

GEMDALE GOLD INC

CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

FOR THE THREE AND SIX MONTHS ENDED

JUNE 30, 2026 AND 2025

(EXPRESSED IN CANADIAN DOLLARS)

(UNAUDITED)

Notice To Reader

The accompanying unaudited condensed interim consolidated financial statements of Gemdale Gold Inc. (the "Company") have been prepared by and are the responsibility of the Company's management. The Company's independent auditor has not performed a review of these unaudited condensed interim consolidated financial statements in accordance with standards established by the Chartered Professional Accountants of Canada for a review of interim financial statements by the entity's auditor.

Gemdale Gold Inc.
Condensed Interim Consolidated Statements of Financial Position
(Expressed in Canadian Dollars)
Unaudited

As at,	June 30, 2026	December 31, 2025 (note 2)	January 1, 2025 (note 2)
ASSETS			
Current			
Cash	**$ 3,123,616**	$ 95,189	$ 82,509
Funds held in trust (notes 5 and 8)	**-**	4,276,550	84,985
VAT receivables	**248,100**	55,745	13,648
Prepaid expenses and other assets	**82,293**	6,749	18,262
Deferred IPO costs	**-**	88,599	-
Total current assets	**3,454,009**	4,522,832	199,404
Security deposit bonds (note 6)	**45,433**	45,071	26,144
Equipment (note 7)	**15,793**	15,323	21,113
Total assets	**$ 3,515,235**	$ 4,583,226	$ 246,661
LIABILITIES			
Current			
Accounts payable and accrued liabilities (note 13)	**$ 316,376**	$ 867,248	$ 395,474
Income tax payable	**2,614**	2,594	2,406
Subscription receipts (note 8)	**-**	4,276,550	-
Total current liabilities	**318,990**	5,146,392	397,880
Deferred management fees (note 13)	**-**	209,601	-
Total liabilities	**318,990**	5,355,993	397,880
SHAREHOLDERS' EQUITY			
Share capital (note 8)	**8,980,537**	4,265,171	3,447,000
Contributed surplus (note 9)	**329,935**	299,521	219,921
Restricted stock unit reserve (note 10)	**63,733**	-	-
Warrant reserve (note 11)	**1,864,065**	-	-
Deficit	**(7,969,764)**	(5,282,231)	(3,764,317)
Accumulated other comprehensive income	**(72,261)**	(55,228)	(53,823)
Total shareholders' equity	**3,196,245**	(772,767)	(151,219)
Total liabilities and shareholders' equity	**$ 3,515,235**	$ 4,583,226	$ 246,661

Nature of operations and going concern (note 1)
Contingencies (note 15)
Subsequent events (note 18)

Approved on behalf of the Board:

"Toby Strauss"
Director

"Graham Richardson"
Director

Gemdale Gold Inc.
Condensed Interim Consolidated Statements of Loss and Comprehensive Loss
(Expressed in Canadian Dollars)
Unaudited

	Three Months Ended June 30,		Six Months Ended June 30,	
	2026	2025	**2026**	2025
		(note 2 and 16)		(note 2 and 16)
Operating expenses				
Accretion	**-**	-	**$ 65,399**	$ -
Amortization (note 7)	**1,006**	1,814	**2,853**	3,559
Exploration and evaluation expenditures (note 6)	**761,778**	369,476	**1,532,744**	412,364
General and administration costs	**126,617**	5,008	**228,854**	78,490
Option proceeds (note 6)	**-**	(50,000)	**-**	(50,000)
Professional fees (note 13)	**349,387**	143,476	**710,298**	237,723
Share based compensation (note 9)	**147,385**	-	**147,385**	-
Net loss for the period	**(1,386,173)**	(469,774)	**(2,687,533)**	(682,136)
Other comprehensive income				
Translation difference on foreign operations	**6,895**	(8,138)	**-**	(4,508)
Net loss and comprehensive loss for the period	**$ (1,379,278)**	$ (477,912)	**$ (2,687,533)**	$ (686,644)
Basic and diluted loss per share (note 12)	**$ (0.07)**	$ (0.03)	**$ (0.13)**	$ (0.05)
Weighted average number of common shares outstanding - basic and diluted	**21,253,458**	14,144,850	**19,918,417**	13,458,165

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

Gemdale Gold Inc.
Condensed Interim Consolidated Statements of Changes in Equity
(Expressed in Canadian Dollars)
Unaudited

