

Condensed Interim Consolidated Financial Statements
(Unaudited)

As at and for the three and nine months ended September 30, 2026 and 2025

(in Canadian dollars)

Talisker Resources Ltd.
Condensed Interim Consolidated Statements of Financial Position (Unaudited)
(Expressed in Canadian dollars)

As at,	Notes	September 30, 2026	December 31, 2025
ASSETS			
Current assets			
Cash and cash equivalents	4	**$ 36,486,317**	$ 32,099,643
Marketable securities	6	**-**	397,500
Amounts receivable	5	**2,443,822**	2,934,353
Inventory	7	**3,838,457**	3,098,016
Prepaid and other expenses		**2,322,963**	1,488,824
Total current assets		**45,091,559**	40,018,336
Reclamation and collateral deposits	14, 16	**3,978,300**	1,468,300
Property, plant and equipment	8	**82,257,184**	30,688,906
Exploration and evaluation assets	9	**18,803,022**	17,804,579
TOTAL ASSETS		**$ 150,130,065**	$ 89,980,121
LIABILITIES AND SHAREHOLDERS' EQUITY			
Current liabilities			
Accounts payable and accrued liabilities	10, 21	**$ 15,425,545**	$ 13,307,314
RSU Liability	19	**2,665,722**	1,753,144
Current portion of lease obligation	11	**756,453**	248,584
Current portion of gold linked notes	12	**652,839**	539,814
Current portion of loan payable	14	**1,171,239**	-
Current portion of deferred revenue	15	**1,830,873**	433,024
Total current liabilities		**22,502,671**	16,281,880
RSU Liability	19	**851,175**	876,572
Provision for site reclamation and closure	16	**18,819,038**	17,682,507
Lease payable	11	**1,318,997**	385,528
Gold linked notes	12	**1,242,919**	1,295,540
Deferred revenue	15	**21,647,798**	19,122,991
Loan payable	14	**2,688,357**	-
Total liabilities		**69,070,955**	55,645,018
Shareholders' equity			
Issued capital	17	**199,847,325**	152,970,069
Share-based payment reserve	19	**4,735,050**	1,724,350
Warrant reserve	18	**19,326,100**	11,319,400
Accumulated deficit		**(142,849,365)**	(131,678,716)
Total shareholders' equity		**81,059,110**	34,335,103
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY		**$ 150,130,065**	$ 89,980,121

Nature of operations and going concern (note 1)
Events after the reporting period (note 24)

On behalf of the Board:

Signed: "Terence Harbort"	*Signed: "Duncan Middlemiss"*
Terence Harbort	Duncan Middlemiss
Chief Executive Officer and Director	Director

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

Talisker Resources Ltd.
Condensed Interim Consolidated Statements of Loss and Comprehensive Loss (Unaudited)
(Expressed in Canadian dollars)

	Notes	Three months ended September 30, 2026	2025	Nine months ended September 30, 2026	2025
Revenues	5	$ **7,002,201**	$ 5,454,501	$ **23,370,327**	$ 5,454,501
Cost of goods sold					
Production costs		**9,796,856**	5,510,414	**19,561,585**	6,820,285
Depletion		**653,554**	-	**1,242,892**	-
		10,450,410	5,510,414	**20,804,477**	6,820,285
Gross Margin		**(3,448,209)**	(55,913)	**2,565,850**	(1,365,784)
Expenses					
Exploration and evaluation expenditures	21	**134,576**	248,364	**449,699**	1,399,775
Mine care and maintenance costs	21	**92,268**	616,475	**273,172**	1,164,328
Consulting and wages	21	**863,049**	756,845	**3,459,633**	2,155,299
Administration	23	**854,635**	622,809	**3,026,788**	1,673,193
Share-based expense	19	**505,763**	1,289,764	**5,176,321**	2,203,654
Depreciation and depletion of property, plant and equipment	8	**84,490**	205,642	**219,294**	644,287
Impairment of assets	8	**-**	944,685	**-**	944,685
		2,534,781	4,684,584	**12,604,907**	10,185,221
Other income and expense					
Finance expense (income)	12, 13, 14, 15, 16	**71,206**	1,219,559	**219,591**	3,597,429
Foreign currency translation loss (gain)		**106,450**	(27,126)	**(78,143)**	239,657
(Gain) loss on marketable securities	6	**-**	(82,500)	**37,500**	(142,500)
Change in fair value of derivative in gold linked notes	13	**58,000**	322,114	**(55,000)**	568,637
Write-off of non-recoverable capital equipment deposits	8	**-**	-	**1,007,644**	-
		235,656	1,432,047	**1,131,592**	4,263,223
Net loss and comprehensive loss		$ **6,218,646**	$ 6,172,544	$ **11,170,649**	$ 15,814,228
Loss per share - basic and diluted		$ **0.03**	$ 0.04	$ **0.06**	$ 0.13
Weighted average common shares outstanding		**209,998,899**	144,397,846	**201,567,206**	120,604,005

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Talisker Resources Ltd.

Condensed Interim Consolidated Statements of Changes in Shareholders' Equity (Unaudited)

(Expressed in Canadian dollars)

	Number of Shares	Issued Capital	Share-based Payment Reserve	Warrant Reserve	Conversion Component of Convertible Debentures	Retained Earnings (Deficit)	Total
		(Note 17)	(Note 19)	(Note 18)	(Note 13)		
Balance as at December 31, 2024	**98,345,016**	**$ 104,587,941**	**$ 347,000**	**$ 6,677,200**	**$ 448,308**	**$ (110,889,073)**	**$ 1,171,376**
Issue of shares pursuant to private placement, net of issue costs (Note 17)	43,913,000	15,063,046	-	5,113,000	-	-	20,176,046
Issue of shares for acquisition of mineral properties (Note 9)	36,363	12,000	-	-	-	-	12,000
Exercise of RSU's (Note 17)	1,072,665	359,343	-	-	-	-	359,343
Exercise of warrants	3,353,386	1,714,828	-	-	-	-	1,714,828
Transfer of reserve on exercise of warrants	-	378,700	-	(378,700)	-	-	-
Exercise of stock options	385,000	138,600	-	-	-	-	138,600
Transfer of reserve on exercise of stock options	-	90,300	(90,300)	-	-	-	-
Issued pursuant to agreement	84,745	100,000	-	-	-	-	100,000
Share based payments - options	-	-	574,000	-	-	-	574,000
Expiry of stock options	-	-	(16,650)	-	-	16,650	-
Net loss for the period	-	-	-	-	-	(15,814,228)	(15,814,228)
Balance as at September 30, 2025	**147,190,175**	**$ 122,444,758**	**$ 814,050**	**$ 11,411,500**	**$ 448,308**	**$ (126,686,651)**	**$ 8,431,965**
Issue of shares pursuant to private placement, net of issue costs (Note 17)	15,333,334	20,968,927	-	468,000	-	-	21,436,927
Exercise of RSU's (Note 17)	1,062,564	1,476,964	-	-	-	-	1,476,964
Exercise of warrants	4,934,752	2,502,014	-	-	-	-	2,502,014
Transfer of reserve on exercise of warrants	-	560,100	-	(560,100)	-	-	-
Exercise of stock options	223,500	80,460	-	-	-	-	80,460
Transfer of reserve on exercise of stock options	-	58,700	(58,700)	-	-	-	-
Issued on conversion of convertible debentures	9,964,285	4,878,146	-	-	(448,308)	-	4,429,838
Share based payments - options	-	-	969,000	-	-	-	969,000
Net loss for the period	-	-	-	-	-	(4,992,065)	(4,992,065)
Balance as at December 31, 2025	**178,708,610**	**$ 152,970,069**	**$ 1,724,350**	**$ 11,319,400**	**$ -**	**$ (131,678,716)**	**$ 34,335,103**
Issue of shares pursuant to private placement, net of issue costs (Note 17)	26,000,000	40,038,547	-	8,506,000	-	-	48,544,547
Exercise of RSU's (Note 17)	1,814,933	3,044,582	-	-	-	-	3,044,582
Exercise of warrants	3,751,980	2,392,268	-	-	-	-	2,392,268
Transfer of reserve on exercise of warrants	-	499,300	-	(499,300)	-	-	-
Exercise of stock options	728,500	262,260	-	-	-	-	262,260
Transfer of reserve on exercise of stock options	-	190,300	(190,300)	-	-	-	-
Issued pursuant to agreement	134,917	200,000	-	-	-	-	200,000
Issue of shares for acquisition of mineral properties (Note 9)	211,864	250,000	-	-	-	-	250,000
Share based payments - options	-	-	3,201,000	-	-	-	3,201,000
Net loss for the period	-	-	-	-	-	(11,170,649)	(11,170,649)
Balance as at September 30, 2026	**211,350,804**	**$ 199,847,325**	**$ 4,735,050**	**$ 19,326,100**	**$ -**	**$ (142,849,365)**	**$ 81,059,110**

