

PAN GLOBAL



RESOURCES INC

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

For the three and six months ended July 31, 2026 and 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, 2026 and 2025 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, 2026

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

	July 31, 2026	January 31, 2026
ASSETS		
Current assets		
Cash and cash equivalents (Note 3)	\$ 10,438	\$ 6,454
Receivables	368	255
Prepaid expenses	228	164
Total current assets	11,034	6,873
Non-current assets		
Exploration and evaluation assets (Note 4)	2,694	2,694
Reclamation deposits (Note 5)	224	223
Total non-current assets	2,918	2,917
TOTAL ASSETS	\$ 13,952	\$ 9,790
LIABILITIES AND SHAREHOLDERS' EQUITY		
LIABILITIES		
Current liabilities		
Accounts payable and accrued liabilities (Note 6 & 8)	\$ 378	\$ 598
Total liabilities	378	598
SHAREHOLDERS' EQUITY		
Share capital (Note 7)	75,898	67,540
Reserves	10,255	9,920
Accumulated deficit	(72,579)	(68,268)
Total shareholders' equity	13,574	9,192
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	\$ 13,952	\$ 9,790

Nature of operations (Note 1)

Going concern (Note 2)

These condensed consolidated interim financial statements were authorized for issuance by the Board of Directors on September 18, 2026.

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, 2026 AND 2025

(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,	
	2026	2025	2026	2025
Exploration expenditures (Note 4 & 8)	\$ 1,712	\$ 1,200	\$ 2,769	\$ 2,615
General and administrative expenses				
Accounting, tax, and audit	35	32	54	50
Consulting fees	34	30	107	64
Directors' fees (Note 8)	57	34	113	68
Investor relations	191	170	469	335
Legal Fees (Note 8)	26	22	35	32
Management fees (Note 8)	103	127	207	233
Office and rent	33	40	72	95
Regulatory and transfer agent	39	23	56	49
Share-based compensation (Note 7 & 8)	172	119	369	323
Travel and related	45	56	119	78
	735	653	1,601	1,327
Loss from operations	(2,447)	(1,853)	(4,370)	(3,942)
Interest income	48	11	71	46
Foreign exchange and other	(6)	8	(12)	62
LOSS AND COMPREHENSIVE LOSS	\$ (2,405)	\$ (1,834)	\$ (4,311)	\$ (3,834)
Loss per common shares - basic and diluted	\$ (0.01)	\$ (0.01)	\$ (0.01)	\$ (0.01)
Weighted average number of common shares - basic and diluted	386,553,347	303,988,828	372,054,381	303,988,828

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 SIX MONTHS ENDED JULY 31, 2026 AND 2025

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

	Six months ended	
	July 31,	
	2026	2025
CASH FLOWS FROM OPERATING ACTIVITIES		
Loss for the period	\$ (4,311)	\$ (3,834)
Items not affecting cash and cash equivalents:		
Share-based compensation	369	323
Interest income	(71)	(46)
Unrealized foreign exchange effect	(1)	(10)
Changes in non-cash working capital items:		
Receivables	(114)	(7)
Prepaid expenses	(64)	34
Accounts payable and accrued liabilities	(220)	122
Net cash used in operating activities	(4,412)	(3,418)
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest earned	72	76
Reclamation deposits (Note 5)	-	(35)
Net cash provided by investing activities	72	16
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from insurance of shares (Note 7)	7,200	-
Share issue costs	(41)	-
Exercise of stock options (Note 7)	12	-
Exercise of warrants (Note 7)	1,153	-
Net cash provided by financing activities	8,324	-
Change during the period	3,984	(3,377)
Cash and cash equivalents, beginning of period	6,454	5,839
Cash and cash equivalents, end of period	\$ 10,438	\$ 2,462

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 SIX MONTHS ENDED JULY 31, 2026 AND 2025

