



LEADING EDGE MATERIALS CORP.

CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
FOR THE NINE MONTHS ENDED
JULY 31, 2026

(Expressed in Canadian Dollars)

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

In accordance with National Instrument 51-102 Part 4, subsection 4.3(3)(a), if an auditor has not performed a review of these condensed consolidated interim financial statements, they must be accompanied by a notice indicating that the condensed consolidated interim financial statements have not been reviewed by an auditor.

The accompanying unaudited condensed interim financial statements of the Company have been prepared by and are the responsibility of the Company's management.

The Company's auditors have not performed a review of these condensed consolidated interim financial statements in accordance with the standards established by the Chartered Professional Accountants of Canada for a review of interim financial statements by an entity's auditor.

LEADING EDGE MATERIALS CORP.
CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
(Expressed in Canadian Dollars)

	Note	July 31, 2026 \$	October 31, 2025 \$
ASSETS			
Current assets			
Cash		1,841,047	1,860,654
GST/VAT receivables		155,546	244,939
Prepaid expenses		187,845	142,811
Investments	3	-	29,167
Total current assets		2,184,438	2,277,571
Non-current assets			
Exploration and evaluation assets	4	23,893,521	22,382,097
Property, plant and equipment	5	5,078,476	5,616,789
Reclamation deposit	6	162,009	162,696
Right-of-use asset	5	20,391	29,536
Total non-current assets		29,154,397	28,191,118
TOTAL ASSETS		31,338,835	30,468,689
LIABILITIES			
Current liabilities			
Accounts payable and accrued liabilities		447,231	384,380
Lease liability		13,206	12,755
Total Current liabilities		460,437	397,135
Non-current liabilities			
Provision for site restoration	6	5,035,357	5,444,696
Property acquisition obligation	4(a), 5	587,174	593,392
Lease liability		9,237	18,764
Total non-current liabilities		5,631,768	6,056,852
TOTAL LIABILITIES		6,092,205	6,453,987
SHAREHOLDERS' EQUITY			
Share capital	7	69,581,633	66,659,743
Share-based payments reserve	7(d)	11,220,004	9,924,182
Deficit		(55,555,007)	(52,569,223)
TOTAL SHAREHOLDERS' EQUITY		25,246,630	24,014,702
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY		31,338,835	30,468,689

Nature of Operations and Going Concern - Note 1

These consolidated financial statements were approved for issue by the Board of Directors on September 18, 2026 and are signed on its behalf by:

/s/Eric Krafft
Eric Krafft
Director

/s/Daniel Major
Daniel Major
Director

LEADING EDGE MATERIALS CORP.
CONSOLIDATED STATEMENTS OF COMPREHENSIVE LOSS

(Expressed in Canadian Dollars)

		Three Months Ended July 31,		Nine Months Ended July 31,	
	Notes	2026 \$	2025 \$	2026 \$	2025 \$
Expenses					
Accretion of provision for site restoration	6	33,184	32,218	99,552	96,654
Corporate development		25,591	47,212	93,102	157,718
Depreciation		14,437	22,451	71,747	47,018
Directors and officer's compensation	8(a)	74,169	74,099	221,379	229,878
Research, development and general exploration	4	46,198	10,526	140,345	150,483
Accounting and audit	8(b)	40,945	44,370	134,791	156,607
General and administration		23,542	41,957	97,370	99,810
Listing and regulatory costs		41,401	43,093	168,766	150,032
Operations		71,779	73,938	262,257	212,814
Salaries, compensation and benefits		59,318	43,222	164,218	122,442
Professional fees		46,632	10,588	151,330	21,444
Share based compensation	8(a)	285,658	208,322	1,295,822	923,143
Travel		35,849	45,625	70,858	96,017
		<u>798,703</u>	<u>697,621</u>	<u>2,971,537</u>	<u>2,464,060</u>
Loss before other items		<u>(798,703)</u>	<u>(697,621)</u>	<u>(2,971,537)</u>	<u>(2,464,060)</u>
Other items					
Interest income		1,571	5,637	10,937	43,399
Foreign exchange gain/(loss)		(85,128)	80,335	(48,076)	(35,038)
Mark to market adjustment loss		-	-	-	(6,632)
Gain on sale of investment		-	-	(3,311)	-
Other Income		21	342	26,203	2,640
		<u>(83,536)</u>	<u>86,314</u>	<u>(14,247)</u>	<u>4,369</u>
Net loss and comprehensive loss		<u>(882,239)</u>	<u>(611,307)</u>	<u>(2,985,784)</u>	<u>(2,459,691)</u>
Loss per share – basic and diluted		<u>(\$0.00)</u>	<u>(\$0.00)</u>	<u>(\$0.01)</u>	<u>(\$0.01)</u>
Weighted average number of common shares outstanding - basic and diluted		257,977,906	232,979,449	254,062,779	232,404,660

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

LEADING EDGE MATERIALS CORP.
CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
(Expressed in Canadian Dollars)

