KINGFISHER METALS CORP.

Condensed Consolidated Interim Financial Statements

Three and Six Months ended June 30, 2026

(Expressed in Canadian dollars)

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

	As at June 30, 2026	As at December 31, 2025
Assets		
Current assets		
Cash and cash equivalents	$ 29,429,443	$ 1,276,380
Amounts receivable	131,601	383,864
Prepaid expenses	1,676,763	872,039
	31,237,807	2,532,283
Exploration and evaluation assets (Note 3)	32,900,795	28,017,316
Property and equipment (Note 4)	228,270	245,736
Restricted cash	282,500	205,000
	$ 64,649,372	$ 31,000,335
Liabilities and Equity		
Current:		
Accounts payable and accrued liabilities (Note 7)	$ 851,802	$ 655,356
Flow-through share premium liability (Note 10)	6,601,229	212,126
Lease liability (Note 5)	35,696	34,182
	7,488,727	901,664
Deferred income taxes	2,968,000	3,068,000
Lease liability (Note 5)	49,199	67,433
	10,505,926	4,037,097
Shareholders' equity		
Capital stock (Note 6)	61,489,035	34,023,306
Contributed surplus (Note 6)	4,113,356	3,554,585
Deficit	(11,458,945)	(10,614,653)
	54,143,446	26,963,238
	$ 64,649,372	$ 31,000,335

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

See accompanying notes.

These financial statements are authorized for issue by the Board of Directors on August 28, 2026.

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

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

KINGFISHER METALS CORP.
Condensed Consolidated Interim Statements of Comprehensive Income (Loss)
(Expressed in Canadian Dollars)

	For the three months ended June 30, 2026	June 30, 2025	For the six months ended June 30, 2026	June 30, 2025
General and administrative expenses				
Amortization	$ 19,676	$ 20,650	$ 37,979	$ 40,869
Audit fees	30,686	23,742	31,786	41,564
Bank charges	1,303	671	2,327	1,858
Consulting and directors' fees	12,305	12,610	24,610	31,220
Corporate relations	205,790	68,000	293,139	143,209
Insurance	10,178	7,179	18,640	14,505
Lease interest	1,895	2,596	3,970	5,358
Legal	4,483	2,289	4,483	12,743
Management fee	226,000	106,500	339,500	230,500
Office and administration	38,928	83,675	191,930	102,471
Salaries and wages	28,969	21,980	66,657	62,817
Share-based compensation	807,091	404,775	868,732	567,119
Transfer and filing fees	15,131	7,197	34,035	32,224
Travel and entertainment	61,974	32,455	141,380	78,007
	(1,464,409)	(794,319)	(2,059,168)	(1,364,464)
Other Items				
Flow-through recovery (Note 10)	610,807	261,786	802,897	261,786
Interest	205,325	2,224	276,522	2,238
Foreign exchange gain (loss)	12,503	-	35,457	-
	828,635	264,010	1,114,876	264,024
Net loss before income taxes	(635,774)	(530,309)	(944,292)	(1,100,440)
Deferred income tax (expense) recovery	(330,000)	118,000	100,000	233,000
Net loss for the period	$ (965,774)	$ (412,309)	$ (844,292)	$ (867,440)
Loss per share, basic	$ (0.01)	$ (0.01)	$ (0.01)	$ (0.02)
Weighted average number of common shares outstanding	137,848,024	65,442,332	120,753,182	60,898,748

See accompanying notes.

