



TROILUS MINING CORP. (formerly Troilus Gold Corp.)
CONDENSED INTERIM FINANCIAL STATEMENTS
For the three and six months ended January 31, 2026 and 2025
(expressed in Canadian dollars)
(unaudited)

TROILUS MINING CORP.
(formerly Troilus Gold Corp.)

NOTICE OF NO AUDITOR REVIEW OF CONDENSED INTERIM FINANCIAL STATEMENTS

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

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

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

TROILUS MINING CORP. (formerly Troilus Gold Corp.)

Condensed Interim Statements of Financial Position

(Unaudited)

(Expressed in Canadian dollars)

As at	Notes	January 31, 2026	July 31, 2025
ASSETS			
Current assets			
Cash and cash equivalents	5	\$ 132,956,530	\$ 25,081,981
Short term bank investments	5	20,000,000	-
Tax credit receivable	18	4,187,005	4,979,353
Amounts receivable	6	1,248,754	1,712,756
Investments	7	2,187,396	989,760
Prepaid expenses		1,404,057	1,214,502
Total current assets		161,983,742	33,978,352
Deposits	9	2,070,000	2,070,000
Tax credit receivable	18	1,059,332	-
Investment in associate	8	-	793,058
Reclamation deposits	10	844,595	844,595
Property and equipment	11	6,930,886	6,778,678
TOTAL ASSETS		\$ 172,888,555	\$ 44,464,683
LIABILITIES AND EQUITY			
Current liabilities			
Accounts payable and accrued liabilities		\$ 7,351,609	\$ 8,493,204
Short-term loan	13	-	19,739,890
Current portion of lease liabilities	12	622,635	812,210
Flow-through share premium liability	14	483,047	-
Current portion of reclamation provision	10	238,524	175,271
Total current liabilities		8,695,815	29,220,575
Long-term portion of lease liabilities	12	1,101,906	891,261
Reclamation provision	10	1,964,774	2,052,685
Total liabilities		11,762,495	32,164,521
SHAREHOLDERS' EQUITY			
Share capital	14	422,285,026	246,795,874
Share purchase warrant reserve	15	2,969,202	3,808,994
Share-based payment reserve	16	5,323,076	1,513,038
Accumulated deficit		(269,451,244)	(239,817,744)
Total shareholders' equity		161,126,060	12,300,162
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY		\$ 172,888,555	\$ 44,464,683
Nature of operations	1		
Commitments and contingencies	23		
Subsequent events	24		

Approved on behalf of the Board of Directors:

"Tom Olesinski"

Director

"Justin Reid"

Director

-- see accompanying notes to the financial statements --

TROILUS MINING CORP. (formerly Troilus Gold Corp.)
Condensed Interim Statements of Operations and Comprehensive Loss
(Unaudited)
(Expressed in Canadian dollars)

	Note	Three months ended January 31,		Six months ended January 31,	
		2026	2025	2026	2025
Expenses					
Exploration and evaluation expenses	18	\$ 13,238,741	\$ 5,206,181	\$ 26,084,113	\$ 9,282,492
Reclamation estimate	10	(22,306)	(26,384)	11,092	(73,760)
General and administrative expenses	19	4,877,850	2,483,107	7,898,219	3,838,203
Share-based payments	16	2,514,722	812,967	4,083,806	1,047,179
Total expenses before other items		(20,609,007)	(8,475,871)	(38,077,230)	(14,094,114)
Other income/(expenses)					
Camp rental income		27,003	6,900	90,416	124,974
Interest income		656,817	190,747	934,823	328,052
Interest on lease liabilities	12	(54,169)	(64,743)	(110,823)	(132,626)
Interest on short-term loan	13	(101,008)	-	(751,430)	-
Accretion of short-term loan	13	(73,864)	-	(507,964)	-
(Loss) on extinguishment of short-term loan	13	(1,064,088)	-	(1,064,088)	-
Flow-through share premium recovery	14	276,393	506,419	276,393	729,001
Accretion of reclamation provision	10	(23,115)	(22,681)	(42,554)	(45,929)
Gain on sale of mineral claims	7	-	-	-	337,500
Realized gain on sale of investment	8	5,779,405	13,758	8,766,920	13,758
Unrealized gain on investments	7	410,069	449,638	1,096,193	776,081
(Loss) from investment in associate	8	-	(67,703)	(130,996)	(202,927)
Other gains/(losses)	20	21,794	(56,918)	(114,844)	(87,181)
Net (loss) and comprehensive (loss) for the period		\$ (14,753,770)	\$ (7,520,454)	\$ (29,635,184)	\$ (12,253,411)
Net (loss) per share					
Basic and diluted		\$ (0.03)	\$ (0.02)	\$ (0.06)	\$ (0.04)
Weighted average common shares outstanding					
Basic and diluted		466,025,635	363,827,336	463,011,298	330,776,287

-- see accompanying notes to the financial statements --

TROILUS MINING CORP. (formerly Troilus Gold Corp.)

Condensed Interim Statements of Cash Flows

(Unaudited)

(Expressed in Canadian dollars)

		Six months ended January 31,	
	Notes	2026	2025
CASH FLOWS FROM:			
Operating activities			
Net (loss) for the period		\$ (29,635,184)	\$ (12,253,411)
Items not involving cash			
Share-based payments	16	4,083,806	1,047,179
Payments related to tax withholdings on share-based compensation	16	-	(297,625)
Gain on disposal of asset	11	(64,447)	-
Depreciation	11	710,023	660,255
Value of shares received on sale of mineral claims	7	-	(337,500)
Flow-through share premium recovery	14	(276,393)	(729,001)
Reclamation estimate adjustment	10	11,092	(73,760)
Reclamation costs incurred	10	(78,304)	(48,443)
Realized and unrealized (gains)/losses on investment	8	(9,863,113)	(789,839)
Loss from investment in associate	8	130,996	202,927
Extinguishment of short-term loan	13	1,064,088	-
Foreign exchange on short-term loan	13	340,439	-
Accrued interest on short-term loan	13	751,430	-
Accretion of short-term loan	13	507,964	-
Accretion of reclamation estimate	10	42,554	45,929
		<u>(32,275,049)</u>	<u>(12,573,289)</u>
Net change in non-cash working capital items:			
Amounts receivable and prepaid expenses		274,447	250,242
Tax credit receivable		(266,984)	1,054,448
Accounts payable and accrued liabilities		<u>(1,141,595)</u>	<u>(1,985,917)</u>
		<u>(1,134,132)</u>	<u>(681,227)</u>
Cash flows used in operating activities		<u>(33,409,181)</u>	<u>(13,254,516)</u>
Financing activities			
Financing proceeds	14	178,500,956	28,506,000
Share issue costs	14	(9,426,875)	(2,186,557)
Repayment of short-term loan	13	(22,403,810)	-
Exercise of warrants	14	6,062,635	-
Lease payments	12	<u>(385,081)</u>	<u>(324,566)</u>
Cash flows provided by financing activities		<u>152,347,825</u>	<u>25,994,877</u>
Investing activities			
Property and equipment	11	(391,634)	(821,522)
Acquisition of investment	7	(101,443)	(350,000)
Short-term bank investments	5	(20,000,000)	-
Proceeds from sale of assets held for sale	8	<u>9,428,982</u>	<u>104,480</u>
		<u>(11,064,095)</u>	<u>(1,067,042)</u>
Net change in cash and cash equivalents		107,874,549	11,673,319
Cash and cash equivalents, beginning of the period		25,081,981	6,863,619
Cash and cash equivalents, end of the period		<u>\$ 132,956,530</u>	<u>\$ 18,536,938</u>
CASH AND CASH EQUIVALENTS CONSIST OF:			
Cash		\$ 117,876,530	\$ 18,456,938
Cash equivalents		<u>15,080,000</u>	<u>80,000</u>
		<u>\$ 132,956,530</u>	<u>\$ 18,536,938</u>
SUPPLEMENTARY INFORMATION			
Property and equipment leases	11,12	\$ 493,153	\$ 894,096

-- see accompanying notes to the financial statements --

TROILUS MINING CORP. (formerly Troilus Gold Corp.)

