HANNAN METALS LTD.

CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
FOR THE THREE MONTHS ENDED AUGUST 31, 2026

(Unaudited - Expressed in Canadian Dollars)

NOTICE OF NO AUDITOR REVIEW OF
CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

In accordance with National Instrument 51-102 Part 4, subsection 4.3(3)(a), if an auditor has not performed a review of these condensed consolidated interim financial statements they must be accompanied by a notice indicating that the condensed consolidated interim financial statements have not been reviewed by an auditor.

The accompanying unaudited condensed consolidated interim financial statements of the Company have been prepared by and are the responsibility of the Company's management.

The Company's auditors have not performed a review of these condensed consolidated interim financial statements in accordance with the standards established by the Chartered Professional Accountants of Canada for a review of interim financial statements by an entity's auditor.

HANNAN METALS LTD.
CONDENSED CONSOLIDATED INTERIM STATEMENTS OF FINANCIAL POSITION
(Unaudited - Expressed in Canadian Dollars)

	Note	August 31, 2026 $	May 31, 2026 $
ASSETS			
Current assets			
Cash and cash equivalents		4,734,697	6,496,391
GST/VAT receivable		19,655	12,272
Amount receivable		67,493	67,493
Prepaid		264,940	278,433
Total current assets		5,086,785	6,854,589
Non-current assets			
Equipment	4	135,628	138,956
Exploration and evaluation assets	5	15,823,448	14,130,222
Total non-current assets		15,959,076	14,269,178
TOTAL ASSETS		21,045,861	21,123,767
LIABILITIES			
Current liabilities			
Accounts payable and accrued liabilities	7	434,780	287,602
TOTAL LIABILITIES		434,780	287,602
SHAREHOLDERS' EQUITY			
Share capital	6	37,277,630	37,001,630
Share-based payments reserve		6,074,572	6,032,220
Deficit		(22,741,121)	(22,197,685)
TOTAL SHAREHOLDERS' EQUITY		20,611,081	20,836,165
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY		21,045,861	21,123,767

Nature of Operations - see Note 1

Events after the Reporting Period - see Note 11

These condensed consolidated interim financial statements were approved for issue by the Board of Directors on October 29, 2026 and are signed on its behalf by:

/s/ ***Nick DeMare***
Nick DeMare
Director

/s/ ***Michael Hudson***
Michael Hudson
Director

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

HANNAN METALS LTD.
CONDENSED CONSOLIDATED INTERIM STATEMENTS OF NET LOSS AND COMPREHENSIVE LOSS
(Unaudited - Expressed in Canadian Dollars)

	Note	Three Months Ended August 31, 2026 $	2025 $
Expenses			
Accounting and administration	7(b)(ii)	22,462	20,626
Audit		52,500	45,000
Corporate development		13,932	13,902
Depreciation	4	10,624	6,325
Director and officer compensation	7	60,000	49,500
General exploration		33,190	213,594
Insurance		5,308	4,084
Investor relations		7,311	165,980
Legal		7,484	10,274
Office and other		32,089	18,891
Professional fees		95,731	22,159
Regulatory fees		16,956	3,628
Severance		57,201	-
Share-based compensation	6(d)	42,352	55,556
Shareholder costs		4,920	3,690
Transfer agent fees		2,185	5,880
Travel		47,597	19,463
		511,842	658,552
Loss before other items		(511,842)	(658,552)
Other items			
Interest income		16,678	11,172
Foreign exchange		(48,272)	25,732
		(31,594)	36,904
Net loss and comprehensive loss for the period		(543,436)	(621,648)
Basic and diluted loss per common share		$(0.00)	$(0.00)
Weighted average number of common shares outstanding		145,070,696	129,620,416

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

HANNAN METALS LTD.
CONDENSED CONSOLIDATED INTERIM STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY
(Unaudited - Expressed in Canadian Dollars)

