LOMIKO METALS INC.

UNAUDITED CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

Six month period ended January 31, 2025

INDEX TO UNAUDITED CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

LOMIKO METALS INC.
CONDENSED CONSOLIDATED INTERIM STATEMENTS OF FINANCIAL POSITION
(Unaudited - Expressed in Canadian Dollars)

	As at January 31, 2025	As at July 31, 2024
ASSETS		
Current		
Cash and cash equivalents (Note 3 & 8)	$ 996,197	$ 1,245,314
Other receivables	43,914	76,962
Prepaid expenses	92,592	174,772
	1,132,703	1,497,048
Non-current		
Exploration and evaluation advances	89,244	74,244
Exploration and evaluation assets (Note 4)	13,215,978	12,841,114
	13,305,222	12,915,358
	$ 14,437,925	$ 14,412,406
LIABILITIES		
Current		
Accounts payable and accrued liabilities (Note 6, 8 and 9)	$ 355,997	$ 560,902
Flow-through premium liability (Note 7)	112,265	121,492
	468,262	682,394
EQUITY		
Share capital (Note 5)	41,252,270	40,734,420
Reserves (Note 5)	4,020,124	3,961,528
Deficit	(31,302,731)	(30,965,936)
	13,969,663	13,730,012
	$ 14,437,925	$ 14,412,406

Nature of Operations and Going Concern (Note 1)
Subsequent events (Note 11)

Approved on behalf of the Board:

"Gordana Slepcev"	"Mary Juetten"
Gordana Slepcev – Chief Executive Officer and Director	Mary Juetten – Chair of audit Committee

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

LOMIKO METALS INC.
CONDENSED CONSOLIDATED INTERIM STATEMENTS OF LOSS AND COMPREHENSIVE LOSS
(Unaudited - Expressed in Canadian Dollars)

	Three Months Ended January 31		Six Months Ended January 31	
	2025	2024	2025	2024
Expenses				
Advertising and promotion	$ 9,634	$ 14,144	$ 18,193	$ 38,252
Insurance	1,484	8,442	8,786	15,577
Management and consulting fees	68,958	170,128	129,266	216,659
Office, general and administration	13,020	16,436	27,027	29,666
Professional fees	62,277	51,399	83,066	59,742
Regulatory and filing fees	15,567	14,768	25,484	16,792
Salaries and benefits	61,994	165,737	225,630	332,143
Shareholder communications	27,428	51,987	32,528	71,587
Share based payments (Note 6)	114,012	78,947	222,982	157,895
Travel	5,098	5,417	9,560	19,930
Loss from operations	379,472	(577,405)	(782,523)	(958,243)
Other income/(loss)				
Income taxes	2,644	-	2,644	209
Other income	714	438	714	438
Amortization of flow-through premium liability (Note 8)	24,147	150,820	61,728	50,820
Part XII.6 interest		(14,779)		(14,779)
	27,505	136,479	65,086	136,688
Net loss and comprehensive loss for the period	$ (351,967)	$ (440,926)	$ (717,437)	$ (821,555)
Basic and Diluted Loss Per Share	$ (0.01)	$ (0.01)	$ (0.02)	$ (0.02)
Basic and Diluted Weighted Average Common Shares	47,273,118	39,393,165	45,122,006	38,847,784

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

LOMIKO METALS INC.
CONDENSED CONSOLIDATED INTERIM STATEMENTS OF CASH FLOWS
(Unaudited - Expressed in Canadian Dollars)

	THREE MONTHS ENDED January 31		SIX MONTHS ENDED January 31	
	2025	2024	2025	2024
Cash flows (used in) operating activities				
Net (loss) from continuing operations	$ (351,967)	$ (440,926)	$ (717,437)	$(821,555)
Adjustments				
Share based compensation	114,012	78,947	222,982	157,895
Amortization of flow through premium	(24,147)	(150,820)	(61,728)	(150,820)
	(262,102)	(512,799)	(556,183)	(814,480)
Changes in non-cash working capital items:				
Other receivables	17,825	(135,987)	33,048	(53,348)
Prepaid expenses	58,919	8,864	82,180	17,304
Accounts payable	(224,822)	113,000	(204,904)	76,504
	(410,180)	(526,922)	(645,859)	(774,020)
Cash flows from financing activities				
Flow through shares	344,001	-	344,001	-
Issuance of shares for cash	420,000	500,000	420,000	500,000
Issuance of shares in repayment of debt	84,545	-	84,545	-
Share issue costs	(61,940)	(9,520)	(61,940)	(9,520)
	786,606	490,480	786,606	490,480
Cash flows used in investing activities				
Exploration and evaluation expenditures	(114,841)	(656,011)	(374,864)	(781,115)
Exploration and evaluation advance	(15,000)	300,000	(15,000)	50,000
	(129,841)	(356,011)	(389,864)	(731,115)
Increase/(decrease) in cash	246,585	(392,453)	(249,117)	(1,014,655)
Cash and cash equivalents, beginning of period	749,610	1,476,330	1,245,314	2,098,532
Cash and cash equivalents, end of period	$ 996,197	1,083,877	$ 996,197	$ 1,083,877

