

PAN GLOBAL



RESOURCES INC

CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
(Unaudited - Expressed in Canadian dollars)

For the three and six months ended July 31, 2025

NOTICE TO READER

The accompanying unaudited condensed consolidated interim financial statements of Pan Global Resources Inc. for the three and six months ended July 31, 2025 and 2024 have been prepared by management and approved by the Audit Committee and the Board of Directors of the Company. These condensed consolidated interim financial statements have not been reviewed by the Company's external auditors.

PAN GLOBAL RESOURCES INC.**CONDENSED CONSOLIDATED INTERIM STATEMENTS OF FINANCIAL POSITION**

AS AT JULY 31 AND JANUARY 31, 2025

(Unaudited - Expressed in thousands of Canadian dollars unless otherwise noted)

	July 31, 2025	January 31, 2025
ASSETS		
Current assets		
Cash and cash equivalents (Note 3)	\$ 2,462	\$ 5,839
Receivables (Note 4)	173	196
Prepaid expenses	151	184
Total current assets	2,786	6,219
Non-current assets		
Exploration and evaluation assets (Note 5)	2,694	2,694
Reclamation deposits (Note 6)	219	175
Total non-current assets	2,913	2,869
TOTAL ASSETS	\$ 5,699	\$ 9,088
LIABILITIES AND SHAREHOLDERS' EQUITY		
LIABILITIES		
Current liabilities		
Accounts payable and accrued liabilities (Note 7 & 9)	\$ 406	\$ 284
Total liabilities	406	284
SHAREHOLDERS' EQUITY		
Share capital (Note 8)	59,136	59,136
Reserves	9,889	9,566
Accumulated deficit	(63,732)	(59,898)
Total shareholders' equity	5,293	8,804
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	\$ 5,699	\$ 9,088

Nature of operations and going concern (Note 1)

Subsequent event (Note 12)

These condensed consolidated interim financial statements were authorized for issuance by the Board of Directors on September 25, 2025.

Approved on behalf of the Board of Directors

"Robert Parsons" Director"Patrick Evans" Director

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

PAN GLOBAL RESOURCES INC.

CONDENSED CONSOLIDATED INTERIM STATEMENTS OF LOSS AND COMPREHENSIVE LOSS

FOR THE THREE AND SIX MONTHS ENDED JULY 31, 2025 AND 2024

(Unaudited - Expressed in thousands of Canadian dollars unless otherwise noted, except share and per share amounts)

	Three months ended July 31,		Six months ended July 31,	
	2025	2024	2025	2024
Exploration expenditures (Note 5 & 9)	\$ 1,200	\$ 1,358	\$ 2,615	\$ 2,181
General and administrative expenses				
Accounting, tax, and audit	32	29	50	44
Consulting fees	30	12	64	24
Directors' fees (Note 9)	34	34	68	74
Investor relations	170	102	335	223
Legal Fees (Note 9)	22	21	32	37
Management fees (Note 9)	127	103	233	206
Office and rent	40	34	95	72
Regulatory and transfer agent	23	29	49	53
Share-based compensation (Note 8 & 9)	119	102	323	330
Travel and related	56	26	78	72
	653	492	1,327	1,135
Loss from operations	(1,853)	(1,850)	(3,942)	(3,316)
Interest income	11	11	46	35
Foreign exchange and other	8	2	62	6
LOSS AND COMPREHENSIVE LOSS	\$ (1,834)	\$ (1,835)	\$ (3,834)	\$ (3,275)
Loss per common shares - basic and diluted	\$ (0.01)	\$ (0.01)	\$ (0.01)	\$ (0.01)
Weighted average number of common shares - basic and diluted	303,988,828	242,766,601	303,988,828	242,755,672

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

PAN GLOBAL RESOURCES INC.**CONDENSED CONSOLIDATED INTERIM STATEMENTS OF CASH FLOWS**

FOR THE THREE AND SIX MONTHS ENDED JULY 31, 2025 AND 2024

(Unaudited - Expressed in thousands of Canadian dollars unless otherwise noted)