Condensed Interim Statements of Changes in Shareholders' Equity

(Unaudited)

(Expressed in Canadian dollars)

	Note	Number of Shares	Share Capital	Share purchase warrant reserve	Share-based payment reserve	Accumulated Deficit	Total Shareholders' equity
Balance as at July 31, 2024		285,201,796	\$ 210,885,750	\$ 506,110	\$ 4,655,116	\$ (200,457,198)	\$ 15,589,778
Private placement		851,785	477,000	-	-	-	477,000
Cost of issue		-	(32,872)	-	-	-	(32,872)
Unit financing		76,650,000	28,029,000	-	-	-	28,029,000
Value of warrants on unit financing		-	(2,298,221)	2,298,221	-	-	-
Cost of issue		-	(2,153,686)	-	-	-	(2,153,686)
Flow-through share premium		-	(1,727,786)	-	-	-	(1,727,786)
Exercise of warrants		3,621,145	2,034,934	-	(2,332,559)	-	(297,625)
Value of share-based compensation		-	-	-	1,047,179	-	1,047,179
Net loss for the period		-	-	-	-	(12,253,411)	(12,253,411)
Balance as at January 31, 2025		366,324,726	\$ 235,214,119	\$ 2,804,331	\$ 3,369,736	\$ (212,710,609)	\$ 28,677,577
Balance as at July 31, 2025		396,539,677	\$ 246,795,874	\$ 3,808,994	\$ 1,513,038	\$ (239,817,744)	\$ 12,300,162
Bought deal public offering	14	133,722,000	172,501,380	-	-	-	172,501,380
Cost of issue	14	-	(9,390,581)	-	-	-	(9,390,581)
Flow-through private placement	14	3,797,200	5,999,576	-	-	-	5,999,576
Cost of issue	14	-	(36,294)	-	-	-	(36,294)
Flow-through share premium	14	-	(759,440)	-	-	-	(759,440)
Exercise of warrants	14	12,602,962	6,062,635	-	-	-	6,062,635
Allocation of value of exercised warrants	15	-	838,108	(838,108)	-	-	-
Expiry of warrants	15	-	-	(1,684)	-	1,684	-
Share-based payments	16	318,335	273,768	-	(273,768)	-	-
Value of share-based compensation	16	-	-	-	4,083,806	-	4,083,806
Net loss for the period		-	-	-	-	(29,635,184)	(29,635,184)
Balance as at January 31, 2026		546,980,174	\$ 422,285,026	\$ 2,969,202	\$ 5,323,076	\$ (269,451,244)	\$ 161,126,060

-- see accompanying notes to the financial statements --

TROILUS MINING CORP. (formerly Troilus Gold Corp.)

Notes to the Condensed Interim Financial Statements

For the three and six months ended January 31, 2026 and 2025

(Unaudited)

(Expressed in Canadian dollars)

1. NATURE OF OPERATIONS

Troilus Mining Corp. (formerly Troilus Gold Corp.) (the “Company”) was continued under the laws of Ontario, Canada. On December 4, 2025, the Company received shareholder approval for the name change from Troilus Gold Corp. to Troilus Mining Corp. to better reflect the Company’s expectations with respect to the full scope of future metals production, and to align with the Company’s transition from exploration to development and construction of a critical minerals asset to Quebec and Canada.

The Company owns a 100% interest in a past-producing gold mine located near Chibougamau, within the Frotêt-Evans Greenstone Belt in Quebec (the “Troilus Copper Gold Project”). The Company acquired additional mineral claims adjacent to the Troilus project through various transactions, including the acquisition of UrbanGold Minerals Inc. (“UrbanGold”). Collectively, these properties are referred to as the “Troilus Mining property”. The principal business of the Company is the exploration and development of the Troilus Mining property. The Company’s head office is located in Montreal at 715 Square Victoria, Suite 705, Montreal, Quebec, H2Y 2H7. The Company’s registered office is located at 36 Lombard Street, 4th Floor, Toronto, Ontario, M5C 2X3. The Company’s shares trade on the Toronto Stock Exchange (“TSX”) under the symbol “TLG” as well as on the OTCQX under the symbol “CHXMF” and on the Frankfurt Stock Exchange under the symbol “CM5R”. All dollar amounts are Canadian dollars unless otherwise noted.

Although the Company has taken steps to verify title to the properties on which it is conducting exploration and in which it has an interest, in accordance with industry standards for the current stage of operations of such properties, these procedures do not guarantee the Company's title. Property title may be subject to government licensing requirements or regulations, social licensing requirements, unregistered prior agreements, unregistered claims, aboriginal claims, and non-compliance with regulatory, environmental and social requirements. The Company’s assets may also be subject to increases in taxes and royalties, renegotiation of contracts, and political uncertainty.

The business of mining and exploring for minerals involves a high degree of risk and there can be no assurance that current exploration programs and pre-development plans will result in profitable mining operations. The Company's continued existence is dependent upon the preservation of its interests in the underlying properties, the achievement of profitable operations, or the ability of the Company to raise additional financing, as necessary, or alternatively upon the Company's ability to dispose of its interests on an advantageous basis.

These financial statements of the Company for the three and six months ended January 31, 2026 were approved and authorized for issue by the Board of Directors on March 5, 2026.

TROILUS MINING CORP. (formerly Troilus Gold Corp.)

Notes to the Condensed Interim Financial Statements

For the three and six months ended January 31, 2026 and 2025

(Unaudited)

(Expressed in Canadian dollars)

2. BASIS OF PRESENTATION AND COMPLIANCE

These financial statements have been prepared in accordance with International Financial Reporting Standards (“IFRS”) as issued by the International Accounting Standards Board (“IASB”) applicable to the preparation of interim financial statements, including International Account Standard (“IAS”) 34, “Interim Financial Reporting”. Accordingly, certain information and disclosures normally included in annual financial statements have been omitted or condensed. These financial statements should be read in conjunction with the Company’s consolidated financial statements for the year ended July 31, 2025. The policies set out in the Company’s annual consolidated financial statements for the year ended July 31, 2025 were consistently applied to all periods presented unless otherwise noted below.

The preparation of condensed interim financial statements in accordance with International Accounting Standards (“IAS”) 34, Interim Financial Reporting, requires the use of certain critical accounting estimates. It also requires management to exercise judgement in applying the Company’s accounting policies. Certain disclosures included in annual financial statements have been condensed or omitted.

These financial statements have been prepared on the basis of accounting principles applicable to a going concern, which assumes that the Company will be able to continue in operation for the foreseeable future and will be able to realize its assets and discharge its liabilities and commitments in the normal course of business. The Company has no current source of operating cash flow, and there can be no assurances that sufficient funding, including adequate financing, will be available to explore and develop its property and to cover general and administrative expenses necessary for the maintenance of a public company. The Company’s status as a going concern is contingent upon raising the necessary funds through the issuance of equity or debt. These financial statements do not include any adjustments that may result from the inability to continue as a going concern. Such adjustments could be material.

These financial statements have been prepared using the accrual basis of accounting, except for cash flow information.

3. MATERIAL ACCOUNTING POLICIES

These condensed interim financial statements reflect the accounting policies described in Note 3 to the Company’s audited consolidated financial statements for the years ended July 31, 2025 and 2024, with the exception of any additional disclosures where now relevant or changes set out below.

TROILUS MINING CORP. (formerly Troilus Gold Corp.)

Notes to the Condensed Interim Financial Statements

For the three and six months ended January 31, 2026 and 2025

(Unaudited)

(Expressed in Canadian dollars)

3. MATERIAL ACCOUNTING POLICIES (continued)

Accounting Policies

Assets Held For Sale

Non-current assets are classified as held for sale when their carrying value is expected to be recovered principally through a sale rather than through continuing use. The classification occurs only when the asset is available for immediate sale in its present condition and its sale is highly probable. The sale is considered highly probable when management is committed to a plan to sell the asset and the sale is expected to be completed within twelve months from the date of classification. Assets classified as held for sale are measured at the lower of their carrying value and the fair value less costs to sell.