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

For the nine month periods ended September 30,	Notes	**2026**	2025
Cash provided by (used in):			
Operating activities			
Net loss for the period		$ **(11,170,649)**	$ (15,814,228)
Items not involving cash:			
Change in fair value of derivative in gold linked notes		**(55,000)**	568,637
Gain on revaluation of RSU liability		**(325,459)**	-
Share-based expense	19	**5,501,780**	2,430,234
Write-off of non-recoverable capital equipment deposits	8	**1,007,644**	-
Foreign exchange		**(166,187)**	301,218
Loss (gain) on marketable securities	6	**37,500**	(142,500)
Finance expense	12, 13, 14, 15, 16	**624,156**	3,745,564
Impairment of assets		**-**	944,685
Depreciation of property, plant and equipment, and depletion	8	**1,620,817**	644,287
Shares issued pursuant to property agreement		**100,000**	100,000
Working capital changes			
Change in amounts receivable		**490,531**	(3,030,092)
Change in inventory		**3,103,211**	1,031
Change in prepaid expenses		**(834,139)**	(146,839)
Change in accounts payable and accrued liabilities		**(11,657,950)**	(23,833)
Change in deferred revenue		**1,270,183**	(13,789)
Cash flows used in operating activities		**(10,453,562)**	(10,435,625)
Investing activities			
Acquisition of exploration and evaluation assets	9	**(127,000)**	(38,497)
Acquisition of property, plant and equipment	8	**(37,405,765)**	(10,665,221)
Collateral deposits paid	14, 16	**(2,510,000)**	-
Sale of marketable securities	6	**360,000**	2,007,562
Cash used in investing activities		**(39,682,765)**	(8,696,156)
Financing activities			
Issue of shares pursuant to private placement	17	**52,100,000**	21,956,500
Share issue costs	17	**(3,555,453)**	(1,780,454)
Exercise of options and warrants	17	**2,654,528**	1,853,428
Loans received	14	**4,004,204**	-
Repayment of loans	14	**(285,466)**	-
Interest paid	12, 13	**(234,150)**	(841,145)
Repayment of leases	11	**(366,424)**	(168,444)
Cash flows provided by financing activities		**54,317,239**	21,019,885
Net increase in cash and cash equivalents for the period		**4,180,912**	1,888,104
Effect of exchange rate changes on cash		**205,762**	(373,280)
Cash and cash equivalents, beginning of the period		**32,099,643**	14,811,384
Cash and cash equivalents, end of the period		$ **36,486,317**	$ 16,326,208
Supplementary cash flow information			
Interest received		$ **421,965**	$ 148,135
Interest paid		$ **(320,491)**	$ 841,145

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

1. NATURE OF OPERATIONS AND GOING CONCERN

Talisker Resources Ltd. ("Talisker" or the "Company") is a publicly listed company incorporated in British Columbia and continued in the Province of Ontario. The Company is engaged in exploration, evaluation and development of mineral properties in British Columbia and production of gold from the Bralorne mine. The Company's shares are traded on the Toronto Stock Exchange (the "TSX") under the symbol TSK. The head office and registered address of the Company is located at 120 Adelaide Street West, Suite 900, Toronto, Ontario, M5H 1T1.

The condensed interim consolidated financial statements have been prepared on a going concern basis. The going concern basis assumes that the Company will continue in operation for the foreseeable future and will be able to realize its assets and discharge its liabilities and commitments in the normal course of business. As at September 30, 2026, the Company had initiated and was ramping up production from the Bralorne mine.

Notwithstanding the royalty agreement (Note 8), gold-linked note financing (Note 12) and loan facility (Note 14), the Company's ability to continue as a going concern is dependent upon attaining profitable operations, and the ability to raise further public equity or other financing to complete the development expenditures required to attain profitable operations at the Bralorne mine, including the installation of an ore sorting facility intended to improve grades of processed ore and reduce costs. Regarding the ore sorting facility, the crushing circuit is expected to be operational by Q4 2026, the X-ray transmission technology is to be delivered in Q4 2026, and installation is expected in Q3 2027. There is no assurance that these activities will be successful in the future. As at September 30, 2026, the Company had cash and cash equivalents of $36,486,317 and the Company recorded an accumulated deficit of $142,849,365. For the nine month period ended September 30, 2026, the Company recorded a net loss of $11,170,649 (2025: $15,814,228), and net cash used in operating activities of $10,453,562 (2025: $10,435,625).

The Company has not achieved profitable operations and remains dependent on its ability to raise capital. The Company's current cash and cash equivalents may not be enough to fund operations for the next 12 months beyond September 30, 2026; therefore, there is a material uncertainty that may cast significant doubt on the Company's ability to continue as a going concern. The Company continues to prepare its condensed interim consolidated financial statements on a going concern basis. These condensed interim consolidated financial statements do not reflect adjustments to the carrying amounts of assets and liabilities, reported revenues and expenses and the classifications on the balance sheet that would be necessary if the going concern assumption was not valid and the Company were unable to realize its assets or settle its liabilities as a going concern in the normal course of business. These adjustments would be material to the condensed interim consolidated financial statements.

These condensed interim consolidated financial statements were approved and authorized for issuance by the Board of Directors of the Company on November 12, 2026.

2. BASIS OF PRESENTATION

Statement of Compliance

These condensed interim consolidated financial statements, including comparatives, have been prepared in accordance with International Accounting Standards ("IAS") 34 'Interim Financial Reporting' ("IAS 34") using accounting policies consistent with IFRS Accounting Standards as issued by the International Accounting Standards Board ("IFRS Accounting Standards").

Basis of Measurement

These condensed interim consolidated financial statements have been prepared on the basis of accounting policies and methods of computation consistent with those applied in the Company's December 31, 2025 annual financial statements, except as disclosed below.

Principles of Consolidation

These condensed interim consolidated financial statements for the three and nine month periods ended September 30, 2026 and 2025 include the financial position, financial performance and cash flows of the Company and its subsidiaries detailed below:

Subsidiary	Country of Incorporation	Economic Interest	Basis of Accounting
Bralorne Gold Mines Ltd.	Canada	100%	Full consolidation
New Carolin Gold Corp.	Canada	100%	Full consolidation

Subsidiaries - Subsidiaries are entities over which the Company has control, whereby control is defined as the power to direct activities of an entity that significantly affect the entity's returns so as to obtain benefit from its activities. Control is presumed to exist where the Company has a shareholding of more than one half of the voting rights in its subsidiaries. The effects of potential voting rights that are currently exercisable are considered when assessing whether control exists. Subsidiaries are fully consolidated from the date control is transferred to the Company, and are de-consolidated from the date at which control ceases.

New accounting standards and amendments adopted during the period

Effective January 1, 2026, the Company adopted the Amendments to IFRS 9 and IFRS 7, which allow an entity to elect to apply trade-date accounting for the derecognition of financial liabilities when settled in cash through electronic payment systems. The Company has elected to apply trade-date-accounting for payments processed via systems that meet the criteria. The amendments also introduce additional disclosure requirements to improve transparency regarding equity instruments designated at fair value through other comprehensive income ("FVOCI") and financial instruments containing contingent features.

The IFRS 9 amendment allows a financial liability to be derecognized upon the irrevocable settlement instruction via an electronic payment system, even if cash settlement occurs shortly thereafter. This amendment did not have a material affect on the Company's financial position.

The IFRS 7 amendments require enhanced disclosures for (i) equity instruments designated at FVOCI and (ii) financial instruments that include contingent settlement or conversion features. As the Company does not hold any FVOCI-designated equities and has no material contingent payment features in its financial instruments, these new disclosures did not have a material impact on the Company's disclosures.

2. BASIS OF PRESENTATION

Accounting standards issued but not yet effective

IFRS 18 *Presentation and Disclosure in Financial Statements*

In April 2024, the IASB issued IFRS 18, *Presentation and Disclosure in Financial Statements*, which replaces IAS 1, *Presentation of Financial Statements*. IFRS 18 is effective for annual reporting periods beginning on or after January 1, 2027, and is to be applied retrospectively, with early adoption permitted.