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

LOMIKO METALS INC.
CONDENSED CONSOLIDATED INTERIM STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY
(Unaudited – Expressed in Canadian Dollars)

	Common Shares Without Par Value				
	Shares Equity	Amount	Reserves	Deficit	Total
Balance, July 31, 2023	**38,259,831**	**$ 39,793,090**	**$ 4,026,064**	**$ (30,188,518)**	**$ 13,630,636**
Issuance of shares for cash	1,666,666	500,000	-	-	500,000
Share issue cost	-	(21,186)	-	-	(21,186)
Fair value of warrants	-	(180,880)	180,880	-	-
Issued to brokers	58,333	11,667	-	-	11,667
Warrants expired	-	-	(444,585)	444,585	-
Share based compensation	-	-	157,894	-	157,894
RSU exercised	83,333	62,500	(62,500)	-	-
Net loss for the period	-	-	-	(821,555)	(821,555)
Balance, January 31, 2024	**40,068,163**	**$ 40,165,191**	**$ 3,857,753**	**$ (30,565,488)**	**$ 13,457,456**
Issuance of shares for cash	1,242,173	434,760			434,760
Issuance of flow through shares	1,463,415	600,000	-	-	600,000
Flow through share premium	-	(87,805)	-	-	(87,805)
RSU exercised	60,000	15,000	(15,000)	-	-
RSU cancelled	-	-	(26,786)	26,786	-
DSU exercised	137,143	62,857	(62,857)	-	-
DSU cancelled	-	-	(42,857)	42,857	-
Options cancelled	-	-	(181,686)	181,686	-
Share issue costs	-	(46,694)	-	-	(46,694)
Fair value assigned to warrants	-	(408,889)	408,889	-	-
Warrants expired	-	-	(95,589)	95,589	-
Share based compensation	-	-	119,661	-	119,661
Net loss for the period	-	-	-	(747,366)	(747,366)
Balance July 31, 2024	**42,970,894**	**$ 40,734,420**	**$ 3,961,528**	**$ (30,965,936)**	**$ 13,730,012**
Issuance of shares for cash	2,548,157	344,001	-	-	344,001
Issuance of flow through shares	2,625,000	420,000	-	-	420,000
Issuance of shares to settle related party debt	545,454	84,545	-	-	84,545
Flow through share premium	-	(52,500)	-	-	(52,500)
Share issue costs	-	(61,940)	-	-	(61,940)
Fair value assigned to warrants	-	(275,631)	275,631	-	-
Warrants expired	-		(186,904)	186,904	-
RSU exercised	79,166	59,375	(59,375)	-	-
RSU cancelled	-	-	(33,911)	33,911	-
Options cancelled	-	-	(149,445)	149,445	-
Options expired	-	-	(10,382)	10,382	-
Share based compensation	-	-	222,982	-	222,982
1 Loss for the period	-	-	-	(717,437)	(717,437)
Balance, January 31, 2025	**48,768,671**	**$ 41,252,270**	**$ 4,020,124**	**$ (31,302,731)**	**$ 13,969,663**

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

1. NATURE OF OPERATIONS AND GOING CONCERN

(a) Nature of Operations

Lomiko Metals Inc., (along with its subsidiaries collectively referred to as the "Company" or "Lomiko"), is engaged in the acquisition, exploration and development of resource properties. The Company was incorporated on July 3, 1987, under the British Columbia Company Act. The Company is listed on the TSX-Venture Exchange ("TSX-V") having the symbol LMR.V as a Tier 2 mining issuer and on the over-the-counter Exchange in the United States having the symbol LMRMF, and the Frankfurt Exchange in Germany having the symbol DH8C.

The Company's registered and head office is unit 439-7184 120th Street, Surrey, British Columbia, Canada V3W 0M6.

(b) Going Concern

These consolidated financial statements have been prepared on a going concern basis, which contemplates the realization of assets and the discharge of liabilities in the normal course of business for the foreseeable future. The Company has incurred cumulative losses of $31,302,731 and has reported a loss of $717,437 for the period ended January 31, 2025. The ability of the Company to continue as a going concern is dependent upon successfully obtaining additional financing, entering into a joint venture, a merger or other business combination transaction involving a third party, sale of all or a portion of the Company's assets, the outright sale of the Company, the successful development of the Company's mineral property interests, or a combination thereof. There can be no assurance that funding from this will be sufficient in the future to continue and develop its mineral properties. These factors indicate the existence of a material uncertainty that may cast significant doubt upon the Company's ability to continue as a going concern. These consolidated financial statements do not include any adjustments to the recoverability and classification of recorded asset amounts and classification of liabilities that might be necessary should the Company be unable to continue as a going concern. Such adjustments could be material.

