FIREWEED METALS CORP.

(Unaudited - Expressed in Canadian Dollars)

Condensed Interim Consolidated Financial Statements

For the three months ended March 31, 2025 and 2024

(Unaudited - expressed in Canadian Dollars)

	Note(s)	March 31, 2025 $	December 31, 2024 $
Assets			
Current assets:			
Cash and cash equivalents		14,446,674	19,818,768
Receivables		245,746	1,258,285
Prepaid expenses	4	1,386,768	410,133
		16,079,188	21,487,186
Non-current assets:			
Equipment and right of use assets	6	1,680,759	1,865,771
Permitting bonds		293,473	39,596
Exploration and evaluation assets	5	17,966,595	17,606,595
Total Assets		36,020,015	40,999,148
Liabilities			
Current liabilities:			
Accounts payable and accrued liabilities	7,13	1,541,203	2,709,785
Lease liability, current	8	52,914	161,596
Flow-through premium liability	10	416,587	1,289,446
		2,010,704	4,160,827
Non-current liabilities:			
Lease liability, non-current	8	142,200	152,679
Rehabilitation provisions	11	851,218	844,232
Total Liabilities		3,004,122	5,157,738
Shareholders' equity:			
Capital stock	12	145,740,778	144,587,367
Options reserve	12	6,612,399	6,221,562
Warrants reserve	12	183,253	183,253
Deficit		(119,520,537)	(115,150,772)
Total Shareholders’ equity		33,015,893	35,841,410
Total Liabilities and Shareholders’ Equity		36,020,015	40,999,148

Nature of operations and going concern (Note 1)
Commitments (Note 17)
Subsequent events (Note 18)

On behalf of the Board:

“Ian Gibbs”	*“Peter Hemstead”*
Director, President and CEO	Director

FIREWEED METALS CORP.
Condensed Interim Consolidated Statements of Loss and Comprehensive Loss
(Unaudited - expressed in Canadian Dollars)
For the three months ended March 31, 2025 and 2024

	Note(s)	March 31, 2025 $	March 31, 2024 $
Expenses			
Consulting and management	13	331,345	493,671
Depreciation	6	187,685	165,252
Exploration and evaluation	5	3,181,896	2,571,307
General & administrative	13	692,523	440,867
Investor relations and corporate development		202,424	289,005
Interest expense	8	22,085	21,656
Share-based compensation	12,13	767,364	562,563
		5,385,322	4,544,321
Other Expenses (Income)			
Accretion on rehabilitation provision	11	6,986	6,333
Amortization of flow-through liability	10	(872,859)	(103,871)
Part XII.6 Tax		18,320	193,307
Finance expense on purchase obligation	5	-	90,681
Foreign exchange		(118,470)	3,248
Interest income		(49,534)	(217,089)
Gain on debt settlement	9	-	(10,000)
Loss and comprehensive loss for the period		**4,369,765**	**4,506,930**
Loss per share – basic and diluted		0.02	0.03
Weighted average number of common shares outstanding – basic and diluted		181,892,117	145,969,843

(Unaudited - expressed in Canadian Dollars)

	Note(s)	March 31, 2025 $	March 31, 2024 $
OPERATING ACTIVITIES			
Loss for the period		(4,369,765)	(4,506,930)
Adjustment for items not affecting cash:			
Amortization of flow-through liability	10	(872,859)	(103,871)
Accretion on rehabilitation provision	11	6,986	6,333
Depreciation	6	187,685	165,252
Finance expense on purchase obligation	5	-	90,681
Share-based compensation	12, 13	767,364	562,563
Interest on lease obligations	8	8,245	21,656
Change in non-cash working capital items:			
Receivables		1,012,539	164,583
Prepaid expenses	4	(976,635)	(27,308)
Accounts payable and accrued liabilities	7	(1,168,582)	(267,911)
		(5,405,022)	**(3,894,952)**
INVESTING ACTIVITIES			
Acquisition of equipment	6	(2,673)	(79,011)
Exploration and evaluation assets	5	(150,000)	-
Permitting bonds		(253,877)	-
		(406,550)	**(79,011)**
FINANCING ACTIVITIES			
Repayment of CEBA loan	9	-	(40,000)
Proceeds from warrants exercised	12	-	835,001
Proceeds from options exercised	12	566,884	59,062
Lease payments	8	(127,406)	(127,407)
		439,478	**726,656**
Decrease in cash		(5,372,094)	(3,247,307)
Cash and cash equivalents, beginning of the period		**19,818,768**	**19,224,378**
Cash and cash equivalents, end of the period		**14,446,674**	**15,977,071**
Cash		1,629,722	14,687,071
Cash equivalents		12,816,952	1,290,000
		14,446,674	**15,977,071**
Supplemental disclosures with respect to cash flows:			
Non-cash investing and financing activities:			
Shares issued for exploration and evaluation assets	12	210,000	-
Change in rehabilitation provision	11	-	34,862
Fair value of exercised options	12	316,527	-

(Unaudited - expressed in Canadian Dollars)