	Six months ended	
	July 31,	
	2025	2024
CASH FLOWS FROM OPERATING ACTIVITIES		
Loss for the period	\$ (3,834)	\$ (3,275)
Items not affecting cash and cash equivalents:		
Share-based compensation	323	330
Interest income	(46)	(35)
Unrealized foreign exchange effect	(10)	(2)
Changes in non-cash working capital items:		
Receivables	(7)	40
Prepaid expenses	34	23
Accounts payable and accrued liabilities	122	(37)
Net cash used in operating activities	(3,418)	(2,956)
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest earned	76	50
Reclamation deposits (Note 6)	(35)	(1)
Net cash provided by investing activities	41	49
Change during the period	(3,377)	(2,970)
Cash and cash equivalents, beginning of period	5,839	4,735
Cash and cash equivalents, end of period	\$ 2,462	\$ 1,828

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

PAN GLOBAL RESOURCES INC.**CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY**

FOR THE THREE AND SIX MONTHS ENDED JULY 31, 2025 AND 2024

(Unaudited - Expressed in thousands of Canadian dollars unless otherwise noted, except share and per share amounts)

	Number of common shares	Share capital	Reserves	Accumulated deficit	Total
Balance, January 31, 2024	242,744,500	\$ 52,251	\$ 9,010	\$ (53,892)	\$ 7,369
RSUs settled (Note 8)	33,333	15	(15)	-	-
Share-based compensation	-	-	330	-	330
Loss for the period	-	-	-	(3,275)	(3,275)
Balance, July 31, 2024	242,777,833	52,266	9,326	(57,167)	64,425
Balance, January 31, 2025	303,988,828	\$ 59,136	\$ 9,566	\$ (59,898)	\$ 8,804
Share-based compensation	-	-	323	-	323
Loss for the period	-	-	-	(3,834)	(3,834)
Balance, July 31, 2025	303,988,828	\$ 59,136	\$ 9,889	\$ (63,732)	\$ 5,293

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

PAN GLOBAL RESOURCES INC.**NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS**

(Unaudited - Expressed in Canadian dollars unless otherwise noted. Tabular amounts are expressed in thousands of Canadian dollars, except share and per share amounts)

1. NATURE OF OPERATIONS

Pan Global Resources Inc. (hereafter referred to as “Pan Global” or the “Company”) was incorporated under the Business Corporations Act of British Columbia and on February 1, 2006.

The Company, through its subsidiary entities, is a resource-based company that holds interest in mineral exploration assets in Spain with a focus on copper and gold. Pan Global is actively targeting copper-rich mineral deposits, given copper’s compelling supply-demand fundamentals and outlook for strong long-term prices as a critical metal for global electrification and energy transition. The Company’s flagship Escacena Project is located in the Iberian Pyrite Belt in southern Spain and the Cármenes Project is located on the Rio Narcea Gold Belt in northern Spain. While the Cármenes Project was acquired for its known past-producing copper-cobalt-nickel deposits, previously unknown high-grade gold mineralization has recently been discovered.

The Company’s common shares are listed on the TSX Venture Exchange (“TSX-V”) under the trading symbol “PGZ”, on the OTCQB under the symbol “PGZFF” and on the Frankfurt stock exchange under the symbol “2EU”. The Company’s principal office is located at 1150 - 355 Burrard Street, Vancouver, British Columbia, V6C 2G8.

2. BASIS OF PRESENTATION AND GOING CONCERN

These condensed consolidated interim financial statements of the Company, including comparatives, have been prepared in accordance with accounting policies in compliance with International Financial Reporting Standards (“IFRS”) as issued by the International Accounting Standards Board (“IASB”) and Interpretations (collectively IFRS accounting standards) on a going concern basis, which assumes that the Company will be able to meet its obligations and continue its operations for the next twelve months. Realization values may be substantially different from carrying values as shown and these condensed consolidated interim financial statements and do not give effect to adjustments that would be necessary to the carrying values and classification of assets and liabilities, and these adjustments may be material, should the Company be unable to continue as a going concern. The Company has incurred losses from inception and does not currently have the financial resources to sustain its operations and exploration programs. These factors may cast significant doubt upon the Company’s ability to continue as a going concern and, therefore, it may be unable to realize its assets and discharge its liabilities in the normal course of business. Although the Company has been successful in the past in obtaining financing, there is no assurance that it will be able to obtain adequate financing in the future or that such financing will be on terms advantageous to the Company.

These condensed consolidated interim financial statements follow the same accounting policies and methods of application as the most recent annual audited consolidated financial statements and should be read in conjunction with the audited financial statements of the Company for the year ended January 31, 2025.

The condensed consolidated interim financial statements of the Company for the three and six months ended July 31, 2025, were approved, and authorized for issue by the Board of Directors on September 25, 2025.

