Eloro Resources Ltd.

Condensed Interim Consolidated Financial Statements
June 30, 2026
(expressed in Canadian dollars)
(unaudited)

Management's Comments on Unaudited Condensed Interim Consolidated Financial Statements

These unaudited condensed interim consolidated financial statements of Eloro Resources Ltd. (the "Company") have been prepared by management and approved by the Board of Directors of the Company.

These unaudited condensed interim consolidated financial statements have not been reviewed by the Company's external auditors.

Eloro Resources Ltd.
Consolidated Statements of Financial Position

(expressed in Canadian dollars)
(unaudited)

	Notes	June 30, 2026 $	March 31, 2026 $
Assets			
Current			
Cash and cash equivalents		21,846,198	24,863,699
Receivables		125,944	131,969
Marketable securities	3	313,200	391,393
Prepaid expenses		401,973	490,238
		22,687,315	25,877,299
Right-of-use asset	4	22,175	33,263
Investment in associate	5	1,346,403	1,553,907
Option payment advance	6	1,193,338	779,308
Restricted cash held in trust	7	2,567,109	2,507,508
Exploration and evaluation	7	67,460,131	66,055,578
		95,276,471	96,806,863
Liabilities			
Current			
Accounts payable and accrued liabilities	12	977,470	1,606,637
Current portion of lease liability	8	26,248	39,081
		1,003,718	1,645,718
Shareholders' equity			
Share capital	9	151,862,499	150,887,844
Warrants		4,176,271	4,279,909
Contributed surplus		18,994,156	16,832,602
Foreign currency reserve		481,247	455,824
Deficit		(81,241,420)	(77,295,034)
		94,272,753	95,161,145
		95,276,471	96,806,863

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Approved by the Board:

Thomas Larsen
Director

Francis Sauve
Director

See accompanying notes to condensed interim consolidated financial statements.

Eloro Resources Ltd.
Consolidated Statements of Loss and Comprehensive Loss
(expressed in Canadian dollars)
(unaudited)

	Notes	3 months ended June 30, 2026 $	2025 $
Expenses			
Professional fees	12	54,999	55,122
Directors' fees	9 and 12	45,000	45,000
Consulting fees	12	202,500	160,000
Financing bonus		-	175,000
Stock-based compensation	9	2,615,954	1,821,614
Investor relations and marketing	12	584,012	396,294
General and office		151,573	105,319
Travel		87,351	59,012
Depreciation	4	11,088	11,088
Accretion of interest	8	522	1,263
Foreign exchange (gain) loss		(94,357)	101,609
Fair value adjustment on marketable securities	3	78,192	46,525
Impairment of exploration and evaluation	7	116,608	190,892
Other income		(114,560)	(13,165)
		3,738,882	3,155,573
Loss before share of net loss of an associate		(3,738,882)	(3,155,573)
Share of loss of an associate	5	(207,504)	-
Loss for the period		(3,946,386)	(3,155,573)
Other comprehensive income to be reclassified to profit or loss in subsequent years (net of tax)			
Currency translation adjustment		25,423	127,637
Comprehensive loss for the period		(3,920,963)	(3,027,936)
Loss per share - basic and diluted		(0.03)	(0.03)
Weighted average number of shares outstanding - basic and diluted		119,631,953	92,721,450

See accompanying notes to condensed interim consolidated financial statements.

Eloro Resources Ltd.
Consolidated Statements of Changes in Equity
(expressed in Canadian dollars)
(unaudited)