New and future accounting policies

Certain pronouncements were issued by the IASB or the IFRIC that are mandatory for accounting periods commencing on or after January 1, 2025 or later periods. Many are not applicable or do not have a significant impact to the Company and have been excluded. The following have not yet been adopted and are being evaluated to determine their impact on the Company.

IFRS 10 – Consolidated Financial Statements (“IFRS 10”) and IAS 28 – Investments in Associates and Joint Ventures (“IAS 28”) were amended in September 2014 to address a conflict between the requirements of IAS 28 and IFRS 10 and clarify that in a transaction involving an associate or joint venture, the extent of gain or loss recognition depends on whether the assets sold or contributed constitute a business. The effective date of these amendments is yet to be determined; however early adoption is permitted.

IFRS 9 and IFRS 7 -- In May 2024, the IASB issued amendments to IFRS 9 *Financial Instruments* and IFRS 7 *Financial Instruments – Disclosures*. The amendments clarify the derecognition of financial liabilities and introduce an accounting policy option to derecognize financial liabilities that are settled through an electronic payment system. The amendments also clarify how to assess the contractual cash flow characteristics of financial assets that include environmental, social and governance (ESG)-linked features and other similar contingent features and the treatment of non-recourse assets and contractually linked instruments (CLIs). Further, the amendments mandate additional disclosures in IFRS 7 for financial instruments with contingent features and equity instruments classified at FVOCI. The amendments are effective for annual periods starting on or after January 1, 2026. Retrospective application is required, and early adoption is permitted. The Company is currently assessing the impact of these amendments to the Company’s financial statements.

TROILUS MINING CORP. (formerly Troilus Gold Corp.)

Notes to the Condensed Interim Financial Statements

For the three and six months ended January 31, 2026 and 2025

(Unaudited)

(Expressed in Canadian dollars)

3. MATERIAL ACCOUNTING POLICIES (continued)

IFRS 18 – In April 2024, the IASB issued IFRS 18 *Presentation and Disclosure in Financial Statements* to improve reporting of financial performance. The new standard replaces IAS 1 *Presentation of Financial Statements*. IFRS 18 introduces new categories and required subtotals in the statement of profit and loss and also requires disclosure of management-defined performance measures. It also includes new requirements for the location, aggregation and disaggregation of financial information. The standard is effective for annual reporting periods beginning on or after January 1, 2027, including interim financial statements. Retrospective application is required, and early adoption is permitted. The Company is currently assessing the impact of these amendments to the Company's financial statements.

4. SIGNIFICANT ACCOUNTING JUDGMENTS, ESTIMATES AND ASSUMPTIONS

The preparation of these financial statements requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and reported amounts of expenses during the reporting period. These financial statements include estimates, which, by their nature, are uncertain. The impacts of such estimates are pervasive throughout the financial statements and may require accounting adjustments based on future occurrences. Revisions to accounting estimates are recognized in the period in which the estimate is revised, on a prospective basis. The revision may affect current or both current and future periods.

Information about critical judgments and estimates in applying accounting policies, and areas where assumptions and estimation uncertainties that have a significant risk of resulting in a material adjustment within the next financial year are included in the following areas:

Mineral resource estimates and mineral reserves

The figures for mineral resources and mineral reserves are determined in accordance with National Instrument 43-101, "Standards of Disclosure for Mineral Projects", issued by the Canadian Securities Administrators. There are numerous uncertainties inherent in estimating mineral reserves and mineral resources, including many factors beyond the Company's control. Such estimation is a subjective process, and the accuracy of any mineral reserve or mineral resource estimate is a function of the quantity and quality of available data and of the assumptions made and judgments used in engineering and geological interpretation. Differences between management's assumptions, including economic assumptions such as metal prices and market conditions could have a material effect in the future on the Company's financial position and results of operation.

Estimation of decommissioning and reclamation costs and the timing of expenditure

Decommissioning, restoration and similar liabilities are estimated based on the Company's interpretation of current regulatory requirements and constructive obligations and are measured at fair value. Fair value is determined based on the net present value of estimated future cash expenditures for the settlement of decommissioning, restoration or similar liabilities that may occur upon decommissioning. Such estimates are subject to change based on changes in laws and regulations and negotiations with regulatory authorities. Cost estimates are updated annually to reflect known developments and are subject to review at regular intervals.

TROILUS MINING CORP. (formerly Troilus Gold Corp.)

Notes to the Condensed Interim Financial Statements

For the three and six months ended January 31, 2026 and 2025

(Unaudited)

(Expressed in Canadian dollars)

4. SIGNIFICANT ACCOUNTING JUDGMENTS, ESTIMATES AND ASSUMPTIONS (continued)

Share-based payments and warrants

Management determines costs for share-based payments and warrants using market-based valuation techniques. The fair value of the market-based and performance-based share awards are determined at the date of grant using generally accepted valuation techniques. Assumptions are made and judgment used in applying valuation techniques. These assumptions and judgments for share-based payments include estimating the future volatility of the stock price, expected dividend yield, future employee turnover rates and future employee stock option exercise behaviors and corporate performance. Assumptions and judgements for determining the value of warrants include estimating the future volatility of the share price, expected dividend yield and expected risk-free rate of return. Such judgments and assumptions are inherently uncertain. Changes in these assumptions affect the fair value estimates.

Leases under IFRS 16

Critical judgements are required in the application of IFRS 16, including identifying whether a contract (or part of a contract) includes a lease and determining whether it is reasonably certain that an extension or termination option will be exercised. Sources of estimation uncertainty include estimation of the lease term, determination of an appropriate discount rate and assessment of whether a ROU asset is impaired. Such judgments, estimates and assumptions are inherently uncertain, and changes in these assumptions affect the fair value estimates.

Fair value of investment in securities not quoted in an active market or private company investments

Where the fair values of financial assets recorded on the statement of financial position cannot be derived from active markets, they are determined using a variety of valuation techniques. The inputs to these models are derived from observable market data where possible, but where observable market data are not available, judgment is required to establish fair values.

Income taxes and recoverability of potential deferred tax assets

In assessing the probability of realizing income tax assets recognized, management makes estimates related to expectations of future taxable income, applicable tax planning opportunities, expected timing of reversals of existing temporary differences and the likelihood that tax positions taken will be sustained upon examination by applicable tax authorities. In making its assessments, management gives additional weight to positive and negative evidence that can be objectively verified. Estimates of future taxable income are based on forecasted cash flows from operations and the application of existing tax laws in each jurisdiction. The Company considers whether relevant tax planning opportunities are within the Company's control, are feasible, and are within management's ability to implement.

Examination by applicable tax authorities is supported based on individual facts and circumstances of the relevant tax position examined in light of all available evidence. Where applicable tax laws and regulations are either unclear or subject to ongoing varying interpretations, it is reasonably possible that changes in these estimates can occur that materially affect the amounts of income tax assets recognized. Also, future changes in tax laws could limit the Company from realizing the tax benefits from the deferred tax assets. The Company reassesses unrecognized income tax assets at each reporting period.

TROILUS MINING CORP. (formerly Troilus Gold Corp.)

Notes to the Condensed Interim Financial Statements

For the three and six months ended January 31, 2026 and 2025

(Unaudited)

(Expressed in Canadian dollars)

4. SIGNIFICANT ACCOUNTING JUDGMENTS, ESTIMATES AND ASSUMPTIONS (continued)

Income, value added, withholding and other taxes

The Company is subject to income, value added, withholding and other taxes. Significant judgment is required in determining the Company's provisions for taxes. There are many transactions and calculations for which the ultimate tax determination is uncertain during the ordinary course of business. The Company recognizes liabilities for anticipated tax audit issues based on estimates of whether additional taxes will be due. The determination of the Company's income, value added, withholding and other tax liabilities requires interpretation of complex laws and regulations. The Company's interpretation of taxation law as applied to transactions and activities may not coincide with the interpretation of the tax authorities. All tax related filings are subject to government audit and potential reassessment subsequent to the financial statement reporting period. Where the final tax outcome of these matters is different from the amounts that were initially recorded, such differences will impact the tax related accruals and deferred income tax provisions in the period in which such determination is made.

