

# **Corcel Exploration Inc.**

**Condensed Interim Consolidated Financial Statements**

**For the three and nine months ended March 31, 2026 and 2025**

(Unaudited - Expressed in Canadian dollars)

**Notice of Disclosure of Non-auditor Review of the Condensed Interim Consolidated Financial Statements for the Three and Nine Months Ended March 31, 2026 and 2025**

Pursuant to National Instrument 51-102 *Continuous Disclosure Obligations*, part 4, subsection 4.3(3)(a) issued by the Canadian Securities Administrators, if an auditor has not performed a review of the interim financial statements, they must be accompanied by a notice indicating that the interim financial statements have not been reviewed by an auditor.

The accompanying unaudited condensed interim consolidated financial statements of Corcel Exploration Inc. for the interim periods ended March 31, 2026 and 2025, have been prepared in accordance with International Accounting Standard 34 *Interim Financial Reporting*, as issued by the International Accounting Standards Board, and are the responsibility of management.

The independent auditors, WDM Chartered Professional Accountants (as appointed in March 2026), have not performed a review of these unaudited condensed interim consolidated financial statements.

May 28, 2026

**Corcel Exploration Inc.**  
**Condensed Interim Consolidated Statements of Financial Position**  
(Unaudited - Expressed in Canadian dollars)

	Note	March 31, 2026	June 30, 2025
		\$	\$
<b>ASSETS</b>			
<b>Current</b>			
Cash		968,071	578,681
GST receivable		52,148	2,870
Prepaid expenses	6	231,706	10,852
		<b>1,251,925</b>	592,403
Reclamation deposit		34,701	-
<b>Total assets</b>		<b>1,286,626</b>	592,403
<b>LIABILITIES</b>			
<b>Current</b>			
Accounts payable and accrued liabilities	8,11	586,713	104,128
<b>Total liabilities</b>		<b>586,713</b>	104,128
<b>SHAREHOLDERS' EQUITY</b>			
Share capital	9(b)	4,723,250	3,248,620
Contributed surplus	9(c)	1,081,912	356,502
Reserves	9(d)	1,338,300	705,800
Deficit		(6,443,549)	(3,822,647)
<b>Total shareholders' equity</b>		<b>699,913</b>	488,275
<b>Total liabilities and shareholders' equity</b>		<b>1,286,626</b>	592,403

Nature of operations and going concern (Note 1)

Approved and authorized for issue on behalf of the Board of Directors:

\_\_\_\_\_  
/s/Jon Ward  
Director

\_\_\_\_\_  
/s/Jesus Velador  
Director

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

**Corcel Exploration Inc.****Condensed Interim Consolidated Statements of Loss and Comprehensive Loss**

(Unaudited - Expressed in Canadian dollars, except for number of shares)

		Three months ended		Nine months ended	
	Note	2026	March 31, 2025	2026	March 31, 2025
		\$	\$	\$	\$
<b>Operating expenses</b>					
Consulting fees		-	-	<b>30,500</b>	-
Exploration and evaluation	7(c),11	<b>797,954</b>	222,929	<b>1,080,147</b>	222,929
General and administrative		<b>3,656</b>	8,950	<b>16,704</b>	9,118
Investor relations		<b>188,440</b>	-	<b>334,032</b>	-
Management fees	11	<b>43,000</b>	-	<b>93,000</b>	-
Professional fees	10,11	<b>73,698</b>	67,082	<b>267,568</b>	130,291
Share-based compensation	9(d),11	<b>723,689</b>	-	<b>761,315</b>	-
Transfer agent and filing fees		<b>11,543</b>	5,480	<b>32,069</b>	7,379
		<b>(1,841,980)</b>	(304,441)	<b>(2,615,335)</b>	(369,717)
<b>Other expense</b>					
Foreign exchange loss		<b>(1,625)</b>	-	<b>(5,567)</b>	-
<b>Net loss and comprehensive loss</b>		<b>(1,843,605)</b>	(304,441)	<b>(2,620,902)</b>	(369,717)
<b>Net loss per share:</b>					
Basic and diluted		<b>(0.04)</b>	(0.01)	<b>(0.07)</b>	(0.01)
<b>Weighted average number of common shares:</b>					
Basic and diluted		<b>44,236,748</b>	36,735,333	<b>37,514,375</b>	27,343,723

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

**Corcel Exploration Inc.**  
**Condensed Interim Consolidated Statements of Cash Flows**  
(Unaudited - Expressed in Canadian dollars)

