BRAVO MINING CORP.

CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

THREE AND SIX MONTHS ENDED JUNE 30, 2026

AND JUNE 30, 2025

(EXPRESSED IN UNITED STATES DOLLARS)

(UNAUDITED)

Bravo Mining Corp.
Consolidated Statements of Financial Position
(Expressed in United States Dollars)
(Unaudited)

	June 30, 2026	December 31, 2025
ASSETS		
Current		
Cash and cash equivalents	**$ 94,068,036**	$ 20,019,031
Interest receivable	**321,016**	13,817
Prepaid expenses	**187,368**	196,885
Taxes recoverable	**36,145**	25,098
Total current assets	**94,612,565**	20,254,831
Exploration and evaluation assets (notes 3 and 8)	**42,721,337**	35,504,259
Property, plant and equipment (note 4)	**1,405,912**	1,270,220
Total assets	**$138,739,814**	$ 57,029,310
LIABILITIES		
Current		
Accounts payable and accrued liabilities (note 8)	**$ 1,573,457**	$ 473,693
Other taxes payable	**43,069**	18,408
Current portion of lease liability (note 5)	**45,712**	22,945
Total current liabilities	**1,662,238**	515,046
Long-term lease liability (note 5)	**414,007**	371,591
Total liabilities	**$ 2,076,245**	$ 886,637
SHAREHOLDERS' EQUITY		
Share capital (note 7)	**139,657,841**	61,103,391
Contributed surplus	**8,948,637**	7,839,915
Accumulated other comprehensive loss	**(85,787)**	(1,903,205)
Deficit	**(11,857,122)**	(10,897,428)
Total shareholders' equity	**$136,663,569**	$ 56,142,673
Total liabilities and shareholders' equity	**$138,739,814**	$ 57,029,310

Approved on behalf of the Board:

"Luís Azevedo"
Director

"Margot Naudie"
Director

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

Bravo Mining Corp.
Consolidated Statements of Loss and Comprehensive Income (Loss)
(Expressed in United States Dollars)
(Unaudited)

	Three Months Ended June 30, 2026	Three Months Ended June 30, 2025	Six Months Ended June 30, 2026	Six Months Ended June 30, 2025
Interest and other income	**$ 800,422**	$ 213,905	**$ 1,289,260**	$ 440,175
Operating expenses				
Stock-based compensation (note 9)	**435,309**	509,447	**844,946**	1,020,625
Professional fees (note 8)	**143,487**	185,789	**191,983**	202,941
Office and administrative (note 8)	**207,376**	115,118	**354,906**	243,474
Consulting fees (note 8)	**210,780**	122,455	**436,343**	262,137
Foreign exchange loss (gain)	**19,476**	(53,713)	**107,717**	(59,740)
Travel	**66,190**	46,118	**97,353**	66,277
Investor relations	**40,896**	44,024	**181,519**	96,663
Filing and listing fees	**75,393**	51,743	**137,674**	98,695
Depreciation	**5,787**	5,803	**11,573**	11,572
Total operating expenses	**1,204,694**	1,026,784	**$ 2,364,014**	$ 1,942,644
Net loss for the period	**(404,272)**	(812,879)	**(1,074,754)**	(1,502,469)
Other comprehensive income (loss)				
Items that will be reclassified subsequently to the profit and loss statements				
Exchange differences on translating foreign operations	**197,635**	1,398,809	**1,817,418**	3,259,646
Comprehensive income (loss) for the period	**$ (206,637)**	$ 585,930	**$ 742,664**	$ 1,757,177
Net loss per share - basic and diluted	**$ (0.00)**	$ (0.01)	**$ (0.01)**	$ (0.01)
Weighted average number of common shares outstanding - basic and diluted (note 6)	**136,576,870**	109,143,931	**131,128,679**	109,106,496

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

Bravo Mining Corp.
Consolidated Statements of Cash Flows
(Expressed in United States Dollars)
(Unaudited)

