



**MASON RESOURCES INC.**  
**PREVIOUSLY MASON GRAPHITE INC.**  
**CONDENSED INTERIM FINANCIAL STATEMENTS**  
**FOR THE THREE AND NINE MONTHS ENDED MARCH 31, 2025 AND 2024**  
**(EXPRESSED IN CANADIAN DOLLARS)**  
**(UNAUDITED)**



## **Notice to Reader**

The accompanying unaudited condensed interim financial statements of Mason Resources Inc. (Previously Mason Graphite Inc.) (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 unaudited condensed interim financial statements in accordance with standards established by the Chartered Professional Accountants of Canada for a review of interim financial statements by the entity's auditor.

## **Management's responsibility for financial reporting**

Management is responsible for the preparation and presentation of the accompanying unaudited condensed interim financial statements, which includes ensuring that significant accounting judgments and estimates are made in accordance with International Financial Reporting Standards. This responsibility includes selecting appropriate accounting principles and methods, and making decisions affecting the measurement of transactions for which objective judgment is required.

The Board of Directors is responsible for overseeing management in the performance of its financial reporting responsibilities and for approving the financial information included in the unaudited condensed interim financial statements. The Board fulfils these responsibilities by reviewing the financial information prepared by management and discussing relevant matters with management. The Audit Committee has the responsibility of meeting with management to discuss internal controls over the financial reporting process, auditing matters and financial reporting issues. The Audit Committee reports its findings to the Board for its consideration in approving the condensed consolidated interim financial statements together with other financial information of the Company for issuance to the shareholders.

Management recognizes its responsibility for conducting the Company's affairs in compliance with established financial standards and applicable laws and regulations, and for maintaining proper standards of conduct for its activities.

"Peter Damouni"  
Peter Damouni  
Executive Director

"Greg Duras"  
Greg Duras  
Chief Financial Officer

Laval, Québec  
May 27, 2025

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

**Mason Resources Inc. (Previously Mason Graphite Inc.)**  
**Condensed Consolidated Interim Statements of Financial Position**  
**(Expressed in Canadian Dollars)**  
**(Unaudited)**

<b>As at,</b>	<b>March 31, 2025</b>	<b>June 30, 2024</b>
<b>ASSETS</b>		
Cash	\$ 4,160,893	\$ 5,494,253
Sales tax receivables	151,556	158,294
Prepaid and other receivable	129,268	179,316
Investments (Note 6)	28,059,093	32,206,180
Note receivable (Note 7)	989,097	-
<b>Total assets</b>	<b>\$ 33,489,907</b>	<b>\$ 38,038,043</b>
<b>LIABILITIES</b>		
Accounts payable and accrued liabilities	\$ 102,010	\$ 110,896
<b>Total liabilities</b>	<b>102,010</b>	<b>110,896</b>
<b>EQUITY</b>		
Share capital	111,705,542	110,305,542
Reserves	14,419,048	14,419,048
Deficit	(92,736,693)	(86,797,443)
<b>Total equity</b>	<b>33,387,897</b>	<b>37,927,147</b>
<b>Total liabilities and equity</b>	<b>\$ 33,489,907</b>	<b>\$ 38,038,043</b>

Nature of operations and liquidity risk (note 1)  
Commitments and contingencies (note 12)

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

**Mason Resources Inc. (Previously Mason Graphite Inc.)**  
**Condensed Consolidated Interim Statements of Loss and Comprehensive Loss**  
**(Expressed in Canadian Dollars)**  
**(Unaudited)**