	Nine months ended	
	2026	March 31, 2025
	\$	\$
<b>Operating activities</b>		
Net loss and comprehensive loss	(2,620,902)	(369,717)
Adjustment for:		
Share-based compensation	761,315	-
Interest expenses	-	6,549
Foreign exchange loss	5,567	-
Changes in non-cash working capital:		
GST receivable	(49,278)	227
Prepaid expenses	(220,854)	1,233
Accounts payable and accrued liabilities	476,518	89,847
<b>Cash used in operating activities</b>	<b>(1,647,634)</b>	<b>(271,861)</b>
<b>Investing activity</b>		
Reclamation security deposit	(34,701)	86,578
<b>Cash provided by investing activity</b>	<b>(34,701)</b>	<b>86,578</b>
<b>Financing activities</b>		
Proceeds from issuance of units in private placement	2,103,224	1,434,000
Share issuance costs	(67,499)	(27,419)
Proceeds from option exercises	36,000	-
<b>Cash provided by financing activities</b>	<b>2,071,725</b>	<b>1,406,581</b>
Change in cash	389,390	1,221,298
Cash, beginning of the period	578,681	241,442
<b>Cash, end of the period</b>	<b>968,071</b>	<b>1,462,740</b>
<b>Supplemental cash flow information:</b>		
Cash taxes paid	-	-
Cash interest paid	-	-
Fair value of finder's warrants issued in private placement	53,627	-
Subscription liability included in accounts payable and accrued liabilities	500	-

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**Corcel Exploration Inc.**  
**Condensed Interim Consolidated Statements of Changes in Shareholders' Equity**  
(Unaudited - Expressed in Canadian dollars, except number of shares)

	<b>Common shares</b>	<b>Share capital</b>	<b>Contributed surplus</b>	<b>Warrants Reserve</b>	<b>Deficit</b>	<b>Total shareholders' equity</b>
	<b>#</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>
Balance, June 30, 2024	22,750,000	897,839	-	-	(679,035)	218,804
Shares issued in acquisition of CuQuest Resources Corp.	15,000,000	1,650,000	-	-	-	1,650,000
Units issued in private placements	9,560,000	757,323	-	676,677	-	1,434,000
Unit issuance costs	-	(56,542)	-	29,123	-	(27,419)
Net loss and comprehensive loss	-	-	-	-	(369,717)	(369,717)
Balance, March 31, 2025	47,310,000	3,248,620	-	705,800	(1,048,752)	2,905,668
Share-based compensation	-	-	356,502	-	-	356,502
Net loss and comprehensive loss	-	-	-	-	(2,773,895)	(2,773,895)
Balance, June 30, 2025	47,310,000	3,248,620	356,502	705,800	(3,822,647)	488,275
Units issued in private placements	11,681,798	1,523,852	-	578,873	-	2,102,725
Unit issuance costs	-	(121,127)	-	53,627	-	(67,500)
Shares issued from option exercises	300,000	71,905	(35,905)	-	-	36,000
Share-based compensation	-	-	761,315	-	-	761,315
Net loss and comprehensive loss	-	-	-	-	(2,620,902)	(2,620,902)
<b>Balance, March 31, 2026</b>	<b>59,291,798</b>	<b>4,723,250</b>	<b>1,081,912</b>	<b>1,338,300</b>	<b>(6,443,549)</b>	<b>699,913</b>

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

**Corcel Exploration Inc.**  
**Notes to the Condensed Interim Consolidated Financial Statements**  
**For the three and nine months ended March 31, 2026 and 2025**  
(Unaudited - Expressed in Canadian dollars, except where noted)

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## **1. NATURE OF OPERATIONS AND GOING CONCERN**

Corcel Exploration Inc. ("Corcel" or the "Company") was incorporated under the laws of the Province of British Columbia, Canada, on July 21, 2020. The Company was formed to engage in the business of acquiring, exploring, and evaluating mineral properties. On December 2, 2021, the Company completed its initial public offering (the "Offering"), and effective December 3, 2021, the Company's common shares commenced trading under the ticker symbol "CRCL" on the Canadian Securities Exchange. The Company's common shares are listed in the United States (the "U.S.") on the OTCQB® Venture Market under the ticker symbol "CRLEF". The address of the Company's corporate office and principal place of business is 1723-595 Burrard Street, Vancouver, British Columbia, V7X 1J1, Canada. On January 9, 2025, the Company completed the acquisition of CuQuest Resources Corp. ("CuQuest"). CuQuest holds the right to acquire 100% interest in the Yuma King Property located in La Paz County, Arizona (Note 7).

