



**SNOWLINE
GOLD CORP**

SNOWLINE GOLD CORP.

CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS
For the three and six months ended June 30, 2025 and 2024

(Unaudited - Expressed in Canadian Dollars)

Snowline Gold Corp.

Condensed Interim Consolidated Statements of Financial Position
(Unaudited - Expressed in Canadian Dollars)

	Note	June 30, 2025	December 31, 2024
		\$	\$
		(Unaudited)	(Audited)
Assets			
Current assets			
Cash and cash equivalents		51,968,361	43,418,552
Receivables		661,096	1,368,209
Prepays and deposits		2,215,953	927,437
Investments	3	-	102,500
		54,845,410	45,816,698
Property and equipment	4	3,234,821	3,231,475
Deposits		60,000	60,000
Right-of-use asset	9	276,508	66,359
Reclamation bond		533,366	315,387
Resource properties	3	19,573,330	19,573,330
Total Assets		78,523,435	69,063,249
Liabilities			
Current liabilities			
Accounts payable and accrued liabilities		5,340,678	1,147,250
Lease liability	9	112,656	24,669
Deferred acquisition payments	3,8	-	244,864
Flow-through premium liability	6	7,691,862	9,351,843
Share-based compensation liabilities	7	262,676	16,609
		13,407,872	10,785,235
Flow-through premium liability	6	5,413,300	-
Rehabilitation provision	12	939,060	763,878
Lease liability	9	143,623	16,037
Total Liabilities		19,903,855	11,565,150
Equity Attributable to Shareholders			
Share capital	7	127,935,228	115,622,905
Share subscriptions received	7	-	28,800
Contributed surplus	7	19,649,502	17,024,773
Deficit		(88,965,150)	(75,178,379)
Total Shareholders' Equity		58,619,580	57,498,099
Total Liabilities and Shareholders' Equity		78,523,435	69,063,249

Nature of operations and going concern (Note 1 and 2)

Contingencies (Note 3)

Subsequent events (Note 3 and 16)

Approved by the Board of Directors on August 12, 2025:

“C. Hart” Director

Craig Hart

“R. Doyle” Director

Rob Doyle

Snowline Gold Corp.

Condensed Interim Consolidated Statements of Loss and Comprehensive Loss

For the three and six months ended June 30, 2025 and 2024

(Unaudited - Expressed in Canadian Dollars)

	Note	Three months ended		Six months ended	
		June 30, 2025	June 30, 2024	June 30, 2025	June 30, 2024
Operating expenses					
Exploration expenditures	5	11,397,776	8,583,993	13,382,828	9,624,050
Share-based payment expense	7,8	2,192,761	2,792,557	3,414,150	5,752,317
Wages and salaries	8	434,314	270,651	768,132	563,025
Depreciation	4,9	266,469	136,394	487,628	205,851
Office and miscellaneous	8	307,596	61,251	453,072	166,262
Investor relations		102,287	186,352	364,021	301,686
Professional fees		183,343	182,583	322,059	366,686
Transfer agent and regulatory fees		52,200	67,417	95,837	100,892
Consulting		11,347	7,481	24,365	15,671
Total operating expenses		(14,948,093)	(12,288,679)	(19,312,092)	(17,096,440)
Loss before other income (expenses)		(14,948,093)	(12,288,679)	(19,312,092)	(17,096,440)
Other income (expenses)					
Accretion and lease interest		(25,176)	(13,095)	(37,523)	(31,569)
Foreign exchange gain (loss)		832	(4,898)	(6,606)	(8,204)
Finance income		417,543	719,850	876,713	1,114,848
Recovery on flow through share premium	6	4,022,181	3,049,520	4,574,835	3,368,868
Fair value adjustments		(50,848)	6,188	(96,765)	(8,971)
Gain on investments	3	176,406	-	208,906	-
Other income		2,400	26,167	5,761	39,319
Total other income		4,543,338	3,783,732	5,525,321	4,474,291
Net loss and comprehensive loss		(10,404,755)	(8,504,947)	(13,786,771)	(12,622,149)
Loss per share – basic and diluted		(0.06)	(0.05)	(0.09)	(0.08)
Weighted average number of shares outstanding – basic and diluted		160,633,001	155,563,463	159,605,575	151,391,521

Snowline Gold Corp.

Condensed Interim Consolidated Statements of Cash Flows
 For the six months ended June 30, 2025 and 2024
(Unaudited - Expressed in Canadian Dollars)

	Six months ended June 30, 2025	Six months ended June 30, 2024
	\$	\$
Cash Provided From (Used In)		
Operating Activities		
Net loss	(13,786,771)	(12,622,149)
Items not affecting cash:		
Share-based payment expense	3,414,150	5,752,317
Depreciation	487,628	205,851
Accretion and lease interest	37,523	31,569
Fair value adjustments	96,765	8,971
Gain on investments	(208,906)	-
Recovery on flow-through share premium	(4,574,835)	(3,368,869)
Recognition and measurement of rehabilitation provision	143,723	153,797
Gain on sale of property and equipment	-	(4,084)
Cash used in operations before working capital items	(14,390,723)	(9,842,597)
Net change in working capital items		
Receivables	707,113	(496,166)
Prepays and deposits	(1,288,516)	(933,822)
Accounts payable and accrued liabilities	4,070,837	3,346,950
Cash used in operations	(10,901,289)	(7,925,635)
Investing Activities		
Purchase of property and equipment	(310,479)	(995,838)
Acquisition of resource properties	-	(2,297,544)
Lease payment	(53,408)	(30,000)
Purchase of exploration bond	(217,979)	(315,387)
Proceeds from sale of investment	311,406	-
Proceeds from sale of property and equipment	-	13,000
Deferred acquisition payment	(250,000)	(250,000)
Cash used in investing activities	(520,460)	(3,875,769)
Financing Activities		
Proceeds from private placement, net of issuance costs	18,768,998	30,170,280
Proceeds from warrants exercised	700,000	12,500,000
Proceeds from options exercised	502,560	278,572
Cash provided by financing activities	19,971,558	42,948,852
Change in cash and cash equivalents	8,549,809	31,147,448
Cash and cash equivalents – beginning	43,418,552	35,794,481
Cash and cash equivalents – end	51,968,361	66,941,929
Cash and cash equivalents consisted of:		
Cash deposited with a Canadian Senior Bank	\$ 6,183,029	\$ 261,047
Term deposits and guaranteed investment certificates issued	45,785,332	66,680,882
	\$ 51,968,361	\$ 66,941,929

Supplemental cash flow (Note 11)

Snowline Gold Corp.

