# GOLDEN SKY MINERALS CORP.

## CONDENSED INTERIM FINANCIAL STATEMENTS

## FOR THE THREE MONTHS ENDED MARCH 31, 2026 AND 2025

(UNAUDITED, EXPRESSED IN CANADIAN DOLLARS)

## NOTICE OF NO AUDITOR REVIEW OF INTERIM FINANCIAL STATEMENTS

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

The accompanying unaudited condensed interim financial statements of Golden Sky Minerals Corp. (the “Company”) have been prepared by and are the responsibility of management. These condensed interim financial statements as at March 31, 2026 and for the three months then ended have not been reviewed or audited by the Company’s independent auditors.

GOLDEN SKY MINERALS CORP.
CONDENSED INTERIM STATEMENTS OF FINANCIAL POSITION
*( Expressed in Canadian dollars)*

| | Notes | | March 31, 2026 | | December 31, 2025 |
|---|---|---|---|---|---|
| | | | (unaudited) | | (audited) |
| **ASSETS** | | | | | |
| **Current assets** | | | | | |
| Cash and cash equivalents | 3 | $ | 1,116,071 | $ | 309,413 |
| Goods and Services Tax receivable | | | 7,604 | | 49,248 |
| Prepaid expenses | | | 12,114 | | 19,383 |
| | | | 1,135,789 | | 378,044 |
| **Non-current assets** | | | | | |
| Deposits | | | 26,255 | | 26,255 |
| Exploration and evaluation assets | 4 | | 904,797 | | 895,300 |
| **TOTAL ASSETS** | | $ | 2,066,841 | $ | 1,299,599 |
| **LIABILITIES** | | | | | |
| **Current liabilities** | | | | | |
| Trade payables and accrued liabilities | 5 | $ | 100,934 | $ | 105,690 |
| Option Joint Venture liability | 4 | | 860,361 | | 3,233 |
| Due to related parties | 8 | | 19,894 | | 2,313 |
| | | | 981,189 | | 111,236 |
| **Non-current liabilities** | | | | | |
| Reclamation liability | 4 | | 33,500 | | 33,500 |
| **TOTAL LIABILITIES** | | | 1,014,689 | | 144,736 |
| **EQUITY** | | | | | |
| Share capital | 7 | | 16,639,038 | | 16,639,038 |
| Share-based payments reserve | 7 | | 2,982,718 | | 2,853,526 |
| Deficit | | | (18,569,604) | | (18,337,701) |
| **TOTAL EQUITY** | | | 1,052,152 | | 1,154,863 |
| **TOTAL LIABILITIES AND EQUITY** | | $ | 2,066,841 | $ | 1,299,599 |

Nature of Operations and Going Concern (Note 1)
Subsequent Events (Note 10)

Approved on Behalf of the Board on May 27, 2026:

*``James Atherton``* ________ *``John Newell``* __________

Director Director

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

# GOLDEN SKY MINERALS CORP.
## CONDENSED INTERIM STATEMENTS OF LOSS AND COMPREHENSIVE LOSS
*(Unaudited, Expressed in Canadian dollars)*

| | Note | For the Three Months Ended March 31, 2026 | For the Three Months Ended March 31, 2025 |
|---|---|---|---|
| **Expenses** | | | |
| | | $ | $ |
| Amortization | | - | 69 |
| Consulting fees | | 15,000 | 15,000 |
| Listing and filing fees | | 9,513 | 7,298 |
| Management fees | 8 | 60,210 | 49,080 |
| Office and miscellaneous | 8 | 14,424 | 16,401 |
| Professional fees | | 7,528 | 7,531 |
| Share-based payments | 7,8 | 129,192 | - |
| | | (235,867) | (95,379) |
| **Other items** | | | |
| Interest income | | 1,106 | 1,592 |
| Impairment of exploration and evaluation assets | 4 | (1,643) | (1,305) |
| Service income | 4 | 4,501 | - |
| **Net and comprehensive loss for the period** | | (231,903) | (95,092) |
| **Loss per share, basic and diluted** | | (0.01) | (0.00) |
| **Weighted average number of common shares outstanding, basic and diluted** | | 23,884,613 | 19,724,613 |