	Number of common shares	Issued capital	Contributed surplus	Restricted share unit reserve	Warrant reserve	Accumulated other comprehensive income	Retained earnings (Deficit)	Total
Balance, December 31, 2024 (note 2)	**13,166,339**	**$ 3,447,000**	**$ 219,921**	**$ -**	**$ -**	**$ (53,823)**	**$ (3,764,317)**	**$ (151,219)**
Private placement (note 8)	1,257,500	657,238	-	-	-	-	-	657,238
Settlement of loan (note 8)	402,333	160,933	-	-	-	-	-	160,933
Share based compensation (note 9)	-	-	-	-	-	-	-	-
Exchange difference on foreign operations	-	-	-	-	-	(4,508)	-	(4,508)
Net loss for the period	-	-	-	-	-	-	(682,136)	(682,136)
Balance, June 30, 2025 (note 2)	**14,826,172**	**$ 4,265,171**	**$ 219,921**	**$ -**	**$ -**	**$ (58,331)**	**$ (4,446,453)**	**$ (19,692)**
Balance, December 31, 2025 (note 2)	**14,826,172**	**$ 4,265,171**	**$ 299,521**	**$ -**	**$ -**	**$ (55,228)**	**$ (5,282,231)**	**$ (772,767)**
Issuance of units in connection with initial public offering (net of costs) (note 8)	4,276,550	2,754,225	-	-	1,305,365	-	-	4,059,590
Private placement (net of costs) (note 8)	2,000,000	1,830,998	-	-	559,305	-	-	2,390,303
Share based compensation (note 9 and 10)	-	-	83,652	63,733	-	-	-	147,385
Exercise of option	150,000	128,238	(53,238)	-	-	-	-	75,000
Exercise of warrants	1,000	1,905	-	-	(605)	-	-	1,300
Exchange difference on foreign operations	-	-	-	-	-	(17,033)	-	(17,033)
Net loss for the period	-	-	-	-	-	-	(2,687,533)	(2,687,533)
Balance, June 30, 2026	**21,253,722**	**$ 8,980,537**	**$ 329,935**	**$ 63,733**	**$ 1,864,065**	**$ (72,261)**	**$ (7,969,764)**	**$ 3,196,245**

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

Gemdale Gold Inc.
Condensed Interim Consolidated Statements of Cash Flows
(Expressed in Canadian Dollars)
Unaudited

	Six Months Ended June 30,	
	2026	2025
		(note 2)
Operating activities		
Net loss for the period	**$ (2,687,533)**	$ (682,136)
Items not affecting cash:		
Accretion	**65,399**	-
Amortization	**2,853**	3,559
Share based compensation	**147,385**	-
	(2,471,896)	(678,577)
Changes in working capital items:		
VAT receivables	**(190,204)**	11,105
Prepaid expenses and other assets	**13,109**	-
Accounts payable and accrued liabilities	**(551,067)**	109,670
Net cash used in operating activities	**(3,200,058)**	(557,802)
Investing activities		
Purchase of equipment	**(3,131)**	-
Net cash used in investing activities	**(3,131)**	-
Financing activities		
Proceeds from issuance of shares	**6,676,550**	690,200
Share issuance costs	**(226,657)**	(32,962)
Exercise of stock options	**75,000**	-
Exercise of warrants	**1,300**	-
Repayment of deferred management fees	**(275,000)**	-
Proceeds from Loan	**-**	235,500
Repayment of Loan	**-**	(74,567)
Net cash provided by financing activities	**6,251,193**	818,171
Effect of foreign exchange on cash	**(19,577)**	(3,761)
Increase/(Decrease) in cash	**3,028,427**	256,608
Cash, beginning of period	**95,189**	82,509
Cash, end of period	**$ 3,123,616**	$ 339,117
Supplemental information		
Shares issued in settlement of debt	**$ -**	$ 160,933
Shares issued in settlement of funds in trust	**$ -**	$ (83,000)
Release of Subscription receipts held in trust	**$ 4,276,550**	$ -

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

1. NATURE OF OPERATIONS AND GOING CONCERN

Gemdale Gold Inc., ("Gemdale Gold" or the "Company") is a gold mineral exploration company that is in the business of acquiring and exploring mineral exploration properties in Finland for potential development. On February 9, 2026, the Company's common shares commenced trading on the TSX Venture Exchange (the "TSXV") under the ticker symbol "GEMG", and OTCQB under the symbol "GDGIF" on April 1, 2026. The address of the Company's registered office and principal place of business is 25th Floor, 700 West Georgia Street, Vancouver, British Columbia, V7Y 1B3, Canada.

Gemdale Gold was incorporated on February 4, 2021, under the laws of British Columbia, Canada. Effective February 16, 2021, the Company entered into an arrangement and exchange agreement (the "Agreement") with Gemdale Limited ("Limited"). Limited was incorporated on February 7, 2017, under the laws of Ireland, issuing 100 shares for $144 (€100). Under the Agreement, the shareholders of Limited became shareholders of the Company by exchanging 100% of their outstanding common shares of Limited for common shares of the Company, proportionally based on each shareholder's respective interest of Limited. Upon the completion of the Agreement, Limited became a wholly owned subsidiary of the Company. The transaction was accounted for as a capital transaction using the acquisition method.