Nine Months Ended July 31, 2026					
	Share Capital		Share- Based Payments Reserve \$	Deficit \$	Total Equity \$
	Number of Shares	Amount \$			
Balance as at October 31, 2025	250,550,449	66,659,743	9,924,182	(52,569,223)	24,014,702
Common shares issued for:					
Share issued	7,132,020	1,782,990	-	-	1,782,990
Stock options Exercised	6,980,000	888,900	-	-	888,900
Warrants Exercised	1,250,000	250,000	-	-	250,000
Share-based compensation	-	-	1,295,822	-	1,295,822
Net loss for the period	-	-	-	(2,985,784)	(2,985,784)
Balance at July 31, 2026	265,912,469	69,581,633	11,220,004	(55,555,007)	25,246,630

Nine Months Ended July 31, 2025					
	Share Capital		Share- Based Payments Reserve \$	Deficit \$	Total Equity \$
	Number of Shares	Amount \$			
Balance at October 31, 2024	232,061,949	63,697,686	8,792,714	(49,352,658)	23,137,742
Common shares issued for:					
Shares issued	3,552,500	568,400	-	-	568,400
Warrants Exercised	150,000	30,000	-	-	30,000
Share-based compensation	-	-	923,143	-	923,143
Net loss for the period	-	-	-	(2,459,691)	(2,459,691)
Balance at July 31, 2025	235,764,449	64,296,086	9,715,857	(51,812,349)	22,199,594

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

LEADING EDGE MATERIALS CORP.
CONSOLIDATED STATEMENTS OF CASH FLOWS
(Expressed in Canadian Dollars)

	Three Months Ended July 31,		Nine Months Ended July 31,	
	2026	2025	2026	2025
	\$	\$	\$	\$
Operating activities				
Net loss for the period	(882,239)	(611,307)	(2,985,784)	(2,459,691)
Adjustments for:				
Accretion of provision for site restoration	33,184	32,218	99,552	96,654
Depreciation and amortization	14,437	22,451	71,747	47,018
Foreign exchange	(1,855)	(4,717)	(5,532)	37,965
Mark to market adjustment loss	-	-	-	6,632
Gain/loss on sale of Investment	-	-	3,311	-
Share based compensation	285,658	208,322	1,295,822	923,143
Changes in non-cash working capital items:				
GST/VAT and other receivables	(14,556)	(77,398)	89,393	116,315
Prepaid expenses and other	(38,673)	21,559	(45,034)	42,448
Accounts payable and accrued liabilities	155,638	179,130	62,851	(67,328)
Net cash from (used in) operating activities	(448,406)	(229,742)	(1,413,674)	(1,256,844)
Investing activity				
Expenditures on exploration and evaluation assets	(394,237)	(698,817)	(1,511,424)	(1,828,331)
Proceeds from sale of investment	-	-	25,826	-
Additions to property, plant and equipment	-	(28,369)	(33,180)	(73,149)
Net cash from (used in) investing activity	(394,237)	(727,186)	(1,518,748)	(1,901,480)
Financing activities				
Issuance of common shares	2,132,990	568,400	2,921,890	598,400
Repayment of lease liabilities	(3,100)	-	(9,075)	-
Net cash provided by financing activities	2,129,890	568,400	2,912,815	598,400
Net change in cash	1,287,247	(388,528)	(19,607)	(2,559,924)
Cash at beginning of the period	553,800	1,288,821	1,860,654	3,460,217
Cash at end of the period	1,841,047	900,293	1,841,047	900,293

Supplemental cash flow information - See Note 11

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

LEADING EDGE MATERIALS CORP.
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE NINE MONTHS ENDED JULY 31, 2026 AND 2025
(Expressed in Canadian Dollars)

1. Nature of Operations and Going Concern

The Company is a Canadian public company primarily focused on developing a portfolio of critical raw material projects located in the European Union. The portfolio of projects includes the 100% owned Woxna Graphite mine (Sweden), the 100% owned Norra Kärr Heavy Rare Earths Elements ("HREE") project (Sweden) and the 90% owned Bihor Sud Nickel Cobalt exploration alliance (Romania). The Company's common shares trade on the TSX Venture Exchange (the "TSXV") under the symbol "LEM", on the OTCQB under the symbol "LEMIF", on NASDAQ First North under the symbol "LEMSE" and in Frankfurt under the symbol "7FL". The Company's principal office is located at 14th Floor 1040 West Georgia Street, Vancouver, BC Canada V6E 4H1.

During the nine months ended July 31, 2026, the Company recorded a net loss of \$2,985,784 and, as at July 31, 2026, the Company had an accumulated deficit of \$55,555,007 and working capital of \$1,724,001.