The Company's mineral properties are in the exploration stage and, as a result, the Company currently has no source of operating cash inflow. The exploration and development of the Company's mineral properties depend on the ability of the Company to obtain further financing.

During the three and nine months ended March 31, 2026, the Company incurred a net loss and comprehensive loss of \$1,843,605 and \$2,620,902, respectively (2025 - \$304,441 and \$369,717, respectively). As at March 31, 2026, the Company had a working capital of \$699,913 (June 30, 2025 - \$488,275) and an accumulated deficit of \$6,443,549 (June 30, 2025 - \$3,822,647). The Company's future viability depends upon the acquisition and financing of mineral exploration or other projects. If the mineral projects are to be successful, additional funds will be required for development and, if warranted, to place them in commercial production. The expected primary source of future funds presently available to the Company is through the issuance of common shares. The ability of the Company to arrange such financing will depend, in part, on prevailing market conditions as well as the business performance of the Company. These events and conditions indicate the existence of material uncertainties that cast significant doubt on the Company's ability to continue as a going concern. There can be no assurance that the Company will be successful in its efforts to arrange the necessary financing, if needed, on terms satisfactory to the Company. If additional financing is arranged through the issuance of shares, control of the Company may change, and shareholders may suffer significant dilution.

Although the Company has taken steps to verify title to the mineral properties in which it has an interest, in accordance with industry standards for the current stage of exploration of such properties, these procedures do not guarantee the Company's title. Property title may be subject to government licensing requirements or regulations, unregistered prior agreements, undetected defects, unregistered claims, native land claims, and non-compliance with regulatory and environmental requirements.

These condensed interim consolidated financial statements (the "financial statements") have been prepared on a going concern basis which assumes that the Company will continue in operations for the foreseeable future and will be able to realize its assets and discharge its liabilities and commitments in the normal course of business. Realization values may be substantially different from carrying values as shown and the 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. Such adjustments could be material.

## **2. BASIS OF PREPARATION**

### **a) Statement of compliance**

These financial statements were approved by the Board of Directors and authorized for issue on May 28, 2026.

These financial statements have been prepared in accordance with IFRS® Accounting Standards ("IFRS") as issued by the International Accounting Standards Board applicable to the preparation of interim financial statements including IAS 34 *Interim Financial Reporting*. These financial statements do not include all the information and disclosures required in annual financial statements. Accordingly, they should be read in conjunction with the notes to the Company's audited financial statements for the years ended June 30, 2025 and 2024 (the "Annual Financial Statements").

### **b) Basis of presentation**

The financial statements have been prepared using the historical cost basis, except for certain financial assets and liabilities which are measured at fair value, as specified by IFRS, as well as information presented in the consolidated statements of cash flows. In addition, these consolidated financial statements have been prepared using the accrual basis of accounting, except for cash flow information.

**Corcel Exploration Inc.**  
**Notes to the Condensed Interim Consolidated Financial Statements**  
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**2. BASIS OF PREPARATION (continued)**

**c) Functional and presentation currency**

The functional currency is the currency of the primary economic environment in which an entity operates. The functional currency of the Company and its subsidiaries is the Canadian dollar. The financial statements are presented in Canadian dollars, except as otherwise noted. References to "\$" or "CAD" are to Canadian dollars.

**d) Basis of consolidation**

These financial statements include the accounts of the Company and its subsidiaries. All intercompany transactions and balances are eliminated on consolidation. Control exists where the parent entity has power over the investee and is exposed, or has rights, to variable returns from its involvement with the investee and has the ability to affect those returns through its power over the investee. Subsidiaries are fully consolidated from the date control transferred to the Company and are deconsolidated from the date control ceases.

A summary of the Company's subsidiaries that are consolidated in these financial statements as at March 31, 2026, is as follows:

<b>Name of subsidiary</b>	<b>Country of incorporation</b>	<b>Percentage ownership</b>	<b>Functional currency</b>
CuQuest	Canada	100%	CAD
Corcel Exploration USA Inc.	USA	100%	CAD
Yuma King Ventures USA LLC	USA	100%	CAD

**3. MATERIAL ACCOUNTING POLICIES**

In the preparation of these financial statements, the Company used the same accounting policies as those applied and disclosed in the Annual Financial Statements, except for the following:

Pronouncements issued but not yet effective

The Company assessed the impacts of the amendments to IAS 1 Presentation of Financial Statements, becoming effective after January 31, 2024, which clarifies that the classification of liabilities as current or non-current depends on the rights existing at the end of the reporting period as opposed to the expectations of exercising the right for settlement of the liability. The amendments had no impact on the Company's financial statements.