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

For the six months ended	June 30, 2026	June 30, 2025
Operating activities		
Net loss for the period	$ (844,292)	$ (867,440)
Changes non-cash operating items:		
Amortization	37,979	40,869
Deferred income tax recovery	(100,000)	(233,000)
Flow-through recovery	(802,897)	(261,786)
Lease interest	3,970	5,358
Share-based compensation	868,732	587,119
	(836,508)	(748,880)
Changes non-cash working capital:		
Amounts receivable	252,263	(66,195)
Prepaid expenses	(804,724)	(445,744)
Accounts payable and accrued liabilities	11,644	112,629
	(540,817)	(399,310)
Cash used in operating activities	(1,377,325)	(1,148,190)
Financing activities		
Issuance of common shares	30,007,000	12,781,247
Warrants exercised for common shares	3,463,789	-
Options exercised for common shares	66,917	-
Share issue costs	(1,641,938)	(733,626)
Repayment of lease liability	(20,690)	(20,690)
Cash provided by financing activities	31,875,078	12,026,931
Investing activities		
Additions to exploration and evaluation assets	(2,246,677)	(1,333,641)
Additions to property and equipment	(20,513)	(17,998)
Additions to restricted cash	(77,500)	(17,998)
Cash used in investing activities	(2,344,690)	(1,351,639)
Net inflow of cash and cash equivalents	28,153,063	548,522
Cash and cash equivalents, beginning of the period	1,276,380	331,895
Cash and cash equivalents, end of the period	$ 29,429,443	$ 880,417
Supplementary information – *non-cash investing and financing activities:*		
• *Exploration and evaluation assets in accounts payable*	$ 409,662	$ 48,779
• *Shares issued for mining claims*	$ 2,452,000	$ 1,100,000

See accompanying notes.

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

	Common Shares						
	Number	Amount	Share Subscriptions Received	Share Based Compensation	Contributed Surplus	Deficit	Total
Balance, December 31, 2025	90,814,018	$ 34,023,306	$ -	$ 2,998,537	$ 556,048	$ (10,614,653)	$ 26,963,238
Shares issued for mining claims	3,733,334	2,452,000	-	-	-	-	2,452,000
Placement shares issued – net of issue costs	15,300,000	9,229,284	-	-	-	-	9,229,284
Critical Metals Charity Flow-through shares issued – net of issue costs	14,500,000	14,401,706	-	-	-	-	14,401,706
Non-Critical Metals Charity Flow-through shares issued – net of issue costs	5,300,000	4,734,072	-	-	-	-	4,734,072
Flow-through premium liability	-	(7,192,000)	-	-	-	-	(7,192,000)
Options exercised	208,334	108,447	-	(41,530)	-	-	66,917
Warrants exercised	10,945,443	3,732,220	-	-	(268,431)	-	3,463,789
Share-based compensation	-	-	-	868,732	-	-	868,732
Net loss for the period	-	-	-	-	-	(844,292)	(844,292)
Balance, June 30, 2026	140,801,129	$ 61,489,035	$ -	$ 3,825,739	$ 287,617	$ (11,458,945)	$ 54,143,446

	Common Shares						
	Number	Amount	Share Subscriptions Received	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	19,719,530	3,735,205	(13,200)	-	-	-	3,722,005
Charity Flow-through shares issued – net of issue costs	21,302,500	8,326,866	-	-	-	-	8,326,866
Agent warrants	-	(270,342)	-	-	270,342	-	-
Flow-through premium liability	-	(3,514,912)	-	-	-	-	(3,514,912)
Share-based compensation	-	-	-	567,119	-	-	567,119
Net loss for the period	-	-	-	-	-	(867,440)	(867,440)
Balance, June 30, 2025	88,661,810	$ 33,450,761	$ -	$ 2,658,374	$ 556,048	$ (10,707,750)	$ 25,957,433

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 head office is located at 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 August 17, 2026, the Company upgraded to the OTCQX Best Market.

On April 8, 2024, the Company underwent a five-for-one share consolidation of its issued and outstanding 5common 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.

The Company has sufficient cash to fund its current administrative obligations and planned 2026 exploration program. However, the Company has not generated revenue from operations and will require additional financing in the future to fund exploration activities beyond its current planned programs, maintain its mineral property interests, and meet ongoing working capital requirements. The Company’s ability to continue as a going concern beyond its current funding horizon is dependent on its ability to obtain additional financing, realize value from its mineral properties, or otherwise generate future cash flows.