On 12 July 2026, the Company announced a non-brokered private placement of up to 24,000,000 units at C\$0.25 per unit for gross proceeds of up to C\$6,000,000, with the Company's cornerstone shareholder, Eric Krafft, agreeing to subscribe for any units not otherwise taken up. Net proceeds are intended to fund Pre-Feasibility Study workstreams and environmental permitting at Norra Kärr, studies related to a possible restart of the Woxna Graphite mine and processing plant, and general working capital. Subsequent to the quarter end, on 18 August 2026 the Company closed the first tranche of this financing, issuing 16,032,000 common shares for gross proceeds of C\$4,008,000.

The Company has received approval from the TSX Venture Exchange to extend the closing of the Private Placement. The Company now expects to close the Private Placement on or before September 25, 2026, subject to the receipt of all required regulatory approvals. The terms of the Private Placement remain unchanged from those previously announced.

Net proceeds from the recent equity raise are intended to fund Pre-Feasibility Study (PFS) workstreams and environmental permitting at Norra Kärr, studies related to a possible restart of the Woxna Graphite mine and processing plant, and general working capital for next twelve months. However, it will need additional capital to recommence operations at the Woxna Graphite Mine and/or modernize the plant to produce value added production and to fund future development of the Norra Kärr Property. There is no assurance such additional capital will be available to the Company on acceptable terms or at all. These consolidated financial statements are prepared in accordance with IFRS Accounting Standards ("IFRS") appropriate for a going concern. The going concern basis of accounting assumes the Company will continue to realize the value of its assets and discharge its liabilities and other obligations in the ordinary course of business. Should the Company be required to realize the value of its assets in other than the ordinary course of business, the net realizable value of its assets may be materially less than the amounts shown in the consolidated financial statements. These consolidated financial statements do not include any adjustments to the amounts and classifications of assets and liabilities that may be necessary should the Company be unable to repay its liabilities and meet its other obligations in the ordinary course of business or continue operations.

LEADING EDGE MATERIALS CORP.
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE NINE MONTHS ENDED JULY 31, 2026 AND 2025
(Expressed in Canadian Dollars)

2. Basis of Preparation

Statement of Compliance

These consolidated financial statements have been prepared in accordance with IFRS Accounting Standards ("IFRS"), as issued by the International Accounting Standards Board ("IASB") and interpretations of the International Financial Reporting Interpretations Committee ("IFRIC").

Basis of Measurement

The Company's consolidated financial statements have been prepared on the historical cost basis except for the revaluation of certain financial assets and financial liabilities to fair value. The consolidated financial statements are presented in Canadian dollars unless otherwise noted.

Details of the Group

In addition to the Company, the consolidated financial statements include all subsidiaries. Subsidiaries are all entities over which the Company is able, directly or indirectly, to control financial and operating policies, which is the authority usually connected with holding majority voting rights. Subsidiaries are fully consolidated from the date on which control is acquired by the Company. Inter-company transactions and balances are eliminated upon consolidation. They are deconsolidated from the date that control by the Company ceases.

The subsidiaries of the Company are as follows:

<u>Company</u>	<u>Location of Incorporation</u>	<u>Ownership Interest</u>
Flinders Holdings Limited ("Flinders Holdings")	British Columbia	100%
Woxna Graphite AB ("Woxna")	Sweden	100%
Tasman Metals Ltd.	British Columbia	100%
GREENNA Mineral AB (Formerly "Tasman Metals AB")	Sweden	100%
LEM Resources SRL ("LEM Romania") (See Note 14)	Romania	51%

LEADING EDGE MATERIALS CORP.
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE NINE MONTHS ENDED JULY 31, 2026 AND 2025
(Expressed in Canadian Dollars)

3. Investments

Investments held by the Company are as follows:

Particulars	July 31, 2026 \$	October 31, 2025 \$
Shares in United Lithium Corp. (ULTH) (2025: 91,147)	-	29,167
Total	-	29,167

The investment in United Lithium Corp was revalued with level 1 input at each reporting date.

4. Exploration and Evaluation Assets

	As at July 31, 2026			As at October 31, 2025		
	Acquisition Costs \$	Deferred Exploration Costs \$	Total \$	Acquisition Costs \$	Deferred Exploration Costs \$	Total \$
Graphite Concessions	10,081	4,706	14,787	10,081	4,706	14,787
Norra Kärr	15,402,622	3,665,160	19,067,782	15,402,622	2,843,862	18,246,484
Romania	187,999	4,662,954	4,810,952	187,999	3,932,827	4,120,826
	15,600,702	8,292,819	23,893,521	15,600,702	6,781,395	22,382,097

	Graphite concessions \$	Norra Karr \$	Romania \$	Total \$
Balance at October 31, 2024	14,787	17,334,704	2,542,761	19,892,252
Costs				
Additions during the year	-	911,780	1,578,065	2,489,845
Balance at October 31, 2025	14,787	18,246,484	4,120,826	22,382,097
Costs				
Additions during the year	-	821,298	690,126	1,511,424
Balance at July 31, 2026	14,787	19,067,782	4,810,952	23,893,521

LEADING EDGE MATERIALS CORP.
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FOR THE NINE MONTHS ENDED JULY 31, 2026 AND 2025
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4. Exploration and Evaluation Assets (continued)

(a) *Graphite Concessions*

Through Woxna, the Company holds a 100% interest in the Woxna Graphite Mine and the Kringelgruvan concession. The Woxna Graphite Mine is in Ovanaker Municipality, Gavleborg County, central Sweden.

