ORACLE ENERGY CORP.

CONDENSED INTERIM FINANCIAL STATEMENTS

For the Six Months Ended June 30, 2026
(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
(Unaudited - Expressed in Canadian Dollars)

	Note	JUNE 30 2026	DECEMBER 31 2025
ASSETS			
Current			
Cash		**$ 8,178**	$ 196,983
Amounts receivable		**5,269**	22,438
Total Assets		**$ 13,447**	$ 219,421
LIABILITIES			
Current			
Accounts payable and accrued liabilities		**$ 199,826**	$ 183,908
Notes payable	**4,5**	**144,341**	153,253
Due to related parties	**5**	**16,036**	30,038
Total current liabilities		**360,203**	367,199
Notes payable	**4**	**120,168**	106,745
Total liabilities		**480,371**	473,944
DEFICIENCY			
Share capital	**6**	**24,038,313**	23,739,673
Reserves	**6**	**5,558,475**	5,620,471
Deficit		**(30,063,712)**	(29,614,667)
Total deficiency		**(466,924)**	(254,523)
Total liabilities and deficiency		**$ 13,447**	$ 219,421

Nature of Operations and Going Concern (Note 1)
Subsequent events (Note 9)

These financial statements were authorized for issuance by the Board of Directors on Aug 18, 2026. 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

(Unaudited - Expressed in Canadian Dollars)

	FOR THE THREE MONTHS ENDED JUNE 30,		FOR THE SIX MONTHS ENDED JUNE 30,	
	2026	2025	**2026**	2025
Expenses				
Advertising and communications	**$ 4,524**	300	**$ 5,997**	$ 2,100
Bank charges	**244**	648	**790**	1,440
Consulting (Note 5)	**83,500**	36,000	**184,000**	83,500
Evaluation expenditures	**20,623**	-	**110,132**	-
Foreign exchange loss (gain)	**340**	(980)	**619**	(997)
Interest on notes (Note 4,5)	**964**	607	**1,834**	607
Office (Note 5)	**10,591**	2,761	**34,551**	28,629
Professional fees	**21,366**	2,119	**31,866**	2,119
Regulatory and listing fees	**3,474**	3,015	**4,724**	4,265
Salaries and benefits (Note 5)	**-**	-	**-**	700
Share-based compensation (Note 6)	**14,573**	21,623	**40,319**	48,709
Transfer agent fees	**2,677**	885	**6,201**	2,976
Travel and promotion	**-**	(5,000)	**28,012**	5,942
	162,876	61,978	**449,045**	179,990
Net Loss and Comprehensive Loss For The Period	**$ (162,876)**	$ (61,978)	**$ (449,045)**	$ (179,990)
Basic And Diluted Loss Per Share	**$ (0.00)**	$ (0.00)	**$ (0.01)**	$ (0.01)
Weighted Average Number Of Common Shares Outstanding	**47,079,032**	29,349,847	**46,822,628**	29,696,145

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

ORACLE ENERGY CORP.

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

	SIX MONTHS ENDED JUNE 30	
	2026	2025
Cash flows provided by (used in):		
Operating activities		
Net loss for the period	**$ (449,045)**	$ (179,990)
Items not affecting cash:		
Foreign exchange loss (gain)	**605**	(897)
Accrued interest expense	**584**	-
Share-based compensation	**40,319**	48,709
Net change in non-cash working capital items:		
Amounts receivable	**17,169**	123
Prepaid expenses	**-**	4,000
Accounts payable and accrued liabilities	**15,918**	18,867
Due to related parties	**(14,162)**	13,087
Cash flows used in operating activities	**(388,612)**	(96,101)
Financing activities		
Shares issued – private placements	**-**	54,000
Shares issued – exercise of warrants	**70,700**	-
Shares issued – exercise of options	**125,625**	-
Share issue costs	**-**	(4,320)
Proceeds from promissory notes	**11,680**	39,000
Repayment of promissory notes	**(8,198)**	-
Cash flows provided by financing activities	**199,807**	88,680
Net decrease in cash	**(188,805)**	(7,421)
Cash, beginning of period	**196,983**	7,852
Cash, end of period	**$ 8,178**	$ 431
Supplemental cash flow information		
Interest paid	**$ 493**	$ 991
Income taxes paid	**-**	-
Non-cash financing activities		
Fair value of warrants issued	**$ -**	$ 11,055
Fair value of broker shares issued	**-**	4,320
Fair value of broker warrants issued	**-**	1,236
Fair value of warrants exercised	**(18,234)**	-
Fair value of options exercised	**(84,081)**	-

