KINGFISHER METALS CORP.

Condensed Consolidated Interim Financial Statements

Three Months ended March 31, 2025

(Expressed in Canadian dollars)

KINGFISHER METALS CORP.
Condensed Consolidated Interim Statements of Financial Position
(Expressed in Canadian Dollars)

	As at March 31, 2025	As at December 31, 2024
Assets		
Current assets		
Cash and cash equivalents	$ 880,417	$ 331,895
Amounts receivable	68,093	191,500
Prepaid expenses	769,795	743,291
	1,718,305	1,266,686
Exploration and evaluation assets (Note 3)	19,120,093	16,844,352
Property and equipment (Note 4)	298,311	306,858
Restricted cash	205,000	205,000
	$ 21,341,709	$ 18,622,896
Liabilities and Equity		
Current:		
Accounts payable and accrued liabilities (Note 7)	$ 604,063	$ 429,893
Lease liability (Note 5)	32,030	31,343
	636,093	461,236
Deferred income taxes	1,320,000	1,435,000
Lease liability (Note 5)	93,346	101,615
	2,049,439	1,997,851
Shareholders' equity		
Capital stock (Note 6)	27,045,928	24,075,194
Share subscription received (Note 6)	-	13,200
Contributed surplus (Note 6)	2,541,783	2,376,961
Deficit	(10,295,441)	(9,840,310)
	19,292,270	16,625,045
	$ 21,341,709	$ 18,622,896

Nature of operations and going concern (Note 1)
Subsequent event (Note 11)

See accompanying notes.

These financial statements are authorized for issue by the Board of Directors on May 30, 2025.

"Dustin Perry"
………………………………………………Director

"Chris Beltgens"
………………………………………………Director

KINGFISHER METALS CORP.

Condensed Consolidated Interim Statements of Comprehensive Loss
(Expressed in Canadian Dollars)

For the three months ended	March 31, 2025	March 31, 2024
General and administrative expenses		
Amortization (Note 4)	$ 20,219	$ 22,286
Audit and accounting	17,822	6,000
Bank charges	1,187	860
Consulting and directors' fees (Note 7)	18,610	-
Corporate relations	75,209	10,125
Insurance	7,326	7,464
Lease interest	2,762	3,331
Legal	10,454	1,062
Management fees (Note 7)	124,000	33,000
Office and administration	18,796	10,648
Salaries and wages	40,837	5,829
Share-based compensation (Notes 6 and 7)	162,344	31,504
Transfer and filing fees	25,027	28,915
Travel and entertainment	45,552	3,385
	(570,145)	(164,409)
Other Items		
Interest	14	153
Flow-through recovery (Note 6(b) and 10)	-	-
Write-off of exploration and evaluation assets (Note 3)	-	(1,039,762)
	14	(1,039,609)
Net loss and comprehensive loss before income taxes	(570,131)	(1,204,018)
Deferred income tax recovery	115,000	309,000
Net loss for the period	$ (455,131)	$ (895,018)
Loss per share, basic and diluted	$ (0.01)	$ (0.03)
Weighted average number of common shares outstanding*	53,833,429	26,262,285

*All shares are shown on a post-consolidated basis. See note 1.

See accompanying notes.

KINGFISHER METALS CORP.
Condensed Consolidated Interim Statements of Cash Flows
(Expressed in Canadian Dollars)

For the three months ended	March 31, 2025	March 31, 2024
Operating activities		
Net loss for the period	$ (455,131)	$ (895,018)
Changes in non-cash operating items:		
Amortization	20,219	22,286
Deferred income tax (recovery) expense	(115,000)	(309,000)
Share-based compensation	162,344	31,504
Lease interest	2,762	3,331
Write-off of exploration and evaluation assets	-	1,039,762
	(384,806)	(107,135)
Changes in non-cash working capital:		
Amounts receivable	(13,541)	130,459
Prepaid expenses	71,802	45,807
Accounts payable and accrued liabilities	27,085	(6,543)
	85,346	169,723
Cash (used in) provided by operating activities	(299,460)	62,588
Financing activities		
Issuance of common shares	1,881,335	-
Share subscriptions received	-	-
Share issue costs	(21,323)	(1,000)
Repayment of lease liability	(10,344)	(10,345)
Cash provided by (used in) financing activities	1,849,668	(11,345)
Investing activities		
Additions to exploration and evaluation assets	(990,014)	(144,804)
Additions to property and equipment	(11,672)	-
Release of restricted cash	-	55,000
Cash used in investing activities	(1,001,686)	(89,804)
Net inflow (outflow) of cash and cash equivalents	548,522	(38,561)
Cash and cash equivalents, beginning of the period	331,895	226,219
Cash and cash equivalents, end of the period	$ 880,417	$ 187,658
Supplementary information – *non-cash investing and financing activities:*		
• *Exploration and evaluation assets in accounts payable*	$ 48,779	$ 5,873
• *Shares issued for mining claims*	$ 1,100,000	$ 550,000

See accompanying notes.