These unaudited condensed interim consolidated financial statements have been prepared on the basis of accounting principles applicable to a going concern, which assume that the Company will continue in operation for the foreseeable future and will be able to realize its assets and discharge its liabilities in the normal course of operations as they come due. In assessing whether the going concern assumption is appropriate, management takes into account all available information about the future, which is at least, but is not limited to, twelve months from the end of the reporting date. During the six months ended June 30, 2026, the Company incurred a net loss from operations of $2,687,533 (six months ended June 30, 2025 - $682,136). As at June 30, 2026, the Company has a working capital surplus of $3,135,019 (December 31, 2025 - working capital deficiency of $623,560).

The Company's ability to continue to meet its obligations and carry out its planned exploration activities is uncertain and dependent upon the continued financial support of its shareholders and securing additional financing. While the Company has been successful in securing financing in the past, there is no assurance that it will be able to do so in the future. As a result, there is material uncertainty that results in significant doubt about the Company´s ability to continue as a going concern. Should the going concern basis not be appropriate, adjustments would have to be made to the unaudited condensed interim consolidated financial statements. Such adjustments could be material.

Although the Company has taken steps to verify title to the properties on which it is conducting exploration and in which it has an interest, in accordance with industry standards for the current stage of operations of such properties, these procedures do not guarantee the Company's title. Property title may be subject to social and government licensing requirements or regulations, unregistered prior agreements, unregistered claims, and non-compliance with regulatory and environmental requirements. The Company's mineral exploration property interests may also be subject to increases in taxes and royalties, renegotiation of contracts, and political uncertainty.

2. BASIS OF PREPARATION

Statement of compliance

These unaudited condensed interim consolidated financial statements have been prepared in accordance with International Accounting Standard 34 ("IAS"), Interim Financial Reporting. Certain disclosures included in the Company's audited consolidated financial statements for the years ended December 31, 2025 and 2024 ("Annual Financial Statements") prepared in accordance with IFRS® Accounting Standards as issued by the International Accounting Standards Board ("IASB") have been condensed or omitted, and accordingly, these Interim Financial Statements should be read in conjunction with the Company's Annual Financial Statements.

These unaudited condensed interim consolidated financial statements were approved and authorized for issuance by the Board of Directors on August 27, 2026.

Basis of presentation

The unaudited condensed interim consolidated financial statements have been prepared using the historical cost basis, except for certain financial assets and liabilities, which are measured at fair value. These financial statements are also prepared on an accrual basis except for cash flows.

Functional currency and presentation currency

The functional currency of the Company is CAD while the functional currency of its subsidiaries (Gemdale Ltd, GemGold Oy, Finkivi Oy) is Euro.

Effective April 1, 2026, the Company changed its presentation currency from the Euro ("EUR") to the Canadian dollar ("CAD"). The change in presentation currency is to better reflect the primary economic environment of the parent entity following its listing on the TSX Venture Exchange.

In accordance with IAS 8, Accounting Policies, Changes in Accounting Estimates and Errors, this change in presentation currency was applied retrospectively as if the new presentation currency had always been the Company's presentation currency and, accordingly, prior year comparative figures have been restated (including in the notes to the consolidated financial statements). See note 17.

In accordance with IAS 21, The Effects of Changes in Foreign Exchange Rates, the methodology followed in restating historical financial information from Euro to Canadian dollars was as follows:

- Assets and liabilities for each consolidated balance sheet presented were translated at the closing rate of the period;
- Equity transactions were translated at historical exchange rates in effect on the date of the respective equity transaction; and
- Income and expenses for each consolidated statement of income or loss and consolidated statement of comprehensive income or loss were translated at quarterly average exchange rates for the period (unless this average was not a reasonable approximation of the cumulative effect of the rates prevailing on the transaction dates, in which case income and expenses were translated at the rate on the dates of the respective transactions);
- All resulting change differences (currency translation adjustments) were recognized in equity under accumulated other comprehensive loss.

2. BASIS OF PREPARATION (Continued)

Functional currency and presentation currency (continued)

The exchange rates used to reflect the change in presentation currency in the accompanying consolidated financial statements were as follows:

	December 31 2025	January 1, 2025	June 30, 2025
Average rate (EUR/CAD)	1.5789	n/a	1.5406
Closing exchange rate (EUR/CAD)	1.6089	1.4928	1.6030

Basis of consolidation

These unaudited condensed interim consolidated financial statements incorporate the assets, liabilities and results of operations of all entities controlled by the Company. The effects of all transactions between entities in the consolidated group have been eliminated.