(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, 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
Balance, January 31, 2026	357,051,911	\$ 67,540	\$ 9,920	\$ (68,268)	\$ 9,192
Private placement (Note 7)	45,000,000	7,200	-	-	7,200
Share issue costs (Note 7)	-	(41)	-	-	(41)
Exercise of stock options (Note 7)	118,750	21	(9)	-	12
Exercise of warrants (Note 7)	7,205,495	1,153	-	-	1,153
Vesting of RSUs (Note 7)	250,000	25	(25)	-	-
Share-based compensation	-	-	369	-	369
Loss for the period	-	-	-	(4,311)	(4,311)
Balance, July 31, 2026	409,626,156	\$ 75,898	\$ 10,255	\$ (72,579)	\$ 13,574

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 Suite 318 - 1199 West Pender Street, Vancouver, British Columbia, V6E 2R1.

2. BASIS OF PRESENTATION AND GOING CONCERN

These condensed consolidated interim financial statements of the Company, including comparatives, have been prepared in accordance IFRS® Accounting Standards as issued by the International Accounting Standards Board (“IASB”) and Interpretations (collectively “IFRS”) 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. 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. 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.

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, 2026.

The condensed consolidated interim financial statements are presented in Canadian dollars, which is also the Company's and its subsidiaries’ functional currency, except where otherwise indicated. The condensed consolidated interim financial statements of the Company for the three and six months ended July 31, 2026, were approved, and authorized for issue by the Board of Directors on September 18, 2026.

3. CASH AND CASH EQUIVALENTS

		July 31, 2026		January 31, 2026
Cash	\$	9,438	\$	6,154
Cash equivalents		1,000		300
	\$	10,438	\$	6,454

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

	July 31, 2026	January 31, 2026	January 31, 2025
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.

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

Six months ended July 31, 2026	Escacena	Cármenes	Total
Drilling	\$ 557	\$ 290	\$ 847
License fees	44	16	60
Professional fees and field office	332	111	443
Technical consulting	41	42	83
Technical services	1,194	24	1,218
Travel and other	94	24	118
	\$ 2,262	\$ 507	\$ 2,769

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)

Six months ended July 31, 2025	Escacena	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

5. RECLAMATION DEPOSITS

As at July 31, 2026, the Company held reclamation deposits totaling \$223,651 or €138,530 (January 31, 2026 - \$223,327 or €138,530) in connection to the exploration and investigation permits in Spain.

6. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

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

	July 31, 2026	January 31, 2026
Accounts payable	\$ 291	\$ 470
Accrued liabilities	87	128
	\$ 378	\$ 598

7. SHARE CAPITAL**Authorized Share Capital**

Authorized share capital consists of:

- Unlimited number of common shares without par value, with 409,626,156 common shares issued and outstanding as at July 31, 2026 (303,988,828 - 2025).
- Unlimited class "A" common shares with a par value of \$1 per share, with Nil common shares issued and outstanding as at July 31, 2026 (Nil - 2025).
- Unlimited class "B" common shares with a par value of \$5 per share, with Nil common shares issued and outstanding as at July 31, 2026 (Nil - 2025).

Share Issuance

In the six months ended July 31, 2026, and the year ended January 31, 2026, the Company completed the following private placements.

- In October 2025, the Company completed the first tranche of a non-brokered private placement issuing 14,517,500 common shares at a price of \$0.16 per share for aggregate gross proceeds of \$2,322,800. The Company paid finders' fees of \$46,368 in connection with this first tranche.
- In December 2025, the Company completed the second tranche of a non-brokered private placement issuing 2,887,250 common shares at a price of \$0.16 per share for aggregate gross proceeds of \$461,960. The Company paid finders' fees of \$13,200 in connection with this second tranche.
- In January 2026, the Company completed a non-brokered private placement issuing 35,000,000 common shares at a price of \$0.16 per share for aggregate gross proceeds of \$5,600,000. The Company paid finders' fees of \$Nil in connection with this private placement.
- In June 2026, the Company completed a non-brokered private placement with Alpayana S.A.C., a strategic investor, issuing 45,000,000 common shares at a price of \$0.16 per share for aggregate gross proceeds of \$7,200,000. The

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

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Company paid finders' fees of \$Nil in connection with this private placement. Upon completion of the private placement, Alpayana S.A.C. held approximately 19.55% of the Company's outstanding common shares.