KINGFISHER METALS CORP.
Condensed Consolidated Interim Statements of Changes in Equity
(Expressed in Canadian Dollars)

	Common Shares						
	Number*	**Amount**	**Share Subscriptions Subscribed**	**Share Based Compensation**	**Contributed Surplus**	**Deficit**	**Total**
Balance, December 31, 2024	43,201,553	$ 24,075,194	$ 13,200	$ 2,091,255	$ 285,706	$(9,840,310)	$16,625,045
Shares issued for mining claims– net of issue costs	4,438,227	1,098,750	-	-	-	-	1,098,750
Placement shares issued – net of issue costs	11,482,030	1,874,462	(13,200)	-	-	-	1,861,262
Agent warrants	-	(2,478)	-	-	2,478	-	-
Share-based compensation	-	-	-	162,344	-	-	162,344
Net loss for the period	-	-	-	-	-	(455,131)	(455,131)
Balance, March 31, 2025	59,121,810	$ 27,045,928	$ -	$ 2,253,599	$ 288,184	$(10,295,441)	$19,292,270

	Common Shares						
	Number*	**Amount**	**Share Subscriptions Subscribed**	**Share Based Compensation**	**Contributed Surplus**	**Deficit**	**Total**
Balance, December 31, 2023	26,117,230	$20,926,156	$ -	$ 1,782,899	$ 285,139	$(7,970,865)	$15,023,329
Shares issued for mining claims – net of issue costs	2,200,000	549,000	-	-	-	-	549,000
Share-based compensation	-	-	-	31,504	-	-	31,504
Net loss for the period	-	-	-	-	-	(895,018)	(895,018)
Balance, March 31, 2024	28,317,230	$21,475,156	$ -	$ 1,814,403	$ 285,139	$8,865,883)	$14,708,815

*All shares are shown on a post-consolidated basis. See note 1.

See accompanying notes.

1. NATURE OF OPERATIONS AND GOING CONCERN

Kingfisher Metals Corp. (the "Company" or “Kingfisher”) was incorporated under the Business Corporations Act (British Columbia) on September 7, 2017, as a Capital Pool Corporation defined in the Policy 2.4 of the TSX Venture Exchange (the “TSX-V”). The principal business of the Company was the identification and evaluation of assets or businesses with a view to completing a Qualifying Transaction ("QT"). The Company’s registered office is 1710-1050 W. Pender Street, Vancouver, BC, V6E 3S7.

On March 12, 2021, the Company completed the share exchange transaction with Kingfisher Resources Ltd. (“KFR”) which constituted the Company’s QT. KFR was incorporated under the Business Corporations Act (British Columbia) on January 21, 2019 and its principal business focus is the exploration and development of mineral prospects in Canada. Upon completion of the QT, the Company began trading under its new name on the TSX-V with the symbol “KFR” (and shortly thereafter on the Frankfurt Stock Exchange under the symbol “970”). The Company announced on August 25, 2021, that it commenced trading on the OTCQB Venture Market in the United States under the symbol “KGFMF.”

On April 8, 2024, the company underwent a five-for-one share consolidation of its issued and outstanding common shares. All share figures in these consolidated financial statements are shown as post-consolidated shares.

These condensed consolidated interim financial statements have been prepared in accordance with IFRS Accounting Standards (“IFRS”) applicable to a going concern basis, which assumes that the Company will be able to realize its assets and discharge its liabilities in the normal course of business for the foreseeable future. There is no assurance that the exploration activities of Kingfisher will result in future profitable operations. The business is subject to risk, market conditions, supply and demand, and competition. The Company currently has cash available to meet its administrative overhead and maintain its assets. The recoverability of amounts shown in assets is dependent on several factors. These factors include the ability of the Company to obtain financing to complete the planned exploration, and future cashflow from the Company’s business.