In 1993 Woxna entered into agreements under which it acquired:

- (i) the Kringelgruvan concession for an initial payment of SEK 150,000 and a further payment of SEK 4,000,000 (the "Property Acquisition Obligation"); and
- (ii) the Mattsmyra, Gropabo and Mansberg concessions (the "Graphite Concessions") for an initial payment of SEK 32,500 and a further payment of SEK 1,000,000 on each of the three concessions (the "Additional Consideration"). These concessions have all expired.

During fiscal 2014 the technical feasibility and commercial viability of the Kringelgruvan concession and the Woxna Graphite Mine was demonstrated, transitioning the Kringelgruvan concession to the development stage of mining. Accordingly, the costs of the exploration and evaluation assets attributed to the Kringelgruvan concession and the Woxna Graphite Mine were reclassified to property, plant and equipment. See also Note 6.

(b) *Norra Kärr*

On 28 June 2026, the Swedish Government granted GREENNA Mineral AB, an Exploitation Concession (Sw. bearbetningskoncession), 25-year mining lease for Norra Kärr K Nr. 2. This followed the March 2026 recommendation of the Mining Inspectorate and the December 2025 endorsements of the County Administrative Boards of Jönköping and Östergötland, and represents a significant permitting milestone in the project's development.

(c) *Romania Exploration Alliance*

In fiscal 2017 the Company and REMAT Group Management SRL ("REMAT") agreed to pursue the investigation and initiation of a prospecting permit application over the Bihor Sud perimeter in Romania. REMAT proceeded to incorporate LEM Resources SRL ("LEM Romania") in fiscal 2017. LEM Romania successfully applied for a non-exclusive prospecting permit (the "Permit") over 25.5 square kilometers in the Bihor area (the "Project"). On August 9, 2018, the Company and REMAT completed a share purchase agreement (the "Share Purchase Agreement") and executed a shareholders' joint venture agreement (the "JV Agreement") whereby the Company acquired an initial 51% ownership interest (the "Initial Interest") in LEM Romania, by issuing 367,006 common shares of the Company at a fair value of \$165,152. As LEM Romania had no assets or liabilities at the time of acquisition of the initial interest, the Company recorded the initial consideration as general exploration expenses. A finder's fee of 5% (the "Finder's Fee") related to the Project will be paid in stages.

Under the JV Agreement the Company has agreed to issue to REMAT certain amounts of shares in the Company upon different milestones being achieved (the "Bonus Shares") as per below;

- (i) 550,509 shares upon the signing of an exploration license; (Issued on May 27, 2022)
- (ii) A maximum of 3,670,062 shares upon identification of any historic Ni-Co and/or Ag-base metal mineral resource estimates at various tonnage thresholds.
- (iii) 734,012 shares upon the filing of a NI 43-101 technical report that establishes a mineral resource on any portion of the Project, with an additional maximum 4,404,072 shares subject to such Ni-Co and/or Ag-base metal mineral resource meeting various tonnage thresholds; and
- (iv) 917,515 shares upon the filing of a Feasibility Study technical report.

During the quarter the Company announced it had agreed to increase its stake in the Bihor Sud Exploration Licence joint venture to 90%, following an amendment to the shareholders joint venture agreement originally entered into with REMAT Group Management SRL on August 9, 2018.

LEADING EDGE MATERIALS CORP.
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FOR THE NINE MONTHS ENDED JULY 31, 2026 AND 2025
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4. Exploration and Evaluation Assets (continued)

On May 17, 2022, the company signed the Bihor Sud Exploration License between LEM Romania and the National Agency for Mineral Resources, accordingly exploration and evaluation costs for the project will now be capitalized. On May 27, 2022, the company issued 550,509 shares to REMAT at a fair value of \$178,916 and issued 27,525 common shares at a fair value of \$9,083 as Finder's Fee, this consideration is capitalized as acquisition cost for LEM Romania.

Under the provisions of the Romanian mining legislation, the Company is required to submit an annual technical/scientific report and exploration budget for the upcoming year to the Romanian Mining Authority. The Company did not make the required submission during the fiscal year as the Company is awaiting government clearance to submit the documents. As a result, the Romanian Mining Authority has the right to revoke the concession at its discretion. Management does not expect this matter to have an adverse impact on the exploration license and is working with the Romanian Mining Authority to submit the required documents. Management has also considered this matter in its assessment of impairment indicators and determined no impairment was required. See Note 13.