During the six months ended July 31, 2026, the Company issued 7,205,495 common shares for the exercise of warrants at a price of \$0.16 per common share, for gross proceeds of \$1,152,879 (2025 - Nil, \$Nil and \$Nil). A balance of 23,004,169 warrants expired on May 6, 2026.

During the six months ended July 31, 2026, The Company issued 118,750 (2025 - Nil) common shares on the exercise of stock options for proceeds of \$11,875 (2025 - \$Nil) and reallocated \$9,306 from reserves for exercise of stock options (2025 - \$Nil).

During the six months ended July 31, 2026, the Company issued 250,000 common shares for vested RSUs (2025 - Nil) and reallocated \$25,000 from reserves for these shares issued (2025 - \$Nil).

Stock Options

The movements in stock options for the six months ended July 31, 2026 and year ended January 31, 2026 are summarized as follows:

	Number	Weighted average exercise price
Balance, January 31, 2025	21,317,500	\$ 0.29
Granted	1,000,000	0.14
Exercised	(150,000)	0.10
Forfeited	(1,295,000)	0.38
Balance, January 31, 2026	20,872,500	0.28
Granted	5,425,000	0.14
Exercised	(118,750)	0.10
Forfeited	(212,500)	0.17
Balance, July 31, 2026	25,966,250	\$ 0.25

As at July 31, 2026, the weighted average remaining life of the stock options outstanding was 3.28 years (January 31, 2026 - 3.43 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
November 7, 2027	\$ 0.405	350,000	350,000
December 1, 2027	\$ 0.20	1,900,000	1,900,000
January 30, 2028	\$ 0.44	1,835,000	1,835,000
May 25, 2028	\$ 0.35	500,000	500,000
June 20, 2028	\$ 0.215	125,000	125,000
December 22, 2028	\$ 0.20	1,712,500	1,712,500
April 16, 2029	\$ 0.10	1,315,000	1,315,000
December 19, 2029	\$ 0.10	2,681,250	2,681,250
June 16, 2030	\$ 0.145	500,000	250,000
July 31, 2030	\$ 0.31	3,400,000	3,400,000
September 16, 2030	\$ 0.13	500,000	-
April 1, 2031	\$ 0.14	5,312,500	1,356,250
August 18, 2031	\$ 0.60	3,435,000	3,435,000
		25,966,250	21,260,000

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Using the fair value method for share-based payments, the Company determined the weighted average fair value of the options granted during the six months ended July 31, 2026 to be \$460,103 or \$0.08 per option (2025 - \$51,267 or \$0.10) using the Black-Scholes option pricing model with weighted average assumptions as follows:

For the six months ended	July 31, 2026	July 31, 2025
Risk-free interest rate	3.11%	2.99%
Expected dividend yield	0%	0%
Expected stock price volatility	71%	79%
Expected life in years	5	5
Forfeiture rate	0%	0%

Warrants

The movements in warrants for the six months ended July 31, 2026 and year ended January 31, 2026 are summarized as follows:

	Number	Weighted average exercise price
Balance, January 31, 2025	60,559,664	\$ 0.23
Forfeited	(2,000,000)	0.30
Balance, January 31, 2026	58,559,664	\$ 0.23
Exercised	(7,205,495)	0.16
Forfeited	(23,004,169)	0.16
Balance, July 31, 2026	28,350,000	\$ 0.30

As at July 31, 2026, the weighted average remaining life of the warrants outstanding was 0.25 years (January 31, 2026 - 0.50 years) and the Company's outstanding warrants are as follows:

Expiry date	Exercise price	Outstanding
October 31, 2026	\$ 0.30	28,350,000
		28,350,000

Restricted Share Units

The movements in restricted share units ("RSUs") for the six months ended July 31, 2026 and year ended January 31, 2026 are summarized as follows:

	Number
Balance, January 31, 2025	2,083,333
Granted	1,015,150
Vested	(508,333)
Forfeited	(250,000)
Balance, January 31, 2026	2,340,150
Vested	(250,000)
Balance, July 31, 2026	2,090,150

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)

Deferred Share Units

The movements in deferred share units ("DSUs") for the six months ended July 31, 2026 and year ended January 31, 2026 are summarized as follows:

	Number
Balance, January 31, 2025, 2026 and July 31, 2026	650,000

Share-based Compensation

In April 2026, the Company granted 5,425,000 stock options to directors, officers, employees, and consultants of the Company with an exercise price of \$0.14 per option with an expiry date of April 1, 2031.

In January 2026, as short-term incentive compensation, the Company granted 1,015,150 RSUs to officers of the Company with an expiry date of January 23, 2031.

In September 2025, the Company granted 500,000 stock options to a director of the Company with an exercise price of \$0.13 per option with an expiry date of September 16, 2030.

In June 2025, the Company granted 500,000 stock options to an officer of the Company with an exercise price of \$0.145 per option with an expiry date of June 16, 2030.

In accordance with the vesting terms of stock options and RSUs granted, the Company recorded share-based compensation of \$271,471 and \$97,410, respectively, with offsetting credits to reserves during the six months ended July 31, 2026 (2025 - \$244,448 and \$78,549).

8. RELATED PARTY TRANSACTIONS

Related parties are those persons having authority and responsibility for planning, directing and controlling the activities of the Company, either directly or indirectly. Related parties of the Company include the members of the Board, key management personnel, including the Company's President & Chief Executive Officer, Chief Financial Officer and Corporate Secretary, and former Corporate Secretary (legal counsel to the Company), and any companies controlled by these individuals.

For the period ended July 31, 2026 and 2025, transactions with these with related parties were as follows:

For the six months ended	July 31, 2026	July 31, 2025
Directors' fees	\$ 113	\$ 68
Management fees	207	233
Legal fees	-	32
E&E Expenditures	83	80
Share-based compensation	234	128
	\$ 637	\$ 541

As at July 31, 2026, the Company owed \$29,150 to related parties (January 31, 2026 - \$13,390), which has been recorded in accounts payable and accrued liabilities.

9. 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, 2026 is as follows: Spain - \$2,916,827 (January 31, 2026 - \$2,916,501); Canada - \$Nil (January 31, 2026 - \$Nil).

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)

10. FINANCIAL INSTRUMENTS

The Company classified its financial instruments as follows:

	July 31, 2026	January 31, 2026
Financial assets - amortized costs:		
Cash and cash equivalents	\$ 10,438	\$ 5,839
Receivables	4	46
Reclamation deposits	224	223
Financial liabilities - amortized costs:		
Accounts payable and accrued liabilities	\$ (378)	\$ (598)

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:

- a) Level 1 - Unadjusted quoted prices in active markets for identical assets or liabilities;
- b) Level 2 - Inputs other than quoted prices that are observable for assets or liabilities, either directly or indirectly; and
- c) 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 carrying value of cash and cash equivalents, interest receivable, reclamation deposits, and accounts payable and accrued liabilities approximate their fair value because of the short-term nature of these instruments.

Risk and Capital Management

The Company's capital includes share capital and 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 six months ended July 31, 2026. 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 to 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.

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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. The Company's significant undiscounted commitments as at July 31, 2026 are as follows:

	Less than			Total
	1 year			
Accounts payable and accrued liabilities	\$	378	\$	378