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

GOLDEN SKY MINERALS CORP.
CONDENSED INTERIM STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY
(Unaudited, Expressed in Canadian Dollars)

| | Share Capital | | | | |
|---|---|---|---|---|---|
| | Number of Shares | Amount | Share-based Payments Reserve | Deficit | Total |
| Balance at December 31, 2024 | 19,724,613 | $ 16,137,964 | $ 2,804,832 | $ (17,797,815) | $ 1,144,981 |
| Net loss and comprehensive loss for the period | - | - | - | (95,092) | (95,092) |
| Balance at March 31, 2025 | 19,724,613 | 16,137,964 | 2,804,832 | (17,892,907) | 1,049,889 |
| Convertible debenture – issuance | - | - | 7,014 | - | 7,014 |
| Convertible debenture – exercise | 4,000,000 | 447,014 | (7,014) | | 440,000 |
| Shares issued for acquisition cost – Rayfield Property | 75,000 | 24,750 | - | - | 24,750 |
| Shares issued for options exercised | 85,000 | 29,310 | (14,060) | - | 15,250 |
| Share-based payments | - | - | 62,754 | - | 62,754 |
| Net loss and comprehensive loss for the period | - | - | - | (444,794) | (444,794) |
| Balance at December 31, 2025 | 23,884,613 | 16,639,038 | 2,853,526 | (18,337,701) | 1,154,863 |
| Share-based payments | - | - | 129,192 | - | 129,192 |
| Net loss and comprehensive loss for the period | - | - | - | (231,903) | (231,903) |
| Balance at March 31, 2026 | 23,884,613 | $ 16,639,038 | $ 2,982,718 | $ (18,569,604) | $ 1,052,152 |

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

GOLDEN SKY MINERALS CORP.
CONDENSED INTERIM STATEMENTS OF CASH FLOWS
(Unaudited, Expressed in Canadian Dollars)

| | For the Three Months Ended March 31, 2026 | For the Three Months Ended March 31, 2025 |
|---|---|---|
| **Operating activities** | | |
| Net loss for the period | $ (231,903) | **$ (95,092)** |
| Adjustments for non-cash items: | | |
| Amortization | - | 69 |
| Impairment of exploration and evaluation assets | 1,643 | 1,305 |
| Share-based payments | 129,192 | - |
| Changes in non-cash working capital: | | |
| Goods and Services Tax receivable | 41,643 | (4,652) |
| Prepaid expenses and deposits | 7,269 | (69,623) |
| Option Joint Venture agreement working capital | 857,128 | - |
| Trade payables and accrued liabilities | 12,826 | 109,965 |
| **Net cash flows used in operating activities** | 817,798 | (58,028) |
| **Investing activity** | | |
| Exploration and evaluation asset additions | (11,140) | (25,048) |
| **Net cash flows used in investing activity** | (11,140) | (25,048) |
| Change in cash and cash equivalents | 806,658 | (83,076) |
| Cash and cash equivalents, beginning | 309,413 | 348,417 |
| **Cash and cash equivalents, ending** | $ 1,116,071 | $ 265,341 |
| **Non-cash investing and financing activities** | | |
| Exploration and evaluation asset shares issued for acquisition (Note 4) | $ - | $ 13,669 |
| Interest received | $ 1,106 | $ 1,592 |

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

## 1. Nature of operations and going concern

Golden Sky Minerals Corp. (the "Company" or "Golden Sky") was incorporated under the laws of the province of British Columbia, Canada. The Company trades on the TSX Venture Exchange ("TSXV") under the symbol "AUEN.V". The registered office of the Company is located 2110 - 650 West Georgia Street, Vancouver, British Columbia, Canada V6B 4N7.

The Company is a mineral exploration company focusing on acquiring and developing exploration and evaluation assets.