Valuation of the refundable mining duties credit and the refundable tax credit for resources

The refundable mining duties credit and the refundable tax credit for resources for the current and prior periods are measured at the amount expected to be recovered from the taxation authorities using the tax rates and tax laws that have been enacted or substantively enacted at the statement of financial position date. Uncertainties exist with respect to the interpretation of tax regulations, including the mining duties credit and the tax credit for resources for which certain expenditures could be disallowed by the taxation authorities in the calculation of credits, and the amount and timing of their collection. The calculation of the Company's mining duties credit and tax credit for resources necessarily involves a degree of estimation and judgment in respect of certain items whose tax treatment cannot be finally determined until a notice of assessments and payments has been received from the relevant taxation authority. Differences arising between the actual results following the final resolution of some of these items and the assumptions made, or future changes to such assumptions, could necessitate adjustments to the mining duties credit and tax credit for resources and the exploration and evaluation expenses in future periods.

Determination of significant influence of investment in associate

The Company initially classified Prospector Metals Corp. ("Prospector") as an associate based on management's judgment that the Company has significant influence through i) board representation as the Company had the right to nominate a board member to Prospector's board of directors; and ii) voting rights as the Company acquired 19.9% of the issued and outstanding shares of Prospector (please see Note 8).

Impairment exists when the carrying value of the investment in associate exceeds its recoverable amount, which is the higher of its fair value less costs to sell and its value in use. The determination of impairment requires significant judgment and can be triggered by significant adverse changes in the market, economic or legal environment in which the associate operates.

The Company has disposed of its investment in Prospector, and as at January 31, 2026 the Company does not hold any shares of Prospector.

TROILUS MINING CORP. (formerly Troilus Gold Corp.)

Notes to the Condensed Interim Financial Statements

For the three and six months ended January 31, 2026 and 2025

(Unaudited)

(Expressed in Canadian dollars)

4. SIGNIFICANT ACCOUNTING JUDGMENTS, ESTIMATES AND ASSUMPTIONS (continued)

Valuation of short-term loan liability

The Company entered into a short-term debt facility (Note 13). Management has exercised judgement in concluding the appropriate classification of this debt facility. Given that the loan is a financial liability with fixed or determinable payments, management has concluded that it should be measured at amortized cost. Warrants were issued in connection with this facility, and the value of the warrants was estimated based on the difference between the residual face value and the fair value of the debt. A discount rate of 20% was used to determine the fair value of the debt to establish a value for the warrants. An effective interest rate is applied to the amortized cost balance over the life of the loan to recognize accretion expense. Key sources of uncertainty include the determination of the discount rate to determine the fair value of the debt and warrants, and the effective interest rate to amortize over the period of the loan.

The debt facility has been repaid in full as at January 31, 2026.

Contingencies

Refer to Note 23.

The amounts recognized in the financial statements are derived from the Company's best estimation and judgement as described above. However, the inherent uncertainty regarding the outcome of these items means that eventual resolution could differ from the accounting estimates and therefore impact the Company's financial position and its financial performance and cash flows.

5. CASH AND CASH EQUIVALENTS AND SHORT-TERM BANK INVESTMENTS

On July 14, 2025, the Company entered into an agreement with Auramet International Inc ("Auramet"). Under the terms of this agreement, the Company deposited USD\$10,000,000 (\$14,018,000) into a margin account bearing 5% annual interest. These funds were redeemed during the six months ended January 31, 2026, and a balance of \$nil remains. During the six months ended January 31, 2026, the Company earned USD\$126,009 (\$170,893) in interest from this investment.

On January 22, 2026, the Company opened various term savings accounts totaling \$35,000,000, with maturity dates between March 22, 2026 and May 22, 2026, and interest rates between 2.75% and 2.83%. Of this sum, \$20,000,000 has a maturity of longer than three months, and is classified as a short-term bank investment. During the six months ended January 31, 2026, the Company earned \$24,127 in accrued interest related to these accounts.

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6. AMOUNTS RECEIVABLE

	January 31, 2026		July 31, 2025	
Input tax credits receivable	\$	1,136,699	\$	1,675,640
Camp rental income		23,110		-
Other miscellaneous receivables		88,945		37,116
	\$	1,248,754	\$	1,712,756

7. INVESTMENTS

Fair market value as at:	January 31, 2026		July 31, 2025	
Public companies				
Delta Resources, shares	\$	1,040,079	\$	414,457
Comet Lithium, shares		585,000		262,500
Other, shares		350,083		224,036
	\$	1,975,162	\$	900,993
Delta Resources, warrants		93,413		34,369
Other, warrants		118,821		54,398
TOTAL INVESTMENTS	\$	2,187,396	\$	989,760

During the six months ended January 31, 2026, the Company acquired 597,500 shares of Delta Resources Limited ("Delta") for a cash payment of \$101,443. The Company's CEO and director is a former director of Delta, having resigned from the board of Delta in January 2026.

During the year ended July 31, 2025, the Company sold 3 of its non-core mineral property claims to Comet Lithium Corporation ("Comet") for consideration of 1,500,000 of Comet's common shares. The value of the shares was estimated to be \$337,500 based on the trading price of the shares of this public entity on the date of acquisition. This was recorded as a gain on sale of mineral claims on the statement of operations and comprehensive loss. The Company retains a 2% Net Smelter Royalty on these mineral claims and the public entity has the right to repurchase the Net Smelter Royalty for \$3,000,000 on each of the projects. The Company's VP of Exploration is a director of Comet.

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7. INVESTMENTS (continued)

The Company's investments, which include shares and warrants, were initially measured at Fair Value through Profit and Loss ("FVPL") on the date of the acquisition and were remeasured and recorded at an aggregate value of \$2,187,396 at January 31, 2026, which is the estimated fair market value based on the market price on that date for publicly traded securities, or based on other valuation techniques for private companies and warrants.

Unrealized gains of \$410,069 and \$1,096,193 were recognized for the three and six months ended January 31, 2026 with respect to the Company's investments (three and six months ended January 31, 2025: unrealized gains of \$449,638 and \$776,081).

8. INVESTMENT IN ASSOCIATE AND ASSETS HELD FOR SALE

In March 2024, the Company sold its non-core Mike Lake properties in Yukon to Prospector Metals Corp. ("Prospector"). Prospector is a publicly traded company incorporated in British Columbia, Canada, trading on the TSX Venture Exchange with exploration assets in the Yukon and Ontario. Consideration for these claims included 9,222,164 shares of Prospector valued at a price of \$0.20 per share, reflecting the share price on the date of issuance. Additional consideration includes a one-time milestone payment where, upon the public announcement by Prospector of a mineral resource on the Mike Lake properties, a one-time payment shall be paid to the Company in either cash or shares of Prospector (or a combination thereof) at the election of Prospector. The milestone payment shall be either \$1,000,000 if Prospector's market capitalization is less than or equal to \$20,000,000, or \$2,000,000 if Prospector's market capitalization is greater than \$20,000,000. As the requirement for this contingent payment has not taken place, the Company has not reflected the milestone payment in the Company's financial statements.

At the time of the transaction, the Company determined that it had significant influence over Prospector based on the following:

- a. At the time of the transaction, the Company acquired 19.9% of Prospector's issued and outstanding shares;
- b. The Company had the right to nominate a director. The Company's nominee was appointed to the Board of Prospector in March 2024, 1 of 4 board members.

As a result, the Company's interest in Prospector was initially accounted for using the equity method.

At September 30, 2025, the Company committed to a plan to sell its interest in Prospector at the established market price. In accordance with IFRS 5, the investment was remeasured and reclassified as a current asset held for sale with a value of \$662,062 at September 30, 2025, with \$130,996 recorded as an equity loss for the six months ended January 31, 2026.