2. BASIS OF PREPARATION AND STATEMENT OF COMPLIANCE

(a) Statement of Compliance

These consolidated financial statements of the Company, have been prepared in accordance with International Financial Reporting Standards ("IFRS"), as issued by the International Accounting Standards Board ("IASB") and interpretations of the International Financial Reporting Interpretations Committee ("IFRIC"). These consolidated financial statements were approved and authorized for issue by the Board of Directors on March 25, 2025.

(b) Basis of Presentation and Consolidation

These consolidated financial statements of the Company incorporate the financial statements of the Company and its wholly owned subsidiaries, The Conac Company Inc., Conac Software (USA) Inc., and Lomiko Metals LLC from the day the Company gains control over the subsidiaries and ceases when the Company loses control of the subsidiaries. Control is achieved when the Company has power over the investee; is exposed, or has rights, to variable returns from its involvement with the investee; and has the ability to use its power to affect the investee's returns.

(Unaudited - Expressed in Canadian Dollars)

2. BASIS OF PREPARATION AND STATEMENT OF COMPLIANCE – continued

The Company reassesses whether or not it controls a subsidiary if facts and circumstances indicate that there are changes to one or more of the three above-mentioned elements.

All significant intercompany transactions, balances, income and expenses are eliminated on consolidation.

These unaudited condensed consolidated interim statements have been prepared on the basis of accounting policies and methods of computation consistent with those applied in the Company's July 31, 2024 annual financial statements.

3. CASH AND CASH EQUIVALENTS

Cash and cash equivalents on the statement of financial position usually comprise of cash at bank, funds held in trust, and short-term deposits with an original maturity of three months or less, which are readily convertible into a known amount of cash.

	January 31, 2025	July 31, 2024
Cash	$ 971,197	$ 1,220,314
Guaranteed investment certificate	25,000	25,000
	$ 996,197	$ 1,245,314

4. EXPLORATION AND EVALUATION ASSETS

La Loutre – Quebec

The Company owns 100% of the La Loutre property, which is subject to a 1.5% net smelter royalty ("NSR") of which 0.5% "NSR" can be purchased by the Company for $500,000.

Bourier – Quebec

On April 24, 2021 (amended December 31, 2021 and January 24, 2024) the Company entered into an option agreement with Critical Elements Lithium Corporation ("Critical") to acquire up to a 70% undivided interest in the Bourier property located in Quebec.

The Bourier Property is composed of one block totaling 203 claims located along the east side of the new Rupert hydroelectric complex. It is subject to a 1.4% NSR on 87 claims.

Under the terms of the agreement the Company will earn its interest in the Bourier property by way of a joint venture arrangement. The keys terms of the agreement are as follows:

FIRST OPTION

The Company earned, a 49% interest in the Bourier Property by:

- making a cash payment to Critical of $25,000 (May 4, 2021);
- making a cash payment to Critical of $25,000 (May 31, 2021);
- issuing to Critical 500,000 common shares (May 5, 2021)
- and funding exploration expenditures for an amount of $1,300,000 (funded)

(Unaudited - Expressed in Canadian Dollars)

4. EXPLORATION AND EVALUATION ASSETS - continued

SECOND OPTION

The Company having exercised the First Option, the Company had an option to increase its undivided interest in the Bourier Property from 49% to 70% by:

- making a cash payment to Critical of $250,000 and issuing 250,000 common shares, on or before the date of delivery of the First Option Exercise Notice;
- incurring or funding additional exploration expenditures for an amount of $200,000 on or before December 31, 2025; and
- delivering the Resource Estimate to Critical on or before December 31, 2025.

On April 1st, 2024, the Company announced that it would not exercise the second option.

Laurentide Region – Quebec

In March 2023 the Company staked approximately 236 claims. These new claims lie within a 100 km radius of the Company's La Loutre property and 28 claims are directly contiguous.

Carmin

On June 1, 2023 the Company completed a purchase agreement with SOQUEM Inc. ("SOQUEM") and a private company, to acquire 100% of 17 mineral claims in Southern Quebec, forming the

Carmin project. The terms of the acquisition are as follows:

- $50,000 payable in cash, to SOQUEM, (paid June 1, 2023)
- Issuance of 125,000 common shares to SOQUEM (issued May 31, 2023)
- Issuance of 125,000 common shares to the private company (issued May 31,2023)
- Granting of a royalty of 0.75% NSR to SOQUEM and the private company. The Company has the right to redeem one-third of the Royalties from both parties, reducing the royalty to 0.50%, for a cash payment of $250,000 to each party. The NSR will then be limited to $1,000,000 per party.