	For the three months ended March 31,		For the nine months ended March 31,	
	2025	2024	2025	2024
<b>Expenses</b>				
Salaries and consulting fees	\$ 163,940	\$ 289,267	\$ 504,497	\$ 714,100
Director fees	23,578	23,668	70,735	93,852
Professional fees	85,374	125,833	241,426	274,677
General office expenses	12,458	72,335	170,906	157,067
Travel and accommodation	-	9,530	82,390	57,791
Share-based compensation (Note 10)	-	-	-	1,088,599
Communication and promotion	-	-	10,786	10,199
Transfer agent and filing fees	21,459	18,203	55,570	35,273
Net foreign exchange loss	(50,624)	(37,704)	(112,540)	7,166
<b>Loss before other items</b>	<b>(256,185)</b>	<b>(501,132)</b>	<b>(1,023,770)</b>	<b>(2,438,724)</b>
Finance income	81,122	60,480	391,607	205,122
Change in fair market value (Note 6)	1,600,468	2,213,630	(5,307,087)	2,213,630
Share of loss of associate (Note 5)	-	(975,459)	-	(1,706,429)
<b>Net income (loss) from continuing operations</b>	<b>1,425,405</b>	<b>797,519</b>	<b>(5,939,250)</b>	<b>(1,726,401)</b>
Net income from discontinued operations (Note 4)	-	16,600,918	-	12,715,668
<b>Net income and comprehensive income for the period</b>	<b>\$ 1,425,405</b>	<b>\$ 17,398,437</b>	<b>\$ (5,939,250)</b>	<b>\$ 10,989,267</b>
Net loss per share (Note 11)				
from continuing operations				
- basic and diluted	\$ 0.01	\$ 0.01	\$ (0.04)	\$ (0.01)
from discontinued operations				
- basic and diluted	\$ 0.00	\$ 0.12	\$ 0.00	\$ 0.09
Total - basic and diluted	\$ 0.01	\$ 0.12	\$ (0.04)	\$ 0.08

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

**Mason Resources Inc. (Previously Mason Graphite Inc.)**  
**Condensed Interim Statements of Cash Flows**  
**(Expressed in Canadian Dollars)**  
**(Unaudited)**

	<b>For the nine months ended March 31,</b>	
	<b>2025</b>	<b>2024</b>
	<b>\$</b>	<b>\$</b>
<b>Cash flows used in operating activities</b>		
Net (loss) income for the period	(5,939,250)	10,989,267
Items not affecting cash:		
Share-based compensation	-	1,088,599
Loss on sale of property, plant and equipment	-	3,729,050
Impairment of property plant and equipment	-	96,436
Depreciation	-	4,462
Accrued interest income	(65,287)	-
Foreign exchange	(34,760)	-
Gain on sale of Lac Gu��ret graphite property not including transaction costs	-	(17,050,135)
Change in fair market value of investments	5,307,087	(2,213,630)
Share of loss of associate net of dilution gains	-	1,706,429
Gain on sale of mineral data	-	(50,000)
Changes in non-cash working capital items:		
Sales tax receivables	6,738	(36,955)
Prepaid and other receivable	50,048	(177,425)
Accounts payable and accrued liabilities	(8,886)	(234,672)
	<b>(684,310)</b>	<b>(2,148,574)</b>
<b>Cash flows from financing activities</b>		
Private placement	1,400,000	-
	<b>1,400,000</b>	<b>-</b>
<b>Cash flows (used in) from investing activities</b>		
Purchase of investments	(1,160,000)	-
Sale of property, plant and equipment (net of costs)	-	1,222,891
Proceeds from sale of mineral data	-	50,000
Loan to Aspley House Capital PLC	(889,050)	-
	<b>(2,049,050)</b>	<b>1,272,891</b>
Change in cash	(1,333,360)	(875,683)
Cash, beginning of the period	5,494,253	7,581,884
<b>Cash, end of the period</b>	<b>4,160,893</b>	<b>6,706,201</b>
<b>Cash flows from discontinued operations</b>		
Operating activities	-	(109,063)
Financing activities	-	-
Investing activities	-	1,274,918
<b>Total cash flows from discontinued operations</b>	<b>-</b>	<b>1,165,855</b>
<b>Supplemental information:</b>		
Cash held in GIC's	195,069	6,423,516

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

**Mason Resources Inc. (Previously Mason Graphite Inc.)**  
**Condensed Interim Statements of Changes in Equity**  
**(Expressed in Canadian Dollars)**  
**(Unaudited)**