Six Months Ended June 30,	2026	2025
Operating activities		
Net loss for the period	**$ (1,074,754)**	$ (1,502,469)
Items not affecting cash:		
Depreciation (note 4)	**11,573**	11,572
Stock-based compensation (note 9)	**844,946**	1,020,625
Interest income	**(982,062)**	(464,861)
Changes in non-cash working capital items:		
Taxes recoverable	**(11,047)**	(13,649)
Prepaid expenses	**9,517**	19,885
Interest receivable	**(307,199)**	24,686
Accounts payable and accrued liabilities	**(33,693)**	(1,640)
Other taxes payable	**24,661**	(15,974)
Interest received	**982,062**	464,861
Interest paid	**(1,458)**	1,210
Net cash used in operating activities	**$ (537,454)**	$ (455,754)
Investing activities		
Exploration and evaluation assets	**(3,619,316)**	(1,966,187)
Purchase of property, plant and equipment	**(143,039)**	(710)
Net cash used in investing activities	**$ (3,762,355)**	$ (1,966,897)
Financing activities		
Public offerings ((note 7) (i)(ii))	**82,884,006**	-
Share issuance costs ((note 7) (i)(ii))	**(4,647,982)**	-
Exercise of stock options	**176,009**	111,479
Repayment of long-term debt	**(24,803)**	(37,798)
Net cash provided by financing activities	**$ 78,387,230**	$ 73,681
Foreign exchange (charge) gain on cash and cash equivalents	**(38,416)**	28,601
Net change in cash and cash equivalents	**74,049,005**	(2,320,369)
Cash and cash equivalents, beginning of period	**20,019,031**	23,843,563
Cash and cash equivalents, end of period	**$ 94,068,036**	$ 21,523,194

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

Bravo Mining Corp.
Consolidated Statements of Changes in Shareholders' Equity
(Expressed in United States Dollars)
(Unaudited)

	Number of Shares		Share Capital	Contributed surplus		Accumulated other Comprehensive (loss) Income		Deficit		Total
Balance, January 1, 2025	**109,065,435**	**$**	**58,006,785**	**$ 6,529,413**	**$**	**(4,908,107)**	**$**	**(8,313,991)**	**$**	**51,314,100**
Exercise of stock options	84,100		202,629	(91,150)		-		-		111,479
Stock-based compensation (note 9)	-		-	1,748,270		-		-		1,748,270
Comprehensive income (loss) for the period	-		-	-		3,259,646		(1,502,469)		1,757,177
Balance, June 30, 2025	**109,149,535**	**$**	**58,209,414**	**$ 8,186,533**	**$**	**(1,648,461)**	**$**	**(9,816,460)**	**$**	**54,931,026**
Balance, January 1, 2026	**110,333,568**	**$**	**61,103,391**	**$ 7,839,915**	**$**	**(1,903,205)**	**$**	**(10,897,428)**	**$**	**56,142,673**
Public offering (note 7)	26,617,794		82,884,006	-		-		-		82,884,006
Transaction costs (note 7)	-		(4,647,982)	-		-		-		(4,647,982)
Exercise of stock options (note 9)	105,626		318,426	(142,417)		-		-		176,009
Transfer of stock options forfeited	-		-	(115,060)		-		115,060		-
Stock-based compensation (note 9)	-		-	1,366,199		-		-		1,366,199
Comprehensive income (loss) for the period	-		-	-		1,817,418		(1,074,754)		742,664
Balance, June 30, 2026	**137,056,988**	**$**	**139,657,841**	**$ 8,948,637**	**$**	**(85,787)**	**$**	**(11,857,122)**	**$**	**136,663,569**

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

1. NATURE AND CONTINUANCE OF OPERATIONS

Bravo Mining Corp. (the “Company” or “Bravo”) was incorporated on January 1, 2022, under the laws of British Columbia as “BPGM Metals Corp.”. On January 5, 2022, the name of the entity was changed to “BPG Metals Corp.” and then to “Bravo Mining Corp.” on May 19, 2022.

The Company is primarily engaged in the business of acquiring, exploring and, if warranted, developing and operating mineral properties in Brazil.