	Share capital $ (note 9)	Warrants $ (note 9)	Contributed Surplus $ (note 9)	Foreign currency reserve $	Deficit $	Total $
Balance, March 31, 2026	150,887,844	4,279,909	16,832,602	455,824	(77,295,034)	95,161,145
Exercise of warrants	416,617	-	-	-	-	416,617
Fair value of exercised warrants	103,638	(103,638)	-	-	-	-
Fair value of cancelled stock options	454,400	-	(454,400)	-	-	-
Stock-based compensation	-	-	2,615,954	-	-	2,615,954
Other comprehensive income for the period	-	-	-	25,423	-	25,423
Loss for the period	-	-	-	-	(3,946,386)	(3,946,386)
Balance, June 30, 2026	151,862,499	4,176,271	18,994,156	481,247	(81,241,420)	94,272,753
Balance, March 31, 2025	102,287,014	2,744,305	21,965,536	366,096	(69,255,963)	58,106,988
Private placement of units	7,775,101	-	-	-	-	7,775,101
Fair value of warrants issued	(1,273,636)	1,273,636	-	-	-	-
Fair value of broker warrants issued	(148,096)	148,096	-	-	-	-
Share issue costs	(950,754)	-	-	-	-	(950,754)
Exercise of stock options	393,000	-	-	-	-	393,000
Fair value of exercised stock options	232,020	-	(232,020)	-	-	-
Stock-based compensation	-	-	1,821,614	-	-	1,821,614
Other comprehensive income for the period	-	-	-	127,637	-	127,637
Loss for the period	-	-	-	-	(3,155,573)	(3,155,573)
Balance, June 30, 2025	108,314,649	4,166,037	23,555,130	493,733	(72,411,536)	64,118,013

See accompanying notes to condensed interim consolidated financial statements.

Eloro Resources Ltd.
Consolidated Statements of Cash Flows
(expressed in Canadian dollars)
(unaudited)

	3 months ended June 30, 2026 $	2025 $
Cash provided by (used in)		
Operating activities		
Loss for the period	(3,946,386)	(3,155,573)
Items not affecting cash		
Depreciation	11,088	11,088
Accretion of interest	522	1,263
Stock-based compensation	2,615,954	1,821,614
Unrealized loss on marketable securities	78,192	46,525
Share of loss of an associate	207,504	-
Unrealized foreign exchange gain	(59,601)	-
Impairment of exploration and evaluation	116,608	190,892
Changes in non-cash operating working capital		
Receivables	6,025	(54,119)
Prepaid expenses	88,265	33,965
Accounts payable and accrued liabilities	(709,657)	26,812
	(1,591,486)	(1,077,533)
Financing activities		
Interest paid on lease liabilities	(522)	(1,263)
Repayment of lease liabilities	(12,833)	(11,970)
Private placements of units	-	7,775,101
Share issue costs	-	(950,754)
Exercise of warrants	416,617	-
Exercise of stock options	-	393,000
	403,262	7,204,114
Investing activities		
Due from Cartier Silver Corporation	-	(368,951)
Option payment advance	(414,030)	(143,648)
Exploration and evaluation	(1,440,670)	(1,215,386)
	(1,854,700)	(1,727,985)
Net increase (decrease) in cash and cash equivalents	(3,042,924)	4,398,596
Cash and cash equivalents, beginning of period	24,863,699	257,585
Currency translation adjustment	25,423	127,637
Cash and cash equivalents, end of period	21,846,198	4,783,818
Cash and cash equivalents consist of:		
Cash	320,924	570,768
Cash equivalents	21,525,274	4,213,050
	21,846,198	4,783,818
Supplementary information		
Income taxes paid	-	-

See accompanying notes to condensed interim consolidated financial statements.

(expressed in Canadian dollars)

1. Nature of operations

Eloro Resources Ltd. (the “Company”) is a public company engaged in the exploration and development of a polymetallic property in Bolivia and a gold-silver property in Peru.

The Company was incorporated under the Business Corporations Act of Ontario on April 11, 1985 and its registered office is located at 20 Adelaide Street East, Suite 200, Toronto, Ontario, M5C 2T6.

2. Basis of presentation

Statement of compliance

These condensed interim consolidated financial statements have been prepared in accordance with International Accounting Standard 34, *Interim Financial Reporting*, using accounting policies consistent with International Financial Reporting Standards and its interpretations adopted by the International Accounting Standards Board.

The accounting policies used in these condensed interim consolidated financial statements are consistent with those disclosed in the Company’s audited consolidated financial statements for the year ended March 31, 2026.

These condensed interim consolidated financial statements do not include certain information and disclosures normally included in annual financial statements prepared in accordance with IFRS and should be read in conjunction with the Company’s annual financial statements for the year ended March 31, 2026.

These condensed interim consolidated financial statements were approved and authorized for issue by the Board of Directors on August 12, 2026.