IFRS 18 introduces categories and defined subtotals in the statement of profit or loss, disclosures on management-defined performance measures ("MPMs"), and requirements to improve the aggregation and disaggregation of information in the financial statements. Amendments to IAS 7 Statement of Cash Flows were issued concurrently as a result of the new subtotals introduced in the statement of profit or loss.

The adoption of IFRS 18 will reshape the presentation of the Company's financial statements including the statement of income or loss and statement of cash flows. The standard requires all income and expenses to be classified into the categories of operating, investing and financing in the consolidated statement of income or loss. The consequential amendments to IAS 7 will also impact the classification of certain cash flows, including the reclassification of interest received from operating activities to investing activities. The Company is evaluating the impact of these changes, including which items may be classified differently.

IFRS 18 will also require additional disclosures for MPMs where qualifying subtotals of income and expenses are used in public communications. The Company is assessing whether any of its non-IFRS performance measures will meet the definition of an MPM and the resulting disclosure requirements.

3. SIGNIFICANT ACCOUNTING JUDGMENTS, ESTIMATES AND ASSUMPTIONS

The preparation of financial statements requires the Company's management to make judgments, estimates and assumptions about future events that affect the amounts reported in the financial statements. Although these estimates are based on management's best knowledge of the amount, event or actions, actual results may differ from those estimates.

The areas which require management to make significant judgments, estimates and assumptions in determining carrying values include, but are not limited to:

- ***Impairment of non-financial assets*** - The Company assesses its cash-generating units at each reporting date to determine whether any indication of impairment exists. Where an indicator of impairment exists or when exploration and evaluation assets are reclassified to property, plant and equipment upon reaching technical feasibility and commercial viability, an estimate of the recoverable amount is made, which is the higher of the fair value less costs of disposal and value in use. The determination of the recoverable amount requires the use of estimates and assumptions such as long-term commodity prices, discount rates, future capital requirements, exploration potential and future operating performance. Fair value is determined as the amount that would be obtained from the sale of the asset in an arm's-length transaction between knowledgeable and willing parties.

3. SIGNIFICANT ACCOUNTING JUDGMENTS, ESTIMATES AND ASSUMPTIONS (continued)

- ***Provision for site reclamation and closure*** – Provisions for site reclamation and closure have been created based on management estimates. Assumptions, based on the current economic environment, have been made which management believes are a reasonable basis upon which to estimate the future liability as shown in Note 16. These estimates take into account any material changes to the assumptions that occur when reviewed regularly by management and are based on current regulatory requirements. Significant changes in estimates of discount rate, contamination, restoration standards and techniques will result in changes to provisions from period to period. Actual reclamation and closure costs will ultimately depend on future market prices for the costs which will reflect the market condition at the time the costs are actually incurred. The final cost of the currently recognized rehabilitation provisions may be higher or lower than currently provided for.

- **Gold Linked Notes** – The Company's gold-linked notes represent management's best estimates and judgement in accounting for separate components of financial liability and derivative liability. The identification of such components embedded within gold-linked notes requires significant judgement given that it is based on the interpretation of the substance of the contractual arrangement. The embedded derivative is separated on issuance at fair value and is marked to fair value at each period end with changes in fair value recorded as gain/loss on fair value of derivative. The financial liability, which represents the obligation to pay coupon interest on the gold linked notes in the future, is initially measured at its fair value and subsequently measured at amortized cost. The Company considered various factors to determine fair value, including: market rate of interest and forecast gold price expected over the life of the arrangement that is based on the forward curve for gold.

- **Bill-and-Hold Arrangement / Revenue Recognition**

  During the nine months ended September 30, 2026, the Company entered into a new ore sales arrangement with Ocean Partners (the "Customer") that includes bill-and-hold elements under IFRS 15, Revenue from Contracts with Customers.

  Under the terms of the arrangement, control of ore inventory transfers to the Customer prior to the completion of transportation services to Taiwan. Management determined that the arrangement contains multiple performance obligations consisting of:

  1. The transfer of control of ore inventory; and
  2. Transportation and related logistics services to deliver the ore to Taiwan.

  The transaction price is allocated to each performance obligation based on management's estimate of the relative standalone selling prices of each component.

  Revenue associated with the transfer of control of the ore is recognized at the point in time when control passes to the Customer. Revenue allocated to the transportation and logistics services is recognized over time as the related services are performed.

3. SIGNIFICANT ACCOUNTING JUDGMENTS, ESTIMATES AND ASSUMPTIONS (continued)

The contract liability balance will be recognized as revenue as the transportation and related logistics services are completed.

Contract liabilities represent consideration received or receivable in advance of the satisfaction of remaining performance obligations associated with transportation and logistics services under the Company's ore sales arrangement.

Management applied significant judgment in determining:

- The identification of separate performance obligations;
- The timing of the transfer of control of the ore inventory;
- Whether the bill-and-hold criteria under IFRS 15 were met; and
- The allocation of the transaction price between the sale of ore and transportation services.

The Company expects to recognize the remaining contract liability balance as revenue during the subsequent shipment and delivery period.

- **Revenue and Trade Receivables – Settlement of Disputed Final Assays**

As disclosed in the Company's interim financial statements for the period ended June 30, 2026, the Company disputed the final assay results issued by the independent laboratory for three gravity concentrate deliveries. Applied in full, those results would have reduced previously recognized revenue and the related trade receivable by approximately $1.9 million. In August 2026, the Company and Ocean Partners settled the matter by amending the sales contract, fixing the final payable gold content of the three deliveries at 85% of the provisional grades, and issuing final invoices on that basis. Accordingly, the Company recorded a reduction in revenue and trade receivables of $524,201 in the three months ended September 30, 2026, accounted for as a change in accounting estimate under IFRS 15 and IAS 8. No amounts remain in dispute in respect of these three deliveries.

- **Sprott Royalty**

Management applied significant judgment in estimating, using the expected value method under IFRS 15, the refund liability for the Purchase Price Repayment (Note 8) at September 30, 2026. Whether a repayment arises, and its amount, depends on sales of contained gold in the first half of 2028, which in turn depends on mine sequencing. The Company's Preliminary Economic Assessment includes approximately 39,200 ounces in 2028 from higher-grade stopes, and management expects that these can be scheduled in the first half of 2028 so that the target is met. Each 1,000 ounces of shortfall would result in a repayment of approximately US$0.8 million, up to a maximum of US$29.9 million. Management will reassess the estimate each reporting period.

4. CASH AND CASH EQUIVALENTS

The balance at September 30, 2026 consists of cash on deposit with major Canadian banks in interest bearing accounts totaling $4,101,824 (December 31, 2025 - $21,344,536) and short term guaranteed investment certificates with major Canadian banks of $32,384,493 (December 31, 2025 - $10,755,107) for total cash and cash equivalents of $36,486,317 (December 31, 2025 - $32,099,643).

During the nine month period ended September 30, 2026, the Company recognized interest income of $421,965 (2025 - $148,135).

5. AMOUNTS RECEIVABLE

As at,		September 30, 2026		December 31, 2025
Receivable from gold sales	**$**	**1,488,200**	$	1,633,615
HST and other government receivables		**952,094**		1,291,724
Other receivables		**3,528**		9,014
	$	**2,443,822**	$	2,934,353

At September 30, 2026, the Company anticipates full recovery of these amounts and therefore no expected credit loss has been recorded against these receivables. The Company holds no collateral for any receivable amounts outstanding as at September 30, 2026 and December 31, 2025.

The Company's revenue for the nine month period ended September 30, 2026 consisted of concentrate and ore sales recorded at initial recognition based on forward prices for the expected date of settlement of $20,271,450 and subsequent provisional pricing adjustments of $(743,917). In addition, the Company recognized $3,785,504 of revenue associated with the satisfaction of the separate transportation and logistics performance obligation. At September 30, 2026, there were no concentrate and ore sales subject to final provisional pricing adjustments All gold sales and receivables are from one customer.

6. MARKETABLE SECURITIES

As at September 30, 2026, the Company holds nil shares of Westhaven Gold Corp. ("Westhaven") valued at $nil (December 31, 2025 – 1,500,000 shares with value of $397,500).

During the nine month period ended September 30, 2026, the Company sold 1,500,000 shares of Westhaven it held for proceeds of $360,000 .