These condensed interim financial statements have been prepared in accordance with accounting principles applicable to a going concern. The Company has no current source of revenues from operations. The Company's continuation as a going concern is dependent upon the successful results from its exploration activities and its ability to attain profitable operations and generate funds there from and/or raise equity capital or borrowings sufficient to meet current and future obligations. For the three months ended March 31, 2026, the Company incurred a net loss of $231,903. As of March 31, 2026, the Company had an accumulated deficit of $18,569,604. These circumstances indicate the existence of material uncertainties that may cast significant doubt as to the Company's ability to continue as a going concern. Management intends to finance operating costs over the next twelve months with cash on hand and the private placement of common shares. Should the Company be unable to continue as a going concern, the net realizable value of its assets may be materially less than the amounts on its statements of financial position. These condensed interim financial statements do not include any adjustments relating to the recoverability and classification of recorded assets amounts and classification of liabilities that might be necessary should the Company be unable to continue as a going concern. Such adjustments could be material.

## 2. Material accounting policy information and basis of preparation

The condensed interim financial statements were authorized for issuance on May 27, 2026 by the directors of the Company.

### *Basis of preparation*

These condensed interim financial statements have been prepared in accordance with International Accounting Standard ("IAS") 34 *Interim Financial Reporting*. They do not include all of the information required for full annual financial statements and should be read in conjunction with the Company's audited financial statements as at December 31, 2025 and for the year then ended, which have been prepared in accordance with IFRS Accounting Standards ("IFRS"), as issued by the International Accounting Standards Board ("IASB").

### Basis of measurement

The condensed interim financial statements of the Company have been prepared on an accrual basis and are based on historical costs, modified where applicable. The condensed interim financial statements are presented in Canadian dollars, except otherwise indicated. The financial currency is measured using the currency of the primary economic environment in which the entity operates. The functional currency of the Company is the Canadian dollar.

### Significant estimates and assumptions

The preparation of these condensed interim financial statements in accordance with IFRS requires management to make certain estimates and assumptions concerning the future. The Company's management reviews these estimates and underlying assumptions on an ongoing basis, based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. Revisions to estimates are adjusted for prospectively in the period in which the estimates are revised.

*(Unaudited, Expressed in Canadian dollars)*

**2. Material accounting policy information and basis of preparation** (Continued)

Estimates and assumptions where there is significant risk of material adjustments to assets and liabilities in future accounting periods include the recoverability of the carrying value of exploration and evaluation assets, the measurements for financial instruments and share-based payments, the recoverability of deferred tax assets and the measurement of decommissioning liabilities.

The preparation of condensed interim financial statements in accordance with IFRS requires the Company to make judgments, apart from those involving estimates, in applying accounting policies. The following are the most significant judgements that management has made in applying the Company's financial statements: the assessment of the Company's ability to continue as a going concern, the identification of cash-generating units, and the classification of evaluation and exploration assets.

***New standards, interpretations and amendments***

*Future standard not yet adopted*

IFRS 18 *Presentation and Disclosure in Financial Statements*

In April 2024, the IASB issued IFRS 18, which replaces IAS 1 *Presentation of Financial Statements*. This standard aims to improve how companies communicate in their financial statements, with a focus on information about financial performance in the statement of profit or loss, in particular additional defined subtotals, disclosures about management-defined performance measures and new principles for aggregation and disaggregation of information. IFRS 18 is accompanied by limited amendments to the requirements in IAS 7 *Statement of Cash Flows*. IFRS 18 is effective from January 1, 2027. Companies are permitted to apply IFRS 18 before that date. The Company is currently assessing the impact the new standard will have on its financial statements.

There are no other accounting pronouncements with future effective dates that are applicable or are expected to have a material impact on the Company's financial statements.

**3. Cash and cash equivalents**

| | | **March 31, 2026** | | **December 31, 2025** |
|---|---|---|---|---|
| Cash | $ | 1,107,571 | $ | 300,413 |
| Guaranteed investment certificate | | 8,500 | | 8,500 |
| | $ | 1,116,071 | $ | 309,413 |

**4. Exploration and evaluation assets**

The following is a summary of the Company's exploration and evaluation assets:

***Hotspot***

The Hotspot Property is located in the Yukon Territory.

The Company identified indicators of impairment for the Hotspot Property, including the limited expenditures on the property during the years ended December 31, 2025 and 2024 and that currently there are no substantive expenditures budgeted or planned. During the three months ended March 31, 2026, an impairment loss of $1,370 (March 31, 2025 - $1,305) was recognized.