3. Marketable securities

Marketable securities, among other marketable securities, includes the Company’s investment in warrants of Cartier Silver Corporation (“Cartier”), each of which, entitles the Company to purchase one common share of Cartier for $0.20 until October 7, 2028. Three directors of the Company are directors of Cartier.

	Number	Fair value $
Investment in Cartier warrants		
Balance, March 31, 2026	2,400,000	240,852
Unrealized loss	–	(81,352)
Balance, June 30, 2026	2,400,000	159,500

The fair value of the Cartier warrants was calculated using the Black-Scholes option pricing model with the following inputs and assumptions:

	June 30, 2026	March 31, 2026
Number of warrants held	2,400,000	2,400,000
Exercise price	$0.20	$0.20
Share price	$0.13	$0.17
Risk-free interest rate	2.74%	2.87%
Expected volatility based on historical volatility	109%	108%
Expected life of warrants	2.27 years	2.52 years
Expected dividend yield	0%	0%
Fair value	$159,500	$240,852
Fair value per warrant	$0.07	$0.10

See note 5, *Investment in associate, Cartier*.

4. Right-of-use asset

	$
Right-of-use asset, March 31, 2026 and June 30, 2026	221,751
Accumulated depreciation, March 31, 2026	188,488
Depreciation	11,088
Accumulated depreciation, June 30, 2026	199,576
Balance, June 30, 2026	22,175

5. Investment in associate, Cartier

On October 7, 2025, the Company determined that it has significant influence over Cartier and accounts for its investment in Cartier as an investment in an associate using the equity method.

As at June 30, 2026, the Company held 9,993,500 Cartier common shares (March 31, 2026 - 9,993,500) with a fair value of $1,299,155 (March 31, 2026 - $1,698,895), representing 11.83% (March 31, 2026 - 11.83%) of the outstanding Cartier common shares (see note 15, *Subsequent event*).

	Number of Cartier common shares held	$
Balance, March 31, 2026	9,993,500	1,553,907
Share of loss, excluding change in the fair value of Cartier's investment in the Company	–	(207,504)
Balance, June 30, 2026	9,993,500	1,346,403

The following is a summary of Cartier's statement of financial position and reconciliation to carrying amounts as at June 30, 2026:

	$
Assets	
Cash	2,019,187
Other current assets	280,430
	2,299,617
Investment in Eloro Resources Ltd.	4,345,422
Right-of-use asset	22,167
	6,667,206
Liabilities and shareholders' equity	
Current liabilities	320,464
Shareholders' equity	6,346,742
	6,667,206

Reconciliation to carrying amount:

Share percentage ownership of Cartier	11.83%

	$
Company's share of net assets of Cartier	750,820
Difference between the Company's share of net assets of Cartier and carrying value	595,583
Carrying value of investment in Cartier	1,346,403

The following is a summary of the statement of loss and comprehensive loss of Cartier for the 3 months ended June 30, 2026:

	3 months ended June 30, 2026 $
Expenses	
Expenses	338,737
Exploration and evaluation	1,166,901
Stock-based compensation	251,546
	1,757,184
Operating loss	(1,757,184)
Decrease in fair value of investment in Eloro Resources Ltd.	(780,615)
Loss and comprehensive loss	(2,537,799)

6. Option payment advance

On July 29, 2020, the Company granted a 2% interest in its wholly-owned Bolivian subsidiary, Minera Tupiza S.R.L. (“Minera Tupiza”) to an officer of Minera Tupiza. The Company has an option to increase its interest in Minera Tupiza to 99% by purchasing a 1% interest from the officer for US$3,000,000. The option was scheduled to expire on July 27, 2024, but was extended by mutual agreement to July 27, 2026, and subsequently extended to July 27, 2029. At June 30, 2026, the Company has made instalment payments of US$900,000 (March 31, 2026 - US$600,000) on account of the option.

7. Exploration and evaluation

	March 31, 2026 $	Exploration $	Impairment $	June 30, 2026 $
Property				
Iska Iska	66,055,578	1,404,553	–	67,460,131
La Victoria	–	116,608	(116,608)	–
	66,055,578	1,521,161	(116,608)	67,460,131

Iska Iska

The Company owns a 98% interest in Minera Tupiza which holds a 99% joint venture interest and 100% economic participation and operational control in Iska Iska, a polymetallic property consisting of one mineral concession totaling 900 hectares located in Bolivia. The Company also has an option to increase its interest in Minera Tupiza to 99% (see note 6, *Option payment advance*).

