Q PRECIOUS & BATTERY METALS CORP.

CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

FOR THE THREE MONTH PERIOD ENDED JULY 31, 2025

AND JULY 31, 2024

(UNAUDITED)

Notice of No Auditor Review of Interim Financial Statements

The accompanying unaudited financial statements have been prepared by management and approved by the Audit Committee.

The Company's independent auditors have not performed a review of these financial statements in accordance with the standards established by the Canadian Institute to Chartered Accountants for a review of interim financial statements by an entity's auditors.

Q PRECIOUS & BATTERY METALS CORP.

CONDENSED INTERIM CONSOLIDATED STATEMENTS OF FINANCIAL POSITION

(Expressed in Canadian Dollars)

	July 31, 2025 (Unaudited)	April 30, 2025 (Audited)
ASSETS		
Current		
Cash	$ 10,954	$ 46,351
Amounts receivables	80,695	61,134
Prepaid expenses	38,250	52,750
	129,899	160,235
Exploration and evaluation assets (Note 5)	3,491,116	2,686,013
	$ 3,621,015	$ 2,846,248
LIABILITIES		
Current		
Accounts payable and accrued liabilities	$ 1,260,224	$ 1,311,824
Flow-through premium	129,310	129,311
	1,389,534	1,441,135
SHAREHOLDERS' EQUITY		
Share capital (Note 6)	19,329,265	18,115,890
Reserves	2,281,684	2,281,684
Deficit	(19,379,468)	(18,992,461)
	2,231,481	1,405,113
	$ 3,621,015	$ 2,846,248

NATURE OF CONTINUANCE OF OPERATIONS (Note 1)

Approved and authorized for issue on behalf of the board on September 19, 2025:

"Richard Penn" Director

"Krystal Pineo" Director

Q PRECIOUS & BATTERY METALS CORP.

CONDENSED INTERIM CONSOLIDATED STATEMENTS OF OPERATIONS AND COMPREHENSIVE LOSS

(Expressed in Canadian Dollars) UNAUDITED

		Three months ended July 31, 2025		Three months ended July 31, 2024
EXPENSES				
Consulting fees	$	129,000	$	12,750
Investor communication		33,070		13,500
Management fees		60,000		60,000
Office and miscellaneous		801		900
Professional fees		136,747		118,057
Recovery of flow-through premium		–		(6,063)
Transfer agent and filing fees		2,625		2,625
Travel and promotion		24,764		–
Net loss and comprehensive loss end of period	$	387,007	$	201,769
Loss per share (basic and diluted)	$	(0.01)	$	(0.02)
Weighted average number of common share outstanding	$	69,582,404		10,175,332

Q PRECIOUS & BATTERY METALS CORP.

CONDENSED INTERIM CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY

(Expressed in Canadian Dollars) UNAUDITED

	Number of Shares	Amount	Reserves	Deficit	Total
		$	$	$	$
Balance, April 30, 2024	9,494,680	14,772,062	1,808,217	(14,772,459)	1,807,820
Issued for cash	1,699,999	271,250	–	–	271,250
Issued for services	23,333	3,750	7,000	–	10,750
Comprehensive loss for for the period	–	–	–	(201,769)	(201,769)
Balance, July 31, 2024	11,218,012	15,047,062	1,815,217	(14,974,228)	1,888,051
Balances, April 30, 2025	58,278,328	18,115,890	2,281,684	(18,992,461)	1,405,113
Issued for cash	11,950,000	525,250	–	–	525,250
Issued for services	5,762,500	288,125	–	–	288,125
Issued for exploration and evaluation asset	8,000,000	400,000	–	–	400,000
Comprehensive loss for the period	–	–	–	(387,007)	(387,007)
Balance, July 31, 2025	83,990,828	19,329,265	2,281,684	(19,379,468)	2,231,481

Q PRECIOUS & BATTERY METALS CORP.