3. CASH AND CASH EQUIVALENTS

		July 31, 2025		January 31, 2025
Cash	\$	1,308	\$	1,310
Cash equivalents		1,154		4,529
	\$	2,462	\$	5,839

PAN GLOBAL RESOURCES INC.**NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS**

(Unaudited - Expressed in Canadian dollars unless otherwise noted. Tabular amounts are expressed in thousands of Canadian dollars, except share and per share amounts)

4. RECEIVABLES

The Company's receivables consist of the following:

		July 31, 2025		January 31, 2025
VAT recoverable (Spain)	\$	146	\$	124
GST recoverable (Canada)		19		34
Interest receivable		8		38
	\$	173	\$	196

5. EXPLORATION AND EVALUATION ASSETS**Exploration and Evaluation Assets**

		July 31, 2025		January 31, 2025		January 31, 2024
Escacena Project, Spain	\$	795	\$	795	\$	795
Águilas Project, Spain		1,465		1,465		1,465
Cármenes Project, Spain		434		434		434
	\$	2,694	\$	2,694	\$	2,694

Escacena Project, Spain

In December 2018, EVALAM 2003 S.L. ("EVALAM") was granted the Escacena Investigation Permit located in the Iberian Pyrite Belt in southern Spain, which was the subject of an agreement between EVALAM and the Company, which had an option to acquire 100% of the Escacena Investigation Permit for the following consideration: (a) \$350,000 in cash (paid) and (b) \$1,000,000 in exploration work commitments over a three-year period (spent). The Company exercised its option to acquire the permit in October 2020. EVALAM retains a net smelter return ("NSR") of 0.5% on the first 12,500 tonnes of copper equivalent and 0.75% on any amount in excess of 12,500 tonnes of copper equivalent. The NSR has a lifetime cap of \$5,000,000.

Cármenes Project, Spain

During the year ended January 31, 2023, the Company completed the acquisition of the three Investigation Permits from the Spanish state-owned entity SIEMCALSA, together with all associated exploration data for aggregate cash payments totaling €300,000 (or approximately \$434,000). Two additional granted Investigation Permits were obtained as a result of mineral rights applications by the Company's wholly owned subsidiary, Minera Águila Sociedad Limitada (MASL).

Águilas Project, Spain

In August 2020, the Company completed the acquisition of MASL, a Spanish exploration company, from a related party, which had been granted mineral exploration licenses, and applied for the issuance of additional mineral exploration licenses in the Provinces of Cordoba and Ciudad Real, Spain, collectively referred to as the "Águilas Project". In January 2022, the Company made an advance payment of €363,000 (or \$516,469) for the acquisition of additional permits.

PAN GLOBAL RESOURCES INC.**NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS**

(Unaudited - Expressed in Canadian dollars unless otherwise noted. Tabular amounts are expressed in thousands of Canadian dollars, except share and per share amounts)

Exploration Expenditures (included in the condensed consolidated interim statements of loss and comprehensive loss)

Six months ended July 31, 2025	Escacena		Águilas		Cármenes		Total
Drilling	\$	834	\$	-	\$	242	\$ 1,076
License fees		54		-		16	70
Professional fees and field office		250		-		62	312
Technical consulting		40		-		40	80
Technical services		920		-		72	992
Travel and other		59		-		26	85
	\$	2,157	\$	-	\$	458	\$ 2,615

Six months ended July 31, 2024	Escacena		Águilas		Cármenes		Total
Drilling	\$	648	\$	27	\$	-	\$ 675
License fees		84		-		-	84
Professional fees and field office		286		54		-	340
Technical consulting		39		39		-	78
Technical services		945		3		-	948
Travel and other		44		12		-	56
	\$	2,046	\$	135	\$	-	\$ 2,181

6. RECLAMATION DEPOSITS

As at July 31, 2025, the Company held reclamation deposits totaling \$219,158 or €138,530 (January 31, 2025 - \$174,512 or €116,016) in connection to the exploration and investigation permits in Spain.

7. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

The Company's accounts payable and accrued liabilities consist of the following:

	July 31, 2025		January 31, 2025	
Accounts payable	\$	370	\$	223
Accrued liabilities		36		61
	\$	406	\$	284

8. SHARE CAPITAL**Authorized Share Capital**

Authorized share capital consists of:

- unlimited number of common shares without par value
- unlimited class "A" common shares with a par value of \$1 per share
- unlimited class "B" common shares with a par value of \$5 per share

During the six months ended July 31, 2024, the Company issued 33,333 common shares for vested RSUs and reallocated \$14,667 from reserves for these shares issued upon settlement of the RSUs.