Summary of Exploration and Evaluation Assets

	La Loutre	Bourier	Laurentide Region	Carmin	Total
Balance, July 31, 2023	$ 9,759,774	$ 1,627,445	$ 310,250	$ 130,098	$ 11,827,567
Assays, staking, and mapping	474	-	758	26,036	27,268
Contractors/consultants	274,810	607,239	8,044	92,769	982,862
Field storage	21,281	-	-	-	21,281
Quebec Mining Tax Credit	(17,864)	-	-	-	(17,864)
Balance, July 31, 2024	$ 10,038,475	$ 2,234,684	$ 319,052	$ 248,903	$ 12,841,114
Assays, staking, and mapping	83,950	-	126,634	-	210,584
Contractors/consultants	59,926	-	68,652	24,772	153,350
Field storage	10,930	-	-	-	10,930
Quebec Mining Tax Credit	-	-	-	-	-
Balance, January 31, 2025	$ 10,193,281	$ 2,234,684	$ 514,338	$ 273,675	$ 13,215,978

5. SHARE CAPITAL AND RESERVES

a) Share Capital

Authorized

The Company's authorized share capital consists of an unlimited number of common shares without par value.

Issued

Period ended January 31, 2025

On November 4, 2024, 545,454 shares were issued to related parties as settlement for debt amounting to $84,545. Legal fees of $3,550 and filing fees of $1,000 were paid.

On November 12, 2024, the Company completed a private placement by issuing 2,625,000 flow-through common share units of the Company at $0.16 per unit for total gross proceeds of $420,000. Each unit consists of one common share and one-half common share purchase warrant. Each full warrant is exercisable into one common share at an exercise price of $0.20 per share for a period of 36 months. The warrants had a fair value of $154,359 calculated using the Black Scholes Option Pricing Model, of which $112,875 was allocated to reserves on a relative fair value basis. The Company recognized a flow-through premium liability of $52,500 based on an estimated premium of approximately $0.02 per flow-through common share issued (Note 8). In addition, 101,250 share purchase warrants exercisable for 36 months at an exercise price of $0.20, with a fair value of $11,908 calculated using the Black Scholes Option Pricing Model, were recorded to share issue costs and were issued to brokers. Legal fees of $6,200, filing fees of $1,000, and commissions of $16,200 were paid.

On December 2, 2024, the Company completed a private placement by issuing 2,548,157 common share units of the Company at $0.14 per unit for total gross proceeds of $344,001. Each unit consists of one common share and common share purchase warrant. Each full warrant is exercisable into one common share at an exercise price of $0.20 per share for a period of 36 months. The warrants had a fair value of $264,729 calculated using the Black Scholes Option Pricing Model, of which $149,602 was allocated to reserves on a relative fair value basis. In addition, 12,000 share purchase warrants exercisable for 36 months at an exercise price of $0.20, with a fair value of $1,246 calculated using the Black Scholes Option Pricing Model, were recorded to share issue costs and were issued to brokers. Legal fees of $9,750, filing fees of $13,620, and commissions and finder's fee of $10,620 were paid.

A Company of a director participated in the private placement by purchasing 370,370 units in the amount of $50,000.

On January 17, 2025, 79,166 shares were issued for vested RSU's. $59,375 was transferred from reserves to share capital on issuance of the RSU shares.

Year ended July 31, 2024

On September 14, 2023, 83,333 shares were issued for vested RSU's. $62,500 was transferred from reserves to share capital on issuance of the RSU shares.

On December 6, 2023, the Company completed a private placement by issuing 1,666,666 common share units of the Company at $0.30 per unit for total gross proceeds of $500,000. Each unit consists of one common share and one common share purchase warrant. Each full warrant is exercisable into one common share at an exercise price of $0.50 per share for a period of 60 months. The warrants had a fair value of

(Unaudited - Expressed in Canadian Dollars)

SHARE CAPITAL AND RESERVES - continued

$283,405 calculated using the Black Scholes Option Pricing Model, of which $180,880 was allocated to reserves on a relative fair value basis. Legal fees of $6,932 and filing fees of $2,587 were paid. In addition, 58,333 common shares with a fair value of $11,667 were issued to brokers.

On June 10, 2024, 60,000 shares were issued for vested RSU's. $15,000 was transferred from reserves to share capital on issuance of the RSU shares.

On June 10, 2024, 137,143 shares were issued for vested DSU's. $62,857 was transferred from reserves to share capital on the issuance of the DSU shares.

On July 16, 2024, the Company completed a private placement by issuing 1,242,172 common share units of the Company at $0.35 per unit for total gross proceeds of $434,760. Each unit consists of one common share and one common share purchase warrant. Each full warrant is exercisable into one common share at an exercise price of $0.52 per share for a period of 36 months. The warrants had a fair value of $411,030 calculated using the Black Scholes Option Pricing Model, of which $211,281 was allocated to reserves on a relative fair value basis. In addition, 73,171 share purchase warrants exercisable for 24 months at an exercise price of $0.41, with a fair value of $24,002 calculated using the Black Scholes Option Pricing Model, were recorded to share issue costs and were issued to brokers. Commissions of $1,155 were paid.

