ORACLE ENERGY CORP.

CONDENSED INTERIM FINANCIAL STATEMENTS

For the Nine Months Ended September 30, 2025
(Expressed in Canadian Dollars)

(Unaudited)

ORACLE ENERGY CORP.

NOTICE OF NO AUDITOR REVIEW OF CONDENSED INTERIM FINANCIAL STATEMENTS

The accompanying unaudited condensed interim financial statements of Oracle Energy Corp. have been prepared by the management of the Company and approved by the Company's Audit Committee and the Company's Board of Directors.

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 an auditor has not reviewed the financial statements.

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 financial statements in accordance with standards established by the Chartered Professional Accountants of Canada for a review of the interim financial statements by an entity's auditor.

ORACLE ENERGY CORP.

CONDENSED INTERIM STATEMENTS OF FINANCIAL POSITION
(Expressed in Canadian Dollars)

	Note	SEPTEMBER 30 2025	DECEMBER 31 2024
ASSETS			
Current			
Cash		**$ 9,046**	$ 7,852
Amounts receivable		**2,233**	3,476
Prepaid expenses		**47,500**	4,000
Total Assets		**$ 58,779**	$ 15,328
LIABILITIES			
Current			
Accounts payable and accrued liabilities		**$ 448,120**	$ 400,339
Notes payable	**4,5**	**186,087**	260,587
Due to related parties	**5**	**109,114**	81,232
Total current liabilities		**743,321**	742,158
Notes payable	**4**	**146,745**	40,000
Total liabilities		**890,066**	782,158
DEFICIENCY			
Share capital	**6**	**22,791,136**	22,660,092
Reserves	**6**	**5,217,744**	5,070,579
Deficit		**(28,840,167)**	(28,497,501)
Total deficiency		**(831,287)**	(766,830)
Total liabilities and deficiency		**$ 58,779**	$ 15,328

Corporate information and continuance of operations (Note 1)
Subsequent events (Note 9)

These financial statements were authorized for issuance by the Board of Directors on November 27, 2025. They are signed on behalf of the Board of Directors by:

"Loren Currie"	*"Pieter Bakker"*
Director	Director

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

ORACLE ENERGY CORP.

CONDENSED INTERIM STATEMENTS OF OPERATIONS AND COMPREHENSIVE LOSS

(Expressed in Canadian Dollars)

	FOR THE THREE MONTHS ENDED SEPTEMBER 30		FOR THE NINE MONTHS ENDED SEPTEMBER 30	
	2025	2024	**2025**	2024
Expenses				
Advertising and communications	**$ 300**	300	**$ 2,400**	$ 2,932
Bank charges and interest	**808**	891	**2,248**	2,527
Consulting (Note 5)	**77,725**	60,000	**161,225**	162,000
Exploration and evaluation expenditure	**10,000**	13,910	**10,000**	13,910
Foreign exchange loss (gain)	**271**	162	**(726)**	776
Interest on notes (Note 5)	**902**	-	**1,509**	-
Office	**11,634**	819	**19,263**	13,041
Professional fees	**-**	1,500	**2,119**	17,350
Regulatory and listing fees	**2,007**	1,250	**6,272**	5,515
Rent (Note 5)	**10,500**	-	**31,500**	-
Salaries and benefits (Note 5)	**-**	-	**700**	-
Share-based compensation (Notes 5,6)	**29,620**	-	**78,329**	-
Transfer agent fees	**872**	884	**3,848**	6,163
Travel and promotion	**18,037**	9,708	**23,979**	12,148
	162,676	89,424	**342,666**	236,362
Net Loss and Comprehensive Loss For The Period	**$ (162,676)**	$ (89,424)	**$ (342,666)**	$ (236,362)
Basic And Diluted Loss Per Share	**$ (0.01)**	$ (0.00)	**$ (0.01)**	$ (0.01)
Weighted Average Number Of Common Shares Outstanding	**29,918,325**	25,458,400	**29,505,818**	24,380,691

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

ORACLE ENERGY CORP.

