DAURA GOLD CORP.

(formerly Daura Capital Corp.)

CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

(Unaudited - Expressed in Canadian Dollars)

FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2025 AND 2024

NOTICE TO READER

The accompanying condensed consolidated interim financial statements of Daura Gold Corp. (formerly Daura Capital Corp.) for the nine months ended September 30, 2025 and 2024 have been prepared by management and approved by the Board of Directors of the Company. These condensed consolidated interim financial statements have not been reviewed by the Company’s external auditors.

DAURA GOLD CORP. (formerly Daura Capital Corp.)
CONDENSED CONSOLIDATED INTERIM STATEMENTS OF FINANCIAL POSITION
(Unaudited - Expressed in Canadian Dollars)

		September 30 2025		December 31 2024
ASSETS				
Current assets				
Cash	$	240,588	$	145,635
Receivables		1,230		-
Prepaid expenses		41,749		10,500
Total current assets		283,567		156,135
Non-current assets				
Exploration and evaluation assets (Note 4)		1,190,798		-
Total non-current assets		1,190,798		-
TOTAL ASSETS	$	1,474,365	$	156,135
LIABILITIES AND EQUITY				
LIABILITIES				
Current liabilities				
Accounts payable and accrued liabilities (Note 5)	$	376,846	$	406,930
Notes payable (Note 6)		-		101,200
Subscriptions received in advance		85,000		141,633
Total non-current liabilities		461,846		649,763
Notes payable (Note 6)		-		35,601
Other payables		357,305		-
Total non-current liabilities		357,305		35,601
TOTAL LIABILITIES		819,151		685,364
EQUITY (DEFICIENCY)				
Share capital (Note 8)		2,762,501		569,121
Reserves		860,265		56,168
Deficit		(2,967,550)		(1,154,518)
TOTAL EQUITY (DEFICIENCY)		655,216		(529,229)
TOTAL LIABILITIES AND EQUITY (DEFICIENCY)	$	1,474,365	$	156,135

Nature and continuance of operations (Note 1)
Events after reporting date (Note 11)

These condensed consolidated interim financial statements were authorized for issuance by the Board of Directors on November 28, 2025.

Approved by the Board of Directors

"Mark D. Sumner" Director   *"Christina Cepeliauskas"* Director

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

DAURA GOLD CORP. (formerly Daura Capital Corp.)
CONDENSED CONSOLIDATED INTERIM STATEMENTS OF LOSS AND COMPREHENSIVE LOSS
(Unaudited - Expressed in Canadian Dollars)

	Three months ended September 30 2025	Three months ended September 30 2024	Nine months ended September 30 2025	Nine months ended September 30 2024
Exploration expenditures (Note 4)	$ 326,751	$ -	$ 549,699	$ -
General and administrative expenses				
Consulting fees (Note 8)	57,789	-	155,875	-
Management fees (Note 8)	28,065	-	76,412	-
Office and administrative services	36,501	4,201	126,653	13,563
Professional fees	27,793	5,567	94,284	19,329
Share-based payments	6,471	-	489,253	-
Shareholder communication and investor relations	106,612	-	219,282	-
Transfer agent and regulatory fees	12,910	496	43,289	6,425
Travel and related	13,745	-	13,745	-
	289,886	10,264	1,218,803	39,317
Loss from operations	(616,637)	(10,264)	(1,813,502)	(39,317)
Interest income	780	-	6,108	-
Interest expense	-	(836)	(495)	(836)
Foreign exchange and other	1,524	-	(5,144)	-
LOSS AND COMPREHENSIVE LOSS	$ (614,332)	$ (11,100)	$ (1,813,032)	$ (40,153)
Basic and diluted earnings (loss) per share	$ (0.01)	$ (0.00)	$ (0.04)	$ (0.01)
Weighted average number of shares outstanding - basic and diluted	44,513,815	7,054,668	40,488,332	7,054,668

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

DAURA GOLD CORP. (formerly Daura Capital Corp.)
CONDENSED CONSOLIDATED INTERIM STATEMENTS OF CASH FLOWS
(Unaudited - Expressed in Canadian Dollars)