However, there can be no assurance that the Company will be able to continue to raise funds in the future in which case the Company may be unable to meet its obligations. Should the Company be unable to realize on its assets and discharge its liabilities in the normal course of business, the net realizable value of its assets may be materially less than the amounts recorded on the statement of financial position. The Company has not achieved profitable operations and has accumulated losses since inception. These material uncertainties may cast significant doubt on the Company’s ability to continue as a going concern.

These condensed consolidated interim financial statements do not include any adjustments to the amounts and classifications of assets and liabilities that might be necessary should the Company be unable to continue operations.

2. MATERIAL ACCOUNTING POLICY INFORMATION

(a) Statement of compliance of basis of presentation

These condensed consolidated interim financial statements have been prepared in accordance with IFRS as issued by the International Accounting Standards Board (“IASB”) applicable to the preparation of interim financial statements, including IAS 34, Interim Financial Reporting. These condensed consolidated interim financial statements should be read in conjunction with the Company’s audited financial statements for the year ended December 31, 2024, which have been prepared in accordance with IFRS issued by the IASB.

The accounting policies applied by the Company in the condensed consolidated interim financial statements are the same as those applied by the Company in its most recent annual financial statements for the year ended December 31, 2024.

(b) Significant accounting judgments, estimates and assumptions

The preparation of the Company's consolidated financial statements is in conformity with IFRS, which requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities and contingent liabilities at the date of the financial statements and reported amounts of revenues and expenses during the reporting period. Estimates and assumptions are continuously evaluated and are based on management's experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. However, actual outcomes can differ from these estimates. Revisions to accounting estimates are recognized in the period in which the estimates are revised and in any future periods affected.

Significant assumptions about the future and other sources of uncertainty that management has made at the financial position reporting date, that could result in a material adjustment to the carrying amounts of assets and liabilities, in the event that actual results differ from assumptions made, relate to, but are not limited to, the following:

Exploration and evaluation assets

The application of the Company's accounting policies for exploration and evaluation assets requires judgment in determining whether it is likely that future economic benefits will flow to the Company, which may be based on assumptions about future events or circumstances. Estimates and assumptions may change if new information becomes available. If, after expenditures are capitalized, information becomes available suggesting that the recovery of the expenditures is unlikely, the amount capitalized is impaired with a corresponding charge to profit or loss in the period in which the new information becomes available.

Going concern

Critical judgement and estimates are applied for the determination that the Company will continue as a going concern for the next year.

(c) Basis of consolidation

These consolidated financial statements include the accounts of the Company and its wholly owned and controlled entity. Control is achieved when the Company has the power to govern the financial operating policies of an entity so as to obtain benefits from its activities.

Intercompany balances and transactions including any unrealized income and expenses arising from intercompany transactions are eliminated upon consolidation.

The following subsidiary has been consolidated from all dates presented within these consolidated financial statements:

Name of Subsidiary	Place of Incorporation	Principal Activity	Ownership Interest
Kingfisher Resources Ltd.	Canada	Mineral Exploration and Evaluation	100%

3. EXPLORATION AND EVALUATION ASSETS

Ecstall

On April 10, 2019, the Company completed the Ecstall purchase of 18 mineral claims totalling 20,735 hectares in Northwestern B.C. for 8,200,000 shares (at a value of $205,000) from two executives.

The claims related to the Ecstall property expired on May 30, 2024, as the Company was unable to achieve the social license required to further advance the Ecstall Project due to overwhelming opposition to mineral exploration and mining from local stakeholders. As such, the Company recorded an impairment of the property of $1,039,762.

Thibert

On June 24, 2020, the Company entered into an asset purchase agreement to acquire Thibert claims from Kenorland Minerals Ltd. ("Kenorland") (a company with a common director), consisting of 8 mineral claims totaling 12,475 hectares in Northwestern B.C. for the following:

- 1,000,000 common shares of the Company (issued);
- common shares of the Company equal to a value of $100,000 on the first anniversary date of the listing on the TSX-V (issued); and
- a 2% net smelter return royalty.

On November 15, 2021, the Company staked 2 additional mineral claims adjacent to the existing claims totaling 502 hectares for a cost of $878.

Goldrange

On April 6, 2020, the Company completed a purchase from Kenorland of three mineral claims totaling 4,504 hectares in Southwestern B.C. (referred to here as Goldrange) for 500,000 common shares of the Company (at a value of $50,000) plus a 2% net smelter return royalty.

Subsequently during the year 2020, the Company acquired and staked 24 additional mineral claims (totaling approximately 16,657 hectares) by incurring costs of $73,940 and issuing 70,000 common shares (at a value of $14,000).