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

ORACLE ENERGY CORP.

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

FOR THE SIX MONTHS ENDED JUNE 30 2026

	SHARE CAPITAL				
	NUMBER	AMOUNT	RESERVES	DEFICIT	TOTAL DEFICIENCY
Balance, December 31, 2024	28,377,847	22,660,092	5,070,579	(28,497,501)	(766,830)
Shares issued for cash	900,000	54,000	-	-	54,000
Broker shares issued for finder's fees	72,000	4,320	-	-	4,320
Share issue costs – shares	-	(4,320)	-	-	(4,320)
Share issue costs – cash	-	(4,320)	-	-	(4,320)
Fair value of warrants issued	-	(12,291)	12,291	-	-
Fair value of options granted	-	-	48,709	-	48,709
Net loss for the period	-	-	-	(179,990)	(179,990)
Balance, June 30, 2025	29,349,847	22,697,481	5,131,579	(28,677,491)	(848,431)
Shares issued for cash	10,000,000	700,000	-	-	700,000
Shares and warrants issued for debt	5,783,333	694,000	120,000	-	814,000
Broker shares issued for finder's fees	48,000	2,400	-	-	2,400
Share issue costs – shares	-	(2,400)	-	-	(2,400)
Share issue costs – cash	-	(48,000)	-	-	(48,000)
Fair value of warrants issued	-	(303,808)	303,808	-	-
Fair value of options granted	-	-	65,084	-	65,084
Net loss for the period	-	-	-	(937,176)	(937,176)
Balance, December 31, 2025	45,181,180	$ 23,739,673	$ 5,620,471	$ (29,614,667)	$ (254,523)
Shares issued for exercise of warrants	707,000	88,934	(18,234)	-	70,700
Shares issued exercise of options	1,412,500	209,706	(84,081)	-	125,625
Fair value of options granted	-	-	40,319	-	40,319
Net loss for the period	-	-	-	(449,045)	(449,045)
Balance, June 30, 2026	**47,300,680**	**$ 24,038,313**	**$ 5,558,475**	**$ (30,063,712)**	**$ (466,924)**

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

1. NATURE OF OPERATIONS AND GOING CONCERN

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 including gold and copper.

The head office and registered and records office address of the Company is Suite 2110 – 650 West Georgia Street, Vancouver, British Columbia, Canada, V6B 4N8.

The Company is listed on the NEX Board of the TSX Venture Exchange ("TSX-V") under symbol OEC.H.

During the six months ended June 30, 2026, the Company continued to evaluate various mineral project opportunities in West Africa. The Company is targeting and has initiated evaluation and due diligence analysis of several assets situated in highly established copper jurisdictions in West Africa. There are no assurances that the analysis will result in a deal or subsequent negotiations will be successful.