Subsidiaries are entities over which the Company has control, where control is defined to exist when the Company is exposed to variable returns from its involvement with the investee and has the ability to affect those returns through its power over the investee. Subsidiaries are fully consolidated from the date control is transferred to the Company and are deconsolidated from the date control ceases. All material inter-company balances and transactions have been eliminated on consolidation.

A summary of the Company's subsidiaries included in these financial statements as at June 30, 2026 is as follows:

Name of subsidiary	Country of incorporation	Percentage ownership	Functional currency	Principal activity
Gemdale Ltd.	Ireland	100%	Euro	Holding
GemGold Oy	Finland	100%	Euro	Exploration
Finkivi Oy	Finland	100%	Euro	Exploration

3. MATERIAL ACCOUNTING POLICIES

New standards adopted

The following new accounting pronouncement is effective for annual periods beginning on or after January 1, 2026 and has been incorporated into the Company's unaudited condensed interim consolidated financial statements:

- Classification and measurement of Financial Instruments - Amendments to IFRS 9 Financial Instruments and IFRS Financial Instruments: Disclosures
- Annual Improvements to IFRS Accounting Standards - Amendments to:
  - IFRS 7 Financial Instruments: Disclosures and its accompanying Guidance on implementing IFRS 7;
  - IFRS 9 Financial Instruments;
  - IFRS 10 Consolidated Financial Statements; and
  - IAS 7 Statement of Cash flows

There was no material impact on the unaudited condensed interim consolidated financial statements as a result of their adoption.

3. MATERIAL ACCOUNTING POLICIES (Continued)

New standards not yet adopted

Certain pronouncements were issued by the IASB that are mandatory for accounting periods commencing on or after January 1, 2027. Many are not applicable or do not have a significant impact to the Company and have been excluded. The Company is currently evaluating the impacts of adoption, and will adopt these amendments as of their effective date.

IFRS 18, Presentation and Disclosure in Financial Statements

In April 2024, the IASB issued the new standard IFRS 18, Presentation and Disclosure in Financial Statements that will replace IAS 1, Presentation of Financial Statements. The new standard introduces newly defined subtotals on the income statement, requirements for aggregation and disaggregation of information, and disclosure of Management Performance Measures (MPMs) in the financial statements. The new standard is effective for annual reporting periods beginning on or after January 1, 2027, with early adoption permitted.

4. SIGNIFICANT ACCOUNTING JUDGEMENTS AND SOURCES OF ESTIMATION UNCERTAINTY

In preparing these financial statements, the Company applied the same significant judgements in applying its accounting policies and is exposed to the same sources of estimation uncertainty as disclosed in its Annual Financial Statements.

5. FUNDS HELD IN TRUST

The Company had funds held in trust as at December 31, 2025 of $4,276,550, which were released upon the closing of the private placement closing on February 2, 2026 (note 8). As at June 30, 2026, the Company had $nil funds held in trust.

6. EXPLORATION AND EVALUATION ("E&E") EXPENDITURES

	Pontio	Isoneva	Lapland & Kumiseva	Total
Surveying, sampling and analysis	$ 556,542	$ 26,846	-	**$ 583,388**
Geological and consulting	263,115	(66,334)	$ 7,215	**203,996**
Camping procurement and expediting	26,959	18,002	-	**44,961**
Claims	12,985	2,022	39,748	**54,755**
Transportation	10,028	-	-	**10,028**
Joint operator recoveries	-	(135,350)	-	**(135,350)**
Three months ended June 30, 2026	**$ 869,629**	**$ (154,814)**	**$ 46,963**	**$ 761,778**

	Pontio and Karhu	Isoneva	Lapland & Kumiseva	Total
Geological and consulting	$ 1,990	$ 1,356	$ 3,591	**$ 6,937**
Camping procurement and expediting	730	13,705	(3,266)	**11,169**
Claims	54,606	7,040	289,724	**351,370**
Three months ended June 30, 2025	**$ 57,326**	**$ 22,101**	**$ 290,049**	**$ 369,476**

6. EXPLORATION AND EVALUATION ("E&E") EXPENDITURES (Continued)

	Pontio	Isoneva	Lapland & Kumiseva	Total
Surveying, sampling and analysis	$ 575,354	$ 60,072	$ -	**$ 635,426**
Geological and consulting	610,301	8,971	17,874	**637,146**
Camping procurement and expediting	33,451	34,668	-	**68,119**
Claims	13,052	12,175	292,148	**317,375**
Transportation	10,028	-	-	**10,028**
Joint operator recoveries	-	(135,350)	-	**(135,350)**
Six months ended June 30, 2026	**$ 1,242,186**	**$ (19,464)**	**$ 310,022**	**$ 1,532,744**

	Pontio	Isoneva	Lapland & Kumiseva	Total
Geological and consulting	$ 2,910	$ 1,410	$ 14,505	**$ 18,825**
Camping procurement and expediting	825	29,270	4,458	**34,553**
Claims	54,606	7,040	297,340	**358,986**
Six months ended June 30, 2025	**$ 58,341**	**$ 37,720**	**$ 316,303**	**$ 412,364**

Pontio Property

The Pontio property is located in central Finland in the Bothnian region. It was acquired during the year ended December 31, 2018 through staking, and is now covered by an Exploration Permit which remains valid until the next renewal date in February 2027.