CONDENSED INTERIM CONSOLIDATED STATEMENTS OF CASH FLOWS

(Expressed in Canadian Dollars) UNAUDITED

	Three months ended July 31, 2025	Three months ended July 31, 2024
CASH PROVIDED BY (USED IN):		
OPERATING ACTIVITIES		
Net loss for the period	$ (387,007)	$ (201,769)
Items not involving cash:		
Stock - based payments	–	–
Recovery of flow-through premium	–	(6,063)
	(387,007)	(207,832)
Changes in non-cash working capital balances:		
Amounts receivable	(19,652)	7,989
Prepaid expenses	14,500	–
Accounts payable and accrued liabilities	(51,600)	29,247
Cash used in operating activities	(443,759)	(170,596)
INVESTING ACTIVITY		
Mineral property acquisition and exploration costs	(405,013)	(109,346)
Cash used in investing activity	(405,013)	(109,346)
FINANCING ACTIVITIES		
Shares issued for cash	525,250	271,250
Shares issued for service	288,125	10,750
Cash used in by financing activity	813,375	282,000
INCREASE (DECREASE) IN CASH DURING THE PERIOD	(35,397)	2,058
CASH, BEGINNING OF PERIOD	46,351	417
CASH, END OF PERIOD	$ 10,954	$ 2,475

SUPPLEMENTAL DISCLOSURES		
Interest paid	$ –	$ –
Income taxes paid	$ –	$ –
Shares issued for services	$ 288,125	$ 10,750
Shares issued for exploration and evaluation assets	$ 400,000	$ –

1. NATURE OF OPERATIONS

   Q Precious & Battery Metals Corp. (formerly Q Battery Metals Corp.) (the "Company") was incorporated under the Business Corporations Act on November 18, 2016 in the province of British Columbia. The Company's common shares are traded on the Canadian Securities Exchange ("CSE") under the symbol "QMET". The Company operates in a single business segment focusing on mineral exploration in Canada. The principal business office of the Company is located at #500 – 666 Burrard Street, Vancouver, British Columbia, Canada, V6C 3P6.

   The Company's principal business activities include the acquisition and exploration of mineral property assets. As at July 31, 2025, the Company had not yet determined whether the Company's mineral property asset contains ore reserves that are economically recoverable. The recoverability of amount shown for exploration and evaluation asset is dependent upon the discovery of economically recoverable reserves, confirmation of the Company's interest in the underlying mineral claims, the ability of the Company to obtain the necessary financing to complete the development of and the future profitable production from the property or realizing proceeds from its disposition. The outcome of these matters cannot be predicted at this time and the uncertainties cast significant doubt upon the Company's ability to continue as a going concern.

   The Company had a deficit of $19,379,468 as at July 31, 2025, which has been funded by the issuance of equity. The Company's ability to continue its operations and to realize its assets at their carrying values is dependent upon obtaining additional financing and generating revenues sufficient to cover its operating costs.

   These financial statements do not give affect to any adjustments which would be necessary should the Company be unable to continue as a going concern and therefore be required to realize its assets and discharge its liabilities in other than the normal course of business and at amounts different from those reflected in these financial statements.

2. SIGNIFICANT ACCOUNTING POLICIES

   a) Statement of compliance

      The financial statements are prepared in accordance with IAS 34 Interim Financial Reporting ("IAS34") using accounting policies consistent with the International Financial Reporting Standards ("IFRS") issued by the International Accounting Standards Board ("IASB") and Interpretations of the International Financial Reporting Interpretations Committee ("IFRIC"). They do not include all financial information required for full annual financial statements and should be read in conjunction with the Audited Financial Statements of the Company for the year ended April 30, 2025.

      The financial statements are prepared in accordance with accounting policies consistent with the International Financial Reporting Standards ("IFRS") issued by the International Accounting Standards Board ("IASB") and Interpretation of the International Financial Reporting Interpretation Committee ("IFRIC").

      The financial statements were authorized for issue by the Board of Directors on September 19, 2025.