	Share Capital		Reserves				
	Number	Amount	Warrants	Broker warrants	Options	Deficit	Total
		\$	\$	\$	\$	\$	\$
<b>Balance as of July 1, 2024</b>	<b>141,292,585</b>	<b>110,305,542</b>	<b>5,622,949</b>	<b>591,458</b>	<b>8,204,641</b>	<b>(86,797,443)</b>	<b>37,927,147</b>
Private placement - Units	28,000,000	1,400,000	-	-	-	-	1,400,000
Net loss and comprehensive loss for the period	-	-	-	-	-	(5,939,250)	(5,939,250)
<b>Balance, March 31, 2025</b>	<b>169,292,585</b>	<b>111,705,542</b>	<b>5,622,949</b>	<b>591,458</b>	<b>8,204,641</b>	<b>(92,736,693)</b>	<b>33,387,897</b>
<b>Balance as of July 1, 2023</b>	<b>141,292,585</b>	<b>110,305,542</b>	<b>5,622,949</b>	<b>591,458</b>	<b>7,116,042</b>	<b>(97,037,440)</b>	<b>26,598,551</b>
Share-based compensation	-	-	-	-	1,088,599	-	1,088,599
Net income and comprehensive income for the period	-	-	-	-	-	10,989,267	10,989,267
<b>Balance, March 31, 2024</b>	<b>141,292,585</b>	<b>110,305,542</b>	<b>5,622,949</b>	<b>591,458</b>	<b>8,204,641</b>	<b>(86,048,173)</b>	<b>38,676,417</b>

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

---

**Mason Resources Inc. (Previously Mason Graphite Inc.)**  
**Notes to Condensed Interim Financial Statements**  
**Three and nine months ended March 31, 2025, and 2024**  
**(Expressed in Canadian Dollars, except where noted)**  
**(Unaudited)**

---

**1. NATURE OF OPERATIONS AND LIQUIDITY RISK**

Mason Resources Inc. (Previously Mason Graphite Inc.) ("Mason" or the "Company") was incorporated on March 15, 2011 under the *Business Corporations Act* (Ontario) and was continued under the *Canada Business Corporations Act* effective March 3, 2016. The Company's head office is located at 26-1501 Av. McGill College, Montréal, Québec, H3A 3M8, Canada. On October 27, 2023, the Company's changed its name to Mason Resources Inc. from Mason Graphite Inc.

Mason is a Canadian corporation focused on investment opportunities in minerals and materials, notably battery-related materials and their by-products and includes the development of value-added products, notably for green technologies like transport electrification.

These unaudited condensed interim financial statements have been prepared on a going concern basis, which assumes that the Company will be able to realize its assets and discharge its liabilities in the normal course of business for the foreseeable future. In assessing whether the going concern assumption is appropriate, management takes into account all available information about the future, which is at least, but not limited to, 12 months from the end of the most recent reporting period. As of March 31, 2025, the Company had a working capital (not including investments) of \$4,339,707 (2024 - \$5,720,967), an accumulated deficit of \$92,736,693 (June 30, 2024 - \$86,797,443) and a net income from continuing operations of \$5,939,250 (March 31, 2024 - \$1,726,401) for the nine months ended March 31, 2025. Working capital included a cash balance of \$4,160,893 (June 30, 2024 - \$5,494,253).

Management believes that the Company has sufficient funds to meet its obligations, operating expenses and some development expenditures of the value-added graphite product for the next 12 months. Should it become required to obtain additional financing, the Company can raise funds in various ways, including through strategic partnerships, joint venture agreements, debt project financing or other options offered by financial markets. While management has been successful in securing financing in the past, there can be no assurance that it will be able to do so in the future or that these sources of funding or initiatives will be available for the Company or that they will be available on terms which are acceptable to the Company.

**2. MATERIAL ACCOUNTING POLICIES**

**a) Basis of presentation**

The Company applies International Financial Reporting Standards ("IFRS") as issued by the International Accounting Standards Board ("IASB"). These unaudited condensed interim financial statements have been prepared in accordance with International Accounting Standard 34, Interim Financial Reporting. Accordingly, they do not include all of the information required for full annual financial statements required by IFRS as issued by the IASB.

