acquisition, exploration and development of its mineral properties. The Company obtains funding primarily through issuing share capital. Future financings are dependent on market conditions and there can be no assurance the Company will be able to raise funds in the future.

There were no changes to the Company's approach to capital management during the period ended from the date of incorporation on April 11, 2024 to January 31, 2025. The Company is not subject to externally imposed capital requirements.