Isoneva

The Isoneva exploration permits are properties, located in central Finland in the Bothnian region, and were acquired during fiscal 2019 and 2020 through staking.

On June 25, 2025, the Company signed a definitive agreement with Nordique Resources Inc. ("Nordique") (CSE: NORD) with respect to the Company's Isoneva Property in western central Finland. This agreement gives an option to Nordique to earn a 100% interest in the Property over a period of three years (the "Option Period") in consideration for:

a) $100,000 cash consideration (received $100,000 recorded as option proceeds during the year ended December 31, 2025)

b) $3,000,000 in exploration expenditures during the Option Period, with minimum expenditures of $600,000 during the first year from the effective date (June 25, 2025) (during the year ended December 31, 2025, the Company received $534,029 (€330,000) for exploration advances, incurred expenditures of $319,435 (€197,158). The expenditures and management fees are recorded against the exploration and evaluation expenditures on the Isoneva property. The remaining unspent portion of exploration advances, $260,225 (€161,912) (December 31, 2025 - $214,003) is recorded in accounts payable and accrued liabilities on the statement of financial position.

On notification of the exercise of the option, and at Gemdale Gold's sole discretion either:

a. $1,000,000 cash consideration and a further additional milestone and success payments up to an aggregate of $3,000,000 (total of $4,000,000)

b. $4,000,000 of common shares in Nordique (based on volume weighted average trading price of the previous 20 trading days)

6. EXPLORATION AND EVALUATION ("E&E") EXPENDITURES (Continued)

Isoneva (continued)

In addition, upon exercise of the option, Gemdale Gold will retain a 2.0 % net smelter returns ("NSR") royalty on the property. Nordique will have a one time option ("First Repurchase Option") to reduce the NSR to a 1.5% NSR royalty by making a cash payment of $2,000,000 to Gemdale Gold at the time of exercise of the option. In addition, Nordique will have an option to reduce the NSR to a 1% NSR (or to a 0.5% NSR if Nordique has already exercised the First Repurchase Option) by making a cash payment of $3,000,000 to Gemdale Gold.

Lapland

The Vuostimo and Kannusvaara were Mineral Reservations located in the Lapland region of Finland, and were acquired during fiscal 2019 and 2020 through staking. The Reservation expired in 2021, however the Company has applied for Exploration Permits within the Reservation area's. These exploration permits are named Vuollosvaara, Palkisvaara, Paksuselkä, Hilkunavaara and Molkankummut. Palkisvaara and Paksuselkä have been approved. The other Exploration Permits remain pending.

The Company also has two approved Exploration Permits (Ranta & Ranta2) elsewhere in Lapland that were outside of the original Mineral Reservations.

Kumiseva

The Kumiseva Reservation is a property located in central Finland in the Bothnian region and was acquired during fiscal 2019 through staking.

The Kumiseva Reservation permit expired in 2021. Prior to the expiration date the Company applied for Exploration Permits within the Reservation area. These are named Nuotti and Perä. Nuotti was approved on November 29, 2022. The Pera Exploration Permit was surrendered, and reapplied for as a Reservation, which was approved in August, 2024.

Security Deposits

As at June 30, 2026, the Company had $45,433 (€28,014) (December 31, 2025 - $45,071 (€28,014)) of deposits and exploration advances held in an escrow account as required under the terms of various exploration permits. Such deposits were required in order to permit the Company to conduct exploration and evaluation activities.

7. EQUIPMENT

Cost	Vehicles	Equipment	Total
Balance, January 1, 2025	**$ 42,059**	**$ 73,772**	**$ 115,831**
Exchange translation	3,271	5,738	**9,009**
Balance, December 31, 2025	**$ 45,330**	**$ 79,510**	**$ 124,840**
Addition	-	3,131	**3,131**
Exchange translation	364	734	**1,098**
Balance, June 30, 2026	**$ 45,694**	**$ 83,375**	**$ 129,069**
Accumulated Amortization			
Balance, December 31, 2024	**$ 34,568**	**$ 60,150**	**$ 94,718**
Amortization	1,976	5,315	**7,291**
Exchange translation	2,727	4,781	**7,508**
Balance, December 31, 2025	**39,271**	**70,246**	**109,517**
Amortization	755	2,098	**2,853**
Exchange translation	322	584	**906**
Balance, June 30, 2026	**$ 40,348**	**$ 72,928**	**$ 113,276**