	Three Months Ended August 31, 2026				
	Share Capital				
	Number of Shares	Amount $	Share-Based Payments Reserve $	Deficit $	Total Shareholders' Equity $
Balance at May 31, 2026	144,817,363	37,001,630	6,032,220	(22,197,685)	20,836,165
Common shares issued for:					
- property	400,000	276,000	-	-	276,000
Share-based compensation	-	-	42,352	-	42,352
Net loss for the period	-	-	-	(543,436)	(543,436)
Balance at August 31, 2026	145,217,363	37,277,630	6,074,572	(22,741,121)	20,611,081

	Three Months Ended August 31, 2025				
	Share Capital				
	Number of Shares	Amount $	Share-Based Payments Reserve $	Deficit $	Total Shareholders' Equity $
Balance at May 31, 2025	125,034,705	25,014,650	6,447,227	(20,654,942)	10,806,935
Common shares issued for:					
- share options exercised	67,600	26,160	-	-	26,160
- warrants exercised	4,518,111	2,259,056	-	-	2,259,056
Transfer on exercise of share options	-	16,690	(16,690)	-	-
Share-based compensation	-	-	55,556	-	55,556
Net loss for the period	-	-	-	(621,648)	(621,648)
Balance at August 31, 2025	129,620,416	27,316,556	6,486,093	(21,276,590)	12,526,059

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

HANNAN METALS LTD.
CONDENSED CONSOLIDATED INTERIM STATEMENTS OF CASH FLOWS
(Unaudited - Expressed in Canadian Dollars)

	Three Months Ended August 31,	
	2026 $	2025 $
Operating activities		
Net loss for the period	(543,436)	(621,648)
Adjustments for:		
Depreciation	10,624	6,325
Share-based compensation	42,352	55,556
Changes in non-cash working capital items:		
GST/VAT receivable	(7,383)	(775)
Prepaid investor relations	-	161,170
Prepaid	13,493	(11,664)
Accounts payable and accrued liabilities	147,178	93,428
Net cash used in operating activities	(337,172)	(317,608)
Investing activities		
Exploration and evaluation asset expenditures, net of cost recoveries	(1,417,226)	(1,878,383)
Equipment purchases	(7,296)	(74,086)
Net cash used in investing activities	(1,424,522)	(1,952,469)
Financing activity		
Issuance of common shares	-	2,285,216
Net cash provided by financing activity	-	2,285,216
Net change in cash during the period	(1,761,694)	15,139
Cash at beginning of period	6,496,391	2,273,267
Cash at end of period	4,734,697	2,288,406

Supplemental cash flow information - See Note 10

1. Nature of Operations

Hannan Metals Ltd. (the "Company") was incorporated under the provisions of the Company Act (British Columbia). The Company's common shares currently trade on the TSX Venture Exchange ("TSXV") under the symbol "HAN". The Company's principal, registered and records office is located at #1305 - 1090 West Georgia Street, Vancouver, British Columbia V6E 3V7.

The Company is a junior mineral exploration company engaged in the acquisition and exploration of mineral properties in Peru and Sweden. As at August 31, 2026 the Company has not earned any production revenue, nor has it determined whether these properties contain economically recoverable ore reserves. The underlying value of the mineral resource interests is entirely dependent on the existence of economically recoverable reserves, the ability of the Company to obtain the necessary financing to complete exploration and development and upon future profitable production. Mineral resource interests represent costs incurred to date, less amounts amortized and/or written off, and do not necessarily represent present or future values. As a mineral company in the exploration stage the ability of the Company to complete the exploration and development of its mineral property interests will be affected primarily by its ability to raise adequate amounts of capital through equity financings, debt financings, joint venturing of projects and other means.

As a mineral exploration company, the Company is subject to certain risks, including currency fluctuations and possible political or economic instability which may result in the impairment or loss of mining title or other mineral rights, and mineral exploration and mining activities may be affected in varying degrees by political stability and governmental regulations relating to the mining industry.

