LAHONTAN GOLD CORP

Lahontan Gold Corp
An Exploration Stage Company

Unaudited Condensed Consolidated Interim Financial Statements for the three and six month periods ended June 30, 2026 and 2025

(expressed in United States dollars)

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NOTICE OF NO AUDITOR REVIEW OF THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

The accompanying condensed consolidated interim financial statements of Lahontan Gold Corp. (the "Company") have been prepared by and are the responsibility of the Company's management. The Company's Audit Committee and Board of Directors have reviewed and approved these condensed consolidated interim financial statements.

The Company's independent auditor has not performed a review of these condensed consolidated interim financial statements.

Lahontan Gold Corp.

(An Exploration Stage Company)

Unaudited Condensed Consolidated Interim Statements of Financial Position

(expressed in United States dollars)

	June 30, 2026 $	December 31, 2025 $
Assets		
Current assets:		
Cash and cash equivalents	12,424,970	3,874,388
Amounts receivable	57,748	19,355
Prepaid expenses	181,695	108,602
	12,664,413	4,002,345
Reclamation deposits (note 4)	100,000	50,000
Exploration and evaluation assets (note 5)	26,149,370	22,112,451
	26,249,370	22,162,451
Total assets	38,913,783	26,164,796
Liabilities		
Current liabilities:		
Accounts payable and accrued liabilities	61,217	252,481
Asset retirement obligation (note 6)	319,158	313,221
Deferred tax liability	1,015,007	1,006,142
	1,334,165	1,319,363
Total liabilities	1,395,382	1,571,844
Shareholders' equity		
Capital stock (note 7)	70,670,514	57,612,673
Warrants (note 7)	2,167,998	1,307,747
Contributed surplus (note 7)	11,816,338	10,910,623
Accumulated deficit	(46,730,924)	(45,299,768)
Accumulated other comprehensive income (loss)	(405,525)	61,677
Total shareholders' equity	37,518,401	24,592,952
Total liabilities and shareholders' equity	38,913,783	26,164,796

Nature of operations and going concern (note 1)
Contingencies (note 13)
Subsequent events (note 14)

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

Approved by the Board of Directors:

/s/ Kimberly Ann Arntson
Director

/s/ Miranda Westiuk
Director

Lahontan Gold Corp.

(An Exploration Stage Company)

Unaudited Condensed Consolidated Interim Statements of Operations and Comprehensive Loss

(expressed in United States dollars)

	Three months ended June 30, 2026 $	Three months ended June 30, 2025 $	Six months ended June 30, 2026 $	Six months ended June 30, 2025 $
Expenses				
Promotion and investor relations	300,046	103,905	581,927	187,344
Regulatory authority and transfer agent fees	18,298	13,459	35,063	27,301
Legal, accounting and audit	31,839	15,617	43,658	27,753
Office, general and administrative	124,976	103,341	232,596	197,506
Share based compensation (note 7)	645,072	278,845	645,072	278,845
Total expenses	(1,120,231)	(515,167)	(1,538,316)	(718,749)
Other income				
Interest income	87,706	2,017	116,025	2,702
Loss before tax	(1,032,525)	(513,150)	(1,422,291)	(716,047)
Deferred income tax expense	(3,810)	(5,259)	(8,865)	(14,811)
Net loss for the period	(1,036,335)	(518,409)	(1,431,156)	(730,858)
Other comprehensive income (loss)				
Foreign currency translation adjustment	(298,213)	11,150	(467,202)	14,080
Total comprehensive loss for the period	(1,334,548)	(507,259)	(1,898,358)	(716,778)
Loss per common share:				
Basic and diluted	(0.00)	(0.00)	(0.00)	(0.00)
Weighted average number of common shares outstanding:				
Basic and diluted	422,471,555	271,319,092	398,323,437	250,088,942

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

Lahontan Gold Corp.

(An Exploration Stage Company)

Unaudited Condensed Consolidated Interim Statements of Changes in Shareholders' Equity

(expressed in United States dollars)

	Capital stock		Warrants		Contributed surplus	Accumulated deficit	Accumulated other comprehensive income (loss)	Total shareholders' equity
	#	$	#	$	$	$	$	$
Balance, January 1, 2026	358,120,914	57,612,673	49,058,317	1,307,747	10,910,623	(45,299,768)	61,677	24,592,952
Net loss for the period	-	-	-	-	-	(1,431,156)	-	(1,431,156)
Foreign currency translation adjustment	-	-	-	-	-	-	(467,202)	(467,202)
Total comprehensive loss for the period	-	-	-	-	-	(1,431,156)	(467,202)	(1,898,358)
Non-brokered private placement of units (note 7)	33,269,244	8,197,163	16,634,622	1,722,919	-	-	-	9,920,082
Finder warrants (note 7)	-	(245,782)	1,961,954	245,782	-	-	-	-
Share issue costs	-	(653,917)	-	-	-	-	-	(653,917)
Exercise of warrants (note 7)	36,017,591	5,389,387	(36,017,591)	(1,017,061)	-	-	-	4,372,326
Expiry of warrants (note 7)	-	-	(4,520,350)	(91,389)	91,389	-	-	-
Stock option compensation charge (note 7)	-	-	-	-	1,071,476	-	-	1,071,476
Exercise of stock options (note 7)	4,914,705	370,990	-	-	(257,150)	-	-	113,840
Balance, June 30, 2026	432,322,454	70,670,514	27,116,952	2,167,998	11,816,338	(46,730,924)	(405,525)	37,518,401
Balance, January 1, 2025	206,222,901	49,509,131	72,756,244	1,716,786	9,875,962	(43,168,166)	(46,989)	17,886,724
Net loss for the period	-	-	-	-	-	(730,858)	-	(730,858)
Foreign currency translation adjustment	-	-	-	-	-	-	14,080	14,080
Total comprehensive loss for the period	-	-	-	-	-	(730,858)	14,080	(716,778)
Non-brokered private placement of shares (note 7)	36,000,000	499,946	-	-	-	-	-	499,946
Non-brokered private placement of units (note 7)	42,705,700	1,232,128	21,352,850	310,495	-	-	-	1,542,623
Share issue costs	-	(39,111)	-	-	-	-	-	(39,111)
Stock option compensation charge (note 7)	-	-	-	-	351,230	-	-	351,230
Balance, June 30, 2025	284,928,601	51,202,094	94,109,094	2,027,281	10,227,192	(43,899,024)	(32,909)	19,524,634

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

Lahontan Gold Corp.