(Expressed in Canadian Dollars) UNAUDITED

3. SIGNIFICANT ACCOUNTING ESTIMATES AND JUDGMENTS

There have been no material revisions to the nature of judgments and estimates of amounts reported in the Company's April 30, 2025 annual financial statements.

4. ACCOUNTING STANDARDS AND AMENDMENTS ISSUED BUT NOT YET ADOPTED

The Company has performed an assessment of new standards issued by the IASB that are not yet effective and has determined that any new standards that have been issued would have no or very minimal impact on the Company's financial statements.

5. EXPLORATION AND EVALUATION ASSETS

	Acquisition costs	**Exploration costs**	**Total**
	$	$	$
Balance, April 30, 2023	1,313,038	1,513,477	2,826,515
Additions	220,731	87,736	308,467
Impairment	(53,629)	(449,887)	(503,516)
Balance, April 30, 2024	1,480,140	1,151,326	2,631,466
Additions	520,000	655,964	1,175,964
Impairment	(1,083,832)	(37,585)	(1,121,417)
Balance, April 30, 2025	916,308	1,769,705	2,686,013
Additions	400,000	405,013	805,013
Balance July 31, 2025	1,316,008	2,175,108	3,491,116

Cluster Project

On February 5, 2019, the Company entered into a mineral claim purchase agreement to purchase 100% interest in the mineral property called the Cluster Project, located in Val-D'Or, Quebec. In consideration for the Cluster Project, the Company made cash payment of $25,000 and issued 100,000 common shares to the vendor during the year ended April 30, 2019.

During the year ended April 30, 2020, the Company acquired additional claims which are incorporated in the Cluster Project.

(Expressed in Canadian Dollars) UNAUDITED

4. EXPLORATION AND EVALUATION ASSETS (*continued*)

Cluster Project *(continued)*

As at April 30, 2025, the project is still at an early exploration stage. The Company has incurred the following acquisition and deferred exploration costs during the years ended April 30, 2025 and 2024:

	Cluster Project
	$
Balance, April 30, 2023	**1,677,352**
Exploration costs for the year	33,799
Impairment – Lorrain claims	(503,516)
Balance, April 30, 2024	**1,207,635**
Exploration costs for the year	655,965
Impairment – Golden Valley claims	(48,799)
Balance, April 30,2025 and July 31, 2025	**1,814,800**

During the year ended April 30, 2024, the Company abandoned certain mineral tenures within the Lorrain claims group under the Cluster Project. The Company did not have future plans for exploration on the Lorrain claims group, and therefore the Company recorded impairment related to these claims of $503,516, which was the full amount previously capitalized for the Lorrain claims group under the Cluster Project. The Company also entered into an agreement to sell certain remaining claims included in the Lorrain claims group; however, as the completion of the sale was uncertain, no value was ascribed to these claims. During the year ended April 30, 2025, the Company identified renewed potential with the Lorrain claims group and plans to resume exploration, however, no value has been capitalized in connection with the Lorrain claims group.

During the year ended April 30, 2025, the Company decided not to explore the Golden Valley claims under the Cluster Project. As the Company does not intend to renew the claims and conduct further exploration on the Golden Valley claims, an impairment charge of $48,799 was recorded, representing the full amount previously capitalized for the Golden Valley claims group under the Cluster Project.

McKenzie East Project

On November 12, 2019, the Company entered into a share purchase agreement to purchase 100% of the outstanding shares of Golda Resources Inc. ("Golda"). At the time of acquisition, Golda held a 100% interest in the mineral property called the McKenzie East Project, located in Quebec. As consideration, the Company issued 550,000 common shares to the owners of Golda and paid $15,000 cash to a third-party consultant

As at April 30, 2025, the project is still at an early exploration stage. The Company has incurred the following exploration expenditures during the years ended April 30, 2025 and 2024:

	McKenzie East Project
	$
Balance, April 30, 2023	**328,625**
Exploration costs for the year	16,352
Balance, April 30, 2024 and 2025 and July 31, 2025	**344,977**

