LAHONTAN GOLD CORP

(An Exploration Stage Company)

Unaudited Condensed Consolidated Interim Financial Statements

For the three month periods ended March 31, 2025 and 2024

(expressed in United States dollars)

NOTICE OF NO AUDITOR REVIEW OF THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

The accompanying condensed consolidated interim financial statements of Lahontan Gold Corp. (the "Company") have been prepared by and are the responsibility of the Company's management. The Company's Audit Committee and Board of Directors has reviewed and approved these condensed consolidated interim financial statements.

The Company's independent auditor has not performed a review of these condensed consolidated interim financial statements.

Lahontan Gold Corp.

(An Exploration Stage Company)

Unaudited Condensed Consolidated Interim Statements of Financial Position

(expressed in United States dollars)

	March 31, 2025 $	December 31, 2024 $
Assets		
Current assets:		
Cash and cash equivalents	105,960	100,150
Amounts receivable (note 4)	6,784	2,319
Prepaid expenses	28,841	46,012
	141,585	148,481
Reclamation deposits (note 5)	50,000	50,000
Exploration and evaluation assets (note 6)	19,449,437	19,179,509
	19,499,437	19,229,509
Total assets	19,641,022	19,377,990
Liabilities		
Current liabilities:		
Accounts payable and accrued liabilities	188,286	214,886
Asset retirement obligation (note 7)	296,411	293,357
Deferred tax liability	992,575	983,023
	1,288,986	1,276,380
Total liabilities	1,477,272	1,491,266
Shareholders' equity		
Capital stock (note 8)	49,995,676	49,509,131
Warrants (note 8)	1,716,786	1,716,786
Contributed surplus (note 8)	9,875,962	9,875,962
Accumulated deficit	(43,380,615)	(43,168,166)
Accumulated other comprehensive loss	(44,059)	(46,989)
Total shareholders' equity	18,163,750	17,886,724
Total liabilities and shareholders' equity	19,641,022	19,377,990

Going concern (note 1)
Subsequent events (note 14)

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

Approved by the Board of Directors:

/s/ Kimberly Ann Arntson
Director

/s/ Max Pluss
Director

Lahontan Gold Corp.
(An Exploration Stage Company)
Unaudited Condensed Consolidated Interim Statements of Operations and Comprehensive Loss

(expressed in United States dollars)

	Three months ended March 31, 2025 $	Three months ended March 31, 2024 $
Expenses		
Promotion and website	83,439	90,639
Regulatory authority and transfer agent fees	13,842	10,498
Legal, accounting and audit	12,136	9,904
Office, general and administrative	94,165	92,555
Total expenses	(203,582)	(203,596)
Other income		
Interest income	685	2,582
Loss before tax	(202,897)	(201,014)
Deferred income tax expense	(9,552)	(6,288)
Net loss for the period	(212,449)	(207,302)
Other comprehensive income (loss)		
Foreign currency translation adjustment	2,930	(8,928)
Total comprehensive loss for the period	(209,519)	(216,230)
Loss per common share:		
Basic and diluted	(0.00)	(0.00)
Weighted average number of common shares outstanding:		
Basic and diluted	228,622,901	148,722,901

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

Lahontan Gold Corp.

(An Exploration Stage Company)

Unaudited Condensed Consolidated Interim Statements of Changes in Shareholders' Equity

(expressed in United States dollars)

	Capital stock #	Capital stock $	Warrants #	Warrants $	Contributed surplus $	Accumulated deficit $	Accumulated other comprehensive income (loss) $	Total shareholders' equity $
Balance, December 31, 2024	206,222,901	49,509,131	72,756,244	1,716,786	9,875,962	(43,168,166)	(46,989)	17,886,724
Net loss for the period	-	-	-	-	-	(212,449)	-	(212,449)
Foreign currency translation adjustment	-	-	-	-	-	-	2,930	2,930
Total comprehensive loss for the period	-	-	-	-	-	(212,449)	2,930	(209,519)
Non-brokered private placement of shares (note 8)	36,000,000	499,946	-	-	-	-	-	499,946
Share issue costs	-	(13,401)	-	-	-	-	-	(13,401)
Balance, March 31, 2025	242,222,901	49,995,676	72,756,244	1,716,786	9,875,962	(43,380,615)	(44,059)	18,163,750
Balance, December 31, 2023	148,722,901	47,978,537	44,755,102	1,658,616	8,886,490	(41,808,661)	(24,387)	16,690,595
Net loss for the period	-	-	-	-	-	(207,302)	-	(207,302)
Foreign currency translation adjustment	-	-	-	-	-	-	(8,928)	(8,928)
Total comprehensive loss for the period	-	-	-	-	-	(207,302)	(8,928)	(216,230)
Balance, March 31, 2024	148,722,901	47,978,537	44,755,102	1,658,616	8,886,490	(42,015,963)	(33,315)	16,474,365

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

Lahontan Gold Corp.