		Capital Stock					
	Note	Shares #	Amount $	Warrants reserve $	Options reserve $	Deficit $	Total $
Balance at December 31, 2023		**145,445,800**	**108,033,387**	**183,253**	**4,831,622**	**(80,489,238)**	**32,559,024**
Share-based compensation	12	-	-	-	562,563	-	562,563
Options exercised	12	81,800	93,924	-	(34,862)	-	59,062
Warrants exercised	12	1,391,668	835,001	-	-	-	835,001
Loss for the period		-	-	-	-	(4,506,930)	(4,506,930)
Balance at March 31, 2024		**146,919,268**	**108,962,312**	**183,253**	**5,359,323**	**(84,996,168)**	**29,508,720**
Share-based compensation		1,200,000	120,000	-	1,723,611	-	1,843,611
Shares issued in private placement		12,985,586	14,284,145	-	-	-	14,284,145
Flow-through shares issued in private placement		909,090	1,409,090	-	-	-	1,409,090
Flow-through charity shares issued in private placement		15,828,359	27,383,061	-	-	-	27,383,061
Flow-through premium		-	(10,380,957)	-	-	-	(10,380,957)
Share issuance costs		-	(473,520)	-	-	-	(473,520)
Options exercised		1,994,200	2,405,436	-	(861,372)	-	1,544,064
Warrants exercised		1,463,001	877,800	-	-	-	877,800
Loss for the period		-	-	-	-	(30,154,604)	(30,154,604)
Balance at December 31, 2024		**181,299,504**	**144,587,367**	**183,253**	**6,221,562**	**(115,150,772)**	**35,841,410**
Share-based compensation	12	-	-	-	707,364	-	707,364
Performance shares	17	600,000	60,000	-	-	-	60,000
Shares issued for exploration and evaluation assets	12	147,888	210,000	-	-	-	210,000
Options exercised	12	744,400	883,411	-	(316,527)	-	566,884
Loss for the period		-	-	-	-	(4,369,765)	(4,369,765)
Balance at March 31, 2025		**182,791,792**	**145,740,778**	**183,253**	**6,612,399**	**(119,520,537)**	**33,015,893**

1. Nature of Operations and Going Concern

Fireweed Metals Corp. (the "Company" or "Fireweed") was incorporated under the Business Corporations Act of the Yukon in Canada on October 20, 2015. The Company is a mineral exploration and development company and is engaged in the acquisition and exploration of mineral assets. As at March 31, 2025, the Company had three projects in northern Canada, the Macmillan Pass Project (Yukon) ("Macpass"), the Mactung Project (Yukon/North West Territories) ("Mactung") and the Gayna Zinc Project (North West Territories) ("Gayna"). The Company is listed on the TSX Venture Exchange and on the OTCQX under the symbols "FWZ" and "FWEDF", respectively.

The Company's head office and principal address is Suite 2800 – 1055 Dunsmuir Street, Vancouver, British Columbia, Canada, V7X 1L2. The registered and records office is 3081 3rd Avenue, Whitehorse, Yukon, Canada Y1A 4Z7.

The Company's ability to continue operations is not assured and is dependent upon the ability to obtain necessary financing to meet its liabilities and commitments as they become due, and the ability to generate future profitable production or operations or obtain sufficient proceeds from the disposition thereof. The outcome of these matters cannot be predicted at this time. These condensed interim consolidated financial statements do not include adjustments to amounts and classifications of assets and liabilities that might be necessary should the Company be unable to continue operations. As at March 31, 2025, the Company had an accumulated deficit of $119,520,537, current assets of $16,079,188 to settle current liabilities of $2,010,704, leaving the Company with a net working capital balance of $14,068,484. However, additional financing will be required to carry out additional exploration and development of its properties which may indicate the existence of material uncertainty that may cast significant doubt about the Company's ability to continue as a going concern. Please refer to Subsequent Events (Note 18) for details of brokered and non-brokered financings announced on May 8, 2025.

2. Basis of Preparation

a) Statement of compliance

These condensed interim financial statements ("Interim Financial Statements") for the three months ended March 31, 2025, have been authorized for issue by the Board of Directors on May 27, 2025.

These Interim Financial Statements have been prepared in accordance with International Accounting Standard 34, *Interim Financial Reporting*, as issued by the International Accounting Standards Board. Certain disclosures included in the annual consolidated financial statements for the years ended December 31, 2024 and 2023 ("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.

b) Basis of presentation

These Interim Financial Statements have been prepared on a historical cost basis except for those financial instruments which have been classified at fair value through profit or loss. In addition, these Interim Financial Statements have been prepared using the accrual basis of accounting, except for cash flow information. Certain items within the statement of loss and comprehensive loss and within exploration and evaluation expense (Note 5) have been reclassified from the original presentation in the comparative period.

c) Functional and presentation currency

The Interim Financial Statements are presented in Canadian dollars, which is also the functional currency of the Company. The functional currency is the currency of the primary economic environment in which an entity operates.

d) Basis of consolidation

These Interim Financial Statements include the financial statements of Fireweed Metals Corp. and its wholly owned subsidiaries Fireweed Macpass Mining Ltd., Fireweed Mactung Mining Ltd., and Fireweed Gayna River Metals Ltd.