Balance, July 31, 2025	\$ 793,058
Proportionate share of adjusted net loss and comprehensive loss	(130,996)
Balance, September 30, 2025 (reclassification date)	\$ 662,062

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8. INVESTMENT IN ASSOCIATE AND ASSETS HELD FOR SALE (continued)

In the six months ended January 31, 2026, the Company sold 9,222,164 shares of Prospector at a weighted-average share price of \$1.02 per share, generating cash proceeds of \$9,428,982. A realized gain of \$5,779,405 and \$8,766,920 was recognized on the statements of operations in the three and six months ended January 31, 2026. The Company no longer holds any Prospector shares at the date of these financial statements.

Balance, September 30, 2025 (reclassification date)	\$ 662,062
Disposition of shares	(662,062)
Balance, January 31, 2026	\$ -

9. DEPOSITS

In connection with the Company's basic and detailed engineering contract entered into with BBA Inc., the Company has deposited \$2,070,000 which will be applied at the completion of detailed engineering. As completion is not expected within 12 months, this amount has been recorded as a long-term asset.

10. RECLAMATION DEPOSITS AND PROVISION

Deposits:

The Company maintains a bonding facility with an insurance company in order to secure a reclamation deposit of \$3,972,976 with the government of Quebec. The reclamation deposit served as security against current and future estimated reclamation obligations at the Troilus site from historical mining activity. To purchase this insurance, the Company deposited \$794,595 into a Guaranteed Investment Certificate secured by a Letter of Credit and pays an annual fee of 2.5% of the insured amount.

The Company has also provided a \$50,000 deposit as security against current and future estimated reclamation obligations on the landfill site on the Troilus Mining property.

Provision:

The Company recognized a provision for future estimated reclamation and water treatment costs of the former Troilus mine. As at January 31, 2026, the estimated future undiscounted liability of approximately \$2,466,000 (July 31, 2025: \$2,489,000), was adjusted for inflation at an average rate of 2.28% (July 31, 2025: 2.19%), discounted at a rate of 3.82% (July 31, 2025: 3.72%) and recorded as \$2,203,298, \$238,524 as a current liability and \$1,964,774 as a long-term liability (July 31, 2025: \$2,227,956, \$175,271 as a current liability and \$2,052,685 as a long-term liability). This estimate assumes that future mining operations would never resume. As the Company continues its exploration programs, works towards a future mining scenario, and carries out reclamation work, the underlying assumptions to the reclamation provision will be adjusted accordingly. As a result of this remeasurement, for the three and six months ended January 31, 2026, a credit of \$22,306 and a charge of \$11,092 respectively were recorded as an adjustment to the reclamation estimate on the statements of operations (three and six months ended January 31, 2025: credits of \$26,384 and \$73,760 respectively). Accretion of \$23,115 and \$42,554 respectively was recognized for the three and six months ended January 31, 2026 on the statements of operations (three and six months ended January 31, 2025: \$22,681 and \$45,929).

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10. RECLAMATION DEPOSITS AND PROVISION (continued)

Balance as at July 31, 2025	\$ 2,227,956
Accretion of discount	42,554
Adjustments resulting from remeasurement	11,092
Incurred costs applied against liability	(78,304)
Balance as at January 31, 2026	\$ 2,203,298
Current portion of liability	\$ 238,524
Long-term portion of liability	1,964,774
	\$ 2,203,298

11. PROPERTY AND EQUIPMENT

	<u>Computer and office equipment</u>	<u>Leaseholds, improvements and furniture</u>	<u>Vehicles</u>	<u>Equipment</u>	<u>Exploration Camp</u>	<u>TOTAL</u>
<i>Cost</i>						
Balance, July 31, 2025	\$ 223,082	\$ 1,986,087	\$ 193,254	\$ 2,062,986	\$ 8,158,318	\$ 12,623,727
Additions	-	-	505,046	28,397	351,344	884,787
Disposals	-	-	(110,102)	(60,091)	-	(170,193)
Balance, January 31, 2026	\$ 223,082	\$ 1,986,087	\$ 588,198	\$ 2,031,292	\$ 8,509,662	\$ 13,338,321
<i>Depreciation</i>						
Balance, July 31, 2025	\$ (193,413)	\$ (1,354,304)	\$ (163,949)	\$ (657,326)	\$ (3,476,057)	\$ (5,845,049)
Expense for the period	(4,199)	(122,150)	(36,647)	(143,699)	(403,328)	(710,023)
Disposals	-	-	110,102	37,535	-	147,637
Balance, January 31, 2026	\$ (197,612)	\$ (1,476,454)	\$ (90,494)	\$ (763,490)	\$ (3,879,385)	\$ (6,407,435)
Net book value, July 31, 2025	\$ 29,669	\$ 631,783	\$ 29,305	\$ 1,405,660	\$ 4,682,261	\$ 6,778,678
Net book value, January 31, 2026	\$ 25,470	\$ 509,633	\$ 497,704	\$ 1,267,802	\$ 4,630,277	\$ 6,930,886

An amount of \$364,624 and \$710,023 was expensed in depreciation for the three and six months ended January 31, 2026, where \$326,336 and \$633,447 was recorded as exploration and evaluation expenses and \$38,288 and \$76,576 was recorded as general and administrative expenses (three and six months ended January 31, 2025: \$256,240 and \$660,255 respectively, where \$210,841 and \$563,071 was allocated to exploration and evaluation expenses and \$45,399 and \$97,184 was allocated to general and administrative expenses).

The Company recognized \$493,153 in assets acquired through leases (Note 12) during the six months ended January 31, 2026 (six months ended January 31, 2025: \$894,096). The Company acquired new vehicles during the six months ended January 31, 2026.

During the six months ended January 31, 2026, the Company disposed of certain vehicles and equipment totaling \$170,193, and a gain of \$64,447 related to these disposals was recognized on the statements of operations and comprehensive loss for the six months ended January 31, 2026.

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12. LEASE LIABILITIES

Balance as at July 31, 2025	\$	1,703,471
Assets acquired from leases and financing arrangements		493,153
Lease extinguishment		(87,002)
Payments made during the period		(385,081)
Balance as at January 31, 2026	\$	1,724,541
<hr/>		
Current portion of lease liabilities	\$	622,635
Long-term portion of lease liabilities		1,101,906
	\$	1,724,541

During the six months ended January 31, 2026, the Company's lease additions included right-of-use leases for vehicles with terms of 4 years at interest rates between 3.9% and 8.99%. The Company's other leases include right-of-use leases for office space, vehicles, and site equipment, with terms of up to 4.25 years. Interest expense recognized on these leases for the three and six months ended January 31, 2026 was \$54,169 and \$110,823 (three and six months ended January 31, 2025: \$64,743 and \$132,626 respectively).

During the three and six months ended January 31, 2026, the Company incurred expenses of \$126,380 and \$280,069 for short-term rental equipment (three and six months ended January 31, 2025: \$90,287 and \$199,723 respectively) which was recorded in exploration and evaluation expenses on the statement of operations. Monthly short-term rentals are expected to amount to approximately \$41,400.

13. SHORT-TERM LOAN

On May 15, 2025, the Company secured a loan agreement (the "Loan") with Auramet for a principal amount of up to US\$35,000,000 (approximately \$48,450,000) to support the Company's near-term activities, including final permitting, early works preparation, and advancement towards full project financing pending the completion of project financing for the construction of the Troilus Project. The Loan had an initial term of one year and was structured to be drawn down in tranches.

An initial tranche of US\$15 million (\$20,977,500) was advanced to the Company upon execution of the Loan Agreement on May 15, 2025. Transaction costs in relation to the Loan totalled \$679,655, comprised of various administrative, legal, and filing fees, as well as a 2% arrangement fee. The remaining US\$20 million (approximately \$27,688,000) was available for drawdown by the Company beginning 90 days from the date of the initial advance and subject to the satisfaction by the Company of certain conditions precedent.