(An Exploration Stage Company)

Unaudited Condensed Consolidated Interim Statements of Cash Flows

(expressed in United States dollars)

	Three months ended March 31, 2025 $	Three months ended March 31, 2024 $
Cash provided by (used in)		
Operating activities		
Net loss for the period	(212,449)	(207,302)
Items not affecting cash:		
Accretion of asset retirement obligation (note 7)	3,054	2,899
Deferred income tax expense	9,552	6,288
Changes in working capital items:		
Amounts receivable	(4,465)	(4,969)
Prepaid expenses	17,171	(69,932)
Accounts payable and accrued liabilities	(160,095)	63,323
	(347,232)	(209,693)
Investing activities		
Exploration and evaluation assets (note 6)	(136,433)	(195,087)
	(136,433)	(195,087)
Financing activities		
Non-brokered private placement of shares (note 8)	499,946	-
Share issue costs	(13,401)	-
	486,545	-
Effect of exchange rate changes on cash and cash equivalents	2,930	(8,928)
Net change in cash and cash equivalents	5,810	(413,708)
Cash and cash equivalents - Beginning of period	100,150	519,589
Cash and cash equivalents - End of period	105,960	105,881

Supplemental cash flow information (note 13)

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

(expressed in United States dollars)

1. Nature of operations and going concern

General information

Lahontan Gold Corp. was incorporated under the *Business Corporations Act (Ontario)* on May 14, 2020 and is referred to herein as "Original Lahontan". On September 25, 2020, Original Lahontan completed a reverse takeover transaction with Gateway Gold Corp. ("Gateway"). Gateway is considered the accounting acquirer, and accordingly, the Company (defined hereafter) was considered a continuation of Gateway for accounting purposes. On April 5, 2022, Original Lahontan completed a transaction (the "Amalgamation") with 1246765 B.C. Ltd. ("765 BC") that resulted in 765 BC indirectly acquiring interests in the Santa Fe, Moho and Redlich projects located in Nevada. The transaction was effected through an amalgamation agreement and constitutes a reverse takeover (the "RTO") of 765 BC by Original Lahontan. In connection with the Amalgamation, 765 changed its name to Lahontan Gold Corp. and Original Lahontan's name was changed to 1000166543 Ontario Inc. ("1000 Ont."). As a result of the RTO, 1000 Ont. was identified as the acquiror (legal subsidiary) and 765 BC was treated as the accounting subsidiary (legal parent). On April 11, 2022 the TSX Venture Exchange ("TSXV") issued its final acceptance of the listing statement dated March 28, 2022. Trading of the resulting issuer shares commenced on April 13, 2022 under the trading symbol "LG". Lahontan Gold Corp. (formerly 765 BC) is referred to herein with all of its subsidiaries as "Lahontan" or the "Company".

The Company is an exploration stage junior mining company engaged in the identification, acquisition, evaluation and exploration of mineral properties in Nevada, USA. The Company has not determined whether its properties contain mineral reserves that are economically recoverable. The recoverability of amounts recorded as exploration and evaluation assets is dependent upon the existence of economically recoverable reserves, the ability of the Company to obtain the necessary financing to complete the exploration and development of its properties and upon attaining future profitable production from the properties or sufficient proceeds from disposition of the properties.

The Company's registered office is located at 410 West Georgia Street, Vancouver, BC, V6B 1Z3, Canada where it is domiciled. The Company's subsidiaries are comprised of: 1000166543 Ontario Inc., domiciled in Ontario, Canada; Lahontan Gold (US) Corp., domiciled in Nevada, USA; Gateway Gold Corp. ("Gateway"), incorporated in British Columbia, Canada; and, Gateway Gold (USA) Corp., domiciled in Nevada, USA.

Going concern

These condensed consolidated interim financial statements have been prepared using IFRS Accounting Standards (as later defined) applicable to a going concern which assumes that the Company will be able to continue its operations and will be able to realize its assets and discharge its liabilities in the normal course of business for the foreseeable future.

For the three month period ended March 31, 2025, the Company generated a net loss of $212,449 (year ended December 31, 2024 - net loss of $1,359,505) and had negative cash flows from operating activities. As at March 31, 2025, the Company had a working capital deficit of $46,701. Subsequent to period end, on April 30, 2025, the Company closed a non-brokered private placement for gross proceeds of $1,542,622 (CDN$2,135,285) (see note 14). Given the Company's plans for significant exploration expenditures primarily focused on the Santa Fe, Nevada project during the coming year, existing funds on hand are not sufficient to support planned exploration costs and ongoing corporate costs. These conditions raise material uncertainties that may cast significant doubt about the Company's ability to continue as a going concern, and accordingly, the appropriateness of the use of the accounting principles applicable to a going concern. The Company will require additional funding to be able to acquire, advance and retain mineral exploration property interests and to meet ongoing requirements for general operations. The ability of the Company to continue as a going concern is dependent on its ability to raise required financing whether through equity or debt financing; through joint ventures; the generation of profits from operations; or, the sale of property assets in the future.

There is no assurance that additional future funding will be available to the Company, or that it will be available on terms which are acceptable to management.