7. INVENTORY

Inventory consists of stockpiled ore, ore subject to toll milling, concentrate and supplies required during the course of exploration, development and production from operations. The following is a breakdown of items in inventory:

As at,		September 30, 2026		December 31, 2025
Stockpiled ore	**$**	**2,017,743**	$	1,051,179
Ore subject to toll milling		**-**		80,889
Finished goods		**-**		822,961
Supplies		**1,820,714**		1,142,987
	$	**3,838,457**	$	3,098,016

During the nine month period ended September 30, 2026, the Company recorded a write down in the amount of $1,448,729 (2025 - $1,309,871) to reduce the carrying value of inventories to net realizable value. This amount has been recorded in production costs as a cost of goods sold.

8. PROPERTY, PLANT AND EQUIPMENT

	Construction in Process [1]	Mineral Property	Machinery and Equipment	Buildings	Land	Water Treatment Facility	Vehicles	Right-of-Use Asset	Total
	$	$	$	$	$	$	$	$	$
Balance at December 31, 2024	1,118,096	-	1,491,341	6,209,430	315,000	941,321	172,391	1,902,462	12,150,041
Additions	25,116,798	-	543,547	14,698	-	-	55,000	640,464	26,370,507
Impairment [2]	-	-	(140,476)	(923,500)[2]	-	-	-	-	(1,063,976)
Change in estimate of ARO	(874,690)	-	-	-	-	-	-	-	(874,690)
Reclassification from Construction In Process	(3,546,905)	3,546,905	-	-	-	-	-	-	-
Balance at December 31, 2025	21,813,299	3,546,905	1,894,412	5,300,628	315,000	941,321	227,391	2,542,926	36,581,882
Additions	43,599,630	-	4,253,630	1,143,796	1,196,756	-	-	1,808,886	52,002,698
Borrowing costs	2,994,241	-	-	-	-	-	-	-	2,994,241
Disposals	-	-	(34,080)	(45,000)	-	-	-	(101,073)	(180,153)
Impairment	(1,007,644) [3]	-	-	-	-	-	-	-	(1,007,644)
Reclassification from Construction In Process	(38,675,404)	38,675,404	-	-	-	-	-	-	-
Balance at September 30, 2026	28,724,122	42,222,309	6,113,962	6,399,424	1,511,756	941,321	227,391	4,250,739	90,391,024
ACCUMULATED DEPRECIATION AND DEPLETION									
Balance at December 31, 2024	-	-	1,283,349	1,591,402	-	334,888	111,039	1,512,408	4,833,086
Additions	-	135,333	144,858	498,036	-	61,152	6,608	213,903	1,059,890
Balance at December 31, 2025	-	135,333	1,428,207	2,089,438	-	396,040	117,647	1,726,311	5,892,976
Additions	-	1,401,523	201,793	357,110	-	45,864	12,519	294,184	2,312,993
Disposals	-	-	(914)	(29,100)	-	-	-	(42,115)	(72,129)
Balance at September 30, 2026	-	1,536,856	1,629,086	2,417,448	-	441,904	130,166	1,978,380	8,133,840
NET BOOK VALUE									
At December 31, 2025	21,813,299	3,411,572	466,205	3,211,190	315,000	545,281	109,744	816,615	30,688,906
At September 30, 2026	**28,724,122**	**40,685,453**	**4,484,876**	**3,981,976**	**1,511,756**	**499,417**	**97,225**	**2,272,359**	**82,257,184**

(1) Construction in process relates to the Company's Bralorne mine and primarily includes acquisition costs, expenditures related to development, deposits for equipment, costs incurred to secure the second tranche of the royalty funding, capitalized interest at a rate of 18% and discounted future reclamation costs (Note 16).

(2) Impairment of buildings in the amount of $923,500 relates to the kitchen and mine office complex which was condemned due to mold.

(3) During the nine month period ended September 30, 2026, the Company recognized a write-off of $1,007,644 of non-recoverable deposits paid for capital equipment relating to the Ore Sorter Project. Following an independent engineering review, the project design was revised and purchase orders for certain equipment were cancelled. The related deposits were confirmed to be non-refundable and were derecognized, with the resulting expense presented as "Write-off of non-recoverable capital equipment deposits" in the statement of operations. The remaining capital equipment deposits relate to equipment required for the revised project and remain recoverable as at September 30, 2026.

8. PROPERTY, PLANT AND EQUIPMENT (continued)

On June 12, 2023 the Company entered into a royalty agreement with Sprott Resource Streaming and Royalty Corp. ("Sprott") in relation to the Company's Bralorne Gold Project whereby Sprott will pay the Company up to US$31,250,000 for a net smelter returns royalty (the "Royalty") covering all minerals produced from the Project (the "Royalty Transaction"). The Royalty Transaction includes:

- A maximum of US$31,250,000, with a minimum consideration of US$18,750,000, payable as to:
    - an initial grant of a 1.12% Royalty for a draw of US$7,000,000 (received) for drilling, detailed engineering and working capital;
    - a further 1.88% Royalty for a subsequent draw of US$11,750,000 (received) on, among other things, the signing of a toll milling agreement for mobilization, site infrastructure, resource conversion drilling and working capital; and
    - up to a further 2% Royalty, to a maximum of a 5% Royalty, for US$12,500,000 available as needed for site infrastructure, mine start-up capital and working capital;
    - An option, exercisable solely at the discretion of the Company until June 30, 2029, to repurchase 50% of the Royalty (as more particularly described below);
    - The residual Royalty will be reduced by an additional 50% for no additional consideration following 1.5 million ounces of gold production;

Buyback

The Company will have a right, to be satisfied in cash or in shares (subject to a 4.9% ownership limit, calculated at the time of the buyback), at the Company's sole discretion (and subject to prior approval of the Toronto Stock Exchange (the "TSX")), to repurchase a 50% interest of the Royalty for a price that is equal to half of the then-paid Purchase Price multiplied by the multiplier, as follows:

On of before	Multiplier	Based on Minimum 3% Royalty	Based on Maximum 5% Royalty
June 30, 2025	1.20	US$11,250,000	US$18,750,000
June 30, 2026	1.25	US$11,718,750	US$19,531,250
June 30, 2027	1.30	US$12,187,500	US$20,312,500
June 30, 2028	1.35	US$12,656,250	US$21,093,750
June 30, 2029	1.40	US$13,125,000	US$21,875,000

Production Target and Purchase Price Repayment

There is an amount payable under the Royalty agreement by the Company if aggregate sales of contained gold in product is not equal to or greater than 38,000 ounces for the period commencing on January 1, 2028 and ending on June 30, 2028 (inclusive). The Purchase price repayment is calculated as follows:

APP x (T-P)/T) x (1+r)^Q), where:
APP = Aggregate Purchase Price or dollar amount received under the facility.
T = the Target Amount;
P = the aggregate Sales of contained gold in Product during the Sales Testing Period;
r = the Quarterly interest rate of 2.5%; and
Q = the number of Quarter ends that have occurred from the First Closing Date up to (15), and including the last day of the Quarter in which the Sales Testing Period expires.

8. PROPERTY, PLANT AND EQUIPMENT (continued)

Participation Right

The Company has granted a five year pre-emptive right (subject to rights previously granted to OR Royalties Inc.) to participate up to a maximum of 40%, or US$40,000,000, in any proposed grant, sale or issuance to any third party of a stream, royalty or similar transaction based on future production from the Project.

On October 9, 2024, the Company completed the second draw of US$11,750,000 and received proceeds in the amount of $15,483,327, being $16,085,750 (US$11,750,000) less transaction costs of $602,423. The amount has been recorded as deferred revenue, see Note 13 for details.

9. EXPLORATION AND EVALUATION ASSETS

The exploration and evaluation assets for the Company are summarized as follows:

Nine month period ended September 30, 2026:

Project	January 1, 2026	Additions	Disposals	September 30, 2026
Bralorne Gold Camp				
Royalle Property	$ 243,000	$ -	$ -	**$ 243,000**
Ben Nevis Property	-	377,000		**377,000**
NaiKun Wind Crown Grant	36,000	-	-	**36,000**
Congress Property	295,000	621,443	-	**916,443**
Big Sheep Property	120,000	-	-	**120,000**
Southern BC Properties				
Spences Bridge	5,456,823	-	-	**5,456,823**
Golden Hornet Property	183,287	-	-	**183,287**
Ladner Gold Project	11,470,469	-	-	**11,470,469**
	$ 17,804,579	$ 998,443	$ -	**$ 18,803,022**

On July 13, 2026, the Company acquired a 100% interest in the Ben Nevis property, located contiguous to the company's Bralorne gold project in southwestern British Columbia from Coast Copper Corp. The property is strategically located south of the current Bralorne gold project and comprises 16 mineral tenure claims totalling 10,404.15 hectares.