(An Exploration Stage Company)

Unaudited Condensed Consolidated Interim Statements of Cash Flows

(expressed in United States dollars)

	Six months ended June 30, 2026 $	Six months ended June 30, 2025 $
Cash provided by (used in)		
Operating activities		
Net loss for the period	(1,431,156)	(730,858)
Items not affecting cash:		
Accretion of asset retirement obligation (note 6)	5,937	6,107
Share based compensation (note 7)	645,072	278,845
Deferred income tax expense	8,865	14,811
Changes in working capital items:		
Amounts receivable	(38,393)	(15,597)
Prepaid expenses	(73,093)	(61,706)
Accounts payable and accrued liabilities	(207,741)	(149,715)
	(1,090,509)	(658,113)
Investing activities		
Collateral deposit on surety bond (note 4)	(50,000)	-
Exploration and evaluation assets (note 5)	(3,594,038)	(701,436)
	(3,644,038)	(701,436)
Financing activities		
Proceeds received upon financings, net of share issue costs (note 7)	9,772,190	2,035,078
Share issue costs	(506,025)	(31,620)
Exercise of warrants (note 7)	4,372,326	-
Exercise of stock options (note 7)	113,840	-
	13,752,331	2,003,458
Effect of exchange rate changes on cash and cash equivalents	(467,202)	14,080
Net change in cash and cash equivalents	8,550,582	657,989
Cash and cash equivalents - Beginning of period	3,874,388	100,150
Cash and cash equivalents - End of period	12,424,970	758,139

Supplemental cash flow information (note 12)

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

(expressed in United States dollars)

1. Nature of operations and going concern

Nature of operations

Lahontan Gold Corp. (referred to herein collectively with its subsidiaries as the "Company") is an exploration stage junior mining company engaged in the identification, acquisition, evaluation and exploration of mineral properties in Nevada, USA. The Company has not determined whether its properties contain mineral reserves that are economically recoverable. The recoverability of amounts recorded as exploration and evaluation assets is dependent upon the existence of economically recoverable reserves, the ability of the Company to obtain the necessary financing to complete the exploration and development of its properties and upon attaining future profitable production from the properties or sufficient proceeds from disposition of the properties.

The Company's registered office is located at 410 West Georgia Street, Vancouver, BC, V6B 1Z3, Canada where it is domiciled.

Going concern

These condensed consolidated 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 operations as they come due.

For the six month period ended June 30, 2026, the Company generated a net loss of $1,431,156 (year ended December 31, 2025 - net loss of $2,131,602) and had negative cash flows from operating activities. As at June 30, 2026, the Company had a working capital surplus of $12,603,196 (December 31, 2025 - $3,749,864). Subsequent to period end, the Company received $13,228 (CDN$18,350) from the exercise of 34,375 common share purchase warrants (see note 14). Notwithstanding this additional financing obtained subsequent to period end, the Company will require further additional funding based on its budgeted expenditures in order to be able to advance and retain mineral exploration property interests and to meet ongoing requirements for general operations beyond the twelve-month period from the date of approval of these financial statements in line with its strategic plan. These conditions raise material uncertainties that may cast significant doubt about the Company's ability to continue as a going concern, and accordingly, the appropriateness of the use of the accounting principles applicable to a going concern. The ability of the Company to continue as a going concern is dependent on raising additional financing, retaining or attracting joint venture partners, developing its properties and/or generating profits from operations or disposition of properties in the future.

Management has been successful in obtaining sufficient funding for operating, capital and exploration requirements from the inception of the Company to date. There is no assurance that additional future funding will be available to the Company, or that it will be available on terms which are acceptable to management.

These condensed consolidated interim financial statements do not reflect any adjustments to the carrying values of assets and liabilities and the reported amounts of expenses and statement of financial position classifications that would be necessary if the Company were unable to realize its assets and settle its liabilities as a going concern in the normal course of operations. Such adjustments could be material.

2. Material accounting policies

Basis of presentation and statement of compliance

The condensed consolidated interim financial statements of the Company and all its subsidiaries have been prepared in accordance with generally accepted accounting principles in Canada (“GAAP”) as set out in the CPA Canada Handbook – Accounting (“CPA Handbook”) which incorporates International Financial Reporting Standards as issued by the International Accounting Standards Board (“IFRS Accounting Standards”).

These condensed consolidated interim financial statements have been prepared in accordance with International Accounting Standard 34, Interim Financial Reporting (“IAS 34”), as issued by the IASB. Accordingly, certain information normally included in annual financial statements prepared in accordance with IFRS Accounting Standards, has been omitted or condensed. The condensed consolidated interim financial statements should be read in conjunction with the audited consolidated financial statements of the Company for the years ended December 31, 2025 and 2024.

These condensed consolidated interim financial statements were approved for issue by the Company's Board of Directors on August 28, 2026.

New IFRS Accounting Standards and interpretations

Certain pronouncements were issued by the International Accounting Standards Board (IASB) or the IFRS Interpretations Committee (Committee) that are mandatory for accounting years beginning on or after January 1, 2026. They are not applicable or do not have a material impact on the condensed consolidated interim financial statements of the Company and have been excluded from the summary below.

Accounting standards issued but not yet adopted

IFRS 18, Presentation and Disclosure in Financial Statements

In April 2024, IFRS 18, Presentation and Disclosure in Financial Statements, was issued to achieve comparability of the financial performance of similar entities. The standard, which replaces IAS 1, Presentation of Financial Statements, impacts the presentation of primary financial statements and notes, including the statement of losses where companies will be required to present separate categories of income and expense for operating, investing, and financing activities with prescribed subtotals for each new category. The standard will also require management-defined performance measures to be explained and included in a separate note within the consolidated financial statements. The standard is effective for annual reporting periods beginning on or after January 1, 2027, including interim financial statements, and requires retrospective application. The new standard will not impact the recognition or measurement of items in the consolidated financial statements but its impacts on presentation and disclosure are expected to be pervasive. The Company is currently assessing the impact of the new standard.