In addition, the Company has 19 staked claims (March 31, 2026 - 19 claims) covering 488.25 km^2 (March 31, 2026 - 488.25 km^2). The Company has submitted applications for the staked claims in accordance with Bolivian mining laws and regulations. Applications are pending for staked claims covering 112.75 km^2 and a Prospecting and Exploration Licence is pending for staked claims covering 375.50 km^2.

Mina Casiterita and Mina Hoyada option agreement

On September 28, 2021, Minera Tupiza entered into an option agreement to acquire Mina Casiterita and Mina Hoyada (“Option Agreement”), which collectively cover 14.75 km^2 southwest and west of Iska Iska, subject to finalizing the granting of the mining rights process. Under the Option Agreement, the capital quotas of the titleholder will be transferred to Minera Tupiza in exchange for the issuance of 200,000 common shares of the Company.

On June 27, 2025, in accordance with the terms of the Option Agreement, as the Mina Casiterita and Mina Hoyada properties could not be transferred to the Company, expenditures of US$1,800,000 incurred by the Company on Mina Casiterita were credited to the Iska Iska option payment balance (see note 7, *Exploration and evaluation, Iska Iska*). Concurrently, the Option Agreement was amended to provide for the Company to make a cash payment of US$1,800,000 within 12 months from the date on which the mining rights for Mina Casiterita and Mina Hoyada are obtained. At June 30, 2026, the Company held $2,576,109 (US$1,800,000) (March 31, 2026 - $2,507,508 (US$1,800,000)) in trust for payment to the titleholder in accordance with the terms of the Option Agreement.

La Victoria, Peru
The Company owns an 82% interest in La Victoria (March 31, 2026 - 82%), a gold-silver property covering 4,247 hectares (March 31, 2026 - 6,181 hectares), consisting of 8 concessions: Rufina N° 2, San Markito, Romina 02, 03, 04, 05, 06 and 07 mostly in the Huandoval District, Pallasca Province, Ancash Department, in the North-Central Mineral Belt of Peru. La Victoria is subject to a 2% net smelter royalty ("NSR"). The Company has the option to reduce the NSR to 1% by making a payment of $3,000,000.

During the 3 months ended June 30, 2026, the Company determined that there were indicators of impairment on La Victoria due to a lack of budgeted or planned substantive expenditures and insufficient data to support the technical feasibility or commercial viability of the property. As a result, the Company determined that the carrying amount was unlikely to be recovered and recorded an impairment charge of $116,608.

Grant of option for a 25% interest in La Victoria
Burgundy Diamond Mines Limited ("BDM") owns an 18% interest in La Victoria and had an option to increase its interest to 25% ("Option"). In August 2021, BDM decided to maintain its interest at 18% and not to increase its interest to 25%, at which time, the Option expired and a joint venture, with the Company as operator, was formed to continue to explore and develop La Victoria.

If the Company or BDM does not fund its proportionate share of expenditures, its respective interest will be diluted and when its interest is diluted to less than 10%, the party's interest shall be reduced to a 2% net smelter royalty on all production. The other party will have the option to reduce the royalty from 2% to 1% by making a payment of $3,000,000.

If either the Company or BDM acquires an interest in any property within 5 kilometres of La Victoria, the acquirer must offer the other party the opportunity to participate in the acquisition up to its participating interest.

In the event the Company or BDM proposes to sell any interest in La Victoria to a third party, the other party has a right of first refusal to match the terms and conditions of the proposed sale. In the event that the Company proposes to sell a majority of its interest in La Victoria to a third party, the Company must first consult with BDM about the identity of the third party and the proposed terms of sale and if the Company proceeds with the sale, BDM will be obliged to sell its interest to the third party on a pro rata basis in accordance with the terms of the sale to the third party.

8. Lease liability

	$
Balance March 31, 2026	39,081
Accretion of interest	522
Lease payments	(13,355)
Balance, June 30, 2026	26,248
Current portion of lease liabilities	26,248
Long-term lease liabilities	–
	26,248

The lease for premises is a joint and several commitment with Cartier. The remaining lease term is 0.50 years.