The Company’s head office is located at Av. Jornalista Ricardo Marinho, nº. 360, room 247, Barra da Tijuca, Rio de Janeiro, RJ, Brazil, Zip code 22631-350 and its registered office is located at Bentall 5, 550 Burrard Street, Suite 2501, Vancouver, British Columbia, V6C 2B5.

Continuance of Operations

These unaudited condensed interim consolidated financial statements have been prepared on a going concern basis on the assumption that the Company will continue to operate for the next 12 (twelve) months and be able to realize its assets and discharge its liabilities in the normal course of business.

The Company is subject to risks and challenges similar to other companies in a comparable stage of operation, exploration and development. These risks include, but are not limited to, losses, successfully raising cash through debt or equity markets and the successful development of its mineral property interests to satisfy its commitments and continue as a going concern. The Company believes it has sufficient funds available from existing cash on hand and due to the financings completed during the six months ended June 30, 2026 as disclosed in note 7 - Share Capital to maintain its mineral investments, fund its exploration and evaluation expenditures and administration costs. The Company may require additional financing to complete subsequent work on the Luanga Project.

These unaudited condensed interim consolidated financial statements were authorized for issuance by the Board on August 13, 2026.

2. MATERIAL ACCOUNTING POLICY INFORMATION

These unaudited condensed consolidated interim financial statements have been prepared in accordance with IAS 34, Interim Financial Reporting, as issued by the International Accounting Standards Board ("IASB"). Accordingly, certain disclosures included in the Company’s consolidated financial statements prepared in accordance with IFRS Accounting Standards have been condensed or omitted. These condensed interim consolidated financial statements should be read in conjunction with the Company's annual consolidated financial statements for the year ended December 31, 2025, which include information necessary or useful to understanding the Company's business and financial statement presentation.

The accounting policies applied in the preparation of these unaudited condensed consolidated interim financial statements are consistent with those applied and disclosed in the Company's consolidated financial statements for the year ended December 31, 2025, except for new accounting amendments to IFRS as set out below. In preparing these unaudited condensed interim consolidated financial statements, management has made judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, revenue and expenses. Actual results may differ from these estimates. The critical judgments made by management in applying the Company's accounting policies and the key sources of estimation uncertainty were the same as those applied and disclosed in the Company's consolidated financial statements for the year ended December 31, 2025.

2. MATERIAL ACCOUNTING POLICY INFORMATION (CONTINUED)

The following new standards and amendments to standards and interpretations were effective for the Company from January 1, 2026:

Cash and cash equivalents (including electronic payment arrangements)

Cash and cash equivalents consist of cash on hand and deposits held at financial institutions that are readily convertible to known amounts of cash and subject to an insignificant risk of changes in value. The Company has early adopted the amendments to IFRS 9, Financial Instruments related to the derecognition of financial liabilities settled through electronic payment systems. In accordance with these amendments, a financial liability is derecognized before settlement when payment is effected through an electronic payment system and all of the following conditions are met: (i) the Company has no practical ability to withdraw, stop or cancel the payment instruction; (ii) the payment instruction results in the counterparty obtaining an enforceable right to receive cash; and (iii) the Company does not have access to the cash transferred once the payment instruction is initiated. When these conditions are satisfied, the related financial liability and the corresponding cash and cash equivalent balance are derecognized on the date the payment instruction is initiated rather than on the settlement date.

There was no significant impact on the financial statements as a result of adoption.

The following new standards and amendments to standards and interpretations are not yet effective for the current year.

IFRS 18, Presentation and Disclosure in Financial Statements, will be applicable for annual periods beginning on or after January 1, 2027, with early adoption permitted. Even though IFRS 18 will not have any effect on the recognition and measurement of items in the consolidated financial statements, it is expected to have a significant effect on the presentation and disclosure of certain items. The Company's consolidated financial statements are expected to include changes related to categorization and subtotals in the statement of profit or loss, aggregation/disaggregation and labelling of information, and disclosure of management-defined performance measures.

The Company is in the process of determining the impact of the above changes.