These condensed consolidated interim financial statements do not reflect any adjustments to the carrying values of assets and liabilities and the reported amounts of expenses and statement of financial position classifications that would be necessary if the Company were unable to realize its assets and settle its liabilities as a going concern in the normal course of operations. Such adjustments could be material.

2. Material accounting policies

Statement of compliance with IFRS Accounting Standards

These condensed consolidated interim financial statements have been prepared in accordance with International Accounting Standard 34 (IAS 34), Interim Financial Reporting, using accounting policies consistent with IFRS Accounting Standards as issued by the International Accounting Standards Board ("IFRS Accounting Standards"). These condensed consolidated interim financial statements do not include all the information and disclosures required in annual financial statements and should be read in conjunction with the Company’s annual consolidated financial statements for the years ended December 31, 2024 and 2023, which have been prepared in accordance with IFRS Accounting Standards.

These condensed consolidated interim financial statements were approved for issue by the Company's Board of Directors on May 28, 2025.

General information and basis of consolidation

Original Lahontan was incorporated under the *Business Corporations Act (Ontario)* on May 14, 2020. On July 29, 2020, a wholly-owned subsidiary Lahontan Gold (US) Corp. was incorporated in Nevada, USA. On September 25, 2020, the Company completed a reverse takeover transaction with Gateway Gold Corp., a British Columbia, Canada company. Gateway has a wholly-owned subsidiary, Gateway Gold (USA) Corp., a Nevada, USA company which holds the Santa Fe project. For accounting purposes with respect to the reverse takeover, Gateway was considered the accounting acquirer, and accordingly, the Company is considered a continuation of Gateway. The net assets of Original Lahontan at the date of the reverse takeover were deemed to have been acquired by Gateway. On April 5, 2022, Original Lahontan completed the RTO transaction with 1246765 B.C. Ltd. in connection with its public listing transaction. Since 765 BC did not meet the accounting definition of a business, the consolidated entity is considered to be a continuation of Original Lahontan prior to the RTO.

The Company's financial statements consolidate those of Lahontan (the legal parent company) and each of its 100% wholly-owned subsidiaries. All inter-company balances and transactions are eliminated upon consolidation. These condensed consolidated interim financial statements are expressed in United States dollars and are prepared using the historical cost method.

(expressed in United States dollars)

Changes in IFRS Accounting Standards and future accounting pronouncements

Certain pronouncements were issued by the International Accounting Standards Board (IASB) or the IFRS Interpretations Committee (Committee) that are mandatory for accounting years beginning on or after January 1, 2025. They are not applicable or do not have a material impact on the condensed consolidated interim financial statements of the Company and have been excluded from the summary below.

New IFRS Accounting Standard - IFRS 18: Presentation and Disclosure in Financial Statements

On April 9, 2024, the IASB issued a new standard – IFRS 18: Presentation and Disclosure in Financial Statements with a focus on updates to the statement of profit or loss. The key new concepts introduced in IFRS 18 relate to: 1) the structure of the statement of profit or loss; 2) required disclosures in the financial statements for certain profit or loss performance measures that are reported outside an entity's financial statements (that is, management-defined performance measures); and 3) enhanced principles on aggregation and disaggregation which apply to the primary financial statements and notes in general. IFRS 18 will replace IAS 1; however, many of the other existing principles in IAS 1 are retained with limited changes. IFRS 18 will apply for reporting periods beginning on or after January 1, 2027. Retrospective application is required and early application is permitted. The Company has not yet adopted IFRS 18 and is currently assessing the effect of this new standard on the condensed consolidated interim financial statements.

3. Critical accounting estimates and judgments

The preparation of these condensed consolidated interim financial statements requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates.

In preparing these condensed consolidated interim financial statements, the significant judgments made by management in applying the Company's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the consolidated annual financial statements for the years ended December 31, 2024 and 2023.

4. Amounts receivable

Amounts receivable of $6,784 (December 31, 2024 - $2,319) is comprised of harmonized sales tax (HST) receivable.

5. Reclamation deposits

The Company's reclamation deposits were comprised of bonds held by the Nevada Bureau of Land Management Nevada State Office ("BLM") with respect to the Santa Fe, Moho and Redlich projects. During the year ended December 31, 2024, the Company paid a $50,000 collateral deposit to a third party insurance company who placed a surety bond with the BLM to cover any future reclamation costs related to the Company's Santa Fe, Moho and Redlich projects. As a result, the BLM provided a full cash refund of prior reclamation bonds to the Company. At March 31, 2025, the Company's reclamation deposits were as follows:

	March 31, 2025 $	December 31, 2024 $
Collateral deposit on surety bond	50,000	50,000

(expressed in United States dollars)