9. Share capital

Authorized
An unlimited number of common shares without par value.
An unlimited number of redeemable, voting, non-participating special shares without par value.

Outstanding

	Number of common shares	Amount $
Balance, March 31, 2026	119,405,224	150,887,844
Exercise of warrants	264,617	416,617
Fair value of exercised warrants	–	103,638
Fair value of cancelled stock options	–	454,400
Balance, June 30, 2026	119,669,841	151,862,499

Warrants
A continuity of the Company's common share warrants outstanding at June 30, 2026 is presented below:

	Weighted-average exercise price $	Number of warrants
Balance, March 31, 2026	1.52	11,082,680
Exercised	1.57	(264,617)
Balance, June 30, 2026	1.51	10,818,063

A summary of the Company's common share warrants outstanding at June 30, 2026 is presented below:

Exercise price	Expiry date	Number of warrants
$1.50	October 21, 2026	593,003
$1.50	October 31, 2026	940,968
$1.00	April 8, 2028	291,519
$1.40	April 8, 2028	1,743,369
$1.40	May 2, 2028	1,315,788
$1.15	September 4, 2028	852,250
$1.60	September 4, 2028	4,688,850
$2.60	March 6, 2028	392,316
		10,818,063

Long-term Incentive Plan
The shareholders of the Company approved a new Long-term Incentive Plan (the "Plan") at an annual and special meeting held on September 27, 2022. The Plan received TSX Venture Exchange approval on October 31, 2022. With the implementation of the Plan, all previously issued stock options and restricted share unit awards, which were granted pursuant to the Company's stock option plan and Restricted Share Unit Plan respectively, will be governed by the Plan. The Plan permits the Board to make awards of stock options, restricted share units, performance share units and deferred share units. The maximum number of common shares for issuance under the Plan for stock options will not exceed 10% of the Company's then issued and outstanding shares. The maximum number of common shares for issuance under the Plan for all other awards other than stock options will not exceed 10% of the Company's issued and outstanding shares at the time of shareholder approval of the Plan.

Stock options
The number of the common shares subject to each stock option grant, exercise price, vesting, expiry date and other terms and conditions are determined by the Board. The exercise price shall in no event be lower than the market price of the common shares on the grant date. Stock options shall be for a fixed term, not exceeding five years and unless otherwise specified, each stock option shall vest as to one third on each of the first through third anniversaries of the grant date.

Authorized
11,966,984 stock options

Outstanding
A continuity of the Company's stock options outstanding and exercisable at June 30, 2026 is presented below:

	Weighted-average exercise price $	Number of stock options outstanding and exercisable
Balance, March 31, 2026	2.28	7,305,000
Granted	1.92	2,200,000
Cancelled	3.30	(200,000)
Balance, June 30, 2026	2.17	9,305,000

A summary of the Company's stock options outstanding at June 30, 2026 is presented below:

Exercise price	**Expiry date**	**Number of stock options outstanding and exercisable**
$4.65	March 3, 2027	1,525,000
$3.42	May 30, 2027	100,000
$3.59	June 6, 2027	750,000
$4.32	August 3, 2027	150,000
$3.30	February 2, 2028	50,000
$1.53	November 22, 2028	350,000
$0.98	May 20, 2030	2,925,000
$1.31	July 16, 2030	1,055,000
$1.42	October 1, 2030	200,000
$1.92	April 2, 2031	2,200,000
		9,305,000

Grant of stock options
A summary of the stock options granted during the 3 months ended June 30, 2026 and the assumptions for the calculation of the fair value of those stock options using the Black-Scholes option pricing model is presented below:

Date of grant	April 2, 2026
Expiry date	April 2, 2031
Stock options granted	2,200,000
Exercise price	$1.92
Share price	$1.96
Risk-free interest rate	3.10%
Expected volatility based on historical volatility	70%
Expected life of stock options	5 years
Expected dividend yield	0%
Forfeiture rate	0%
Vesting	On date of grant
Fair value	$2,615,954
Fair value per stock option	$1.19

Restricted share units, deferred share units and performance share units

Authorized
The Company may grant an aggregate total of 6,546,889 in restricted share units, deferred share units and performance share units, which represents 10% of the issued and outstanding common shares as at September 27, 2022, the date the shareholders of the Company approved the Plan, less the 441,008 common shares issued pursuant to the security-based compensation arrangement to settle accounts payable of $570,088.