3. Material Accounting Policies

These Interim Financial Statements were prepared using accounting policies consistent with those described in Note 3 to the Annual Financial Statements, except as follows:

Government Grants

Government grants are recognized where there is reasonable assurance that the grant will be received, and all attached conditions will be complied with. When the grant relates to an expense item, it is recognized as a deduction against the related expense over the period necessary to match the grant on a systematic basis to the costs that it is intended to compensate. Government grants received in advance that relate to expenditures in future periods are deferred on the statements of financial position within deferred liabilities and deducted against the related expenditures as incurred.

Critical accounting estimates, judgments, and assumptions

The preparation of these Interim Financial Statements requires management to make certain estimates, judgments and assumptions that affect the reported amounts of assets and liabilities at the date of the Interim Financial Statements and reported amount of expenses during the reporting period. Actual outcomes could differ from these estimates. These Interim Financial Statements include estimates that, by their nature, are uncertain. The impacts of such estimates are pervasive throughout the Interim Financial Statements and may require accounting adjustments based on future occurrences. Revisions to accounting estimates are recognized in the period in which the estimate is revised and future periods if the revision affects both current and future periods. These estimates are based on historical experience, current and future economic conditions and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Information about significant areas of estimation uncertainty in applying accounting policies that have the most significant effect on the amounts recognized in the Interim Financial Statements are noted below with further details of the assumptions contained in the relevant note.

Critical accounting judgment

The preparation of these Interim Financial Statements requires management to make judgements regarding the going concern of the Company as discussed in Note 1.

The preparation of these Interim Financial Statements requires making judgments that affect the amounts reported. The most significant accounting judgements that management has made relate to exploration and evaluation assets and potential indicators for impairment. Management makes judgements in reviewing exploration and evaluation assets for indicators of impairment. Management considers, among other things, whether or not (i) the period for which the Company has the right to explore in the specific area has expired during the period or will expire in the near future, and is not expected to be renewed; (ii) substantive expenditure on further exploration for and evaluation of mineral resources in the specific area is neither budgeted nor planned; (iii) exploration for and evaluation of mineral resources in the specific area have not led to the discovery of commercially viable quantities of mineral resources and the Company has decided to discontinue such activities in the specific area; and (iv) whether sufficient data exists to indicate that, although a development in the specific area is likely to proceed, the carrying amount of the exploration and evaluation asset is unlikely to be recovered in full from successful development or by sale. In considering these factors, management did not identify any impairment indicators for the period ended March 31, 2025.

(Unaudited - expressed in Canadian Dollars)

Key sources of estimation uncertainty

Carrying value and recoverability of exploration and evaluation assets

The carrying amount of the Company's exploration and evaluation assets do not necessarily represent present or future values, and the Company's exploration and evaluation assets have been accounted for under the assumption that the carrying amount will be recoverable. Recoverability is dependent on various factors, including the discovery of economically recoverable reserves, the ability of the Company to obtain the necessary financing to complete the development and upon future profitable production or proceeds from the disposition of the mineral properties themselves.

Additionally, there are numerous geological, economic, environmental and regulatory factors and uncertainties that could impact management's assessment as to the overall viability of its properties or to the ability to generate future cash flows necessary to cover or exceed the carrying value of the Company's exploration and evaluation assets.

Share-based compensation

Share-based compensation expense is measured by reference to the fair value of the stock options at the date at which they are granted. Estimating fair value for granted stock options requires determining the most appropriate valuation model which is dependent on the terms and conditions of the grant. This estimate also requires determining the most appropriate inputs to the valuation model including the expected life of the option, volatility, dividend yield, and rate of forfeitures and making assumptions about them. The value of the share-based compensation expense for the periods ended March 31, 2025 and 2024 are disclosed in Note 12.

Rehabilitation provision

The calculation of the asset retirement obligation involves significant measurement estimates and assumptions of the amount and timing of reclamation costs and applicable inputs used in the calculation, such as inflation and discount rates. The Company bases its estimates on historical experience, government regulations and assumptions that are believed to be reasonable given the scope of the exploration project. Refer to Note 11 for more details.

4. Prepaid expenses

	March 31, 2025 $	**December 31, 2024 $**
Prepaid insurance	52,461	29,790
Prepaid expenses	220,730	202,059
Advance deposits	1,055,133	124,839
Security deposits	58,444	53,445
Total Prepaid expenses	**1,386,768**	**410,133**

Prepaid insurance, prepaid expenses and security deposits are comprised largely of general and administrative items. Advance deposits consists of prepayments made to vendors in preparation for the Company's operating field season conducted mostly during the months of May through September and is therefore seasonal in nature.