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, 2025, 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, 2025.

(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

Thibert

On June 24, 2020, the Company entered into an asset purchase agreement to acquire the 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 3 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 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 Project") (the "Hank Option Agreement").

(Expressed in Canadian Dollars)

Ball Creek East Project

Pursuant to the terms of the Ball Creek East Option Agreement, and subsequent amendment, 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 TSX-V 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 (completed)	1,000,000	2,000,000	3,500,000
March 25, 2027	1,300,000	-	3,500,000
March 25, 2028 (1)	-	4,000,000	7,500,000

Note: 1 Amended pursuant to an agreement with Evrim Exploration Canada Corp.

The Ball Creek East Project's underlying 2% net smelter returns royalty to Royal Gold Inc. ("Royal Gold") may be bought down 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 (completed)	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 Project's royalty will also apply there (2% net smelter returns royalty to Royal Gold with 1% buyable).

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

(Expressed in Canadian Dollars)

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 $1,000,000 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 Royal Gold, as well as a provision for Orogen to buy down 1% of the Royal Gold 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 returns 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.

<u>Forrest Kerr</u>

In December 2025, the Company entered into an option agreement to acquire a 100% interest in the Forrest Kerr project in the Golden Triangle region of NW, British Columbia as follows:

Due dates	Cash payments ($)	Issuance of common shares ($)
Upon TSX-V approval (Completed)	150,000	500,000
June 23, 2026 (Completed)	150,000	500,000
December 22, 2026	200,000	500,000
December 22, 2028	700,000	-

In addition, the Forrest Kerr Project is subject to underlying royalty agreements over various portions of the property. These include: (i) a 1.75% net smelter return royalty to Royal Gold Inc.; (ii) a 3.0% net smelter return royalty to a group including Running Dog Resources Ltd., Attunga Holdings Ltd., Black Range Holdings Ltd., Pamicon Developments Ltd., and Equity Exploration Consultants Ltd.; (iii) a 2.83% net smelter return royalty to Rimfire Minerals Corporation (Centerra Gold), Rocky Saliken & Randy DeBock, and Royal Gold Inc.; and (iv) a 2.0% net smelter return royalty to Carl von Einsiedel.

(Expressed in Canadian Dollars)

	Thibert Claims	Goldrange Claims	HWY 37 Claims	Forrest Kerr Claims	Total
Acquisition costs:					
As at December 31, 2024	**200,878**	**190,176**	**1,580,742**	**-**	**1,971,796**
Acquisition costs, agreement for sale	-	-	2,100,000	650,000	2,750,000
Claims staked during period	-	-	14,996	-	14,996
As at December 31, 2025	**200,878**	**190,176**	**3,695,738**	**650,000**	**4,736,792**
Acquisition costs, agreement for sale	-	-	2,100,000	602,000	2,702,000
As at June 30, 2026	**200,878**	**190,176**	**5,795,738**	**1,252,000**	**7,438,792**
Exploration costs:					
As at December 31, 2024	**445,042**	**11,346,997**	**3,666,971**	**-**	**15,459,010**
Expenditures during the year:					
Assays	35,695	-	724,942	-	760,637
Camp	-	-	1,604,566	-	1,604,566
Consulting	-	-	155,282	-	155,282
Drilling	-	-	2,338,448	-	2,338,448
Fieldgear	-	-	40,017	-	40,017
Geologist and sundry exploration costs	-	670	805,078	-	805,748
Geophysics	-	-	644,892	-	644,892
Helicopters	24,953	-	1,993,532	-	2,018,485
Permit Applications	-	-	37,500	-	37,500
Labour	108,076	-	-	-	108,076
Transportation and travel	-	-	96,971	-	96,971
	168,724	670	8,441,228	-	8,610,622
As at December 31, 2025	**613,766**	**11,347,667**	**12,108,199**	**-**	**24,069,632**
Expenditures during the period:					
Assays	-	-	224,781	-	224,781
Camp	-	-	293,682	-	293,682
Consulting	-	-	177,470	-	177,470
Digitization	-	-	-	50,700	50,700
Drilling	-	-	357,623	-	357,623
Fieldgear	-	-	51,814	-	51,814
Geologist and sundry exploration costs	-	147	765,754	-	765,910
Geophysics	-	-	96,961	-	96,961
Helicopters	-	-	103,821	-	103,821
Labour	3,235	5,432	-	6,686	15,353
Transportation and travel	-	-	43,373	-	43,373
	3,235	5,579	2,115,279	57,386	2,181,479
As at June 30, 2026	**617,001**	**11,353,246**	**14,223,478**	**57,386**	**26,251,111**
Recoveries, as at June 30, 2026	**(52,229)**	**(521,259)**	**(215,620)**	**-**	**(789,108)**
Balance, as at June 30, 2026	**$ 765,650**	**$ 11,022,163**	**$ 19,803,596**	**$ 1,309,386**	**$ 32,900,795**