Accounting standards adopted as of January 1, 2026

Amendments to IFRS 9 Financial Instruments and IFRS 7, Financial Instruments: Disclosures

In May 2024, amendments to IFRS 9 Financial Instruments and IFRS 7, Financial Instruments: Disclosures were issued to respond to recent questions arising in practice, and to include new requirements not only for financial institutions but also for corporate entities. These amendments clarify the date of recognition and derecognition of some financial assets and liabilities, with a new exception for some financial liabilities settled through an electronic cash transfer system; clarify and add further guidance for assessing whether a financial asset meets the solely payments of principal and interest (SPPI) criterion; add new disclosures for certain instruments with contractual terms that can change cash flows (such as some financial instruments with features linked to the achievement of environment, social and governance targets), and; update the disclosures for equity instruments designated at fair value through other comprehensive income. The Company does not expect these amendments to have a material impact on its operations or consolidated financial statements.

(expressed in United States dollars)

Basis of measurement

These condensed consolidated interim financial statements are expressed in United States dollars and are prepared using the historical cost convention.

Principles of consolidation

Subsidiary	Ownership	Principal activity	Country of incorporation
100166543 Ontario Inc.	100%	Holding company	Canada
Gateway Gold Corp.	100%	Holding company	Canada
Lahontan Gold (US) Corp.	100%	Exploration	United States of America
Gateway Gold (USA) Corp.	100%	Exploration	United States of America

The Company's financial statements consolidate those of Lahontan Gold Corp. and each of its 100% wholly-owned subsidiaries. All inter-company balances and transactions are eliminated upon consolidation.

3. Critical accounting estimates and judgments

The preparation of these condensed consolidated interim financial statements requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates.

In preparing these condensed consolidated interim financial statements, the significant judgments made by management in applying the Company's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the audited consolidated annual financial statements for the years ended December 31, 2025 and 2024.

4. Reclamation deposits

The Company's reclamation deposits were comprised of bonds held by the Nevada Bureau of Land Management Nevada State Office ("BLM") with respect to the Santa Fe, Moho and Redlich projects. During the six month period ended June 30, 2026, the Company paid an additional $50,000 collateral deposit to a third party insurance company who placed a surety bond with the BLM to cover any future reclamation costs related to the Company's Santa Fe project. At June 30, 2026, the Company's reclamation deposits were as follows:

	June 30, 2026 $	December 31, 2025 $
Collateral deposit on surety bond	100,000	50,000

(expressed in United States dollars)

5. Exploration and evaluation assets

	Santa Fe (Nevada, USA) $	West Santa Fe (Nevada, USA) $	Moho (Nevada, USA) $	Redlich (Nevada, USA) $	Total $
Balance, January 1, 2025	**14,932,035**	**314,336**	**2,908,933**	**1,024,205**	**19,179,509**
Claim staking and renewal fees	97,703	51,375	25,264	16,124	190,466
Share and cash consideration for property claims	325,486	-	-	-	325,486
Cash option payments	257,792	45,000	15,000	15,000	332,792
Personnel and consultants	695,792	105,563	-	-	801,355
Exploration management and support	109,577	-	-	-	109,577
Field office rent, storage and telecommunication	100,043	-	-	-	100,043
Travel and accommodation	14,199	156	-	-	14,355
Drilling and related	343,016	78,530	-	-	421,546
Geological	11,007	-	-	-	11,007
Geochemistry analysis	57,129	-	-	-	57,129
Technical reports and special consulting	7,019	-	-	-	7,019
Vehicle costs and fuel	138,423	36	-	-	138,459
Security and equipment	433	-	-	-	433
Environmental	352,783	1,019	-	-	353,802
Field equipment	61,608	216	-	-	61,824
Change in asset retirement obligation estimate	7,570	-	64	15	7,649
Balance, December 31, 2025	**17,511,615**	**596,231**	**2,949,261**	**1,055,344**	**22,112,451**
Claim staking and renewal fees	95,808	48,400	23,800	15,200	183,208
Cash option payments	-	45,000	-	-	45,000
Personnel and consultants	686,150	57,220	-	-	743,370
Exploration management and support	62,398	-	-	-	62,398
Field office rent, storage and telecommunication	60,919	-	-	-	60,919
Travel and accommodation	46,229	-	-	-	46,229
Drilling and related	1,736,533	-	-	-	1,736,533
Geological	96,930	6,634	-	-	103,564
Geochemistry analysis	178,428	-	-	-	178,428
Technical reports and special consulting	33,864	-	-	-	33,864
Vehicle costs and fuel	107,501	-	-	-	107,501
Security and equipment	450	-	-	-	450
Environmental	645,936	80,376	-	-	726,312
Field equipment	9,143	-	-	-	9,143
Balance, June 30, 2026	**21,271,904**	**833,861**	**2,973,061**	**1,070,544**	**26,149,370**

Santa Fe, Nevada, USA
The Company holds a 100% beneficial interest in the Santa Fe project which is comprised of 411 unpatented mining claims, 67 unpatented millsite claims and 24 patented mining claims covering an area of 28.3 square kilometres. The Santa Fe project is located 12 kilometres east of the town of Luning in Mineral County, Nevada, USA.

Acquisition of York claims

On October 22, 2025, the Company completed the acquisition of 27 unpatented lode mineral claims ("York Claims") from Emergent Metals Corp. ("Emergent"), adding approximately 2.1 square kilometres of mineral rights to the Santa Fe project. Consideration payable for the acquisition of these mineral claims comprised of: (i) payment of $10,000 upon signing the term sheet (paid in August 2025); (ii) upon signing the definitive agreement, the Company issued the vendor a $50,000 promissory note, with a 1% per month interest rate, which was payable within six months of signing of the definitive agreement (paid November 25, 2025); and, (iii) upon signing the definitive agreement, the Company issued 2,000,000 common shares to the vendor on October 22, 2025.

Additionally, the Company granted the vendor a 1% net smelter return royalty ("NSR royalty") on the 27 mineral claims. The Company may purchase the NSR royalty at any time before October 22, 2028 for $500,000. After October 22, 2028 and before October 22, 2032, the Company may purchase the NSR royalty for $1,000,000.

