CAPELLA MINERALS LIMITED

CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

AUGUST 31, 2026

(Expressed in Canadian Dollars)

NOTICE TO READER

The accompanying unaudited condensed interim consolidated financial statements have been prepared by and are the responsibility of the management of Capella Minerals Limited. Capella Minerals Limited's independent auditor has not performed a review of these unaudited condensed interim consolidated financial statements in accordance with the standards established by the Chartered Professional Accountants of Canada for a review of condensed interim financial statements by an entity's auditor.

Capella Minerals Limited
Condensed Interim Consolidated Statements of Financial Position
Unaudited
Expressed in Canadian Dollars
As at

	Note	August 31, 2026 $	May 31, 2026 $
ASSETS			
Current			
Cash		**187,988**	**418,548**
Receivables and deposits	3	**225,535**	**236,234**
Prepaid expenses		**20,840**	**54,436**
		434,363	**709,218**
Non-current			
Exploration and evaluation assets	6	**566,567**	**618,187**
Investment	5	**2,305**	**3,120**
		568,872	**621,307**
TOTAL ASSETS		**1,003,235**	**1,330,525**
LIABILITIES			
Current			
Accounts payable, accrued & other liabilities	4	**909,717**	**853,453**
Convertible promissory note	7	**130,870**	**129,014**
Unacquitted earn-in liability	6	**36,589**	**14,794**
		1,077,176	**997,261**
TOTAL LIABILITIES		**1,077,176**	**997,261**
EQUITY (DEFICIENCY)			
Share capital	8	**25,784,488**	**25,784,488**
Reserves – warrants	8	**516,817**	**516,817**
Reserves – options	8	**2,295,411**	**2,281,502**
Reserves – foreign currency translation		**43,294**	**27,619**
Accumulated deficit		**(28,773,613)**	**(28,360,697)**
		(133,603)	**249,729**
Non-controlling interests		**59,662**	**83,535**
TOTAL EQUITY (DEFICIENCY)		**(73,941)**	**333,264**
TOTAL LIABILITIES AND EQUITY (DEFICIENCY)		**1,003,235**	**1,330,525**

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APPROVED ON

BEHALF OF THE BOARD ON OCTOBER 30, 2026:

Eric Roth	*Glen Parsons*
Director	Director

Capella Minerals Limited
Condensed Interim Consolidated Statements of Loss and Comprehensive Loss
Unaudited
Expressed in Canadian Dollars
For the three months ended

		August 31, 2026 $	August 31, 2025 $
General and administrative expenses			
Management and administrative fees		**(245,810)**	(146,902)
Share-based payments	8	**(13,909)**	-
Professional fees		**(19,827)**	-
Shareholder information and meetings		**(19,030)**	(3,050)
Office and general		**(11,052)**	(8,684)
Travel		**(11,013)**	(4,369)
Regulatory and transfer agent fees		**(7,979)**	(10,793)
		(328,620)	(173,798)
Provision for impairment – deferred exploration & evaluation costs	6	**(51,900)**	-
General exploration costs	6	**(28,953)**	(4,380)
Interest	7	**(2,533)**	(4,151)
Foreign exchange (loss)/gain		**(820)**	7,971
Unrealized gain/(loss) on financial assets	5	**(815)**	68,241
Gain on earn in arrangement		**-**	68,564
Loss on sale of financial assets		**-**	(31,745)
Interest income		**725**	-
Loss for the period		**(412,916)**	**(69,298)**
Other comprehensive income (loss)			
Foreign currency translation		**15,675**	11,537
Comprehensive loss for the period		**(397,241)**	**(57,761)**
Total loss attributable to:			
Owners of the company		**(410,803)**	(68,004)
Non-controlling interests		**(2,113)**	(1,294)
		(412,916)	**(69,298)**
Total comprehensive loss attributable to:			
Owners of the company		**(403,229)**	(62,287)
Non-controlling interests		**5,988**	4,526
		(397,241)	**(57,761)**
Loss per share – basic and diluted $		**(0.01)**	0.0
Weighted average number of shares outstanding		**75,986,316**	40,369,880

- See accompanying notes to the condensed interim consolidated financial statements-

Capella Minerals Limited
Condensed Interim Consolidated Statements of Cash Flows
Unaudited
Expressed in Canadian Dollars
For the three months ended

	Note	August 31, 2026 $	August 31, 2025 $
Cash provided by (used in):			
Operating activities			
Loss for the period		**(412,916)**	(69,298)
Items not affecting cash:			
Provision for impairment exploration and evaluation costs	6	**51,900**	-
Share-based payments	8	**13,909**	-
Realised loss on sale of financial assets	5	**-**	31,745
Interest	7	**2,533**	4,151
Unrealized movement on financial asset	5	**815**	(68,241)
Foreign exchange		**-**	(7,971)
Changes in non-cash working capital	11	**171,473**	64,996
		(172,286)	(44,618)
Investing activities			
Proceeds from earn in agreement	6	**308,265**	68,564
Net proceeds from sale of financial assets	5	**-**	24,015
Exploration and evaluation costs		**(366,359)**	(6,287)
Payment for acquisition- anniversary payment (Cullen)	6	**-**	(34,203)
		(58,094)	52,089
Change in cash		**(230,380)**	7,471
Effect of fluctuations in exchange rates on cash		**(180)**	(1,029)
Cash – beginning of period		**418,548**	33,629
Cash – end of period		**187,988**	40,071

Refer to Note 11 for supplemental cash flow information

There were no financing activities during the three months ended August 31, 2026 and 2025

Capella Minerals Limited
Condensed Interim Consolidated Statement of Changes in Equity (Deficiency)
Expressed in Canadian Dollars
Unaudited
For the three months ended August 31, 2026