Grant of restricted share units
On February 2, 2023, the Company granted 300,000 restricted share units to officers. The restricted share units have a redemption date of December 31, 2026 and vest as follows: (a) one-third on the date of filing of a National Instrument 43-101 ("NI 43-101") compliant technical report in connection with the measurement of at least 300 million tonnes of inferred resources at Iska Iska; (b) one-third on the date of filing of a NI 43-101 compliant technical report in connection with the measurement of at least 500 million tonnes of inferred resources at Iska Iska; and (c) one-third on the date of filing of a NI 43-101 compliant technical report in connection with the completion of a positive prefeasibility study for Iska Iska. The fair value of the restricted share units granted is $960,000. On August 30, 2023, the Company achieved vesting milestones (a) and (b) and as a result for the year ended March 31, 2024, the Company recognized $640,000 of stock-based compensation expense for the 200,000 vested restricted share units. No stock-based compensation has been recognized for milestone (c) as of June 30, 2026, due to inability to assess likelihood of vesting.

A continuity of the number of the Company's restricted share units outstanding at June 30, 2026 is presented below:

	Number of restricted share units		
	Vested	**Unvested**	**Total**
Balance, March 31, 2026 and June 30, 2026	200,000	100,000	300,000

Grant of deferred share units
On July 16, 2025, the Company approved annual director fees of $30,000 for non-executive directors, payable solely in deferred share units on a bi-annual basis. The deferred share units vest upon grant and are settled upon the holder ceasing to be a director of the Company.

A continuity of the number of the Company's deferred share units outstanding at June 30, 2026 is presented below:

	Number of deferred share units outstanding
Balance, March 31, 2026 and June 30, 2026	110,820

Performance units
There are no performance units outstanding.

10. Determination of fair values
A number of the Company's accounting policies and disclosures require the determination of fair value, for both financial and non-financial assets and liabilities. Fair values have been determined for measurement and/or disclosure purposes based on the following methods. When applicable, further information about the assumptions made in determining fair values is disclosed in the notes specific to that asset or liability.

Classification of fair value of financial instruments
The Company classified the fair value of its financial instruments measured at fair value according to the following hierarchy based on the amount of observable inputs used to value the instrument:

- Level 1 - quoted prices in active markets for identical assets and liabilities;
- Level 2 - inputs, other than the 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.

Marketable securities include investments measured at fair value at Level 1 of the fair value hierarchy and warrants measured at Level 2 of the fair value hierarchy.

11. Financial risk management
The Company's activities expose it to a variety of financial risks that arise as a result of its exploration, development, production and financing activities, including credit risk, liquidity risk and market risk.

This note presents information about the Company's exposure to each of the above risks, the Company's objectives, policies and processes for measuring and managing risk, and the Company's management of capital. Further quantitative disclosures are included throughout these consolidated financial statements.

The Board of Directors oversees management's establishment and execution of the Company's risk management framework. Management has implemented and monitors compliance with risk management policies. The Company's risk management policies are established to identify and analyze the risks faced by the Company, to set appropriate risk limits and controls, and to monitor risks and adherence to market conditions and the Company's activities.

Credit risk
Credit risk is the risk of financial loss to the Company if a counterparty to a financial instrument fails to meet its contractual obligations. Credit risk arises principally from the Company's cash balances, including restricted cash held in trust. The maximum exposure to credit risk is equal to the balance of cash and restricted cash held in trust. The Company limits its exposure to credit risk on its cash by holding its cash in deposits with a Canadian chartered bank.

Liquidity risk
Liquidity risk is the risk that the Company will encounter difficulty in meeting its financial liabilities that are settled in cash or other financial assets. The Company's approach to managing liquidity risk is to ensure, as far as possible, that it will have sufficient liquidity to meet its liabilities as they come due. The amounts for accounts payable and accrued liabilities and lease liabilities are subject to normal trade terms.