*(Unaudited, Expressed in Canadian dollars)*

**4. Exploration and evaluation assets** (Continued)

***Lucky Strike***

The Lucky Strike Property is located in the White Gold District of Yukon Territory and was acquired by staking and property purchase.

The Company identified indicators of impairment for the Lucky Strike Property, including the limited expenditures on the property during the years ended December 31, 2025 and 2024, and that currently there are no substantive expenditures budgeted or planned. During the three months ended March 31, 2026, an impairment loss of $273 (March 31, 2025 - $nil) was recognized in the condensed interim financial statements reducing the carrying value to a nominal amount. Despite the impairment, the Company continues to hold the legal rights to explore the property. The Company has recorded a reclamation liability of $25,000 relating to the Lucky Strike Property.

***Rayfield***

The Rayfield Property is located in British Columbia and was acquired through staking and property purchases during the years ended December 31, 2021. In June 2022, the Company expanded the project by entering into an option agreement with Strata GeoData Services Ltd.. On August 8, 2024, the option agreement was amended to remove the minimum expenditure requirement on the property. Subsequently, on April 20, 2026, the Company further amended the option agreement, whereby the remaining cash payment was reduced to $10,000, payable on or before May 15, 2026, with such payment to be directed to Below BC, an affiliated non-profit organization of Strata GeoData, and the remaining share issuance was amended to 200,000 common shares of the Company payable to Strata GeoData, subject to approval of the TSX Venture Exchange (“TSXV”). The Company has recorded a reclamation liability of $8,500 relating to the Rayfield Property.

Under the agreement, the Company will earn its interest upon completion of the following obligations:

| **Paying aggregate $90,000 cash as below:** | **Issuing an aggregate 365,000 shares as below:** |
|---|---|
| $20,000 paid upon TSXV approval | 40,000 shares issued at fair value of $6,400 (issued) |
| $25,000 on or before August 31, 2024 (paid) | 50,000 shares on or before August 31, 2024 (issued) |
| $35,000 on or before August 31, 2025 (paid) | 75,000 shares on or before August 31, 2025 (issued) |
| $10,000 on or before May 15, 2026[(1)] | 200,000 shares on or before May 15, 2026[(1)] |

(1) The final cash payment and issuance of the shares remain subject to approval by the TSX Venture Exchange.

On August 29, 2025, the Company entered into an option agreement (the “Agreement”) with Boliden Mineral Canada Ltd. (“Boliden”) with respect to the Rayfield Property. Under the terms of the Agreement, Boliden has been granted the right to earn an 80% interest in the Rayfield Property (the “Earn-In Option”) by funding up to $20 million in staged exploration expenditures and cash payments over a six-year period. The Company will act as the operator of the project and is entitled to charge an administration fee of 7.5% on qualifying expenditures. During the three months ended March 31, 2026, the Company recorded $4,501 (March 31, 2025- $nil) in administration service income related to services provided under this agreement and recognized a liability of $860,361 representing exploration funds advanced by Boliden. These amounts are held in trust and are restricted for use solely on Boliden-approved exploration expenditures.

Upon exercise the option, the parties will form a contractual joint venture in respect of the Rayfield Property and the Gjoll Property, together comprising the Project, for joint exploration and operation. From the Option Exercise Date, the parties will hold participating interests of 80% and 20% and will fund their respective pro-rata share of Project costs thereafter, subject to dilution in accordance with the agreement.

*(Unaudited, Expressed in Canadian dollars)*

***Rayfield*** (Continued)

Under the agreement, Boliden will earn 80% interest in the Rayfield property upon the completion of the schedule below:

| Annual program | Minimum expenditures | | Cash payment | | Due dates |
|---|---|---|---|---|---|
| First | $ | 2,000,000 [1] | $ | 100,000 [2] | 31-Aug-26 |
| Second | $ | 600,000 | $ | 150,000 | 31-Aug-27 |
| Third | $ | 3,750,000 | $ | 250,000 | 31-Aug-28 |
| Fourth | $ | 3,750,000 | $ | 250,000 | 31-Aug-29 |
| Fifth | $ | 4,750,000 | $ | 250,000 | 31-Aug-30 |
| Sixth | $ | 4,150,000 | $ | - | 31-Aug-31 |
| **Total** | **$** | **19,000,000** | **$** | **1,000,000** | |

(1) $616,813 was spent on exploration expenditures as of March 31, 2026.
(2) $100,000 cash payment was received as of December 31, 2025.