	Share capital (Number of Shares)	Share Capital (Amount)	Reserves – Warrants	Reserves – Options	Reserves- Foreign Currency Translation	Accumulated Deficit	Sub total	Non-controlling interests	Total
		$	$	$	$	$	$	$	$
May 31, 2025	**39,497,532**	**23,776,512**	**495,697**	**2,062,684**	**(86,230)**	**(26,736,171)**	**(487,508)**	**98,613**	**(388,895)**
Loss for the period	-	-	-	-	-	(69,298)	(69,298)	-	(69,298)
Foreign currency translation	-	-	-	-	11,537	-	11,537	-	11,537
Movement in non-controlling interest	-	-	-	-	-	-	-	4,526	4,526
Issue of shares	2,112,000	84,479	-	-	-	-	84,479	-	84,479
Issue of warrants	-	-	21,120	-	-	-	21,120	-	21,120
August 31, 2025	**41,609,532**	**23,860,991**	**516,817**	**2,062,684**	**(74,693)**	**(26,805,469)**	**(439,670)**	**103,139**	**(336,531)**
Loss for the period	-	-	-	-	-	(1,555,228)	(1,555,228)	-	(1,555,228)
Issue of shares- private placement	30,000,000	1,500,001	-	-	-	-	1,500,001	-	1,500,001
Issue of shares- shares for debt	3,381,484	338,148	-	-	-	-	338,148	-	338,148
Issue of shares- promissory note	995,300	99,530	-	-	-	-	99,530	-	99,530
Share-based payments	-	-	-	218,818	-	-	218,818	-	218,818
Share issue costs	-	(14,182)	-	-	-	-	(14,182)	-	(14,182)
Foreign currency translation	-	-	-	-	102,312	-	102,312	-	102,312
Movement in non-controlling interest	-	-	-	-	-	-	-	(19,604)	(19,604)
May 31, 2026	**75,986,316**	**25,784,488**	**516,817**	**2,281,502**	**27,619**	**(28,360,697)**	**249,729**	**83,535**	**333,264**
Loss for the period	-	-	-	-	-	(412,916)	(412,916)	-	(412,916)
Share-based payments	-	-	-	13,909	-	-	13,909	-	13,909
Foreign currency translation	-	-	-	-	15,675	-	15,675	-	15,675
Movement in non-controlling interest- change in equity interest	-	-	-	-	-	-	-	(29,861)	(29,861)
Movement in non-controlling interest	-	-	-	-	-	-	-	5,988	5,988
August 31, 2026	**75,986,316**	**25,784,488**	**516,817**	**2,295,411**	**43,294**	**(28,773,613)**	**(133,603)**	**59,662**	**(73,941)**

- See accompanying notes to the condensed interim consolidated financial statements-

1. Nature of Operations and Going Concern

Capella Minerals Limited (the "Company" or "Capella") is incorporated under the laws of the Province of British Columbia, Canada. The Company's corporate office and registered address and records office being located at 8681 Clay Street, Mission, British Columbia.

The Company engages primarily in the acquisition, exploration and development of precious and base metal projects to own, sell or joint venture with a current focus in Scandinavia (specifically copper (cobalt-zinc) projects in central Norway and copper-gold projects in northern Finland) and Spain.

These condensed interim consolidated financial statements for the three months ended August 31, 2026 have been prepared on the assumption that the Company is a going concern, meaning that it will continue in operation for the foreseeable future and will be able to realize assets and discharge liabilities in the normal course of operations. The Company has incurred an accumulated deficit of $28,773,613 at August 31, 2026 and has no current source of revenue. The Company's continuation as a going concern is dependent on its ability to attain profitable operations and generate funds therefrom and/or raise funds sufficient to meet current and future obligations and exploration expenditure. The Company currently does not have sufficient funds and must obtain additional funding to continue its operations.

There can be no assurances that management's future plans for the Company will be successful. The Company requires additional financing in order to fund working capital requirements and conduct additional acquisitions, exploration and evaluation of mineral properties. While the Company has been successful in securing financings in the past, there is no assurance that it will be able to obtain adequate financing in the future or that such financing will be available on acceptable terms. These material uncertainties may cast significant doubt upon the Company's ability to continue as a going concern. These financial statements do not include any adjustments to the recoverability and classification of assets and liabilities that might be necessary, should the Company be unable to continue as a going concern.

2. Basis of Presentation

These condensed interim consolidated financial statements for the three months ended August 31, 2026, and August 31, 2025 ("interim financial statements") have been prepared in accordance with IAS 34 Interim Financial Reporting. These interim financial statements do not include certain information and disclosures normally included in annual financial statements prepared in accordance with IFRS Accounting Standards ("IFRS") and should be read in conjunction with the Company's annual financial statements for the year ended May 31, 2026, which were prepared in accordance with IFRS Accounting Standards ("IFRS") as issued by the International Accounting Standards Board ("IASB").

Historical cost

These condensed interim consolidated financial statements have been prepared on a historical cost basis except for certain financial instruments measured at fair value. These financial statements have been prepared using the accrual method for cash flow transactions.

Approval

These interim consolidated financial statements of the Company and its subsidiaries for the three months ended August 31, 2026, were approved and authorized for issue by the Board of Directors on October 30, 2026.

Principles of Consolidation

The interim condensed consolidated financial statements include the accounts of the Company and its controlled entities as follows:

Entity	Country of Incorporation	Ownership	Functional Currency
NDR Guernsey Limited	Guernsey	100%	Canadian dollar
Dimension Resources (USA) Inc.	U.S.A.	100%	Canadian dollar
Capella Minerals Norway AS	Norway	100%	Norwegian kroner
Cullen Finland Oy	Finland	80%	Euro
Eurolithium Oy	Finland	100%	Euro

Final liquidation of the Company's Swedish subsidiary, Capella Minerals Sweden AB, was completed on August 25, 2026.

2. Basis of Presentation- continued

Significant Accounting Estimates and Judgments

The preparation of the condensed consolidated financial statements in conformity with IFRS requires management to make certain estimates, judgments and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and the reported revenues and expenses during the period.

Although management uses historical experiences and its best knowledge of the amount, events or actions to form the basis for judgments and estimates, actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimate is revised, if the revision affects only that period or in the period of the revision and further periods if the revision affects both current and future periods.

The most significant accounts that require estimates and judgements as the basis for determining the stated amounts include the valuation of exploration and evaluation assets, the valuation of share-based payments, non-cash transaction and functional currency.

Significant estimates and critical judgments exercised in applying accounting policies that have the most significant effect on the amounts recognized in the consolidated financial statements are as follows:

(i) Economic recoverability and probability of future benefits of exploration and evaluation costs

Management has determined that exploration, evaluation and related costs incurred which were capitalized may have future economic benefits and may be economically recoverable. Management uses several criteria in its assessments of economic recoverability and probability of future economic benefits including geologic and other technical information, history of conversion of mineral deposits with similar characteristics to its own properties to proven and probable mineral reserves, the quality and capacity of existing infrastructure facilities, evaluation of permitting and environmental issues and local support for the project.