During the year ended December 31, 2021, the Company staked 18 additional mineral claims adjacent to the existing claims totaling 29,953 hectares.

HWY 37

On March 6, 2023 (amended on March 25, 2023), the Company entered into 2 option agreements to consolidate and acquire a 100% interest in a series of mineral claims in the Golden Triangle region of NW British Columbia, which consists of the Ball Creek East, and Hank properties (collectively the "HWY 37 Project").

More specifically, the Company entered into a property option agreement with Evrim Exploration Canada Corp. ("Evrim"), a subsidiary of Orogen Royalties Inc. ("Orogen"), for the Ball Creek East project (the "Ball Creek East Option Agreement"), and a property option agreement with Golden Ridge Resources Ltd. ("Golden Ridge") for the Hank project (the "Hank Option Agreement").

(Expressed in Canadian Dollars)

Ball Creek East Project

Pursuant to the terms of the Ball Creek East Option Agreement, Kingfisher has the right to earn a 100% ownership interest in the Ball Creek East Project as follows:

Due dates	Issuance of common shares ($)	Minimum exploration expenditures ($)	Cumulative exploration expenditures ($)
Upon TSXV approval (issued)	300,000	-	-
March 25, 2024 (completed)	400,000	500,000	500,000
March 25, 2025 (completed)	500,000	1,000,000	1,500,000
March 25, 2026	1,000,000	2,000,000	3,500,000
March 25, 2027	1,300,000	4,000,000	7,500,000

The Ball Creek East underlying 2% net smelter returns royalty to Sandstorm Gold Ltd. (“Sandstorm”) may be bought down by Orogen at any time by one half with a cash payment of $1,000,000.

Hank Project

Pursuant to the terms of the Hank Option Agreement, Kingfisher has the right to earn a 100% ownership interest in the Hank Project as follows:

Due dates	Cash payments ($)	Issuance of common shares ($)	Minimum exploration expenditures ($)	Cumulative exploration expenditures ($)
Upon TSX-V approval (paid and issued)	25,000	75,000	-	-
March 25, 2024 (issued)	-	150,000	-	-
March 25, 2025 (completed)	-	300,000	250,000	250,000
March 25, 2026	100,000	1,000,000	1,000,000	1,250,000
March 25, 2027	125,000	1,475,000	1,750,000	3,000,000

Orogen holds a 3% royalty on the Hank Project. The owner of the Hank Project (currently Golden Ridge) can buy down 1% of the royalty for US$3,000,000 at any time. Golden Ridge has agreed to make a milestone payment of US$2,500,000 at the earliest of (i) the preparation of a NI 43-101 feasibility study, (ii) a development decision or the commitment of construction on any part of the Hank project, or (iii) the first day on which ore has been sold or shipped from the Hank Project for the purpose of earning revenue. Kingfisher would become responsible for the milestone payment upon exercising the option.

If the owner of the Ball Creek East Project also acquires the Hank Project claims, then the Ball Creek East royalty will also apply there (2% net smelter returns royalty to Sandstorm with 1% buyable to Orogen).

LGM Project

On July 10, 2024, the Company completed the acquisition of the LGM property (the "LGM Project") from Origen Resources Inc. ("Origen"). Under the terms of the definitive agreement, the Company issued 3,000,000 common shares in the capital of Kingfisher to Origen and paid $75,000 in cash to Origen in exchange for the transfer of the LGM Project claims on closing. The 26,771 Ha LGM Project is located immediately south and contiguous with the HWY 37 Project, in Northwest British Columbia within the Golden Triangle. In addition, the LGM Project is subject to underlying royalty agreements over different parts of the project that range from 1 to 2% with Triple Flag Precious Metals (1%), Ryan Kalt (2%), and Carl von Einsiedel (2%).

Ball Creek West Project

In January 2025, the Company acquired the Ball Creek West project (the "BAM Project") from P2 Gold Inc. ("P2 Gold"), which was previously announced on December 5, 2024. Under the terms of the definitive agreement, the Company issued 1,515,151 common shares in the capital of Kingfisher to P2 Gold and paid $950,000 in cash to P2 Gold in exchange for the transfer of the BAM Project claims on closing of the Transaction.

The BAM Project is comprised of 54 claims totaling 18,893 hectares and is located immediately west and contiguous with Kingfisher's HWY 37 Project, in Northwest British Columbia within the Golden Triangle.