The Company has no revenue and relies on financing primarily through the issuance of equity to finance its on-going and planned exploration activities and to cover administrative costs.

Market risk
Market risk is the risk that changes in market prices, such as equity prices, foreign exchange rates, and interest rates will affect the Company's income or the value of its financial instruments. The Company is exposed to equity price risk with respect to marketable securities. The Company's approach to managing equity price risk is to optimize the return from its marketable securities within acceptable parameters for equity price risk. The Company estimates that if the fair value of its marketable securities as at June 30, 2026 had changed by 10%, with all other variables held constant, the unrealized gain (loss) would have decreased or increased by $31,320.

The Company retains substantially all of its cash at the parent-company level in Canadian dollars until US dollars are required by the Company's foreign subsidiaries. Expenses are incurred in Canadian dollars and US dollars. The Company is subject to gains and losses due to fluctuations in these currencies. At June 30, 2026, a 10% change in the US dollar exchange rate would affect the loss and comprehensive loss and deficit by $251,694.

Interest rate risk
The Company's exposure to interest rate risk is limited due to the short-term nature of its financial instruments and the Company has no interest-bearing debt.

Capital management
Capital of the Company consists of share capital, warrants, contributed surplus, foreign currency reserve and deficit. The Company's objective when managing capital is to safeguard the Company's ability to continue as a going concern so that it can acquire, explore and develop mineral resource properties for the benefit of its shareholders. The Company manages its capital structure and makes adjustments based on the funds available to the Company in light of changes in economic conditions. The Board of Directors has not established quantitative return on capital criteria for management, but rather relies on the expertise of the Company's management to sustain the future development of the Company. In order to facilitate the management of its capital requirements, the Company prepares annual expenditure budgets that consider various factors, including successful capital deployment and general industry conditions.

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 principal source of capital is from the issue of common shares. In order to achieve its objectives, the Company intends to raise additional funds as required.

The Company is not subject to externally imposed capital requirements and there were no changes to the Company's approach to capital management during the period.

12. Related party transactions

Compensation of key management personnel
The Company considers its directors and officers to be key management personnel. Transactions with key management personnel are set out as follows:

	3 months ended June 30, 2026 $	3 months ended June 30, 2025 $	Outstanding at June 30, 2026 $	Outstanding at March 31, 2026 $
Exploration and evaluation consulting fees	106,626	178,477	35,542	10,780
Consulting fees	157,500	117,500	–	–
Financing bonus	–	170,000	–	–
Directors' fees	45,000	45,000	–	45,000
Professional fees	17,755	21,277	142	8,487
Investor relations and marketing	54,000	63,500	16,950	–
Stock-based compensation	1,724,156	1,063,049	–	–
	2,105,037	1,658,803	52,634	64,267

See note 3 for marketable securities related party transactions, note 5 for investment in associate related party transactions, note 9 for share capital related party transactions and notes 4, 6, and 8 for other related party transactions.

13. Commitments and contingencies

Value-added tax

In Peru, the Company has paid a value added tax, *Impuesto General a las Ventas* ("IGV"), on the purchase of goods and services which may be recovered against IGV collected on sales by the Company. The Company has paid IGV of US$482,654, of which, the Company is obligated to pay US$365,390 to BDM upon recovery. The remaining IGV of US$117,264 has been included in exploration and evaluation which has been written off during the 3 months ended June 30, 2026 (see note 7).

14. Segment information

The Company operates in one reportable segment, mineral exploration.

As the Company is focused on exploration, the Board monitors the Company based on actual versus budgeted exploration expenditure incurred by project. The internal reporting framework is the most relevant to assist the Board with making decisions regarding this Company and its ongoing exploration activities, while also taking into consideration the results of exploration work that has been performed to date.

The Company operates in Canada, Bolivia and Peru:

Location of non-current assets	**$**
Canada	5,129,025
Bolivia	67,460,131
Peru	–
	72,589,156

15. Subsequent event

Subsequent to June 30, 2026, the Company acquired 1,061,000 common shares of Cartier on the open market for $139,128. At August 12, 2026, the Company held 11,054,500 Cartier common shares, representing 13.09% of the outstanding Cartier common shares.