7. EQUIPMENT (Continued)

Balance, December 31, 2024	**$ 7,491**	**$ 13,622**	**$ 21,113**
Balance, December 31, 2025	**$ 6,059**	**$ 9,264**	**$ 15,323**
Balance, June 30, 2026	**$ 5,346**	**$ 10,447**	**$ 15,793**

8. SHARE CAPITAL

Authorized share capital

Unlimited number of common shares without par value. The Company does not currently pay dividends and entitlement will only arise upon declaration.

Common shares issued

On February 3, 2025, the Company completed a non-brokered private placement of 312,000 common shares at $1.00 per share for aggregate proceeds of $312,000. The Company incurred share issuance costs of $8,729. Directors of the Company participated in the private placement and purchased 40,000 common shares for proceeds of $40,000.

On April 24, 2025, the Company entered into an unsecured loan agreement with a shareholder, whereby the Company borrowed $235,500 (€150,000), bearing interest at 5% per annum, and a maturity date of May 31, 2025. If the loan was settled by May 31, 2025, no interest would be owing. On May 16, 2025, in connection with the non-brokered private placement the Company settled $160,933 (€103,136) of the debt by issuing 402,333 common shares at $0.40. On May 22, 2025, the Company repaid the remaining $74,567 (€46,864). As the loan was settled by the maturity date, no interest was charged. As at December 31, 2025, the balance of the loan was $nil.

On May 16, 2025, the Company completed a non-brokered private placement of 945,500 common shares at $0.40 per share for aggregate proceeds of $378,200. The Company incurred share issuance costs of $24,233. Directors of the Company participated in the private placement and purchased 207,500 common shares for proceeds of $83,000.

On February 13, 2026, the Company closed a non-brokered private placement of 2,000,000 units at $1.20 for aggregate gross proceeds of $2,400,000. Each unit consists of one common and one-half of one warrant. Each warrant entitles the holder to purchase one additional Common Share at a price of $1.50 for a period of 24 months from the date of issuance. The Company incurred share issuance costs of $9,697. The warrants were valued at $559,305, using the Black-Scholes option-pricing model. The following weighted average assumptions were used: share price - $1.24; risk free interest rate – 2.47%; expected volatility – 92.57% (which is based on historical volatility of comparable Companies share price); expected dividend yield - nil; expected life - 2 years.

Subscription receipts

On September 5, 2025, the Company completed a non-brokered private placement by way of subscription receipts, whereby the Company issued 4,276,550 subscription receipts at a price of $1.00 per subscription receipt for aggregate gross proceeds of $4,276,550 (December 31, 2025 - $4,276,550). In connection with the listing, on February 11, 2026 the Company's previously issued subscription receipts automatically converted (without payment of additional consideration) into an aggregate of 4,276,550 units at a price of $1.00 per unit. Each unit consisted of one common share and one-half of one warrant with each whole warrant exercisable at a price of $1.30 per Common Share for a period of 24 months from the date of issuance. The Company incurred share issuance costs of $216,960, and issued 15,660 broker warrants at an exercise price of $1.00 for a period of 24 months following the broker warrants issuance.

8. SHARE CAPITAL (Continued)

Subscription receipts (continued)

The warrants and the broker warrants were valued at $1,294,035 and $11,330, respectively using the Black-Scholes option-pricing model. The following weighted average assumptions were used: share price - $1.24; risk free interest rate – 2.52%; expected volatility – 92.57% (which is based on historical volatility of comparable Companies share price); expected dividend yield - nil; expected life - 2 years.

Directors of the Company participated in the private placement and purchased 20,000 subscription receipts for proceeds of $20,000.

9. STOCK OPTIONS

Effective October 1, 2025, the Company adopted a long-term incentive plan (“LTIP”). The LTIP is a rolling 10% plan that provides for grants of Deferred Share Units (each, a “DSU”), Restricted Share Units (each, a “RSU”), and Options to purchase Common Shares (each, an “Option” and, together with DSUs and RSUs, the “Awards”), in aggregate amounts of up to 10% of the Company’s total number of issued and outstanding Common Shares. Pursuant to the terms of the Option Plan, the Board of Directors (the "Board") may designate directors, officers, employees and consultants of the Company eligible to receive options to acquire such numbers of common shares as the Board may determine, each option so granted being for a term specified by the Board up to a maximum of five years from the date of grant.