Condensed Interim Consolidated Statements of Changes in Shareholders' Equity
 For the six months ended June 30, 2025 and 2024
(Unaudited - Expressed in Canadian Dollars)

	Common Shares #	Share Capital \$	Share Subscriptions received \$	Contributed Surplus \$	Deficit \$	Total \$
Balance – December 31, 2024	158,517,166	115,622,905	28,800	17,024,773	(75,178,379)	57,498,099
Issued:						
Pursuant to private placements (net of share issuance costs)	1,875,000	18,768,998	-	-	-	18,768,998
Flow-through liability	-	(8,328,154)	-	-	-	(8,328,154)
Warrants exercised	200,000	940,231	-	(240,231)	-	700,000
Options exercised	251,000	931,248	(28,800)	(399,888)	-	502,560
Share-based payment expense	-	-	-	3,264,848	-	3,264,848
Net loss	-	-	-	-	(13,786,771)	(13,786,771)
Balance – June 30, 2025	160,843,166	127,935,228	-	19,649,502	(88,965,150)	58,619,580
 Balance – December 31, 2023						
Issued:						
Pursuant to private placements	4,090,750	30,170,280	-	-	-	30,170,280
Flow-through liability	-	(13,309,157)	-	-	-	(13,309,157)
Warrants exercised	5,000,000	14,821,821	-	(2,321,821)	-	12,500,000
Options exercised	226,600	476,529	-	(197,957)	-	278,572
Acquisition of resource properties	1,012,000	6,163,080	-	-	-	6,163,080
Share-based payment expense	-	-	-	5,624,235	-	5,624,235
Net loss	-	-	-	-	(12,622,149)	(12,622,149)
Balance – June 30, 2024	157,226,820	111,638,063	-	13,487,224	(56,575,272)	68,550,015

Snowline Gold Corp.

Notes to the Condensed Interim Consolidated Financial Statements

For the three and six months ended June 30, 2025 and 2024

(Unaudited - Expressed in Canadian Dollars)

1. Corporate Information and nature of operations

Snowline Gold Corp. (the "Company" or "Snowline") is a Canadian publicly traded mineral exploration company headquartered in Vancouver, BC, that is listed on the TSX Venture Exchange ("TSX-V") under the symbol "SGD". The Company's registered office is 2200 – 885 West Georgia Street, Vancouver, British Columbia, Canada.

The Company is in the process of exploring its resource properties and has not yet determined whether the resource properties contain reserves that are economically recoverable. The business of mining and exploring for resources involves a high degree of risk and there can be no assurance that planned exploration and development programs will result in profitable mining operations. The recoverability of amounts capitalized for the resource properties are dependent upon the discovery of economically recoverable reserves, the ability of the Company to obtain necessary financing to complete the development of the properties and upon future profitable production or proceeds from the disposition thereof. Changes in future conditions could require material write-downs of the carrying values of resource properties.

2. Basis of Presentation

Statement of Compliance

These condensed interim consolidated financial statements have been prepared in accordance with IFRS Accounting Standards ("IFRS") as issued by the International Accounting Standards Board ("IASB") applicable to the preparation of interim financial statements, including IAS 34, Interim Financial Reporting. The condensed interim consolidated financial statements should be read in conjunction with the consolidated annual financial statements for the year ended December 31, 2024, which have been prepared in accordance with IFRS.

The Company has used the same accounting policies and methods of computation in these condensed interim consolidated financial statements as in the consolidated annual financial statements for the year ended December 31, 2024.

The Company's interim results are not necessarily indicative of its results for a full year.

These condensed interim consolidated financial statements were approved by the Board of Directors and authorized for issue on August 12, 2025.

Basis of Measurement

These condensed interim consolidated financial statements have been prepared on historical cost basis, except for certain assets and liabilities measured at fair value. These condensed interim consolidated financial statements are presented in Canadian dollars, which is also the Company's functional currency.

The preparation of condensed interim consolidated financial statements in compliance with IFRS requires management to make certain critical accounting estimates. It also requires management to exercise judgment in applying the Company's accounting policies.

Going Concern and Continuance of Operations

These condensed interim consolidated financial statements have been presented on the basis that the Company will continue as a going concern, which contemplates the realization of assets and discharge its liabilities and commitments in the normal course of business. Realization values may be substantially different from the carrying values shown and these condensed interim consolidated financial statements do not give effect to adjustments that would be necessary to the carrying values and classification of assets and liabilities should the Company be unable to continue as a going concern. At June 30, 2025, the Company had an accumulated deficit of \$88,965,150 (December 31, 2024 - \$75,178,379) since inception, and the Company's working capital was \$41,437,538 (December 31, 2024 - \$35,031,463). The Company is a resource exploration stage company,

Snowline Gold Corp.

Notes to the Condensed Interim Consolidated Financial Statements

For the three and six months ended June 30, 2025 and 2024

(Unaudited - Expressed in Canadian Dollars)

which does not generate any revenue and has been relying mainly on equity-based financing to fund its operations. The Company will require additional financing either through equity or debt financing, sale of assets, joint venture arrangements, or a combination thereof to meet its administrative costs and to continue to explore and develop its resource properties. While the Company has been successful in securing financing in the past, there is no assurance that it will be able to do so in the future. These factors give rise to a material uncertainty that may cast substantial doubt about the Company's ability to continue as a going concern.

The Company's financial condition and results of operations may be negatively affected by economic and other consequences of world events. While the Company expects any direct impacts of world events to the current and future business to be limited, the indirect impacts on the economy, supply chain, tariffs and industries in general could negatively affect the business and may make it more difficult for it to raise equity or debt financing.

Basis of consolidation

These condensed interim consolidated financial statements include the results or financial information of Snowline Gold Corp. and its wholly owned subsidiary, Senoa Gold Corp ("Senoa").

New and Amended IFRS Standards that are not yet Effective for the Future Period

IFRS 18 - Presentation and Disclosure in Financial Statements

In April 2024, the IASB released IFRS 18 Presentation and Disclosure in Financial Statements. IFRS 18 replaces IAS 1 Presentation of Financial Statements while carrying forward many of the requirements in IAS 1. IFRS 18 introduces new requirements to: i) present specified categories and defined subtotals in the statement of earnings, ii) provide disclosures on management-defined performance measures ("MPMs") in the notes to the financial statements, iii) improve aggregation and disaggregation. Some of the requirements in IAS 1 are moved to IAS 8 Accounting Policies, Changes in Accounting Estimates and Errors and IFRS 7 Financial Instruments: Disclosures. The IASB also made minor amendments to IAS 7 Statement of Cash Flows and IAS 33 Earnings per Share in connection with the new standard. IFRS 18 requires retrospective application with specific transition provisions. The Company is required to apply IFRS 18 for annual reporting periods beginning on or after January 1, 2027 with early adoption permitted.