As consideration for the acquisition of the property, the company paid $125,000 in cash and issued 211,864 common shares of the Company with a value of $250,000. The company has also agreed to incur a minimum of $300,000 in exploration expenditures on the property within three years of acquisition and to make contingent payments of $100,000, payable in either cash or common shares of the company, for each 100,000 ounces of gold in the inferred, indicated or measured categories up to a maximum of one million ounces

10. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

As at,	September 30, 2026	December 31, 2025
Accounts payable	$ **7,215,753**	$ 8,043,456
Accrued liabilities	**8,209,792**	5,263,858
	$ **15,425,545**	$ 13,307,314

11. LEASES PAYABLE

The Company has entered into equipment leases expiring between 2026 and 2029, with interest rates ranging from 2.99% to 9.49% per annum. The Company has the option to purchase the equipment at the end of the lease term for a nominal amount. The Company's obligations under leases are secured by the lessor's title to the leased assets.

The contractual maturities and interest charges in respect of the Company's lease obligations are as follows:

	September 30, 2026	December 31, 2025
Not later than one year	$ **881,741**	$ 288,342
Later than one year and not later than five years	**1,413,669**	408,462
Less: Future interest charges	**(219,960)**	(62,692)
Present value of lease payments	**2,075,450**	634,112
Less: current portion	**(756,453)**	(248,584)
Non-current portion	$ **1,318,997**	$ 385,528

Reconciliation of debt arising from lease liabilities:

	September 30, 2026	December 31, 2025
Lease liability at beginning of period	$ **634,112**	$ 261,497
Additions	**1,807,762**	640,464
Principal payments on lease liabilities	**(366,424)**	(267,849)
	$ **2,075,450**	$ 634,112

12. GOLD-LINKED NOTES

On October 17, 2024, the Company issued notes in the aggregate principal amount of $1,332,000. The notes bear interest at a rate of 15% per annum and mature on December 31, 2027.

The principal amount of the notes was used to calculate the quantity of gold (the "Gold Quantity") to be represented by the notes, being the deemed number of ounces of gold using a price (the "Floor Price") of US$2,500. The Gold Quantity on the date of issuance amounted to 386 ounces. The Gold Quantity will be reduced on each of December 31, 2025, December 31, 2026 and December 31, 2027, by that number of ounces that represents 15% (58 ounces), 25% (97 ounces) and 60% (231 ounces), respectively, of the Gold Quantity on the closing of the Gold-Linked Note Financing, by the payment of the Deemed value of such Gold Quantity. The "Deemed Value" means the applicable Gold Quantity multiplied by the Gold Price (the "Gold Price" being the greater of: (a) the Floor Price; and (b) the "London Gold Fix" price per ounce (in U.S. dollars) as of the 15th day of the month of such payment date).

12. GOLD-LINKED NOTES (continued)

There is no requirement or option to deliver physical gold as a form of repayment under the terms of the Gold-Linked Notes.

Interest shall be calculated and payable quarterly in arrears, with the interest payable being calculated based on the Deemed Value of the Gold Quantity on the applicable interest payment date.

For the nine month period ended September 30, 2026, the Company has recorded an interest charge of $234,150 (2025 - $211,173) related to the host loan and a gain of $55,000 (2025 - $568,637 loss) for the change in fair value of the embedded derivative.

As at September 30, 2026 and December 31, 2025, the Gold Linked Notes are presented as follows:

	September 30, 2026	December 31, 2025
Principal		
Beginning balance	$ 942,354	$ 1,134,192
Interest expense	234,150	297,238
Accretion	75,829	124,805
Foreign exchange	39,575	(24,439)
Payment of interest	(234,150)	(340,788)
Payment of principal	-	(248,654)
Ending balance	$ 1,057,758	$ 942,354
Embedded Derivative		
Beginning balance	$ 893,000	$ 298,378
Loss on revaluation of derivative	(55,000)	594,622
Ending balance	$ 838,000	$ 893,000
Total		
Principal	$ 1,057,758	$ 942,354
Embedded derivative	838,000	893,000
Gold-Linked Note Liability	1,895,758	1,835,354
Current portion of Gold-Linked Note Liability	(652,839)	(539,814)
Long term portion of Gold-Linked Note Liability	1,242,919	1,295,540

13. CONVERTIBLE DEBENTURES

On October 9, 2024, the Company issued a convertible debenture; an unsecured obligation of the Company in the principal amount of $4,000,000. The convertible debenture bore interest at a rate of 12% per annum, calculated and payable quarterly in arrears, and had a term of three years. The holder of the convertible debenture had the right to convert the principal amount to common shares of Talisker at a conversion price of $0.50 up until the trading day prior to the maturity date of the convertible debenture. Talisker had the option to convert all or any portion of the convertible debenture into shares if the closing price of the Shares on the TSX was at least 130% of the Conversion Price for each of the 20 trading days before a notice of conversion is delivered. For shares issued pursuant to the Company's conversion right, if the holder wishes to sell any Shares, Talisker also has the right to identify a purchaser for such shares.

On November 7, 2024, the Company issued a convertible debenture; an unsecured obligation of the Company in the principal amount of $1,100,000. The convertible debenture bore interest at a rate of 12% per annum, calculated and payable quarterly in arrears, and had a term of three years. The holder of the convertible debenture had the right to convert the principal amount to common shares of Talisker at a conversion price of $0.56 up until the trading day prior to the maturity date of the convertible debenture. Talisker had the option to convert all or any portion of the convertible debenture into shares if the closing price of the Shares on the TSX was at least 130% of the Conversion Price for each of the 20 trading days before a notice of conversion was delivered. For shares issued pursuant to the Company's conversion right, if the holder wishes to sell any Shares, Talisker also has the right to identify a purchaser for such shares.

On October 3, 2025, the Company exercised its right to convert all of the outstanding principal amounts of its Convertible Debentures into common shares. The Company converted all the outstanding principal amount into 9,964,285 Shares.

As at September 30, 2026 and December 31, 2025, the Convertible Debentures are presented as follows:

		Liability Component		Equity Component
Balance, December 31, 2024	$	4,364,817	$	448,308
Interest expense		471,155		-
Accretion		193,701		-
Payment of interest		(599,835)		-
Conversion of Convertible Debentures to shares		(4,429,838)		(448,308)
Balance, December 31, 2025 and September 30, 2026	$	-	$	-

14. LOAN PAYABLE

On July 17, 2026, the Company announced that its wholly-owned subsidiary, Bralorne, has entered into a loan agreement (the "Loan Agreement") with Two Shores Capital Corp. ("2Shores"). The Loan Agreement provides for a delayed-draw term loan of up to $11,000,000 (the "Facility") to fund the acquisition of ore sorting and processing equipment (the "Equipment") for the Company's Bralorne Gold Project in southern British Columbia.

Facility Highlights:

- Amount: Up to $11.0 million, comprising an initial advance of $2.4 million (the "Initial Advance") and subsequent advances of up to $8.6 million in aggregate, available in one or more tranches as Equipment purchase milestones are reached.
- Use of proceeds: The Initial Advance reimbursed deposits previously paid by Bralorne to Equipment vendors. Subsequent advances are used to fund the remaining Equipment purchases.
- Term: 36 months from closing, with blended monthly payments of principal and interest fully amortizing the Facility over the term.
- Interest rate: 14% per annum on amounts drawn.
- Fees: A closing fee of 1% on each advance. The fee on the Initial Advance was withheld from the proceeds; the fees on subsequent advances were added to the principal outstanding.
- Prepayment: The Facility may be prepaid in whole or in part at any time on seven business days' notice, subject to 2Shores receiving a minimum 1.10x multiple on invested capital.
- Security: The Facility is secured by a first-priority purchase money security interest which is limited to the Equipment and related insurance proceeds, and supported by a performance bond of up to $5.0 million in aggregate issued by a Canadian surety and a guarantee from Talisker. The Facility places no charge on the Bralorne Gold Project's mineral claims or other project assets..

The Loan Agreement contains representations, events of default, and conditions to funding customary for a facility of this nature.