	Number of stock options	Weighted average exercise price
Balance, December 31, 2024, June 30, 2025, and December 31, 2025	**450,000**	**$ 0.67**
Issued (i)	520,000	1.90
Exercised	(150,000)	0.50
Balance, June 30, 2026	**820,000**	**$ 1.48**

The weighted average share price on the date of exercise of the stock options was $1.53.

On May 15, 2026, the Company granted 520,000 stock options to officers, directors and consultants of the Company with an exercise price of $1.90, which vests 50% 6 months from the date of grant, and 25% every three months thereafter. The fair value of the stock options granted was $462,315 and was calculated using the Black-Scholes option pricing model with the following assumptions: (i) dividend yield of 0%; (ii) expected volatility of 102.97% based on comparable companies; iii) risk free rate of 3.35%; (iv) with an expected life of 5 years, and (v) share price of $1.90 based on recent trading price. During the three and six months ended June 30, 2026, the Company recognised vesting from options of $83,652 (June 30, 2025 - $nil).

The following table reflects the stock options issued and outstanding as of June 30, 2026:

Expiry Date	Weighted Average Exercise Price	Weighted Average Remaining Contractual Life (years)	Number of Options Outstanding	Number of Options Vested (Exercisable)
July 18, 2026	0.50	0.05	150,000	150,000
April 11, 2028	1.00	1.78	150,000	150,000
May 31, 2031	1.90	4.92	520,000	-
Total	**1.48**	**3.45**	**820,000**	**300,000**

The weighted average exercise price of the unvested stock options was $0.27.

10. RESTRICTED SHARE UNITS ("RSUs")

	Number of RSU's
Balance, December 31, 2025	-
Issued	477,273
Balance, June 30, 2026	**477,273**

On May 19, 2026, the Company issued 477,273 RSUs with a total fair value of $906,819 based on the grant-date market price. These units vest equally over three years on each anniversary of the grant date. During the three and six months ended June 30, 2026, the Company recognised vesting from these RSUs of $63,733 (June 30, 2025 - $nil).

11. WARRANTS

A summary of the Company's warrants activity is as follows:

	Number of warrants	Weighted average exercise price
Balance, December 31, 2024, June 30, 2025 and December 31, 2025	**-**	**$ -**
Issued (note 8)	3,153,935	1.36
Exercised	(1,000)	1.30
Balance, June 30, 2026	**3,152,935**	**$ 1.36**

The weighted average share price on the date of exercise of the warrants was $1.80.

The following table reflects the warrants issued and outstanding as of June 30, 2026:

Expiry Date	Weighted Average Exercise Price	Weighted Average Remaining Contractual Life (years)	Number of warrants Outstanding
February 11, 2028	1.00	1.62	15,660
February 11, 2028	1.30	1.62	2,137,275
February 13, 2028	1.50	1.62	1,000,000
Total	**1.36**	**1.62**	**3,152,935**

12. BASIC AND DILUTED EARNINGS PER SHARE

The calculation of basic and diluted loss per share for the three and six months ended June 30, 2026 was based on the loss attributable to common shareholders of $1,386,173 and $2,687,533, respectively (three and six months ended June 30, 2025 - $469,774 and $682,136, respectively) and the weighted average number of common shares outstanding of 21,253,458 and 19,918,417, respectively (three and six months ended June 30, 2025 - 14,144,850 and 13,458,165, respectively). Diluted loss per share did not include the effect of 820,000 options outstanding (three and six months ended June 30, 2025 - 450,000 options outstanding), or the effect of 477,273 RSUs outstanding (three and six months ended June 30, 2025 - nil RSUs outstanding) or the effect of 3,152,935 warrants outstanding (three and six months ended June 30, 2025 - nil warrants outstanding) as they are anti-dilutive.

13. RELATED PARTY TRANSACTIONS

Key management personnel include those persons having authority and responsibility for planning, directing and controlling the activities of the Company as a whole. Key management personnel comprise of the directors of the Company.

During the three and six months ended June 30, 2026, the Company incurred fees of $126,251 and $252,008, respectively (three and six months ended June 30, 2025 - $50,001 and $100,002, respectively) to the directors, and officers. As at June 30, 2026, the Company has a balance of $2,813 (December 31, 2025 - $nil) outstanding to the directors and officers (excluding amounts deferred below). These amounts are unsecured, non-interest bearing, and due on demand.

During the year ended December 31, 2025, certain directors agreed to deferred collection of $275,000 related to salary payments until January 2027, which were previously included in accounts payable and accrued liabilities. There was no additional compensation provided in exchange for the deferral. These amounts are unsecured, and non-interest bearing. As a result of the deferral, the accrued liabilities were discounted using a market rate of interest of 29.5%, resulting in a difference between the carrying amount and the present value of $65,399. As the directors were shareholders at the time of the deferral, the difference is recognized as a capital contribution. In February 2026, the Company settled the deferred management fees, in cash for contractual amount owing, $275,000. During the three and six months ended June 30, 2026, the Company recorded $65,399 in accretion expense.