CONDENSED INTERIM STATEMENTS OF CASH FLOWS
(Expressed in Canadian Dollars)

	NINE MONTHS ENDED SEPTEMBER 30	
	2025	2024
Cash flows provided by (used in):		
Operating activities		
Net loss for the period	**$ (342,666)**	$ (236,362)
Items not affecting cash:		
Foreign exchange	**(563)**	328
Share-based compensation	**78,329**	-
Net change in non-cash working capital items:		
Amounts receivable	**1,243**	(10,815)
Prepaid expenses	**(43,500)**	(16,000)
Accounts payable and accrued liabilities	**47,781**	138,225
Due to related parties	**27,882**	(31,842)
Cash flows used in operating activities	**(231,494)**	(156,466)
Financing activities		
Shares issued	**214,000**	157,800
Share issue costs	**(14,120)**	(3,264)
Cash received from notes payable	**41,400**	-
Repayment of notes payable	**(8,592)**	(5,000)
Cash flows provided by financing activities	**232,688**	149,536
Net increase (decrease) in cash	**1,194**	(6,930)
Cash, beginning of year	**7,852**	8,207
Cash, end of period	**$ 9,046**	$ 1,277
Supplemental cash flow information		
Interest paid	**$ 2,903**	$ 1,049
Income taxes paid	**$ -**	$ -
Non-cash financing activities		
Fair value of warrants issued	**$ 64,264**	$ 28,101
Fair value of broker shares issued	**4,320**	-
Fair value of broker warrants issued	**$ 4,572**	$ 1,211

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

ORACLE ENERGY CORP.

CONDENSED INTERIM STATEMENTS OF CHANGES IN DEFICIENCY
(Expressed in Canadian Dollars)

FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2025 AND 2024

	SHARE CAPITAL				
	NUMBER	AMOUNT	RESERVES	DEFICIT	TOTAL DEFICIENCY
Balance, December 31, 2023	23,464,487	22,426,336	4,978,375	(28,075,129)	(670,418)
Shares issued	2,630,000	157,800	-	-	157,800
Share issue costs	-	(3,264)	-	-	(3,264)
Fair value of warrants issued	-	(29,312)	29,312	-	-
Net loss for the period	-	-	-	(236,362)	(236,362)
Balance, September 30, 2024	26,094,487	22,551,560	5,007,687	(28,311,491)	(752,244)
Shares issued	2,283,360	137,001	-	-	137,001
Share issue costs	-	(5,920)	-	-	(5,920)
Fair value of warrants issued	-	(22,549)	22,549	-	-
Fair value of options granted	-	-	40,343	-	40,343
Net loss for the period	-	-	-	(186,010)	(186,010)
Balance, December 31, 2024	28,377,847	$ 22,660,092	$ 5,070,579	$ (28,497,501)	$ (766,830)
Shares issued	4,100,000	214,000	-	-	214,000
Shares issued for broker fees	72,000	4,320			4,320
Share issue costs – cash	-	(14,120)	-	-	(14,120)
Fair value of warrants issued	-	(68,836)	68,836	-	-
Fair value of broker shares issued	-	(4,320)	-	-	(4,320)
Fair value of vested options	-	-	78,329	-	78,329
Net loss for the period	-	-	-	(342,666)	(342,666)
Balance, September 30, 2025	**32,549,847**	**$ 22,791,136**	**$ 5,217,744**	**$ (28,840,167)**	**$ (831,287)**

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

1. CORPORATE INFORMATION AND CONTINUANCE OF OPERATIONS

Oracle Energy Corp. (the "Company") was incorporated on October 2, 1985 under the Business Corporations Act of British Columbia and was in the business of acquiring, exploring and evaluating oil and gas properties and developing these properties further or disposing of them when the evaluation is completed. The Company continues to evaluate options and is now considering other mineral exploration as part of its future plan.

The address of the Company, the principal place of business and the registered and records office is located at Suite 1400 – 1040 West Georgia Street, Vancouver, British Columbia, Canada.

During the nine months ended September 30, 2025, the Company continued to pursue opportunities to raise funds to support evaluation activities. The Company continued to evaluate various mineral project opportunities in West Africa and is considering options other than Uranium.

To date, the Company has not earned significant revenues and has no revenue-generating operations. During the nine months ended September 30, 2025, the Company recorded a net loss of $342,666 (2024 - $236,362) and as of that date, the Company had a working capital deficiency (excluding prepaid expenses) of $732,042 (December 31, 2024 - $730,830). As at September 30, 2025, the Company has an accumulated deficit of $28,840,167 (December 31, 2024 - $28,497,501). The Company's operations are primarily funded with debt or equity financing, which is dependent upon many external factors and may be difficult to raise when required. The Company does not have sufficient cash to fund current operations or settle its liabilities and will require additional financing, which if not raised, may result in the delay, postponement or curtailment of some or all of its activities.