On April 9, 2024, the IASB issued IFRS 18 *Presentation and Disclosure in Financial Statements*. IFRS 18 will apply for reporting periods beginning on or after January 1, 2027, and applies to comparative information. IFRS 18 will replace IAS 1; many of the other existing principles in IAS 1 are retained, with limited changes. IFRS 18 will not impact the recognition or measurement of items in the financial statements, but it may change what an entity reports as its 'operating profit or loss'. Key new concepts introduced in IFRS 18 relate to: (i) the structure of the statement of profit or loss; (ii) required disclosures in the financial statements for certain profit or loss performance measures that are reported outside an entity's financial statements (that is, management-defined performance measures); and (iii) enhanced principles on aggregation and disaggregation which apply to the primary financial statements and notes in general. The Company is currently assessing the effects of IFRS 18 on the financial statements.

The Company has not early-adopted any other new accounting standards, interpretations or amendments that have been issued but are not yet effective.

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**4. SIGNIFICANT ACCOUNTING JUDGMENTS AND SOURCES OF ESTIMATION UNCERTAINTY**

The preparation of financial statements in accordance with IFRS requires management to make judgements in applying its accounting policies and estimates that affect the reported amounts of assets and liabilities at the period end date and reported amounts of expenses during the reporting period. Such judgements and estimates are, by their nature, uncertain. Actual outcomes could differ from these estimates.

The impact of such judgements and estimates is pervasive throughout these financial statements and may require accounting adjustments based on future occurrences. These judgements and estimates are continuously evaluated and are based on management's experience and knowledge of the relevant facts and circumstances. Revisions to accounting estimates are recognized in the period in which the estimate is revised and are accounted for prospectively.

In preparing these financial statements, the Company applied the same significant judgements in applying its accounting policies and is exposed to the same sources of estimation uncertainty as disclosed in its Annual Financial Statements.

**5. ACQUISITION OF CUQUEST RESOURCES CORP.**

On January 8, 2025, the Company completed an acquisition of 100% of the issued and outstanding shares of CuQuest (the "Acquisition"). The former shareholders of CuQuest received 15,000,000 common shares in the capital of the Company. The total fair value of the consideration was \$1,650,000. CuQuest holds the right to acquire 100% interest in the Yuma King Property located in La Paz County, Arizona (Note 7).

The Acquisition did not meet the definition of a business under IFRS 3 *Business Combinations* and has been accounted for as an asset acquisition as the significant inputs, processes, and outputs that together constitute a business did not exist in CuQuest at the time of acquisition. As a result, the Acquisition has been accounted for as an equity-settled share-based payment transaction within the scope of IFRS 2 *Share-based Payment*. As such, the total purchase price was allocated to the identifiable assets acquired and liabilities assumed based on their relative fair values. Transaction costs associated with the acquisition were included as part of the cost of the assets.

A summary of the net assets acquired, and consideration paid on January 8, 2025, is as follows:

	<b>CuQuest</b>
	<b>\$</b>
Cash	86,578
Prepaid expenses	2,780
Accounts payable and accrued liabilities	(173,041)
Promissory notes	(263,198)
Exploration and evaluation expenditure	1,996,881
<b>Net assets acquired</b>	<b>1,650,000</b>
<b>Consideration paid in shares (15,000,000 shares at \$0.11)</b>	<b>1,650,000</b>

**6. PREPAID EXPENSES**

A summary of the Company's prepaid expenses is as follows:

	<b>March 31,</b>	June 30,
	<b>2026</b>	2025
	<b>\$</b>	<b>\$</b>
Exploration and evaluation	136,485	-
Investor relations	95,221	-
Professional fees	-	10,852
	<b>231,706</b>	<b>10,852</b>

**Corcel Exploration Inc.**  
**Notes to the Condensed Interim Consolidated Financial Statements**  
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**7. EXPLORATION AND EVALUATION**

**a) Peak Property**

On August 4, 2020, the Company entered into an option agreement to acquire a 100% interest in the Peak Mineral Property located in the Province of British Columbia, in exchange for 1,000,000 common shares of the Company with a fair value of \$20,000 based on the price of the most recent private placement financing at the time.

During the year ended June 30, 2025, the Company forfeited the rights after spending \$100,000 on exploration of the property.