Mining Lease and Option to Purchase Agreement

On March 17, 2021 the Company entered into a property purchase agreement with Andoria Resources Pty Ltd. and its subsidiary Andoria Resources US Corp. with respect to 45 unpatented mining claims that now form part of the Santa Fe project. Consideration provided under the terms of the agreement consisted of 196,500 common shares of the Company issued upon closing of the transaction. These common shares were valued at CDN$0.30 per share for a total value of $47,280. Additionally, the Company assumed the obligations of a Mining Lease and Option to Purchase Agreement (the "MLOPA") with GenGold2 LLC relating to 15 of the property claims. Minimum cash payments payable to GenGold2 LLC under the terms of the MLOPA are as follows:

(expressed in United States dollars)

Minimum payment due date	Amount $
October 15, 2020	10,000
April 15, 2021	15,000
October 15, 2021	35,000
October 15, 2022	50,000
October 15, 2023	75,000
October 15, 2024	50,000
June 15, 2025	50,000
October 15, 2025 and October 15 of each succeeding year	150,000

All minimum cash payments under the terms of the MLOPA have been made up to the date of these condensed consolidated interimfinancial statements and the MLOPA remains in good standing.

The claims are subject to a NSR royalty of 2% when the average price of gold is less than $1,600 per ounce and 3% when the average price of gold is equal to or greater than $1,600 per ounce. Cumulative minimum cash payments made prior to commercial production are creditable against any NSR royalty obligation. The MLOPA also provides an option to acquire a 100% interest in the claims, subject to the NSR royalty, for a cash payment of $2,000,000. Both the minimum payment and option payment amounts are subject to adjustment for increases in the United States Consumer's Price Index.

Other NSR Royalties

A total of 46 of the Santa Fe project claims, including all patented claims, are subject to a 1.25% NSR royalty interest. The NSR royalty applies to all ore mineral, metals and materials produced from the claims after the first 67,886 ounces of gold and 147,157 ounces of silver.

West Santa Fe, Nevada, USA
During May 2023, the Company signed a binding term sheet and on July 18, 2023, the Company concluded a definitive Lease with Option to Purchase Agreement ("Agreement") with a wholly-owned subsidiary of Emergent to acquire the West Santa Fe gold-silver exploration project located 13 km west of the Company's Santa Fe project in Nevada, USA. The Agreement defines the terms and conditions pursuant to which the Company will be granted an option (the "Option") to acquire a 100% interest in the 11.8 square kilometre West Santa Fe property which is comprised of 147 unpatented mining claims.

The Agreement requires the Company to make option payments totalling $1.8 million over a seven-year period, as follows: $10,000 upon signing of the binding term sheet (paid in May 2023); $20,000 on the first anniversary of the Agreement (paid in August 2024); $25,000 on each of the second and third anniversaries (paid August 2025 and June 2026 respectively); $30,000 on each of the fourth and fifth anniversaries; $40,000 on the sixth anniversary and $1,620,000 on the seventh anniversary of the Agreement. At the Company's discretion, up to 50% of the annual option payments can be made in common shares of the Company.

In addition, the Company shall incur $1,400,000 of claim maintenance and exploration costs on West Santa Fe as follows:

Work commitment due date	Amount $
December 31, 2024	150,000
December 31, 2025	150,000
December 31, 2026	200,000
December 31, 2027	200,000
December 31, 2028	200,000
December 31, 2029	250,000
July 18, 2030	250,000

Any excess expenditures, in any year, under the work commitments scheduled above, can be credited against subsequent work commitment expenditures in a future year. As at June 30, 2026, the Company has exceeded its work commitment under the Agreement.

Upon exercise of the Option, Emergent shall transfer 100% of its interest in the mineral claims to the Company within 30 days. As part of the transfer, the Company will grant a 1% NSR royalty in favor of Emergent over the twelve claims it acquired from Nevada Sunrise LLC. Additionally, eighteen claims forming part of the property are subject to an underlying 2% NSR royalty with an annual advance minimum royalty payment of $20,000 (paid June 2026). This underlying agreement has a one-mile area-of-interest whereby 90 adjacent claims added by Emergent are also subject to this 2% NSR royalty. Annual advance minimum royalty payments are creditable against any future royalty payments. One-half (1%) of this underlying NSR royalty can be repurchased for $500,000 prior to June 15, 2028. In addition, the Company will grant a 1.5% NSR royalty in favor of Emergent for the remaining 27 claims acquired not subject to a NSR royalty listed above. The Company will have the right to purchase one-half (0.75%) of this 1.5% NSR royalty for $200,000 prior to July 18, 2028 or for $500,000 on or after July 18, 2028.

During May 2023, the Company staked an additional 95 unpatented lode mining claims covering an area of 7.9 square kilometres. A total of 88 of these claims fall inside the one-mile area-of-interest referred to above and are therefore subject to a 2% NSR royalty. The addition of the 95 claims increased the West Santa Fe project to a total of 242 unpatented lode mining claims covering 19.7 square kilometres.

Moho and Redlich, Nevada, USA Property Purchase Agreement
The Company acquired interests in the Moho and Redlich exploration property assets located in Nevada, USA through the reverse takeover transaction with Lahontan. Lahontan had previously acquired the properties from KA Gold LLC and its subsidiary Pyramid Gold (US) Corp. At the time of the reverse takeover transaction, these properties had a cost of $2,585,056. Of this total cost, $1,856,523 was allocated to the Moho project interest and $728,533 was allocated to the Redlich project interest based on estimates of the relative fair values of each project. Both projects are subject to underlying option agreements providing rights to earn a 100% interest in each project. The Company has assumed the obligations under the terms of these option agreements. Details with respect to the Moho and Redlich projects and the related underlying option agreements are described below.

Moho, Nevada, USA
The Moho project is comprised of a total of 119 unpatented mining claims located in Mineral County, Nevada. Of this total, nine claims are subject to the Moho Option Agreement dated May 26, 2017 with subsidiaries of Gold Royalty Corp.; 50 claims are subject to the Mining Lease and Option to Purchase Agreement dated August 30, 2017 with Minquest Ltd. ("Minquest"); and, 60 claims are held directly.

Moho Option Agreement, Gold Royalty Corp.