(Expressed in Canadian Dollars)

4. PROPERTY AND EQUIPMENT

	Automotive Equipment	Shop Equipment	Exploration Equipment	Office Equipment	Portable Camp
Cost					
At December 31, 2024	$ 31,084	$ 27,277	$ 143,727	$ 42,602	$ 207,452
Capital expenditures	-	4,559	747	15,772	-
At December 31, 2025	$ 31,084	$ 31,836	$ 144,474	$ 58,374	$ 207,452
Capital expenditures	-	-	-	20,513	-
At June 30, 2026	$ 31,084	$ 31,836	$ 144,474	$ 78,887	$ 207,452
Accumulated depletion and depreciation					
At December 31, 2024	$ (21,285)	$ (8,150)	$ (80,041)	$ (27,880)	$ (142,110)
Depletion and depreciation	(2,940)	(4,281)	(12,812)	(6,782)	(19,603)
At December 31, 2025	$ (24,225)	$ (12,431)	$ (92,853)	$ (34,662)	$ (161,713)
Depletion and depreciation	(1,029)	(1,940)	(5,162)	(5,095)	(6,861)
At June 30, 2026	$ (25,254)	$ (14,371)	$ (98,015)	$ (39,757)	$ (168,574)
Net book value					
December 31, 2025	$ 6,859	$ 19,405	$ 51,621	$ 23,712	$ 45,739
June 30, 2026	**$ 5,830**	**$ 17,465**	**$ 46,459**	**$ 39,130**	**$ 38,878**

	Right of use Assets	Leasehold Improvements	Total
Cost			
At December 31, 2024	$ 156,783	$ 20,036	$ 628,961
Capital expenditures	-	-	21,078
At December 31, 2025	$ 156,783	$ 20,036	$ 650,039
Capital expenditures	-	-	20,513
At June 30, 2026	$ 156,783	$ 20,036	$ 670,552
Accumulated depletion and depreciation			
At December 31, 2024	$ (39,196)	$ (3,441)	$ (322,103)
Depletion and depreciation	(31,356)	(4,426)	(82,200)
At December 31, 2025	$ (70,552)	$ (7,867)	$ (404,303)
Depletion and depreciation	(15,679)	(2,213)	(37,979)
At June 30, 2026	$ (86,231)	$ (10,080)	$ (442,282)
Net book value			
December 31, 2025	$ 86,231	$ 12,169	$ 245,736
June 30, 2026	**$ 70,552**	**$ 9,956**	**$ 228,270**

(Expressed in Canadian Dollars)