**b) Willow Property**

On June 21, 2024, the Company acquired the Willow Copper Property located in the Province of British Columbia through direct staking by the Company. The property consists of a single, fully contiguous claim block totaling approximately 1,160 hectares.

During the year ended June 30, 2025, the Company made the decision that it will not be exploring the Willow Copper Property going forward.

**c) Yuma King Property**

On January 8, 2025, the Company completed an acquisition of 100% of the issued and outstanding shares of CuQuest pursuant to the terms of a share exchange agreement (Note 5). CuQuest holds the right to acquire a 100% interest in the Yuma King Property located in La Paz County, Arizona.

On March 12, 2024, CuQuest entered into a purchase option agreement to acquire a 100% interest in 495 mining claims ("Mining Lease Agreement"). Under this agreement, the Company is required to make an annual lease payment of US\$155,000 to the lessor, due on March 26 each year for six years until 2030.

The Mining Lease Agreement grants the Company the option to purchase a 100% undivided interest in the property by paying a total of US\$6,000,000 to the lessor before the sixth anniversary, minus any annual lease payments made up to that point.

On April 12, 2024, the Company accepted the lessor's proposal to include an additional 20 claims in the Mining Lease Agreement for a total cost of US\$15,200 (paid). Certain of the unpatented lode mining claims comprising the Yuma King Property are subject to a 1% net smelter returns royalty.

On December 9, 2025, the Company received a decision notice from the United States Bureau of Land Management ("BLM") and made a payment for the reclamation financial guarantee of US\$25,170 (\$34,701) to the BLM in connection with its exploratory drilling activities. The guarantee represents the estimated reclamation obligations required under applicable BLM regulations. The notice period remains in effect for two years, until December 9, 2027. If the Company wishes to continue its activities beyond that date, it may request an extension for an additional two-year period by providing written notice. As at March 31, 2026, the Company had a reclamation deposit of \$34,701 (June 30, 2025 - \$nil). On February 18, 2026, the Company received a Grant of Permit from BLM following the payment for the reclamation financial guarantee.

A summary of the Company's exploration and evaluation expenses related to the Yuma King Property is as follows:

	Three months ended		Nine months ended	
	2026	March 31, 2025	2026	March 31, 2025
	\$	\$	\$	\$
Camp costs	129,256	-	129,256	-
Claims	-	-	139,848	-
Drilling and assay costs	267,040	-	267,040	-
Geological consulting	142,175	-	213,847	-
Mining lease expense	218,490	222,929	218,490	222,929
Project management	-	-	53,358	-
Others	40,993	-	58,308	-
	<b>797,954</b>	<b>222,929</b>	<b>1,080,147</b>	<b>222,929</b>

**Corcel Exploration Inc.**  
**Notes to the Condensed Interim Consolidated Financial Statements**  
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**8. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES**

A summary of the Company's accounts payable and accrued liabilities is as follows:

	<b>March 31, 2026</b>	June 30, 2025
	<b>\$</b>	<b>\$</b>
Exploration and evaluation	<b>427,170</b>	-
Management fees	<b>38,605</b>	1,695
Investor relations	<b>15,636</b>	46,265
Professional fees	<b>98,633</b>	54,102
Others	<b>6,669</b>	2,066
	<b>586,713</b>	104,128

**9. SHARE CAPITAL**

**a) Authorized share capital**

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

**b) Issued and outstanding**

During the nine months ended March 31, 2026, the Company had the following share capital transactions:

- On December 2, 2025, the Company completed a private placement of 11,681,798 units of the Company at a price of \$0.18 per unit, for aggregate gross proceeds of \$2,102,724. Each unit consists of one common share and one-half warrant, with each whole warrant entitling the holder to purchase one common share at an exercise price of \$0.30 for a period of 24 months until December 2, 2027. Gross proceeds were allocated using the relative fair value method. As a result, \$1,523,852 was allocated to share capital and \$578,872 was allocated to reserves.
- In connection with the private placement on December 2, 2025, the Company paid cash unit issuance costs of \$67,500 and issued 374,775 finder's warrants. Each finder's warrant entitles the holder to acquire one common share at a price of \$0.30 for a period of 24 months until December 2, 2027. The finder's warrants were valued using the Black-Scholes option pricing model ("BSM") and had a fair value of \$53,627.
- On January 21, 2026, the Company issued 300,000 common shares upon the exercise of 300,000 stock options at an exercise price of \$0.12 for gross proceeds of \$36,000. As a result, \$35,905 recorded in the reserve for the grant-date fair value of the exercised options was reclassified to share capital.