In addition, the BAM Project is subject to underlying royalty agreements over the project that includes a 1% net smelter return to be retained by Evrim, and a 2% net smelter return to be retained by Sandstorm, as well as a provision for Orogen to buy down 1% of the Sandstorm net smelter return for $1,000,000 and the right to up to $4,100,000 in milestone payments.

Hickman Project

In February 2025, the Company completed the acquisition of the Hickman project (the "Hickman Project") from Golden Ridge. Under the terms of the definitive agreement, the Company issued 256,410 common shares in the capital of Kingfisher to Golden Ridge and granted a 2% net smelter return royalty to Golden Ridge. The Company will have the right to buy back 1% of the net smelter return royalty for $5,000,000 at any time. The net smelter return royalty covers the entirety of the Hickman Project except for the portion of mineral claims that fall within a 1 km radius of the HWY 37 Project. The excluded portion of the mineral claims are covered under the net smelter return royalty agreement that pertains to the Company's BAM project.

(Expressed in Canadian Dollars)

	Thibert Claims	Goldrange Claims	HWY 37 Claims	Total
Acquisition costs:				
As at December 31, 2023	**$ 200,878**	**$ 190,176**	**$ 401,000**	**$ 792,054**
Acquisition costs, agreement for sale	-	-	1,179,742	1,179,742
As at December 31, 2024	**200,878**	**190,176**	**1,580,742**	**1,971,796**
Acquisition costs, agreement for sale	-	-	2,100,000	2,100,000
As at March 31, 2025	**200,878**	**190,176**	**3,680,742**	**4,071,796**
Exploration costs:				
As at December 31, 2023	**321,163**	**11,338,019**	**2,980,918**	**14,640,100**
Expenditures during the year:				
Assays	31,648	8,978	8,932	49,558
Camp	1,300	-	4,407	5,707
Consulting	-	-	2,100	2,100
Drilling	728	-	109,756	110,484
Fieldgear	-	-	1,232	1,232
Geologist and sundry exploration costs	-	-	202,040	202,040
Geophysics	-	-	113,889	113,889
Helicopters	25,189	-	140,187	165,376
Permit Applications	-	-	210	210
Labour	50,658	-	24,921	75,579
Transportation and travel	14,356	-	78,379	92,735
	123,879	8,978	686,053	818,910
As at December 31, 2024	**445,042**	**11,346,997**	**3,666,971**	**15,459,010**
Expenditures during the year:				
Camp	-	-	5,717	5,717
Drilling	-	-	41,158	41,158
Fieldgear	-	-	5,785	5,785
Geologist and sundry exploration costs	-	-	79,009	79,009
Geophysics	-	-	6,306	6,306
Permit Applications	-	-	37,500	37,500
Labour	266	-	-	266
	266	-	175,475	175,741
As at March 31, 2025	**445,308**	**11,346,997**	**3,842,446**	**15,634,751**
Recoveries, as at March 31, 2025	**(21,573)**	**(519,038)**	**(45,843)**	**(586,454)**
Balance, as at March 31, 2025	**$ 624,613**	**$ 11,018,135**	**$ 7,477,345**	**$ 19,120,093**

(Expressed in Canadian Dollars)

4. PROPERTY AND EQUIPMENT

	Automotive Equipment	Shop Equipment	Exploration Equipment	Office Equipment	Portable Camp
Cost					
At December 31, 2023	$ 31,084	$ 13,681	$ 143,727	$ 38,526	$ 207,452
Capital expenditures	-	13,596	-	4,076	-
At December 31, 2024	$ 31,084	$ 27,277	$ 143,727	$ 42,602	$ 207,452
Capital expenditures	-	3,572	-	8,101	-
At March 31, 2025	$ 31,084	$ 30,849	$ 143,727	$ 50,703	$ 207,452
Accumulated depletion and depreciation					
At December 31, 2023	$ (17,086)	$ (5,068)	$ (64,120)	$ (22,444)	$ (114,106)
Depletion and depreciation	(4,199)	(3,082)	(15,921)	(5,436)	(28,004)
At December 31, 2024	$ (21,285)	$ (8,150)	$ (80,041)	$ (27,880)	$ (142,110)
Depletion and depreciation	(735)	(1,046)	(3,184)	(1,408)	(4,901)
At March 31, 2025	$ (22,020)	$ (9,196)	$ (83,225)	$ (29,288)	$ (147,011)
Net book value					
December 31, 2024	$ 9,799	$ 19,127	$ 63,686	$ 14,722	$ 65,342
March 31, 2025	**$ 9,064**	**$ 21,653**	**$ 60,502**	**$ 21,415**	**$ 60,441**