	Nine months ended September 30 2025	Nine months ended September 30 2024
CASH FLOWS FROM OPERATING ACTIVITIES		
Loss for the period	$ (1,813,032)	$ (10,153)
Items not affecting cash:		
Share-based payments	489,253	-
Interest income	(6,108)	-
Interest expense	495	836
Unrealized foreign exchange effect	1,948	-
Changes in non-cash working capital items:		
Receivables	(942)	-
Prepaid expenses	(31,249)	(10,500)
Accounts payable and accrued liabilities	(103,876)	20,087
Net cash used in operating activities	(1,463,511)	(29,730)
CASH FLOWS FROM INVESTING ACTIVITIES		
Acquisition of exploration and evaluation assets	(233,722)	-
Interest received	6,108	-
Net cash used in investing activities	(227,614)	-
CASH FLOWS FROM FINANCING ACTIVITIES		
Shares issued for cash	1,324,991	-
Share issue costs	(101,487)	-
Exercise of warrants	513,670	-
Proceeds (repayment) of note payable	(36,096)	33,448
Receipt of subscriptions received in advance	85,000	141,633
Net cash provided by in financing activities	1,786,078	175,081
Change during the period	94,953	145,351
Cash, beginning of period	145,635	1,398
Cash, end of period	$ 240,588	$ 146,749

Supplemental disclosure with respect to cash flows (Note 9)

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

DAURA GOLD CORP. (formerly Daura Capital Corp.)
CONDENSED CONSOLIDATED INTERIM STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY (DEFICIENCY)
(Unaudited - Expressed in Canadian Dollars)

	Number of common shares		Share capital		Reserves		Deficit		Total
Balance, December 31, 2023	7,054,668	$	569,121	$	56,168	$	(1,058,063)	$	(432,774)
Loss for the period	-		-		-		(40,153)		(10,153)
Balance, September 30, 2024	**7,054,668**	**$**	**569,121**	**$**	**56,168**	**$**	**(1,098,216)**	**$**	**(472,927)**
Balance, December 31, 2024	**7,054,668**	**$**	**569,121**	**$**	**56,168**	**$**	**(1,154,518)**	**$**	**(529,229)**
Acquisition of Estrella (Note 3)	7,000,000		315,000		-		-		315,000
Private placement units	24,443,732		1,099,968		366,656		-		1,466,624
Share issue costs	-		(101,487)		-		-		(101,487)
Finder's warrants	-		(30,191)		30,191		-		-
Exercise of warrants	5,136,700		595,673		(82,003)		-		513,670
Settlement of accounts payable	3,303,313		213,217		-		-		213,217
Settlement of note payable	1,124,444		101,200		-		-		101,200
Share-based payments	-		-		489,253		-		489,253
Loss for the period	-		-		-		(1,813,032)		(1,813,032)
Balance, September 30, 2025	**48,062,857**	**$**	**2,762,501**	**$**	**860,265**	**$**	**(2,967,550)**	**$**	**655,216**

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

1. NATURE AND CONTINUANCE OF OPERATIONS

Daura Gold Corp. (formerly Daura Capital Corp.) (the "Company") was incorporated under the Business Corporations Act of British Columbia on March 29, 2018. The Company's principal business is the acquisition and exploration of mineral exploration properties, with a focus in Peru. The Company's common shares are listed on the TSX-V under the symbol "DGC". The Company's head office is located at 704 - 595 Howe Street, Vancouver, British Columbia, Canada.

The Company is in the process of exploring its exploration and evaluation assets and has not yet determined whether they contain reserves that are economically recoverable. The recoverability of amounts shown for exploration and evaluation assets is dependent upon the discovery of economically recoverable reserves, the ability of the Company to obtain the necessary financing to complete their exploration and development, confirmation of the Company's interest in the underlying claims and leases, ability to obtain the required permits to mine and future profitable production or proceeds from the disposition of these assets.