The Company's business and its ability to complete a financing on favorable economic terms, or at all, may be affected by changes in political and market conditions, such as interest rates, availability of credit, inflation rates, tariffs, changes in laws, and national and international circumstances. Recent geopolitical events and potential economic global challenges such as the risk of higher inflation, tariffs, and energy crises, create further uncertainty and risk with respect to the prospects of the Company's business.

These financial statements have been prepared on the basis of accounting principles applicable to a going concern, which assume the realization of assets and discharge of liabilities in the normal course of business. However, the above material uncertainties cast significant doubt on the use of the going-concern basis of accounting used in the preparation of these financial statements. These financial statements do not give effect to adjustments that would be necessary should the Company not be able to continue as a going concern. Such adjustments could be material.

2. BASIS OF PRESENTATION

a) Statement of Compliance

The condensed interim financial statements of the Company for the nine months ended September 30, 2025 including comparatives, have been prepared in accordance with International Accounting Standard ("IAS") 34, Interim Financial Reporting using accounting policies consistent with International Financial Reporting Standards ("IFRS") as issued by the International Accounting Standards Board (“IASB”) and interpretations of the International Financial Reporting Interpretations Committee (“IFRIC”). Accordingly, these condensed interim financial statements do not include all of the information and footnotes required by IFRS for complete financial statements for the year-end reporting process.

b) Basis of Preparation

These financial statements have been prepared on a historical cost basis except for financial instruments that have been measured at fair value. In addition, these financial statements have been prepared using the accrual basis of accounting, except for cash flow information.

c) Presentation and Functional Currency

The presentation and functional currency of the Company is the Canadian dollar.

Transactions in currencies other than the functional currency are recorded at the rates of exchange prevailing on the dates of the transactions. At each financial position reporting date, monetary assets and liabilities that are denominated in foreign currencies are translated at the rates prevailing at the date of the statement of financial position. Non-monetary items that are measured in terms of historical cost in a foreign currency are not retranslated.

d) Significant Accounting Judgments and Estimates

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. Actual outcomes could differ from these estimates. The 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 and may affect both the period of revision and future periods.

2. BASIS OF PRESENTATION (continued)

d) Significant Accounting Judgments and Estimates (continued)

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

i) Going concern assessment:
Management assesses the Company's ability to continue as a going concern at each reporting date, using all quantitative and qualitative information available. This assessment, by its nature, relies on estimates of future cash flows and other future events (as discussed in Note 1), whose subsequent changes could materially impact the validity of such an assessment.

Elements of these financial statements subject to material estimation uncertainty include:

i) Valuation of equity instruments:
The Company used the Black Scholes model to estimate the value of equity instruments such as warrants and options. Significant judgement may be made in determining volatility and interest rates to use in the model.

3. SUMMARY OF MATERIAL ACCOUNTING POLICIES

a) The accounting policies applied by the Company in these condensed interim financial statements are the same as those applied to the financial statements as at and for the years ended December 31, 2024 and 2023. Certain comparative figures may have been reclassified in order to conform to the current period's financial statement presentation.

b) New accounting standards and amendments effective for future periods

IFRS 18 Presentation and Disclosure in Financial Statements

IFRS 18 introduces three sets of new requirements to give investors more transparent and comparable information about companies' financial performance for better investment decisions.

1. Three defined categories for income and expenses (operating, investing, and financing) to improve the structure of the income statement, and require all companies to provide new defined subtotals, including operating profit.
2. Requirement for companies to disclose explanations of management-defined performance measures (MPMs) that are related to the income statement.
3. Enhanced guidance on how to organise information and whether to provide it in the primary financial statements or in the notes.

This new standard is effective for reporting periods beginning on or after January 1, 2027.

4. NOTES PAYABLE

During the year ended December 31, 2020, the Company entered into debt deferral arrangements in the amount of $302,677 whereby various related parties, key management and third parties agreed to defer 75% of the amounts owing into three equal installments, repayable from each of the first three private placements completed by the Company subsequent to the first year after the Company completes a qualifying transaction. The 25% current portion was to be repaid from the proceeds from the next private placement after a qualifying transaction is completed. As a result of the debt settlements and debt deferral arrangements, 25% of the amounts were initially reclassified from related party debt to current and 75% to long term notes payable. In fiscal 2023, management elected to present the notes payable as current due to uncertainties surrounding the timing of the private placements and repayments of the notes. During the three months ended September 30, 2025, the Company entered into updated debt deferral agreements, resulting in the deferral of $106,745 of the notes payable with the same terms as the original agreement.