The Loan bore annual interest of 12% on the outstanding balance, including principal and accrued interest, and was secured by a negative pledge on the Company's assets, a security interest and a hypothec charging personal property of the Company. The maturity date of the Loan was May 15, 2026, however the Loan repayment could be accelerated in certain specified circumstances and the Company could also voluntarily prepay the Loan together with all accrued and unpaid interest at any time without penalty or bonus.

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13. SHORT-TERM LOAN (continued)

In consideration of the first tranche of the Loan, Auramet received 5,000,000 warrants of the Company, each exercisable for one common share of the Company at a price of \$0.60 per share for a period of two years.

In connection with the issuance of the Loan, during the year ended July 31, 2025, the Company paid \$679,655 in issuance costs and related expenses in accordance with the Loan agreement, which were deducted from the Loan balance. The loan was accreted using the Effective Interest Rate (EIR) method using an effective interest rate of 19.8%. During the three and six months ended January 31, 2026, the Company recorded accretion expense of \$73,864 and \$507,964 (three and six months ended January 31, 2025: \$nil), and the company incurred US\$74,036 and US\$550,780 (\$101,008 and \$751,430) in accrued interest on the Loan. The Company's single draw on the facility was repaid in full on November 14, 2025. The Company paid USD\$15,938,965 (\$22,403,810) in full satisfaction of the loan principal and accrued interest. The unaccreted expenses at the time the loan was repaid were classified as a loss of \$1,064,088 on the statement of operations and comprehensive loss for the three and six months ended January 31, 2026.

14. SHARE CAPITAL

	No. of Shares	Balance
Balance as at July 31, 2025	396,539,677	\$ 246,795,874
Flow through private placement	3,797,200	5,999,576
Cost of issue	-	(36,294)
Bought deal financing	133,722,000	172,501,380
Cost of issue	-	(9,390,581)
Flow through share premium	-	(759,440)
Exercise of warrants (Note 15)	12,602,962	6,062,635
Allocation of value of warrants on exercise (Note 15)	-	838,108
Balance as at January 31, 2026	546,980,174	\$ 422,285,026

On October 21, 2025, the Company closed a flow-through private placement financing issuing 3,797,200 flow-through common shares of the Company at a price of \$1.58 per share for gross proceeds of \$5,999,576. The Company incurred \$36,294 in costs related to this financing. The Company is required to spend these proceeds, plus applicable tax credits, in qualifying exploration expenditures by December 31, 2026, and at January 31, 2026, a balance of approximately \$6,500,000 remains to be spent.

In relation to the flow through shares issued in October 2025, a flow-through share premium liability of \$759,440 was recorded based on the calculated premium per dollar raised determined as the excess issue price over the quoted market price of the Company's shares at the date of issuance. The liability is reduced proportionately as the Company incurs eligible expenses. As at January 31, 2025, the liability was recorded at \$483,047 on the statement of financial position with respect to this flow-through premium, and a flow-through share premium recovery of \$276,393 and \$276,393 was recorded on the statements of operations and comprehensive loss for the three and six months ended January 31, 2026 (three and six months ended January 31, 2025: \$506,419 and \$729,001 respectively).

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14. SHARE CAPITAL (continued)

On November 14, 2025, the Company closed a bought deal public offering and issued 133,722,000 common shares at a price of \$1.29 per common share for aggregate gross proceeds of \$172,501,380. The Company incurred \$9,390,581 in costs related to this financing, including commissions, legal costs, and costs related to filing a prospectus.

During the six months ended January 31, 2026, 12,602,962 of the Company's warrants were exercised at a weighted-average exercise price of \$0.48 per share, generating gross proceeds of \$6,062,635.

15. SHARE PURCHASE WARRANT RESERVE

	Number of Warrants	Weighted Average Exercise Price	Value
Balance as at July 31, 2025	39,143,106	\$0.48	\$ 3,808,994
Exercised	(12,602,962)	\$0.48	(838,108)
Expired unexercised	(29,000)	\$0.50	(1,684)
Balance as at January 31, 2026	26,511,144	\$0.48	\$ 2,969,202

The following table summarizes the warrants outstanding at January 31, 2026.

Exercise Price	Expiry Date	Number Outstanding	Number Exercisable	Value (\$)	Weighted Average Remaining Contractual Life (years)	Assumptions				Expected Average Life (years)
						Share price	Expected Dividend Yield	Expected Volatility	Risk-free Interest rate	
\$ 0.45	October 18, 2026	21,511,144	21,511,144	1,730,091	0.71	\$ 0.31	0%	70.35%	2.97%	2.00
\$ 0.60	May 15, 2027	5,000,000	5,000,000	1,239,111	1.28	-	-	-	-	-
		26,511,144	26,511,144	\$ 2,969,202	0.82					

16. SHARE-BASED PAYMENT RESERVE

The Company's Incentive Share Unit Plan ("ISU Plan") authorizes the grant of restricted Share Units ("RSU's") under the plan to directors, officers and employees or Deferred Share Units ("DSU's") under the plan to directors alone. A vested RSU represents the right to receive one common share of the Company. A vested DSU represents the right to receive one common share of the Company upon the date the participant director ceases to be a director of the Company. All Share Units, that is RSU's and DSU's, shall be settled through the issuance of common shares from treasury by the Company, and as such, the value of outstanding RSU's and DSU's is included in share-based payment reserve within equity.

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16. SHARE-BASED PAYMENT RESERVE (continued)

The number of common shares reserved for issuance pursuant to the ISU Plan and all other security-based compensation arrangements shall, in aggregate, not exceed 10% of the Company's issued and outstanding capital.

	Number of RSU's	Number of DSU's
Balance as at July 31, 2025	9,833,300	-
Granted	12,549,500	2,500,000
Vested, settled in common shares	(318,335)	-
Balance as at January 31, 2026	22,064,465	2,500,000

During the three and six months ended January 31, 2026, the Company granted 3,579,500 and 12,549,500 RSU's respectively to directors, officers and employees of the Company, and 500,000 and 2,500,000 DSU's respectively to directors of the Company. The RSU's vest in three tranches over a period of three or four years. The weighted average fair value of the RSU's was estimated to be \$1.18 per unit based on the quoted market price of the Company's shares on the date of grant (three and six months ended January 31, 2025: 8,660,000 and 8,910,000 RSU's granted at a weighted average fair value of \$0.34 per unit.) The weighted average fair value of the DSU's was estimated to be \$1.10 per unit based on the quoted market price of the Company's shares on the date of grant (six months ended January 31, 2025: nil).

For the three and six months ended January 31, 2026, the Company has recorded \$2,514,722 and \$4,083,806 as share-based payments expense representing an accrual for unvested RSU's on a graded vesting basis and for DSU's on a straight-line basis, based on the fair market value on the date of grant (three and six months ended January 31, 2025: \$812,967 and \$1,047,179).

17. FINANCIAL INSTRUMENTS

Financial assets and financial liabilities were classified as follows:

	Assets at amortized cost	Assets at fair value through profit or loss	Liabilities at amortized cost	Total
As at January 31, 2026				
Cash and cash equivalents	\$ 117,876,530	\$ 15,080,000	\$ -	\$ 132,956,530
Short term bank investments		20,000,000		20,000,000
Amounts receivable	112,055	-	-	112,055
Investments	-	2,187,396	-	2,187,396
Reclamation deposit	50,000	794,595	-	844,595
Accounts payable and accrued liabilities	-	-	7,351,609	7,351,609
Lease liabilities	-	-	1,724,541	1,724,541

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17. FINANCIAL INSTRUMENTS (continued)

The carrying values of cash and cash equivalents, short-term bank investments, amounts receivable, short-term debt and accounts payable and accrued liabilities approximate fair value due to the short-term nature of the financial instruments. The carrying value of investments is recorded at an estimated fair value based on a valuation technique using both observable and unobservable inputs. The carrying value of reclamation deposit approximates fair value as it is represented by a GIC. Management believes the carrying value of lease liabilities approximates fair value.