The Moho Option Agreement provided an exclusive option to purchase a 100% interest in nine claims forming part of the Moho project. A final option payment was completed during August 2021 to acquire a 100% interest in these nine claims. The Company is responsible for annual claim maintenance costs.

Following the final option payment and exercise of the option, Gold Royalty Corp. retains a 2.5% NSR royalty on the nine claims. On the first three anniversaries of the option exercise, the Company was obligated to pay advance minimum royalty ("AMR") payments of $15,000 per year ($15,000 paid in September 2025). On the fourth anniversary and each year thereafter, the Company would pay AMR payments of $25,000 annually. A total of $60,000 related to payments under the option agreement and 80% of all AMR payments made are creditable toward future NSR amounts payable.

Additionally, the Moho Option Agreement defines an area-of-interest ("AOI") being a one-mile distance from the outermost perimeter of the nine property claims. Any additional property claims added in the AOI are subject to a 2% NSR royalty (the "AOI Royalty"). Both the 50 claims subject to the Minquest option agreement and the 35 claims held directly by the Company fall within the AOI and are subject to the AOI Royalty in favour of Gold Royalty Corp. If a third party royalty exists on any of the AOI claims, the AOI Royalty would be reduced such that the total royalty burden does not exceed 3%. The Company has a right to buy-down 1% of the NSR royalty on the 9 claims along with 1% of the AOI Royalty for a total amount of $1,000,000.

Mining Lease and Option to Purchase Agreement, Minquest

The Mining Lease and Option to Purchase Agreement provides an exclusive option to purchase a 100% interest in 50 claims forming part of the Moho project. A total of $112,250 in minimum option payments, from execution of the agreement and including the final $35,000 option payment during September 2021, have previously been made. On October 3, 2022, the Company signed an amendment to the Mining Lease and Option to Purchase Agreement that provided an extension of the agreement to March 31, 2023 and amended the payments in order to exercise the option. A payment of $193,875 was made on November 3, 2022 as follows: (i) $129,875 in cash; and (ii) 800,000 common shares of the Company at a deemed value of $64,000. A final cash option payment of $193,875 was paid during March 2023 to acquire a 100% interest in these 50 claims. Annual exploration work commitments of $50,000 per annum during the five-year term of the agreement were required and have been met based on expenditures completed to date. The Company is responsible for annual claim maintenance costs. Following exercise of the option, Minquest retains a 1.5% NSR royalty.

Redlich, Nevada, USA
The Redlich project is comprised of 76 unpatented mining claims located in Esmeralda County, Nevada. These 76 claims were subject to the Redlich Option Agreement dated May 26, 2017 with subsidiaries of Gold Royalty Corp. A final option payment was completed during August 2021 to acquire a 100% interest in these 76 claims. The Company is responsible for annual claim maintenance costs.

Following the final option payment and exercise of the option, Gold Royalty Corp. retains a 2.5% NSR royalty. On the first three anniversaries of the option exercise, the Company was obligated to pay AMR payments of $15,000 per year ($15,000 paid in September 2025). On the fourth anniversary and each year thereafter, the Company would pay AMR payments of $25,000 annually. A total of $60,000 related to payments under the option agreement and 80% of all AMR payments made are creditable toward future NSR amounts payable. The Company has a right to buy-down 1% of the NSR royalty for $1,000,000.

6. Asset retirement obligation

Reclamation costs have been estimated based on the Company's interpretation of current regulatory requirements and measured with the most reliable information available. Management's estimate is determined based on the net present value of estimated future cash expenditures for reclamation activities. Reclamation costs are capitalized to mineral properties dependent on the nature of the asset related to the obligation. Future changes to those regulations and standards, as well as changes resulting from operations, may result in actual reclamation costs differing from the estimate. Details of the Company's reclamation performance obligation can be found in Note 5. The Company's asset retirement obligation arises from its obligation to undertake site reclamation and remediation in connection with the Santa Fe, Moho and Redlich projects.

The estimated costs of reclamation are based on current regulatory requirements using prescribed third-party contractor rates with a 10% contingency. The estimated asset retirement obligation liability at the reporting date utilizes the following assumptions: (i) total undiscounted amount of inflation adjusted future reclamation costs at June 30, 2026 was $394,820 (December 31, 2025 - $394,820); (ii) weighted average risk-free interest rate of 4.17% (December 31, 2025 - 4.17%) and a long-term inflation rate of 2.75% (December 31, 2025 - 2.75%); and (iii) expected timing of risk adjusted cash outflows required to settle the obligation will be incurred over the period through 2033. The Company's asset retirement obligation is as follows:

	$
Balance, January 1, 2025	293,357
Accretion of asset retirement obligation	12,215
Change in asset retirement obligation estimate	7,649
Balance, December 31, 2025	313,221
Accretion of asset retirement obligation	5,937
Balance, June 30, 2026	**319,158**

(expressed in United States dollars)

7. Capital stock

a) Common shares

Authorized share capital of the Company consists of an unlimited number of common shares, having no par value.

Common shares issuances during fiscal 2026
During the six month period ended June 30, 2026, the Company issued a total of 40,932,296 common shares pursuant to the exercise of 36,017,591 common share purchase warrants and 6,100,000 stock options for total gross proceeds of $4,486,166 (CDN$6,153,774).

During March and April 2026, the Company closed a non-brokered private placement issuing a total of 33,269,244 units at CDN$0.41 per unit for gross proceeds of $9,920,082 (CDN$13,640,390). Each unit consisted of one common share of the Company and one-half common share purchase warrant with a total of 16,634,622 warrants issued. Each whole warrant issued entitles the holder to purchase one common share of the Company at a price of CDN$0.60 per share for a period of two years from the date of issuance. In connection with the private placement, the Company paid eligible finders cash commissions of $584,672 (CDN$804,501) and an aggregate of 1,961,954 finders' warrants. Each finders' warrant entitles the holder to purchase one common share of the Company at a price of CDN$0.41 per share for a period of two years from the date of issuance. These finders' warrants were valued at $245,782.

Common shares issuances during fiscal 2025
During the year ended December 31, 2025, the Company issued a total of 53,026,445 common shares pursuant to the exercise of 53,026,445 common share purchase warrants for gross proceeds of $3,551,874 (CDN$4,954,576).