(ii) Valuation of share-based payments

The determination of the fair value of stock options or warrants using stock pricing models requires the input of highly subjective variables, including expected price volatility. Wide fluctuations in the variables could materially affect the fair value estimate; therefore, the existing models do not necessarily provide a reliable single measure of the fair value of the Company's stock options and warrants. Option pricing models require the input of subjective assumptions including expected price volatility, interest rates and forfeiture rate. Changes in the input assumptions can materially affect the fair value estimate and Company's earnings and equity reserves.

(iii) Income taxes

In assessing the probability of realizing income tax assets, management makes estimates related to expectations of future taxable income, applicable tax opportunities, expected timing of reversals of existing temporary differences and the likelihood that tax positions taken will be sustained upon examination by applicable tax authorities. In making its assessments, management gives additional weight to positive and negative evidence that can be objectively verified.

(iv) Non-cash transactions

Generally, the valuation of non-cash transactions is based on the value of the goods or services received. When this cannot be determined, it is based on the fair value of non-cash consideration. When non-cash transactions are entered into with employees and those providing similar services, the non-cash transactions are measured at the fair value of the consideration given up using market prices.

(v) Functional currency

The Company has evaluated the economic environment in which its entities operate in and determined that the functional currency of its incorporated entities; Capella Minerals Norway AS is the Norwegian kroner and Cullen Finland Oy and Eurolithium Oy have been determined to be the Euro. The functional currency of its other entities, including the parent is the Canadian dollar.

(vi) Farm-outs — in the exploration and evaluation phase

The Group does not record any expenditure made by the farmee on its account. It also does not recognize any gain or loss on its exploration and evaluation farm-out arrangements but redesignates any costs previously capitalized in relation to the whole interest as relating to the partial interest retained. Any consideration received directly from the farmee is credited against costs previously capitalized in relation to the whole interest with any excess accounted for by the Company as a gain on disposal.

3. Receivables

	August 31, 2026	May 31, 2026
	$	$
HST/GST receivable	74,039	84,697
Other receivables	672	770
Deposit (i) & (ii)	150,824	150,767
	225,535	**236,234**

(i) The Company has recorded $49,293 in deposits in Norway using Tümad earn-in funds. Refer to Note 6 for further details

(ii) As at August 31, 2026, the Company recorded a refundable deposit of $101,531 related to the Solana Project in Spain as part of its earn-in into the project.

4. Accounts payable, accrued & other liabilities

	August 31, 2026	May 31, 2026
	$	$
Accounts payable & other liabilities	485,378	416,057
Accrued liabilities	424,339	437,396
	909,717	**853,453**

5. Financial Instruments

Categories of financial instruments

	August 31, 2026	May 31, 2026
	$	$
Financial assets		
Fair value through profit or loss ("FVTPL")		
Investments	2,305	3,120
Amortized Cost		
Cash	187,988	418,548
Receivables	225,535	236,234
	415,828	**657,902**
Financial liabilities		
Amortized cost		
Accounts payable, accrued & other liabilities	909,717	853,453
Convertible promissory note	130,870	129,014
	1,040,587	**982,467**

As at August 31, 2026, the Company had 17,330 Grit Metals shares valued at $2,305 included in investments and recognized an unrealized loss of $815 during the three months ending August 31, 2026. No shares have been sold in the three months ended August 31, 2026.

During the three months ended August 31, 2025, the Company sold a total of 236,500 Grit Metal Corp ("Grit Metals" previously European Energy) shares for gross proceeds of $25,250 and incurred fees of $155 recognizing a realized loss of $31,745 in the three months ending August 31, 2025. The Company recognized a receivable of $1,080 as August 31, 2025 related to the sale of Grit Metals shares sold during the period. As at August 31, 2025, the Company had 460,330 Grit Metals shares valued at $20,812 included in investments including a unrealized gain of $8,848 in the three months ending August 31, 2025. The Grit Metals shares held were subject to three staged periods which are removed starting September 18, 2024.

At August 31, 2025 the Company held 3,500,000 common shares of Teako Minerals Corp ("Teako") the shares were valued at $192,500. The Company recognized a discount of $20,625 on the shares held for lack of marketability due to the staged hold periods. The Company unwound $6,893 of recognized discount in the three months ending August 31, 2025 being the third and final hold period which expired during the three months ended August 31, 2025. The Company recognized an unrealized gain of $52,500 on its Teako shareholding during the three months ending August 31, 2025.

5. Financial Instruments (continued)

During the year ended May 31, 2026, the Company:

(i) Sold a total of 679,500 Grit Metal Corp. ("Grit Metals" previously European Energy) shares for gross proceeds of $80,910 and incurred fees of $635, resulting a realized loss of $82,845. As at May 31, 2026, the Company had 17,330 Grit Metals shares valued at $3,120 included in investments and recognized an unrealized gain of $86,065 during the year.

The Grit Metals shares held were subject to three staged periods which are removed starting September 18, 2024. The Company recognized a discount of $39,600 on the shares held for lack of marketability due to the staged hold periods. The discount for lack of marketability is based on a Finnerty model for each of the three staged hold periods. The key inputs used in the model are the holding period and volatility over that period. The holding period was 4 months with a volatility of 125%. The Company recognized a reversal of $11,410 of the discount during the year, as the third and final hold period expired.

(ii) Sold a total of 3,500,000 Teako Minerals Corp. ("Teako") shares for gross proceeds of $175,000 and incurred fees of $667, resulting a realized loss of $18,168. At May 31, 2026 the Company had no Teako shares included in investments and recognized an unrealized gain of $52,500 during the year.

The Teako shares were subject to three staged hold periods which were removed starting December 29, 2024. The Company recognized a discount of $20,625 on the shares held for lack of marketability due to the staged hold periods. The discount for lack of marketability is based on a Finnerty model for each of the three staged hold periods and were removed in full prior to their sale of the shares. The key inputs used in the model are the holding period and volatility over that period. The holding period was 4 months with a volatility of 125%. The Company recognized a reversal of $6,894 of the discount during the year, as the third and final hold period which expired.

Fair value of financial instruments

Financial instruments measured at fair value are classified into one of three levels in the fair value hierarchy according to the relative reliability of the inputs used to estimate the fair values. The three levels of the fair value hierarchy are:

Level 1 – Unadjusted quoted prices in active markets for identical assets or liabilities.
Level 2 – Inputs other than quoted prices that are observable for the asset or liability either directly or indirectly; and
Level 3 – Inputs that are not based on observable market data.