The Company is currently evaluating the impact of IFRS 18 on its consolidated financial statements.

Critical accounting estimates and judgments

The preparation of financial statements requires management to make judgments, estimates and assumptions based on current available information that affect the reported amounts of assets, liabilities and contingent liabilities at the date of the financial statements and reported amounts of revenue and expenses during the reporting period. Estimates and judgments are continuously evaluated and are based on management's experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. However, actual results could differ from those estimated. By their nature, these estimates are subject to measurement uncertainty and the effect on the financial statements of future periods could be material.

In preparing these condensed interim consolidated financial statements, the significant judgements made by management in applying the Company's accounting policies and the key sources of estimation uncertainty were the same as those that applied to, and disclosed in, the audited consolidated financial statements for the period ended December 31, 2024.

Snowline Gold Corp.

Notes to the Condensed Interim Consolidated Financial Statements
For the three and six months ended June 30, 2025 and 2024
(Unaudited - Expressed in Canadian Dollars)

3. Resource Properties

The Company has capitalized the following acquisition costs of its resource properties during the period ended June 30, 2025 and the year ended December 31, 2024:

Balance, December 31, 2023	\$ 11,238,906
Cash component – acquisition cost (d)	1,200,000
Share issuance – acquisition cost (d)	6,163,080
Transaction costs (d)	48,844
Resource bonus payment (a)	1,000,000
Cash component – acquisition cost (e)	50,000
<u>Consideration received (c)</u>	<u>(127,500)</u>
Balance, December 31, 2024 and June 30, 2025	\$ 19,573,330

a) Acquisition of Senoa Gold Corp.

On December 1, 2020, the Company entered into a purchase agreement with 18526 Yukon Inc. ("18526"), pursuant to which the Company agreed to acquire all of the issued and outstanding shares in the capital of Senoa then held by 18526 (the "Transaction"). As a result of the Transaction, the Company acquired the Einarson (as to 70% with the balance owned by a third party, with the remaining 30% being acquired in May 2024), Rogue, Tosh, Cliff, Rainbow, Cynthia and Ursa claims located in the Yukon (the "Properties"). The consideration of the Transaction consists of:

- (i) 25,650,000 common shares issued; and
- (ii) cash payments to 18526 as follows:
 - \$1,000,000 on closing of the Transaction (paid);
 - \$250,000 on the first anniversary of closing of the Transaction (paid);
 - \$250,000 on the second anniversary of closing of the Transaction (paid);
 - \$250,000 on the third anniversary of the closing of the Transaction (paid);
 - \$250,000 on the fourth anniversary of closing of the Transaction (paid); and
 - a contingent \$1,000,000 resource bonus (to be paid on each of the seven Properties for an aggregate of up to \$7,000,000 (the "Resource Bonus") upon Snowline establishing a Measured Mineral Resource, an Indicated Mineral Resource or an Inferred Mineral Resource (or any combination thereof) of at least 1,000,000 ounces of gold on any of the seven Properties.) The Resource Bonus is a one-time payment for each of the Properties (\$1,000,000 paid).

During the year ended December 31, 2024, the Company announced an initial Mineral Resource Estimate ("MRE") defined for the Valley Gold Deposit, located on the Company's 100% owned Rogue Project.

As a result of the MRE, the Company paid a \$1,000,000 resource bonus to 18526 (see Note 8). This payment has been capitalized to resource properties.

18526 will retain a royalty equal to 2.0% of the net smelter returns in respect of each of the Properties, of which the Company may buy back one half (1.0%) at any time for 1,000 ounces of gold (.9999 fine) which may be satisfied in cash or in kind. The Transaction received Canadian Securities Exchange approval on February 25, 2021.

During the six months ended June 30, 2025, the Company recorded accretion expense of \$5,136 (year ended December 31, 2024 - \$37,409) related to the deferred cash payments. The Company has not recognized a liability for the contingent consideration related to the Resource Bonus at the acquisition

Snowline Gold Corp.

Notes to the Condensed Interim Consolidated Financial Statements

For the three and six months ended June 30, 2025 and 2024

(Unaudited - Expressed in Canadian Dollars)

date. Any liability for the Resource Bonus will be recognized when it becomes probable that the precedent conditions will be met.

The changes in the deferred acquisition payments are as follows:

Balance, December 31, 2023	\$ 457,455
Accretion Payment	37,409 (250,000)
Balance, December 31, 2024	\$ 244,864
Accretion Payment	5,136 (250,000)
Balance, June 30, 2025	\$ -

	June 30, 2025	December 31, 2024
Current portion of deferred acquisition payments	\$ -	\$244,864
Long-term portion of deferred acquisition payments	- -	- -
	\$ -	\$244,864

b) Property option agreement

On September 1, 2021, the Company entered into a property option agreement with Epica Gold Inc., a wholly owned subsidiary of HighGold Mining Inc., and Carlin Gold Corporation (together the "Optionors"), pursuant to which the Company acquired the option (the "Option") to purchase a 100% interest in 812 mining claims surrounding the Cynthia project for total cash consideration of \$100,000 and 1,000,000 common shares. The Company has completed all required cash and common share payments and owns the claims, subject to a 2% net smelter returns royalty, with a 1% buy-back provision for \$2,000,000.

c) Botto claims acquisition

On May 19, 2023, the Company entered into an agreement with arm's length parties RST Klondike Discoveries Ltd. and Whistler Minerals Corp. (the "Vendors"), whereby the Company acquired 92 mineral claims in the vicinity of the Rogue Project in exchange for (i) the payment of \$1,000,000 in cash and (ii) the issuance of 200,000 warrants, each for purchase of a single common share of the Company at a price of \$3.50 for a period of two years (the "Acquisition").

The Vendors will retain a 1.0% NSR on the claims and will be entitled to up to two bonus payments of \$1,000,000 each if a measured or indicated mineral resource of greater than 1 million ounces of gold is disclosed in compliance with NI 43-101 standards on certain claims. The bonus payments are a contingent liability and have not been recognized.

On May 8, 2024, the Company entered into an Option Agreement with Epica Gold Inc. and its parent, Onyx Gold Corp. ("Onyx"), to sell certain mining claims in the Botto claims package. To acquire the claims, Onyx is required to issue:

- 500,000 common shares upon the TSX Venture exchange of approval of the agreement (July 5, 2024, the "Effective Date").
- 500,000 common shares on or before the first anniversary of the Effective Date.
- 500,000 common shares on or before the second anniversary of the Effective Date.
- 1,500,000 common shares on or before the third anniversary of the Effective Date.