During the year ended December 31, 2025, the Company issued a total of 1,500,000 common shares pursuant to the exercise of 1,500,000 stock options for gross proceeds of $85,727 (CDN$120,000).

On November 25, 2025, the Company closed a non-brokered private placement issuing a total of 16,665,868 units at CDN$0.15 per unit for gross proceeds of $1,771,566 (CDN$2,499,880). Each unit consisted of one common share of the Company and one-half common share purchase warrant with a total of 8,332,934 warrants issued. Each warrant issued entitles the holder to purchase one common share of the Company at a price of CDN$0.25 per share until November 25, 2027. In connection with the private placement, the Company paid eligible finders cash commissions of $20,047 (CDN$28,910) and an aggregate of 192,634 finders' warrants. Each finders' warrant entitles the holder to acquire one common share of the Company on the same terms and conditions as the warrants issued as part of the units sold in the private placement. These finders' warrants were valued at $7,570.

On October 22, 2025, the Company issued a total of 2,000,000 common shares related to the acquisition of the York claims (see note 5) valued at $274,986.

On April 30, 2025, the Company closed a non-brokered private placement issuing a total of 42,705,700 units at CDN$0.05 per unit for gross proceeds of $1,542,623 (CDN$2,135,285). Each unit consisted of one common share of the Company and one-half common share purchase warrant with a total of 21,352,850 warrants issued. Each warrant issued entitles the holder to purchase one common share of the Company at a price of CDN$0.08 per share until April 30, 2027. In connection with the private placement, the Company paid eligible finders cash commissions of $4,991 (CDN$6,900).

On February 4, 2025, the Company closed a private placement issuing a total of 36,000,000 common shares at CDN$0.02 per share for gross proceeds of $499,946 (CDN$720,000).

b) Warrants

Warrant issuances during fiscal 2026
During March and April 2026, the Company issued 18,596,576 warrants in connection with a private placement. These warrants are callable by the Company in the event that the closing price at which the common shares trade on the TSX Venture Exchange (or any such other stock exchange in Canada as the common shares may trade at the applicable time) exceed CDN$1.00 for ten consecutive trading days at any time following the date that is four months and one day after the date of issuance, the Company may accelerate the warrant term such that the warrants shall expire on the date which is 30 business days following the date a press release is issued by the Company announcing the reduced warrant term.

Warrant issuances during fiscal 2025
During November 2025, the Company issued 8,525,668 warrants in connection with a private placement. These warrants are callable by the Company in the event that the closing price at which the common shares of the Company trade on the TSX Venture Exchange (or any such other stock exchange in Canada as the common shares may trade at the applicable time) exceed CDN$0.35 for ten consecutive trading days at any time after March 25, 2025. The Company may provide written notice to holders of the warrants requiring the holder of the warrants to exercise the warrants within 30 business days following the date of delivery of such written notice. On April 21, 2026, the Company exercised its right to accelerate the expiry date of these warrants to June 3, 2026.

During April 2025, the Company issued 21,352,850 warrants in connection with a private placement. These warrants are callable by the Company in the event that the closing price at which the common shares of the Company trade on the TSX Venture Exchange (or any such other stock exchange in Canada as the common shares may trade at the applicable time) exceed CDN$0.12 for ten consecutive trading days at any time after August 31, 2025. The Company may provide written notice to holders of the warrants requiring the holder of the warrants to exercise the warrants within 30 business days following the date of delivery of such written notice. On September 5, 2025, the Company exercised its right to accelerate the expiry date of these warrants to October 21, 2025.

Warrants exercised during fiscal 2026
During the six month period ended June 30, 2026, a total of 36,017,591 warrants were exercised for gross proceeds of $4,372,326 (CDN$5,997,774). These warrants were collectively valued at $1,017,061.

Warrants exercised during fiscal 2025
During the year ended December 31, 2025, a total of 53,026,445 warrants were exercised for gross proceeds of $3,551,874 (CDN$4,954,576). These warrants were collectively valued at $1,018,365.

Warrants expired during fiscal 2026
On February 28, 2026, a total of 426,100 common share purchase warrants exercisable at $0.18 expired. On May 18, 2026, a total of 3,953,250 common share purchase warrants exercisable at $0.12 expired. On June 3, 2026, a total of 141,000 common share purchase warrants exercisable at $0.25 expired.

Warrants expired during fiscal 2025
On October 21, 2025, a total of 550,000 common share purchase warrants exercisable at $0.08 expired.

(expressed in United States dollars)

b) Warrants (continued)

At June 30, 2026, details with respect to outstanding warrants were as follows:

Number	Exercise price CDN$	Expiry
7,000	0.06	April 30, 2027
4,375	0.08	September 1, 2026
8,509,001	0.10	April 30, 2027
1,484,414	0.41	March 20, 2028
190,200	0.41	March 23, 2028
222,600	0.41	April 2, 2028
64,740	0.41	April 8, 2028
12,655,122	0.60	March 20, 2028
1,585,000	0.60	March 23, 2028
1,855,000	0.60	April 2, 2028
539,500	0.60	April 8, 2028
27,116,952	0.43	

The fair value of warrants has been estimated using the Black-Scholes option pricing model at the grant date and this value has been presented as a separate component of shareholders' equity. The Company has determined expected volatility related to analysis of comparable companies in the mineral exploration sector. The assumptions used for the valuation of warrants issued during the six month period ended June 30, 2026 and fiscal 2025 were as follows:

	2026	2025
Expected life in years	2.0	2.0
Expected volatility	104% - 105%	104% - 109%
Risk-free interest rate	2.79% - 2.95%	2.40% - 2.47%
Dividend yield	Nil	Nil

d) Stock options

During April 2022, the Company's Board of Directors approved a new stock option plan which is a 10% rolling plan (the "Plan") under which the maximum number of stock options issuable under the Plan is equal to 10% of the Company's outstanding common shares from time to time. Eligible participants in the Plan include directors, officers, employees and consultants to the Company. Stock option exercise prices, vesting periods and the term to expiry are determined by the Board of Directors at the time of grant.

Stock options granted during fiscal 2026
On May 19, 2026, the Board of Directors approved the grant of 4,900,000 stock options to directors, officers and consultants of the Company. These stock options are exercisable at CDN$0.37; expire May 19, 2031; and, were immediately vested.