During the year ended June 30, 2025, the Company had the following share capital transactions:

- On January 8, 2025, the Company issued 15,000,000 common shares on closing of the CuQuest acquisition. The common shares were valued at \$1,650,000 based on the share price of \$0.11 on the date of issuance (Note 7).
- On March 28, 2025, the Company completed a private placement of 9,560,000 units of the Company at a price of \$0.15 per unit, for aggregate gross proceeds of \$1,434,000. Each unit consists of one common share and one warrant, with each warrant entitling the holder to purchase one common share at an exercise price of \$0.30 for a period of 24 months until March 28, 2027. Gross proceeds were allocated using the relative fair value method. As a result, \$757,323 was allocated to share capital and \$676,677 was allocated to reserves.
- In connection with the private placement on March 28, 2025, the Company paid cash unit issuance costs of \$27,419 and issued 182,790 finders' warrants. Each finders' warrant entitles the finder to acquire one common share at a price of \$0.30 for a period of 24 months until March 28, 2027. The finder's warrants were valued using the BSM and had a fair value of \$29,123.

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**9. SHARE CAPITAL (continued)**

**c) Stock options**

The Company operates a stock option plan (the "Option Plan") whereby certain key employees, officers, directors and consultants may be granted stock options for the common shares of the Company. The Option Plan provides that the aggregate number of securities reserved for issuance will be up to 10% of the number of common shares issued and outstanding. Under the Option Plan, the exercise price of each option may not be lower than the closing price of the Company's shares on the trading day prior to the grant date or the grant date itself, whichever is higher. Vesting of options is determined at the discretion of the Board. As at March 31, 2025, the Company had 359,180 common shares available for issuance under the Option Plan (June 30, 2025 - 1,281,000).

During the nine months ended March 31, 2026, the Company had the following stock option transactions:

- On February 17, 2026, the Company granted 200,000 stock options to a director of the Company. The stock options are exercisable at a price of \$0.22 per share until February 17, 2031. These stock options vest immediately. The fair value of the stock options was estimated to be \$42,739 using the Black-Scholes option pricing model.
- On January 21, 2026, the Company issued 300,000 common shares upon the exercise of 300,000 stock options at an exercise price of \$0.12 for gross proceeds of \$36,000. As a result, \$35,905 recorded in the reserve for the grant-date fair value of the exercised options was reclassified to share capital.
- On January 15, 2026, the Company granted 2,220,000 stock options to directors, officers, and consultants of the Company. The stock options are exercisable at a price of \$0.265 per share until January 15, 2031. These stock options vest immediately. The fair value of the stock options was estimated to be \$662,546 using the Black-Scholes option pricing model.

During the year ended June 30, 2025, the Company had the following stock option transactions:

- On June 23, 2025, the Company granted 300,000 stock options to a consultant of the Company. The stock options are exercisable at a price of \$0.23 per share until June 23, 2027. These stock options vest over a one-year period in one tranche on June 23, 2026. The fair value of the stock options was estimated to be \$52,223 using the Black-Scholes option pricing model.
- On June 23, 2025, the Company granted 250,000 stock options to the vice president of the Company. The stock options are exercisable at a price of \$0.23 per share until June 23, 2030. These stock options vest over a two-year period in one tranche on June 23, 2027. The fair value of the stock options was estimated to be \$44,833 using the Black-Scholes option pricing model.
- On April 22, 2025, the Company granted 200,000 stock options to a director of the Company. The stock options are exercisable at a price of \$0.115 per share until April 22, 2030. These stock options vest immediately. The fair value of the stock options was estimated to be \$31,923 using the Black-Scholes option pricing model.
- On April 7, 2025, the Company granted 2,700,000 stock options to directors, officers, employees and consultants of the Company. The stock options are exercisable at a price of \$0.12 per share until April 7, 2030. These stock options vest immediately. The fair value of the stock options was estimated to be \$323,148 using the Black-Scholes option pricing model.