The Company's classifications of financial instruments within the fair value hierarchy are summarized below:

	August 31, 2026	May 31, 2026
	$	$
Financial Assets		
Level 1		
Quoted shares	2,305	3,120

The carrying value of cash, receivables, and accounts payable, accrued and other liabilities and convertible promissory note approximate their fair value due to their nature and market-based interest rates.

Financial Risk Management

The Company's financial instruments are exposed to certain financial risks. The risk exposures and the impact on the Company's financial instruments are summarized below.

a) Currency Risk

The Company is primarily exposed to currency fluctuations relative to the Canadian dollar through expenditures that are predominantly denominated in US dollars, Norwegian kroner, Australian dollar and Euro. Also, the Company is exposed to the impact of currency fluctuations on its monetary assets and liabilities.

The Company is exposed to foreign currency risk through the following financial assets and liabilities denominated in currencies other than Canadian dollars:

5. Financial Instruments (continued)

May 31, 2026	Cash $	Receivables $	Accounts payable and accrued liabilities $	Promissory Note $
US dollars	3,554	-	(63,832)	(129,014)
Swedish kroner	2,886	17	(6,427)	-
Euro	47,477	79,424	(135,136)	-
Australian dollars	865	-	(130,939)	-
Norwegian kroner	114	-	(84,272)	-
Great Britain pounds	634	-	(929)	-

August 31, 2026	Cash $	Receivables $	Accounts payable and accrued liabilities $	Promissory Note $
US dollars	3,564	-	(13,377)	(130,870)
Swedish kroner	-	-	-	-
Euro	40,820	62,705	(106,048)	-
Australian dollars	867	-	(132,223)	-
Norwegian kroner	3,512	-	(85,621)	-
Great Britain pounds	641	-	(5,628)	-

At August 31, 2026 with other variables unchanged a +/- 10% change in exchange rates would decrease/increase comprehensive loss by $36,166 (2025: $87,954).

b) Interest rate and credit risk

Interest risk is the risk that the value of assets and liabilities will change when the related interest rates change. The Company is not currently exposed to interest rate risk. The Company's current financial assets and financial liabilities are not significantly exposed to interest rate risk because either they are of a short-term nature, fixed interest rate or because they are non-interest bearing. The Company has a positive cash balance. The Company has no significant concentrations of credit risk arising from operations. The Company's current policy is to invest excess cash in investment-grade short-term deposit certificates issued by reputable financial institutions with which it keeps its bank accounts and management believes the risk of loss to be remote. The Company periodically monitors the investments it makes and is satisfied with the credit ratings of its banks. As at August 31, 2026 and August 31, 2025 the Company did not hold any short-term investments or cash equivalents.

Receivables primarily consist of goods and services tax and taxes due from the governments of Canada, Finland and Norway. Management believes that the credit risk concentration with respect to receivables is limited.

The Company has a promissory note with a rate of 8% per annum being applied to the principal. Refer to Note 7.

c) Liquidity risk

Liquidity requirements and the raising of funds are managed based on expected cash flows to ensure that there is sufficient capital in order to meet short-term obligations. As at August 31, 2026 the Company had cash of $187,988 (May 31, 2026: $418,548) to settle current liabilities of $1,077,176 (May 31, 2026 - $997,261) which includes a promissory note payable to related party of $130,870 and balances to related parties of $484,021.

d) Commodity price risk

The Company's ability to raise capital to fund exploration or development activities is subject to risks associated with fluctuations in the market prices of gold and silver. The Company closely monitors commodity prices to determine the appropriate course of action to be taken by the Company.

5. Financial Instruments (continued)

e) Equity price risk

The Company is exposed to equity price risk for equity investments at fair value through profit and loss. Equity price risk is the risk that the fair value of a financial instrument varies due to equity market changes. The Company's equity investments are exposed to equity price risk since their fair value is determined through the last closing share price on the relevant stock exchange. The Company has no specific strategy to manage the equity price risk.

At August 31, 2026, with other variables unchanged a +/- 10% change of the quoted equity investment value would result in a decrease/increase in pre-tax loss of $230 (2025: $22,472).

6. Exploration and Evaluation Assets

	Løkken, Norway	Hessjogruva, Norway	Northern Finland, Finland	Total
	$	$	$	$
Balance May 31, 2025	**51,900**	**231,880**	**907,983**	**1,191,763**
Acquisition and tenure	-	7,622	-	7,622
Camp, travel, administration and other costs	-	-	-	-
Geologists and data collection	-	-	-	-
Sale of project	-	-	-	-
Provision for impairment /write down of exploration costs	-	-	-	-
Foreign exchange movement	-	1,985	15,803	17,788
Balance August 31, 2025	**51,900**	**241,487**	**923,786**	**1,217,173**
Acquisition and tenure	-	52,230	37,540	89,770
Camp, travel, administration and other costs	-	2,024	30,524	32,548
Geologists and data collection	-	-	1,439,422	1,439,422
Earn-in – initial fee	-	(380,160)	(380,160)	(760,320)
Earn-in recovery	-	(53,994)	(1,507,486)	(1,561,480)
Gain on earn-in arrangement	-	137,009	-	137,009
Foreign exchange movement	-	1,404	22,661	24,065
Balance May 31, 2026	**51,900**	**-**	**566,287**	**618,187**
Acquisition and tenure	-	8,348	47,406	55,754
Camp, travel, administration and other costs	-	-	1,349	1,349
Geologists and data collection	-	-	236,696	236,696
Provision for impairment /write down of exploration costs	(51,900)	-	-	(51,900)
Earn-in recovery	-	(8,348)	(285,451)	(293,799)
Foreign exchange movement	-	-	280	280
Balance August 31, 2026	**-**	**-**	**566,567**	**566,567**

6. Exploration and Evaluation Assets (continued)

SCANDINAVIAN PROJECTS

During the year ended May 31, 2026, Capella signed a definitive agreement ("Definitive Agreement") with a Turkish mining company Tümad Madencilik Sanayi Ve Ticaret A.Ş ("Tümad") with respect to a staged earn-in option for a 30% interest in the Company's portfolio of projects in Norway and Finland. Key terms of the Definitive Agreement are as follows:

- Payment of a non-refundable payment of US50,000 ($68,564 received);
- Signing cash payment of USD 250,000 each for the Norwegian and Finnish projects upon execution of the Definitive Agreement for a total of US500,000 ($691,756 received);
- Work commitments during the first 12 months: USD 2,500,000 in Norway (and including up to 8,000m of drilling) and USD 1,250,000 (including up to 4,000m of drilling) in Finland. After the completion of Year 1, Tümad has the option to either continue investing in exploration (and thereby increasing its interest in the respective project(s)) or reverting to a 1% Net Smelter Royalty on the projects in each country that it decides not to continue with.