3. LUANGA PROJECT

On October 13, 2020, the Company's subsidiary Bravo Mineração entered into a definitive agreement with Vale S.A. ("Vale") to acquire 100% of the mineral rights in the Luanga Project, registered with the Brazilian National Mining Agency ("ANM") with the number 851.966/92, and located in Carajás region, Pará State, Brazil. Ownership of 100% of the Luanga Project was transferred to Bravo Mineração on November 29, 2021. Vale retained a 1% net smelter royalty.

The Banco Nacional de Desenvolvimento Econômico ("BNDES"), a Brazilian governmental Development Bank, holds a royalty interest in the Luanga Project. Bravo Mineração must pay annually to BNDES a 2% royalty on the Net Operating Revenue generated by the production of platinum concentrate.

(Expressed in United States Dollars)

3. LUANGA PROJECT (CONTINUED)

Summary of exploration and evaluation assets:

Balance as at January 1, 2025	**$ 26,983,961**
Additions:	
- Exploration and evaluation expenditures	**5,694,296**
- Effect of movements in exchange rates	**2,826,002**
Balance as at December 31, 2025	**35,504,259**
Additions:	
- Exploration and evaluation expenditures	**5,374,623**
- Effect of movements in exchange rates	**1,842,455**
Balance as at June 30, 2026	**$ 42,721,337**

4. PROPERTY, PLANT AND EQUIPMENT

Cost

	Right-of Use Assets	Vehicles	Furniture and Fixtures	Computers	Site buildings and Infrastructure	Total
Balance, January 1, 2025	**$ 402,421**	**$ 225,184**	**$ 45,439**	**$ 74,590**	**$ 976,405**	**$1,724,039**
Additions	-	11,078	-	1,582	-	12,660
Disposals	-	(77,569)	-	-	-	(77,569)
Effect on movements in exchange rates	50,456	36,098	5,697	8,714	122,423	223,388
Balance, December 31, 2025	**452,877**	**194,791**	**51,136**	**84,886**	**1,098,828**	**1,882,518**
Additions (note 8)	55,961	46,123	14,119	2,981	79,816	199,000
Effect on movements in exchange rates	27,973	12,601	2,836	5,011	66,324	114,745
Balance, June 30, 2026	**$ 536,811**	**$ 253,515**	**$ 68,091**	**$ 92,878**	**$1,244,968**	**$ 2,196,263**

(Expressed in United States Dollars)

4. PROPERTY, PLANT AND EQUIPMENT (CONTINUED)

	Right-of Use Assets	Vehicles	Furniture and Fixtures	Computers	Site buildings and Infrastructure	Total
Accumulated depreciation						
Balance, January 1, 2025	**$ 48,088**	**$ 94,413**	**$ 6,211**	**$ 28,325**	**$ 157,385**	**$ 334,422**
Additions	64,636	75,434	5,633	18,603	126,434	290,740
Disposals	-	(43,166)	-	-	-	(43,166)
Effect on movements in exchange rates	907	9,052	446	2,004	17,893	30,302
Balance, December 31, 2025	**113,631**	**135,733**	**12,290**	**48,932**	**301,712**	**612,298**
Additions	32,318	39,751	3,043	9,510	63,300	147,922
Effect on movements in exchange rates	6,966	(2,352)	768	2,756	21,993	30,131
Balance, June 30, 2026	**$ 152,915**	**$ 173,132**	**$ 16,101**	**$ 61,198**	**$ 387,005**	**$ 790,351**
Net book value						
Balance, December 31, 2025	**$ 339,246**	**$ 59,058**	**$ 38,846**	**$ 35,954**	**$ 797,116**	**$ 1,270,220**
Balance, June 30, 2026	**$ 383,896**	**$ 80,383**	**$ 51,990**	**$ 31,680**	**$ 857,963**	**$ 1,405,912**

During the six months ended June 30, 2026, the Company capitalized depreciation in Exploration and Evaluation Assets in the amount of $127,862 (June 30, 2025 - $135,792).

5. LEASE

The following table is a maturity analysis of the Company’s contractual undiscounted payments required to meet obligations of the lease terms.