On July 16, 2024, the Company completed a private placement by issuing 1,463,415 flow-through common share units of the Company at $0.41 per unit for total gross proceeds of $600,000. Each unit consists of one common share and one-half common share purchase warrant. Each full warrant is exercisable into one common share at an exercise price of $0.52 per share for a period of 36 months. The warrants had a fair value of $242,119 calculated using the Black Scholes Option Pricing Model, of which $172,507 was allocated to reserves on a relative fair value basis. The Company recognized a flow-through premium liability of $87,805 based on an estimated premium of approximately $0.02 per flow-through common share issued (Note 8). In addition, 3,300 share purchase warrants exercisable for 24 months at an exercise price of $0.35, with a fair value of $1,098 calculated using the Black Scholes Option Pricing Model, were recorded to share issue costs and were issued to brokers. Legal fees of $1,846, filing fees of $260, and commissions of $30,000 were paid.

b) Share purchase warrants

A continuity of the Company's share purchase warrant transactions for the periods ended January 31, 2025 and July 31, 2024 is as follows:

	Number of Warrants	Weighted Average Exercise Price
Balance, July 31, 2022	9,677,072	$1.17
Issued for financing	9,141,966	$0.50
Expired	(6,185,596)	$1.18
Balance, July 31, 2023	12,633,442	$0.90
Issued for financing	3,717,018	$0.51
Expired	(1,596,476)	$1.61
Balance, July 31, 2024	**14,753,984**	**$0.58**
Issued for financing	3,973,907	$0.20
Expired	(1,881,250)	$0.10
Balance, January 31, 2025	**16,846,641**	**$0.57**

(Unaudited - Expressed in Canadian Dollars)

5. SHARE CAPITAL AND RESERVES - continued

The following table summarizes information relating to share purchase warrants outstanding and exercisable as at January 31, 2025 and July 31, 2024.

Number of Warrants	Exercise Price	Expiry Date
1,858,500	$0.60	July 24, 2025
73,171	$0.41	July 16, 2026
3,300	$0.35	July 16, 2026
1,895,000	$1.10	January 19, 2027
1,973,880	$0.52	June 16, 2027
1,413,750	$0.20	November 12,2027
2,560,157	$0.20	December 2, 2027
4,057,049	$0.50	December 9, 2027
1,345,167	$0.50	July 19, 2028
1,666,667	$0.50	December 6, 2028
16,846,641		

The weighted average remaining contractual life of the warrants as at January 31, 2025 was 2.58 years (July 31, 2024 – 2.67 years).

The following weighted average assumptions were used for the Black-Scholes Option Pricing Model for warrants granted:

	January 31, 2025	July 31, 2024
Risk-free interest rate	2.96%	3.36%
Expected life of warrants	3 years	3.88 years
Annualized stock price volatility	170.28%	160.06%
Expected dividend yield	0%	0%

c) Share-based payments

On December 6, 2021, the Company adopted an Omnibus Equity Incentive Plan (“Omnibus Plan”) to amend and restate the Company’s stock option plan (“Predecessor Plan”). Under the terms of the plan the Company may grant share-based compensation to Employees, Consultants, Persons performing Investor Relations Activities and Directors.

The maximum aggregate number of Shares issuable under this plan in respect of Options shall not exceed ten (10%) percent of the Company’s issued and outstanding Shares at any point in time. The number of common shares reserved for issuance to consultants or persons performing Investor Relations activities will not exceed two (2%) of the issued and common shares in any twelve-month period. All outstanding stock options granted under the predecessor plan shall continue to be outstanding as stock options granted under and subject to the terms of this Omnibus Plan.

The maximum aggregate number of Shares issuable under this plan in respect of Deferred Share Units (DSU’s), Restricted Share Units (RSUs) and Performance Share Units (PSUs) shall not exceed 10% of

the issued and outstanding shares of the Company as at the date of adoption of the Omnibus Plan. The total number of DSU’s RSUs, and PSUs issuable to any participant under this plan shall not exceed (1%) of the issued and outstanding shares at the time of the award.

(Unaudited - Expressed in Canadian Dollars)

5. SHARE CAPITAL AND RESERVES - continued

The outstanding share purchase options as of January 31, 2025, are summarized as follows:

Date of Grant	Expiry Date	Exercise Price	Number of Options Outstanding	Number of Options Exercisable
December 18, 2020	December 18, 2025	$ 0.50	155,000	155,000
August 4, 2019	August 4, 2026	$ 1.20	270,000	270,000
October 25, 2021	October 25, 2026	$ 1.20	305,000	305,000
February 7, 2023	February 7, 2027	$ 0.70	158,333	158,333
February 21, 2023	February 22, 2027	$ 0.70	35,000	35,000
April 5, 2023	April 5, 2027	$ 0.85	35,000	35,000
February 22, 2023	February 22, 2028	$ 0.50	790,000	263,334
January 23, 2025	January 23, 2030	$ 0.135	375,000	125,000
January 23, 2025	January 23, 2028	$ 0.135	110,000	27,500
			2,233,333	1,374,167