The policies applied in these unaudited condensed interim financial statements are based on IFRS issued and outstanding as of May 27, 2025, the date the Board of Directors approved the statements. The same accounting policies and methods of computation are followed in these unaudited condensed interim financial statements as compared with the most recent annual financial statements as at and for the year ended June 30, 2024, except as noted below. Any subsequent changes to IFRS that are given effect in the Company's annual financial statements for the year ending June 30, 2025 could result in restatement of these unaudited condensed interim financial statements.

**Mason Resources Inc. (Previously Mason Graphite Inc.)**  
**Notes to Condensed Interim Financial Statements**  
**Three and nine months ended March 31, 2025, and 2024**  
**(Expressed in Canadian Dollars, except where noted)**  
**(Unaudited)**

**3. PROPERTY, PLANT AND EQUIPMENT**

As of March 31, 2025 and June 30, 2024, the Company does not have any property plant and equipment.

	IT equipment	Production equipment	Construction in progress	Total
	\$	\$	\$	\$
<b>Balance, June 30, 2023</b>	<b>100,898</b>	<b>4,951,941</b>	<b>-</b>	<b>5,052,839</b>
Depreciation	(4,462)	-	-	(4,462)
Impairment	(96,436)	-	-	(96,436)
Sale of equipment	-	(4,951,941)	-	(4,951,941)
<b>Balance, March 31, 2024</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>As of March 31, 2024</b>				
Cost	<b>218,593</b>	<b>15,069,570</b>	<b>32,469,164</b>	<b>47,757,327</b>
Accumulated depreciation	(122,157)	-	-	(122,157)
Accumulated charge for impairment	(96,436)	(10,117,629)	-	(10,214,065)
Sale of equipment	-	(4,951,941)	(32,469,164)	(37,421,105)
<b>Net book value</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

**4. EXPLORATION PROPERTY**

The Company was previously engaged in the development of its 100% owned Lac Guéret graphite property located in Québec, Canada. Substantially, all of the Company's efforts were devoted to financing and developing this property. On May 15, 2023, Nouveau Monde Graphite Inc. and the Company entered into an agreement with a joint venture option on Lac Guéret graphite property. The Company disposed of its interest in Lac Guéret in January 2024, and sold all property, plant and equipment to various parties. Operations related to the property were classified as a discontinued operations.

	For the three months ended March 31,		For the nine months ended March 31,	
	2025	2024	2025	2024
<b>Expenses (income)</b>				
Added-value processing	\$ -	\$ -	\$ -	\$ 7,702
R&D expenses	-	-	-	9,000
Government assistance	-	-	-	(1,725)
Care and maintenance for Lac Guéret project	-	3,761	-	94,086
Gain on sale of mineral data	-	-	-	(50,000)
Impairment of property plant and equipment (Note 3)	-	-	-	96,436
Depreciation (Note 3)	-	-	-	4,462
Loss (gain) on sale of equipment (Note 3)	-	(2,028)	-	3,727,022
Sale of Lac Guéret graphite property (Note 6)	-	(16,602,651)	-	(16,602,651)
<b>Net loss from discontinued operations</b>	<b>\$ -</b>	<b>\$(16,600,918)</b>	<b>\$ -</b>	<b>\$(12,715,668)</b>



**Mason Resources Inc. (Previously Mason Graphite Inc.)**  
**Notes to Condensed Interim Financial Statements**  
**Three and nine months ended March 31, 2025, and 2024**  
**(Expressed in Canadian Dollars, except where noted)**  
**(Unaudited)**

**5. INVESTMENT IN ASSOCIATE - BLACK SWAN GRAPHENE INC. ("BLACK SWAN")**

On February 10, 2025, Black Swan completed an 8:1 share consolidation. All share amounts have been retroactively restated.