The Company has a history of losses with no operating revenues and, as at August 31, 2026, the Company had working capital of $4,652,005. The Company's mineral property interests and operations are funded from equity financings. Although management considers that the Company has adequate resources to maintain its core operations and conduct planned exploration of its existing exploration and evaluation assets for the next twelve months, the Company recognizes that exploration expenditures may change with ongoing results and, as a result, it may be required to obtain additional financing. While the Company has been successful in securing financings in the past there can be no assurance that it will be able to do so in the future.

2. Basis of Preparation

Statement of Compliance

These condensed consolidated interim financial statements have been presented in accordance with IFRS Accounting Standards as issued by the International Accounting Standards Board ("IASB"), applicable to the preparation of interim financial statements, including IAS 34, *Interim Financial Reporting*. The preparation of financial statements requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates.

Basis of Presentation

The Company's condensed consolidated interim financial statements have been prepared on the historical cost basis except for the revaluation of certain financial assets and financial liabilities to fair value. These condensed consolidated interim financial statements are presented in Canadian dollars unless otherwise stated.

Details of the Group

In addition to the Company, the condensed consolidated interim financial statements include all subsidiaries. Subsidiaries are all corporations over which the Company is able, directly or indirectly, to control financial and operating policies, which is the authority usually connected with holding majority voting rights. Subsidiaries are fully consolidated from the date on which control is acquired by the Company. Inter-company transactions and balances are eliminated upon consolidation. They are de-consolidated from the date that control by the Company ceases.

2. Basis of Preparation (continued)

The subsidiaries of the Company are as follows:

Company	Location of Incorporation	Ownership Interest
Hannan Metals BC Ltd.	Canada	100%
Hannan Metals Peru Ltd.	Canada	100%
Hannan Metals Ireland Limited	Ireland	100%
Hannan Metals Peru S.A.C.	Peru	100%
Hannan Resources Peru S.A.C.	Peru	100%
Hannan Servicios Peru S.A.C.	Peru	100%
Hannan Sweden AB	Sweden	100%

3. Material Accounting Policy Information

These condensed consolidated interim financial statements have been prepared on a basis consistent with the material accounting policies disclosed in the consolidated financial statements for the year ended May 31, 2026. Accordingly, they should be read in conjunction with the consolidated financial statements for the year ended May 31, 2026.

Accounting Standards Issued but Not Yet Effective

IFRS 18, *Presentation and Disclosure in Financial Statements*, which will replace IAS 1, *Presentation of Financial Statements* aims to improve how companies communicate in their financial statements, with a focus on information about financial performance in the statement of profit or loss, in particular additional defined subtotals, disclosures about management-defined performance measures and new principles for aggregation and disaggregation of information. IFRS 18 is accompanied by limited amendments to the requirements in IAS 7 *Statement of Cash Flows*. IFRS 18 is effective for annual reporting periods beginning on or after January 1, 2027. Companies are permitted to apply IFRS 18 before that date.

The Company is assessing the impact of the adoption of IFRS 18 and working to identify all impacts the changes will have on the Company's consolidated financial statements.

4. Equipment

	Field Equipment $	Office Equipment $	Total $
Cost:			
Balance at May 31, 2025	14,603	96,209	110,812
Additions	69,829	14,225	84,054
Balance at May 31, 2026	84,432	110,434	194,866
Additions	-	7,296	7,296
Balance at August 31, 2026	84,432	117,730	202,162
Accumulated Depreciation:			
Balance at May 31, 2025	(9,335)	(15,381)	(24,716)
Depreciation	(11,403)	(19,791)	(31,194)
Balance at May 31, 2026	(20,738)	(35,172)	(55,910)
Depreciation	(5,309)	(5,315)	(10,624)
Balance at August 31, 2026	(26,047)	(40,487)	(66,534)
Carrying Value:			
Balance at May 31, 2026	63,694	75,262	138,956
Balance at August 31, 2026	58,385	77,243	135,628