During the year ended December 31, 2020, the Company borrowed $40,000 from the Canada Emergency Business Account (“CEBA”) program. The CEBA Loan had an initial term that expired on January 18, 2024 (the “Expiry Date”), throughout which, the CEBA Loan remained interest free. The balance was not paid by the Expiry Date, and the remaining balance was converted to a non-amortizing term loan with full principal repayment due on December 31, 2026. The loan is subject to an interest rate of 5% per annum, calculated and payable monthly.

During the nine months ended September 30, 2025, the Company borrowed $37,000 from a director and $4,400 from a shareholder (the “2025 Loans”). The amounts are subject to an interest rate of ten percent (10%) per annum and are due within one year of issuance. During the nine months ended September 30, 2025, the Company made $8,592 in principal repayments and $1,408 in interest payments.

As at September 30, 2025, the total amounts owing were $332,832 (December 31, 2024 - $300,587). The outstanding loans are unsecured and bear no interest (with the exception of the CEBA Loan, which bears interest at 5% per annum and the 2025 Loans which bears interest at 10% per annum. The summary of notes payable as of September 30, 2025 and December 31, 2024 is as follows:

	SEPTEMBER 30 2025	**DECEMBER 31** 2024
Notes payable	**$ 292,832**	$ 260,587
CEBA	**40,000**	40,000
Total notes payable	**332,832**	300,587
Current notes payable	**(186,087)**	(260,587)
Long term notes payable	**$ 146,745**	$ 40,000

5. RELATED PARTY BALANCES AND TRANSACTIONS

Related party transactions are in the normal course of operations and are measured at the exchange amount, which is the amount of consideration established and agreed to by the related parties. The following table summarizes transactions with key management personnel and related parties:

	NINE MONTHS ENDED SEPTEMBER 30	
	2025	2024
Directors' fees, included in salaries and benefits	**$ 700**	$ -
Consulting fees	**12,000**	44,000
Interest on notes payable	**1,509**	-
Rent – Shared office overhead	**31,500**	-
Share-based compensation	**25,788**	-
	$ 71,497	$ 24,000

Key management personnel are the persons responsible for planning, directing, and controlling the activities of the Company, and include both executive and non-executive directors, certain senior officers, and entities controlled by such persons. The Company considers all directors and officers of the Company to be key management personnel.

During the nine months ended September 30, 2025, the Company accrued consulting fees of $Nil (2024 - $12,000) for Chief Financial Officer services. The Company also expensed $12,000 of fees prepaid to a Director of the Company for management consulting as it looks to raise additional funds and evaluate projects in West Africa. Directors' fees of $700 were paid to one director. The Company recorded rents of $31,500 to a corporation with two common directors. The Company recorded $25,788 for vested stock-based compensation on options granted to related parties.

As at September 30, 2025, $109,114 (December 31, 2024 - $81,232) was owing to key management personnel or to a company controlled by an officer or director and the amounts were included in due to related parties. The amounts payable are non-interest bearing, are unsecured, and have no specific terms of repayment.

During the nine months ended September 30, 2025 the Company borrowed $37,000 from an officer. The loan is subject to interest at ten percent per annum and is due within one year. During the nine months ended September 30, 2025, the Company made $8,592 in principal repayments and $1,408 in interest payments. There is no interest on the prior loan balance of $6,981. As at September 30, 2025, $35,388 (December 31, 2024 - $6,981) was owing to key management personnel or to a company controlled by an officer or director and the amounts were included in notes payable.

6. SHARE CAPITAL

a) Authorized

Unlimited common shares without par value
5,000,000 preferred shares, par value of $5 per share (none issued)

b) Issued and Outstanding

The following shares were issued during the nine months ended September 30, 2025:

- 900,000 units at a price of $0.06 per unit for gross proceeds of $54,000. Each Unit is comprised of 1 common share of the Company and one half (1/2) of a common share purchase warrant with each full warrant being exercisable for an additional common share of the Company at $0.10 for 12 months. Finder's fees of $4,320 were paid in cash and 72,000 broker units ("Broker Units"), with each Broker Unit consisting of 1 common share of the Company and one half of a non-transferrable common share purchase warrant, with each warrant being exercisable at $0.10 for 12 months, were issued.
- 3,200,000 units at a price of $0.05 per unit for gross proceeds of $160,000. Each Unit is comprised of 1 common share of the Company and one common share purchase warrant with each full warrant being exercisable for an additional common share of the Company at $0.10 for 12 months. Finder's fees of $9,800 was paid in cash and 196,000 Broker Warrants issued with each warrant being exercisable at $0.10 for 12 months, were issued.