5. Property, Plant and Equipment

Cost:	Vehicles \$	Equipment and Tools \$	Building \$	Manufacturing and Processing Facility \$	Mineral Property Acquisition and Development Costs \$	Right Of Use Asset \$	Total \$
Balance at October 31, 2024	16,094	443,116	344,139	7,567,878	6,484,182	-	14,855,409
Addition	-	40,561	-	-	-	42,613	83,174
Adjustment to site restoration	-	-	-	-	194,449	-	194,449
Balance at October 31, 2025	16,094	483,677	344,139	7,567,878	6,678,631	42,613	15,133,032
Addition	-	33,180	-	-	-	-	33,180
Adjustment to site restoration	-	-	-	-	(508,891)	-	(508,891)
Balance at July 31, 2026	16,094	516,857	344,139	7,567,878	6,169,740	42,613	14,657,322
Accumulated Depreciation and Impairment:							
Balance at October 31, 2024	(6,174)	(268,414)	(217,514)	(3,910,218)	(5,000,000)	-	(9,402,320)
Depreciation	(2,266)	(35,254)	(33,790)	-	-	(13,077)	(84,387)
Balance at October 31, 2025	(8,440)	(303,668)	(251,304)	(3,910,218)	(5,000,000)	(13,077)	(9,486,707)
Depreciation	(1,989)	(30,950)	(29,664)	-	-	(9,145)	(71,747)
Balance at July 31, 2026	(10,429)	(334,618)	(280,968)	(3,910,218)	(5,000,000)	(22,222)	(9,558,455)
Carrying Value :							
Balance at October 31, 2025	7,654	180,009	92,835	3,657,660	1,678,631	29,536	5,646,325
Balance at July 31, 2026	5,665	182,239	63,171	3,657,660	1,169,740	20,391	5,098,867

LEADING EDGE MATERIALS CORP.
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE NINE MONTHS ENDED JULY 31, 2026 AND 2025
(Expressed in Canadian Dollars)

5. Property, Plant and Equipment (continued)

During fiscal 2014 technical feasibility and commercial viability of the extraction of mineral resources at the Woxna Graphite Mine was demonstrated, transitioning the Company to the development stage of mining. Upon the transition, costs on the exploration and evaluation assets attributed to the mine were reclassified to property, plant and equipment. On August 1, 2015, the refurbishment and commissioning of the Woxna Graphite Mine was completed.

During fiscal 2019 management assessed whether there were any indications of impairment of the Company's property, plant and equipment as required by IAS 36. In light of the continued suspension of the operations of the Woxna Graphite Mine, large net loss and the low trading value of the Company's common shares, management concluded there were indications of impairment.

When indications of impairment are determined to be present, IAS 36 requires the Company to estimate the recoverable amount of the Company's property, plant and equipment. The Company did not have sufficient verifiable information to prepare adequately detailed and meaningful calculations of fair value less costs of disposal or value in use. Therefore, the Company applied a value in use method that took into account the Company's financial position and results of operations and operational issues among other factors in determining an estimated recoverable amount. This method indicated that an impairment provision of \$8,800,000 was appropriate in fiscal 2019.

As at July 31, 2026 the Company has recognized \$587,174 (October 31, 2025 - \$593,392) for the Property Acquisition Obligation associated with the Kringelgruvan concession, as described in Note 5(a)(i).

6. Provision for Site Restoration

Although the ultimate amount of the decommissioning obligation for the Kringelgruvan concession is uncertain, the fair value of this obligation is based on information currently available. Significant closure activities include land rehabilitation, demolition of buildings and mine facilities and other costs. The provision for site restoration may be subject to change based on management's current estimates, changes in remediation technology or changes to the applicable laws and regulations. The total undiscounted amount of estimated cash flows to settle the Company's risk adjusted estimated obligation is SEK 40,000,000 and is expected to be incurred in 2041.

The fair value of the decommissioning obligation was calculated using a discounted cash flow approach based on a risk-free rate of 3.03% (2025 - 2.55%) and an inflation factor of 2.0% (2025 - 2.0%) Settlement of the obligation is expected to be funded from general corporate funds at the time of decommissioning. Changes to the decommissioning obligation were as follows:

	\$
Balance at October 31, 2024	5,121,374
Accretion	128,872
Revision of estimates	(522,979)
Foreign exchange adjustment	717,428
Balance at October 31, 2025	5,444,696
Accretion	99,552
Revision of estimates	(451,841)
Foreign exchange adjustment	(57,050)
Balance at July 31, 2026	5,035,357

As at July 31, 2026 reclamation deposits totaling \$162,009 (October 31, 2025 - \$162,696) have been paid. The reclamation deposits were placed as security for site restoration on the Kringelgruvan concession and on certain exploration and evaluation assets.

LEADING EDGE MATERIALS CORP.
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE NINE MONTHS ENDED JULY 31, 2026 AND 2025
(Expressed in Canadian Dollars)

7. Share Capital

(a) **Authorized Share Capital**

The Company's authorized share capital consists of an unlimited number of common shares without par value. All issued common shares are fully paid.