5. LEASE LIABILITY

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

		June 30, 2026		December 31, 2025
Undiscounted minimum lease payments				
Less than one year	**$**	**41,380**	$	41,380
Two to five years		**51,726**		72,416
		93,106		113,796
Effect of discounting		**(8,211)**		(12,181)
Present value of minimum lease payments		**84,895**		101,615
Less: current portion		**(35,696)**		(34,182)
Non-current portion	**$**	**49,199**	$	67,433

The net change in the lease liability is as follows:

		June 30, 2026		December 31, 2025
Balance, beginning of year	**$**	**101,615**	$	132,958
Additions		**-**		-
Principal payments		**(20,690)**		(41,380)
Lease incentives		**-**		-
Interest expense		**3,970**		10,037
Balance, end of period	**$**	**84,895**	$	101,615

6. CAPITAL STOCK

(a) Authorized

Unlimited number of common shares without par value.

(b) Issued and outstanding

During the six months period ended June 30, 2026:

On June 19, 2026, the Company issued 400,000 common shares (valued at $452,000) pursuant to the Forrest Kerr Option Agreement. See Note 3.

On March 24, 2026, the Company issued 1,666,667 common shares (valued at $1,000,000) pursuant to the Ball Creek East Option Agreement. See Note 3.

On March 24, 2026, the Company issued 1,666,667 common shares (valued at $1,000,000) pursuant to the Hank Option Agreement. See note 3.

On March 3, 2026, the Company closed a bought deal private placement for gross proceeds of $30,007,000, issuing 5,300,000 non-critical charity flow-through shares at $0.94 per share, 14,500,000 critical charity flow-through shares at $1.04 per share, and 15,300,000 common shares at $0.65 per share. The proceeds from the flow-through shares are to be used to incur qualifying Canadian exploration expenditures, and the net proceeds from the common shares are to be used for exploration and general corporate purposes. In connection with the offering, the Company paid the underwriters a cash fee of $1,449,030 and incurred other share issue costs totalling $192,908.

During the six months ended June 30, 2026, the Company issued 10,945,443 common shares on the exercise of warrants for gross proceeds of $3,463,789 as follows:

- 1,116,875 shares at $0.25 per share
- 7,493,568 shares at $0.30 per share
- 2,335,000 shares at $0.40 per share

During the six months ended June 30, 2026, the Company also issued 208,334 common shares on the exercise of stock options for gross proceeds of $66,917as follows:

- 33,334 shares at $0.17 per share
- 125,000 shares at $0.25 per share
- 50,000 shares at $0.60 per share

During the year ended December 31, 2025:

On December 23, 2025, the Company issued 1,886,792 common shares (valued at $500,000) pursuant to the Forrest Kerr Option Agreement. See Note 3.

During the month of August 2025, the Company issued 198,750 common shares at $0.30 per share for warrants exercised and issued 66,666 common shares at $0.17 per share for options exercised.

On June 3, 2025, the Company closed a brokered private placement, raising gross proceeds of $10,899,913 through the issuance of 8,237,500 non-flow-through units ("NFT Units") at $0.25 per NFT Unit and 21,302,500 flow-through units ("Premium FT Units") at $0.415 per Premium FT Unit. Each NFT Unit consists of one common share and one-half of one non-transferable common share purchase warrant, and each Premium FT Unit consists of one common share and one-half of one non-transferable common share purchase warrant, with each whole warrant exercisable at a price of $0.40 per share until June 3, 2028. In connection with the offering, the Company paid the agent a cash commission of $423,292 and issued 1,116,875 compensation warrants. Each compensation warrant entitles the holder thereof to acquire one common share at a price of $0.25 until June 3, 2028.

On March 24, 2025, the Company issued 1,666,666 common shares (valued at $500,000) pursuant to the Ball Creek East Option Agreement. See Note 3.

On March 24, 2025, the Company issued 1,000,000 common shares (valued at $300,000) pursuant to the Hank Option Agreement. See note 3.

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).

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 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.