***Auden***

The Company staked the Auden Project, which is a 26,300-hectare land package that is 100% owned with no underlying royalties. The Auden Project is located in the Timmins area of Ontario.

*(Unaudited, Expressed in Canadian dollars)*

**4. Exploration and evaluation assets** (Continued)

A continuity of the Company's exploration and evaluation assets for the three months ended March 31, 2026 and the year ended December 31, 2025 is as follows:

| Mineral Property Interests | Auden | Hotspot | Lucky Strike | Rayfield | Total |
|---|---|---|---|---|---|
| **Balance, December 31, 2024** | $ 87,738 | $ 1 | $ 1 | $ 741,627 | $ 829,367 |
| Acquisition | 2,740 | - | - | 64,246 | 66,986 |
| Assay | - | 5,416 | - | - | 5,416 |
| BC mining exploration tax credit | - | - | - | (19,740) | (19,740) |
| Exploration management | 16,608 | 2,015 | 1,430 | 88,655 | 108,708 |
| Geological and geophysical consulting | - | - | - | 12,411 | 12,411 |
| Logistics | - | - | - | 1,013 | 1,013 |
| Impairment | - | (7,431) | (1,430) | - | (8,861) |
| Option joint venture agreement | - | - | - | (100,000) | (100,000) |
| **Balance, December 31, 2025** | 107,086 | 1 | 1 | 788,212 | 895,300 |
| Assay | - | 1,370 | - | - | 1,370 |
| Exploration management | 9,497 | - | 273 | - | 9,770 |
| Impairment | - | (1,370) | (273) | - | (1,643) |
| **Balance, March 31, 2026** | $ 116,583 | $ 1 | $ 1 | $ 788,212 | $ 904,797 |

The Company has a 100% interest in the Auden, Hotspot, Lucky Strike and Rayfield exploration and evaluation properties without any royalties. The Rayfield Property is subject to an earn-in and joint venture agreement with Boliden.

*(Unaudited, Expressed in Canadian dollars)*

## 5. Trade payables and accrued liabilities

| | | March 31, 2026 | | December 31, 2025 |
|---|---|---|---|---|
| Trade payables | $ | 17,824 | $ | 15,384 |
| Accrued liabilities | | 83,110 | | 90,306 |
| | $ | 100,934 | $ | 105,690 |

## 6. Convertible debenture

On April 24, 2025, the Company entered into an agreement to issue unsecured convertible debentures (the "Convertible Debentures") with an aggregate principal amount of $220,000. Each Convertible Debenture has a face value of $100 and bears interest at a rate of 9% per annum, payable semi-annually in cash. The Convertible Debentures are convertible into common shares at the option of the holder at a conversion price of $0.11 per share at any time prior to the closing of business on the last business day preceding the maturity date, which is six months from the closing date of the offering. The fair value of the liability component of the convertible debt was calculated using an imputed interest rate of 12%. The fair value of the liability component was determined to be $216,493, with the residual amount of $3,507 being allocated to equity.

On October 20, 2025, the holders exercised their conversion rights, and the Company converted the principal amount of the Convertible Debentures into common shares of the Company at a conversion price of $0.11 per share. Upon conversion, the carrying amount of the liability component related to the principal and the equity component of the Convertible Debentures were reclassified to share capital. Accrued interest on the Convertible Debentures was not converted and remained payable in cash.

On June 16, 2025, the Company entered into an agreement to issue unsecured Convertible Debentures with an aggregate principal amount of $220,000. Each Convertible Debenture has a face value of $100 and bears interest at a rate of 9% per annum, payable semi-annually in cash. The Convertible Debentures are convertible into common shares at the option of the holder at a conversion price of $0.11 per share at any time prior to the closing of business on the last business day preceding the maturity date, which is six months from the closing date of the offering. The fair value of the liability component of the convertible debt was calculated using an imputed interest rate of 12%. The fair value of the liability component was determined to be $216,493, with the residual amount of $3,507 being allocated to equity.