5. Exploration and Evaluation Assets

	August 31, 2026			May 31, 2026		
	Acquisition Costs $	Deferred Exploration Costs $	Total $	Acquisition Costs $	Deferred Exploration Costs $	Total $
Valiente Project, Peru	2,000,898	13,113,591	15,114,489	1,856,956	12,273,266	14,130,222
Sweden Properties	394,190	314,769	708,959	-	-	-
	2,395,088	13,428,360	15,823,448	1,856,956	12,273,266	14,130,222

5. Exploration and Evaluation Assets (continued)

	Peru		Sweden	
	Valiente Project $	San Martin JV Project $	$	Total $
Balance at May 31, 2025	8,249,001	166,684	-	8,415,685
Exploration costs				
Assays	441,930	-	-	441,930
Community	60	4,674	-	4,734
Drilling	2,519,923	462,832	-	2,982,755
Geology	230,150	-	-	230,150
Insurance	21,184	-	-	21,184
Legal	8,489	6,818	-	15,307
Logistics, camp costs and labour	1,722,714	113,026	-	1,835,740
Travel	13,091	-	-	13,091
VAT incurred	532,842	65,307	-	598,149
	5,490,383	652,657	-	6,143,040
Acquisition costs				
License applications and fees	390,838	204,708	-	595,546
Other				
Cost recoveries	-	(897,431)	-	(897,431)
Management fees	-	(63,696)	-	(63,696)
Impairment	-	(62,922)	-	(62,922)
	-	(1,024,049)	-	(1,024,049)
Balance at May 31, 2026	14,130,222	-	-	14,130,222
Exploration costs				
Assays	69,436	-	-	69,436
Drilling	-	-	245,482	245,482
Geology	502,140	-	54,616	556,756
Insurance	2,217	-	-	2,217
Legal	350	-	-	350
Logistics, camp costs and labour	185,515	-	-	185,515
Travel	-	-	14,671	14,671
VAT incurred	80,667	-	-	80,667
	840,325	-	314,769	1,155,094
Acquisition costs				
Common shares issued	-	-	276,000	276,000
License applications and fees	143,942	-	118,190	262,132
	143,942	-	394,190	538,132
Balance at August 31, 2026	15,114,489	-	708,959	15,823,448

5. Exploration and Evaluation Assets (continued)

(a) *Valiente Project*, *Peru*

The Valiente Project comprises mining concessions held by the Company and is located in central eastern Peru.

(b) *San Martin JV Project*, *Peru*

On November 27, 2020, as amended, the Company entered into a binding letter agreement for an option and joint venture agreement (the "Agreement") with Japan Organization for Metals and Energy Security ("JOGMEC") whereby JOGMEC had the option to earn up to an 85% interest in mining concessions in San Martin Province of the Department of San Martin, northern Peru (the "San Martin JV Project") by funding US $35,000,000 in project expenditures. Effective June 18, 2026 the Company and JOGMEC terminated the Agreement and the Company recorded an impairment of exploration and evaluation assets of $62,922 during fiscal 2026**.**

(c) *Sweden Properties, Sweden*

On June 10, 2026 the Company entered into an option agreement to earn an undivided 100% interest in three gold projects, known as the Stavaträsk, Skellefteå North and Ädelfors projects (collectively the "Sweden Properties"), located in Sweden. The Company may exercise the option by:

(i) issuing a total of 4,500,000 common shares of the Company to the optionor, of which 1,000,000 common shares shall be issued on completion of 2,000 meters of diamond drilling but no later than March 31, 2027. On July 6, 2026 the Company issued 400,000 common shares at a fair value of $276,000; and
(ii) incurring at least $2,000,000 of exploration expenditures on the Swedish Properties, or paying any shortfall to the optionor.

Upon the option exercise, a 2% net smelter return royalty will be payable to the optionor, which the Company may repurchase at any time for $3,000,000.

As at August 31, 2026 the Company has focused exploration activities on the Stavaträsk gold property.