Subsequent to the period ended August 31, 2026, the Company amended certain terms of its earn-in arrangements with Tümad in Norway and Finland. With respect to Norway, the Company advises that drill permits have been issued for the Hessjøgruva project and that, in recognition of the delays associated with the granting of these permits, Tümad has been granted an extension to the Year 1 investment commitment milestone (USD 2,500,000) until December 31, 2027. With respect to Finland, the Company noted that Tümad had met their minimum Year 1 investment commitment (USD 1,250,000) but, given the results obtained from diamond drilling at the Killerö E and Killerö W projects, would not continue to Phase 2 of the earn-in agreement. As a result, Tümad's interest in the Finland projects will now revert to a 1% Net Smelter Royalty on any potential future production.

The Company is accounting for this as a farm out arrangement whereby the Company does not record any expenditure made by the farmee on its account. It also does not recognise any gain or loss on its exploration and evaluation farm-out arrangements but redesignates any costs previously capitalised in relation to the whole interest as relating to the partial interest retained. Any consideration received is credited against the carrying value of the asset, with any excess recognised as a gain in profit or loss.

In the three months ended August 31, 2026, the Company received $308,265 in exploration earn-in funding from Tümad Madencilik. Of the earn-in funding received this period, $293,799 has been recognised as exploration and evaluation expenditures.

Earn-in funding received is recognised as a liability until qualifying exploration and evaluation expenditure is incurred. Amounts are applied against exploration and evaluation assets as qualifying costs are incurred. Unacquitted earn-in funds represent amounts received under the earn-in arrangement that have not yet been recognised as exploration and evaluation expenditure. These balances include funding applied to working capital items, such as deposits and prepayments, VAT receivable, accounts payable and other timing differences, which will be recognised as exploration and evaluation expenditure as the underlying costs are incurred or allocated to the project.

Reconciliation of unacquitted earn-in funds balance:

	August 31,2026 $	May 31, 2026 $
Opening balance	14,794	-
Cash received	308,265	2,333,765
Cash received – applied to E&E	-	(760,320)
Earn-in recovery – acquitted to E&E	(293,799)	(1,561,480)
Foreign exchange movements	7,329	2,829
Unacquitted earn-in funds balance	**36,589**	**14,794**

Reconciliation of earn-in recovery:

	August 31,2026 $	May 31, 2026 $
Opening balance	1,561,480	-
Earn-in funds received- E&E	308,265	1,573,445
Unacquitted earn -in funds - movement	(21,795)	(14,794)
Foreign exchange movements	7,329	2,829
Closing earn- in recovery balance	**1,855,279**	**1,561,480**

6. Exploration and Evaluation Assets (continued)

Capella-Cullen Joint Venture (Finland)

Northern Finland Gold-Copper (formerly Aakenus-Katajavaara Copper-Gold Project) (Capella Initial 70% interest)
On August 24, 2021, the Company signed a binding letter of intent with Cullen Resources Ltd. ("Cullen") whereby Capella may earn-in to Cullen's Katajavaara and Aakenus gold-copper projects in the Central Lapland Greenstone Belt ("CLGB") of northern Finland. The holder of the licences is local subsidiary Cullen Finland Oy.

Terms of the agreement are:

- Capella acquired an initial 70% interest in Cullen Finland Oy (Cullen's 100%-owned Finnish subsidiary and registered owner of the Katajavaara and Aakenus gold-copper projects) in return for paying Cullen AUD 50,000 upon the transaction receiving TSX.V Exchange and regulatory approval (the "Closing Date") (completed).
- Capella was required to invest a total of USD 250,000 in exploration expenditures on the two projects over a 24 month period from the Closing Date (completed). Capella may then acquire a further 10% interest in Cullen Oy (for a total 80% interest) in return for a further USD 750,000 investment in the two projects over a 4.5-year period from the Closing Date (completed).
- Cullen will then be free carried at 20% until the completion of a Pre-Feasibility Study ("PFS") on either of the two projects. Thereafter, a standard dilution formula will apply and should a party's direct interest fall to below 10% then they will revert to a 2% Net Smelter Royalty ("NSR") (with 1% being purchasable for USD 1,000,000) (in progress).

In addition, the following cash payments were required to be made to Cullen:

- USD 50,000 upon the first anniversary of the Closing Date (paid)
- USD 75,000 upon the second anniversary of the Closing Date (paid)
- USD 100,000 on the third anniversary of the Closing Date (paid)

The Company paid the balance of the final instalment of USD 50,000 ($68,713) in the year ending May 31, 2026 and has now met all of its requirements in relation to payments to Cullen, with the balance fully extinguished. As at August 31, 2026, the Company completed the requirements to earn in an 80% interest in the CLGB projects and formally registered its increased interest in Cullen Finland Oy to 80% on August 19, 2026.

During the year ended May 31, 2026 Company entered into a farm out arrangement with Tümad. The company recognised earn in recovery of $ $285,451 in relation to the Northern Finland project in the three months ended August 31, 2026.

100% Capella (Norway)

Hessjøgruva, Norway
On April 6, 2022, the Company entered into an Exploration and Exploitation Agreement with Hessjøgruva AS for the acquisition of a 100% interest in the Hessjøgruva copper-zinc-cobalt ("Cu-Zn-Co") project in central Norway.
Capella may acquire a 100% interest in the Hessjøgruva Cu-Zn-Co project in return for:

(i) Capella managing and funding exploration / development activities on the project.
(ii) Capella paying Hessjøgruva AS a one-time amount of Euro 500,000 upon completion of a positive Bankable Feasibility Study.
(iii) Capella providing Hessjøgruva AS with a 2.5% NSR on all future metal production from the project, retaining an option to buy-back 0.5% of this NSR at any time prior to the commencement of commercial production for Euro 1,000,000.
(iv) Capella to cover the cost of annual property payments and basic administration costs.

During the year ended May 31, 2026 Company entered into an earn-in arrangement with Tümad. The company recognised earn in recovery of $8,348 in the three months ended August 31, 2026.