On May 15, 2026, the Company granted 520,000 stock options of which 450,000 stock options were granted to officers, and directors of the Company with a fair value of $558,000 (note 9). During the three and six months ended June 30, 2026, the Company recognised vesting from these options of $83,652 (June 30, 2025 - $nil).

On May 19, 2026, the Company issued 477,273 RSUs with a total fair value of $906,819 (note 10). During the three and six months ended June 30, 2026, the Company recognised vesting from these of $63,733 (June 30, 2025 - $nil).

See note 8.

14. SEGMENTED DISCLOSURE

Geographic information

The Company has one reportable segment, being the acquisition, and exploration and evaluation of mineral properties.

The following table provides segmented disclosure of assets and liabilities based on geographic location:

June 30, 2026	Finland $	Ireland $	Canada $	Total $
Current assets	448,489	103,109	2,902,411	**3,454,009**
Non-current assets				
Security deposit bonds	45,433	-	-	**45,433**
Equipment	15,793	-	-	**15,793**
Current liabilities	285,760	6,444	26,786	**318,990**

14. SEGMENTED DISCLOSURE (Continued)

Geographic information (continued)

December 31, 2025	Finland $	Ireland $	Canada $	Total $
Current assets	59,077	1,737,749	2,726,006	**4,522,832**
Non-current assets				
Security deposit bonds	45,071	-	-	**45,071**
Equipment	14,692	631	-	**15,323**
Current liabilities	51,789	2,047,333	3,047,270	**5,146,392**

15. COMMITMENTS AND CONTINGENCIES

The Company's exploration activities are subject to various laws and regulations governing the protection of the environment. These laws and regulations are continually changing and are generally becoming more restrictive. The Company has made, and expects to make in the future, expenditures to comply with such laws and regulations.

On February 11, 2026, the Corporation engaged Independent Trading Group ("ITG"). Under the agreement, ITG will receive compensation of $5,500 per month.

Pursuant to the agreements with officers and directors, in the event of a Change of Control, the officers and directors shall be entitled to a payment of a minimum of $523,000 for all individuals combined. . In the event of termination under the agreement the officers and directors maybe eligible for three months of fees totaling $130,750 in total across all eligible individuals.

16. COMPARATIVE FIGURES

Certain comparative figures have been reclassified to conform to the current year's presentation. The reclassifications were made to improve consistency and clarity of presentation. These reclassifications had no impact on the previously reported loss and comprehensive loss, total assets, total liabilities, shareholders' equity or cash flows.

17. CHANGE IN PRESENTATION CURRENCY

For comparative purposes, the consolidated statements of financial position as at January 1, 2025 and December 31, 2025, consolidated statements of loss and comprehensive loss for the three and six months ended June 30, 2025, and consolidated statements of cash flows for six months ended June 30, 2025, include adjustments to reflect the change in the accounting policy resulting from the change in presentation currency to the CAD. See note 2.

Consolidated Statements of Financial Position

	As at, December 31, 2025		As at, January 1, 2025	
	Previously reported (€)	Translated (CAD $)	Previously reported (€)	Translated (CAD $)
Current assets	2,796,261	4,522,832	133,578	199,404
Total assets	2,833,799	4,583,226	165,236	246,661
Current liabilities	3,198,701	5,146,392	266,533	397,880
Total liabilities	3,328,977	5,355,993	266,533	397,880

17. CHANGE IN PRESENTATION CURRENCY (Continued)

Consolidated Statement of Loss and Comprehensive Loss

	Three Months Ended June 30, 2025		Six Months Ended June 30, 2025	
	Previously reported (€)	Previously reported (€)	Previously reported (€)	Translated (CAD $)
Net loss	(277,890)	(469,774)	(442,771)	(682,136)
Currency translation adjustment	(3,488)	(8,138)	(1,388)	(4,508)
Comprehensive loss	(281,378)	(477,912)	(444,159)	(686,644)

Consolidated Statement of Cash flows

	Six Months Ended June 30, 2025	
	Previously reported (€)	Translated (CAD $)
Net cash used in operating activities	(376,892)	(557,802)
Net cash provided by financing activities	533,172	818,171
Effect of currency translation	-	(3,761)
Cash, beginning of period	55,271	82,509
Cash, end of period	211,551	339,117

18. SUBSEQUENT EVENTS

On July 16, 2026, a Director of the Company exercised 150,000 options at $0.50 per option, netting the Company $75,000.

On August 19, 2026, the Company purchased 18.08 hectares of land on the Pontio property for strategic purposes. The cost to the Company was $117,289 (€72,320) plus applicable taxes and expenses.