Stock options granted during fiscal 2025
On November 25, 2025, the Board of Directors approved the grant of 9,900,000 stock options to directors, officers and consultants of the Company. These stock options are exercisable at CDN$0.15; expire November 25, 2030; and, were immediately vested.

On April 30, 2025, the Board of Directors approved the grant of 10,675,000 stock options to directors, officers and consultants of the Company. These stock options are exercisable at CDN$0.08; expire April 30, 2030; and, were immediately vested.

Stock options exercised during fiscal 2026
During the six month period ended June 30, 2026, the Company issued a total of 4,914,705 common shares pursuant to the exercise of 6,100,000 stock options for gross proceeds of $113,840 (CDN$156,000). These stock options were collectively valued at $257,150.

Stock options exercised during fiscal 2025
During the year ended December 31, 2025, the Company issued a total of 1,500,000 common shares pursuant to the exercise of 1,500,000 stock options for gross proceeds of $85,727 (CDN$120,000). These stock options were collectively valued at $55,097.

Stock options expired during fiscal 2025
On October 22, 2025, a total of 2,750,000 stock options exercisable at $0.30 expired.

(expressed in United States dollars)

d) Stock options (continued)

Activity with respect to stock options is summarized as follows:

	Number	Weighted-average exercise price CDN $
Balance, January 1, 2025	15,910,000	0.12
Granted	20,575,000	0.11
Exercised	(1,500,000)	0.08
Expired	(2,750,000)	0.30
Forfeited	(585,000)	0.13
Balance, December 31, 2025	31,650,000	0.15
Granted	4,900,000	0.37
Exercised	(6,100,000)	0.11
Balance, June 30, 2026	30,450,000	0.19

The following table summarizes information relating to outstanding and exercisable stock options as at June 30, 2026:

Exercise price CDN$	Number of options outstanding	Weighted-average remaining contractual life (years)	Number of options exercisable	Expiry date
0.08	5,600,000	2.9	5,600,000	May 8, 2029
0.08	7,175,000	3.8	7,175,000	April 30, 2030
0.15	8,150,000	4.4	8,150,000	November 26, 2030
0.18	1,675,000	1.7	1,675,000	March 16, 2028
0.37	4,900,000	4.9	4,900,000	May 19, 2031
0.45	2,950,000	0.8	2,950,000	April 8, 2027
	30,450,000	3.6	30,450,000	

During the six month period ended June 30, 2026, the Company recorded a total value of $1,071,476 (six month period ended June 30, 2025 - $351,230) with respect to stock options. Share based compensation amounts are included in shareholders' equity as contributed surplus and are included in share based compensation expense in the statement of operations and comprehensive loss or capitalised to exploration and evaluation assets. During the six month period ended June 30, 2026, the Company capitalised a total value of $426,404 (six month period ended June 30, 2025 - $72,385) to exploration and evaluation assets.

The values of stock options are determined using the Black-Scholes option pricing model. The assumptions used for the valuation of stock options issued during the six month period ended June 30, 2026 and fiscal 2025 were as follows:

	2026	2025
Expected volatility	101%	105% - 109%
Expected option life (in years)	5.0	5.0
Risk-free interest rate	3.23%	2.67% - 2.72%
Expected dividend yield	Nil	Nil
Weighted-average exercise price	CDN$0.37	CDN$0.11
Weighted-average market price at grant date	CDN$0.39	CDN$0.10
Weighted-average fair value	CDN$0.30	CDN$0.07

The Company determined expected volatility related to analysis of comparable companies in the mineral exploration sector.

(expressed in United States dollars)

8. Related party transactions and compensation of key management

Key management of Company includes the Chief Executive Officer and President; Vice President, Exploration; Chief Financial Officer; Corporate Secretary; and directors of the Company. Compensation awarded to key management, which is the portion included in the results of the condensed consolidated interim financial statements, is summarized as follows:

	Three months ended June 30, 2026 $	Three months ended June 30, 2025 $	Six months ended June 30, 2026 $	Six months ended June 30, 2025 $
Salaries and accrued compensation	131,320	123,873	258,955	244,514
Share based compensation	765,340	279,668	765,340	279,668
	896,660	403,541	1,024,295	524,182

As at June 30, 2026, a total of $7,913 (December 31, 2025 - $42,981) is included in accounts payable and accrued liabilities with respect to amounts due to key executive management for service contract obligations and expenses. In addition to the above, a company controlled by the Company's Chief Executive Officer and Vice President, Exploration, charged the Company for services related to exploration personnel costs, field vehicles and equipment, field office rent, utilities and related field office expenses in the amount of $127,296 during the six month period ended June 30, 2026 (six months ended June 30, 2025 - $94,713). A direct family member of the Company's Chief Executive Officer provided consulting services to the Company and was paid $60,408 in consulting fees during the six month period ended June 30, 2026 (six month period ended June 30, 2025 - $48,250). A company controlled by the Company's Chief Financial Officer also provides bookkeeping, accounting and administration services to the Company. For the six month period ended June 30, 2026, a total of $18,663 (six months ended June 30, 2025 - $14,667) was charged for these services. For the six month period ended June 30, 2026, under the terms of a service contract with the Company's Chief Executive Officer, the Company reimbursed $14,649 (six months ended June 30, 2025 - $14,649) for medical insurance coverage.

The Company has management service agreements with each of its Chief Executive Officer, Chief Financial Officer and Vice President, Exploration which provide for payments upon termination in certain circumstances. With respect to termination without cause, the Chief Executive Officer and Vice President, Exploration would be entitled to a payment equal to one year's compensation and the Chief Financial Officer would be entitled to a payment equal to three month's compensation. The service agreements also provide that under certain conditions, including a change in control of the Company, that the Chief Executive Officer and Vice President, Exploration would be entitled to a payment equivalent to two year's compensation and the Chief Financial Officer would be entitled to a payment equal to one year's compensation.

9. Financial instruments and risk management

Fair value of financial instruments

Fair value is defined as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants. The carrying amounts reported in the consolidated statements of financial position for cash and cash equivalents, amounts receivable, reclamation deposits, accounts payable and accrued liabilities approximate their fair values based on the immediate or short-term maturities of these financial instruments.