6. Share Capital

(a) *Authorized Share Capital*

The Company's authorized share capital consists of an unlimited number of common shares without par value. All issued common shares are fully paid.

(b) *Equity Financings*

Three Months Ended August 31, 2026

The Company did not complete any equity financings during the three months ended August 31, 2026.

Fiscal 2026

During November and December 2025 the Company completed a non-brokered private placement totalling 12,181,671 common shares, at a price of $0.75 per share, for proceeds of $9,136,253. The Company paid cash finders' fees of $439,545 to arm's length finders and $49,284 for legal and other costs associated with this private placement.

6. Share Capital (continued)

(c) *Warrants*

A summary of the number of common shares reserved pursuant to the Company's outstanding warrants at August 31, 2026 and 2025 and the changes for the three months ended on those dates, is as follows:

	2026		2025	
	Number	Weighted Average Exercise Price $	Number	Weighted Average Exercise Price $
Balance, beginning of period	-	-	4,568,111	0.50
Exercised	-	-	(4,518,111)	0.50
Expired	-	-	(50,000)	0.50
Balance, end of period	-	-	-	-

(d) *Share Option Plan*

The Company has established a rolling share option plan (the "Plan") in which the maximum number of common shares which can be reserved for issuance under the Plan is 10% of the issued and outstanding shares of the Company. The minimum exercise price of the options is set at the Company's closing share price on the day before the grant date, less allowable discounts. Options granted may be subject to vesting provisions as determined by the Board of Directors and have a maximum term of ten years. The Plan permits the holder of share options to exercise cashless (net exercise) by surrendering a portion of the underlying share option shares to pay for the exercise cost.

During the three months ended August 31, 2026 the Company granted share options to purchase 100,000 (2025 - 500,000) common shares of the Company and recorded compensation expense of $18,500 (2025 - $55,556). A further $23,852 compensation expense was recorded during the three months ended August 31, 2026 on the vesting of share options granted previously.

The fair value of share options granted during three months ended August 31, 2026 and 2025 was estimated using the Black-Scholes Option Pricing Model using the following assumptions:

	2026	2025
Risk-free interest rate	2.93%	2.94%
Estimated volatility	88%	85%
Expected life	3 years	5 years
Expected dividend yield	0%	0%
Estimated forfeiture rate	0%	0%

The estimated volatility was based on the historical share prices of the Company. The weighted average grant date fair value of all share options granted during three months ended August 31, 2026 was $0.37 (2025 - $0.64) per share option.

Option-pricing models require the use of estimates and assumptions including the expected volatility. Changes in the underlying assumptions can materially affect the fair value estimates and, therefore, existing models do not necessarily provide a reliable measure of the fair value of the Company's share options.

6. Share Capital (continued)

A summary of the Company's share options at August 31, 2026 and 2025 and the changes for the three months ended on those dates, is as follows:

	2026		2025	
	Number of Options Outstanding	Weighted Average Exercise Price $	Number of Options Outstanding	Weighted Average Exercise Price $
Balance, beginning of period	5,976,600	0.41	9,550,200	0.33
Granted	100,000	0.64	500,000	0.94
Exercised	-	-	(67,600)	0.39
Expired	(28,900)	0.60	-	-
Balance, end of period	6,047,700	0.41	9,982,600	0.33

The following table summarizes information about the share options outstanding and exercisable at August 31, 2026:

Number Outstanding	Number Exercisable	Exercise Price $	Expiry Date
3,713,500	3,713,500	0.25	August 22, 2028
100,000	50,000	0.64	June 22, 2029
1,734,200	1,734,200	0.60	September 6, 2029
500,000	250,000	0.94	July 2, 2030
6,047,700	5,747,700		

See also Note 11.

7. Related Party Transactions

A number of key management personnel, or their related parties, hold positions in other entities that result in them having control or significant influence over the financial or operating policies of those entities. Certain of these entities transacted with the Company during the reporting period.