These condensed consolidated interim financial statements are prepared on a going concern basis, which assumes that the Company will be able to meet its obligations and continue its operations for its next fiscal year. Realization values may be substantially different from the carrying values shown, and these condensed consolidated interim financial statements do not give effect to adjustments necessary to the carrying values and classification of assets and liabilities should the Company be unable to continue as a going concern. The Company's continuing operations and the ability of the Company to meet mineral property and other commitments are dependent upon the ability of the Company to continue to raise additional equity or debt financing. At the date of these condensed consolidated interim financial statements, the Company has not identified a known body of commercial-grade minerals on any of its properties. The Company has not achieved profitable operations and has accumulated losses since its inception. These material uncertainties may cast significant doubt on the Company's ability to continue as a going concern.

2. MATERIAL ACCOUNTING POLICY INFORMATION

Basis of presentation

These condensed consolidated interim financial statements have been prepared in accordance with International Accounting Standard 34, Interim Financial Reporting ("IAS 34"). Certain disclosures included in the annual financial statements prepared in accordance with IFRS Accounting Standards ("IFRS"), as issued by the International Accounting Standards Board ("IASB") and interpretations of the International Financial Reporting Interpretations Committee ("IFRIC"), have been condensed or omitted, and accordingly, these unaudited condensed consolidated interim financial statements should be read in conjunction with the Company's audited financial statements for the year ended December 31, 2024. The accounting policies, estimates, and judgements applied in the preparation of these condensed consolidated interim financial statements are consistent with those applied and disclosed in the Company's audited financial statements for the year ended December 31, 2024, except for the following. The Company's interim results do not necessarily indicate its results for a full year.

Exploration and evaluation assets and expenditures

Acquisition costs for exploration and evaluation assets, net of recoveries, are capitalized on a property-by-property basis. Acquisition costs include cash consideration and the value of common shares, based on recent issue prices, issued for mineral properties pursuant to the terms of the agreement. Exploration expenditures, net of recoveries, are recorded in profit or loss as incurred.

2. MATERIAL ACCOUNTING POLICY INFORMATION (cont'd...)

Exploration and evaluation assets and expenditures (cont'd...)

After an exploration and evaluation asset is determined by management to be commercially viable and technically feasible, exploration and evaluation expenditures on the property will first be assessed for impairment before being transferred to property under development. Thereafter, all costs will be capitalized to the property. Option payments to acquire an exploration and evaluation asset, made at the sole discretion of the Company under an option agreement, are capitalized at the time of payment.

Capitalized acquisition costs are assessed for impairment if facts and circumstances suggest that the carrying amount exceeds the recoverable amount. When there is little prospect of further work being carried out by the Company or its partners on a property, when a property is abandoned or when the capitalized costs are no longer considered recoverable, the related property costs are written down to management's estimate of their net recoverable amount. The recoverability of the carrying amount of mineral properties is dependent on the successful development and commercial exploitation or the sale of the respective areas of interest.

Impairment

At each reporting date, the carrying amounts of the Company's assets are reviewed to determine whether there is any indication that those assets are impaired. If any such indication exists, the recoverable amount of the asset is estimated to determine the extent of the impairment, if any. The recoverable amount is the higher of fair value less costs to sell ("FVLCS") and value in use ("VIU"). FVLCS is determined as the amount that would be obtained from the sale of the asset in an arm's length transaction between knowledgeable and willing parties. In assessing VIU, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset. If the recoverable amount of an asset is established to be less than its carrying amount, the carrying amount of the asset is reduced to its recoverable amount, and the impairment loss is recognized in profit or loss for the period.

For the purposes of impairment testing, mineral properties are allocated to cash-generating units to which the exploration activity relates. For an asset that does not generate largely independent cash inflows, the recoverable amount is determined for the cash-generating unit to which the asset belongs. Where an impairment loss subsequently reverses, the carrying amount of the asset (or cash-generating unit) is increased to the revised estimate of its recoverable amount, so that the increased carrying amount does not exceed the carrying amount that would have been determined had no impairment loss been recognized for the asset (or cash-generating unit) in prior years. A reversal of an impairment loss is recognized immediately in profit or loss.