To date, the Company has not earned significant revenue and has no revenue-generating operations. For the three and six months ended June 30, 2026, the Company incurred a net loss and comprehensive loss of $162,876 and $449,045, respectively (2025 - 61,978 and $179,990 respectively.) As at June 30, 2026 the Company had a deficit of $30,063,712 (December 31, 2025 - $29,614,667) and its current liabilities exceed its current assets by $346,756 (December 31, 2025 – $147,778.) 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 PREPARATION

a) Statement of Compliance

These financial statements have been prepared in accordance with International Financial Reporting Standards ("IFRS® Accounting Standards") as issued by the International Accounting Standards Board and interpretations of the International Financial Reporting Interpretations Committee applicable to the preparation of interim financial statements including International Accounting Standard 34 Interim Financial Reporting. These financial statements do not include all disclosures required for annual audited financial statements. Accordingly, they should be read in conjunction with the notes to the Company's audited financial statements for the years ended December 31, 2025 and 2024 (the "Annual Financial Statements").

b) Basis of Presentation

These financial statements have been prepared using the historical cost basis, as specified by IFRS® Accounting Standards as well as information presented in the statements of cash flows. 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, 2025 and 2024. 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 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 organize 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 year ended December 31, 2025, the Company entered into updated debt deferral agreements, resulting in the deferral of $106,745 of the notes payable.

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. In February 2026, the Company entered into payment arrangements to pay the balance in 24 monthly payments plus interest with final principal repayment due by March 2028. The loan is subject to an interest rate of 5% per annum, calculated and payable monthly.

During the six months ended June 30, 2026, the Company borrowed an additional $1,680 from a company controlled by an officer and $10,000 from a shareholder (the “2026 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 same period, the Company paid $2,121 in principal repayments and $645 in interest payments. Accrued interest payable as June 30, 2026 is $314 (December 31, 2025 - $38). As at June 30, 2026, principal and interest of $10,154 was due to a shareholder and $15,160 was due to a company controlled by an officer.

As at June 30, 2026, the total amounts owing are $264,509 (December 31, 2025 - $259,998). 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 2026 Loans which bear interest at 10% per annum). The summary of notes payable as of June 30, 2026 and December 31, 2025 is as follows:

	JUNE 30 2026	DECEMBER 31 2025
Notes payable	**$ 230,586**	$ **219,998**
CEBA	**33,923**	**40,000**
Total notes payable	**264,509**	**259,998**
Current portion of notes payable	**(144,341)**	**(153,253)**
Long term notes payable	**$ 120,168**	$ **106,745**

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.

Transactions with Key Management Personnel and Related Parties	SIX MONTHS ENDED JUNE 30 **2026**	2025
Directors' fees, included in salaries and benefits	**$ -**	$ 700
Consulting fees	**48,000**	4,000
Interest on notes payable	**767**	607
Shared office overhead	**15,000**	21,000
Share-based compensation	**9,892**	20,508
	$ 73,659	$ 46,815

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 six months ended June 30, 2026, the Company paid consulting fees of $24,000 (2025 - $Nil) for Chief Financial Officer services. The Company paid $24,000 in fees for management consulting (2025 - $4,000) to directors of the corporation. The Company recorded office expenses of $15,000 (2025 - $21,000) to a corporation with two common directors for shared office overhead. The Company recorded $9,892 (2025 - $20,508) for vested stock-based compensation on options granted to related parties.

As at June 30, 2026, $16,036 (December 31, 2025 - $30,038) was owing to key management personnel or to companies controlled by officers or directors 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 six months ended June 30, 2026, the Company borrowed an additional $1,680 from a Company controlled by an officer The amounts are subject to an interest rate of ten percent (10%) per annum and are due within one year of issuance. During the same period, the Company paid $2,121 in principal repayments and $645 in interest payments. Accrued interest payable as June 30, 2026 is $154 (December 31, 2025 - $38). As at June 30, 2026, outstanding principal and interest is $10,154.

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 six months ended June 30, 2026:

- 707,000 warrants were exercised for 707,000 shares at a price of $0.10 per share for gross proceeds of $70,700.
- 1,412,500 options were exercised for 1,412,500 shares at prices of $0.05 and $0.10 for gross proceeds of $125,625. Included in the exercised options were 450,000 options exercised by key management personnel for gross proceeds of $45,000.