(Unaudited - expressed in Canadian Dollars)

5. Exploration and Evaluation Assets and Expenses

Exploration & Evaluation Assets	Macpass $	Gayna $	Mactung $	Total $
Acquisition and maintenance costs:				
Balance, December 31, 2023	**12,804,423**	**57,752**	**4,499,389**	**17,361,564**
Change in rehabilitation provision	229,811	-	-	229,811
Cash payments	1,162	-	14,058	15,220
Balance, December 31, 2024	**13,035,396**	**57,752**	**4,513,447**	**17,606,595**
Cash payments	150,000	-	-	150,000
Shares issued	210,000	-	-	210,000
Balance, March 31, 2025	**13,395,396**	**57,752**	**4,513,447**	**17,966,595**

Exploration & Evaluation Expenses	Macpass $	Gayna $	Mactung $	Total $
Assaying	339,687	-	-	339,687
Camp and field	506,088	-	24,641	530,729
Drilling	253,316	-	-	253,316
Engineering	96,056	-	279,973	376,029
Exploration & Geological Consulting	285,769	25,113	3,645	314,527
Other Expenditures	30,705	-	-	30,705
Permitting, Environment, Social	540,457	-	185,857	726,314
Three months ended, March 31, 2024	**2,052,078**	**25,113**	**494,116**	**2,571,307**
Assaying	51,692	-	-	51,692
Camp and field	393,095	457,874	57,001	907,970
Drilling	25,650	73,009	1,733	100,392
Engineering	223,245	-	322,579	545,824
Exploration & Geological Consulting	197,047	119,339	5,291	321,677
Other Expenditures	26,672	-	7,324	33,996
Permitting, Environment, Social	841,425	-	378,920	1,220,345
Three months ended, March 31, 2025	**1,758,826**	**650,222**	**772,848**	**3,181,896**

Macpass Project, Yukon, Canada

Summary of Property Acquisitions and Royalties

The Property comprises multiple claim blocks that were acquired and consolidated over several years by Fireweed into the current Macpass Project. Summaries of the underlying claim blocks/properties and royalties are described below.

Fireweed holds a 100% interest in various claims comprising the Tom and Jason property. The Jason claims have a third party underlying 3% net smelter return (“NSR”) royalty which can be bought out at any time as follows:

- $1,250,000 for 1.5%; and
- $4,000,000 for 1.5%.

There are no underlying royalties on the Tom claims.

Fireweed holds a 100% interest in various claims comprising the Nidd property. The claims are subject to a 1% NSR royalty and a right of first offer to purchase future production concentrates from the Nidd property.

Fireweed holds a 100% interest in various claims comprising the Mac property. These claims are subject to a production royalty of 0.25% NSR on base metals and other non-precious minerals, 1% NSR on silver and other precious metals excluding gold, and 3% NSR on gold produced.

Fireweed holds a 100% interest in the MC, MP and Jerry claims. These claims are subject to production royalties of 0.5% NSR on base metals and silver, and 2% NSR on all other metals including gold produced from the MC, MP and Jerry claims. The vendors are entitled to one additional payment of $750,000 or equivalent in Fireweed shares at the Company's option, upon receiving a resource calculation of at least 2.0 million tonnes of indicated (or better) resource on any part of the MC, MP or Jerry claims. Fireweed maintains a right of first refusal on the sale of any NSR royalty from these claims.

Fireweed holds a 100% interest in the BR and NS claims. These claims are subject to production royalties of 0.5% NSR on base metals and silver, and 2% NSR on all other metals including gold produced from the BR and NS claims. The vendors are entitled to one additional payment of $750,000 or equivalent in Fireweed shares at the Company's option, upon receiving a resource calculation of at least 2.0 million tonnes of indicated (or better) resource on any part of the BR or NS claims. Fireweed will have the right to purchase one-half of these NSR royalties for $2,000,000 at any time prior to the commencement of commercial production. Fireweed maintains a right of first refusal on the sale of any NSR royalty from these claims by Golden Ridge Resources Ltd. There is also a pre-existing third party 3% NSR royalty on any future cobalt production from the BR and NS claims.

Fireweed holds 100% interest in various claims comprising the Sol property. The claims are subject to a 0.5% NSR royalty on all base metals and silver and a 2% NSR royalty on all other metals including gold, which may be mined from the property. There is an additional private third-party royalty consisting of a 2% NSR on production from the Sol Property, of which 1% may be extinguished for $2,000,000.

On January 13, 2022, the Company exercised its option and acquired 100% interest in various claims comprising the Oro property. The property is subject to a 0.5% NSR royalty on all base metals and silver and a 2% NSR royalty on all other metals including gold, which may be mined from the Oro property.

Fireweed holds a 100% interest in various claims comprising the Harvest claims, acquired from Strategic Meals Limited ("Strategic Metals") on January 15, 2025. Strategic Metals retained an NSR royalty of 0.5% on base metals and silver, and 2% on gold from future production at the Harvest claims. Fireweed will have the right to purchase one-half of these NSR royalties for $1,000,000. As consideration for the claims the Company paid $150,000 and issued 147,888 common shares with a corresponding value of $210,000 (Note 12).

Mactung Project, Yukon/NWT, Canada

On June 7, 2022, Fireweed signed a binding Letter of Intent to purchase the Mactung Project. On May 3, 2023, the Company and the Government of the Northwest Territories ("GNWT") finalized an assignment and assumption agreement (the "Agreement") for the purchase of the Mactung Project.
Summary of Mactung Acquisition Terms

Under the terms of the Agreement, GNWT will sell the Mactung Project to Fireweed for a total purchase price of $15,000,000 staged as follows:

1. $1,500,000 upon execution of the binding letter of intent (paid);
2. $3,500,000 within 18 months upon finalization of the definitive agreement (paid);
3. $5,000,000 upon Fireweed announcing its intention to construct a mine on either the Mactung Project or any portion of the mineral property interests controlled by Fireweed in the Yukon, commonly known as the Macpass Project (not yet due); and
4. $5,000,000 upon Fireweed announcing its intention to construct a mine on the Mactung Project (not yet due).