3. ACQUISITION OF ESTRELLA GOLD S.A.C.

In July 2024, the Company entered into a new share exchange agreement (the "SEA") with the shareholders of Estrella Gold S.A.C., a privately held Peruvian gold company, pursuant to which the Company was to acquire a 100% interest in Estrella, who holds a series of gold concessions in the Ancash Region of Northern Peru and the primary target being a high-grade gold-silver project called Antonella. The closing of this transaction was subject to regulatory approval.

In January 2025, the Company issued 7,000,000 common shares, valued at $315,000, to acquire Estrella. The acquisition of Estrella constituted as the Company's "Qualifying Transaction" under the policies of the TSX-V (the "Estrella QT"). At the time of the acquisition, the Company determined that Estrella did not constitute as a business as defined under IFRS 3 Business Combinations and accounted for the transaction as an asset acquisition.

(Unaudited - Expressed in Canadian Dollars)

3. ACQUISITION OF ESTRELLA GOLD S.A.C. (cont'd…)

The Company has recognized the identifiable assets and liabilities acquired at their estimated acquisition date fair values, where the purchase price allocation is as follows:

		Amounts
Common shares issued	$	315,000
	$	315,000
Receivables	$	288
Exploration and evaluation assets		957,076
Accounts payable and accrued liabilities		(287,007)
Other payables		(355,357)
	$	315,000

4. EXPLORATION AND EVALUATION ASSETS AND EXPENDITURES

		September 30 2025		Additions		Estrella acquisition		December 31 2024
Cochabamba project	$	965,823	$	8,747	$	957,076	$	-
Yanamina project		224,975		224,975		-		-
	$	1,190,798	$	296,230	$	957,076	$	-

Cochabamba project

From the acquisition of Estrella (Note 3), the Company acquired ten (10) mining concessions located in Ancash, Peru. These concessions collectively form the Cochabamba project, which includes the Antonella Concession and the Tayacoto Concession.

In July 2025, the Company acquired five (5) additional mineral concessions (the "Libélulas Concessions") adjacent to the Company's Antonella Concession. The Company paid US$1 per mining concession and assumed all concession fees due and payable to the Peruvian Ministry of Energy and Mines ("INGEMMET") associated with the Libélulas Concessions. The seller retains a 1% net smelter return ("NSR") royalty, of which the Company can buy back 50% (being 0.5%) for US$250,000 prior to the commencement of mine construction on these concessions.

Yanamina project

In July 2025, the Company entered into an agreement with EV Resources Limited ("EVR") to acquire the Yanamina project, located in Ancash, Peru, for a series of staged/milestone option payments up to commencement of commercial production at the project as follows (payments in cash and/or common shares at the option of the Company, unless otherwise stated):

a) initial cash payment of US$150,000 (paid);
b) one-year anniversary cash payment of US$150,000;
c) US$1,700,000 upon obtaining of a social license (that will allow a minimum 10,000-metre drilling campaign) with the communities in the area of influence;
d) US$2,000,000 within 60 days of the start of construction; and
e) US$2,000,000 within 60 days of the start of commercial production.

(Unaudited - Expressed in Canadian Dollars)

4. EXPLORATION AND EVALUATION ASSETS AND EXPENDITURES (cont'd...)

Yanamina project (cont'd...)

The Yanamina project is currently subject to the terms of a project agreement (the "Project Agreement") involving Happy Diamonds Pty Ltd. ("Happy Diamonds"). In addition to the payments outlined above, the Company has assumed responsibility for all obligations due and owing under the Project Agreement, including the following payments:

a) US$1,500,000 within 5 days of the commencement of construction of infrastructure for commercial production;
b) US$1,000,000 within 10 days of the initial gold pour;
c) US$1,000,000 within 10 days of the first anniversary of the initial gold pour;
d) US$1,000,000 within 10 days of the second anniversary of the initial gold pour;
e) US$1,000,000 within 10 days following the production of 275,000 ounces of gold (or gold products containing the equivalent of such amount of refined gold using, for other precious metals, the gold equivalent ounces thereof).