(b) **Equity Financings**

Nine months Ended July 31, 2026

During the nine months ended July 31, 2026, 6,980,000 stock options were exercised for gross proceeds of \$888,000 and 1,250,000 warrants were exercised for gross proceeds of \$250,000.

Year Ended October 31, 2025

During the year ended October 31, 2025, 750,000 warrants were exercised for gross proceeds of \$152,500.

On 15th August 2025, the Company has closed the non-brokered private placement, issuing 17,738,500 units (the "Units") at a price of C\$0.16 per Unit for aggregate gross proceeds of C\$2,838,160. Each unit consisted of one common share and one common share purchase warrant. Each warrant is exercisable by the holder to acquire one common share at an exercise price of \$0.32 per share, expiring August 14, 2029.

(c) **Warrants**

A summary of the number of common shares reserved pursuant to the Company's outstanding warrants at July 31, 2026 and October 31, 2025, and the changes for the periods ended on those dates is as follows:

	2026		2025	
	Number	Weighted Average Exercise Price \$	Number	Weighted Average Exercise Price \$
Balance beginning of year	79,837,630	0.20	62,856,130	0.17
Issued	-	-	17,738,500	0.32
Exercised	(1,250,000)	0.20	(750,000)	0.20
Expired	-	-	(7,000)	0.225
Balance end of year	78,587,630	0.20	79,837,630	0.20

The following table summarizes information about the number of common shares reserved pursuant to the Company's warrants outstanding and exercisable at July 31, 2026:

Number	Exercise Price \$	Expiry Date
21,639,130	0.225	August 23, 2027
32,650,000	0.20	July 23, 2028
6,560,000	0.20	September 26, 2028
17,738,500	0.32	August 14, 2029
78,587,630	0.20	

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7. Share Capital (continued)

(d) **Share Option Plan**

The Company has established a rolling share option plan (the "Plan"), in which the maximum number of common shares which can be reserved for issuance under the Plan is 10% of the issued and outstanding shares of the Company. The minimum exercise price of the options is set at the Company's closing share price on the day before the grant date, less allowable discounts. Options granted may be subject to vesting provisions as determined by the Board of Directors and have a maximum term of up to five years.

Nine months Ended July 31, 2026

During the nine months ended July 31, 2026, 6,980,000 stock options were exercised for gross proceeds of \$888,000.

7,200,000 stock options were granted at an exercise price of \$0.31 during the nine months ended July 31, 2026 (2025 – 6,700,000). The value of options granted was determined using the Black-Scholes option pricing model. A weighted average grant date fair value of \$0.25211 (2025 – \$0.20253) was calculated using expected stock price volatility of 114.13%, risk free rate of 3.11% and option life of five years are based on the Company's historical share price volatility and option life.

Year Ended October 31, 2025

6,700,000 stock options were granted at an exercise price of \$0.24 during the year ended October 31, 2025 (2024 – 9,200,000). The value of options granted was determined using the Black-Scholes option pricing model. A weighted average grant date fair value of \$0.20253 (2024 – \$0.08075) was calculated using expected stock price volatility of 112.55%, risk free rate of 2.84% and option life of five years are based on the Company's historical share price volatility and option life.

150,000 stock options were granted at an exercise price of \$0.24 during the year ended October 31, 2025 (2024 – 450,000). The value of options granted was determined using the Black-Scholes option pricing model. A weighted average grant date fair value of \$0.17061 (2024 – \$0.06191) was calculated using expected stock price volatility of 110.75%, risk free rate of 2.65% and option life of three years are based on the Company's historical share price volatility and option life.

Option-pricing models require the use of estimates and assumptions including the expected volatility. Changes in the underlying assumptions can materially affect the fair value estimates and, therefore, existing models do not necessarily provide reliable measure of the fair value of the Company's share options.

A summary of the Company's share options at July 31, 2026 and October 31, 2025 and the changes for the year ended on those dates is as follows:

	2026		2025	
	Number of Options Outstanding	Weighted Average Exercise Price \$	Number of Options Outstanding	Weighted Average Exercise Price \$
Balance beginning of year	21,900,000	0.17	18,250,000	0.22
Issued	7,200,000	0.31	6,850,000	0.24
Exercised	(6,980,000)	0.13		
Expired	-	-	(3,200,000)	0.62
Balance end of period	22,120,000	0.23	21,900,000	0.17

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7. Share Capital (continued)

The following table summarizes information about the share options outstanding and exercisable at July 31, 2026:

Number Outstanding	Number Exercisable	Exercise Price \$	Expiry Date
700,000	700,000	0.20	November 3, 2027
2,700,000	2,700,000	0.195	April 26, 2028
450,000	450,000	0.10	April 26, 2027
4,220,000	4,220,000	0.10	April 25, 2029
6,700,000	4,422,000	0.24	April 23, 2030
150,000	99,000	0.24	April 23, 2028
7,200,000	2,376,000	0.31	April 27, 2031
22,120,000	15,967,000		

8. Related Party Disclosures

Key management personnel include those persons having authority and responsibility for planning, directing and controlling the activities of the Company as a whole. The Company has determined that key management personnel consist of members of the Company's Board of Directors and its executive officers.