(Unaudited - expressed in Canadian Dollars)

Contingent payments related to performance milestones were not included in the purchase price.

On the acquisition date, the Company discounted the $3,500,000 purchase obligation using a 12% annual discount rate to $2,952,847, and during the years ended December 31, 2023 and 2024, the Company recorded $229,357 and $317,796, respectively, to finance expense on purchase obligation before the balance of the purchase obligation was paid.

On May 23, 2023, ownership of the Mactung Project assets was transferred to the Company and is considered the acquisition date for accounting purposes. All expenses incurred on the Mactung Project prior to May 23, 2023 were recorded as property investigation costs.

Mactung carries an existing NSR royalty of 4% which is held by a third party, 2% of which can be purchased at any time for $2,500,000.

6. Equipment and Right of Use Assets

	Water Well	Exploration Equipment	Other Equipment	ROU Camp Equipment	ROU other	Total
Cost	$	$	$	$	$	$
As at December 31, 2023	404,204	1,119,703	172,617	294,243	772,168	2,762,935
Additions	-	331,380	15,986	-	-	347,366
As at December 31, 2024	404,204	1,451,083	188,603	294,243	772,168	3,110,301
Additions	-	-	2,673	-	-	2,673
As at March 31, 2025	**404,204**	**1,451,083**	**191,276**	**294,243**	**772,168**	**3,112,974**
Accumulated Depreciation						
As at December 31, 2023	-	(155,180)	(91,217)	(32,772)	(289,563)	(568,732)
Depreciation expense	(20,210)	(200,692)	(25,116)	(43,696)	(386,084)	(675,798)
As at December 31, 2024	(20,210)	(355,872)	(116,333)	(76,468)	(675,647)	(1,244,530)
Depreciation expense	(19,200)	(54,761)	(6,279)	(10,924)	(96,521)	(187,685)
As at March 31, 2025	**(39,410)**	**(410,633)**	**(122,612)**	**(87,392)**	**(772,168)**	**(1,432,215)**
Net book value						
As at December 31, 2024	383,994	1,095,211	72,270	217,775	96,521	1,865,771
As at March 31, 2025	**364,794**	**1,040,450**	**68,664**	**206,851**	**-**	**1,680,759**

During the year ended December 31, 2023, the Company entered into a lease agreement for camp equipment. The leased equipment has been recorded as a Right of Use ("ROU") asset and is amortized over the life of the lease (Note 8). As at March 31, 2025, the Company had incurred $404,204 in costs related to the construction of a water well at the Macpass Project. The water well was determined to be in use as at October 1, 2024.

(Unaudited - expressed in Canadian Dollars)

7. Accounts Payable and Accrued Liabilities

A summary of the Company's accounts payable and accrued liabilities is as follows:

	March 31, 2025 $	December 31, 2024 $
Payable to related parties (Note 13)	4,639	370,903
Trade payables	1,536,564	2,338,882
Total Accounts Payable and Accrued Liabilities	**1,541,203**	**2,709,785**

8. Lease Liability

On April 15, 2023, the Company entered into a camp equipment lease agreement with a 60-month term and monthly payments of $42,469 for the first 24 months and $6,480 for the remaining 36 months. The lease consisted of two separate lease components, with the first being durable camp equipment with a life of 60 months and the second being other camp assets with an expected life of 24 months. The other camp assets have a purchase option of $1 at the conclusion of the 24-month lease period and the durable camp equipment has a purchase option of $75,765 at the conclusion of the 60-month lease period.

At the date of recognition, the lease liabilities were measured at the present value of the lease payments that were not paid at that date. The lease payments are discounted using an annual interest rate of 12% respectively. The continuity of the lease liabilities is presented in the table below:

	March 31, 2025	December 31, 2024
	$	$
Balance, beginning of period	314,275	756,897
Lease payments	(127,406)	(509,630)
Interest expense	8,245	67,008
Balance, end of period	195,114	314,275
Less: current portion of lease liability	(52,914)	(161,596)
Non-current portion of lease liability	**142,200**	**152,679**

The remaining minimum future lease payments, excluding estimated operating costs, for the term of the lease including assumed renewal periods are as follows:

	March 31, 2025 $
Less than 1 year	77,766
1 to 5 years	77,766
5+ years	77,766
Total minimum lease payments	233,298
Less imputed interest	(38,184)
Total lease obligation	195,114
Current portion of lease obligation	(52,914)
Non-current portion of lease liability	142,200

(Unaudited - expressed in Canadian Dollars)

9. Loan Payable

In May 2020, the Company secured a $40,000 interest-free operating line of credit after applying for the government-sponsored Canada Emergency Business Account under the Government of Canada COVID-19 relief program.

On January 10, 2024, the Company repaid $30,000 of the loan, with the other $10,000 being forgiven in accordance with the loan repayment terms.