The following shares were issued during the year ended December 31, 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 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") were issued, 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.
- 6,000,000 units at a price of $0.05 per unit for gross proceeds of $300,000. 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 $16,800 was paid in cash, 48,000 broker units ("Broker Units") were issued, with each Broker Unit consisting of 1 common share of the Company and one non-transferrable common share purchase warrant, and an additional 336,000 Broker warrants were issued with each warrant being exercisable at $0.10 for 12 months.
- 4,000,000 units at a price of $0.10 per unit for gross proceeds of $400,000. 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 $0.20 for 12 months. Finder's fees of $31,200 was paid in cash and 311,000 broker warrants were issued in connection with the private placement.
- 1,450,000 units at a price of $0.12 per unit for settlement of $87,000 in debt and 4,333,333 shares at a price of $0.12 per share for settlement of $260,000 in debt. 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 $0.08 for 12 months. This resulted in a loss on settlement of debt of $467,000 being recorded. Included in this amount is 1,333,000 shares issued to a related party for settlement of $80,000 of amounts due.

6. SHARE CAPITAL (Continued)

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, 2024	2,609,749	$ 0.10
Issued	12,631,000	$ 0.13
Expired	(2,609,749)	$ 0.10
Balance, December 31, 2025	12,631,000	$ 0.13
Exercised	(707,000)	$ 0.10
Expired	(16,000)	$ 0.10
Balance, June 30, 2026	**11,908,000**	**$ 0.13**

During the six months ended June 30, 2026

- The fair value of 707,000 exercised warrants was reallocated from Reserves to Share capital – $18,234.
- 16,000 warrants expired.

During the year ended December 31, 2025:

- The fair value of 10,450,000 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 $279,980 was deducted from equity.
- The fair value of 731,000 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 $36,119 was recorded as share issue costs and deducted from equity.
- The fair value of 1,450,000 warrants issued in connection with settlement of debt was estimated on the date of issuance using the Black-Scholes option pricing model. The fair value of $120,000 was recorded in reserves.
- 2,609,749 warrants expired.

6. SHARE CAPITAL (Continued)

c) Warrants (Continued)

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

	2026	2025
Risk-free interest rate	**-**	2.48-3.06%
Expected life	**-**	1 year
Expected volatility	**-**	190-209%
Expected dividends	**-**	Nil

A summary of share purchase warrants outstanding and exercisable at June 30, 2026 is set out below:

NUMBER OF WARRANTS	WEIGHTED AVERAGE EXERCISE PRICE	EXPIRY DATE
1,560,000 *	$ 0.10	September 11, 2026
1,786,000 **	$ 0.10	September 16, 2026
2,801,000 ***	$ 0.10	October 24, 2026
1,450,000 ****	$ 0.08	November 26, 2026
4,311,000 *****	$ 0.20	December 18, 2026
11,908,000	$ 0.13	

* Includes 60,000 broker warrants.
** Includes 136,000 broker warrants.
*** Includes 176,000 broker warrants.
**** Warrants issued in connection with debt settlements.
***** Includes 311,000 broker warrants.

As of June 30 2026, the weighted average contractual life of the warrants was 0.35 years (December 31, 2025 – 0.82).

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.

6. SHARE CAPITAL (Continued)

d) Incentive Stock Options (Continued)

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

	NUMBER OF OPTIONS	WEIGHTED AVERAGE EXERCISE PRICE
Balance, December 31, 2024	1,900,000	$ 0.10
Granted	1,730,000	$ 0.06
Cancelled	(100,000)	$ 0.10
Balance, December 31, 2025	3,530,000	$ 0.08
Exercised	(1,412,500)	$ 0.06
Balance, June 30, 2026	**2,117,500**	**$ 0.07**

During the six months ended June 30, 2026

- No new options were granted
- The fair value of 1,412,500 exercised options was reallocated from Reserves to Share capital – $84,081
- During the six months ended June 30, 2026, the Company recorded $40,319 (2025 - $48,709) as share-based compensation using the graded vesting method for options issued in the prior years.