	Right of use Assets	Leasehold Improvements	Total
Cost			
At December 31, 2023	$ 156,783	$ 14,791	$ 606,044
Capital expenditures	-	5,245	22,917
At December 31, 2024	$ 156,783	$ 20,036	$ 628,961
Capital expenditures	-	-	11,673
At March 31, 2025	$ 156,783	$ 20,036	$ 640,634
Accumulated depletion and depreciation			
At December 31, 2023	$ (7,839)	$ -	$ (230,663)
Depletion and depreciation	(31,357)	(3,441)	(91,440)
At December 31, 2024	$ (39,196)	$ (3,441)	$ (322,103)
Depletion and depreciation	(7,839)	(1,107)	(20,220)
At March 31, 2025	$ (47,035)	$ (4,548)	$ (342,323)
Net book value			
December 31, 2024	$ 117,587	$ 16,595	$ 306,858
March 31, 2025	**$ 109,748**	**$ 15,488**	**$ 298,311**

(Expressed in Canadian Dollars)

5. LEASE LIABILITY

Minimum lease payments in respect of lease liabilities and the effect of discounting are as follows:

		March 31, 2025		December 31, 2024
Undiscounted minimum lease payments				
Less than one year	**$**	**41,380**	$	41,380
Two to five years		**103,452**		113,796
		144,832		155,176
Effect of discounting		**(19,456)**		(22,218)
Present value of minimum lease payments		**125,376**		132,958
Less: current portion		**(32,030)**		(31,343)
Non-current portion	**$**	**93,346**	$	101,615

The net change in the lease liability is as follows:

		March 31, 2025		December 31, 2024
Balance, beginning of year	**$**	**132,958**	$	153,245
Additions		**-**		-
Principal payments		**(10,344)**		(41,380)
Lease incentives		**-**		8,515
Interest expense		**2,762**		12,578
Balance, end of period	**$**	**125,376**	$	132,958

6. CAPITAL STOCK

(a) Authorized

Unlimited number of common shares without par value.

(b) Issued and outstanding

During the three months period ended March 31, 2025:

On January 16, 2025, the Company closed a non-brokered private placement, raising $1,894,535 (of which $13,200 was received in December 2024) through the issuance of 11,482,030 units at $0.165 per unit. Each unit consists of one common share and one-half of one non-transferable common share purchase warrant, with each full warrant exercisable at $0.30 per share for 24 months. The Company paid finders a total of $4,410 in cash commissions and 26,726 finder warrants were issued. Each finder warrant entitles the holder thereof to acquire one common share at a price of $0.30 for 24 months.

On January 29, 2025, the Company completed the acquisition of the BAM Project from P2 Gold for total consideration of $1,000,000 in cash and $250,000 in common shares of Kingfisher (1,515,151 common shares issued).

On February 20, 2025, the Company completed the acquisition of the Hickman Project from Golden Ridge for total consideration of $50,000 in common shares of Kingfisher (256,410 common shares issued).

During the year ended December 31, 2024:

On July 10, 2024, the Company announced that it closed the acquisition of the LGM Project from Origen, which was previously announced on June 6, 2024. Under the terms of the definitive agreement, the Company issued 3,000,000 common shares (valued at $660,000) in the capital of Kingfisher to Origen and paid $75,000 in cash to Origen in exchange for the transfer of the LGM Project claims on closing.

On May 13, 2024, the Company closed the first tranche of its private placement financing through the issuance of 4,521,214 units of the Company at a price $0.175 per unit and 511,111 flow-through units of the Company (a “FT Unit”) at a price of $0.225 per FT Unit. On May 28, 2024, the Company closed the second and final tranche of its private placement financing. In total, the Company issued 11,373,212 units and 511,111 FT Units for aggregate gross proceeds of $2,105,312. Each FT Unit consists of one flow-through common share and one half of one transferable non-flow-through common share purchase warrant. Each unit consists of one common share and one-half of one transferable common share purchase warrant. Each whole warrant will be exercisable for 24 months at an exercise price of $0.30. The Company paid an aggregate of $1,680 in cash commissions and issued 3,600 finder warrants to a finder. Each finder warrant entitles the holder thereof to acquire one common share at a price of $0.30 for 24 months.

On April 8, 2024, the Company underwent a five-for-one share consolidation of its issued and outstanding common shares. The share consolidation was approved by the Board of Directors on April 3, 2024. Prior to the share consolidation, the number of issued and outstanding common shares was 141,586,151. Following the consolidation, the number of issued and outstanding common shares reduced to 28,317,230. This consolidation has been retrospectively applied to all periods presented in these financial statements. The impact of the share consolidation has been reflected in the loss per share calculations. All share and per share data for all periods presented have been adjusted to reflect the consolidation.