10. Flow-Through Premium Liability

Flow-through share premium liabilities include the liability portion of the flow-through shares issued. The following is a continuity schedule of the liability portion of the flow-through shares issuances:

	$
Balance at December 31, 2023	**103,871**
Liability incurred on flow-through shares issued	10,380,957
Flow-through issuance costs	(266,990)
Settlement of flow-through liability on incurred expenditures	(8,928,392)
Balance at December 31, 2024	**1,289,446**
Settlement of flow-through liability on incurred expenditures	(872,859)
Balance at March 31, 2025	**416,587**

During the year ended December 31, 2024, the Company incurred flow-through expenditures of $25,121,392, therefore $9,161,986 of flow-through premium and $233,594 of flow-through related share issuance costs were recognized on the statement of loss and comprehensive loss, resulting in a $1,289,446 flow-through liability balance at December 31, 2024. The remaining flow-through expenditures must be incurred by December 31, 2025.

During the three months ended March 31, 2025, the Company incurred flow-through expenditures of $2,484,830, therefore $895,901 of flow-through premium and $23,042 of flow-through related share issuance costs were recognized on the statement of loss and comprehensive loss, resulting in a $416,587 flow-through liability balance at March 31, 2025. The remaining flow-through expenditures must be incurred by December 31, 2025.

11. Rehabilitation Provision

The Company has estimated the present value of future rehabilitation costs required to remediate the Macpass and Mactung Projects based on their current state.

Although the ultimate amount of the rehabilitation liability is uncertain, the best estimate of these obligations is based on information currently available. The estimate is based on the expected cost of rehabilitation activities including dismantling, rehabilitating and removing camp facilities, roads, bridges, and mobile equipment.

The total amount of estimated undiscounted cash flow required to settle the Company’s estimated obligations as at March 31, 2025 was $878,182 (December 31, 2024 – $878,182). The calculation of present value of estimated future cash flows assumed a discount rate of 3.31% (December 31, 2024 – 3.39%) and an inflation rate of 2.37% (December 31, 2024 – 2.24%). Rehabilitation costs are currently estimated to be settled during 2028 through 2030.

(Unaudited - expressed in Canadian Dollars)

	$
Balance, December 31, 2023	**589,088**
Change in estimate	229,811
Accretion	25,333
Balance, December 31, 2024	**844,232**
Accretion	6,986
Balance, March 31, 2025	**851,218**

12. Capital Stock and Reserves

The authorized capital stock of the Company consists of an unlimited number of common shares without nominal or par value. As at March 31, 2025, the Company had 182,791,792 (December 31, 2024 – 181,299,504) common shares issued and outstanding.

Transactions for three months ended March 31, 2025

On January 15, 2025, the Company issued 147,888 common shares of the Company at a price of $1.42 per share for the acquisition of various claims from Strategic Metals (Note 5).

During the three months ended March 31, 2025, the Company issued 744,400 common shares pursuant to the exercise of stock options for proceeds of $566,884. The Company re-allocated $316,527 in option value from option reserve to capital stock.

During the three months ended March 31, 2025, the Company issued 600,000 common shares pursuant to the exercise of performance shares (Note 17).

Transactions for the three months ended March 31, 2024

During the three months ended March 31, 2024, 1,391,668 common shares were issued pursuant to the exercise of warrants for proceeds of $835,001.

During the three months ended March 31, 2025, the Company issued 81,800 common shares pursuant to the exercise of stock options for proceeds of $59,062. The Company re-allocated $34,862 in option value from option reserve to capital stock.

Stock options

The Company has in place a stock option plan (“the Plan”) whereby it can grant options to directors, officers, employees, and consultants of the Company. The maximum number of shares that may be reserved for issuance under the Plan is limited to 10% of the issued common shares of the Company at any time. Options are exercisable up to a maximum of ten (10) years. The vesting period for all options is at the discretion of the Board of Directors. The exercise price will be set by at the time of grant and cannot be less than the discounted market price of the Company’s common shares at the time of grant.

(Unaudited - expressed in Canadian Dollars)

The following is a summary of the Company's stock option activity:

	Number of Options	Weighted Average Exercise Price $
Balance, as at December 31, 2023	**11,982,600**	**0.84**
Granted	3,520,000	1.18
Exercised	(2,076,000)	0.77
Expired/ Forfeited	(1,293,600)	0.93
Balance, as at December 31, 2024	**12,133,000**	**0.94**
Granted	3,090,475	1.48
Exercised	(744,400)	0.76
Balance, as at March 31, 2025	**14,479,075**	**1.06**

During the three months ended March 31, 2025, the Company recorded share-based compensation expense of $707,364 (2024 – $562,563).