(a) *Transactions with Key Management Personnel*

The Company has determined that key management personnel consists of the Chief Executive Officer ("CEO"), and the Chief Financial Officer ("CFO") of the Company. During the three months ended August 31, 2026 the Company incurred a total of $33,750 (2025 - $33,750) to key management personnel for their services which have been allocated based on the nature of the services provided: expensed $33,750 (2025 - $27,750) to director and officer compensation; and capitalized $nil (2025 - $6,000) to exploration and evaluation assets. As at August 31, 2026 $50,000 (May 31, 2026 - $20,000) remained unpaid and has been included in accounts payable and accrued liabilities.

(b) *Transactions with Other Related Parties*

(i) During the three months ended August 31, 2026 the Company incurred a total of $26,250 (2025 - $81,029) to non-management directors and officers of the Company which have been allocated based on the nature of the services provided: expensed $26,250 (2025 - $21,750) to directors and officers compensation; and capitalized $nil (2025 - $59,279) to exploration and evaluation assets. As at August 31, 2026 $53,300 (May 31, 2026 - $49,550) remained unpaid and has been included in accounts payable and accrued liabilities.

7. Related Party Transactions (continued)

(ii) During the three months ended August 31, 2026 the Company incurred a total of $8,350 (2025 - $8,600) for accounting and administration services provided by Chase Management Ltd. ("Chase"), a private corporation owned by a director of the Company. As at August 31, 2026 $5,850 (May 31, 2026 - $1,100) remained unpaid and has been included in accounts payable and accrued liabilities.

8. Financial Instruments and Risk Management

Categories of Financial Assets and Financial Liabilities

Financial instruments are classified into one of the following categories: fair value through profit or loss ("FVTPL"); amortized cost; and fair value through other comprehensive income ("FVOCI"). The carrying values of the Company's financial instruments are classified into the following categories:

Financial Instrument	Category	August 31, 2026 $	May 31, 2026 $
Cash	Amortized cost	4,734,697	6,496,391
Amount receivable	Amortized cost	67,493	67,493
Accounts payable and accrued liabilities	Amortized cost	(434,780)	(287,602)

The Company's financial instruments recorded at fair value require disclosure about how the fair value was determined based on significant levels of inputs described in the following hierarchy:

Level 1 - Quoted prices are available in active markets for identical assets or liabilities as of the reporting date. Active markets are those in which transactions occur in sufficient frequency and value to provide pricing information on an ongoing basis.

Level 2 - Pricing inputs are other than quoted prices in active markets included in Level 1. Prices in Level 2 are either directly or indirectly observable as of the reporting date. Level 2 valuations are based on inputs including quoted forward prices for commodities, time value and volatility factors, which can be substantially observed or corroborated in the market place.

Level 3 - Valuations in this level are those with inputs for the asset or liability that are not based on observable market data.

The recorded amounts for cash, amount receivable and accounts payable and accrued liabilities approximate their fair value due to the short term to maturity.

The Company's risk exposures and the impact on the Company's financial instruments are summarized below:

Credit Risk

Credit risk is the risk of loss associated with a counterparty's inability to fulfill its payment obligations. The Company's credit risk is primarily attributable to cash. Management believes that the credit risk concentration with respect to cash is remote as cash is held with high quality financial institutions.

Liquidity Risk

Liquidity risk is the risk that the Company will not have the resources to meet its obligations as they fall due. The Company manages this risk by closely monitoring cash forecasts and managing resources to ensure that it will have sufficient liquidity to meet its obligations. The following table is based on the contractual maturity dates of financial assets and the earliest date on which the Company can be required to settle financial liabilities.

8. Financial Instruments and Risk Management (continued)

	Contractual Maturity Analysis at August 31, 2026				
	Less than 3 Months $	3 - 12 Months $	1 - 5 Years $	Over 5 Years $	Total $
Cash	4,734,697	-	-	-	4,734,697
Amount receivable	67,493	-	-	-	67,493
Accounts payable and accrued liabilities	(434,780)	-	-	-	(434,780)

Market Risk

Market risk is the risk of loss that may arise from changes in market factors such as interest rates, foreign exchange rates, and commodity and equity prices. These fluctuations may be significant.