	June 30, 2026	December 31, 2025
Less than one year	**$ 65,767**	$ 68,235
One to three years	**221,939**	203,805
More than three years	**345,925**	356,574
Total undiscounted lease obligation	**$ 633,631**	$ 628,614

(Expressed in United States Dollars)

5. LEASE (CONTINUED)

The following table sets out the carrying amounts of Right-Of-Use (ROU) assets included in PP&E in the condensed interim consolidated financial statements and the movements during the period:

	June 30, 2026	December 31, 2025
Beginning balance - Right-of-Use	**$ 339,246**	$ 354,333
Additions (i)	**55,961**	-
Depreciation	**(32,318)**	(64,636)
Effect on movements in exchange rates	**21,007**	49,549
Ending balance - Right-of-Use	**$ 383,896**	$ 339,246

(i) *The Company renewed its lease agreement on May 13, 2026, for its corporate head office, effective retroactively from April 1, 2026, and ending on October 1, 2028.*

The following table sets out the lease obligations included in the condensed interim consolidated financial statements:

	June 30, 2026	December 31, 2025
Current	**$ 45,712**	$ 22,945
Non-current	**414,007**	371,591
Total lease obligation	**$ 459,719**	$ 394,536

6. LOSS PER SHARE

The calculation of basic and diluted loss per share for the three and six months ended June 30, 2026 was based on the net income (loss) attributable to common shares of $(404,272) and $(1,074,754), respectively (three and six months ended June 30, 2025 - ($812,879) and ($1,502,469), respectively and the weighted average number of common shares outstanding for the three and six months ended June 30, 2026 of 136,576,870 and 131,128,679, respectively (three and six months ended June 30, 2025 - 109,143,931 and 109,106,496, respectively). Diluted loss did not include the effect of stock options for the three and six months ended June 30, 2026 and June 30, 2025, as they are anti-dilutive.

7. SHARE CAPITAL

Authorized Share Capital

The authorized share capital consisted of an unlimited number of common shares. The common shares do not have a par value. All issued shares are fully paid.

Common Shares Issued

	Number of Shares	Share Capital
Balance, January 1, 2025	**109,065,435**	**$ 58,006,785**
Exercise of stock options	84,100	202,629
Balance, June 30, 2025	**109,149,535**	**$ 58,209,414**

(Expressed in United States Dollars)

7. SHARE CAPITAL (CONTINUED)

Common Shares Issued (continued)

	Number of Shares	Share Capital
Balance, December 31, 2025	**110,333,568**	**$ 61,103,391**
Public offering (i) (ii)	26,617,794	**82,884,006**
Transaction costs (i) (ii)	-	**(4,647,982)**
Exercise of stock options	105,626	**318,426**
Balance, June 30, 2026	**137,056,988**	**$ 139,657,841**

(i) On January 20, 2026, the Company completed a public offering of 19,607,500 common shares at a price of C$4.40 per share, generating gross proceeds of C$86,273,000 (US$62,384,006). Transaction costs related to commissions, legal fees, audit and out-of-pocket expenses totaled C$4,725,046 (US$3,416,681), resulting in net proceeds of C$81,547,954 (US$58,967,325).

(ii) On April 6, 2026, the Company closed the private placement of common shares of the Company previously announced on January 13, 2026 (the “Private Placement”). Pursuant to the Private Placement, the Company issued 7,010,294 Common Shares to an arm’s-length subscriber at a price of C$4.07 per Common Share, for aggregate gross proceeds of C$28,531,897 (US$20,500,000). Transaction costs related to commissions, legal and filing fees, audit and out-of-pocket expenses were C$1,713,723 (US$1,231,301), resulting in net proceeds of C$26,818,174 (US$19,268,699).