The following table reflects the share purchase options that could be exercisable for an equal number of common shares:

	January 31, 2025		July 31, 2024	
	Number of options	**Weighted Average Exercise Price**	Number of options	Weighted Average Exercise Price
Balance, beginning of period	2,214,000	$ 0.73	2,434,000	$ 0.70
Granted	500,000	$ 0.135	-	-
Expired	(40,000)	$ 0.50	-	-
Cancelled	(425,666)	$ 0.76	(220,000)	$ 0.88
Balance, end of period	2,248,334	$ 1.02	2,214,000	$ 0.73
Exercisable	1,374,167	$ 0.97	1,484,667	$ 0.85

On January 23, 2025, the Company granted 375,000 stock options to management and consultants of the Company. The stock options vest 1/3 on the grant date, 1/3 on the second anniversary date, and 1/3 on the third anniversary. The options expire on January 23, 2030.

On January 23, 2025, the Company granted 110,000 stock options to consultants of the Company. The stock options vest 1/4 on the grant date, 1/4 on April 23, 2025, 1/4 on July 23, 2025, and 1/4 on January 23, 2026. The options expire on January 23, 2028.

During the period ended January 31, 2025, the Company recorded $47,040 (2024 - $69,748) in share-based compensation based on the vesting provisions of the granted options.

The following weighted-average assumptions were used for the Black-Scholes Option Pricing Model of stock options granted:

(Unaudited - Expressed in Canadian Dollars)

5. SHARE CAPITAL AND RESERVES - continued

	January 31, 2025	July 31, 2024
Risk free interest rate	3.01%	3.36%
Expected life of options	4.55 years	3.88 years
Annualized stock price volatility	160.16%	160.06%
Expected dividend yield	0%	0%

The weighted average remaining contractual life of options outstanding at January 31, 2025 was 4 years (July 31, 2024 – 2.80 years).

d) Long-term incentive Plan

i. RSU's

On January 23, 2025, the Company granted an additional 1,014,816 RSU's to certain directors. Under the RSU plan, the directors will receive the Company's common shares at no cost at the end of the vesting period, which is one year. The RSU's issued to executive employees, vest based on achieving annual performance milestones. At January 31, 2025, no RSU's have vested. The RSU value is determined based on the fair value of the Company's common shares at the grant date and amortized over the vesting period.

On August 14, 2024, the Company granted an additional 337,776 RSU's to certain directors. Under the Under the RSU plan, the directors will receive the Company's common shares at no cost at the end of the vesting period, which is one year. The RSU's issued to executive employees, vest based on achieving annual performance milestones. As at January 31, 2025, no RSU's have vested. The RSU value is determined based on the fair value of the Company's common shares at the grant date and amortized over the vesting period.

On May 21, 2024, the Company granted an additional 821,429 RSU's to certain directors. Under the RSU plan, the directors will receive the Company's common shares at no cost at the end of the vesting period, which is one year. The RSU's issued to executive employees, vest based on achieving annual performance milestones. At January 31, 2025, no RSU's have vested. The RSU value is determined based on the fair value of the Company's common shares at the grant date and amortized over the vesting period.

As at January 31, 2025, 79,166 RSU's, valued at $59,375 (July 31, 2024 -143,333 at $77,500), were converted into shares.

All RSU's expire 10 years after being granted.

The number of RSU's outstanding at January 31, 2025 and July 31, 2024, is as follows:

	Number of RSU Awards
Balance, July 31, 2023	562,500
Granted	821,429
Redeemed	(143,333)
Cancelled	(35,714)
Balance, July 31, 2024	1,204,882
Granted	1,352,592
Redeemed	(79,166)

(Unaudited - Expressed in Canadian Dollars)

5. SHARE CAPITAL AND RESERVES - continued

Cancelled	(335,873)
Balance January 31, 2025	2,142,435
Redeemable	304,286

For the period ended January 31, 2025, the Company recorded $140,302 (2024 - $37,808), respectively, as a share-based compensation expense relating to RSU's.

As at January 31, 2025, 335,873 RSU's valued at $33,912 were cancelled.

ii. DSU's

On January 23, 2025, the Company granted an additional 844,443 DSU's to non-executive directors. Under the DSU plan, the directors will receive the Company's common shares at no cost at the end of the vesting period, which is one year. At January 31, 2025, no DSU's have vested. The DSU value is determined based on the fair value of the Company's common shares at the grant date and amortized over the vesting period.