During the nine-month period ended September 30, 2026, the Company drew advances totalling $4,448,723. This comprised the Initial Advance of $2,400,000, received in cash net of the $24,000 closing fee, and $2,048,723 paid by 2Shores directly to Equipment vendors. As at September 30, 2026, $6,551,278 of the Facility remained undrawn.

The loan is measured at amortized cost. Transaction costs of $443,877 are amortized over the term of the loan.

14. LOAN PAYABLE (continued)

As at September 30, 2026 and December 31, 2025, the loan payable is presented as follows:

		September 30, 2026		December 31, 2025
Balance, December 31, 2025	$	-	$	-
Loans received		4,448,723		-
Closing fees capitalized to principal		20,636		-
Less: transaction costs		(443,877)		-
Accretion of transaction costs		33,240		-
Interest expense		86,341		-
Payments made		(285,466)		-
Balance, September 30, 2026	$	3,859,596	$	-
Current portion	$	1,171,239	$	-
Non-current portion	$	2,688,357	$	-

As part of the agreement, the Company provided a security facility to secure its obligations, which was satisfied by a surety bond that required a $2,010,000 payment as cash collateral. The cash collateral is included in reclamation and collateral deposits.

15. DEFERRED REVENUE

NSR Agreement

On October 9, 2024, the Company issued a 1.88% NSR royalty under the second tranche of the royalty agreement with Sprott Resource Streaming and Royalty Corp. and received proceeds in the amount of $16,085,750 (US$11,750,000), less transaction costs of $424,675.

The upfront cash payment received under the agreement is accounted for as deferred revenue with a significant financing component. The deferred revenue associated with the royalty agreement is being accreted to reflect the significant financing component at a rate of 18.5%, being the interest rate that it would have used if it were to enter into a separate financing transaction with the customer at contract inception. As the Company produces and sells gold concentrate to third party customers, the balance will be reduced and recognized as revenue in the statement of loss and comprehensive loss.

Contract Liabilities

During the nine months ended September 30, 2026, the Company entered into a new ore sales arrangement with Ocean Partners (the “Customer”) that includes bill-and-hold elements under IFRS 15, Revenue from Contracts with Customers.

Under the terms of the arrangement, control of ore inventory transfers to the Customer prior to the completion of transportation services to Taiwan. Management determined that the arrangement contains multiple performance obligations consisting of:

1. The transfer of control of ore inventory; and
2. Transportation and related logistics services to deliver the ore to Taiwan.

15. DEFERRED REVENUE (continued)

The transaction price is allocated to each performance obligation based on management's estimate of the relative standalone selling prices of each component.

Revenue associated with the transfer of control of the ore is recognized at the point in time when control passes to the Customer. Revenue allocated to the transportation and logistics services is recognized over time as the related services are performed.

For the nine months ended September 30, 2026, the Company recognized $19,269,172 of revenue related to the transfer of control of ore inventory under this arrangement. As at September 30, 2026, approximately $1,340,677 (2025 - $nil) related to unsatisfied transportation performance obligations had not yet been recognized as revenue and was recorded as a contract liability within deferred revenue.

The contract liability balance will be recognized as revenue as the transportation and related logistics services are completed.

The changes in the carrying value of deferred revenue are as follows:

		September 30, 2026		December 31, 2025
Deferred Revenue				
Balance, beginning of period	**$**	**19,556,015**	$	16,355,186
Interest on financing component of deferred revenue		**2,652,473**		3,229,660
Deferred revenue recognized		**(70,494)**		(28,831)
Balance, end of period	**$**	**22,137,994**	$	19,556,015
Contract Liabilities				
Balance, beginning of period	**$**	**-**	$	-
Deferred revenue on gold sales		**5,126,181**		-
Revenue recognized		**(3,785,504)**		-
Balance, beginning of period	**$**	**1,340,677**	$	-
Total	**$**	**23,478,671**	$	19,556,015
Less: current portion		**(1,830,873)**		(433,024)
Non-current portion	**$**	**21,647,798**	$	19,122,991

16. PROVISION FOR SITE RECLAMATION AND CLOSURE

Provincial laws and regulations concerning environmental protection affect the Company's operations. Under current regulations, the Company is required to meet performance standards to minimize the environmental impact from its activities and to perform site restoration and other closure activities. The Company's provision for future site closure and reclamation costs is based on known requirements.

The breakdown of the provision for site reclamation and closure is as per below:

	September 30, 2026				December 31, 2025			
	Balance, beginning of period	**Change in estimate**	**Accretion**	**Balance, end of period**	Balance, beginning of period	Change in estimate	Accretion	Balance, end of period
Bralorne	**10,313,449**	**-**	**296,985**	**10,610,434**	10,827,580	(874,690)	360,559	10,313,449
Ladner	**7,369,058**	**-**	**212,198**	**7,581,256**	7,381,700	(237,341)	224,699	7,369,058
Congress	**-**	**621,443**	**5,905**	**627,348**	-	-	-	-
	17,682,507	**621,443**	**515,088**	**18,819,038**	18,209,280	(1,112,031)	585,258	17,682,507

The present value of the obligation for Bralorne of $10,610,434 (December 31, 2025 – $10,313,449) is based on an undiscounted obligation of $105,335,182, out of which $3,071,179 is expected to be incurred in 2044 with the remaining $102,264,003 to be incurred on water treatment and quality monitoring throughout 2144. The provision was calculated using a nominal weighted average risk-free interest rate of 3.85% (December 31, 2025 – 3.85%) and a weighted average inflation rate of 1.98% (December 31, 2025 – 1.98%). Reclamation activities are estimated to begin in 2044 and are expected to be incurred over a period of 100 years.

The present value of the obligation for Ladner Lake of $7,581,256 (December 31, 2025 – $7,369,058) is based on an undiscounted obligation of $15,804,058. The provision was calculated using a nominal weighted average risk-free interest rate of 3.85% (December 31, 2025 – 3.85%) and a weighted average inflation rate of 1.98% (December 31, 2025 – 1.98%). Reclamation activities are estimated to begin in 2027 and are expected to be incurred over a period of 100 years.

During the nine months ended September 30, 2026, the Company obtained its first independent engineering estimate of the reclamation and closure costs associated with the Congress Property. Based on the engineering study and management's assessment of the Company's reclamation obligations, the Company recognized an environmental rehabilitation provision of $627,348 as at September 30, 2026. The present value of the obligation for Congress is based on an undiscounted obligation of $1,208,256. The provision was calculated using a nominal weighted average risk-free interest rate of 3.77% and a weighted average inflation rate of 2.07%. The measurement of the provision requires significant judgment and is subject to uncertainty with respect to future reclamation methods, timing of closure, regulatory requirements, inflation, discount rates and future reclamation costs. Changes in these assumptions will be recognized prospectively as adjustments to both the rehabilitation provision and the related exploration and evaluation asset, to the extent the asset continues to be recognized.

16. PROVISION FOR SITE RECLAMATION AND CLOSURE (continued)

Reclamation Deposits

The Company is required to make reclamation deposits in respect of its expected site reclamation and closure obligations. The reclamation deposits represent collateral for possible reclamation activities necessary on mineral properties in connection with the exploration and mining permits required by the Company.

	September 30, 2026				December 31, 2025			
	Talisker	**Bralorne**	**New Carolin**	**Total**	Talisker	Bralorne	New Carolin	Total
Balance, beginning of period	**58,300**	**1,190,000**	**220,000**	**1,468,300**	58,300	1,190,000	220,000	1,468,300
Additions	**-**	**-**	**-**	**-**	-	-	-	-
Disposals	**-**	**-**	**-**	**-**	-	-	-	-
Balance, end of period	**58,300**	**1,190,000**	**220,000**	**1,468,300**	58,300	1,190,000	220,000	1,468,300

Under regulations set by the Ministry of Energy, Mines and Petroleum Resources ("MEM"), the Company is required to hold reclamation bonds that cover the estimated future cost to reclaim the ground disturbed. Bralorne provided additional security of $2,561,667 on August 1, 2026 (provided via surety bond), and is required to provide $2,561,667 by August 1, 2027 and $2,311,666 by August 1, 2028, until a cumulative security equal to $12,300,000. At September 30, 2026, the surety amounted to $7,426,667 and the Company has placed $1,190,000 in cash (December 31, 2025 - $1,190,000), totalling $8,616,667 to cover estimated future costs related to the ground disturbance at the Company's Bralorne Gold Project. As at September 30, 2026 and December 31, 2025, the Company is current with all its obligations with the MEM.