(a) During the nine months ended July 31, 2026 and 2025 the following compensation was incurred:

Particulars	Three months Ended July 31,		Nine months Ended July 31,	
	2026	2025	2026	2025
	\$	\$	\$	\$
Directors and officer's compensation	138,269	137,576	411,794	408,250
Share based compensation (current and former)	284,571	201,977	1,285,969	891,033
	422,840	339,553	1,697,793	1,299,283

As at July 31, 2026, \$8,866 (October 31, 2025 - \$ 7,798) remained unpaid and has been included in accounts payable and accrued liabilities.

Out of the total Directors' and Officers' compensation of \$411,794, CEO's compensation of \$190,415 has been capitalized to Exploration and Evaluation assets.

9. Income per share

As at July 31, 2026 and 2025, the weighted average number of common shares for the purpose of calculating diluted income per share reconciles to the weighted average number of common shares used in the calculation of basic income per share as follows:

Particulars	Three months ended July 31,		Nine months ended July 31,	
	2026	2025	2026	2025
	\$	\$	\$	\$
Net loss for the period	(882,239)	(611,307)	(2,985,784)	(2,459,691)
Basic weighted average number of shares outstanding	265,912,469	232,979,449	254,062,779	232,404,660
Diluted weighted average number of shares outstanding	265,912,469	232,979,449	254,062,779	232,404,660
Loss per share – basic and diluted	(\$0.00)	(\$0.00)	(\$0.01)	(\$0.01)

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10. Financial Instruments and Risk Management

Categories of Financial Assets and Financial Liabilities

Financial instruments are classified into one of the following categories: fair value through profit or loss ("FVTPL"); amortized cost; fair value through other comprehensive income ("FVOCI"). The carrying values of the Company's financial instruments are classified into the following categories:

Financial Instrument	Category	July 31, 2026 \$	October 31, 2025 \$
Cash	FVTPL	1,841,047	1,860,654
Reclamation deposit	amortized cost	162,009	162,696
Investments	FVTPL	-	29,167
Accounts payable and accrued liabilities	amortized cost	(447,231)	(384,380)
Property acquisition obligation	amortized cost	(587,174)	(593,392)

The Company's financial instruments recorded at fair value require disclosure about how the fair value was determined based on significant levels of inputs described in the following hierarchy:

Level 1 - Quoted prices are available in active markets for identical assets or liabilities as of the reporting date. Active markets are those in which transactions occur in sufficient frequency and value to provide pricing information on an ongoing basis.

Level 2 - Pricing inputs are other than quoted prices in active markets included in Level 1. Prices in Level 2 are either directly or indirectly observable as of the reporting date. Level 2 valuations are based on inputs including quoted forward prices for commodities, time value and volatility factors, which can be substantially observed or corroborated in the marketplace.

Level 3 - Valuations in this level are those with inputs for the asset or liability that are not based on observable market data.

The recorded amounts for amounts receivable and accounts payable and accrued liabilities approximate their fair value due to their short term nature. The recorded amounts for the reclamation deposit, investments and property acquisition obligation approximates their fair value. The Company's fair value of cash under the fair value hierarchy is measured using Level 1.

The Company's risk exposures and the impact on the Company's financial instruments are summarized below:

Credit Risk

Credit risk is the risk of loss associated with a counterparty's inability to fulfill its payment obligations. The Company's credit risk is primarily attributable to cash, amounts receivable and reclamation deposit.

Management believes that the credit risk concentration with respect to financial instruments included in cash, amounts receivable and reclamation deposit is remote.

Liquidity Risk

Liquidity risk is the risk that the Company will not have the resources to meet its obligations as they fall due. The Company manages this risk by closely monitoring cash forecasts and managing resources to ensure that it will have sufficient liquidity to meet its obligations. The following table is based on the contractual maturity dates of financial assets and liabilities and the earliest date on which the Company can be required to settle financial liabilities.

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10. Financial Instruments and Risk Management (continued)

Contractual Maturity Analysis at July 31, 2026

	Carrying Amount \$	Contractual Cash Flows \$	Less than 3 Months \$	1 - 5 Years \$	Over 5 Years \$
Cash	1,841,047	1,841,047	1,841,047	-	-
Reclamation deposit	162,009	162,009	-	-	162,009
Accounts payable and accrued liabilities	(447,231)	(447,231)	(447,231)	-	-
Property acquisition obligation	(587,174)	(587,174)	-	(587,174)	-

Market Risk

Market risk is the risk of loss that may arise from changes in market factors such as interest rates, foreign exchange rates, and commodity and equity prices. These fluctuations may be significant.