(a) Interest Rate Risk

The Company is exposed to interest rate risk to the extent that the cash bears floating rates of interest. The interest rate risk on cash is not considered significant. The Company has no interest bearing debt.

(b) Foreign Currency Risk

The Company's functional currency is the Canadian dollar. The Company maintains foreign currency bank accounts to support the cash needs of its foreign operations. Management believes the foreign exchange risk related to currency conversions is minimal and therefore does not hedge its foreign exchange risk. At August 31, 2026, 1 Canadian Dollar was equal to 2.43 Peruvian Nuevo Soles, 0.62 Euro, and 0.72 US Dollar.

Balances are as follows

	Nuevo Soles	Euros	US Dollars	CDN $ Equivalent
Cash	327,229	26,915	283,310	571,560
VAT receivable	-	52	-	84
Amount receivable	-	-	49,540	67,493
Accounts payable and accrued liabilities	(474,254)	-	(60,000)	(278,500)
	(147,025)	26,967	272,850	360,637

Based on the net exposures as of August 31, 2026 and assuming that all other variables remain constant, a 10% fluctuation on the Canadian Dollar against the Peruvian Nuevo Sol, Euro and US Dollar would result in the Company's net loss and comprehensive loss being approximately $37,000 higher (or lower).

Capital Management

The Company manages its capital structure and makes adjustments to it, based on the funds available to the Company, in order to support the acquisition and exploration of mineral properties. The Board of Directors does not establish quantitative return on capital criteria for management, but rather relies on the expertise of the Company's management to sustain future development of the business. The Company defines capital that it manages as share capital and cash. The Company will continue to assess new properties and seek to acquire an interest in additional properties if it feels there is sufficient geologic or economic potential and if it has adequate financial resources to do so. Management reviews its capital management approach on an ongoing basis and believes that this approach, given the relative size of the Company, is reasonable.

The Company's share capital is not subject to any external restrictions. The Company has not paid or declared any dividends since the date of incorporation, nor are any currently contemplated. There have been no changes to the Company's approach to capital management during the period.

9. Segmented Information

The Company operates in one reportable segment, being the exploration and evaluation of unproven exploration and evaluation assets. The Company's exploration and evaluation assets are located in Peru and Sweden and its corporate assets, comprising mainly of cash, are located in Canada. The Company is in the exploration stage and has no reportable segment revenues or operating results.

The Company's total assets are segmented geographically as follows:

	As at August 31, 2026				
	Canada $	Ireland $	Peru $	Sweden $	Total $
Current assets	4,323,931	43,572	719,282	-	5,086,785
Equipment	-	-	135,628	-	135,628
Exploration and evaluation assets	-	-	15,114,489	708,959	15,823,448
	4,323,931	43,572	15,969,399	708,959	21,045,861

	As at May 31, 2026			
	Canada $	Ireland $	Peru $	Total $
Current assets	6,036,372	53,128	765,089	6,854,589
Equipment	-	-	138,956	138,956
Exploration and evaluation assets	-	-	14,130,222	14,130,222
	6,036,372	53,128	15,034,267	21,123,767

10. Supplemental Cash Flow Information

During the three months ended August 31, 2026 and 2025 non-cash activities conducted by the Company as follows:

	2026 $	2025 $
Investing activity		
Exploration and evaluation asset expenditures	(276,000)	-
	(276,000)	-
Financing activities		
Issuance of common shares	276,000	16,690
Share-based payments reserve	-	(16,690)
	276,000	-

11. Events after the Reporting Period

(a) On September 17, 2026 the Company granted share options to an employee of the Company to purchase 500,000 common shares, at an exercise price of $0.72 per share, expiring on September 17, 2031.

(b) On September 22, 2026, a total of 604,000 share options were exercised on a cashless basis, resulting in the issuance of 290,000 common shares of the Company.