PAN GLOBAL RESOURCES INC.**NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS**

(Unaudited - Expressed in Canadian dollars unless otherwise noted. Tabular amounts are expressed in thousands of Canadian dollars, except share and per share amounts)

Stock Options

The movements in stock options for the six months ended July 31, 2025 and year ended January 31, 2025 are summarized as follows:

	Number	Weighted average exercise price
Balance, January 31, 2024	18,757,500	\$ 0.34
Granted	3,450,000	0.11
Expired/cancelled	(920,000)	0.37
Balance, January 31, 2025	21,317,500	0.30
Granted	500,000	0.145
Expired/cancelled	(245,000)	0.20
Balance, July 31, 2025	21,572,500	\$ 0.29

Stock Options

As at July 31, 2025, the weighted average remaining life of the stock options outstanding was 3.83 years (January 31, 2025 - 4.30 years) and the Company's outstanding stock options are as follows:

Expiry date	Exercise price	Outstanding	Exercisable
April 18, 2027	\$ 0.10	1,850,000	1,850,000
June 26, 2027	\$ 0.20	300,000	300,000
July 5, 2027	\$ 0.40	250,000	250,000
August 16, 2027	\$ 0.47	750,000	750,000
November 7, 2027	\$ 0.405	350,000	275,000
December 1, 2027	\$ 0.20	1,900,000	1,900,000
January 30, 2028	\$ 0.44	2,010,000	2,010,000
May 25, 2028	\$ 0.35	500,000	500,000
June 20, 2028	\$ 0.215	125,000	125,000
December 22, 2028	\$ 0.20	1,887,500	1,887,500
April 16, 2029	\$ 0.10	1,315,000	1,315,000
December 31, 2029	\$ 0.10	3,000,000	1,575,000
June 16, 2030	\$ 0.145	500,000	-
July 31, 2030	\$ 0.31	3,400,000	3,400,000
August 31, 2031	\$ 0.60	3,435,000	3,435,000
		21,572,500	19,572,500

PAN GLOBAL RESOURCES INC.**NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS**

(Unaudited - Expressed in Canadian dollars unless otherwise noted. Tabular amounts are expressed in thousands of Canadian dollars, except share and per share amounts)

Warrants

The movements in warrants for the six months ended July 31, 2025 and year ended January 31, 2025 are summarized as follows:

	Number	Weighted average exercise price
Balance, January 31, 2024	30,350,000	\$ 0.30
Issued	30,209,664	0.16
Balance, January 31 and July 31, 2025	60,559,664	\$ 0.23

As at July 31, 2025, the weighted average remaining life of the warrants outstanding was 1.01 years (January 31, 2025 - 1.50 years) and the Company's outstanding warrants are as follows:

Expiry date	Exercise price	Outstanding
May 6, 2026	\$ 0.16	30,209,664
October 31, 2026	\$ 0.30	30,350,000
		60,559,664

Restricted Share Units

The movements in restricted share units ("RSUs") for the six months ended July 31, 2025 and year ended January 31, 2025 are summarized as follows:

	Number
Balance, January 31, 2024	1,650,000
Granted	1,400,000
Vested	(825,000)
Expired/cancelled	(141,668)
Balance, January 31, 2025	2,083,332
Expired/cancelled	(250,000)
Balance, July 31, 2025	1,833,332

Deferred Share Units

The movements in deferred share units ("DSUs") for the six months ended July 31, 2025 and year ended January 31, 2025 are summarized as follows:

	Number
Balance, January 31, 2024	650,000
Granted	-
Balance, January 31 and July 31, 2025	650,000

PAN GLOBAL RESOURCES INC.**NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS**

(Unaudited - Expressed in Canadian dollars unless otherwise noted. Tabular amounts are expressed in thousands of Canadian dollars, except share and per share amounts)

Share-based Compensation

In accordance with the vesting terms of stock options, RSUs, and DSUs granted, the Company recorded share-based compensation of \$244,448, \$78,549, and \$Nil (2024 - \$190,769, \$84,661, and \$54,905), respectively, with offsetting credits to reserves during the six months ended July 31, 2025.