Collateral Deposits

As part of the Company's arrangement for port services at the Pembina terminal, the Company provided a security facility of $1,000,000 to secure its obligations under the agreement for transportation and logistics services, which was satisfied by a surety bond that required a $500,000 payment as cash collateral.

17. ISSUED CAPITAL

Authorized Unlimited common shares without par value

		September 30, 2026		December 31, 2025
Issued capital	**$**	**199,847,325**	$	152,970,069
Fully paid common shares [(1)]		**211,350,804**		178,708,610

(1) As at September 30, 2026 and December 31, 2025, there are 50,000 shares awaiting issuance, the proceeds for which were received in 2008 and are included in share capital.

Common Shares Issued

	Number of Shares		Value of Shares
Balance as at December 31, 2024	98,345,016	$	104,587,941
Issue of shares pursuant to private placement, net of issue costs	59,246,334		36,031,973
Issue of shares for acquisition of mineral properties (Note 9)	36,363		12,000
Exercise of RSU's	2,135,229		1,836,307
Exercise of warrants	8,288,138		4,216,842
Transfer of reserve on exercise of warrants	-		938,800
Exercise of stock options	608,500		219,060
Transfer of reserve on exercise of stock options	-		149,000
Issued pursuant to agreement	84,745		100,000
Issued on conversion of convertible debentures	9,964,285		4,878,146
Balance as at December 31, 2025	178,708,610	$	152,970,069
Issue of shares pursuant to private placement, net of issue costs	26,000,000		40,038,547
Exercise of RSU's	1,814,933		3,044,582
Exercise of warrants	3,751,980		2,392,268
Transfer of reserve on exercise of warrants	-		499,300
Exercise of stock options	728,500		262,260
Transfer of reserve on exercise of stock options	-		190,300
Issue of shares for acquisition of mineral properties (Note 9)	211,864		250,000
Issued pursuant to agreement	134,917		200,000
Balance as at September 30, 2026	211,350,804	$	199,847,325

17. ISSUED CAPITAL (continued)

Financings

For the nine month period ended September 30, 2026:

On March 10, 2026, the Company closed a private placement of 26,000,000 units of the Company at a price of $2.00 per unit and a partial exercise of the over-allotment option for 625,000 common share purchase warrants of the Company for gross proceeds of $52,100,000.

Each unit consisted of one common share of the Company and one-half common share purchase warrant. Each warrant entitles the holder thereof to acquire one Common share at an exercise price of $2.70 until March 10, 2028. The warrants were ascribed a fair value of $7,499,000 which was valued using the Black-Scholes pricing model with the following assumptions: dividend yield 0%; risk free interest 2.65%; volatility 77% and an expected life of 24 months.

The Company also issued 1,531,914 finders' warrants. Each finder's warrant entitles the holder thereof to purchase one common share at an exercise price of $2.18 cents until March 10, 2028. The finder warrants were ascribed a fair value of $1,007,000 which was valued using the Black-Scholes pricing model with the following assumptions: dividend yield 0%; risk free interest 2.65%; volatility 77% and an expected life of 24 months.

In consideration for their services, the Company paid the agents a cash commission and incurred other closing costs totalling $3,521,325.

Diluted Weighted Average Number of Shares Outstanding

	Three months ended		Nine months ended	
	September 30, 2026	September 30, 2025	**September 30, 2026**	September 30, 2025
Basic weighted average shares outstanding:	**209,998,899**	144,397,846	**201,567,206**	120,604,005
Effect of outstanding securities	**-**	-	**-**	-
Diluted weighted average shares outstanding	**209,998,899**	144,397,846	**201,567,206**	120,604,005

During the three and nine month periods ended September 30, 2026 and 2025, the Company had a net loss, as such, the diluted loss per share calculation excludes any potential conversion of options and warrants that would decrease loss per share.

18. WARRANTS RESERVE

The following is a summary of changes in warrants:

	Number of Warrants	Weighted average exercise price per warrant	Amount
Balance, January 1, 2025	14,700,313	$ 0.79	$ 6,677,200
Issuance of warrants	21,956,500	0.75	4,565,000
Issuance of finders warrants	3,088,736	0.87	1,016,000
Expiry of warrants	(5,679,600)	1.19	-
Exercise of warrants	(8,288,137)	0.51	(938,800)
Balance, December 31, 2025	25,777,812	$ 0.76	$ 11,319,400
Issuance of warrants	13,625,000	2.70	7,499,000
Issuance of finders warrants	1,531,914	2.18	1,007,000
Exercise of warrants	(3,751,980)	0.64	(499,300)
Balance, September 30, 2026	37,182,746	$ 1.54	$ 19,326,100

As at September 30, 2026, the Company had outstanding warrants as follows:

Expiry Date	Exercise Price	Outstanding and exercisable
October 24, 2027 – finders warrants	$1.68	710,996
November 6, 2027 – finders warrants	$1.68	189,000
March 10, 2028	$2.70	13,625,000
March 10, 2028 – finders warrants	$2.18	1,531,914
May 5, 2028	$0.75	20,950,500
June 6, 2028 – finders warrants	$0.50	175,336
Balance, September 30, 2026		**37,182,746**

19. SHARE-BASED PAYMENT RESERVE

Stock Option Plan

The Board of Directors of the Company adopted a stock option plan (the "Plan") whereby the aggregate number of common shares reserved for issuance under the Plan, including common shares reserved for issuance under any other share compensation arrangement granted or made available by the Company from time to time, may not exceed 10% of the Company's issued and outstanding common shares. The Plan is administered by the Board of Directors and grants made pursuant to the Plan must at all times comply with regulatory policies.

The terms of any options granted under the Plan are fixed by the Board of Directors and may not exceed a term of five years. The exercise price of the options granted under the Plan is set at the last closing price of the Company's common shares before the date of grant or in accordance with regulatory requirements.

Each share option converts into one common share of the Company on exercise. No amounts are paid or payable by the recipient on receipt of the option. The options carry neither rights to dividends nor voting rights. Options may be exercised at any time from the date of vesting to the date of their expiry.

The following options were outstanding as at September 30, 2026:

Number of options outstanding	Number of exercisable options	Grant date	Expiry date	Exercise price	Fair value vested
500,000	500,000	December 18, 2023	December 18, 2028	$ 0.360	135,700
3,005,000	3,005,000	April 6, 2026	April 6, 2029	$ 1.490	3,201,000
1,923,000	1,923,000	January 16, 2025	January 16, 2030	$ 0.360	427,350
1,200,000	1,200,000	October 27, 2025	October 27, 2030	$ 1.350	971,000
6,628,000	6,628,000				4,735,050

The share options outstanding as at September 30, 2026 had a weighted exercise price of $1.05 (December 31, 2025: $0.63) and a weighted average remaining contractual life of 3.24 years (December 31, 2025: 4.01 years).

Options vested on their date of issue, and expire within five years of their issue, or 90 days after the resignation of the director, officer, employee or consultant.

Fair value of share options granted in the nine month period ended September 30, 2026

On April 6, 2026, 3,005,000 share options were granted to directors, officers, consultants and employees of the Company to acquire the Company's shares at an exercise price of $1.49 until April 6, 2029. These share options had an estimated fair value of $3,201,000 at grant date, and vest immediately.

19. SHARE-BASED PAYMENT RESERVE (continued)

The fair value of share options granted in the nine month period ended September 30, 2026 was calculated using the following assumptions:

		Number of Options Granted
		06-Apr-26
		3,005,000
Grant date share price	$	1.490
Exercise price	$	1.490
Expected volatility		120%
Expected option life		3 years
Expected dividend yield		0%
Risk-free interest rate		2.94%

Movements in Share Options During the Period

The following reconciles the share options outstanding for the nine month period ended September 30, 2026 and year ended December 31, 2025:

	Number of options		Weighted average exercise price
Balance as at December 31, 2024	1,250,000	$	0.36
Granted	3,785,000	$	0.67
Expired	(75,000)	$	0.36
Exercised	(608,500)	$	0.36
Balance as at December 31, 2025	4,351,500	$	0.63
Granted	3,005,000	$	1.49
Exercised	(728,500)	$	0.36
Balance as at September 30, 2026	6,628,000	$	1.05

Restricted Share Units

The Restricted Share Unit Plan (RSU Plan) provides for the grant of restricted share units (each, an "**RSU**") convertible into a maximum number of common shares equal to ten percent (10%) of the number of common shares then issued and outstanding, provided, however, the number of common shares reserved for issuance from treasury under the RSU Plan and pursuant to all other security-based compensation arrangements of the Company shall, in the aggregate, not exceed ten percent (10%) of the number of common shares then issued and outstanding. Any common shares subject to a RSU which has been cancelled or terminated in accordance with the terms of the RSU Plan without settlement will again be available under the RSU Plan. When vested, each RSU entitles the holder to receive, subject to adjustments as provided for in the RSU Plan, one common Share or payment in cash for the equivalent thereof based on the volume weighted average trading price of the common shares on the five trading days immediately preceding the redemption date. The terms and conditions of vesting (if applicable) of each grant are determined by the Board at the time of the grant, subject to the terms of the RSU Plan. RSU awards may, but need not, be subject to performance incentives to reward attainment of annual or long-term performance goals.