On August 2, 2022, Black Swan Graphene Inc. ("Old Black Swan") closed a Qualifying Transaction with Dragonfly Capital Corp. ("Dragonfly") pursuant to the terms of a share exchange agreement dated January 17, 2022, as amended, with Old Black Swan and its shareholders (the "Transaction"). The Transaction was completed by way of share exchange whereby Dragonfly acquired all of the outstanding common shares in the capital of Black Swan (each, a "Black Swan Share") from the shareholders of Old Black Swan. As a result of the Transaction, the Company became a reporting issuer.

Dragonfly previously raised \$7 million through the issuance of subscription receipts which were also released to the combined entity. Following these transactions, the Company received 14,724,998 shares in Dragonfly, now renamed Black Swan Graphene Inc ("Black Swan"), representing a participation of 41.49% in Black Swan. The Company previously accounted for its participation in Black Swan as an investment in an associate from the date of the Transaction, using the equity method up until the Company became an investment entity under the rules of IFRS 10 on April 1, 2024.

For the period ended March 31, 2024, the impact of the changes on the Company's investment in Black Swan are as follows:

	<b>Nine Months Ended March 31, 2024</b>
Balance, beginning of period	<b>\$ 14,011,792</b>
Participation in New Black Swan at the time of the Transaction	-
Gain on dilution	-
Share of loss and comprehensive loss	<b>(1,706,429)</b>
Balance, end of period	<b>\$ 12,305,363</b>

The following table summarizes, in aggregate, the financial information of Black Swan. The amounts included in the IFRS financial statements of the associate are adjusted to reflect adjustments made by the Company, when using the equity method, such as fair value adjustments made at the time of acquisition.

	<b>As of March 31, 2024</b>
	<b>\$</b>
Cash	4,794,053
Total current assets	5,475,695
Total non-current assets	7,810,875
Total assets	13,286,570
Total current liabilities	76,874
Net assets	13,209,696
Proportion of ownership interest held	39.04 %
Proportion share of net assets	5,157,065
Goodwill	7,354,575
Net carrying amount of investment in Black Swan	<b>12,305,363</b>
	<b>For The Nine Months Ended March 31, 2024</b>
Loss from continuing operations and total comprehensive loss	<b>\$ 4,370,976</b>

**Mason Resources Inc. (Previously Mason Graphite Inc.)**  
**Notes to Condensed Interim Financial Statements**  
**Three and nine months ended March 31, 2025, and 2024**  
**(Expressed in Canadian Dollars, except where noted)**  
**(Unaudited)**

**6. INVESTMENTS**

	<b>As of March 31, 2025</b>	<b>As of June 30, 2024</b>
Black Swan Graphene Inc. - Common shares (note 5)	\$ 12,074,498	\$ 14,135,998
NorthX Nickel Corp. - Common shares	670,833	1,145,833
NorthX Nickel Corp. - Warrants	527,125	907,167
Nouveau Monde Graphite Inc. - Common shares	13,285,569	16,017,182
Astra Exploration Inc. - Common shares	383,333	-
Astra Exploration Inc. - Warrants	117,735	-
Sand Minerals Inc. - Common Shares	1,000,000	-
Total	<u>\$ 28,059,093</u>	<u>\$ 32,206,180</u>

*Nouveau Monde Graphite Inc. ("NMG")*

On January 31, 2024, the Company closed the sale of the Lac Gu  ret Property by way of an asset purchase agreement dated January 21, 2024 with Nouveau Monde Graphite Inc. In consideration for the sale of the Lac Gu  ret Property, Mason received 6,208,210 common shares of NMG, representing approximately 9.25% of the issued and outstanding common shares of NMG. These common shares were treated as a financial asset classified at FVPTL. At the start of commercial production of the contemplated Uatnan Mining Project an additional payment of \$5,000,000 in cash is to be paid to the Company. As this contingent payment is not virtually certain to occur, no amounts have been recorded related to this potential additional payment.

*NorthX Nickel Corp.*

On May 15, 2024, the Company invested \$1,000,000 in NorthX Nickel Corp. (CSE: NIX) (OTCQB: RCHRF), formerly known as Archer Exploration Corp. ("NorthX"), Mason subscribed to 4,166,667 Units at a price of \$0.24 per Unit, with each Unit being comprised of one common share of NorthX and one share purchase warrant entitling Mason to purchase one NorthX share at a price of \$0.36 per Share until May 14, 2027.