6. Exploration and evaluation assets

	Santa Fe (Nevada, USA) $	West Santa Fe (Nevada, USA) $	Moho (Nevada, USA) $	Redlich (Nevada, USA) $	Total $
Balance, December 31, 2023	**13,146,720**	**150,598**	**2,863,520**	**993,163**	**17,154,001**
Claim staking and renewal fees	103,307	51,328	25,264	16,124	196,023
Cash option payments	61,162	40,000	15,000	15,000	131,162
Personnel and consultants	379,469	63,860	5,500	-	448,829
Exploration management and support	117,207	-	-	-	117,207
Field office rent, storage and telecommunication	96,706	146	-	-	96,852
Travel and accommodation	12,293	456	-	-	12,749
Drilling and related	249,114	-	-	-	249,114
Geological	66,956	-	-	-	66,956
Geochemistry analysis	539	-	-	-	539
Technical reports and special consulting	110,028	7,550	-	-	117,578
Vehicle costs and fuel	158,528	362	-	-	158,890
Security and equipment	356	-	-	-	356
Environmental	435,484	-	-	-	435,484
Field equipment	35,740	36	-	-	35,776
Change in asset retirement obligation estimate	(41,574)	-	(351)	(82)	(42,007)
Balance, December 31, 2024	**14,932,035**	**314,336**	**2,908,933**	**1,024,205**	**19,179,509**
Claim staking and renewal fees	15	47	-	-	62
Personnel and consultants	72,812	35,563	-	-	108,374
Exploration management and support	24,111	-	-	-	24,111
Field office rent, storage and telecommunication	26,938	-	-	-	26,938
Travel and accommodation	657	156	-	-	813
Technical reports and special consulting	7,019	-	-	-	7,019
Vehicle costs and fuel	32,123	36	-	-	32,159
Security and equipment	333	-	-	-	333
Environmental	50,743	-	-	-	50,743
Field equipment	19,159	216	-	-	19,375
Balance, March 31, 2025	**15,165,945**	**350,354**	**2,908,933**	**1,024,205**	**19,449,437**

Santa Fe, Nevada, USA
The Company holds a 100% beneficial interest in the Santa Fe project which is comprised of 384 unpatented mining claims, 67 unpatented millsite claims and 24 patented mining claims covering an area of 26.4 square kilometres. The Santa Fe project is located 12 kilometres east of the town of Luning in Mineral County, Nevada, USA. A total of 46 of the Santa Fe project claims, including all patented claims, are subject to a 1.25% net smelter return ("NSR") royalty interest. The NSR royalty applies to all ore mineral, metals and materials produced from the claims after the first 67,886 ounces of gold and 147,157 ounces of silver.

On March 17, 2021 the Company entered into a property purchase agreement with Andoria Resources Pty Ltd. and its subsidiary Andoria Resources US Corp. with respect to 45 unpatented mining claims that now form part of the Santa Fe project. Consideration provided under the terms of the agreement consisted of 196,500 common shares of the Company issued upon closing of the transaction. These common shares were valued at CDN$0.30 per share for a total value of $47,280. Additionally, the Company assumed the obligations of a Mining Lease and Option to Purchase Agreement (the "MLOPA") with GenGold2 LLC relating to 15 of the property claims. Minimum cash payments payable to GenGold2 LLC under the terms of the MLOPA are as follows:

Minimum payment due date	Amount $
October 15, 2020 (paid by Andoria)	10,000
April 15, 2021 (paid April 2021)	15,000
October 15, 2021 (paid September 2021)	35,000
October 15, 2022 (paid October 2022)	50,000
October 15, 2023 (paid September 2023)	75,000
October 15, 2024 (paid October 2024)	50,000
June 15, 2025	50,000
October 15, 2025 and October 15 of each succeeding year	150,000

The claims are subject to a NSR royalty of 2% when the average price of gold is less than $1,600 per ounce and 3% when the average price of gold is equal to or greater than $1,600 per ounce. Cumulative minimum cash payments made prior to commercial production are creditable against any NSR royalty obligation. The MLOPA also provides an option to acquire a 100% interest in the claims, subject to the NSR royalty, for a cash payment of $2,000,000. Both the minimum payment and option payment amounts are subject to adjustment for increases in the United States Consumer's Price Index.

(expressed in United States dollars)

West Santa Fe, Nevada, USA
During May 2023, the Company signed a binding term sheet and on July 18, 2023, the Company concluded a definitive Lease with Option to Purchase Agreement ("Agreement") with a wholly-owned subsidiary of Emergent Metals Corp ("Emergent") to acquire the West Santa Fe gold-silver exploration project located 13 km west of the Company's Santa Fe project in Nevada, USA. The Agreement defines the terms and conditions pursuant to which the Company will be granted an option (the "Option") to acquire a 100% interest in the 11.8 square kilometre West Santa Fe property which is comprised of 147 unpatented mining claims.

The Agreement requires the Company to make option payments totalling $1.8 million over a seven-year period, as follows: $10,000 upon signing of the binding term sheet (paid in May 2023); $20,000 on the first anniversary of the Agreement (paid in August 2024); $25,000 on each of the second and third anniversaries; $30,000 on each of the fourth and fifth anniversaries; $40,000 on the sixth anniversary and $1,620,000 on the seventh anniversary of the Agreement. At the Company's discretion, up to 50% of the annual option payments can be made in common shares of the Company.