On November 6, 2025, the holders exercised their conversion rights, and the Company converted the principal amount of the Convertible Debentures into common shares of the Company at a conversion price of $0.11 per share. Upon conversion, the carrying amount of the liability component related to the principal and the equity component of the Convertible Debentures were reclassified to share capital. Accrued interest on the Convertible Debentures was not converted and remained payable in cash.

For the year ended December 31, 2025, the Company incurred $18,173 of interest expense and $7,014 in accretion expense related to the convertible debt.

## 7. Share capital

***Authorized share capital***

Unlimited number of common shares without par value.

***Issued and outstanding***

As at March 31, 2026, there were 23,884,613 common shares issued and outstanding.

*(Unaudited, Expressed in Canadian dollars)*

**7. Share capital** (Continued)

***Issued share capital during the three months ended March 31, 2026***

No share capital was issued during the three months ended March 31, 2026.

***Issued share capital during the year ended December 31, 2025***

On December 05, 2025, the Company issued 50,000 common shares for the exercise of 50,000 stock options at an average exercise price of $0.19 for gross proceeds of $9,250. In connection with the exercises, a total of $9,341 was transferred from reserves to share capital. The weighted average share price at exercise was $0.18.

On November 10, 2025, the Company issued 2,000,000 common shares upon the conversion of unsecured convertible debentures with an aggregate principal amount of $220,000 issued on June 16, 2025

On October 20, 2025, the Company issued 2,000,000 common shares upon the conversion of unsecured convertible debentures with an aggregate principal amount of $220,000 issued on April 24, 2025.

On September 11, 2025, the Company issued 35,000 common shares for the exercise of 35,000 stock options at an average exercise price of $0.17 for gross proceeds of $6,000. In connection with the exercises, a total of $4,720 was transferred from reserves to share capital.

On August 20, 2025, the Company issued 75,000 common shares at $0.33 per share for a fair value of $24,750 pursuant to the Rayfield Property option agreement (Note 4).

***Stock options***

On March 9, 2026, the Company granted 500,000 incentive stock options to directors, officers and certain consultants of the Company. All options issued pursuant to this grant vested immediately and had a term of 5 years from the grant date. All options are exercisable at $0.35 per share.

On September 5, 2025, the Company granted 60,000 incentive stock options to directors and certain consultants of the Company. All options issued pursuant to this grant vested immediately and had a term of 5 years from the grant date. All options are exercisable at $0.455 per share.

On July 9, 2025, the Company granted 245,000 incentive stock options to directors, officers and certain consultants of the Company. All options issued pursuant to this grant vested immediately and had a term of 5 years from the grant date. All options are exercisable at $0.15 per share.

During the three months ended March 31, 2026, the Company recognized share-based payments of $129,192 (March 31, 2025 - $nil) in the share-based payments reserve. Share-based payments expense is determined using the Black-Scholes option pricing model.

Weighted average assumptions used in calculating the fair value of share-based payments expense are as follows:

| Grant date | Expiry date | Exercise price | Risk-free interest rate | Expected life | Volatility factor | Dividend yield | Fair value |
|---|---|---|---|---|---|---|---|
| July 9, 2025 | July 9, 2030 | $ 0.15 | 2.92% | 5 years | 117.61% | Nil | $ 0.16 |
| September 5, 2025 | September 5, 2030 | $ 0.455 | 2.82% | 5 years | 118.45% | Nil | $ 0.39 |
| March 9, 2026 | March 9, 2031 | $ 0.35 | 2.94% | 5 years | 115.16% | Nil | $ 0.26 |