In connection with the subscription of the Units, NorthX and Mason entered into an Investor Rights Agreement, pursuant to which, among other things, Mason has the right to designate two (2) nominees for election as directors of NorthX so long as it maintains ownership, directly or indirectly, of at least 10% of the issued and outstanding Shares on a non-diluted basis, and one (1) nominee for election as a director of NorthX so long as it maintains ownership, directly or indirectly, of at least 5% of the issued and outstanding Shares on a non-diluted basis.

On February 10, 2025, the Company purchased 1,200,000 units of NorthX. Each unit entitles the holder to receive, subject to the fulfillment of the Escrow Release Condition (as defined below) and without payment of any additional consideration, one unit (a "Unit") comprised of one common share of NorthX (a "Share") and one common share purchase warrant of NorthX (a "Warrant") exercisable into one additional Share at any time until February 10, 2028 at a price of \$0.075.

Each Subscription Receipt shall entitle Mason to receive one Unit upon the satisfaction, amongst other things, of all conditions to the completion of NorthX's proposed asset acquisition transaction with Magna Mining Inc. ("Magna"), pursuant to which Magna will acquire all of NorthX's property, assets, rights and obligations related to its portfolio of nickel and base metal assets located in the Sudbury Basin, Ontario (the "Escrow Release Condition"). In the event that the Escrow Release Condition is not satisfied on or before 5:00 p.m. (Vancouver time) on June 30, 2025, subject to a possible extension of such deadline, the Subscription Receipts will be cancelled and of no further force and effect, and Mason will receive the purchase price paid therefor plus any accrued interest earned thereon.

**Mason Resources Inc. (Previously Mason Graphite Inc.)**  
**Notes to Condensed Interim Financial Statements**  
**Three and nine months ended March 31, 2025, and 2024**  
**(Expressed in Canadian Dollars, except where noted)**  
**(Unaudited)**

**6. INVESTMENTS (continued)**

*Astra Exploration Inc.*

On November 7, 2024, the Company invested \$100,000 in Astra Exploration Inc. ("Astra") (TSX-V: ASTR) for 1,666,666 units at \$0.06 per unit. Each Unit being comprised of one common share of Astra and one half of one share purchase warrant entitling Mason to purchase one Astra share at a price of \$0.10 per Share until November 7, 2025.

*Sand Minerals Inc.*

On October 21, 2024, the Company invested \$1,000,000 in Sand Minerals Inc. ("Sand") a private company for 10,000,000 common shares at \$0.10 per common share. In connection with the subscription of the common shares, Sand and Mason entered into an Investor Rights Agreement, pursuant to which, among other things, Mason has the right to nominate one (1) nominee for election as directors of Sand so long as it maintains ownership, directly or indirectly, of at least 10% of the issued and outstanding Shares on a non-diluted basis.

*Fair value hierarchy*

The Company's investment portfolio is measured using the most reliable measure of fair value and range from level 1 to level 3 inputs. During the year ended March 31, 2025, there were no transfers between levels. The Company's measurement of the fair value of financial instruments as at March 31, 2025 in accordance with the fair value hierarchy is as follows:

<b>Investments</b>	<b>Level 1</b>	<b>Level 2</b>	<b>Level 3</b>	<b>Total</b>
March 31, 2025	26,414,233	644,860	1,000,000	28,059,093
June 30, 2024	31,299,013	907,167	-	32,206,180

**7. NOTE RECEIVABLE**

On December 2, 2024, the Company entered into a \$889,050 (£500,000) loan agreement with Aspley House Capital PLC, bearing an interest rate of 20% per annum. The note is repayable within 30 days from the sale of all or substantially all of certain properties, or after 18 months from the date of issuance upon the request of the Company. The Company will also receive 25% of the profit from the sale of the properties.