In addition, the Company shall incur $1,400,000 of claim maintenance and exploration costs on West Santa Fe as follows:

Work commitment due date	Amount $
December 31, 2024	150,000
December 31, 2025	150,000
December 31, 2026	200,000
December 31, 2027	200,000
December 31, 2028	200,000
December 31, 2029	250,000
July 18, 2030	250,000

Any excess expenditures, in any year, under the work commitments scheduled above, can be credited against subsequent work commitment expenditures in a future year. As at March 31, 2025, the Company has exceeded its work commitment under the Agreement.

Upon exercise of the Option, Emergent shall transfer 100% of its interest in the mineral claims to the Company within 30 days. As part of the transfer, the Company will grant a 1% NSR royalty in favor of Emergent over the twelve claims it acquired from Nevada Sunrise LLC. Additionally, eighteen claims forming part of the property are subject to an underlying 2% NSR royalty with an annual advance minimum royalty payment of $20,000 (paid July 2024). This underlying agreement has a one-mile area-of-interest whereby 90 adjacent claims added by Emergent are also subject to this 2% NSR royalty. Annual advance minimum royalty payments are creditable against any future royalty payments. One-half (1%) of this underlying NSR royalty can be repurchased for $500,000 prior to June 15, 2028. In addition, the Company will grant a 1.5% NSR royalty in favor of Emergent for the remaining 27 claims acquired not subject to a NSR royalty listed above. The Company will have the right to purchase one-half (0.75%) of this 1.5% NSR royalty for $200,000 prior to July 18, 2028 or for $500,000 on or after July 18, 2028.

During May 2023, the Company staked an additional 95 unpatented lode mining claims covering an area of 7.9 square kilometres. A total of 88 of these claims fall inside the one-mile area-of-interest referred to above and are therefore subject to a 2% NSR royalty. The addition of the 95 claims increased the West Santa Fe project to a total of 242 unpatented lode mining claims covering 19.7 square kilometres.

Moho and Redlich, Nevada, USA Property Purchase Agreement
The Company acquired interests in the Moho and Redlich exploration property assets located in Nevada, USA through the reverse takeover transaction with Lahontan. Lahontan had previously acquired the properties from KA Gold LLC and its subsidiary Pyramid Gold (US) Corp. At the time of the reverse takeover transaction these properties had a cost of $2,585,056. Of this total cost, $1,856,523 was allocated to the Moho project interest and $728,533 was allocated to the Redlich project interest based on estimates of the relative fair values of each project. Both projects are subject to underlying option agreements providing rights to earn a 100% interest in each project. The Company has assumed the obligations under the terms of these option agreements. Details with respect to the Moho and Redlich projects and the related underlying option agreements are described below.

Moho, Nevada, USA
The Moho project is comprised of a total of 119 unpatented mining claims located in Mineral County, Nevada. Of this total, nine claims are subject to the Moho Option Agreement dated May 26, 2017 with subsidiaries of Gold Royalty Corp.; 50 claims are subject to the Mining Lease and Option to Purchase Agreement dated August 30, 2017 with Minquest Ltd. ("Minquest"); and, 60 claims are held directly.

Moho Option Agreement, Gold Royalty Corp.
The Moho Option Agreement provided an exclusive option to purchase a 100% interest in nine claims forming part of the Moho project. A final option payment was completed during August 2021 to acquire a 100% interest in these nine claims. The Company is responsible for annual claim maintenance costs.

Following the final option payment and exercise of the option, Gold Royalty Corp. retains a 2.5% NSR royalty on the nine claims. On the first three anniversaries of the option exercise, the Company was obligated to pay advance minimum royalty ("AMR") payments of $15,000 per year ($15,000 paid in August 2024). On the fourth anniversary and each year thereafter, the Company would pay AMR payments of $25,000 annually. A total of $60,000 related to payments under the option agreement and 80% of all AMR payments made are creditable toward future NSR amounts payable.

Additionally, the Moho Option Agreement defines an area-of-interest ("AOI") being a one-mile distance from the outermost perimeter of the nine property claims. Any additional property claims added in the AOI are subject to a 2% NSR royalty (the "AOI Royalty"). Both the 50 claims subject to the Minquest option agreement and the 35 claims held directly by the Company fall within the AOI and are subject to the AOI Royalty in favour of Gold Royalty Corp. If a third party royalty exists on any of the AOI claims, the AOI Royalty would be reduced such that the total royalty burden does not exceed 3%. The Company has a right to buy-down 1% of the NSR royalty on the 9 claims along with 1% of the AOI Royalty for a total amount of $1,000,000.