*(Unaudited, Expressed in Canadian dollars)*

**7. Share capital** (Continued)

***Stock options*** *(continued)*

As at March 31, 2026, the Company had the following options outstanding and exercisable:

| Date issued | Expiry date | Exercise price | Number of options outstanding | Number of options exercisable |
|---|---|---|---|---|
| July 4, 2022[(1)] | July 4, 2026 | $ 0.20 | 690,961 | 690,961 |
| October 20, 2022 | October 20, 2027 | $ 0.20 | 374,000 | 374,000 |
| December 5, 2022 | December 5, 2027 | $ 0.20 | 375,000 | 375,000 |
| November 13, 2024 | November 13, 2029 | $ 0.15 | 157,500 | 157,500 |
| July 9, 2025 | July 9, 2030 | $ 0.15 | 230,000 | 230,000 |
| September 5, 2025 | September 5, 2030 | $ 0.455 | 60,000 | 60,000 |
| March 9, 2026 | March 9, 2031 | $ 0.35 | 500,000 | 500,000 |
| | | | 2,387,461 | 2,387,461 |

(1) Subsequent to March 31, 2026, 20,000 stock options were exercised

As at March 31, 2026, the weighted average life and weighted average exercise price of the exercisable options are 2.39 years and $0.33 (December 31, 2025 – 1.95 years and $0.32), respectively. The following is a summary of the Company's stock option activities:

| | Number of options | Weighted average exercise price |
|---|---|---|
| Balance, December 31, 2024 | 1,972,461 | $ 0.22 |
| Granted | 305,000 | $ 0.21 |
| Exercised | (85,000) | $ 0.18 |
| Expired | (305,000) | $ 0.30 |
| Balance, December 31, 2025 | 1,887,461 | $ 0.32 |
| Granted | 500,000 | $ 0.35 |
| Balance, March 31, 2026 | 2,387,461 | $ 0.33 |

***Charity options***

As at March 31, 2026, the Company had the following charity options outstanding and exercisable:

| Date issued | Expiry date | Exercise price | Number of options outstanding | Number of options exercisable |
|---|---|---|---|---|
| August 15, 2023 | August 15, 2028 | $ 0.20 | 125,000 | 125,000 |

As at March 31, 2026, the weighted average life and weighted average exercise price of the exercisable charity options are 2.38 years and $0.20 (December 31, 2025 – 2.62 years and $0.20), respectively.

*(Unaudited, Expressed in Canadian dollars)*

**7. Share capital** (Continued)

***Share-based payments reserve***

The share-based payments reserve records items recognized as share-based payments expense until such time that the stock options or warrants are exercised, at which time the corresponding amount will be transferred to share capital.

**8. Related party transactions**

***Key personnel compensation***

Key personnel consist of the officers and directors who are responsible for planning, directing and controlling the activities of the Company. The following expenses were incurred by the Company's key personnel:

| **Key management personnel compensation** | **Three months ended March 31, 2026** | **Three months ended March 31, 2025** |
|---|---|---|
| Management and accounting fees incurred to a company which employs the CFO of the Company | 28,080 | 28,080 |
| Management fees paid to the President and Chief Executive Officer ("CEO") of the Company | 40,230 | 21,000 |
| Director fees paid to the independent directors of the Company | 3,000 | 3,000 |
| Share-based payments | 71,573 | - |
| Total | $ 142,883 | 52,080 |

During the three months ended March 31, 2026, the Company granted 277,000 incentive stock options to directors and officers of the Company. All options issued pursuant to this grant vested immediately and had a term of 5 years from the grant date. All options are exercisable at a price of $0.35 per share.

During the year ended December 31, 2025, the Company granted 204,539 incentive stock options to directors and officers of the Company. All options issued pursuant to this grant vested immediately and had a term of 5 years from the grant date. All options are exercisable at an average price of $0.18 per share.

As at March 31, 2026, the Company owes directors and officers $19,894 (December 31, 2025 - $2,313), which is payable on demand, bears no interest and is unsecured.

**9. Financial instruments**

As at March 31, 2026, the Company's financial instruments consist of cash and cash equivalents, deposits, trade payables, and due to related parties. The fair values of these financial instruments approximate their carrying values due to their current nature.

IFRS 13 *Fair Value Measurement* establishes a fair value hierarchy based on the level of independent, objective evidence surrounding the inputs used to measure fair value. A financial instrument's categorization within the fair value hierarchy is based upon the lowest level of input that is significant to the fair value measurement.

IFRS 13 prioritizes the inputs into three levels that may be used to measure fair value:

- Level 1 – Unadjusted quoted prices in active markets that are accessible at the measurement date for identical unrestricted assets or liabilities.