9. RELATED PARTY TRANSACTIONS

The aggregate value of transactions relating to directors and key management personnel, including the Company's President & Chief Executive Officer, Chief Financial Officer, and Corporate Secretary, were as follows:

For the six months ended	July 31, 2025	July 31, 2024
Directors' fees	\$ 68	\$ 74
Management fees	233	205
Legal fees	32	37
E&E Expenditures	80	78
Share-based compensation	128	258
	\$ 541	\$ 652

10. SEGMENTED INFORMATION

The Company operates in a single reportable operating segment, being the exploration and evaluation of mineral properties. Geographic information about the Company's non-current assets, as at July 31, 2025 is as follows: Spain - \$2,912,333 (January 31, 2025 - \$2,891,602); Canada - \$Nil (January 31, 2025 - \$Nil).

11. FINANCIAL INSTRUMENTS

The Company classified its financial instruments as follows:

	July 31, 2025	January 31, 2025
Financial assets - amortized costs:		
Cash and cash equivalents	\$ 2,462	\$ 5,839
Receivables	8	38
Reclamation deposits	219	175
Financial liabilities - amortized costs:		
Accounts payable and accrued liabilities	\$ (406)	\$ (284)

Fair Value

Financial instruments recorded at fair value on the consolidated statement of financial position are classified using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

- 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 or liabilities, either directly or indirectly; and
- Level 3 - Inputs for assets and liabilities that are not based on observable market data.

The fair value hierarchy requires the use of observable market inputs whenever such inputs exist. A financial instrument is classified to the lowest level of the hierarchy for which a significant input has been considered in measuring fair value. The

PAN GLOBAL RESOURCES INC.**NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS**

(Unaudited - Expressed in Canadian dollars unless otherwise noted. Tabular amounts are expressed in thousands of Canadian dollars, except share and per share amounts)

carrying value of cash and cash equivalents, interest receivable, reclamation deposits, and accounts payable and accrued liabilities approximated their fair value because of the short-term nature of these instruments.

Risk and Capital Management

The Company's capital includes share capital and the cumulative deficit. The Company's objectives when managing capital are to safeguard the entity's ability to continue as a going concern, so that it can continue to provide returns for shareholders and benefits for other stakeholders. The Company manages the capital structure and makes adjustments to it in light of changes in economic conditions and the risk characteristics of the underlying assets. The Company may issue new shares in order to meet its financial obligations. There was no change in the Company's approach to managing capital during the three and six months ended July 31, 2025. The Board of Directors has overall responsibility for the establishment and oversight of the Company's risk management framework.

The Company's activities expose it to a variety of financial risks, market risk (including currency risk, cash flow interest rate risk and price risk), credit risk and liquidity risk. The Company's overall risk management program focuses on the unpredictability of financial markets and seeks to minimize potential adverse effects on the financial performance of the Company. This note presents information about the Company's exposure to each of these risks, the Company's objectives and processes for measuring and managing risk, and the Company's management of capital. The Company is not subject to any externally imposed capital restrictions.

Credit Risk

Credit risk arises from cash and deposits with banks, as well as credit exposure on outstanding receivables and committed transactions. The Company's cash deposits are primarily held with a Canadian chartered bank. The Company's receivables exposure relates to amounts due from the governments of Canada and Spain pursuant to goods and services tax and VAT credits.

Interest Rate Risk

As the Company's interest-bearing assets do not have significant interest rates, the Company's income and operating cash flows are not significantly affected by changes in market interest rates.

Currency Risk

The Company has identified its functional currency as the Canadian dollar. Certain of the Company's exploration expenditures have been incurred in Euros and United States dollars ("USD"). The Company's exposure to foreign currency risk arises primarily on fluctuations between the Canadian dollar and those currencies. The Company has not entered into any derivative instruments to manage foreign exchange fluctuations. Management believes the foreign exchange risk related to currency conversions is minimal.

Liquidity Risk

Liquidity risk is the risk that the Company will not be able to meet its financial obligations as they fall due. The Company has in place a planning and budgeting process to help determine the funds required to ensure the Company has the appropriate liquidity to meet its operating and growth objectives. The Company has historically relied on the issuance of shares and warrants to fund exploration programs and will require doing so again in the future.

12. SUBSEQUENT EVENT

Subsequent to the period ended July 31, 2025, the Company issued 150,000 common shares on the exercise of stock options for total consideration of \$15,000 and issued 100,000 common shares on the settlement of RSUs. The Company granted 500,000 stock options to a newly appointed director of the Company. The stock options are exercisable at \$0.13 per share for a period of five years with a vesting term of two years.