In June 2025, the Company staked new mineral concessions contiguous with the Yanamina project from the INGEMMET.

Exploration and evaluation expenditures

For the nine months ended September 30, 2025		Cochabamba		Yanamina		Total
Administrative	$	74,064	$	643	$	74,707
Assays, mapping, and sampling		25,344		-		25,344
Community relations		14,922		-		14,922
Field work		784		575		1,359
Property maintenance		111,819		62,507		174,326
Salaries and consultants		244,086		59,954		304,040
	$	471,019	$	123,680	$	**594,699**

5. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

		September 30 2025		December 31 2024
Accounts payable	$	299,944	$	188,939
Accrued liabilities		54,735		98,662
Other payables (Note 8)		22,167		119,329
	$	**376,846**	$	**406,930**

In June 2025, the Company issued 200,247 units to settle $27,033 in accounts payable.

In January 2025, the Company issued 3,103,066 common shares to settle $186,184 in accounts payable.

6. NOTES PAYABLE

In April 2022, the Company entered into a loan agreement for proceeds of $101,200, which had been previously recorded as share subscriptions received in advance. The loan is non-interest bearing and is due and payable on or before June 30, 2025. The loan has been settled in full during the nine months ended September 30, 2025.

In July 2024, the Company entered into a loan agreement for proceeds of $33,447 or US$25,000, which was bearing interest at 15% per annum and payable on June 30, 2026. As at September 30, 2025, the Company has accrued interest of $Nil (December 31, 2024 - $2,154). The loan has been repaid in full during the nine months ended September 30, 2025.

7. SHARE CAPITAL

Authorized share capital consists of an unlimited number of common shares and preferred shares without par value.

As at September 30, 2025, 1,383,334 (December 31, 2024 - 2,766,668) common shares of the Company were held in escrow, 25% of which are to be released upon issuance of the Final Exchange Bulletin (the "Initial Release") and an additional 25% every six months thereafter, over eighteen months following the Initial Release.

As at September 30, 2025, 7,645,989 (December 31, 2024 - Nil) common shares of the Company were held in escrow, 10% of which are to be released upon issuance of the Final Exchange Bulletin (the "Initial Release") and an additional 15% every six months thereafter, over thirty-six months following the Initial Release.

Issued share capital

In June 2025, the Company issued 200,247 units to settle $27,033 in accounts payable, where each unit consists one share and one share purchase warrant (Note 5). Each warrant is exercisable at $0.175 per share for two years.

In March 2025, the Company issued 1,124,444 units to settle $101,200 in notes payable, where each unit consists one common share and one share purchase warrant (Note 6). Each warrant is exercisable at $0.115 per share for two years.

In January 2025, the Company issued 3,103,066 common shares to settle $186,184 in accounts payable (Note 5).

In January 2025, the Company issued 24,443,732 units at $0.06 per unit for gross proceeds of $1,466,624. Each unit consists of one common share and one share purchase warrant, with each whole warrant is exercisable at a price of $0.10 per share for two years. The residual value of the warrants issued was estimated as $366,656 using the share price on the TSX-V on the closing date. The Company paid finder's fees of $67,619 and issued 1,126,979 share purchase warrants, valued at $30,191.

In January 2025, the Company issued 7,000,000 common shares, valued at $315,000, for the acquisition of Estrella (Note 3).

During the nine months ended September 30, 2025, the Company issued 5,136,700 (2024 - Nil) common shares for the exercise of warrants.