The following shares were issued during the year ended December 31, 2024:

- 4,913,360 units at a price of $0.06 per unit for gross proceeds of $294,801. Each Unit is comprised of 1 common share of the Company and one half (1/2) of a common share purchase warrant with each full warrant being exercisable for an additional common share of the Company at $0.10 for 12 months. Finder's fees of $9,184 was paid in cash and 153,069 broker warrants were issued in connection with the private placement.

c) Warrants

A summary of the changes in the Company's share purchase warrants is as follows:

	NUMBER OF WARRANTS	WEIGHTED AVERAGE EXERCISE PRICE
Balance, December 31, 2023	-	$ -
Issued	2,609,749	0.10
Balance, December 31, 2024	2,609,749	0.10
Issued	3,882,000	0.10
Expired	(1,369,400)	0.10
Balance, September 30, 2025	**5,122,349**	**$ 0.10**

6. SHARE CAPITAL (continued)

c) Warrants (continued)

During the nine months ended September 30, 2025:

- The fair value of 450,000 warrants issued in connection with private placements was estimated on the date of issuance using the Black-Scholes option pricing model. The fair value of $11,055 was deducted from equity.

- The fair value of 36,000 broker warrants issued in connection with private placements was estimated on the date of issuance using the Black-Scholes option pricing model. The fair value of $1,236 was recorded as share issue costs and deducted from equity

- The fair value of 3,200,000 warrants issued in connection with private placements was estimated on the date of issuance using the Black-Scholes option pricing model. The fair value of $53,209 was deducted from equity.

- The fair value of 196,000 broker warrants issued in connection with private placements was estimated on the date of issuance using the Black-Scholes option pricing model. The fair value of $3,336 was recorded as share issue costs and deducted from equity

- During the nine months ended September 30, 2025. 1,369,400 warrants expired.

During the year ended December 31, 2024:

- The fair value of 2,456,680 warrants issued in connection with private placements was estimated on the date of issuance using the Black-Scholes option pricing model. The fair value of $47,695 was deducted from equity.

- The fair value of 153,069 broker warrants issued in connection with private placements was estimated on the date of issuance using the Black-Scholes option pricing model. The fair value of $4,166 was recorded as share issue costs and deducted from equity.

Weighted-average assumptions used in the option-pricing model are as follows:

	2025	2024
Risk-free interest rate	**2.48-3.06%**	**3.11-4.28%**
Expected life	**1 year**	**1 year**
Expected volatility	**190-205%**	**139-168%**
Expected dividends	**Nil**	**Nil**

6. SHARE CAPITAL (continued)

c) Warrants (continued)

A summary of share purchase warrants outstanding and exercisable at September 30, 2025 is set out below:

NUMBER OF WARRANTS	WEIGHTED AVERAGE EXERCISE PRICE	EXPIRY DATE
1,240,349 *	$ 0.10	October 30, 2025
486,000 **	$ 0.10	January 10, 2026
1,560,000 ***	$ 0.10	September 11, 2026
1,836,000 ****	$ 0.10	September 16, 2026
5,122,349	$ 0.10	

* Includes 98,669 broker warrants.
** Includes 36,000 broker warrants.
*** Includes 60,000 broker warrants.
**** Includes 136,000 broker warrants.

As of September 30, 2025, the weighted average contractual life of the warrants was 0.68 years (December 31, 2024 – 0.65).

d) Incentive Stock Options

The Company's Stock Option Plan ("the Plan") follows the policies of the TSX Venture Exchange regarding stock option awards granted to employees, directors, and consultants. The stock option plan allows a maximum of 10% of the issued shares to be reserved for issuance under the plan, and the maximum term for the stock options granted is 10 years.