(Expressed in Canadian Dollars)

(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 May 13, 2026, the Company granted 100,000 stock options to employees. The options are exercisable at $1.39 per share for a period of five years and vest over a period of 36 months.

On April 2, 2026, the Company granted 4,375,000 stock options to directors, officers, employees and consultants. The options are exercisable at $0.66 per share for a period of five years, of which 75,000 stock options vest immediately and the remaining 4,300,000 stock options vest over a period of 24 months.

On June 3, 2025, the Company granted 2,200,000 stock options to various directors, executive officers, employees, and consultants. These options are exercisable until June 3, 2030, at a price of $0.32 per share. These options vest over a period of one year.

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.

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.

The following is a continuity of outstanding share options:

	Number of Options	Weighted Average of Exercise price
Balance, December 31, 2024	3,597,667	$ 0.63
Cancelled during the period	(37,000)	$ 0.89
Expired during the period	(352,000)	$ 0.50
Exercised during the period	(66,666)	$ 0.17
Granted during the period	4,550,000	$ 0.25
Balance, December 31, 2025	7,692,001	$ 0.41
Cancelled during the period	(20,000)	$ 1.50
Expired during the period	(418,667)	$ 1.44
Exercised during the period	(208,334)	$ 0.32
Granted during the period	4,475,000	$ 0.68
Balance, June 30, 2026	11,520,000	$ 0.48

(Expressed in Canadian Dollars)

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

	January 17, 2025	April 29, 2025	June 03, 2025	April 02, 2026	May 13, 2026
Risk-free interest rate	3.01%	2.73%	2.86%	3.10%	3.42%
Expected annualized volatility	117%	117%	117%	114%	115%
Expected life	5 years	5 years	5 years	5 years	5 years
Exercise price	$0.17	$0.26	$0.32	$0.66	$0.66
Dividend rate	Nil	Nil	Nil	Nil	Nil

The following table summarizes information about stock options that are outstanding at June 30, 2026:

Number of Options	Price per Share	Expiry Date	Options Exercisable
10,000	$3.25	October 21, 2026	10,000
355,000	$1.50	June 14, 2027	355,000
655,000	$0.60	August 10, 2028	655,000
1,575,000	$0.25	June 5, 2029	1,575,000
1,400,000	$0.17	January 17, 2030	1,400,000
350,000	$0.17	January 17, 2030	350,000
500,000	$0.26	April 29, 2030	500,000
2,200,000	$0.32	June 3, 2030	2,200,000
4,375,000	$0.66	April 2, 2031	75,000
100,000	$1.39	May 13, 2031	-
11,520,000			7,120,000

As at June 30, 2026, the weighted average remaining contractual life is 3.86 years (December 31, 2025 – 3.57 years).

(d) Share purchase warrants

The following is a continuity of outstanding warrants:

	Number of Warrants	Weighted Average of Exercise Price
Balance, December 31, 2024	8,350,507	$ 0.43
Expired	(2,404,745)	$ 0.75
Exercised	(198,750)	$ 0.30
Issued – Placement	20,511,015	$ 0.37
Issued – Finder's warrants	1,143,601	$ 0.25
Balance, December 31, 2025	27,401,628	$ 0.35
Expired	(15,004)	$ 0.30
Exercised	(10,945,443)	$ 0.32
Balance, June 30, 2026	16,441,181	$ 0.37

(Expressed in Canadian Dollars)

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	June 3, 2025
Risk-free interest rate	4.28%	2.95%	2.64%
Expected annualized volatility	120%	116%	120%
Expected life	2 years	2 years	3 years
Dividend rate	Nil	Nil	Nil

The following table summarizes information about warrants that are outstanding at June 30, 2026:

Number of Warrants	**Price per Share**	**Expiry Date**	**Warrants Exercisable**
4,207,000	$0.30	January 16, 2027	4,207,000
26,726	$0.30	January 16, 2027	26,726
12,207,455	$0.40	June 3, 2028	12,207,455
16,441,181			16,441,181