(expressed in United States dollars)

Mining Lease and Option to Purchase Agreement, Minquest
The Mining Lease and Option to Purchase Agreement provides an exclusive option to purchase a 100% interest in 50 claims forming part of the Moho project. A total of $112,250 in minimum option payments, from execution of the agreement and including the final $35,000 option payment during September 2021, have previously been made. On October 3, 2022, the Company signed an amendment to the Mining Lease and Option to Purchase Agreement that provided an extension of the agreement to March 31, 2023 and amended the payments in order to exercise the option. A payment of $193,875 was made on November 3, 2022 as follows: (i) $129,875 in cash; and (ii) 800,000 common shares of the Company at a deemed value of $64,000. A final cash option payment of $193,875 was paid during March 2023 to acquire a 100% interest in these 50 claims. Annual exploration work commitments of $50,000 per annum during the five-year term of the agreement were required and have been met based on expenditures completed to date. The Company is responsible for annual claim maintenance costs. Following exercise of the option, Minquest retains a 1.5% NSR royalty.

Redlich, Nevada, USA
The Redlich project is comprised of 76 unpatented mining claims located in Esmeralda County, Nevada. These 76 claims were subject to the Redlich Option Agreement dated May 26, 2017 with subsidiaries of Gold Royalty Corp. A final option payment was completed during August 2021 to acquire a 100% interest in these 76 claims. The Company is responsible for annual claim maintenance costs.

Following the final option payment and exercise of the option, Gold Royalty Corp. retains a 2.5% NSR royalty. On the first three anniversaries of the option exercise, the Company was obligated to pay AMR payments of $15,000 per year ($15,000 paid in August 2024). On the fourth anniversary and each year thereafter, the Company would pay AMR payments of $25,000 annually. A total of $60,000 related to payments under the option agreement and 80% of all AMR payments made are creditable toward future NSR amounts payable. The Company has a right to buy-down 1% of the NSR royalty for $1,000,000.

7. Asset retirement obligation

Reclamation costs have been estimated based on the Company's interpretation of current regulatory requirements and measured with the most reliable information available. Management's estimate is determined based on the net present value of estimated future cash expenditures for reclamation activities. Reclamation costs are capitalized to mineral properties dependent on the nature of the asset related to the obligation. Future changes to those regulations and standards, as well as changes resulting from operations, may result in actual reclamation costs differing from the estimate. Details of the Company's reclamation performance obligation can be found in Note 5. The Company's asset retirement obligation arises from its obligation to undertake site reclamation and remediation in connection with the Santa Fe, Moho and Redlich projects.

The estimated costs of reclamation are based on current regulatory requirements using prescribed third-party contractor rates with a 10% contingency. The estimated asset retirement obligation liability at the reporting date utilizes the following assumptions: (i) total undiscounted amount of inflation adjusted future reclamation costs at March 31, 2025 was $399,063 (December 31, 2024 - $399,063); (ii) weighted average risk-free interest rate of 4.6% (December 31, 2024 - 4.6%) and a long-term inflation rate of 2.6% (December 31, 2024 - 2.6%); and (iii) expected timing of risk adjusted cash outflows required to settle the obligation will be incurred over the period through 2033. The Company's asset retirement obligation is as follows:

	$
Balance, December 31, 2023	323,767
Accretion of asset retirement obligation	11,597
Change in asset retirement obligation estimate	(42,007)
Balance, December 31, 2024	293,357
Accretion of asset retirement obligation	3,054
Balance, March 31, 2025	296,411

8. Capital stock

Authorized
The Company is authorized to issue an unlimited number of common shares, having no par value; and, an unlimited number of special shares, issuable in series.

Issued

Share issuances during fiscal 2025
On February 4, 2025, the Company closed a private placement issuing a total of 36,000,000 common shares at CDN$0.02 per share for gross proceeds of $499,946 (CDN$720,000).

Share issuances during fiscal 2024
On April 30, 2024, the Company closed a brokered private placement issuing a total of 57,500,000 units at CDN$0.06 per unit for gross proceeds of $2,525,789 (CDN$3,450,000). Each unit consisted of one common share of the Company and one-half transferrable common share purchase warrant with a total of 28,750,000 warrants issued. Each warrant issued entitles the holder to purchase one common share of the Company at a price of CDN$0.10 per share until April 30, 2027. In connection with the private placement, the Company paid eligible finders cash commissions of $158,108 (CDN$215,915) and an aggregate of 3,695,586 finders' warrants. Each finders' warrant entitles the finders to acquire one common share of the Company at a price of CDN$0.06 until April 30, 2027. These finders' warrants were valued at $121,173.

Warrants
During April 2024, the Company issued 28,750,000 warrants and 3,695,586 finders' warrants in connection with a private placement.

(expressed in United States dollars)

As at March 31, 2025, details with respect to outstanding warrants were as follows:

Number	Exercise price CDN$	Expiry
3,695,586	0.06	April 30, 2027
1,354,290	0.08	September 1, 2026
28,750,000	0.10	April 30, 2027
1,750,168	0.11	February 28, 2026
25,000,000	0.12	September 1, 2026
12,206,200	0.18	February 28, 2026
72,756,244	0.12	

The fair value of warrants has been estimated using the Black-Scholes option pricing model at the grant date and this value has been presented as a separate component of shareholders' equity. The Company has determined expected volatility related to analysis of comparable companies in the mineral exploration sector. The assumptions used for the valuation of warrants issued during fiscal 2024 were as follows:

	2024
Expected life in years	3.0
Expected volatility	101%
Risk-free interest rate	4.18%
Dividend yield	Nil

On April 5, 2024, a total of 4,444,444 warrants exercisable at CDN$0.65 expired.