8. RELATED PARTY TRANSACTIONS

The transactions below occurred in the normal course of the operations, are measured at the exchange amount, which is the amount of consideration established as per agreements signed with related parties.

a. Key Management personnel include those persons that have authority and responsibility for planning, directing and controlling the activities of the Company as a whole. The Company has determined that key management personnel consist of executives and, from an accounting perspective, non-executive members of the Company’s Board of Directors and corporate officers, and the companies controlled by these individuals.

b. During the three and six months ended June 30, 2026, the Company paid and / or accrued expenses totaling $169,645 and $338,928, respectively (three and six months ended June 30, 2025 - $109,888 and $231,954, respectively), relative to: a) Luis Azevedo, and b) FFA Legal Ltda., VCA Locações e Serviços Ltda., BGold Mineração Ltda. and VTF Mineração Ltda. (collectively called “Azevedo Representações”), each an organization of which Luis Azevedo is a shareholder. Luis Azevedo is the Chief Executive Officer, Chairman, and a shareholder of the Company. These expenditures occurred at their exchange amounts and the breakdown is as follows:

(Expressed in United States Dollars)

8. RELATED PARTY TRANSACTIONS (CONTINUED)

b. (continued)

	Three Months Ended June 30,		Six Months Ended June 30,	
	2026	**2025**	**2026**	**2025**
Professional and consulting fees	**$ 95,645**	$ 48,487	**$ 192,336**	$ 98,896
Office and administrative services	**44,926**	27,802	**83,859**	58,324
Recognized in net loss for the period	**140,571**	**76,289**	**276,195**	**157,220**
Exploration and evaluation assets (i)	**29,074**	33,599	**62,733**	74,734
	$ 169,645	**$ 109,888**	**$ 338,928**	**$ 231,954**

(i) Includes $46,617 of lease payment for the six months ended June 30, 2026 (June 30, 2025 – $26,570).

As of June 30, 2026, Azevedo Representações was owed $12,299 (December 31, 2025 - $9,132). This amount was included in accounts payable and accrued liabilities.

c. During the three and six months ended June 30, the Company paid and accrued Key Management compensation and fees as follows:

	Three Months Ended June 30,		Six Months Ended June 30,	
	2026	**2025**	**2026**	**2025**
Salaries and consulting fees (i)	$ 227,766	$ 121,195	$ 448,367	$ 251,558
Director fees (ii)	45,313	30,298	90,625	62,966
Stock-based compensation (iii)	307,307	404,630	592,780	760,808
Recognized in net loss for the period	**580,386**	**556,123**	**1,131,772**	**1,075,332**
Salaries and consulting fees (i)	185,155	137,419	368,260	286,349
Stock-based compensation (iii)	169,990	179,572	320,111	365,273
Recognized in exploration and evaluation assets	**355,145**	**316,991**	**688,371**	**651,622**
	$ 935,531	**$ 873,114**	**$ 1,820,143**	**$ 1,726,954**

(i) The salaries and consulting fees during the three and six months ended June 30, 2026 and 2025, including Luis Azevedo Representações and are as follows:

	Three Months Ended June 30,		Six Months Ended June 30,	
	2026	**2025**	**2026**	**2025**
Office and administrative	$ 44,926	$ 27,802	$ 83,859	$ 58,324
Consulting fees	182,840	93,393	364,508	193,234
Recognized in net loss for the period	**$ 227,766**	**$ 121,195**	**448,367**	**251,558**
Exploration and evaluation assets	185,155	137,419	368,260	286,349
	$ 412,921	**$ 258,614**	**$ 816,627**	**$ 537,907**

(ii) Represents the portion of annual retainers for board and committee service paid or accrued to all of the directors during the period, included in office and administrative.

(Expressed in United States Dollars)

8. RELATED PARTY TRANSACTIONS (CONTINUED)

(iii) Reflects costs associated with stock options granted as part of executive´s and director´s compensation. For the three and six months ended June 30, 2026, the amounts capitalized as Exploration and Evaluation were $169,990 and $320,111, respectively (three and six months ended June 30, 2025 - $179,572 and $365,273, respectively). The amounts charged to profit and loss were $307,307 and $592,780, respectively (three and six months ended June 30, 2025 – $404,630 and $760,808, respectively).