The following table reflects the continuity of the note receivable:

	<b>As of March 31, 2025</b>	<b>As of June 30, 2024</b>
Balance, Beginning of period	\$ -	\$ -
Additions	889,050	-
Interest income	65,287	-
Foreign exchange	34,760	-
Total	\$ 989,097	\$ -

**Mason Resources Inc. (Previously Mason Graphite Inc.)**  
**Notes to Condensed Interim Financial Statements**  
**Three and nine months ended March 31, 2025, and 2024**  
**(Expressed in Canadian Dollars, except where noted)**  
**(Unaudited)**

**8. SHARE CAPITAL**

**(a) Authorized**

An unlimited number of common shares without nominal value which confer to each shareholder the right to vote at any meeting of the shareholders, except at meetings which only holders of special shares are entitled to attend, receive dividends declared by the Company thereon and share the residual property upon dissolution of the Company.

The Company has an unlimited number of special shares without nominal value which include certain rights and privileges. No special shares have been issued.

**(b) Share issuances**

During the nine months ended March 31, 2024, the Company did not issue any common shares.

On January 13, 2025, the Company closed a non-brokered private placement financing of units of 28,000,000 units at a price of \$0.05 per unit for gross proceeds of \$1,400,000. Each unit consists of one common share and one common share purchase warrant. Each Warrant entitles the holder to acquire one additional Common Share at an exercise price of \$0.075 until January 13, 2028. Insiders of the Company subscribed for 24.9% of the Offering. Further Mr. Fahad Al Tamimi, Chairman of the Board of Directors, participated in the non-brokered private placement, increasing his ownership stake to approximately 19.2% on a partially diluted basis.

**9. WARRANTS**

The following table reflects the continuity of warrants for the nine months ended March 31, 2025 and 2024:

	<b>Number of warrants</b>	<b>Weighted average exercise price (\$)</b>
<b>Balance, June 30, 2023, March 31, 2024, and June 30, 2024</b>	-	-
Issued (note 8)	28,000,000	0.075
<b>Balance, March 31, 2025</b>	<b>28,000,000</b>	<b>0.075</b>

As of March 31, 2025, the Company had the following options outstanding:

<b>Expiry Date</b>	<b>Exercise Price (\$)</b>	<b>Remaining Contractual Life (years)</b>	<b>Number of Warrants Outstanding</b>
January 13, 2028	0.075	2.79	28,000,000
	<b>0.075</b>	<b>2.79</b>	<b>28,000,000</b>

**10. STOCK OPTIONS**

The Company has implemented a stock option plan ("the Plan") to be administered by the Board of Directors. Pursuant to the Plan the Board of Director's has discretion to grant options for up to a maximum of 10% of the issued and outstanding common shares of the Company at the date the options are granted. The terms and conditions of each option granted under the Plan will be determined by the Board of Directors. Options will be priced in the context of the market and in compliance with applicable securities laws and exchange guidelines. Consequently, the exercise price for any stock option shall not be lower than the market price of the underlying common shares at the time of grant. The Board shall determine the vesting period and the term of stock options granted under the Plan, provided that no stock option shall be outstanding for a period greater than ten years.

During the nine months ended March 31, 2025, no stock options were granted.

**Mason Resources Inc. (Previously Mason Graphite Inc.)**  
**Notes to Condensed Interim Financial Statements**  
**Three and nine months ended March 31, 2025, and 2024**  
**(Expressed in Canadian Dollars, except where noted)**  
**(Unaudited)**

**10. STOCK OPTIONS (continued)**

During the nine months ended March 31, 2024, the Company granted 6,780,000 options to directors, officers, and consultants of the Company, which vest immediately. The fair value of the options granted, as estimated at the time of grant, was \$1,084,800. This value was calculated using the Black-Scholes pricing model and the following assumptions: weighted average exercise price of the options of \$0.23 which corresponds to the share price at the time of grant, estimated life of five years, weighted average risk-free interest rate of 3.90%, volatility of 94.4% (based on past volatility of the Company's stock) and expected return on the stock of nil.