A summary of the changes in the Company's stock options is as follows:

	NUMBER OF OPTIONS	WEIGHTED AVERAGE EXERCISE PRICE
Balance, December 31, 2023	-	$ -
Granted	1,900,000	0.10
Balance December 31, 2024	1,900,000	0.10
Granted	1,350,000	0.05
Balance, September 30, 2025	**3,250,000**	**$ 0.08**

During the year ended December 31, 2024, the Company granted 1,900,000 incentive stock options to directors, officers, and consultants of the Company. The stock options have an exercise price of $0.10 per common share for a period of 2 years.

During the nine months ended September 30, 2025, the Company granted 1,350,000 incentive stock options to consultants of the Company. The stock options have an exercise price of $0.05 per common share for a period of 5 years.

6. SHARE CAPITAL (continued)

d) Incentive Stock Options (continued)

The fair value of 1,350,000 options granted in 2025 was estimated on the date of grant using the Black-Scholes option pricing model and have a total fair value of $65,050.

The fair value of 1,900,000 options granted in 2024 was estimated on the date of grant using the Black-Scholes option pricing model and have a total fair value of $119,238.

During the nine months ended September 30, 2025, the Company recorded $78,329 (2024 - $Nil) as share-based compensation using the graded vesting method.

Weighted-average assumptions used in the option-pricing model are as follows:

	2025	2024
Risk-free interest rate	**2.77%**	**3.23%**
Expected life	**5 years**	**2 years**
Expected volatility	**185%**	**163%**
Expected dividends	**Nil**	**Nil**

The following table summarizes the Company's stock options outstanding and exercisable at September 30, 2025:

NUMBER OF OPTIONS OUTSTANDING	NUMBER OF OPTIONS EXERCISABLE	EXERCISE PRICE	EXPIRY DATE
1,900,000	950,000	$0.10	November 26, 2026
1,350,000	337,500	$0.05	September 25, 2030
3,250,000	1,287,500	$0.08	

As of September 30, 2025, the weighted average contractual life of the options was 2.75 years (December 31, 2024 – 1.90).

7. MANAGEMENT OF CAPITAL

The Company's objectives when managing capital are to pursue and complete the identification and evaluation of assets, properties or businesses with a view to acquisition. The Company does not have any externally imposed capital requirements to which it is subject.

As at September 30, 2025 and December 31, 2024, the Company had capital resources consisting of cash. The Company manages the capital structure and makes adjustments to it in light of changes in economic conditions and the risk characteristics of the underlying assets. To maintain or adjust the capital structure, the Company may pursue equity or debt financings.

There were no changes in the Company's approach to capital management during the nine months ended September 30, 2025.

7. MANAGEMENT OF CAPITAL (continued)

The Company's ability to continue as a going concern is dependent upon successful completion of additional financing, continuing support of creditors and its ability to attain profitable operations.

8. FINANCIAL RISK EXPOSURE AND RISK MANAGEMENT

The Company is exposed in varying degrees to a number of risks arising from financial instruments. Management's close involvement in the operations allows for the identification of risks and variances from expectations. The Company does not participate in the use of financial instruments to mitigate these risks and has no designated hedging transactions. The Board approves and monitors the risk management processes. The Board's main objectives for managing risks are to ensure liquidity, the fulfillment of obligations, the continuation of the Company's exploration activities, and limited exposure to credit and market risks. There were no changes to the objectives or the process from the prior period.

The types of risk exposure and the way in which such exposures are managed are as follows:

a) Credit Risk

Credit risk primarily arises from the Company's cash, amounts receivable and notes receivable. The risk exposure is limited to their carrying amounts at the statement of financial position date. Cash is held as cash deposits. The Company does not invest in asset-backed deposits or investments and does not expect any credit losses. The Company periodically assesses the quality of its investments and is satisfied with the credit rating of the bank and the investment grade of the guaranteed investment certificates. Amounts receivable primarily consists of Goods and Services Tax (GST) credits.

b) Liquidity Risk

Liquidity risk is the risk that the Company will not be able to meet its financial obligations as they become due. One of management's goals is to maintain an optimal level of liquidity through the active management of assets, liabilities and cash flows. The Company's accounts payable and accrued liabilities and due to related parties are due within one year and notes payable are due within two years or based on the expected timing of completing a qualifying transaction. The undiscounted contractual cash flows of its financial liabilities are as follows:

	Within 1 year	2 to 3 years	Total
Accounts payable and accrued liabilities	$ 448,221	$ -	$ 448,221
Notes payable	186,087	146,745	332,832
Due to related parties	109,013	-	109,013
	$ 743,321	$ 146,745	$ 890,066