9. STOCK OPTIONS

The Company has a “rolling” incentive Stock Option Plan (the “Plan”) to attract, retain and motivate directors, officers, employees and consultants of the Company, subject to any such amendments or variations thereto as may be required by any regulatory authorities including an applicable stock exchange. The maximum number of common shares reserved for issuance under the Plan may not exceed 10% of the total number of issued and outstanding common shares and, to any one option holder, may not exceed 5% of the issued common shares on a yearly basis. The exercise price of each stock option will not be less than the market price of the Company’s stock at the last closing price prior to the date of the grant. The stock options will be exercisable for five years from the grant date, with 25% vesting immediately on the grant date and an additional 25% vesting annually applicable for grants made until September 30, 2024. For grants made after July 1, 2024, 25% will vest on the first anniversary of the grant date, with an additional 25% vesting each subsequent year. The grant made on January 16, 2024 had different vesting schedule (see below).

The exercise of any option shall be contingent upon receipt by the Company of payment of the aggregate purchase price for the common shares in respect of which the option has been exercised. The Plan contains a cashless exercise provision whereby an option that is eligible for exercise may be exercised on a cashless basis instead of a participant making a cash payment for the aggregate exercise price of the options being exercised, by using a short-term loan provided by an independent brokerage firm. The Plan also contains a net exercise provision whereby an option that is eligible for exercise may be exercised on a net exercise basis instead of the participant making a cash payment for the aggregate exercise price of the options being exercised.

A summary of changes in stock options is as follows:

	Number of Options	Weighted Average Exercise Price (C$)
Balance, January 1, 2025	**7,453,650**	**$ 2.50**
Exercised (i)	(84,100)	(1.83)
Granted (ii)	225,000	2.42
Forfeited	(171,625)	(3.04)
Balance, June 30, 2025	**7,422,925**	**$ 2.49**

	Number of Options	Weighted Average Exercise Price (C$)
Balance, January 1, 2026	**7,360,092**	**$ 2.89**
Exercised (iii)	(105,626)	(2.29)
Granted (iv)	2,182,000	3.65
Forfeited	(8,000)	(4.30)
Balance, June 30, 2026 (iii)	**9,428,466**	**$ 3.07**

(Expressed in United States Dollars)

9. STOCK OPTIONS (CONTINUED)

(i) 84,100 options exercised from January 1, 2025 to June 30, 2025 in exchange for common shares. The Company's common shares had an average market price of C$2.61 on the date of exercise.

(ii) During Q1 and Q2 2025, the Company granted options to employees and consultants of the Company, with conditions below based on the trading data from similar companies with expected dividend yield of 0% and 5 year expected life, as follows:

Grant date 2025	Number of options	Exercise Price (C$)	Expiry date 2030	Vesting period	Fair value US$	Risk free interest rate	Share price (C$)	Volatility (rounded)
April 24	150,000	2.58	April 24	25% in the following year and 25% each year	$207,531	2.92%	1.78	113%
May 19	75,000	2.10	May 19	25% in the following year and 25% each year	$83,021	2.79%	2.10	96.12%
	225,000	**$2.42**						

(iii) 105,626 options exercised from January 1, 2026 to June 30, 2026 in exchange for common shares. The Company's common shares had an average market price of C$4.07 on the date of exercise.

(iv) During Q1 and Q2 2026, the Company granted options to employees and consultants of the Company, with conditions below based on the trading data from similar companies with expected dividend yield of 0% and 3 year expected life, as follows:

Grant date 2026	Number of options	Exercise Price (C$)	Expiry date 2029	Vesting period	Fair value US$	Risk free interest rate	Share price (C$)	Volatility (rounded)
June 5	2,182,000	3.65	June 5	25% in the following year and 25% each year	$2,150,611	2.96%	3.10	71%
	2,182,000	**$3.65**						

(Expressed in United States Dollars)

9. STOCK OPTIONS (CONTINUED)

(iii) As at June 30, 2026, the following stock options were outstanding:

Number of Options	Exercisable Options	Exercise Price (C$)	Weighted Average Remaining Contractual Life (Years)	Expiry Date
1,033,025	1,033,025	1.75	1.06	July 21, 2027
137,691	137,691	2.25	1.50	December 28, 2027
298,125	298,125	3.53	1.98	June 20, 2028
650,200	487,650	4.95	2.06	July 21, 2028
100,000	75,000	4.15	2.21	September 14, 2028
1,211,500	-	4.30	2.47	December 16, 2028
171,250	114,375	2.70	2.55	January 16, 2029
3,750	-	1.80	2.76	April 4, 2029
2,182,000	-	3.65	2.93	June 5, 2029
1,207,250	273,875	3.13	3.08	July 29, 2029
2,208,675	511,293	1.90	3.47	December 16, 2029
150,000	37,500	2.58	3.82	April 24, 2030
75,000	18,750	2.10	3.89	May 19, 2030
9,428,466	**2,987,284**	**3.07**	**2.71**	

Total stock-based compensation for the three and six months ended June 30, 2026 and 2025 was as follows:

	Three Months Ended June 30,		Six Months Ended June 30,	
	2026	**2025**	**2026**	**2025**
Exploration and evaluation assets	$ 271,854	$ 332,996	$ 521,254	$ 727,645
Loss and comprehensive loss	435,309	509,447	844,946	1,020,625
	$ 707,163	**$ 842,443**	**$ 1,366,200**	**$ 1,748,270**

10. FINANCIAL RISK MANAGEMENT

The Company manages its exposure to a number of different financial risks arising from operations as well as from the use of financial instruments, including market risks (foreign currency exchange rate and interest rate), credit risk and liquidity risk, through its risk management strategy. The objective of the strategy is to support the delivery of the Company's financial targets while protecting its future financial security and flexibility. Financial risks are primarily managed and monitored through operating and financing activities. The Company does not use derivative financial instruments. The financial risks are evaluated regularly with due consideration to changes in key economic indicators and to up-to-date market information. The Company’s risk exposures and the impact on the Company’s financial instruments are summarized below:

10. FINANCIAL RISK MANAGEMENT (CONTINUED)

(a) Credit Risk

Credit risk is the financial risk of non-performance of a contracted counter party. The Company's credit risk is primarily attributable to cash and cash equivalents and recoveries from the governments in Canada and Brazil. The Company reduces its credit risk by maintaining its cash with reputable financial institutions.

(b) Liquidity Risk

Liquidity risk is the risk that the Company will not be able to meet its obligations associated with financial liabilities as they come due. The Company's investment policy is to invest its excess cash in high grade investment securities with varying terms to maturity, selected with regard to the expected timing of expenditures for continuing operations. The Company monitors its liquidity position and budgets future expenditures, in order to ensure that it will have sufficient capital to satisfy liabilities as they come due.

As at June 30, 2026, the Company had current liabilities of $1,662,238 (December 31, 2025: $515,046) and had cash and cash equivalents of $94,068,036 (December 31, 2025: $20,019,031) to meet its current obligations. The Company regularly evaluates its cash position to ensure preservation and security of capital as well as maintenance of liquidity.

(c) Market Risk

Interest Rate Risk

Interest rate risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate due to changes in market interest rates. The Company is exposed to interest rate risk on its cash and cash equivalents, The Company does not use derivative instruments to reduce its exposure to interest rate risk.

Foreign Exchange Risk

The Company is exposed to foreign currency risk on fluctuations related to cash and cash equivalents, tax recoverable, taxes payable, accounts payable, accrued liabilities and current and long lease liability, denominated in Brazilian Real. A 10% fluctuation between the US dollar and the Brazilian real would impact profit or loss for the six months ended June 30, 2026 by approximately $36,651 (six months ended June 30, 2025 - approximately $31,300).

The Company also has balances in Canadian dollars for cash and cash equivalents, interest receivable, recoverable taxes, accounts payable and accrued liabilities. A 10% fluctuation between the US dollar and the Canadian dollar would additionally impact profit or loss for the six months ended June 30, 2026 by approximately $97,163 (six months ended June 30, 2025 - approximately $78,800).