6. Exploration and Evaluation Assets (continued)

Solana Iron Oxide Copper-Gold ("IOCG") (Spain)

On January 15, 2026, the Company signed a binding Letter of Intent ("LOI") with Verde Minerals Ltd ("Verde") with respect to an Earn-In Agreement (the "Agreement") on the Solana Iron Oxide Copper-Gold ("IOCG") project in southern Spain. Subsequent to the period ended August 31, 2026 the Company announced renegotiated terms in relation to the Solana LOI.

Capella will have the option to acquire an initial 75% interest in the Solana project from Verde's 100%-owned Spanish subsidiary Cobre y Oro Andaluz ("CyOA").

Terms of the revised LOI

- Capella will have the option to acquire an initial 75% interest in the Solana project from Verde's 100%-owned Spanish subsidiary Cobre y Oro Andaluz ("CyOA") through the following staged earn-in agreement:
    - Phase I - Capella will have earned-in to an initial 30% interest in the project by completing the minimum exploration commitment (as stipulated by the Andalucia mining authorities) on each granted permit within 12 months. Capella's minimum spend on the granted Filabres 1 permit for 2026 will be approximately Euro 50,000.
    - Phase II – Capella will have earned-in to a 51% interest in the project by completing the minimum exploration expenditure on each granted permit within 24 months of their respective grant dates.
    - Phase III - Capella will have earned-in to a 75% interest in the project by completing the minimum exploration expenditure on each granted permit, and completing a Preliminary Economic Study, within 72 months of their respective grant dates.
    - After Capella has completed the earn-in to 75%, Verde will have the option to either maintain its 25% interest in the project by funding its pro-rata share of project expenditures, or dilute out to a 2% NSR using a standard industry dilution formula.
- Capella to provide Verde with a refundable Euro 70,000 environmental bond to be lodged with the Andalucia government for the granted Filabres 1 permit.
- Capella to pay Verde the amount of Euro 25,000 upon signing this LOI. In addition, Capella will make annual payments of Euro 50,000 to Verde upon the first of either i) the relinquishment of all properties that form part of this agreement or ii) Capella completes all items required as per Phase III of the Agreement.

The binding LOI with Verde remains subject to acceptance by the TSX Venture Exchange

The Company is accounting for this as a farm-in arrangement. The Company recognises costs as incurred and applies its existing exploration and evaluation asset accounting policy when recording expenditures.

During the three months ended August 31, 2026 the Company paid earn -in funds of $17,090 related to the earn-in agreement with Verde Metals for the Solana IOCG project and expensed $19,078 to the Statement of Profit or Loss.

The Company has paid a total of $249,716 in earn-in funds to the Solana project. Of this amount $137,052 has been expensed to date with the balance being unacquitted earn-in funds paid under the earn-in arrangement that have not yet been recognised as exploration and evaluation expenditure. These balances include funding applied to working capital items, such as deposits and prepayments, accounts payable and other timing differences, which will be recognised as exploration and evaluation expenditure as the underlying costs are incurred or allocated to the project.

Norway Copper-Cobalt Projects

Løkken, Norway (10% Capella; 90% Teako Minerals Corp.)
The Løkken copper-cobalt project is located in north-central Norway and was originally acquired from EMX Scandinavia AB ("EMX") in 2020. Subsequently, on August 19, 2024, the Company announced the sale of a 90% interest in the Løkken project to Teako Minerals Corp. (CSE: TMIN)("Teako"). The project remains subject to a 2.5% Net Smelter Royalty ("NSR") to EMX of which 0.5% may be acquired for USD 1,000,000.

During the period ended August 31, 2026 the company recorded a provision for impairment $51,900 against its Lokken project. Teako, Capella's Joint Venture partner and operator at the Løkken project, announced on October 13, 2026, that it had entered into a Definitive Agreement with EMX whereby it had relinquished its 90% interest in the Løkken project, with all related obligations to EMX terminated. As a direct result of this decision, Capella's 10% interest in the project was also relinquished with all obligations to

6. Exploration and Evaluation Assets (continued)

EMX similarly being extinguished. The Company plans no further work in the Løkken district as the focus shifts to the Tümad funded drill program at Hessjøgruva.

Other
During the three months ended August 31,2026 the Company expensed $28,953 (2025: $4,380) in exploration costs of which $19,078 relates to the Solana project and $9,875 relates to projects subject to the Tümad earn-in agreement. These costs have been expensed in line with the Company's exploration and expenditure and farm out accounting policy.

7. Promissory Note

	August 31, 2026	May 31, 2026
	$	$
Current	130,870	129,014
Non-current	**-**	**-**

On October 13, 2023 the Company entered into a convertible promissory note with a non-executive director for USD 150,000 ($205,078) convertible at $0.12 per share. Interest accrued on the unpaid principal amount of this note at the rate of 8% per annum, payable in quarterly installments on January 13, 2024, April 13, 2024, July 13, 2024, and at the Maturity Date being October 13, 2024, with the exception that the Company had the option to satisfy one quarterly payment of interest by the issuance of common shares. As the convertible debenture is denominated in USD and is convertible into a variable number of the Company's common shares which are listed in Canadian dollars, the instrument contains an embedded derivative liability. The fair value of the derivative liability is estimated as an immaterial amount and was included in convertible promissory note liability.

During the year ended May 31, 2025, the promissory note holder agreed to extend the maturity date from October 13, 2024, to December 31, 2025. The modification was assessed as non-substantial under IFRS 9, and the impact of the modification was determined to be immaterial. Accordingly, the existing liability was not derecognized.

During the year ended May 31, 2026, the Company repaid $59,718 of the outstanding principal through issuance of 995,300 common shares and $59,792 in cash. On December 12, 2025, the terms of the existing note were amended. The promissory note holder agreed to extend the maturity date from December 31, 2025, to August 31, 2026. The amended note is no longer convertible into equity instruments of the Company. The modification was assessed as non-substantial under IFRS 9, and the impact of the modification was determined to be immaterial. Accordingly, the existing liability was not derecognized.

During the three months ending August 31, 2026, the maturity date was extended again from August 31, 2026 to December 31, 2026.

An amount of $2,533 (2025 - $4,151) was recorded as interest expense on the promissory note during the three months ending August 31, 2026.

Reconciliation of movements are as follows:

	August 31, 2026	May 31, 2026
	$	$
Opening balance	**129,014**	233,019
Interest	2,533	13,601
Repayment by issuance of shares	-	(59,718)
Cash repayment	-	(59,792)
Foreign exchange movements	(677)	1,904
Closing balance	**130,870**	**129,014**

The Company intends on retiring the note after securing new projects and/or securing additional funding. There are no bonus securities or other compensation payable in relation to the note.