A fair value hierarchy prioritizes the methods and assumptions used to develop fair value measurements for those financial assets where fair value is recognized on the statement of financial position. These have been prioritized into three levels.

Level 1 – Quoted prices (unadjusted) in active markets for identical assets or liabilities

Level 2 – Inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly or indirectly

Level 3 – Inputs for the asset or liability that are not based on observable market data.

The following table sets forth the Company's financial assets and liabilities measured at fair value by level within the fair value hierarchy as at January 31, 2026:

	Level 1	Level 2	Level 3	TOTAL
As at January 31, 2026				
Cash equivalents	\$ 15,080,000	\$ -	\$ -	\$15,080,000
Short term bank investments	20,000,000	-	-	\$20,000,000
Investments	1,975,162	212,234	-	2,187,396
Reclamation deposit	794,595	-	-	794,595

Some of the Company's investments are not publicly traded. Other valuation factors were used to estimate the fair value at January 31, 2026, such as recent financings of the private entities. The fair value of warrants was estimated using the Black-Scholes option pricing model.

Fair value amounts represent point-in-time estimates and may not reflect fair value in the future. The measurements are subjective in nature, involve uncertainties and are a matter of significant judgment.

The Company's risk exposures and the impact on the Company's financial instruments are summarized below. There have been no significant changes in the risks, objectives, policies and procedures for managing risk during the three and six months ended January 31, 2026 and 2025.

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17. FINANCIAL INSTRUMENTS (continued)

Credit risk

The Company's credit risk is primarily attributable to cash and cash equivalents, and reclamation deposit. The Company has no significant concentration of credit risk arising from operations. Cash and cash equivalents consist of bank deposits and guaranteed investment certificates, which have been invested with reputable financial institutions, from which management believes the risk of loss to be remote. Amounts receivable primarily represent input tax credit refunds from government bodies. Management believes that the credit risk concentration with respect to these financial instruments is remote.

Liquidity risk

The Company manages liquidity risk by maintaining adequate cash and cash equivalent balances. The Company continuously monitors and reviews both actual and forecasted cash flows, and also matches the maturity profile of financial assets and liabilities.

As at January 31, 2026, the Company had current assets of \$161,983,742 (July 31, 2025: \$33,978,252) to settle current liabilities of \$8,695,815 (July 31, 2025: \$29,220,575). Approximately \$2,060,000 of the Company's financial liabilities as at January 31, 2026 have contractual maturities of less than 30 days and are subject to normal trade terms.

Liability	Total	Payments due by period			
		< 1 year	1 - 3 years	4 - 5 years	> 5 years
Accounts payable and accrued liabilities	\$ 7,351,609	\$ 7,351,609	\$ -	\$ -	\$ -
Lease liabilities	1,724,541	622,635	851,678	250,228	-
Reclamation provision	2,203,298	238,524	339,789	329,381	1,295,604

Market risk - Price risk and currency risk

Some of the Company's current assets consist of shares acquired from the sale of mineral claims (Note 7), which the Company intends to sell when appropriate. The Company is exposed to price risk as unfavourable market conditions could result in disposition of investments at less than favourable prices.

Based on the investments held at January 31, 2026, a change in the fair value of investments by 5%, all other factors held constant, could result in a corresponding change in net income of approximately \$99,000.

18. EXPLORATION AND EVALUATION EXPENSES

The Company owns the Troilus Mining property, consisting of mineral claims and a past-producing mine property located near Chibougamau, within the Frotêt-Evans Greenstone Belt in Quebec, Canada. During the last several years, the Company acquired various claims extending its land package, including the Bullseye and Pallador claims acquired through the acquisition of UrbanGold. The Bullseye claims comprise a 50-50 joint arrangement with a third party, accounted for as a joint operation. As a result, the Company recognizes its proportionate share of any expenses related to this joint arrangement.

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18. EXPLORATION AND EVALUATION EXPENSES (continued)

Of the claims initially acquired from First Quantum Minerals Inc. (“First Quantum”), a royalty of 1% remains on these claims, held by Royal Gold Inc. (formerly Sandstorm Gold Ltd.).

As at January 31, 2026, the Company is subject to the following underlying royalties:

The claims acquired from Emgold Mining Corporation (“Emgold”) in December 2018 are subject to underlying NSR royalties of 1% to Emgold, that the Company has the right to repurchase for \$1,000,000. The claims acquired from O3 Mining Inc. (“O3”) in November 2019 are subject to royalties of 2% NSR to O3, half of which can be repurchased for \$1,000,000, and 2% NSR to an individual, half of which can be repurchased for \$1,000,000.

The claims acquired from O3 in April 2020 are subject to royalties of 2% NSR to O3, of which half can be repurchased at any time for \$1,000,000 subject to the terms of the Buy Back agreement entered into between the Company and Sayona. Certain of the O3 claims acquired in April 2020 are subject to underlying royalties of 2% to Vale S.A. One-half of the royalty to Vale S.A. can be repurchased.

The claims acquired from Globex Mining Enterprises Inc. (“Globex”) are subject to a 2% Gross Metal Sales royalty (“GMR”) to Globex, of which half can be repurchased at any time for \$1,000,000 subject to the terms of the Buy Back agreement entered into between the Company and Sayona. The claims acquired from Canadian Mining House (“CMH”) are subject to a 1% NSR, of which half can be repurchased for \$500,000 and half can be repurchased for \$1,500,000 subject to the terms of the Buy Back agreement entered into between the Company and Sayona.

As well, the Company is subject to royalties on certain of the claims acquired through the UrbanGold acquisition, including a 2% NSR to O3 on certain Bullseye claims, of which half can be purchased at any time for \$500,000; a 1% NSR to Soquem on 71 Pallador claims, of which half can be purchased at any time for \$500,000 subject to the terms of the Buy Back agreement entered into between the Company and Sayona; and a 1% NSR on 55 Pallador claims to Geotest and Wayne Holmstead.

Under the terms of the Alamos JV, in the event that either party’s participating interest is diluted to 10% or less (a “Diluted Participant”), the other party shall have the right to cause the Alamos JV to redeem the participating interest held by the Diluted Participant in exchange for a royalty interest equal to 2% NSR royalty, half of which can be purchased on the date of issue of the NSR for \$1,000,000.

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(Unaudited)

(Expressed in Canadian dollars)

18. EXPLORATION AND EVALUATION EXPENSES (continued)

	Three months ended January 31,		Six months ended January 31,	
	2026	2025	2026	2025
Exploration and evaluation expenses:				
Drilling, assaying and geology	\$ 710,357	\$ 410,228	\$ 1,336,457	\$ 1,856,120
Salaries, payroll costs and consultants	2,582,024	1,386,100	4,503,016	2,521,385
Site and camp costs	1,469,453	1,079,790	2,997,896	2,191,495
Support and other costs	231,784	188,966	503,494	397,482
Engineering and environment costs	7,797,498	1,845,162	16,753,312	2,483,419
Government and community relations	92,361	29,037	142,182	57,998
Travel	124,887	56,057	273,642	175,021
Depreciation	326,336	210,841	633,447	563,071
Tax credits	(95,959)	-	(1,059,333)	(963,499)
	\$ 13,238,741	\$ 5,206,181	\$ 26,084,113	\$ 9,282,492

The Company has recorded expected tax credits of \$95,958 and \$1,059,332 respectively against the exploration activity on which they are based for the three and six months ended January 31, 2026 (three and months ended January 31, 2025: \$nil and \$963,499 respectively). During the six months ended January 31, 2026, the Company received \$792,347 in tax credit refunds related to the 2024 tax year. As at January 31, 2026, the Company is carrying a tax credit receivable balance of \$5,246,337, \$4,187,005 as a current asset related to the July 31, 2025 tax year and \$1,059,332 as a long-term asset representing amounts accrued for the current year and not expected to be received within 12 months.