A summary of the Company's stock option activity is as follows:

	Number of stock options	Weighted average exercise price
	#	\$
Balance, June 30, 2024	-	-
Granted	3,450,000	0.14
Balance, June 30, 2025	3,450,000	0.14
Granted	2,420,000	0.26
Exercise	(300,000)	0.12
<b>Balance, March 31, 2026</b>	<b>5,570,000</b>	<b>0.19</b>

**Corcel Exploration Inc.**  
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**For the three and nine months ended March 31, 2026 and 2025**  
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**9. SHARE CAPITAL (continued)**

A summary of the Company's stock options outstanding and exercisable as at March 31, 2026, is as follows:

<b>Expiry date</b>	<b>Weighted average exercise price</b>	<b>Options outstanding</b>	<b>Options exercisable</b>	<b>Weighted average remaining life</b>
	\$	#	#	Years
June 23, 2027	0.23	300,000	-	1.23
April 7, 2030	0.12	2,400,000	2,400,000	4.02
April 22, 2030	0.12	200,000	200,000	4.07
June 23, 2030	0.23	250,000	-	4.24
January 15, 2031	0.27	2,220,000	2,220,000	4.80
February 17, 2031	0.22	200,000	200,000	4.89
	<b>0.19</b>	<b>5,570,000</b>	<b>5,020,000</b>	<b>4.23</b>

During the three and nine months ended March 31, 2026, the Company recorded share-based compensation of \$723,689 and \$761,315, respectively (2025 - \$nil and \$nil, respectively) in connection with the vesting of stock options.

A summary of the Company's weighted average input used in the BSM to calculate the fair value of the stock options is as follows:

	<b>Nine months ended March 31, 2026</b>	<b>Year ended June 30, 2025</b>
Share price	<b>\$0.29</b>	\$0.13
Exercise price	<b>\$0.26</b>	\$0.14
Expected life	<b>5.00 years</b>	4.74 years
Risk-free interest rate	<b>2.88%</b>	2.66%
Expected volatility	<b>245.90%</b>	270.12%
Expected annual dividend yield	<b>0.00%</b>	0.00%

The Company estimates expected volatility on the grant date based on a review of historical volatilities over a period equivalent to the expected life of the stock options being valued. The risk-free interest rate is determined on the grant date using the implied yields on Government of Canada zero-coupon bonds with a remaining term consistent with the expected life of the stock options.

**d) Warrants**

A summary of the Company's share purchase warrant activity is as follows:

	<b>Number of share purchase warrants</b>	<b>Weighted average exercise price</b>
	#	\$
Balance, June 30, 2024	-	-
Issued	9,742,790	0.30
Balance, June 30, 2025	9,742,790	0.30
Issued	6,215,672	0.30
<b>Balance, March 31, 2026</b>	<b>15,958,462</b>	<b>0.30</b>

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**9. SHARE CAPITAL (continued)**

A summary of the Company's outstanding share purchase warrants as at March 31, 2026, is as follows:

<b>Date of expiry</b>	<b>Weighted average exercise price</b>	<b>Number of share purchase warrants</b>	<b>Weighted average remaining life</b>
	\$	#	Years
March 28, 2027	0.30	9,742,790	0.99
December 2, 2027	0.30	6,215,672	1.67
	<b>0.30</b>	<b>15,958,462</b>	<b>1.25</b>

The fair value of share purchase warrants issued within units in private placements is determined by applying the residual method. Share purchase warrants granted as share-based payments or as share issuance costs are measured at fair value using the BSM.

A summary of the Company's weighted average inputs used in the BSM for warrants issued is as follows:

	<b>Nine months ended March 31, 2026</b>	<b>Year ended June 30, 2025</b>
Share price	<b>\$0.18</b>	\$0.17
Exercise price	<b>\$0.30</b>	\$0.30
Expected life	<b>2.00 years</b>	2.00 years
Risk-free interest rate	<b>2.81%</b>	2.49%
Expected volatility	<b>196.49%</b>	314.19%
Expected annual dividend yield	<b>0.00%</b>	0.00%

The Company estimates expected volatility on the grant date based on a review of historical volatilities over a period equivalent to the expected life of the share purchase warrants being valued. The risk-free interest rate is determined on the grant date using the implied yields on Government of Canada zero-coupon bonds with a remaining term consistent with the expected life of the share purchase warrants.

**10. PROFESSIONAL FEES**

A summary of the Company's professional fees is as follows:

	<b>Three months ended March 31,</b>		<b>Nine months ended March 31,</b>	
	<b>2026</b>	<b>2025</b>	<b>2026</b>	<b>2025</b>
	\$	\$	\$	\$
Audit and accounting expenses	<b>34,780</b>	26,535	<b>86,305</b>	57,969
Consulting fees	<b>28,446</b>	19,901	<b>143,711</b>	51,676
Legal fees	<b>10,472</b>	20,646	<b>37,552</b>	20,646
	<b>73,698</b>	67,082	<b>267,568</b>	130,291

**Corcel Exploration Inc.**  
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**11. RELATED PARTY TRANSACTIONS**

Key management personnel include those with 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 executive and non-executive members of the Company's Board of Directors and officers.