8. Share Capital and Reserves

(i) Authorized share capital

Unlimited common shares without par value.

Share issuances

a) On July 24, 2025 the Company issued 2,112,000 units for gross proceeds of $105,600 in relation to the closing of a private placement. Each unit of the private placement consists of one common share in the capital of the Company and one-half share purchase warrant, with each whole warrant entitling the holder to purchase one additional common share at a price of $0.075 per share at any time until expiry, July 24, 2027 for a residual value of $21,120.

b) On November 6, 2025 the Company issued 30,000,000 units for gross proceeds of $1,500,000 Each unit of the private placement consists of one common share and one share purchase warrant exercisable for a period of 3 years allowing the holder to acquire an additional common share at a price of $0.075. The Company adopted a residual value method with respect to the measurement of warrants issued as part of the private placement units and allocated nil value to share purchase warrants issued. The Company incurred $14,182 in share issue costs in relation to the closing of the private placement.

c) On December 30, 2025 the Company issued 3,381,484 shares with a value of $338,148 to insiders for outstanding management and non-executive director fees covering the period from November 30, 2022 to August 31, 2025. The shares were measured at fair value on the date of issue and as a result a loss on debt settlement of $135,259 was recorded in the Statement of Profit or Loss in the year ending May 31, 2026.

d) On December 30, 2025 the Company issued 995,300 shares with a value of $99,530 in partial payment of an outstanding promissory note. The shares were measured at fair value on the date of issue and as a result a loss on debt settlement of $39,812 was recorded in the Statement of Profit or Loss in the year ending May 31, 2026.

(ii) Stock options

Under the terms of the Company's stock option plan, the maximum number of shares in respect of which options may be outstanding is equivalent to 10% of the issued and outstanding shares of the Company. In addition, the number of shares which may be reserved for issuance to any one individual may not exceed 5% of the issued shares on a yearly basis or 2% if the optionee is engaged in investor relations activities or if the optionee is a consultant.

a) Movements in stock options during the year:

	Options Outstanding	Weighted Average Exercise Price
Balance May 31, 2025	**-**	**-**
Balance August 31, 2025	**-**	**-**
Issued	4,800,000	$0.10
Balance May 31, 2026	**4,800,000**	**$0.10**
Issued	500,000	$0.10
Balance August 31, 2026	**5,300,000**	**$0.10**

b) Fair value of options granted

On November 12, 2025, the Company granted 4,500,000 incentive stock options of which 4,366,667 options vested immediately and are exercisable for a period of 3 years at a price of $0.10 until expiry on November 10, 2028. The remaining 133,333 options vest evenly in May 2026 and November 2026.

The fair value of these options granted was estimated on the date of the grant using the Black-Scholes option pricing model, with the following weighted average assumptions:

Risk-free interest rate	2.49%
Expected dividend yield	nil
Expected stock price volatility	118%
Expected life	1.5 years
Expected forfeiture rate	nil

8. Share Capital and Reserves (continued)

On January 2, 2026, the Company granted 300,000 incentive stock options which vested immediately and are exercisable for a period of 2 years at a price of $0.10 until expiry on January 2, 2028. During the three months ended August 31, 2026, a total value of $776 (2025 - nil) has been recorded to reserves – options and to share-based payments expense. The portion of share-based payment cost recorded is based on the vesting schedule of the options.

The fair value of these options granted was estimated on the date of the grant using the Black-Scholes option pricing model, with the following weighted average assumptions:

Risk-free interest rate	2.49%
Expected dividend yield	nil
Expected stock price volatility	118%
Expected life	1 year
Expected forfeiture rate	nil

On July 7, 2026, the Company granted 500,000 incentive stock options which vested immediately and are exercisable for a period of 3 years at a price of $0.10 until expiry on July 7, 2029. During the three months ended August 31, 2026, a total value of $13,133 (2025 - nil) has been recorded to reserves – options and to share-based payments expense . The portion of share-based payment cost recorded is based on the vesting schedule of the options.

The fair value of these options granted was estimated on the date of the grant using the Black-Scholes option pricing model, with the following weighted average assumptions:

Risk-free interest rate	2.78%
Expected dividend yield	nil
Expected stock price volatility	100%
Expected life	1.5 years
Expected forfeiture rate	nil

c) Stock options outstanding

Options Outstanding	Options Exercisable	Price per Share	Remaining contractual life (years)	Expiry date
4,500,000	4,433,333	$ 0.10	2.2	10 Nov 2028
300,000	300,000	$ 0.10	1.34	2 Jan 2028
500,000	500,000	$ 0.10	2.85	7 July 2029
5,300,000	**5,233,333**			

The weighted average exercise price of the options exercisable at August 31,2026 is $0.10 (2025 - nil).

8. Share Capital and Reserves (continued)

(iii) Share purchase warrants

a) Movements in warrants during the year:

	Warrants Outstanding	Weighted Average Exercise Price
Balance May 31, 2025	**3,934,028**	**$0.36**
Issued	1,056,000	$0.075
Balance August 31, 2025	**4,990,028**	**$0.30**
Issued	30,000,000	$0.075
Expired	(3,934,028)	$0.36
Balance May 31, 2026	**31,056,000**	$0.075
Balance August 31, 2026	**31,056,000**	$0.075

The Company issued 1,056,000 share purchase warrants as part of the July 24, 2025 private placement, each whole warrant entitling the holder to purchase one additional common share at a price of $0.075 per share at any time until expiry, July 24,2027 for a value of $21,120 based on the residual value method.

The Company issued 30,000,000 warrants as part of November 6, 2025, private placement, each whole warrant entitling the holder to purchase one additional common share, at an exercise price of $0.075 and an expiry of November 6, 2028. The 30,000,000 warrants were valued at $nil based on the residual value method.

9. Related Party Transactions

Details of the transactions between the Company and other related parties are disclosed below.

a) Related party transactions

The Company incurred the following transactions in the normal course of operations in connection with an officer and/or director or companies which have or had a director and/or officers in common.