19. SHARE-BASED PAYMENT RESERVE (continued)

Any such performance incentives or long term performance goals are subject to determination by the Board and specified in the award agreement.

The Company uses the fair value method to recognize the obligation and compensation expense associated with the RSUs. The fair value of RSUs issued is determined on the grant date based on the market price of the common shares on the grant date multiplied by the number of RSUs granted. The fair value is expensed over the vesting term. Upon redemption of the RSU the carrying amount is recorded as an increase in common share capital and a reduction in the liability.

The following table summarizes changes in the number of RSUs outstanding:

	Number of RSU's
Balance, December 31, 2024	-
Granted	6,730,000
Cancelled	(100,000)
Exercised	(2,243,329)
Balance, December 31, 2025	4,386,671
Granted	3,500,000
Exercised	(2,233,333)
Balance, September 30, 2026	5,653,338

On April 6, 2026, 3,500,000 RSUs were granted to directors, officers, consultants and employees at a price of $1.15 vesting 1/3 on issuance, 1/3 after one year and 1/3 after two years.

RSU liability:

As at September 30, 2026 a liability of $3,516,897 (December 31, 2025 - $2,629,716) has been recorded for RSUs.

Share-based payment reserve:

The following table summarizes information about share-based payment reserve:

Balance as at December 31, 2024	$	347,000
Share-based expense - options		1,543,000
Transfer of reserve on exercise of options		(149,000)
Expiry/cancellation of stock options		(16,650)
Balance as at December 31, 2025	$	1,724,350
Share-based expense - options		3,201,000
Transfer of reserve on exercise of options		(190,300)
Balance as at September 30, 2026	$	4,735,050

20. FINANCIAL INSTRUMENTS

Financial assets and financial liabilities as at September 30, 2026 and December 31, 2025 were as follows:

	Fair value through profit or loss	Amortized cost	Other financial liabilities	Total
As at September 30, 2026				
Cash and cash equivalents	$ -	$ 36,486,317	$ -	$ 36,486,317
Amounts receivable	-	3,528	-	3,528
Receivable from gold sales	1,488,200	-	-	1,488,200
Reclamation and collateral deposits	-	3,978,300	-	3,978,300
Accounts payable and accrued liabilities	-	-	15,425,545	15,425,545
RSU liability	3,516,897	-	-	3,516,897
Leases payable	-	2,075,450	-	2,075,450
Loan payable	-	3,859,596	-	3,859,596
Gold linked notes	-	1,057,758	-	1,057,758
Gold linked notes – embedded derivative	838,000	-	-	838,000
As at December 31, 2025				
Cash and cash equivalents	$ -	$ 32,099,643	$ -	$ 32,099,643
Marketable securities	397,500	-	-	397,500
Amounts receivable	-	9,014	-	9,014
Receivable from gold sales	662,551	971,064	-	1,633,615
Reclamation deposits	-	1,468,300	-	1,468,300
Accounts payable and accrued liabilities	-	-	13,307,314	13,307,314
RSU liability	2,629,716	-	-	2,629,716
Leases payable	-	634,112	-	634,112
Gold linked notes	-	942,354	-	942,354
Gold linked notes – embedded derivative	893,000	-	-	893,000

The Company classifies its financial instruments carried at fair value according to a three level hierarchy that reflects the significance of the inputs used in making the fair value measurements. The three levels of fair value hierarchy are as follows:

- Level 1 – Unadjusted quoted prices in active markets for identical assets or liabilities;
- Level 2 - Inputs other than quoted prices that are observable for assets and liabilities, either directly or indirectly;
- Level 3 – Inputs for assets or liabilities that are not based on observable market data

The carrying value of cash and cash equivalents, amounts receivable (excluding receivables from gold sales), reclamation and collateral deposits, accounts payable and accrued liabilities, and leases payables approximate fair value because of the relatively short term nature of the instruments. The principal amount of the gold linked notes were issued in October 2024, as such, given limited time has elapsed, carrying value approximates fair value. The fair value of the loan payable approximates its principal amount of $4,270,233 because the loan was executed with a third party and the Company has not identified a significant change in market interest rates since the inception of the loan. This reflects a level 3 fair value measurement. The carrying value of common shares recorded as marketable securities reflect a level 1 fair value measurement. Receivables from gold sales and RSU liability reflect a level 2 fair value measurement. The carrying value of the derivative in gold linked reflects a level 3 fair value measurement.

21. RELATED PARTY DISCLOSURES

The following is a summary of the Company's related party transactions during the nine month periods ended September 30, 2026 and 2025:

The Company charged rent in the amount of $20,250 for the nine month period ended September 30, 2026 (2025 - $60,750) paid by JHI Associates Inc., a company with a certain common officer.

Compensation of Key Management Personnel of the Company

In accordance with IAS 24, key management personnel, including companies controlled by them, are those persons having authority and responsibility for planning, directing and controlling the activities of the Company directly or indirectly, including any directors (executive and non-executive) of the Company.

The remuneration of directors and key executives is determined by the compensation committee.

The remuneration of directors and other members of key management personnel during the nine month periods ended September 30, 2026 and 2025 were as follows:

	September 30, 2026	September 30, 2025
Short term employee benefits, director fees	**$ 1,967,021**	$ 1,285,587
Share based payments	**5,558,818**	1,069,104
	$ 7,525,839	$ 2,354,691

As at September 30, 2026, an amount of $42,079 (December 31, 2025 - $89,133) due to key management personnel, was included in accounts payable and accrued liabilities. This amount is unsecured, non-interest bearing and without fixed terms of repayment. A member of key management personnel participated in the gold linked note financing during 2024 and the carrying amount of the liability to this member of key management personnel under the gold linked notes at September 30, 2026 is $214,459 (December 31, 2025 - $207,626).

22. COMMITMENTS AND CONTINGENCIES

Due to the size, complexity and nature of the Company's operations, various legal, tax, environmental and regulatory matters are outstanding from time to time. By their nature, contingencies will only be resolved when one or more future events occur or fail to occur. The assessment of contingencies inherently involves the exercise of significant judgment and estimates of the outcome of future events.

23. ADMINISTRATION COSTS

	Three months ended		Nine months ended	
	September 30, 2026	September 30, 2025	**September 30, 2026**	September 30, 2025
General and administrative	**$ 535,721**	$ 255,735	**$ 1,630,228**	$ 703,154
Public company costs	**294,605**	308,581	**1,329,590**	843,499
Travel and other	**24,309**	58,493	**66,970**	126,540
	$ 854,635	$ 622,809	**$ 3,026,788**	$ 1,673,193

24. EVENTS AFTER THE REPORTING PERIOD

On October 29, 2026, the Company entered into a definitive agreement to acquire all of the outstanding securities of Midex Resources Ltd. ("Midex") by way of a three-cornered amalgamation (the "Transaction"). Midex is a private junior exploration company focused on gold properties in Ontario. Midex's main project is 100%-owned Berens project located north of Red Lake. Midex ownsthe Sturgeon Lake and Darkwater gold projects located between Thunder Bay and Pickle Lake. Under the terms of the Transaction, the Company has agreed to issue 3,000,000 shares of the Company (the "Consideration Shares") to acquire 100% of Midex shares outstanding. Holders of outstanding Midex warrants will receive Talisker replacement warrants adjusted in exercise price and number of underlying shares to reflect the share exchange ratio. Subject to the receipt of approval by Midex shareholders and applicable regulatory approvals, the Transaction is expected to close in late Q4 2026.