Other related parties include companies controlled by key management personnel.

A summary of the Company's related party transactions with key management personnel is as follows:

	Three months ended		Nine months ended	
	March 31,		March 31,	
	2026	2025	2026	2025
	\$	\$	\$	\$
Exploration and evaluation	89,774	-	208,423	-
Management fees	43,000	-	93,000	-
Professional fees	6,000	9,000	24,000	27,000
Share-based compensation	495,934	-	507,234	-
	<b>634,708</b>	9,000	<b>832,657</b>	27,000

As at March 31, 2026, the Company had \$95,580 due to related parties (June 30, 2025 - \$46,267), which is included in accounts payable and accrued liabilities. The amounts are unsecured, due on demand, and are non-interest bearing.

**12. FINANCIAL INSTRUMENTS AND RISK MANAGEMENT**

As at March 31, 2026, the Company's financial instruments consist of cash and accounts payable and accrued liabilities which are classified as and measured at amortized cost. The carrying values of these financial instruments approximate their respective fair values due to their short-term nature. Management, under oversight of the Board, mitigates these risks by assessing and monitoring the Company's risk management processes. There have not been any changes in the nature of these risks or the process of managing these risks from the previous reporting periods.

The Company's risk exposure and the impact on the Company's financial instruments are summarized below.

**a) Credit risk**

Credit risk is the risk of financial loss to the Company if a counterparty to a financial instrument fails to fulfil its contractual obligations. The Company's credit risk relates primarily to cash. The Company minimizes its credit risk related to cash by placing cash with major financial institutions. The Company considers the credit risk related to cash to be minimal.

**b) Liquidity risk**

Liquidity risk is the risk that the Company will not be able to meet its financial obligations as they come due. The Company is exposed to liquidity risk through accounts payable and accrued liabilities. The Company controls liquidity risk by ensuring that it has sufficient cash resources to pay for its financial obligations. As the Company's operations do not generate cash, financial liabilities are discharged using funding through the issuance of common shares or debt as required.

As at March 31, 2026, the Company had a cash balance of \$968,071 (June 30, 2025 - \$578,681) to settle current liabilities of \$586,713 (June 30, 2025 - \$104,128), which have contractual maturities of 90 days or less. The Company has assessed its liquidity risk as moderate and will need to seek additional forms of financing to ensure it can continue to meet its short-term obligations as they come due. Also refer to Note 1.

**c) Market risk**

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices. The Company is exposed to interest rate and foreign currency risk as follows:

## **12. FINANCIAL INSTRUMENTS AND RISK MANAGEMENT (continued)**

### Interest rate risk

Interest rate risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market interest rates. As at March 31, 2026, the Company had no variable interest rate financial instruments and therefore was not exposed to interest rate risk.

### Foreign exchange risk

Foreign exchange risk is the risk that the fair value of the Company's assets and liabilities will fluctuate due to changes in foreign exchange rates. The Company's primary exposure to foreign exchange risk is that transactions denominated in foreign currency may expose the Company to the risk of exchange rate fluctuations. Based on its current operations, management does not anticipate a high volume of transactions to be denominated in foreign currencies and believes that the foreign exchange risk remains minimal as at March 31, 2026.

## **13. CAPITAL MANAGEMENT**

The Company's objectives when managing capital are to safeguard the Company's ability to continue as a going concern, so that it can provide returns for shareholders and benefits for other stakeholders, and to bring its mineral properties to commercial production. While the Company does not yet have any revenues, management monitors its capital structure and makes adjustments according to market conditions to meet its objectives given the current outlook of the business and industry in general. The Board of the Company does not establish quantitative return on capital criteria for management but rather relies on the expertise of the management team to sustain the future development of the business.

Management reviews its capital management approach on an ongoing basis and believes that this approach, given the relative size of the Company, is reasonable. The Company's capital management objectives, policies and processes have remained unchanged since the Company's most recent financial reporting period.

The Company is not subject to any externally imposed capital requirements.

Historically, the Company has been dependent on external financing to fund its activities. As at March 31, 2026, the capital structure of the Company consisted of shareholders' equity which was \$699,913 (June 30, 2025 - \$488,275).

There have not been changes to the Company's capital management policy during the nine months ended March 31, 2026.