Interest Rate Risk

The Company is exposed to interest rate risk to the extent that the cash bear floating rates of interest. The interest rate risk on cash and on the Company's obligations are not considered significant.

Foreign Currency Risk

The Company's functional currency is the Canadian Dollar and major transactions are transacted in Canadian Dollars, Swedish Krona ("SEK") and Romanian Leu ("RON"). The Company maintains SEK bank accounts in Sweden and RON bank balances in Romania to support the cash needs of its foreign operations. Management believes the foreign exchange risk related to currency conversions is minimal and therefore does not hedge its foreign exchange risk. At July 31, 2026, 1 Canadian Dollar was equal to 6.8123 SEK as per Swedish Central Bank and 1 Canadian Dollar was equal to 3.2422 RON as per Romania Bank. Balances are as follows:

	SEK	CDN \$ Equivalent	RON	CDN \$ Equivalent
Cash	1,194,848	175,396	228,684	70,533
VAT receivable	289,393	42,481	351,542	108,426
Reclamation deposit	749,413	110,009	-	-
Accounts payable and accrued liabilities	(1,662,267)	(244,010)	(399,877)	(123,334)
Property acquisition obligation	(4,000,000)	(587,174)	-	-
	(3,428,613)	(503,298)	180,349	55,625

Based on the net exposures as of July 31, 2026 and assuming that all other variables remain constant, a 10% fluctuation of the Canadian Dollar against the SEK and RON would result in the Company's net impact being approximately respectively \$50,330 and \$5,536 higher or lower.

Capital Management

The Company manages its capital structure and makes adjustments to it, based on the funds available to the Company, in order to support the acquisition and exploration mineral properties. The Board of Directors does not establish quantitative return on capital criteria for management, but rather relies on the expertise of the

Company's management to sustain development of the business. The Company defines capital that it manages as share capital and cash. The Company will continue to assess new properties and seek to acquire an interest in additional properties if it feels there is sufficient geologic or economic potential and if it has adequate financial resources to do so. Management reviews its capital management approach on an ongoing basis and believes that this approach, given the relative size of the Company, is reasonable.

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11. Supplemental Cash Flow Information

During the nine months ended July 31, 2026 and 2025 non-cash activities were conducted by the Company as follows:

	2026	2025
	\$	\$
Operating activity		
Provision for site restoration	(508,891)	1,020,824
Investing activity		
Revisions of estimates on property, plant and equipment	508,891	(1,020,824)

12. Segmented Information

The Company is involved in the exploration and development of resource properties in Sweden with corporate operations in Canada and accordingly, has no reportable segment revenues or operating results. The Company's total assets are segmented geographically as follows:

As at July 31, 2026				
	Corporate Canada \$	Mineral Operations Sweden \$	Mineral Operations Romania \$	Total \$
Current assets	1,672,247	252,210	261,981	2,184,438
Exploration and evaluation assets	-	19,082,569	4,810,952	23,893,521
Property, plant and equipment	-	4,941,062	137,414	5,078,476
Reclamation deposit	-	162,009	-	162,009
Right-of-use asset	-	-	20,391	20,391
	<u>1,672,247</u>	<u>24,435,850</u>	<u>5,230,738</u>	<u>31,338,835</u>

As at October 31, 2025				
	Corporate Canada \$	Mineral Operations Sweden \$	Mineral Operations Romania \$	Total \$
Current assets	1,609,534	183,891	484,146	2,277,571
Exploration and evaluation assets	-	18,261,271	4,120,826	22,382,097
Property, plant and equipment	-	5,442,493	174,296	5,616,789
Reclamation deposit	-	162,696	-	162,696
Right-of-use asset	-	-	29,536	29,536
	<u>1,609,534</u>	<u>24,050,351</u>	<u>4,808,804</u>	<u>30,468,689</u>

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13. Commitments

In Romania, for exploration licenses applied through the public bid process, an investment offer is presented for each exploration license, the offer of which represents the total amounts required to be spent in order to maintain possession of the concession area at the end of the five-year investment period. Accordingly, should the Company wish to retain possession of the exploration license in Romania it holds as at July 31, 2026, the Company's expenditure commitment for the five-year period ending May 15, 2027 was budgeted as \$6,484,813 Euros (approx. \$9,532,675 CAD) of which \$4,810,952 CAD has been spent as at July 31, 2026. The Company is in discussions with the relevant authorities in Romania to change categories of work e.g. underground channel sampling for drilling. The proposal will generate the same volume of geological data and is intended to meet the same exploration objectives. It will also reduce expenditure.

14. Events after the Reporting Period

- On August 18, 2026, Company had closed a first tranche of the private placement announced previously on July 12, 2026, issuing 16,032,000 common shares at a price of \$0.25/share for gross proceeds of CAD\$4,008,000. The Company's cornerstone shareholder, Mr Eric Krafft, has agreed to subscribe for any Units not otherwise purchased by investors under the private placement.