(Unaudited - Expressed in Canadian Dollars)

7. SHARE CAPITAL (cont'd....)

Stock options

The movements in warrants and finder warrants for the nine months ended September 30, 2025 are summarized as follows:

	Outstanding		Weighted average exercise price
As at December 31, 2024	-	$	0.00
Granted	3,775,000		0.15
As at September 30, 2025	3,775,000	$	0.15

As at September 30, 2025, the weighted average remaining life of the warrants and finder warrants outstanding was 4.74 years and the Company's outstanding warrants are as follows:

	Outstanding	Exercisable		Exercise price
June 19, 2030	3,525,000	881,250	$	0.150
September 8, 2030	250,000	-	$	0.225

Warrants

The movements in warrants and finder warrants for the nine months ended September 30, 2025 are summarized as follows:

	Outstanding		Weighted average exercise price
As at December 31, 2024	-	$	0.00
Issued	26,695,155		0.10
Exercised	(5,136,700)		0.10
As at September 30, 2025	21,758,702	$	0.10

As at September 30, 2025, the weighted average remaining life of the warrants and finder warrants outstanding was 1.32 years and the Company's outstanding warrants are as follows:

	Outstanding		Exercise price
January 20, 2027	20,434,011	$	0.100
March 28, 2027	1,124,444	$	0.115
April 24, 2027	200,247	$	0.175

(Unaudited - Expressed in Canadian Dollars)

7. SHARE CAPITAL (cont'd….)

Share-based payment and share-based payment reserve

During the nine months ended September 30, 2025, the Company granted 3,775,000 (2024 - Nil) stock options with a weighted average fair value of $0.14 (2024 - $Nil) per option. The weighted average fair value of the stock options granted was estimated using the Black-Scholes option pricing model with the following assumptions:

For the nine months ended	September 30 2025	September 30 2024
Risk-free interest rate	2.91%	n/a
Expected dividend yield	0%	n/a
Expected stock price volatility	150%	n/a
Expected life in years	5	n/a
Forfeiture rate	0%	n/a

During the nine months ended September 30, 2025, the Company recorded share-based payments of $489,253 (2024 - $Nil), representing the fair value of options vested during the period, with the offsetting amounts credited to reserve.

8. RELATED PARTY TRANSACTIONS AND BALANCES

Key management personnel are those persons with the authority and responsibility for planning, directing and controlling the Company's activities, including the directors and officers of the Company. The aggregate value of transactions and outstanding balances relating to key management personnel are as follows:

For the nine months ended		September 30 2025		September 30 2024
Chief Executive Officer	$	76,412	$	-
Chairman		77,938		-
Director		77,938		-
Seabord		68,000		-
Share-based payments		366,368		-
	$	666,656	$	-

Seabord Management Corp. ("Seabord") is related to Daura because it provides the Company with key management personnel services, such as the Chief Financial Officer and Corporate Secretary, who is employee of Seabord and are not paid directly by the Company.

Amount owed to		September 30 2025		December 31 2024
Chief Executive Officer	$	45,599	$	-
Chairman		28,895		96,162
Chief Financial Officer		5,863		-
Directors		389,503		13,015
Seabord		17,800		64,080
	$	487,660	$	173,257

(Unaudited - Expressed in Canadian Dollars)

8. RELATED PARTY TRANSACTIONS AND BALANCES

In January 2025, concurrent to the Qualifying Transaction, the Company issued 2,652,716 common shares to settle $159,163 owed to related parties.

All transactions and balances are in the normal course of operations and are measured at the exchange amount, which is the amount of consideration agreed to by the related parties.

9. SUPPLEMENTAL DISCLOSURE WITH RESPECT TO CASH FLOWS

During the nine months ended September 30, 2025, the Company:

a) recorded $30,191 (2024 - $Nil) of share issue costs for finder's warrants issued; and
b) reallocated $82,003 (2024 - $Nil) from reserves for exercise of warrants.

10. FINANCIAL INSTRUMENTS

The Company classified its financial instruments as follows:

	September 30 2025	December 31 2024
Financial assets - Amortized costs:		
Cash	$ 240,588	$ 145,635
Receivables	1,230	-
Financial liabilities - Amortized costs:		
Accounts payable and accrued liabilities	376,846	406,930
Other payables	357,305	-
Notes payable	-	136,801
Subscriptions received in advance	$ 85,000	$ 141,633

Fair value

Financial instruments recorded at fair value on the statements of financial position are classified using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

a) Level 1 - Unadjusted quoted prices in active markets for identical assets or liabilities;
b) Level 2 - Inputs other than quoted prices that are observable for assets or liabilities, either directly or indirectly; and
c) Level 3 - Inputs for assets and liabilities that are not based on observable market data.