On August 14, 2024, the Company granted an additional 71,112 DSU's to non-executive directors. Under the DSU plan, the directors will receive the Company's common shares at no cost at the end of the vesting period, which is one year. At January 31, 2025 no RSU's have vested. The DSU value is determined based on the fair value of the Company's common shares at the grant date and amortized over the vesting period

On May 21, 2024, the Company granted an additional 160,000 RSU's to certain directors. Under the DSU plan, the directors will receive the Company's common shares at no cost at the end of the vesting period, which is one year. At July 31, 2024, no RSU's have vested. The RSU value is determined based on the fair value of the Company's common shares at the grant date and amortized over the vesting period.

The number of DSU's outstanding at January 31, 2025 and July 31, 2024, is as follows:

	Number of DSU Awards
Balance, July 31, 2023	742,857
Granted	160,000
Redeemed	(137,143)
Cancelled	(57,143)
Balance, July 31, 2024	708,571
Granted	915,556
Balance January 31, 2025	1,624,127
Redeemable	548,572

For the period ended January 31, 2025, the Company recorded $35,638 (2024- $37,808) as share-based compensation.

As at January 31, 2025, 0 DSU's (2024- 57,143 valued at $42,857) were cancelled.

(Unaudited - Expressed in Canadian Dollars)

5. SHARE CAPITAL AND RESERVES - continued

e) Reserves

Equity reserve records items recognized as share-based compensation and allocation of the value of stock options and warrants until such time that the stock options and warrants are exercised, at which time the corresponding amount will be transferred to share capital.

The values recorded to reserves for stock options and warrants are transferred to deficit on expiration or cancellation of such stock options and warrants.

6. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

	January 31, 2025	July 31, 2024
Accounts payables	$ 38,758	$ 138,604
Accrued liabilities	66,156	193,756
Wages payable	251,083	228,542
	$ 355,997	$ 560,902

7. FLOW THROUGH PREMIUM LIABILITY

	January 31, 2025	July 31, 2024
Balance, beginning of year	$ 121,492	$ 202,727
Add:		
July 16, 2024, private placement (Note 6)	-	87,805
November 19, 2024, private placement (Note 6)	52,500	
Amortization of flow through premium liability	(61,728)	(169,040)
Balance, end of year	$ 112,265	$ 121,492

As at January 31, 2025 the Company is required to incur further Canadian exploration expenditures of $828,397 no later than December 31, 2025, pursuant to the terms of the subscription agreements.

The flow-through premium liability is to be amortized to the statement of loss and comprehensive loss pro-rata with the amount of qualifying flow-through expenditures incurred.

Flow through expenditures
The Company is able to continue to incur exploration expenses beyond the deadlines. However, it could be subject to a penalty of 4-5% per annum on the balance required to be spent on its exploration work. The Company intends to fulfill its flow-through commitments within the given time constraints.

8. FINANCIAL INSTRUMENTS AND RISK MANAGEMENT

The Company is exposed through its operations to the following financial risks:

a) Market Risk
b) Credit Risk
c) Liquidity Risk

8. FINANCIAL INSTRUMENTS AND RISK MANAGEMENT - continued

In common with all other businesses, the Company is exposed to risks that arise from its use of financial instruments. This note describes the Company's objectives, policies and processes for managing those risks and the methods used to measure them. Further quantitative information in respect of these risks is presented throughout these financial statements.

There have been no substantive changes in the Company's exposure to financial instrument risks, except as noted under equity risk. Its objectives, polices and processes for managing those risks or the methods used to measure them from previous year have not changed.

General Objectives, Policies and Processes:

The Board of Directors has overall responsibility for the determination of the Company's risk management objectives and policies and, whilst retaining ultimate responsibility for them, it has delegated the authority for designing and operating processes that ensure the effective implementation of the objectives and policies to the Company's finance function. The Board of Directors receives quarterly reports from the Company's Chief Financial Officer through which it reviews the effectiveness of the processes put in place and the appropriateness of the objectives and policies it sets

a) Market Risk
Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market prices. Market prices are comprised of four types of risk: foreign currency risk, interest rate risk, commodity price risk and equity price risk.

<u>Foreign Currency Risk:</u>
Foreign currency risk is the risk that a variation in exchange rates between the Canadian dollar and US dollar or other foreign currencies will affect the Company's operations and financial results. The Company does not have significant exposure to foreign exchange rate fluctuation.

<u>Interest Rate Risk:</u>
Interest rate risk is the risk that future cash flows will fluctuate as a result of changes in market interest rates. The Company does not have any borrowings. Interest rate risk is limited to potential decreases on the interest rate offered on cash and cash equivalents held with chartered Canadian financial institutions. The Company considers this risk to be low.

<u>Equity Price Risk:</u>
Equity risk is the uncertainty associated with the valuation of assets arising from changes in equity markets.

b) 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. Financial instruments which are potentially subject to credit risk for the Company consist primarily of cash and cash equivalents. The majority of cash and cash equivalents are maintained with financial institutions of reputable credit and may be redeemed upon demand. The carrying amount of financial assets represents the maximum credit exposure. The Company has gross credit exposure at January 31, 2025 relating to cash of $996,197 and other receivables of $43,914. All cash, cash equivalents and short-term deposits are held at the Royal Bank of Canada.

c) Liquidity Risk
Liquidity risk is the risk that the Company will not be able to meet its financial obligations as they become due. The Company ensures that it has sufficient cash on demand to meet short-term business requirements, after taking into account the Company's holdings of cash.