(Expressed in Canadian Dollars) UNAUDITED

5. EXPLORATION AND EVALUATION ASSETS *(continued)*

Pegalith Project

On February 2, 2023, the Company entered into a share purchase agreement (the "Share Purchase Agreement") with shareholders of 1394627 B.C. Ltd. ("1394627") under which the Company acquired all of 1394627's issued and outstanding common shares. 1394627 was the registered holder of 11 mineral exploration claims located in the Quebec lithium district, 25 kilometres north of Gatineau, Quebec.
As at April 30, 2025, the project is still at an early exploration stage. The Company has incurred the following acquisition and exploration expenditures during the years ended April 30, 2025 and 2024:

	Pegalith Project
	$
Balance, April 30, 2023	**820,538**
Exploration costs for the year	23,635
Balance, April 30, 2024	**844,173**
Impairment during the year	(844,172)
Balance, April 30,2025 and July 31, 2025	**1**

During the year ended April 30, 2025, the Company decided to discontinue exploration of mineral tenures associated with the portfolio of the Pegalith Project. Given that the Company has no plans to undertake additional exploration activities on the Pegalith Project, the Company recognized an impairment of $844,172, bringing the carrying value of Pegalith Project down to a nominal value.

Pontax Project

On July 20, 2023, the Company entered into a share purchase agreement with the shareholders of 1412814 B.C. Ltd. ("1412814") under which the Company acquired 100% of the issued and outstanding common shares of 1412814, which owns 101 claims in the Pontax River Area of the James Bay Region of Quebec. As consideration, the Company issued 5,800,000 common shares of the Company to the shareholders of 1412814.

The acquisition of 1412814 did not constitute a business combination, as 1412814 did not meet the definition of a business, and therefore has been accounted for as an asset purchase of mineral property interests, with the total consideration being allocated to the mineral property claims.

One of the majority shareholders of 1412814 is a related party to the Company, and therefore the transaction with 1412814 is a non-arm's length transaction.

The following table summarizes the fair value of the total consideration paid and the aggregate fair value of identified assets acquired and liabilities assumed:

Purchase price	**$**
5,800,000 common shares of the Company issued ($0.035 per share)	203,000
Cash paid	11,498
	214,498
Net assets acquired	
Exploration and evaluation assets	$214,498

(Expressed in Canadian Dollars) UNAUDITED

5. EXPLORATION AND EVALUATION ASSETS *(continued)*

Pontax Project (continued)

As at April 30, 2025, the project is still at an early exploration stage. The Company has incurred the following acquisition and exploration expenditures during the year ended April 30, 2025:

	Pontax Project
	$
Balance, April 30, 2023	**-**
Acquisition costs for the year	214,498
Exploration costs for the year	13,950
Balance, April 30, 2024	**228,448**
Impairment during the year	(228,447)
Balance , April 30,2025 and July 31, 2025	**1**

During the year ended April 30, 2025, the Company recorded an impairment on the Pontax Project. The impairment reflects the absence of exploration or evaluation expenditures during the year, declining lithium market prices, and management's indication that activities on the property will be deferred until the lithium market conditions improve. Furthermore, the title to the claims have also not been transferred to the Company's name. Based on these factors, management believes that the carrying amount of the property is not recoverable, and the carrying value has been written down to a nominal value.

Versant, Hector, and Gamart Claims

During the year ended April 30, 2025 there were no exploration activities. The claims were staked at a cost of $6.233.

Matane Hydrogen Project

On January 29, 2025, the Company entered into an acquisition agreement and on January 31, 2025, Company entered into amended and restated acquisition agreement to acquire a 100% interest in the Matane Hydrogen Project in the lower St. Lawrence region in Quebec from Silice Charlevoix Inc. and six Beneficial Owners (Zadkiel Holdings Inc., 2703614 Ontario Ltd., Jackson Invwentash, Sheldon Inwentash, Petris Chrisovalandis and Pericles Theoharis). The Company is required to pay $25,000 (paid subsequently) and issue 6,000,000 (issued) common shares to the vendors for the acquisition. The fair value of the shares issued was $480,000.