Financial risk management objectives

The Company examines the various financial instrument risks to which it is exposed and assesses the impact and likelihood of those risks. These risks may include credit risk, liquidity risk and market risks. Where material, these risks are reviewed and monitored.

Credit risk
Financial instruments that potentially subject the Company to concentrations of credit risk consists of cash and cash equivalents. The Company's cash is held at major Canadian and United States financial institutions. The maximum exposure to credit risk is equivalent to the carrying amount. As at June 30, 2026, the Company does not consider any of its financial assets to be impaired.

Liquidity risk
Liquidity risk is the risk that the Company will not be able to meet its financial obligations as they come due. The Company manages liquidity risk through monitoring cash outflows due in its day-to-day business and by regular cash flow forecasting of cash requirements to fund exploration projects and operating costs. As at June 30, 2026, the Company's liabilities included accounts payable and accrued liabilities of $61,217 all of which are due within normal trade terms of generally 30 days (see note 1, going concern).

Market risk
Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices. While market risk may include a number of components, only currency risk is applicable to the Company.

Currency risk
The Company's cash is held in Canadian dollar and United States dollar accounts. The Company is exposed to financial risk arising from fluctuations in foreign exchange rates with respect to the United States dollar. As at June 30, 2026, the Company held cash in United States dollars of $256,925 (December 31, 2025 - $156,723). The Company has not utilized derivative instruments to reduce its exposure to foreign currency risk.

All of the Company's cash based operating expenses were denominated in the relevant functional currency; therefore, operating costs were not affected by exchange rate changes during the years presented in these financial statements. The Company's property and exploration costs are primarily denominated in United States dollars.

(expressed in United States dollars)

10. Segmented information

The Company presents and discloses segmented information based on information that is regularly reviewed by the Company's President and CEO who is the chief operating decision-maker. The President and CEO has primary responsibility for allocating resources to the Company's operating segments and assessing their performance. The Company's operations comprise one reportable segment being the exploration and development of mineral resource properties. The Company's corporate and administrative offices are in Canada. The Company's reclamation deposits and exploration and evaluation assets all relate to the Company's property interests located in Nevada, USA.

11. Capital management

The Company's capital structure is comprised of shareholders' equity. The Company is not subject to externally imposed capital requirements. The Company's objectives when managing its capital structure are to preserve the Company's access to capital markets and its ability to meet its financial obligations and to finance its exploration activities and general corporate costs (see note 1, going concern).

The Company monitors its capital structure using future forecasts of cash flows, particularly those related to its exploration programs.

The Company manages its capital structure and makes adjustments to it to maintain flexibility while achieving the objectives stated above. To manage the capital structure, the Company may adjust its exploration programs, operating expenditure plans, or issue new common shares and warrants. The Company's capital management objectives have remained unchanged over the periods presented in these condensed consolidated interim financial statements.

12. Supplemental cash flow information

Non-cash transactions not reflected in the consolidated statements of cash flows are as follows:

	Six months ended June 30, 2026 $	Six months ended June 30, 2025 $
Exploration expenditures included in accounts payable and accrued liabilities	16,477	132,873
Stock option compensation charge capitalised to exploration and evaluation assets	426,404	72,385

13. Contingencies

Offtake Agreement - Victoria Gold Corp

On April 13, 2018, prior to the Company's acquisition of Gateway Gold Corp. and Gateway Gold (USA) Corp. (together, "Gateway"), Victoria Gold Corp. ("Victoria Gold"), Stratagold Corp., Victoria Resources (US) Inc., Gateway Gold Corp., Gateway Gold (USA) Corp. and Orion Co-VI Ltd. ("Orion") entered into an offtake agreement (the "Offtake Agreement") with respect to refined gold produced from the Eagle gold mine located in Dublin Gulch, Yukon, Canada. The Gateway entities were named as guarantors of the obligations of Victoria Gold under the Offtake Agreement. The Offtake Agreement relates to a property in which the Company has never held an interest, and neither the Company nor the Gateway entities have received or paid any amounts under the Offtake Agreement.

During the six month period ended June 30, 2026, Gateway received correspondence from the legal counsel of Vox Royalty Cayman SEZC ("Vox"), which states that it has acquired the economic and contractual interest originally held by Orion under the Offtake Agreement, asserting claims against the Gateway entities in their capacity as guarantors as a result of an alleged default by Victoria Gold. Victoria Gold ceased operations at the Eagle gold mine during June 2024 and has been subject to court-supervised insolvency proceedings since August 2024. Subsequent to June 30, 2026, on July 14, 2026, the Gateway entities were served with a statement of claim issued in the Ontario Superior Court of Justice in which Vox claims monetary damages and other relief from the Gateway entities as guarantors under the Offtake Agreement.

The Company believes the claim is without merit and intends to defend the action vigorously. The allegations made in the statement of claim are unproven and have not been tested in court, and the Company will respond through the court process.

The outcome of this matter is not determinable at the date of these condensed consolidated interim financial statements. Management has concluded that, as at June 30, 2026, the conditions for the recognition of a provision under IAS 37, *Provisions, Contingent Liabilities and Contingent Assets* ("IAS 37"), were not met, and accordingly, no provision has been recorded in these condensed consolidated interim financial statements in respect of this matter. Amounts, if any, that may ultimately be determined to be payable, together with related defence costs, and the timing of any such payments, are uncertain and could differ materially from the amounts recorded and could be material to the Company's financial position and results of operations. Any rights of contribution, indemnity or recovery that the Company may have against other parties in respect of this matter have not been recognized.

Further information ordinarily required in respect of a contingent liability as required by IAS 37, including an estimate of the financial effect of this matter, has not been disclosed on the grounds that, in the opinion of management, such disclosure could be expected to seriously prejudice the Company's position in the dispute.

(expressed in United States dollars)

14. Subsequent events

Exercise of common share purchase warrants

Subsequent to June 30, 2026, the Company issued a total of 34,375 common shares pursuant to the exercise of 34,375 common share purchase warrants for gross proceeds of $13,228 (CDN$18,350).

Issuance of deferred share units

On August 10, 2026, the Board of Directors approved the grant of 1,466,000 deferred share units ("DSUs") to certain directors and officers of the Company. These DSUs are convertible into common shares in accordance with the terms of the Company's Restricted Share Unit and Deferred Share Unit Plan.