On March 25, 2024, the Company issued 1,600,000 common shares (valued at $320,000) pursuant to the Ball Creek East Option Agreement. See Note 3.

On March 25, 2024, the Company issued 600,000 common shares (valued at $120,000) pursuant to the Hank Option Agreement. See note 3.

(c) Incentive stock options

The Company has a stock option plan (the “Plan”) allowing for the reservation of common shares issuable under the Plan to a maximum 10% of the number of issued and outstanding common shares of the Company at any given time. The term of any stock option granted under the Plan may not exceed five years and the exercise price may not be less than the discounted market price on the grant date.

Unless otherwise specified by the Board of Directors at the time of granting an option, and subject to other term limits on option grants set out in the Plan, all options granted under the Plan shall vest and become exercisable in full upon grant, except options granted to consultants performing investor relations activities, which options must vest in stages over twelve months with no more than one quarter of the options vesting in any three-month period.

The purpose of the Plan is to provide directors, officers, key employees, and certain other persons who provided services to the Company and its subsidiaries with an increased incentive to contribute to the future success and prosperity of the Company.

On January 17, 2025, the Company granted 1,850,000 stock options to various directors, executive officers, employees, and consultants. The first 1,500,000 options vest over a year and are exercisable until January 17, 2030, at a price of $0.17 per share, and the remaining 350,000 vest over a year commencing on March 1, 2025, and are exercisable until January 17, 2030, at a price of $0.17 per share.

(Expressed in Canadian Dollars)

On June 5, 2024, the Company granted 1,700,000 stock options to various directors, executive officers, employees, and consultants. These options are exercisable until June 5, 2029, at a price of $0.25 per share. These options vest over a period of one year.

The following is a continuity of outstanding share options:

	Number of Options	**Weighted Average of Exercise price**
Balance, December 31, 2023	2,319,000	$ 0.88
Expired during the period	(421,333)	$ 0.50
Granted during the period	1,700,000	$ 0.25
Balance, December 31, 2024	3,597,667	$ 0.63
Cancelled during the period	(37,000)	$ 0.89
Granted during the period	1,850,000	$ 0.17
Balance, March 31, 2025	5,410,667	$ 0.47

The fair value of each option is estimated using the Black-Scholes option pricing model with assumptions as follows:

	June 5, 2024	January 17, 2025
Risk-free interest rate	3.41%	3.01%
Expected annualized volatility	120%	117%
Expected life	5 years	5 years
Exercise price	$0.25	$0.17
Dividend rate	Nil	Nil

The following table summarizes information about stock options that are outstanding at March 31, 2025:

Number of Options	**Price per Share**	**Expiry Date**	**Options Exercisable**
352,000	$0.50	September 25, 2025	352,000
366,667	$1.25	March 12, 2026	366,667
52,000	$2.75	May 25, 2026	52,000
10,000	$3.25	October 21, 2026	10,000
375,000	$1.50	June 14, 2027	375,000
705,000	$0.60	August 10, 2028	705,000
1,700,000	$0.25	June 5, 2029	1,133,333
1,500,000	$0.17	January 17, 2030	500,000
350,000	$0.17	January 17, 2030	116,667
5,410,667			3,610,667

As at March 31, 2025, the weighted average remaining contractual life is 3.66 years (2024 – 3.31 years).

(Expressed in Canadian Dollars)

(d) Share purchase warrants

The following is a continuity of outstanding warrants:

	Number of Warrants	Weighted Average of Exercise Price
Balance, December 31, 2023	4,238,559	$ 1.18
Expired	(1,833,814)	$ 1.75
Issued – Placement	2,507,163	$ 0.30
Issued – Flow Through	3,434,999	$ 0.30
Issued – Finder's warrants	3,600	$ 0.30
Balance, December 31, 2024	8,350,507	$ 0.43
Issued – Placement	5,741,015	$ 0.30
Issued – Finder's warrants	26,726	$ 0.30
Balance, March 31, 2025	14,118,248	$ 0.38

The fair value of finder's warrants is estimated using the Black-Scholes pricing model with assumptions as follows:

	May 28, 2024	January 16, 2025
Risk-free interest rate	4.28%	2.95%
Expected annualized volatility	120%	116%
Expected life	2 years	2 years
Dividend rate	Nil	Nil