As at March 31, 2025, the Company had outstanding stock options exercisable as follows:

Expiry date (mm/dd/yyyy)	Number of Options Outstanding	Number of Options Exercisable	Weighted Average Remaining life in Years	Weighted Average Exercise Price $
06/10/2025	475,000	475,000	0.20	0.59
08/25/2025	160,000	160,000	0.40	0.71
07/07/2026	822,000	822,000	1.27	0.80
09/02/2027	2,396,000	2,396,000	2.42	0.55
09/21/2027	190,000	190,000	2.42	0.59
11/17/2027	16,000	-	2.63	0.73
02/27/2028	232,000	176,000	2.91	0.85
06/20/2028	3,047,600	1,771,600	3.25	1.01
07/05/2028	100,000	60,000	3.27	1.11
08/24/2028	400,000	240,000	3.40	1.70
09/12/2028	240,000	144,000	3.45	1.42
06/25/2029	3,310,000	630,000	4.24	1.18
01/17/2030	350,000	-	4.80	1.42
01/30/2030	2,595,000	-	4.84	1.48
02/27/2030	145,475	-	4.92	1.63
	14,479,075	**7,064,600**	**3.42**	**1.06**

The weighted average fair value of stock options granted during the three months ended March 31, 2025 of $0.84 (year ended December 31, 2024 - $0.69) was estimated using the Black-Scholes option pricing model with the following weighted average assumptions:

	March 31, 2025	December 31, 2024
Stock price	$1.48	$1.18
Exercise price	$1.48	$1.18
Risk-free interest rate	2.81%	3.41%
Expected life	5.0 years	5.0 years
Expected volatility	65.90%	67.23%
Expected dividends	Nil	Nil

Expected volatility is based on the Company's historical volatility.

(Unaudited - expressed in Canadian Dollars)

Share purchase warrants and agents' warrants

The share purchase warrants, agents' warrants and options activities are summarized below:

	Number of Warrants	Weighted Average Exercise Price $
Balance as at December 31, 2023	**2,932,454**	**0.61**
Exercised	(2,854,669)	0.60
Expired	(77,785)	1.04
Balance as at December 31, 2024 and March 31, 2025	**-**	**-**

As at March 31, 2025, the Company does not have any outstanding share purchase and agents' warrants.

13. Related Party Transactions and Key Management Personnel

Related party transactions mainly include management and consulting fees, director and committee fees as well as share-based compensation. The related parties are represented by the key management personnel, which include those persons having authority and responsibility for planning, directing and controlling the activities of the Company as a whole. The Company has determined that key management personnel consist of executive and non-executive members of the Company's Board of Directors and corporate officers. Related parties also include companies, controlled by officers and/or directors.

The remuneration to directors and key management personnel during the three months ended March 31, 2025 and 2024 was as follows:

Nature of the transaction	March 31, 2025 $	March 31, 2024 $
Director and committee fees	99,980	51,000
Management and consulting fees	255,369	195,332
Management and consulting fees related to exploration and evaluation	-	92,593
Share-based compensation	256,805	303,499
Total compensation	**612,154**	**642,424**

During the three months ended March 31, 2025, the Company paid $8,228 (2024 – $nil) in fees for key management services rendered under a Services Agreement with Bluestone Resources Inc. ("Bluestone"). Fees paid are included in management and consulting fees on the consolidated statements of loss and comprehensive loss. The Company and Bluestone became related parties effective May 3, 2024, and ceased to be related parties effective January 17, 2025.

During the three months ended March 31, 2025, the Company paid $63,248 (2024 – $nil) in fees for key management services rendered under a Services Agreement with Faraday Copper Corp. ("Faraday"). Fees paid are included in management and consulting fees on the consolidated statements of loss and comprehensive loss. The Company and Faraday became related parties effective September 30, 2024, and ceased to be related parties effective February 27, 2025.

(Unaudited - expressed in Canadian Dollars)

The following amounts were owed to directors and key management personnel or companies controlled by them. These payables are unsecured, non-interest bearing and are expected to be repaid under normal trade terms.

		March 31, 2025 $	December 31, 2024 $
Director	Director and committee fees	4,639	255,754
Key management	Management fees and expense recoveries	-	115,149
		4,639	**370,903**

14. Segmented Information

The Company operates in one reportable segment, being the acquisition and exploration of mineral projects. All of the Company's operations are within the mineral exploration sector in Canada.

15. 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 exploration and evaluation assets. In the management of capital, the Company includes components of shareholders' equity. 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 properties in which the Company currently has an interest are in the exploration stage and as such the Company is dependent on external financing to fund activities. In order to carry out planned exploration and pay for administrative costs, the Company will spend its existing working capital and raise additional funds as needed. The Company may 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 or feels it can raise adequate financial resources to do so. The Company is not subject to any externally imposed capital requirements and there were no changes to management's approach to capital management during the three months ended March 31, 2025.

16. Financial Instruments and Risk Management

The Company has classified its financial instruments as follows:

Fair Value

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

Level 1 – Unadjusted quoted prices in active markets for identical assets or liabilities;

Level 2 – Inputs other than quoted prices that are observable for the asset or liability either directly or indirectly; and

Level 3 – Inputs that are not based on observable market data.

The fair value of the Company's cash and cash equivalents, receivables, reclamation and permitting bonds, and accounts payable and accrued liabilities, approximate carrying value, which is the amount recorded on the statements of financial position.

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 an unexpected loss if a third party to a financial instrument fails to meet its contractual obligations.