Compensation options

On April 5, 2024, a total of 429,290 compensation options exercisable at CDN$0.45 per unit expired. As at March 31, 2025, there were no compensation options outstanding. No compensation options were issued during fiscal 2025 or 2024.

Stock options

In connection with the Amalgamation with 765 BC in April 2022, the Company's Board of Directors approved a new stock option plan which is a 10% rolling plan (the "Plan") under which the maximum number of stock options issuable under the Plan is equal to 10% of the Company's outstanding common shares from time to time. Eligible participants in the Plan include directors, officers, employees and consultants to the Company. Stock option exercise prices, vesting periods and the term to expiry are determined by the Board of Directors at the time of grant. The Plan replaced the private company stock option plan which was approved on August 15, 2020 by the Company's Board of Directors. In connection with the Amalgamation and public listing transaction with 765 BC, all previously outstanding stock options were replaced with Resulting Issuer stock options.

On May 8, 2024, the Board of Directors of the Company approved the grant of 9,100,000 stock options to directors, officers and consultants. These stock options are exercisable at CDN$0.08; expire May 8, 2029; and, were immediately vested.

Activity with respect to stock options is summarized as follows:

	Number	Weighted-average exercise price CDN $	Expiry
Balance, December 31, 2023	11,995,000	0.32	October 2025 to March 2028
Granted	9,100,000	0.08	May 2029
Forfeited	(5,185,000)	0.26	October 2025 to May 2029
Balance, December 31, 2024 and March 31, 2025	15,910,000	0.20	October 2025 to May 2029

(expressed in United States dollars)

As at March 31, 2025, outstanding stock options are as follows:

	Options outstanding		Options exercisable		
Exercise price CDN$	**Number of options**	**Weighted-average remaining contractual life (years)**	**Number of options**	**Weighted-average remaining contractual life (years)**	**Expiry**
0.08	7,800,000	4.1	7,800,000	4.1	May 8, 2029
0.18	2,350,000	3.0	2,350,000	3.0	March 16, 2028
0.30	2,750,000	0.6	2,750,000	0.6	October 22, 2025
0.45	3,010,000	2.0	3,010,000	2.0	April 8, 2027
	15,910,000	2.9	15,910,000	2.9	

During the three month period ended March 31, 2025, the Company recorded a total value of $nil (three month period ended March 31, 2023 - $nil) with respect to stock options. Share based compensation amounts are included in shareholders' equity as contributed surplus and are included in share based compensation expense in the statement of operations and comprehensive loss or capitalised to exploration and evaluation assets. The values of stock options are determined using the Black-Scholes option pricing model. The assumptions used for the valuation of stock options issued during fiscal 2024 were as follows:

	2024
Expected volatility	101%
Expected option life (in years)	5.0
Risk-free interest rate	3.68%
Expected dividend yield	Nil
Weighted-average exercise price	CDN$0.08
Weighted-average market price at grant date	CDN$0.07
Weighted-average fair value	CDN$0.05

The Company determined expected volatility related to analysis of comparable companies in the mineral exploration sector.

9. Related party transactions and compensation of key management

The Company has contracts for management and geological services with its officers, directors and companies controlled by its officers and directors. Key management includes all persons named or performing the duties of Chief Executive Officer and President, Vice President, Exploration, Chief Financial Officer, Corporate Secretary and Directors. Compensation awarded to key management has been recorded at the exchange amount, being the amount agreed to by the respective parties, and is with respect to short-term compensation and was conducted in the normal course of business. Amounts are summarized as follows:

	Three months ended March 31, 2025 $	Three months ended March 31, 2024 $
Management fees	120,641	120,517

As at March 31, 2025, a total of $21,552 (December 31, 2024 - $3,291) is included in accounts payable and accrued liabilities with respect to amounts due to key executive management for service contract obligations and expenses. In addition to the above, a company controlled by the Company's Chief Executive Officer and Vice President, Exploration, charged the Company for services related to exploration personnel costs, field vehicles and equipment, field office rent and utilities and related field office expenses in the amount of $47,951 during the three month period ended March 31, 2025 (three months ended March 31, 2024 - $50,425). A company controlled by the Company's Chief Financial Officer also provides bookkeeping, accounting and administration services to the Company. For the three month period ended March 31, 2025, a total of $5,616 (three months ended March 31, 2024 - $6,692) was charged for these services. For the three month period ended March 31, 2025, under the terms of a service contract with the Company's Chief Executive Officer, the Company reimbursed $7,325 (three months ended March 31, 2024 - $7,325) for medical insurance coverage.