19. GENERAL AND ADMINISTRATIVE EXPENSES

	Three months ended January 31,		Six months ended January 31,	
	2026	2025	2026	2025
General and administrative expenses:				
Salaries, payroll costs and consultants	\$ 2,822,545	\$ 1,099,993	\$ 3,640,487	\$ 1,603,405
Professional costs	1,035,662	210,650	1,876,008	337,174
Shareholder communications	447,216	735,045	1,109,663	1,161,626
Office and general	299,993	167,133	454,450	254,234
Travel	234,146	224,887	741,035	384,580
Depreciation	38,288	45,399	76,576	97,184
	\$ 4,877,850	\$ 2,483,107	\$ 7,898,219	\$ 3,838,203

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(Unaudited)

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20. OTHER GAINS AND (LOSSES)

	Three months ended January 31,		Six months ended January 31,	
	2026	2025	2026	2025
Other expenses:				
Fee for reclamation bond	\$ (28,358)	\$ (27,574)	\$ (56,794)	\$ (53,907)
Gain on disposal of assets	64,447	-	64,447	-
Foreign exchange (loss)	(14,295)	(29,344)	(122,497)	(33,274)
	<u>\$ 21,794</u>	<u>\$ (56,918)</u>	<u>\$ (114,844)</u>	<u>\$ (87,181)</u>

21. CAPITAL MANAGEMENT

The Company manages and adjusts its capital structure based on available funds in order to support the exploration and development of its mineral properties. The capital of the Company consists of share capital, share purchase warrants, RSU's and DSU's. The Board of Directors does not establish quantitative return on capital criteria for management, but rather relies on the expertise of the Company's management to sustain future development of the business.

The Company's properties are in the exploration stage and, accordingly, the Company is dependent upon external financing to fund activities. In order to carry out planned drilling and engineering work, and pay for administrative costs, the Company will spend working capital and expects to raise additional funds from time to time as required.

Management reviews its capital management approach on an ongoing basis and believes that this approach, given the relative size of the Company, is reasonable. The Company's capital management objectives, policies and processes have remained substantially unchanged during the three and six months ended January 31, 2026 and 2025.

22. RELATED PARTY DISCLOSURES

The Company entered into the following transactions in the ordinary course of business with related parties that are not subsidiaries of the Company.

Related party balances and transactions

During the three and six months ended January 31, 2026, the Company charged \$nil and \$40,324 respectively in reimbursable expenses to Delta Resources Corp. (three and six months ended January 31, 2025: \$nil). Mr. Justin Reid, the Company's CEO, is a former director of Delta, having resigned during the three and six months ended January 31, 2026. In addition, at January 31, 2026, the Company held 5,778,214 shares and 1,785,714 warrants of Delta. See Note 7, Investments.

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22. RELATED PARTY DISCLOSURES (continued)

During the three and six months ended January 31, 2026, the Company charged \$nil and \$6,744 respectively in reimbursable expenses to Comet Lithium Corp. (three and six months ended January 31, 2025: \$nil). Mr. Kyle Frank, the Company's VP of Exploration, is on the Board of Directors of Comet. In addition, at January 31, 2026, the Company held 1,500,000 shares of Comet. See Note 7, Investments.

During the three and six months ended January 31, 2026, the Company charged \$29,923 and \$64,386 respectively in fees and reimbursable expenses related to shared office space to Lithium Ionic Corp. (three and six months ended January 31, 2025: \$61,687 and \$91,687 respectively). One of the Company's directors, Mr. Tom Olesinski, is an officer of Lithium Ionic Corp. At January 31, 2026, Lithium Ionic owed the Company \$10,744.

During the three and six months ended January 31, 2026, the Company charged \$6,424 and \$15,424 respectively in fees related to shared office space to Emerita Resources Corp. (three and six months ended January 31, 2025: \$9,000 and \$18,000 respectively). The Company's Vice-President Corporate Affairs and Sustainability, Ms. Catherine Stretch, is a director of Emerita Resources Corp.

At January 31, 2026, the Company owed a total of \$20,531 to directors and officers of the Company (January 31, 2025: \$nil). These amounts are non-interest bearing and have no fixed terms of repayment. All amounts were paid subsequent to January 31, 2026.

Compensation of key management personnel of the Company

The remuneration of directors and other members of key management personnel was as follows:

	Three months ended January 31,		Six months ended January 31,	
	2026	2025	2026	2025
Management salaries and fees	\$ 3,188,409	\$ 1,239,832	\$ 4,144,529	\$ 1,724,576
Directors fees	88,810	87,618	178,732	173,036
Share-based payments	1,750,197	497,089	2,926,895	682,560
	\$ 5,027,416	\$ 1,824,539	\$ 7,250,156	\$ 2,580,172

In accordance with IAS 24, key management personnel are those persons having authority and responsibility for planning, directing and controlling the activities of the Company directly or indirectly, including any directors (executive and non-executive) of the Company. The remuneration of directors and key executives is determined by the Board of Directors of the Company having regard to the performance of individuals and market trends.

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23. COMMITMENTS AND CONTINGENCIES

The Company is party to certain management and employment contracts. As at the date of this report, these contracts provide that, in the event services are terminated by the Company, other than for cause, approximately \$3,328,000 would be paid out with respect to these contracts. Additional contingent payments of approximately \$7,370,000 would be paid upon the occurrence of a change of control. Also, the Company had 22,064,465 RSU's and 2,500,000 DSU's outstanding to directors, officers and employees of the Company at January 31, 2026 which will vest over the next three years. Upon a change of control, unvested RSU's would vest immediately. As a triggering event for terminations or a change of control has not taken place, the contingent payments have not been reflected in these financial statements. Minimum commitments under these contracts due within one year are approximately \$3,328,000.

The Company is obligated to make lease payments over the next 2-4 years. See Notes 12 and 17.

Underlying royalties on the Troilus Mining property are described in Note 18.

A contingent milestone payment shall be due to the Company related to the agreement with Prospector described in Note 8.

As a result of the Company's flow-through financings in October 2025, the Company is committed to incur qualifying exploration expenditures. See Note 14. As at January 31, 2026, the Company has an exploration expenditure commitment of approximately \$6,500,000, which must be incurred by December 31, 2026.

In connection with the flow-through financings, the Company indemnifies the subscribers against certain tax-related amounts that may become payable by the subscribers should the Company not meet its flow-through expenditure commitments. The Company has recently received a preliminary assessment by a tax authority with respect to the eligibility of certain past expenses of Canadian exploration expenses. While the Company is vigorously defending their position, an amount of approximately \$450,000 has been recorded as a provision should the Company not be successful.

The Company's mining and exploration activities are subject to various laws and regulations governing the protection of the environment. These laws and regulations are continually changing and generally becoming more restrictive. The Company believes its operations are materially in compliance with all applicable laws and regulations. The Company has made, and expects to make in the future, expenditures to comply with such laws and regulations.

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24. SUBSEQUENT EVENTS

In February 2026, the Company completed an option agreement with Delta to acquire a 100% undivided interest in claims referred to as the Delta 2 claims. To acquire 100% of the claims, the Company will be required to make the following payments:

- A cash payment of \$500,000 and \$500,000 in common shares (243,902 shares) of the Company on signing of the agreement (paid February 17, 2026);
- \$750,000 in cash or common shares of the Company on or before June 1, 2026;
- \$750,000 in cash or common shares of the Company on or before December 15, 2026;
- \$750,000 in cash or common shares of the Company on or before June 1, 2027;
- \$1,000,000 in cash or common shares of the Company on or before December 15, 2027;
- \$2,000,000 in cash or common shares of the Company on or before June 1, 2028;
- \$2,000,000 in cash or common shares of the Company on or before December 15, 2028;

Other than the initial \$500,000 cash payment, all payments may be paid in whole or in part with common shares of the Company at the Company's discretion. The Company will be the operator during the option term. There are existing royalties on these claims of up to 2% with buy back options. A net smelter royalty of 1% will be granted to Delta upon completion of the option term. The Company will have the right to buy back 50% of the royalty for a price of \$500,000. The Company can terminate this option with notice.