As at April 30, 2025, the project is still at an early exploration stage. The Company has incurred the following acquisition cost during the year ended April 30, 2025:

	Matane Hydorgen Project
	$
Balance, April 30, 2024	**-**
Acquisition cost during the year	15,000
Balance , April 30,2025	**15,000**
Additions	410,000
Balance July 31, 2025	**425,000**

(Expressed in Canadian Dollars) UNAUDITED

5. EXPLORATION AND EVALUATION ASSETS *(continued)*

Colchester Project

On April 3, 2025 and as amended on May 2, 2025, the Company entered into an agreement to acquire a 100% interest in 559 mineral claims in Nova Scotia from 2653438 Ontario Inc. and four Beneficial Owners (Zadkiel Holdings Inc., 2703614 Ontario Ltd., Adrian Kumar, and Pericles Theoharis).

As consideration, Company will issue 8,000,000 common shares to the Sellers and make a non-refundable cash payment of $25,000 (paid $15,000 during the year and $10,000 subsequently).

The transaction was subject to regulatory approval, which was obtained subsequent to the year ended April 30, 2025, and the Company completed acquisition of the Colchester project on May 16, 2025 by issuing 8,000,000 common shares. As at April 30, 2025, the Company has capitalized the $15,000 deposit paid within the exploration and evaluation assets.

	Matane Hydorgen Project
	$
Balance, April 30, 2024	**-**
Acquisition cost during the year	15,000
Balance , April 30,2025	**15,000**
Additions	410,000
Balance July 31, 2025	**425,000**

Environmental

The Company is subject to the laws and regulations relating to environmental matters in all jurisdictions in which it operates. The Company conducts its mineral exploration activities in compliance with applicable environmental protection legislation. The Company is not aware of any existing environmental problems related to any of its current or former properties that may result in material liability to the Company.

Environmental legislation is becoming increasingly stringent and the expenses of regulatory compliance are increasing. The impact of new and future environmental legislation on the Company’s operations may cause additional expenses and restrictions.

If the restrictions adversely affect the scope of exploration and development on the mineral properties, the potential for production on the property may be diminished or negated.

6. SHARE CAPITAL

a) Authorized:

The Company is authorized to issue an unlimited number of common shares without par value.

b) Escrow Shares:

There are no common shares hold in escrow as at July 31, 2024.

c) Issued and Outstanding:

As at July 31, 2025 there were 83,990,828 common shares issued and outstanding.

During the period ended July 31, 2025:

On May 9, 2025, the Company completed a private placement for 4,000,000 flow through units at $0.05 per unit. Each unit consists of one flow-through common share and one share purchase warrant. Each warrant will entitle the holder to purchase an additional common share at a price of $0.07 per share for a three-year term. of The Company paid a finders fee of $20,000 in connection with the placement.

On May 16, 2025 the Company issued 8,000,000 common shares at a deemed price of $0.05 to acquire the Colchester project.

On July 17, 2025, the Company completed a private placement for 7,950,000 flow through units at $0.05 per unit. Each unit consists of one flow-through common share and one share purchase warrant. Each warrant will entitle the holder to purchase an additional common share at a price of $0.07 per share for a three-year term.. The Company paid a finders fee of $52,250 in connection withthe placement.

On July 17, 2025, the Company issued 5,762,500 common shares to settle liabilities totaling $288,125.

(Expressed in Canadian Dollars) UNAUDITED

7. SHARE CAPITAL *(continued)*

b) Issued and outstanding (continued)

During the period ended July 31, 2024:

On June 12, 2024 the Company issued 9,300,000 flow-through units at $0.02 per unit. Each unit consists of one flow-through common share and one half of one share purchase warrant. Each warrant units entitles the holder to purchase one additional share at $0.05 per share for a period of two years from the closing The Company paid a paid a finders fee of $3,000 in cash and granted 50,000 finders warrants in connection with the private placement.