The Company received the first 500,000 common shares on July 8, 2024. The common shares of Onyx were valued at \$127,500 based on the market price of \$0.255 per share on issuance date. In April 2025 the Company sold the 500,000 common shares for proceeds of \$311,406, and recorded a gain on the investment

Snowline Gold Corp.

Notes to the Condensed Interim Consolidated Financial Statements

For the three and six months ended June 30, 2025 and 2024

(Unaudited - Expressed in Canadian Dollars)

of \$208,906. As of the date of these financial statements the Company has not yet received the second tranche of common shares, and has agreed with Onyx to extend the deadline while discussions take place.

d) Anthill acquisition

On April 22, 2024, the Company entered into an agreement with Anthill Resources Ltd. ("Anthill") to acquire the remaining 30% interest in 3,003 mineral claims at the Einarson property in exchange for (i) payment of \$1,200,000 in cash, (ii) issuance of 1,012,000 common shares of the Company and (iii) contingent payment of \$1,000,000 resource bonus (to be paid on each of the seven Properties for an aggregate of up to \$7,000,000 (the "Resource Bonus")) upon Snowline establishing a Measured Mineral Resource, an Indicated Mineral Resource or an Inferred Mineral Resource (or any combination thereof) of at least 1,000,000 ounces of gold on any of the seven Properties. The Company has not recognized a liability for the contingent consideration related to the Resource Bonus at the acquisition date. Any liability for the Resource Bonus will be recognized when it becomes probable that the precedent conditions will be met.

The Company completed the terms of the agreement and acquired the 30% interest in May 2024. The value of the common shares was estimated at \$6,163,080 using the closing market share price on the day prior to the issuance of shares of \$6.09.

Anthill will retain a 2% net smelter returns royalty, with a 1% buy-back provision equivalent to the value of 1,000 ounces of gold on certain claims, which may be satisfied in kind or in cash (using the value of 1,000 ounces of gold shall be equal to the average of the London p.m. fix quoted by the London Bullion Market Association) at the discretion of the Company.

e) Strategic Metals acquisition

In May 2024, the Company completed an agreement with Strategic Metals Ltd. ("Strategic") to acquire 76 claims in Mayo mining district, Yukon in exchange for a cash payment of \$50,000. Strategic will retain a 2% net smelter returns royalty with a 1% buy-back provision equivalent to the value of 1,000 ounces of gold, which may be satisfied in kind or in cash in US Dollars.

Snowline Gold Corp.

Notes to the Condensed Interim Consolidated Financial Statements
 For the three and six months ended June 30, 2025 and 2024
(Unaudited - Expressed in Canadian Dollars)

4. Property and equipment

The continuity of property and equipment as at June 30, 2025 and December 31, 2024 is as follows:

	Land and Building	Valley Camp	Forks Camp	Equipment	Total
	\$	\$	\$	\$	\$
Cost					
Balance, December 31, 2023	837,575	-	379,091	703,163	1,919,829
Additions	51,411	1,608,045	221,588	378,450	2,259,494
Dispositions	-	-	-	(8,916)	(8,916)
Balance, December 31, 2024	888,986	1,608,045	600,679	1,072,697	4,170,407
Additions	29,141	-	361,770	42,159	433,070
Rehabilitation provision	-	(29,542)	50,040	-	20,498
Balance, June 30, 2025	918,127	1,578,503	1,012,489	1,114,856	4,623,975
 Accumulated depreciation					
Balance, December 31, 2023	8,376	-	159,438	158,336	326,150
Depreciation	33,503	217,048	135,739	226,492	612,782
Balance, December 31, 2024	41,879	217,048	295,177	384,828	938,932
Depreciation	16,751	205,074	97,696	130,701	450,222
Balance, June 30, 2025	58,630	422,122	392,873	515,529	1,389,154
 Net book value					
December 31, 2024	847,107	1,390,997	305,502	687,869	3,231,475
June 30, 2025	859,497	1,156,381	619,616	599,327	3,234,821

Snowline Gold Corp.

Notes to the Condensed Interim Consolidated Financial Statements

For the three and six months ended June 30, 2025 and 2024

(Unaudited - Expressed in Canadian Dollars)

5. Exploration expenditures

During the six months ended June 30, 2025, the Company incurred exploration expenses on its properties, as follows:

Exploration expenses	Cliff	Cynthia	Einarson	Rogue	Valley	Tosh	Ursa	Olympus	Total
	\$	\$	\$	\$	\$	\$	\$	\$	\$
Consulting	-	6,698	14,385	63,877	223,939	1,225	155	256	310,535
Engineering	-	2,049	60,299	29,863	235,051	-	-	-	327,262
PEA work	-	-	-	-	484,832	-	-	-	484,832
Assaying	-	2,711	82,199	24,361	266,260	-	-	-	375,531
Drilling	-	4,845	737,800	43,530	2,079,102	-	-	-	2,865,277
Field labour and lodging	205	40,467	692,087	359,023	2,040,219	117	233	1,781	3,134,132
Field equipment and supplies	6	13,692	229,881	70,875	741,867	6	-	-	1,056,327
Fixed wing air support	-	22,001	531,421	153,637	1,350,651	-	-	-	2,057,710
Helicopters	-	312	387,393	91,818	1,114,946	-	-	-	1,594,469
Rehabilitation provision	-	1,331	39,150	11,955	105,103	-	-	-	157,539
Software	-	1,893	55,700	17,009	149,532	-	-	-	224,134
Environmental	-	933	27,442	8,820	298,322	-	-	-	335,517
Travel	-	1,668	49,080	14,988	131,761	-	-	-	197,497
Other	1,435	2,556	62,539	19,098	175,004	1,434	-	-	262,066
Total	1,646	101,156	2,969,376	908,854	9,396,589	2,782	388	2,037	13,382,828

During the six months ended June 30, 2024, the Company incurred exploration expenses on its properties, as follows:

Exploration expenses	Cliff	Cynthia	Einarson	Rainbow	Rogue	Valley	Tosh	Ursa	Olympus	Total
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
Consulting	-	4,396	62,111	-	81,937	318,027	-	2,204	26,987	495,662
Staking	-	537	1,858	-	188,039	7,107	-	1,029	1,376	199,946
Assaying	2,870	-	13,647	-	129,514	261,469	4,937	-	-	412,437
Drilling	-	-	195,646	-	176,077	1,996,579	-	-	-	2,368,302
Field labour and lodging	6,907	8,963	179,637	3,846	740,264	1,164,377	8,675	4,082	31,250	2,148,001
Field equipment and supplies	-	13	50,455	-	84,484	314,767	-	-	9,722	459,441
Fixed wing air support	-	-	140,895	-	309,661	1,170,717	-	-	-	1,621,273
Helicopters	-	11,189	103,157	-	96,579	788,637	-	-	-	999,562
Rehabilitation provision	-	-	7,469	-	16,416	129,911	-	-	-	153,796
Software	-	593	12,324	-	96,069	87,871	-	920	1,520	198,297
Environmental	-	-	25,503	-	41,755	207,538	-	-	-	274,796
Travel	-	126	14,796	-	46,756	112,320	-	196	323	174,517
Other	3,004	-	15,987	-	63,309	25,469	3,965	152	6,134	118,020
Total	12,781	25,817	823,485	3,846	2,069,860	6,584,789	17,577	8,583	77,312	9,624,050

Snowline Gold Corp.

Notes to the Condensed Interim Consolidated Financial Statements
For the three and six months ended June 30, 2025 and 2024
(Unaudited - Expressed in Canadian Dollars)

6. Flow-Through Share Premium

The flow-through share premium liability does not represent a cash liability to the Company and is to be fully amortized to the statement of loss and comprehensive loss pro-rata with the amount of qualifying expenditures that will be incurred.

Flow-through share premium liabilities include the liability portion of the flow-through shares issued. The following is a continuity schedule of the liability portion of the flow-through shares issuance.

Balance at December 31, 2023	\$ 8,137,553
Liability arising from issuance of flow-through shares (Note 7)	13,309,157
Recoveries on flow through premium liabilities	(12,094,867)
Balance at December 31, 2024	\$ 9,351,843
Liability arising from issuance of flow-through shares (Note 7)	8,328,154
Recoveries on flow-through premium liabilities	(4,574,835)
Balance at June 30, 2025	\$ 13,105,162
Current flow-through premium liability	(7,691,862)
Long-term flow-through premium liability	\$ 5,413,300

7. Share Capital and Reserves

Common Shares:

The Company is authorized to issue an unlimited number of common shares without par value.

a) For the six months ended June 30, 2025:

On April 3, 2025, Company issued 1,875,000 flow-through common shares for gross proceeds of \$20,025,000. The Company allocated \$11,696,846 to the shares and \$8,328,154 to the flow-through premium liability and incurred share issuance costs of \$1,256,002.

Common shares	Flow-through premium liability	Share issue costs	Gross proceeds
\$11,696,846	\$8,328,154	\$1,256,002	\$20,025,000

During the six months ended June 30, 2025, 251,000 common shares were issued upon exercises of stock options for gross proceeds of \$502,560, out of which \$28,800 was received as at December 31, 2024. The fair value of \$399,888 was moved from contributed surplus to share capital in connection with the exercise.

During the six months ended June 30, 2025, 200,000 common shares were issued upon exercises of warrants for gross proceeds of \$700,000. The fair value of \$240,231 was moved from contributed surplus to share capital in connection with the exercise.

b) For the year ended December 31, 2024:

On April 25, 2024, Company issued 4,090,750 flow-through common shares for gross proceeds of \$31,907,850. The Company allocated \$18,589,693 to the shares and \$13,309,157 to the flow-through premium liability and incurred share issuance costs of \$1,737,570.

Common shares	Flow-through premium liability	Share issue costs	Gross proceeds
\$18,598,693	\$13,309,157	\$1,737,570	\$31,907,850

Snowline Gold Corp.

Notes to the Condensed Interim Consolidated Financial Statements

For the three and six months ended June 30, 2025 and 2024

(Unaudited - Expressed in Canadian Dollars)

On May 15, 2024, the Company issued 1,012,000 common shares with the fair value of \$6,163,080 in connection with the mineral property agreement (Note 3(d)).

During the year ended December 31, 2024, 345,800 common shares were issued upon exercises of stock options for gross proceeds of \$588,956 and 6,171,146 common shares were issued upon exercises of warrants for gross proceeds of \$15,427,865.

Stock options:

On August 14, 2023, the shareholders approved the Company's Omnibus Incentive Plan, which includes and reserves for issuance up to a maximum of 10% of the issued and outstanding common shares of the Company. Within this 10% limit, a maximum of 3,500,000 can be allocated for awards other than stock options. Prior to the adoption of the Omnibus Incentive Plan the Company had a 10% "rolling" stock option plan, whereby the aggregate number of Common Shares reserved for issuance, shall not exceed 10% of the total number of issued and outstanding Common Shares at the time of the option grant. The Omnibus Incentive Plan replaced the 10% "rolling" stock option plan. The stock options granted under the old plan continue to be governed by the old plan.

During the six months ended June 30, 2025, the Company granted 600,000 stock options (2024 – 150,000 stock options). The Company recorded share-based payment expense related to options vested during the six months ended June 30, 2025 of \$2,185,291 (2024 – \$5,564,833). The fair value of the stock options granted during the six months ended June 30, 2025 and 2024 was calculated using the Black-Scholes option pricing model with the following weighted average assumptions:

	June 30, 2025	June 30, 2024
Weighted average risk-free interest rate	2.87%	3.34%
Weighted average expected life in years	5	5
Weighted average expected volatility	103%	100%
Expected dividends	Nil	Nil
Weighted average exercise price	8.47	\$5.38

A summary of stock options outstanding as at June 30, 2025 and December 31, 2024 and the changes for the periods then ended is presented below:

	Number of stock options	Weighted average exercise price	Weighted average remaining life (Years)
Balance outstanding – December 31, 2023	10,720,150	2.29	3.61
Granted	150,000	5.38	-
Exercised	(345,800)	1.70	-
Forfeited	(50,000)	4.93	-
Expired	(5,350)	3.02	-
Balance outstanding – December 31, 2024	10,469,000	2.34	2.65
Exercised	(251,000)	2.12	-
Granted	600,000	8.47	-
Balance outstanding – June 30, 2025	10,818,000	2.69	2.31
		2.04	1.99
Balance vested – June 30, 2025	9,000,000		

The weighted average trading price of the Company's shares on the dates of the exercises of stock options was \$7.86 for the six months ended June 30, 2025 (2024 - \$5.54).

Snowline Gold Corp.