The following table reflects the continuity of options for the nine months ended March 31, 2025 and 2024:

	Number of stock options	Weighted average exercise price (\$)
<b>Balance, June 30, 2023</b>	<b>6,717,000</b>	<b>0.460</b>
Granted	6,780,000	0.230
<b>Balance, March 31, 2024</b>	<b>13,497,000</b>	<b>0.350</b>
<b>Balance, June 30, 2024</b>	<b>13,000,000</b>	<b>0.340</b>
Forfeited	(6,700,000)	(0.450)
<b>Balance, March 31, 2025</b>	<b>6,300,000</b>	<b>0.230</b>

As of March 31, 2025, the Company had the following options outstanding:

Expiry Date	Exercise Price (\$)	Remaining Contractual Life (years)	Number of Options Outstanding	Number of Options Vested (Exercisable)
July 31, 2028	0.23	3.34	6,300,000	6,300,000
	<b>0.23</b>	<b>3.34</b>	<b>6,300,000</b>	<b>6,300,000</b>

Share-based compensation costs related to Mason for the nine months ended March 31, 2025, totaled \$nil (March 31, 2024: \$1,088,599).

**11. NET LOSS PER SHARE**

	For the three months March 31,		For the nine months March 31,	
	2025	2024	2025	2024
Weighted average number of common shares	<b>165,183,414</b>	141,292,585	<b>149,096,471</b>	141,292,585
Dilutive effect on stock options and warrants	-	-	-	-
Weighted average of diluted common shares	<b>165,183,414</b>	141,292,585	<b>149,096,471</b>	141,292,585
Net loss from continuing operations attributable to common shareholders of Mason	<b>1,425,405</b>	797,519	<b>(5,939,250)</b>	(1,726,401)
Net loss from continuing operations per share – Basic and diluted	<b>0.01</b>	0.01	<b>(0.04)</b>	(0.01)
Net loss from discontinued operations attributable to common shareholders of Mason	-	16,600,918	-	12,715,668
Net loss from discontinued operations per share – Basic and diluted	<b>0.00</b>	0.12	<b>0.00</b>	0.09
Net loss attributable to common shareholders of Mason	<b>1,425,405</b>	17,398,437	<b>(5,939,250)</b>	10,989,267
Net loss per share – Basic and diluted	<b>0.01</b>	0.12	<b>(0.04)</b>	0.08

**Mason Resources Inc. (Previously Mason Graphite Inc.)**  
**Notes to Condensed Interim Financial Statements**  
**Three and nine months ended March 31, 2025, and 2024**  
**(Expressed in Canadian Dollars, except where noted)**  
**(Unaudited)**

**11. NET INCOME (LOSS) PER SHARE (continued)**

Given the net loss from continuing operations, the effect of potential issuances of shares under options would be anti-dilutive for the period ended March 31, 2025 and 2024 and accordingly, all basic, and diluted losses per share are the same.

**12. RELATED PARTY TRANSACTIONS**

As of March 31, 2025, the balance due to the related parties amounted to \$nil (as of June 30, 2024: \$3,195). The amounts due are mainly directors' fees, do not bear interest, are not guaranteed and are payable on request.

	<b>For the three months ended March 31,</b>		<b>For the nine months ended March 31,</b>	
	<b>2025</b>	<b>2024</b>	<b>2025</b>	<b>2024</b>
Salaries, consulting fees and other benefits	\$ 77,746	\$ 134,297	\$ 244,040	\$ 306,792
Directors fees'	22,500	22,500	67,500	91,250
Share-based compensation – Management	-	-	-	208,000
Share-based compensation – Directors	-	-	-	476,000
	<b>\$ 100,246</b>	<b>\$ 156,797</b>	<b>\$ 311,540</b>	<b>\$ 1,082,042</b>

In accordance with IAS 24 Related Party Disclosures, 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 Company is party to certain management contracts. Minimum commitments under these contracts are approximately \$550,000. These contracts require that maximum payments of approximately \$1,000,000 be made upon the occurrence of certain events such as a change of control. As a triggering event has not taken place, the contingent payments have not been reflected in these unaudited condensed interim financial statements.