On July 09, 2024 the Company issued 7,933,332 flow-through units at $0.015 per unit. Each unit consists of one flow-through common share and one half of one share purchase warrant. Each warrant units entitles the holder to purchase one additional share at $0.05 per share for a period of two years from the closing. The Company paid a paid a finders fee of $12,500 in cash and granted 183,333 finders warrants in connection with the private placement.

d) Options

The changes in options during the period ended July 31, 2025 are summarized as follows:

	Number of Options	Weighted Average Exercise Price
Balance April 30, 2023 and 2024	**512,500**	**$ 0.70**
Granted	4,529,649	$ 0.08
Expired	(512,500)	$ (0.70)
Balance April 30, 2024 and July 31, 2024	**4,529,649**	**$ 0.08**

A summary of options outstanding at July 31, 2025 is as follows:

Expiry Date	Weighted Average Remaining Contractual Life in Years	Exercise Price	Options Issued and Exercisable
November 20, 2026	0.51	$0.04	2,200,000
January 6, 2027	0.08	$0.02	881,000
March 19, 2027	0.35	$0.02	1,448,649
		$0.08	4,529,649

(Expressed in Canadian Dollars) UNAUDITED

5. SHARE CAPITAL (continued)

The following assumptions were used for the Black-Scholes valuation of stock options granted during the year ended April 30, 2025:

	2025
Share price	\$0.07 - \$0.09
Exercise price	\$0.07 - \$0.09
Risk-free interest rate	2.49% – 3.21%
Expected life of options	2 years
Dividend rate	0.00%
Annualized volatility	222% - 229%

Volatility was based on historical stock prices of comparable public companies. The fair value per option granted is \$0.08.

e) Warrants

	Number of Warrants	Weighted Average Exercise Price
Balance April 30, 2023	**2,645,194**	**\$3.10**
Granted	1,730,450	\$0.70
Expired	(262,375)	\$(5.80)
Balance April 30, 2024	**4,113,269**	**\$1.90**
Granted	16,866,066	\$0.12
Expired	(1,820,831)	\$(1.20)
Balance, July 31, 2024	**19,158,504**	**\$0.38**
Granted	11,950,000	\$0.07
Expired	(104,494)	\$(0.03)
Balance, July 31, 2025	**31,004,010**	**\$0.26**

(Expressed in Canadian Dollars) UNAUDITED

6. SHARE CAPITAL *(continued)*

e) Warrants (continued)

A summary of warrants outstanding at July 31, 2025 is as follows:

Expiry Date	Exercise Price	Warrants issued and exercisable
August 13, 2025	$0.01	32,616
September 23, 2025	$0.06	122,694
September 23, 2025	$0.13	300,036
September 23, 2025	$0.00	437
September 23, 2025	$0.00	1,710
October 4, 2025	$0.00	399,750
October 12, 2025	$0.00	56,700
December 6, 2025	$0.02	688,750
December 28, 2025	$0.02	317,750
February 22, 2026	$0.01	267,500
June 12, 2026	$0.00	516,500
July 9, 2026	$0.00	402,167
November 18, 2026	$0.01	3,300,000
December 19, 2026	$0.03	4,425,000
February 28, 2027	$0.03	4,819,067
March 19,2027	$0.02	3,403,333
May 9, 2028	$0.07	4,000,000
July 17, 2028	$0.07	7,950,000
		31,004,010

7. RELATED PARTY BALANCES AND TRANSACTIONS

Parties are considered to be related if one party has the ability, directly or indirectly, to control the other party or exercise significant influence over the other party in making financial and operating decisions. Related parties may be individuals or corporate entities. A transaction is considered to be a related party transaction when there is a transfer of resources or obligations between related parties.

The following amounts are due to related parties and have been included in accounts payable and accrued liabilities:

	July 31, 2025	**April 30, 2025**
	$	$
Accounts payable and accrued liabilities	Nil	Nil

The amounts are due to a company controlled by the Chief Executive Officer ("CEO") of the Company. The amounts are non-interest bearing, unsecured and are due upon demand.