Notes to the Condensed Interim Consolidated Financial Statements

For the three and six months ended June 30, 2025 and 2024

(Unaudited - Expressed in Canadian Dollars)

As at June 30, 2025, options enabling the holders to acquire common shares are as follows:

Expiry date	Number of options	Number of vested options	Weighted average remaining life in years	Weighted average exercise price
February 25, 2026	2,500,000	2,500,000	0.66	\$ 0.30
July 12, 2026	20,000	20,000	1.03	\$ 0.35
January 18, 2027	1,025,000	1,025,000	1.55	\$ 0.55
March 8, 2027	300,000	300,000	1.69	\$ 0.80
July 22, 2027	853,000	853,000	2.06	\$1.76
December 29, 2027	2,180,000	2,180,000	2.50	\$2.88
February 22, 2028	500,000	400,000	2.65	\$2.17
May 30, 2028	270,000	210,000	2.92	\$3.15
December 21, 2028	2,420,000	1,452,000	3.48	\$4.93
February 1, 2029	150,000	60,000	3.59	\$5.38
April 11, 2030	300,000	-	4.78	\$8.29
June 27, 2030	300,000	-	4.99	\$8.64
	10,818,000	9,000,000	2.31	\$2.69

Restricted Share Units (“RSUs”):

The Company has an Omnibus Incentive Plan pursuant to which it may grant RSUs to directors, officers, employees, and consultants.

During the six months ended June 30, 2025, the Company granted 325,000 RSUs (2024 – 50,000) and recorded a share-based payment expense related to the RSUs of \$712,859 (2024 - \$187,484). The Company also recorded a fair value adjustment of \$96,765 (2024 - \$8,971) in connection with the cash-settled RSUs granted in December 2024 (2024 – December 2023).

The Company has the option of settling the RSUs granted on February 1, 2024 in cash or common shares and is expecting to settle these RSUs in common shares. Total value of the RSUs granted on February 1, 2024 is \$289,000 based on the closing share price of \$5.78 on the date prior to the grant date. One-half of the RSUs vest on August 1, 2025, and one-half vest on February 1, 2027.

The Company has the option of settling the 160,000 RSUs granted on November 29, 2024 in cash or common shares and is expecting to settle these RSUs in common shares. Total value of the RSUs granted on November 29, 2024 is \$856,000 based on the closing share price of \$5.35 on the date prior to the grant date. One-half of the RSUs vest on May 29, 2026, and one-half vest on November 29, 2027.

The Company has the option of settling the 114,600 RSUs granted on December 10, 2024 in cash or common shares and is expecting to settle these RSUs in common shares. Total value of the RSUs granted on December 10, 2024 is \$607,380 based on the closing share price of \$5.30 on the date prior to the grant date. One-half of the RSUs vest on June 10, 2026, and one-half vest on December 10, 2027.

The Company has the option of settling the 56,495 RSUs granted on December 10, 2024 in cash or common shares and is expecting to settle these RSUs in cash. Total value of the RSUs granted on December 10, 2024 is \$299,424 based on the closing share price of \$5.30 on the date prior to the grant date. These RSUs vest in full on December 10, 2025.

The Company has the option of settling the 175,000 RSUs granted on April 11, 2025 and 150,000 RSUs granted on June 27, 2025 in cash or common shares and is expecting to settle these RSUs in common shares. Total value of the RSUs granted on April 11, 2025 is \$1,398,250 based on the closing share price of \$7.99 on the date prior to the grant date. These RSUs vest as follows: 37,500 on October 3, 2026, 37,500 on April 3, 2028,

Snowline Gold Corp.

Notes to the Condensed Interim Consolidated Financial Statements

For the three and six months ended June 30, 2025 and 2024

(Unaudited - Expressed in Canadian Dollars)

and 100,000 on April 10, 2028. Total value of the RSUs granted on June 27, 2025 is \$1,290,000 based on the closing share price of \$8.60 on the date prior to the grant date. These RSUs vest on June 27, 2028.

A continuity of the share-based compensation liabilities in connection with these RSUs is as follows:

Balance – December 31, 2023	\$ 7,037
Fair value adjustment	10,696
Share-based compensation for the year	275,424
Forfeitures	(95,472)
Settlement	(181,076)
Balance – December 31, 2024	\$ 16,609
Fair value adjustment	96,765
Share-based compensation	149,302
Balance – June 30, 2025	\$ 262,676

As at June 30, 2025 outstanding RSUs are as follows:

Vesting date	Number of RSUs
August 1, 2025	25,000
December 10, 2025	56,495
May 29, 2026	80,000
June 10, 2026	57,300
February 1, 2027	25,000
November 29, 2027	80,000
December 10, 2027	57,300
October 3, 2026	37,500
April 3, 2028	37,500
April 10, 2028	100,000
June 27, 2028	150,000
Balance – June 30, 2025	706,095

A summary of RSUs outstanding as at June 30, 2025 and December 31, 2024 and the changes for the periods then ended is presented below:

Balance outstanding – December 31, 2023	51,825
Forfeited	(16,320)
Vested	(35,505)
Granted	381,095
Balance outstanding – December 31, 2024	381,095
Granted	325,000
Balance outstanding – June 30, 2025	706,095

Deferred Share Units (“DSUs”):

On June 27, 2025, the Company issued 60,000 DSUs in accordance with the Company’s Omnibus Incentives Plan. The DSUs vest immediately and become payable upon termination of service. DSUs are expected to be settled in common shares of the Company. DSUs are valued by reference to the closing market price of the shares on the day prior to the grant. The value of the DSUs with the grant date of June 27, 2025 was \$516,000.

On July 10, 2024, the Company issued 75,000 DSUs and on November 29, 2024, issued 100,000 DSUs in accordance with the Company’s Omnibus Incentives Plan. The DSUs vest immediately and become payable upon termination of service. DSUs are expected to be settled in common shares of the Company.

Snowline Gold Corp.

Notes to the Condensed Interim Consolidated Financial Statements

For the three and six months ended June 30, 2025 and 2024

(Unaudited - Expressed in Canadian Dollars)

The value of the DSUs with the grant date of July 10, 2024 was \$408,750 and the value of the DSUs with the grant date of November 29, 2024 was \$535,000, which was recorded as a share-based payments expense in these consolidated financial statements.