The financial instruments that potentially subject the Company to a significant concentration of credit risk consist of cash and cash equivalents and receivables. The Company mitigates its exposure to credit loss associated with cash and cash equivalents by placing its cash and cash equivalents in major financial institutions.

Liquidity risk

The Company's approach to managing liquidity risk is to ensure that it will have sufficient liquidity to meet liabilities when due. As at March 31, 2025, the Company had a cash balance of $14,446,674 to settle current liabilities of $2,010,704. The Company believes it has sufficient funds to meet its current liabilities as they become due.

The Company is dependent on obtaining regular financings in order to continue as a going concern. Despite previous success in acquiring these financings, there is no guarantee of obtaining future financings. Additionally, the Company will fund portions of its planned work programs with funding provided by the U.S Department of Defense under Title III of the Defense Production Act of 1950 and the conditionally-awarded, pending due diligence, funding from the Government of Canada through the Critical Minerals Infrastructure Fund. There is no assurance that funds as indicated in the agreements will be received by the Company as planned.

Interest rate risk

The interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. As at March 31, 2025 the Company is not exposed to significant interest rate risk.

Price risk

The Company is exposed to price risk with respect to commodity and equity prices. Equity price risk is defined as the potential adverse impact on the Company's earnings due to movements in individual equity prices or general movements in the level of the stock market. Commodity price risk is defined as the potential adverse impact on profit or loss and economic value due to commodity price movements and volatilities. The Company closely monitors commodity prices of resources, individual equity movements, and the stock market to determine the appropriate course of action to be taken by the Company.

Foreign currency risk

The Company operates predominantly in Canada and is not exposed to any significant foreign currency risk.

(Unaudited - expressed in Canadian Dollars)

17. Commitments

On December 19, 2016, the Company granted but did not issue 1,000,000 performance shares to each of four founders/directors for a total of 4,000,000 common shares in recognition of services to date and as incentive for continuing services in advancing the Company's projects. Each founder/director will receive, upon request and confirmation, the following performance shares upon achievement of the following milestones:

Number of shares to be issued	Milestone
300,000	Preparation of a positive preliminary economic assessment of the Tom and Jason zinc-lead-silver deposits (or any part of this property thereof).
300,000	Increasing the mineral resources contained within the Tom and Jason property by at least 50% over the current stated mineral resources as stated in the 2007 Technical Report by D. Rennie (either by additional tonnage or increased total zinc+lead+silver content at similar or higher grade).
Balance(1)	Preparation of a positive Pre-Feasibility Study of the Tom and Jason deposits (or any part thereof).
Balance(1)	The effective disposition of greater than 50% of the Tom and Jason deposits or of the Company, whether by way of sale, business combination, joint venture or other similar form of transaction, demonstrating a value of at least $10,000,000.

(1) Balance of the 1,000,000 performance shares which have not been previously issued will be issuable upon the achievement of either one or the other of these two milestones.

Under the terms of the performance shares agreement above, during the three months ended March 31, 2025 the Company issued 600,000 common shares to former directors of the Company (year ended December 31, 2024 – 1,200,000). Share-based compensation expense of $60,000 was recorded upon the issuance of the common shares.

As at March 31, 2025, under the performance shares agreement, a total of 2,100,000 common shares have been issued, 300,000 common shares are issuable upon request from the founder/director, and 1,600,000 common shares will be issuable upon the achievement of either one of the final two milestones.

On May 1, 2024, the Company entered into a management services agreement (the "Agreement") with a management services company for the use of certain shared office facilities and related services. As part of the terms of the Agreement, the Company is required to pay a basic fee of $30,000 per month, plus applicable taxes. The Agreement expires on April 30, 2029. The Company is required to make a one-time termination payment as determined by the Agreement and the management services company, if the Company were to terminate the agreement prior to its expiry.

18. Subsequent Events

- On April 23, 2025, the Company granted 798,000 stock options, pursuant to its stock option plan, at an exercise price of $1.85 per share for a five-year term to certain employees and directors;
- On May 8, 2025, the Company announced a brokered and non-brokered financing for up to $45 million to advance exploration and development activities at the Company's projects. On May 9, 2025, the Company announced that it had entered into an agreement to increase the previously announced brokered and non-brokered financings from $45 million to $60 million.

  Pursuant to the amended terms of the financing agreements, the brokered private placement ("Brokered Offering") will consist of 12,545,000 critical mineral charity flow-through common shares ("CM FT Shares") of the Company at a price of $2.79 per CM FT Share for aggregate gross proceeds of up to $35,000,550 and 4,281,000 non-critical mineral charity flow-through common shares ("NCM

FT Shares") of the Company at a price of $2.57 per NCM FT Share for aggregate gross proceeds of up to $11,002,170.

The Company also decided to increase the size of the non-brokered private placement ("Non-Brokered Offering"), which will consist of 7,777,800 common shares of the Company ("Shares") at a price of $1.80 per share for aggregate gross proceeds of up to $14,000,040.

Please refer to the press releases originally dated May 8 and 9, 2025 for full details on the Brokered Offering and Non-Brokered Offering, including expected closing dates and conditions; and

- Subsequent to March 31, 2025, 1,044,000 stock options were exercised with a weighted average exercise price of $0.64 per stock option.