The following table summarizes information about warrants that are outstanding at March 31, 2025:

Number of Warrants	Price per Share	Expiry Date	Warrants Exercisable
2,163,245	$0.75	August 3, 2025	2,163,245
232,500	$0.75	August 3, 2025	232,500
9,000	$0.75	August 3, 2025	9,000
2,507,163	$0.30	May 13, 2026	2,507,163
3,434,999	$0.30	May 28, 2026	3,434,999
3,600	$0.30	May 28, 2026	3,600
5,741,015	$0.30	January 17, 2027	5,741,015
26,726	$0.30	January 17, 2027	26,726
14,118,248			14,118,248

As at March 31, 2025, the weighted average remaining contractual life of warrants is 1.27 years (2024 – 1.15 years).

7. RELATED PARTY TRANSACTIONS

The aggregate value of transactions and outstanding balances relating to key management personnel for the years ended were as follows:

	March 31, 2025	December 31, 2024
Share-based compensation	$ 124,996	$ 227,578
Director fees	18,610	54,678
Management fees	124,000	381,000
Geologist costs*	16,667	-
Operating expenses	3,000	6,000
	$ 287,273	$ 669,256

** Capitalized to Exploration and evaluation asset.*

As at March 31, 2025, $nil (December 31, 2024 - $nil) is included in accounts payable and accrued liabilities.

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

8. FINANCIAL INSTRUMENTS RISK

The Company's financial instruments are exposed to the following risks:

Credit Risk

Credit risk is the risk of financial loss to the Company if counterparties do not fulfill their contractual obligations.

Cash and cash equivalents consist of cash bank balances. There are no short-term investments currently.

The carrying amount of accounts receivable and cash and cash equivalents represents the maximum credit exposure. The Company does not have an allowance for doubtful accounts. As at March 31, 2025, there were no significant amounts past due or impaired.

Market Risk

Market risk is the risk that changes in foreign exchange rates and interest rates will affect the Company's cash flows, net income and comprehensive income. The objective of market risk management is to manage and control market risk exposures within acceptable limits, while maximizing returns.

Liquidity Risk

Liquidity risk is the risk that the Company will not be able to meet its purchases and capital commitments, and other financial obligations as they are due. The Company's approach to managing liquidity is to ensure, to the extent possible, that it will have sufficient liquidity to meet its liabilities when due without incurring unacceptable losses or risking harm to the Company's reputation.

Foreign Exchange Risk

The Company currently does not have significant exposure to other currencies, and this is not expected to change in the foreseeable future as the capital commitments that are expected to be carried out in United States dollars will be limited.

Interest Rate Risk

The Company is exposed to interest rate risk on its cash and cash equivalents. The majority of these deposits have been in discounted instruments with pre-determined fixed yields. Interest rate movements will affect the fair value of these instruments, so the Company manages maturity dates of these instruments to match cash flow needs, enabling realization at no loss in almost all cases.

Fair Value of Financial Instruments

The fair value of the Company's financial assets and liabilities approximates the carrying amount. 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.

During the period ended March 31, 2025 and the year ended December 31, 2024, there were no transfers between level 1, 2 and 3 classified assets and liabilities.

9. 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 future exploration and maintaining investor, creditor and market confidence.

The Company defines its capital as shareholders' equity and working capital. The Board of Directors does not establish a 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. In the event that adjustments to the capital structure are required, the Company may consider issuing additional equity, raising debt or revising its capital investment programs.

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 is not subject to externally imposed capital requirements or restrictions. The Company has not paid or declared any dividends since the date of incorporation, nor are any contemplated. The Company may require equity issues to cover administrative and operating cost.

10. LIABILITY AND INCOME TAX EFFECT ON FLOW-THROUGH SHARES

Funds raised through the issuance of flow-through shares are expected to be expended on qualified Canadian mineral exploration expenditures, as defined pursuant to Canadian income tax legislation. The flow-through gross proceeds less the qualified expenditures made to date represent the funds received from flow-through share issuances that have not been spent and are held by the Company for such expenditures. As at March 31, 2025, the Company has approximately $Nil to spend on qualified expenditures.

During the year ended March 31, 2025, the Company recognized a flow-through recovery of Nil (2024 - $25,556). See Note 6 (b).

11. SUBSEQUENT EVENT

Grant of Stock Options

On April 29, 2025, the Company granted 500,000 stock options to an advisor. These options are exercisable until April 29, 2030, at a price of $0.26 per share. These options vest over a period of one year.