*(Unaudited, Expressed in Canadian dollars)*

**9. Financial instruments** (Continued)

- Level 2 – Inputs that are observable, either directly or indirectly, but do not qualify as Level 1 inputs (i.e., quoted prices for similar assets or liabilities).
- Level 3 – Prices or valuation techniques that are not based on observable market data and require inputs that are both significant to the fair value measurement and unobservable market data.

***Classification of financial instruments***

Financial assets included in the statements of financial position are as follows:

| | March 31,2026 | December 31,2025 |
|---|---|---|
| Amortized cost: | | |
| Cash and cash equivalents | $ 1,116,071 | $ 309,413 |
| Deposits | 26,255 | 26,255 |
| | $ 1,142,326 | $ 335,668 |

Financial liabilities included in the statements of financial position are as follows:

| | March 31, 2026 | December 31, 2025 |
|---|---|---|
| Amortized cost: | | |
| Trade payables | $ 17,824 | $ 15,384 |
| Due to related parties | 19,894 | 2,313 |
| Option Joint Venture Liability | 860,361 | 3,233 |
| | $ 898,079 | $ 20,930 |

The Company is exposed in different degrees to a variety of financial instrument-related risks as follows:

***Credit risk***

Credit risk is the risk that one party to a financial instrument will fail to discharge an obligation and cause the other party to incur a financial loss. The Company’s primary exposure to credit risk is on its cash and cash equivalents. Cash and cash equivalents are held with the same financial institution giving rise to a concentration of credit risk. This risk is managed by using a major Canadian bank that is a high credit quality financial institution.

***Liquidity risk***

Liquidity risk arises through the excess of financial obligations over available financial assets due at any point in time. The Company’s objective in managing liquidity risk is to maintain sufficient readily available reserves in order to meet its liquidity requirements. Historically, the Company's sole source of funding has been the issuance of equity securities for cash, primarily through private placements. The Company’s access to financing is always uncertain. There can be no assurance of continued access to significant equity funding. As of March 31, 2026, the Company had a working capital of $154,600. All of the Company’s financial liabilities are due within one year.

***Foreign exchange risk***

Foreign exchange risk is the risk that the fair values or future cash flows of a financial instrument will fluctuate due to denomination in currencies that differ from the respective functional currency. The Company does not incur significant expenditures that are denominated in foreign currencies and does not have any mineral property commitments that are denominated in foreign currencies. Therefore, the Company’s exposure to currency risk is considered minimal.

**9. Financial instruments** (Continued)

***Interest rate risk***

Interest rate risk refers to the risk that the fair values or future cash flows of a financial instrument will fluctuate due to changes in market interest rates. The Company is exposed to interest rate risk, as cash and cash equivalents earn interest income at variable rates. The fair value of cash and cash equivalents are minimally affected by changes in short-term interest rates.

***Capital management***

The Company manages its capital, consisting of share capital and working capital, in a manner consistent with the risk characteristics of the assets it holds. All sources of financing are analyzed by management and approved by the Board of Directors. The Company's objective when managing capital is to safeguard the Company's ability to continue as a going concern. The Company is meeting its objective of managing capital through preparing short-term and long-term cash flow analyses to ensure an adequate amount of liquidity. The Company is not subject to any externally imposed capital restrictions. There were no changes in the Company's approach to capital management during the period.

**10. Subsequent events**

On April 20, 2026, the Company entered into an option amending agreement with Strata GeoData Services Ltd. to amend the terms of the Company's existing option agreement on a portion of the Rayfield Project located in British Columbia. Under the amended terms, the remaining cash payment was reduced to $10,000, payable on or before May 15, 2026, with such payment to be directed to Below BC, an affiliated non-profit organization of Strata GeoData, and the remaining share issuance was amended to 200,000 common shares of Golden Sky payable to Strata GeoData, subject to approval of the TSX Venture Exchange ("TSXV").

On May 13, 2026, the Company issued 20,000 common shares for the exercise of 20,000 stock options at an exercise price of $0.20 for gross proceeds of $4,000. In connection with the exercises, a total of $3,056 was transferred from reserves to share capital.