During the year ended December 31, 2025, the Company granted

- 1,730,000 incentive stock options to directors, officers, and consultants of the Company. The stock options have a weighted-average exercise price of $0.06 per common share for a period of 5 years.
- The fair value of 1,730,000 options granted was estimated on the date of grant using the Black-Scholes option pricing model and had a total fair value of $96,359.

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

	2026	2025
Risk-free interest rate	**-**	2.74-2.77%
Expected life	**-**	5 years
Expected volatility	**-**	185%-191%
Expected dividends	**-**	Nil

6. SHARE CAPITAL (Continued)

d) Incentive Stock Options (Continued)

The following table summarizes the Company's stock options outstanding and exercisable at June 30, 2026:

NUMBER OF OPTIONS OUTSTANDING	NUMBER OF OPTIONS EXERCISABLE	EXERCISE PRICE	EXPIRY DATE
700,000	700,000	$ 0.10	November 26, 2026
1,037,500	362,500	$ 0.05	September 25, 2030
380,000	190,000	$ 0.85	November 12, 2030
2,117,500	1,252,500	$ 0.07	

As of June 30, 2026, the weighted average contractual life of the options was 3.00 years (December 31, 2025 – 2.80).

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 June 30, 2026 and December 31, 2025, 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 six months ended June 30, 2026.

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.

8. FINANCIAL RISK EXPOSURE AND RISK MANAGEMENT (Continued)

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 and amounts 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. 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. The Company ensures there is sufficient capital to meet short-term business requirements. 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, notes payable and due to related parties are due within one year and long-term 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	$ 199,826	$ -	$ 199,826
Notes payable	144,341	106,745	264,509
Due to related parties	16,036	-	16,036
	$ 360,203	$ 120,168	$ 480,371

The Company's cash is deposited in major financial institutions.

The Company plans to raise additional capital through the issuance of equity instruments and loans during the year in order to meet its current obligations.

8. FINANCIAL RISK EXPOSURE AND RISK MANAGEMENT (Continued)

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 June 30, 2026 and December 31, 2025, the Company is exposed to currency risk through the following monetary assets and liabilities denominated in foreign currencies:

	JUNE 30 2026		DECEMBER 31 2025	
Cash	**USD**	**12**	USD	25
Accounts payable and accrued liabilities	**USD**	**589**	USD	2
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 $1,787 (Dec 31, 2025 - $1,642) in income/loss from operations.

ii) Interest Rate Risk

As at June 30, 2026 and December 31, 2025, no cash was held in interest bearing deposits and the notes payable have fixed interest rates not subject to market fluctuations. As such, the Company is not subject to interest rate risk.

8. FINANCIAL RISK EXPOSURE AND RISK MANAGEMENT (Continued)

c) Market Risk (Continued)

iii) Commodity and Equity Price Risk

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 June 30, 2026 and December 31, 2025, the Company had no investments subject to commodity and equity price risk.

9. SUBSEQUENT EVENTS

On July 27, 2026, the Company announced that it had entered into a definitive agreement to acquire all of the issued and outstanding shares of Chalkos Copper Corp. ("Chalkos"). The consideration payable under the transaction consists of the issuance of 12,800,000 common shares of the Company. The transaction represents a material change for the Company and is subject to customary closing conditions, including approval of the TSX Venture Exchange ("TSXV").

On the same date, subsequent to the reporting period, the Company requested that trading in its common shares on the TSXV be halted pending completion of the transaction. The Canadian Investment Regulatory Organization implemented the halt at the Company's request.

As the event occurred after the reporting date, it is considered a non-adjusting subsequent event under IAS 10. The trading halt is expected to remain in effect until the successful completion of the Chalkos transaction and satisfaction of all TSXV regulatory requirements.