The Company's cash is invested in business accounts and is available on demand. Funding risk is the

(Unaudited - Expressed in Canadian Dollars)

8. FINANCIAL INSTRUMENTS AND RISK MANAGEMENT - continued

risk that the Company may not be able to raise equity financing in a timely manner and on terms acceptable to management. There are no assurances that equity financing will be available when, and if, the Company requires additional financing. The Company considers liquidity risk to be high.

The following table summarizes the Company's significant remaining contractual maturities for financial liabilities as at January 31, 2025 and July 31, 2024.

	Less than 3 months	3 – 12 months	Total
January 31, 2025			
Trade payables	$ 38,758	$ -	$ 38,758
July 31, 2024			
Trade payables	$ 138,604	$ -	$ 138,604

d) Fair value of financial instruments

The Company classifies its financial instruments measured at fair value at one of three levels according to the relative reliability of the inputs used to estimate fair value:

	Level 1	Level 2	Level 3	Total
January 31, 2025				
Cash and Cash equivalents	$ 996,197	$ -	$ -	$ 996,197
July 31, 2024				
Cash and Cash equivalents	$ 1,245,314	$ -	$ -	$ 1,245,314

Level 1 - quoted prices (unadjusted) in active markets

Level 2 - inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e., derived from prices); and

Level 3 – inputs for the asset or liability that are not based on observable market data (unobservable inputs)

The carrying value of the Company's financial instruments approximates fair value.

9. RELATED PARTY TRANSACTIONS

Key management personnel are the persons responsible for the planning, directing and controlling the activities of the Company and include both executive and non-executive directors, and entities controlled by such persons. The Company considers all executive employees, directors and officers of the Company to be key management personnel. The following are related party transactions not disclosed elsewhere in the financial statements. Management fees were paid to M & M Corporation, a company controlled by Jacqueline Michael, the Company's CFO, and AJS Management Corporation, a company controlled by Paul Gill, the Company's former Executive Chair. Management fees are payable to The Capital Lab Inc. a company controlled by Belinda Labatte, as of January 1, 2025 as she transitioned from the CEO role to Executive Chair, with payment terms of $8,000 for January through March, 2025 and thereafter payment terms of $7,500 per month.

Included in accounts payable is $5,572 (July 31, 2024 - $4,345) owing to executive employees, directors or companies controlled by directors or key management.

On May 31, 2024, the Company sold its subsidiary Lomiko Technologies Inc. (LT), to a former director for $10.

(Unaudited - Expressed in Canadian Dollars)

9. RELATED PARTY TRANSACTIONS - continued

		January 31, 2025		January 31, 2024
Management Fees paid to directors or companies related to directors and key management	$	53,000	$	214,839
Compensation to key management personnel		225,630		332,143
Share based payments		221,523		154,585
	$	500,153	$	701,567

7. SUPPLEMENTAL DISCLOSURE WITH RESPECT TO CASH FLOWS

		January 31, 2025		July 31, 2024
Flow through premium liability	$	112,265	$	87,805
Issuance of common shares to brokers	$	-	$	11,667
Exploration and evaluation assets in accounts payable	$	30,741	$	71,535
Exercise of RSU	$	59,375	$	77,500
Exercise of DSU	$	-	$	62,857
Exploration and evaluation advances applied to exploration and evaluation assets	$	-	$	50,000

11. SUBSEQUENT EVENTS

On February 6, 2025, the Company finalized an option agreement, to acquire 100% of the interest in the Yellow Creek Deposit, located in Central Newfoundland.

The Yellow Creek Deposit is comprised of 28 continuous mining units in 2 licenses. The terms of acquisition are as follows:

- Cash totaling $64,750, according to the following schedule:
  1. $18,500 on (paid – February 10, 2025)
  2. $23,125 on or before the first anniversary of the final agreement
  3. $23,125 on or before the second anniversary of the final agreement

- Issuance of common shares totaling $328,375, according to the following schedule
  1. $50,875 payable in Company shares (issued, February 6, 2025)
  2. $115,625 payable in Company shares on or before the first anniversary of the final agreement
  3. $161,875 payable in Company shares on or before the second anniversary of the final agreement

In addition, the Company has committed to paying a finder's fee to Starcodes Canada Inc. in the form of cash payments and share issuances as follows:

Cash payments
1. $1,500 (paid)
2. $1,875 on or before the first anniversary of the final agreement
3. $1,875 on or before the second anniversary of the final agreement

Issuance of common shares
1. 31,731 common shares (issued)
2. 72,115 on or before the first anniversary of the final agreement
3. 100,962 on or before the second anniversary of the final agreement