A summary of DSUs outstanding as at June 30, 2025 and December 31, 2024 and the changes for the periods then ended is presented below:

Balance outstanding – December 31, 2023	-
Granted	175,000
Balance outstanding – December 31, 2024	175,000
Granted	60,000
Balance outstanding – June 30, 2025	235,000

Warrants:

A summary of warrants outstanding as at June 30, 2025 and December 31, 2024 and the changes for the periods then ended is presented below:

	Number of warrants	Weighted average exercise price \$	Weighted average remaining life (Years)
Balance outstanding – December 31, 2023	6,371,146	2.57	0.59
Exercised	(6,171,146)	2.50	-
Balance outstanding – December 31, 2024	200,000	3.50	0.41
Exercised	(200,000)	3.50	-
Balance outstanding – June 30, 2025	-	-	-

The weighted average trading price of the Company's shares on the dates of the exercises of warrants was \$7.69 for the six months ended June 30, 2025 (December 31, 2024 - \$5.96).

As at June 30, 2025 no warrants were outstanding.

8. Related Party Transactions

During the three and six months ended June 30, 2025 and 2024, the Company incurred the following expenditures with key management personnel, being the Chief Executive Officer, Chief Financial Officer, Vice President Exploration, Vice President Sustainability & External Relations, Vice President Engineering, Vice President Environmental and Permitting, and Chief Geologist; as well as directors of the Company. A summary of the Company's related party transactions is as follows:

	Three months ended June 30,		Six months ended June 30,	
	2025	2024	2025	2024
	\$	\$	\$	\$
Director fees ¹	51,000	39,000	102,000	84,000
Share-based compensation	1,644,474	1,574,883	2,291,027	3,296,585
Salaries and other compensation ¹	351,015	209,030	627,361	426,100
Rent ²	-	8,102	8,102	16,205
	2,046,489	1,831,015	3,028,490	3,822,890

¹ Recorded in Wages and salaries

² Recorded in Office and miscellaneous

Snowline Gold Corp.

Notes to the Condensed Interim Consolidated Financial Statements
For the three and six months ended June 30, 2025 and 2024
(Unaudited - Expressed in Canadian Dollars)

At June 30, 2025, amounts owed to related parties, comprised of amounts owing to key management and directors, totaled \$79,102 (December 31, 2024 - \$nil).

During the year ended December 31, 2024, the Company made a \$1,000,000 resource bonus payment to 18526 as a result of the MRE defined for the Valley Gold Deposit (note 3(a)). The CEO is a 40% shareholder of 18526.

During the six months ended June 30, 2025, The Company made a payment of \$250,000 (2024 - \$250,000) to 18526 in connection with acquisition of Senoa (Note 3(a)).

Except as disclosed elsewhere, the Company incurred the following with companies controlled by officers of the Company for the six months ended June 30, 2025 and 2024:

Related party	Nature of transactions
Roma Capital Corp. (Matthew Roma, former Officer)	Professional fees & rent

9. Right of Use Asset and Lease Liability

The Company entered into an office lease on April 1, 2025 and recognized a lease obligation with respect to the lease expiring on March 31, 2028. Monthly payments of \$15,800 include base rent of \$7,803 and variable operating costs of \$7,998. The present value of the lease obligation was calculated using the rate of 10% per annum and the end date of March 31, 2028.

In May 2022, the Company entered into a solar panel lease agreement with an annual payment of \$30,000 until May 2026. The present value of the lease obligation was calculated using a rate of 15% per annum and the end date of May 1, 2026.

a) Right of use asset

Balance – December 31, 2023	\$ 101,043
Depreciation	(34,684)
Balance – December 31, 2024	\$ 66,359
Additions	247,555
Depreciation	(37,406)
Balance – June 30, 2025	\$ 276,508

b) Lease liability

Balance – December 31, 2023	\$ 62,157
Lease payments	(30,000)
Lease accretion	8,549
Balance – December 31, 2024	\$ 40,706
Additions	247,555
Lease payments	(53,408)
Lease accretion	21,423
Balance – June 30, 2025	\$ 256,276

The Company has one remaining payment in connection with the solar panel lease, which is due in May 2026. The present value of the solar panel lease liability is \$26,087.

Snowline Gold Corp.

Notes to the Condensed Interim Consolidated Financial Statements
For the three and six months ended June 30, 2025 and 2024
(Unaudited - Expressed in Canadian Dollars)

The following is a schedule of the Company's future minimum lease payments related to the office lease obligation:

	June 30, 2025	\$
2025	46,816	
2026	93,632	
2027	93,632	
2028	31,211	
Total minimum lease payments	265,291	
Less: imputed interest	(35,099)	
Total present value of minimum lease payments	230,192	
Less: current portion	(86,569)	
Non-current portion	143,623	

10. Loss per Share

	Three months ended June 30,		Six months ended June 30,	
	2025	2024	2025	2024
Loss attributable to common shareholders (\$)	(10,437,255)	(8,504,947)	(13,786,771)	(12,622,149)
Weighted average number of common shares outstanding	160,633,001	155,563,463	159,605,575	151,391,521
Loss per share attributed to common shareholders (\$)	(0.06)	(0.05)	(0.09)	(0.08)

Diluted loss per share for the three and six months ended June 30, 2025 and 2024, did not include the effect of 10,818,000 (2024 – 10,593,550) share purchase options, Nil (2024 – 1,371,146) common share purchase warrants, 706,095 (2024 – 101,825) RSUs and 235,000 (2024 - Nil) DSUs as they are anti-dilutive.

11. Supplemental Cash Flow Information

Other cash flow information relating to operating activities is presented below.

Investing and financing activities that do not have a direct impact on current cash flows are excluded from the statements of cash flows. As at, and during the six months ended June 30, 2025 and 2024, the following transactions were excluded from the consolidated statements of cash flows:

Snowline Gold Corp.

Notes to the Condensed Interim Consolidated Financial Statements

For the three and six months ended June 30, 2025 and 2024

(Unaudited - Expressed in Canadian Dollars)

	Six months ended June 30, 2025	Six months ended June 30, 2024
	\$	\$
Cash paid for interest	-	-
Cash received for interest	876,713	1,114,848
Cash paid for taxes	447,305	52,917
Non-cash investing and financing transactions		
Fair value of shares issued for resource properties	-	6,163,080
Fair value transferred from contributed surplus on exercise of warrants	(240,231)	(2,321,821)
Fair value transferred from contributed surplus on exercise of options	(399,888)	(197,957)
Right-of-use asset recognized under a lease	276,508	-
Flow-through premium liability recognized	8,328,154	13,438,511
Property and equipment included in accounts payable and accrued liabilities	122,591	772,369
Rehabilitation provision adjustment	143,723	212,700

12. Rehabilitation Provision

On October 1, 2023, the Company recognized a rehabilitation provision in connection with its property, exploration activities and equipment.