8. FINANCIAL RISK EXPOSURE AND RISK MANAGEMENT (continued)

b) Liquidity Risk

The Company's cash is deposited in major financial institutions. The Company plans to raise additional capital through the issuance of equity instruments during the year in order to meet its current obligations.

c) Market Risk

The significant market risks to which the Company is exposed are currency, interest rate, commodity and equity price risks.

i) Currency Risk

The operating results and financial position of the Company are reported in Canadian dollars. As the Company is exploring opportunities in an international environment, some of the Company's financial instruments and transactions are denominated in currencies other than the Canadian dollar. The results of the Company's operations are subject to currency risk.

The majority of the Company's costs are incurred in Canada and are denominated in Canadian dollars. Foreign currency transactions are translated into the functional currency using the exchange rates prevailing on the transaction date.

The Company has not entered into any agreements or purchased any foreign currency hedging instruments to hedge possible currency risks at this time. Management believes the foreign exchange risk derived from currency conversions is not significant, and therefore, does not hedge its foreign exchange risk.

As at September 30, 2025 and December 31, 2024, the Company is exposed to currency risk through the following monetary assets and liabilities denominated in foreign currencies:

	SEPTEMBER 30 2025		DECEMBER 31 2024	
Cash	**USD**	**18**	USD	24
Accounts payable and accrued liabilities	**USD**	**1,385**	USD	1,385
Notes payable	**USD**	**12,000**	USD	12,000

Based on the above net exposures and assuming that all other variables remain constant, a 10% change in the value of the foreign currencies against the Canadian dollar would result in an increase or decrease of $1,861 (Dec 31, 2024 - $1,923) in income/loss from operations.

ii) Interest Rate Risk

As at September 30, 2025 and December 31, 2024, no cash was held in interest bearing deposits. As such, the Company is not subject to interest rate risk.

8. FINANCIAL RISK EXPOSURE AND RISK MANAGEMENT (continued)

c) Market Risk (continued

ii) Interest Rate Risk (continued)

The Company is exposed to price risk with respect to equity prices. Equity price risk is defined as the potential adverse impact on the Company's financing abilities due to movements in individual equity prices or general movements in the stock market. The Company closely monitors equity prices and the stock market to determine the appropriate course of action to be taken by the Company.

As at September 30, 2025 and December 31, 2024, the Company had no investments subject to commodity and equity price risk.

9. SUBSEQUENT EVENTS

October 29, 2025. The Company closed a third and final tranche of its $0.05 units private placement (the "Financing"), issuing an additional 2,800,000 units ("Units") to subscribers for additional gross proceeds of $140,000. Each Unit is comprised of one (1) common share of the Company and one common share purchase warrant (the "Warrants"), each Warrant being exercisable at $0.10 for 12 months from the date of issue. In connection with the Financing the Company has paid cash finders' fees of $7,000, issued 140,000 non-transferable broker warrants, exercisable at $0.10 for 12 months, and issued 48,000 Broker Units, each consisting of 1 common share and 1 non-transferable broker warrant.

October 29, 2025. The Company announced the resignation of Christoph Bruening as a director and 100,000 unvested options were cancelled.

October 30, 2025. Subsequent to the nine months ended September 30, 2025, 1,240,349 warrants expired.

November 6, 2025. The Company issued 380,000 $0.085 incentive stock options to directors, officers, and consultants of the Company. The stock options have an exercise period of 5 years, expiring in November 2030.

November 26, 2025. The Company received approval from the NEX Board of the TSX Venture Exchange to settle $347,000 of debt by issuing 4,333,333 $0.06 common shares and 1,450,000 units, each unit consisting of (1) one share and (1) one common share purchase warrant, each warrant being exercisable at $0.10 for 12 months from the date of issue.

November 26, 2025. The Company announced is has arranged a non-brokered private placement financing for gross proceeds of up to $500,000 (the "Financing"). The Financing will consist of up to 5,000,000 $0.10 units (the "Units"), each unit consisting of (1) one common share of the Company and (1) one common share purchase warrant (the "Warrants"), each warrant being exercisable for an additional common share of the Company at $0.20 for 12 months from the date of issue. Proceeds will be used for general working capital purposes. Completion of the financing remains subject to Exchange approval and finders fees may be payable.