7. RELATED PARTY BALANCES AND TRANSACTIONS (continued)

The Company had the following related party transactions for the three month period ended:

	July 31, 2025	**July 31, 2024**
	$	$
Management fees	60,000	60,000

Key management includes directors and key officers of the Company, including the President, CEO and Chief Financial Officer. Management fees were provided by a company owned or controlled by the CEO.

8. MANAGEMENT OF CAPITAL

The Company's objectives when managing capital are to safeguard the Company's ability to continue as a going concern in order to pursue the sourcing and exploration of its resource property. The Company does not have any externally imposed capital requirements to which it is subject.

The Company considers the aggregate of its share capital, contributed surplus and deficit as capital. 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 attempt to issue new shares or dispose of assets or adjust the amount of cash.

9. FINANCIAL INSTRUMENTS AND FINANCIAL RISK

International Financial Reporting Standards 7, *Financial Instruments: Disclosures*, establishes a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

Level 1 - quoted prices (unadjusted) in active markets for identical assets or liabilities;

Level 2 - inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices); and

Level 3 - inputs for the asset or liability that are not based on observable market data (unobservable inputs).

9. FINANCIAL INSTRUMENTS AND FINANCIAL RISK (continued)

Fair Value of Financial Instruments

The Company's financial assets include cash and are classified as Level 1. The carrying value of these instruments approximates their fair values due to the relatively short periods of maturity of these instruments.

Assets measured at fair value on a recurring basis were presented on the Company's statements of financial position as at July 31, 2025 are as follows:

	Fair Value Measurements Using			
	Quoted Prices in Active Markets For Identical Instruments (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)	Total
	$	$	$	$
Cash	10,954	–	–	10,954

Fair value

The fair value of the Company's financial instruments approximates their carrying value as at July 31, 2025 because of the demand nature or short-term maturity of these instruments.

Financial risk management objectives and policies

The Company's financial instruments include cash and accounts payable. The risks associated with these financial instruments and the policies on how to mitigate these risks are set out below. Management manages and monitors these exposures to ensure appropriate measures are implemented on a timely and effective manner.

(i) *Currency risk*

The Company's expenses are denominated in Canadian dollars. The Company's corporate office is based in Canada and current exposure to exchange rate fluctuations is minimal.

The Company does not have any significant foreign currency denominated monetary liabilities. The principal business of the Company is the identification and evaluation of assets or a business and once identified or evaluated, to negotiate an acquisition or participation in a business subject to receipt of shareholder approval and acceptance by regulatory authorities.

(ii) *Interest rate risk*

The Company is exposed to interest rate risk on the variable rate of interest earned on bank deposits. The fair value interest rate risk on bank deposits is insignificant as the deposits are short-term.

The Company has not entered into any derivative instruments to manage interest rate fluctuations.

(iii) *Credit risk*

Credit risk is the risk of loss associated with the counterparty's inability to fulfill its payment obligations. Financial instruments that potentially subject the Company to concentrations of credit risks consist principally of cash. To minimize the credit risk the Company places these instruments with a high quality financial institution.

9. FINANCIAL INSTRUMENTS AND FINANCIAL RISK (continued)

(iv) *Liquidity risk*

In the management of liquidity risk of the Company, the Company maintains a balance between continuity of funding and the flexibility through the use of borrowings. Management closely monitors the liquidity position and expects to have adequate sources of funding to finance the Company's projects and operations.

10. SUBSEQUENT EVENT

On August 7, 2025 the Company granted 950,000 stock options to directors and employee, to acquire 950,000 common shares at $0.05 per share to August 27, 2028.

On August 8, 2025 the Company issued 5,700,000 flow-through unit at $0.05 per unit. Each unit consists of one common share and one purchase warrant entitles the holder to acquire one additional share at $0.07 per share for period of three years.

Subsequent to July 31, 2025 425,000 warrants were exercised to net the Company $30,500.