The Company has management service agreements with each of its Chief Executive Officer, Chief Financial Officer and Vice President, Exploration which provide for payments upon termination in certain circumstances. With respect to termination without cause, the Chief Executive Officer and Vice President, Exploration would be entitled to a payment equal to one year's compensation and the Chief Financial Officer would be entitled to a payment equal to three month's compensation. The service agreements also provide that under certain conditions, including a change in control of the Company, that the Chief Executive Officer and Vice President, Exploration would be entitled to a payment equivalent to two year's compensation and the Chief Financial Officer would be entitled to a payment equal to one year's compensation.

(expressed in United States dollars)

10. Financial instruments and risk management

As at March 31, 2025, the Company's financial instruments include cash and cash equivalents, amounts receivable, surety bond, accounts payable and accrued liabilities. The carrying values of these financial instruments approximate their fair values. The Company examines the various financial risks to which it may be exposed and assesses the impact and likelihood of those risks. The Company may be exposed to various financial risks related to credit risk, liquidity risk and currency risk. Where material, these risks are reviewed and monitored by the Board of Directors of the Company.

Credit risk
Financial instruments that potentially subject the Company to concentrations of credit risk consists of cash and cash equivalents. The Company's cash is held at major Canadian and United States financial institutions. The maximum exposure to credit risk is equivalent to the carrying amount. As at March 31, 2025, the Company does not consider any of its financial assets to be impaired.

Liquidity risk
Liquidity risk is the risk that the Company will not be able to meet its financial obligations as they come due. The Company manages liquidity risk through monitoring cash outflows due in its day-to-day business and by regular cash flow forecasting of cash requirements to fund exploration projects and operating costs. As at March 31, 2025, the Company's liabilities included accounts payable and accrued liabilities of $188,286 all of which are due within normal trade terms of generally 30 days (see note 1, going concern).

Currency risk
The Company's cash is held in Canadian dollar and United States dollar accounts. The Company is exposed to financial risk arising from fluctuations in foreign exchange rates with respect to the United States dollar. As at March 31, 2025, the Company held cash in United States dollars of $44,425. The Company has not utilized derivative instruments to reduce its exposure to foreign currency risk.

All of the Company's cash based operating expenses were denominated in the relevant functional currency; therefore, operating costs were not affected by exchange rate changes during the years presented in these financial statements. The Company's property and exploration costs are primarily denominated in United States dollars.

Interest rate risk
As at March 31, 2025, the Company does not have any obligations that bear fixed interest rates. The Company is therefore not exposed to the risk of changes in

11. Segmented information

The Company presents and discloses segmented information based on information that is regularly reviewed by the Company's President and CEO who is the chief operating decision-maker. The President and CEO has primary responsibility for allocating resources to the Company's operating segments and assessing their performance. The Company's operations comprise one reportable segment being the exploration and development of mineral resource properties. The Company's corporate and administrative offices are in Canada. The Company's reclamation deposits and exploration and evaluation assets all relate to the Company's property interests located in Nevada, USA.

12. Capital management

The Company's capital structure is comprised of shareholders' equity. The Company is not subject to externally imposed capital requirements. The Company's objectives when managing its capital structure are to preserve the Company's access to capital markets and its ability to meet its financial obligations and to finance its exploration activities and general corporate costs (see note 1, going concern).

The Company monitors its capital structure using future forecasts of cash flows, particularly those related to its exploration programs.

The Company manages its capital structure and makes adjustments to it to maintain flexibility while achieving the objectives stated above. To manage the capital structure, the Company may adjust its exploration programs, operating expenditure plans, or issue new common shares and warrants. The Company's capital management objectives have remained unchanged over the periods presented in these condensed consolidated interim financial statements.

13. Supplemental cash flow information

Non-cash transactions not reflected in the consolidated statements of cash flows are as follows:

	Three months ended March 31, 2025 $	Three months ended March 31, 2024 $
Exploration expenditures included in accounts payable and accrued liabilities	161,883	13,910

(expressed in United States dollars)

14. Subsequent events

Private placement financings
On April 30, 2025, the Company closed a non-brokered private placement issuing a total of 42,705,700 units at CDN$0.05 per unit for gross proceeds of $1,542,622 (CDN$2,135,285). Each unit consisted of one common share of the Company and one-half common share purchase warrant with a total of 21,352,850 warrants issued. Each warrant issued entitles the holder to purchase one common share of the Company at a price of CDN$0.08 per share until April 30, 2027. These warrants are callable by the Company in the event that the closing price at which the common shares of the Company trade on the TSX Venture Exchange (or any such other stock exchange in Canada as the common shares may trade at the applicable time) exceed CDN$0.12 for ten consecutive trading days at any time after August 31, 2025. The Company may provide written notice to holders of the warrants requiring the holder of the warrants to exercise the warrants within 30 business days following the date of delivery of such written notice.

Stock option grant
On April 30, 2025, the Board of Directors approved the grant of 10,675,000 stock options to directors, officers and consultants of the Company. These stock options are exercisable at CDN$0.08 and expire April 30, 2030.