	August 31, 2026	August 31, 2025
	$	$
Management fees	136,096	100,091
Share-based payments	13,909	-

Related party balances recorded in current liabilities

	August 31, 2026	May 31, 2026
	$	$
Glen Parsons- Non-executive director	34,355	27,618
Perihelion Inc. – Mary Little - Non-executive director (resigned July 6, 2026)	161,043	156,632
Nursel Atar – Non-executive director	14,977	8,146
Marcus Harden – Non-executive Director (appointed July 6, 2026)	4,182	-
Eric Roth - CEO	107,797	107,797
Genco Professional Services- S Cooper – CFO	132,223	130,631
Marketworks Inc. – Kathryn Witter Company Secretary	29,444	29,444

9. Related Party Transactions (continued)

b) Compensation of key management personnel (which includes officers and directors)

The remuneration for the services of key management personnel was as follows:

		August 31, 2026	August 31, 2025
		$	$
Salaries/Exploration/Consulting	(i)	136,096	100,091
Share-based payments		13,909	-

(i) Key management were not paid post-employment benefits or other long-term benefits during the three months ended August 31, 2026, and August 31, 2025.

c) Other

The Company incurred the following transactions in the normal course of operations in connection with an officer and/or director or companies which have or had a director and/or officers in common:

- On October 13, 2023, the Company entered into a convertible promissory note with a non-executive director for USD 150,000 ($205,078 receipted). Interest accrued on the unpaid principal amount of this Note at the rate of 8% per annum, payable in quarterly installments on January 13, 2024, April 13, 2024, July 13, 2024, and at the Maturity Date being October 13, 2024, with the exception that the Company had the option to satisfy one quarterly payment of interest by the issuance of common shares. The promissory note holder had agreed to extend the maturity date to December 31, 2025. During the year ended May 31, 2026, $59,718 was paid by issue of 995,300 shares in partial payment of this note and the terms of the existing note were amended and restated for USD $133,177 (inclusive of principal and interest) bearing interest at 8% per annum. The maturity date of the note was extended to August 31, 2026. Interest of $2,533 (2025 - $4,151) has been recorded in the three months ended August 31, 2026. Refer to Note 7 for further details. During the three months ended August 31, 2026 the maturity date was extended to December 31, 2026.
- On November 1, 2025, the Company entered into a consulting agreement with Jefferey Phillips to provide advisory services at USD 5,000 per month for 12 months and USD 1,000 per month thereafter. The agreement also requires issue of 300,000 options at $0.10. The options were issued on January 2, 2026.
- On July 7, 2026, the Company issued 500,000 options at $0.10 to newly appointed non-executive director Marcus Harden

10. Segmented Information

The Company's business consists of one reportable segment – the acquisition, exploration and evaluation of mineral properties. Details on a geographic basis are as follows:

	August 31,2026	May 31, 2026
	$	$
Total non-current long-lived assets		
Norway	-	51,900
Finland	566,567	566,287
	566,567	**618,187**

11. Supplemental Cash Flow Information

	August 31, 2026	August 31, 2025
	$	$
Changes in non-cash working capital		
Movement in receivables	(6,076)	(6,527)
Movement in prepaid expenses	33,597	(35,719)
Movement in accounts payable and accrued liabilities	143,952	107,242
	171,473	64,996

11. Supplemental Cash Flow Information (continued)

	August 31, 2026	August 31, 2025
	$	**$**
Schedule of non-cash investing and financing transactions:		
Exploration and evaluation expenditures included in accounts payable	159,480	435,604
Unrealised movement of financial assets	815	68,241
Interest	2,533	4,151
Exploration and evaluation expenditures included in prepayments and deposits	150,824	-

	August 31, 2026	August 31, 2025
	$	**$**
Supplementary disclosure of cash flow information:		
Cash paid for interest	-	-
Cash paid for income taxes	-	-

12. Capital Management

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 exploration and evaluation of its mineral properties and to maintain a flexible capital structure for its projects for the benefit of its stakeholders. As the Company is in the exploration stage, its principal source of funds is from the issuance of common shares as well as receiving funds under potential joint venture transactions over the Company's assets. In the management of capital, the Company includes the components of shareholders' equity (deficiency).

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, enter into joint venture property arrangements, acquire or dispose of assets or adjust the amount of cash and investments. There are no external requirements imposed on the Company regarding its capital management or changes to the Company's approach.

The Company's investment policy is to invest its cash in highly liquid short-term interest-bearing investments selected with regards to the expected timing of expenditures from continuing operations.

The Company expects to require additional financings to carry out its exploration and evaluation plans and operations through its current operating period.

13. Commitments and Contingencies

a) The Company has commitments and contingencies in relation to the acquisition on September 7, 2021 with Cullen Resources to the Northern Finland projects.

Terms of the Cullen agreement are:

- Capella will be required to invest a total of USD 250,000 in exploration expenditures on the two projects over a 24 month period from the date of Closing Date being the date TSXV approval was obtained. Capella may then acquire a further 10% interest in Cullen Oy (for a total 80% interest) in return for a further USD 750,000 investment in the two projects over a 4.5-year period from the Closing Date. Cullen has agreed that any expenditures completed by Tümad on the Northern Finland projects will count towards Capella's earn-in commitments.

13. Commitments and Contingencies (continued)

- Cullen will then be free carried at 20% until the completion of a Pre-Feasibility Study ("PFS") on either of the two projects. Thereafter, a standard dilution formula will apply and should a party's direct interest fall to below 10% then they will revert to a 2% Net Smelter Royalty ("NSR") (with 1% being purchasable for USD 1,000,000).

  Capella has completed all the requirements of the exploration phase of the earn in agreement with the remaining commitment being the PFS.

b) Hessjøgruva, Norway project – see Note 6.

14. Subsequent events

The Company amended certain terms of its earn-in arrangements with Tümad in Norway and Finland. With respect to Norway, the Company advises that drill permits have been issued for the Hessjøgruva project and that, in recognition of the delays associated with the granting of these permits, Tümad has been granted an extension to the Year 1 investment commitment milestone (USD 2,500,000) until December 31, 2027. With respect to Finland, the Company noted that Tümad had met their minimum Year 1 investment commitment (USD 1,250,000) but, given the results obtained from diamond drilling at the Killerö E and Killerö W projects, would not continue to Phase 2 of the earn-in agreement. As a result, Tümad's interest in the Finland projects will now revert to a 1% Net Smelter Royalty on any potential future production.

The Company renegotiated certain terms of the Solana earn-in agreement. Key changes to the original agreement include reductions in both upfront cash payments and minimum exploration expenditures, plus the requirement to complete a Preliminary Economic Assessment (rather than a Pre-Feasibility Study) within 6 years.