The fair value hierarchy requires the use of observable market inputs whenever such inputs exist. A financial instrument is classified to the lowest level of the hierarchy for which a significant input has been considered in measuring fair value. The carrying value of cash, accounts payable and accrued liabilities, notes payable, and subscriptions received in advance approximated their fair value.

10. FINANCIAL INSTRUMENTS (cont'd…)

Capital risk management

Capital is comprised of the Company's shareholders' equity and any debt that it may issue. As at September 30, 2025, the Company had a working capital deficiency of $178,277 (December 31, 2024 - $493,628). 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 and development of mineral property interests. 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 mineral property interests in which the Company currently has an interest in are at the exploration stage. As such, the Company has historically relied on the equity markets to fund its activities. In addition, the Company is dependent upon external financings to fund activities. In order to carry out planned exploration and pay for administrative costs, the Company will need to raise additional funds. The Company will continue to assess new properties and seek to acquire an interest in additional mineral 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 capital management objectives, policies and processes have remained unchanged during the nine months ended September 30, 2025. The Company is not subject to any capital requirements imposed by a lending institution or regulatory body.

Credit risk

Credit risk is the risk of loss arising from a customer or third party to a financial instrument failing to meet its contractual obligations. The Company's credit risk is primarily attributable to its cash. The Company limits exposure to credit risk by maintaining its cash with large financial institutions.

Liquidity risk

Liquidity risk is the risk that the Company will not be able to meet its financial obligations as they fall due. The Company ensures there is sufficient capital to meet short-term business requirements, after taking into account cash flows from operations and the Company's holdings of cash as well as anticipated proceeds from the proposed financing. The Company believes that further funding will be required to meet long-term requirements. All the Company's financial liabilities are to be settled within one year.

11. EVENTS AFTER REPORTING DATE

Subsequent to September 30, 2025, the Company:

a) closed its upsized and oversubscribed private placement of 28,000,000 units of the Company at a price of $0.25 per unit for gross proceeds of $7,000,000. Each unit consists of one common share and one-half-of-one warrant, where each warrant is exercisable at $0.375 per share for two years. The Company paid finders' fees of $218,278, issued 1,726,970 finders' warrants (same terms as above), and issued 853,860 finders' units (same terms as above). All securities issued are subject to a statutory four-month holding period; and

11. EVENTS AFTER REPORTING DATE (cont'd…)

b) entered into a binding letter agreement (the "Letter Agreement") with Latin Metals Inc. ("Latin Metals"; TSXV: LMS) to acquire up to an 80% interest in the Cerro Bayo and La Flora gold-silver projects (together, the "Cerro Bayo Projects") located in Santa Cruz, Argentina. During the first 38 months, the Company can acquire the initial 75% in exchange for (a) staged option payments totaling US$1,700,000, (b) assumed payments to Tres Cerros Exploraciones S.R.L. ("Tres Cerros") totaling US$400,000, (c) completion of exploration work commitments, and (d) delivery of a technical report on mineral resource estimate. After which, the Company may give notice to Latin Metals to increase its interest to 80% (the "Top-Up Right"). To exercise the Top-Up Right, the Company pay Latin Metals based on the measured, indicated and inferred mineral resources included in the mineral resource estimate set out in the technical report at US$7.00 per gold-equivalent ounce ("Au-eq oz") of measured and indicated resources and US$5.00 per Au-eq oz of inferred resources. Latin Metals may elect to convert its interest to a 3.0% NSR royalty, subject to a partial buyback by the Company at any time until three (3) months after a production decision on the projects has been made. Tres Cerros retains a 0.75% NSR royalty, 0.5% of which can be purchased for US$1,000,000 by the Company.