Reconciliation of the Company's carrying amount of the rehabilitation provision at June 30, 2025 and December 31, 2024 is as follows:

Balance – December 31, 2023	\$ 364,364
Additions	284,415
Change in estimate	96,839
Accretion	18,260
Balance – December 31, 2024	763,878
Change in estimate	164,221
Accretion	10,961
Balance – June 30, 2025	\$ 939,060

The present value of the provision of \$939,020 at June 30, 2025 was calculated using the risk-free rate of 2.60% and an average inflation rate of 2.00%. During the year ended December 31, 2024, the Company added \$284,415 to the rehabilitation provision in connection with Anthill acquisition and additions to the Valley Camp. The present value of the provision at December 31, 2024 was calculated using the risk-free rate of 2.87% and an average inflation rate of 2.00%.

Rehabilitation activities are expected to begin at the end of 2027. The undiscounted value of the obligation is \$957,087.

13. Segmented Information

The Company operates in a single reportable operating segment, being the exploration and development of mineral properties. For the three and six months ended June 30, 2025 and 2024, the mineral property interests are located in Canada, and all of the exploration expenditures are incurred in Canada. Please see Notes 3 and 5 for resource property acquisition costs and related exploration expenses.

Snowline Gold Corp.

Notes to the Condensed Interim Consolidated Financial Statements

For the three and six months ended June 30, 2025 and 2024

(Unaudited - Expressed in Canadian Dollars)

14. Commitments

During the six months ended June 30, 2025, the Company incurred \$10,967,873 (2024 - \$8,904,363) in Qualifying Canadian exploration expenses ("CEE") and amortized a total of \$4,574,835 (2024 - \$3,368,868) of its flow-through liabilities.

As at June 30, 2025, the Company must spend a total of \$11,452,570 of Qualifying CEE by December 31, 2025 and \$20,025,000 by December 31, 2026 to satisfy its remaining flow-through liabilities of \$13,105,612.

As of December 31, 2024, the Company spent \$16,500,000 of Qualifying CEE in connection with the September 2023 flow-through financing and fully amortized the related flow-through premium liability.

In April 2025, the Company raised an additional \$20,025,000 (Note 7) in flow-through funds and recognized a flow-through liability of \$8,328,154. As of June 30, 2025, the Company must spend \$20,025,000 of Qualifying CEE by December 31, 2026 to satisfy its flow-through liability of \$8,328,154 in connection with the April 2025 flow-through financing.

In April 2024, the Company raised an additional \$31,907,850 (Note 7) in flow-through funds and recognized a flow-through liability of \$13,309,157. As of December 31, 2024, the Company must spend \$22,420,443 of Qualifying CEE by December 31, 2025 to satisfy its flow-through liability of \$9,351,843 in connection with the April 2024 flow-through financing.

15. Financial Instruments

a) Management of capital:

The Company's objectives when managing capital are to safeguard its ability to continue as a going concern, to pursue the development of its assets and to maintain a flexible capital structure that optimizes the cost of capital within a framework of acceptable risk. In the management of capital, the Company includes the components of amounts attributable to shareholders.

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. To maintain or adjust its capital structure, the Company may issue new shares, issue new debt, and or acquire or dispose of assets.

The Company is dependent on the capital markets as its primary source of operating capital and the Company's capital resources are largely determined by the investment appetite in the mineral resource market and its ability to compete for investor support in this market.

The Company is not subject to any capital requirements and there is no change during the six-month period ended June 30, 2025.

b) Classification of financial instruments:

The Company's financial instruments consist of cash and cash equivalents, receivables, deposits, investments, accounts payable and accrued liabilities, lease liability, share-based compensation liabilities, and deferred acquisition payments. The Company's cash and cash equivalents, investments and share-based compensation liabilities are classified and measured at fair value. The Company's receivables, deposits, accounts payable and accrued liabilities, lease liability and deferred acquisition payments are classified as and measured at amortized cost.

Snowline Gold Corp.

Notes to the Condensed Interim Consolidated Financial Statements

For the three and six months ended June 30, 2025 and 2024

(Unaudited - Expressed in Canadian Dollars)

c) Fair Value of Financial Instruments:

The Company classified its fair value measures within a fair value hierarchy, which reflects the significance of inputs used in making the measurements as defined in IFRS 7 – Financial Instruments: Disclosures.

Level 1 – Unadjusted quoted prices at the measurement date for identical assets or liabilities in active markets.

Level 2 – Observable inputs other than quoted prices included in Level 1, such as quoted prices for similar assets and liabilities in active markets; quoted prices for identical or similar assets and liabilities in markets that are not active; or other inputs that are observable or can be corroborated by observable market data.

Level 3 – Unobservable inputs which are supported by little or no market activity.

As at June 30, 2025 and December 31, 2024, the Company had measured cash, cash equivalents and investments at fair value through profit or loss. The carrying amounts of receivables, deposits and accounts payable and accrued liabilities approximate their fair values due to the short-term maturities of these instruments. The Company values share-based compensation liabilities based on the closing market price of its common shares, which is a Level 2 measure.

d) Financial instruments risk exposure:

Credit Risk

Credit risk is the risk of financial loss to the Company if a customer or counterparty to a financial instrument fails to meet its contractual obligations. The financial instruments that potentially subject the Company to a significant concentration of credit risk consist of cash and cash equivalents. The Company mitigates its exposure to credit loss associated with cash and cash equivalents by placing its cash and cash equivalents in major financial institutions. As at June 30, 2025, the Company had cash equivalents of \$45,785,332 in term deposits (December 31, 2024 - \$42,188,197) that are cashable in no more than 90 days and bear interest up to 4.91% (December 31, 2024 - 4.91%). Interest income on term deposits during the three and six months ended June 30, 2025 was \$417,543 and \$876,713, respectively, (2024 - \$719,850 and \$1,114,848, respectively).

Interest Rate Risk

Interest rate risk is the risk that the Company is exposed to the risk that the value of financial instruments will change due to movements in market interest rates. As at June 30, 2025, the Company did not have debt instruments exposed to variable interest rates.

Liquidity Risk

Liquidity risk is the risk that the Company will encounter difficulty in meeting obligations associated with its financial liabilities. To mitigate the risk, the Company reviews its working capital position regularly to ensure there is sufficient capital in order to meet short-term business requirements, after taking into account the Company's holdings of cash. The Company's operating cash requirements are continuously monitored and adjusted as input variables change.

16. Subsequent Events

- i) Subsequent to June 30, 2025, 85,000 stock options with exercise prices between \$0.35 and \$2.88 were exercised by employees and consultants of the Company for proceeds of \$66,050.