As at June 30, 2026, the weighted average remaining contractual life of warrants is 1.57 years (December 31, 2025 – 1.71 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:

	June 30, 2026	December 31, 2025
Share-based compensation	$ 506,325	$ 520,354
Director fees	24,610	55,830
Management fees	339,500	421,000
Geologist costs*	162,500	166,667
Operating expenses	6,000	12,000
	$ 1,038,935	$ 1,175,851

** Capitalized to Exploration and evaluation asset.*

As at June 30, 2026, $nil (December 31, 2025 - $nil) of amounts due to related parties 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 June 30, 2026, 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 high-interest savings bank accounts. Interest rate movements will affect the yield of these accounts, so the Company manages these accounts to match cash flow needs.

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 six months period ended June 30, 2026, and the year ended December 31, 2025, 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 maintain 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.

On June 3, 2025, the Company closed a brokered private placement and issued 21,302,500 flow-through units ("Premium FT Units") at $0.415 per Premium FT Unit. The Company recognized a liability for flow-through shares of $3,514,912. During the year ended December 31, 2025, the Company incurred $8,307,008 in qualified flow-through expenditures and recognized a flow-through recovery of $3,302,786. During the six months ended June 30, 2026, the Company incurred $533,530 in qualified flow-through expenditures and recognized a flow-through recovery of $212,126.

As at June 30, 2026, the expenditure commitment related to the June 3, 2025, flow-through financing has been fully satisfied, and no flow-through share liability remains in respect of this financing.

On March 3, 2026, the Company issued 19,800,000 flow-through shares, comprising 5,300,000 non-critical charity flow-through common shares and 14,500,000 critical charity flow-through common shares, for gross flow-through proceeds of $20,062,000. The Company recognized a liability for flow-through shares of $7,192,000. During the six months ended June 30, 2026, the Company incurred $1,647,950 in qualified flow-through expenditures related to this financing and recognized a flow-through recovery of $590,771. As at June 30, 2026, the remaining liability for flow-through shares is $6,601,229, which represents approximately $18,414,050 to be incurred on qualified expenditures.

11. SUBSEQUENT EVENTS

Strategic Investment by Barrick Mining Corporation

Subsequent to June 30, 2026, on July 28, 2026, the Company completed a non-brokered private placement with Barrick Mining Corporation ("Barrick") pursuant to which Barrick subscribed for 15,470,934 units of the Company at a price of $1.35 per unit for gross proceeds of $20,885,761. Each unit consisted of one common share of the Company and one-half of one common share purchase warrant. Each whole warrant is exercisable to acquire one common share of the Company at a price of $1.70 per share for a period of two years from the date of issuance. Accordingly, the Company issued 15,470,934 common shares and 7,735,467 warrants in connection with the private placement.

Following completion of the private placement, Barrick held approximately 9.9% of the issued and outstanding common shares of the Company on a non-diluted basis and approximately 14.1% on a partially diluted basis, assuming exercise of all warrants issued to Barrick.

The Company has agreed to use at least 80% of the proceeds from the private placement for exploration and development of the Company's HWY37 Project, with the balance available for general working capital and other corporate purposes.

In connection with the private placement, the Company and Barrick entered into an investor rights agreement providing Barrick with certain participation, information and other customary investor rights while Barrick maintains the applicable ownership threshold. The agreement also includes certain restrictions relating to the disposition or transfer of interests in the HWY37 Project for a period of 24 months, subject to specified exceptions.

The transaction occurred subsequent to the reporting date and, accordingly, no amounts related to the private placement have been recognized in the Company's financial statements as at June 30, 2026.

Exercise of options and warrants

The Company issued 1,057,272 common shares on the exercise of warrants for gross proceeds of $330,182, to date as follows:

- 927,272 shares at $0.30 per share
- 130,000 shares at $0.40 per share