Condensed Consolidated Interim Financial Statements

For the three and six months ended June 30, 2026 and 2025
(Stated in Canadian Dollars)
(Unaudited)

GREENLIGHT METALS INC.
Condensed Consolidated Interim Statements of Financial Position
(Stated in Canadian Dollars) (Unaudited)

As at	Note	June 30, 2026 $	December 31, 2025 $
ASSETS			
Current assets			
Cash		**6,396,555**	10,548,890
Restricted cash	3	**262,885**	68,530
Amounts receivable	5,10	**447,114**	69,879
Prepaid expenses		**571,552**	274,033
Total current assets		**7,678,106**	10,961,332
Non-current assets			
Building	4	**119,710**	118,733
Mineral property interests	5	**167,736**	161,787
Total non-current assets		**287,446**	280,520
Total assets		**7,965,552**	11,241,852
LIABILITIES			
Current liabilities			
Accounts payable and accrued liabilities	8	**1,061,428**	1,041,953
Reclamation provision	5	**48,611**	22,559
Total current liabilities		**1,110,039**	1,064,512
EQUITY			
Share capital	6	**27,607,570**	27,430,278
Share purchase warrants	6	**1,444,122**	1,444,122
Share-based payment reserve	6	**1,735,732**	1,476,813
Accumulated other comprehensive income		**377,284**	339,051
Deficit		**(24,309,195)**	(20,512,924)
Total equity		**6,855,513**	10,177,340
Total liabilities and equity		**7,965,552**	11,241,852

Nature of business and going concern [note 1]
Subsequent events [note 12]

Approved on behalf of the Board of Directors:

/s/ Mary E. Juetten, Director

/s/ Barry Hildred, Director

See accompanying notes to the condensed consolidated interim financial statements

GREENLIGHT METALS INC.
Condensed Consolidated Interim Statements of Loss and Comprehensive Loss
(Stated in Canadian Dollars) (Unaudited)
For the three and six months ended June 30, 2026 and 2025

	Note	For the three months ended June 30,		For the six months ended June 30,	
		2026	2025	**2026**	2025
		$	$	**$**	$
EXPENSES					
Consulting	8	**351,343**	117,213	**582,185**	266,528
Depreciation	4	**1,652**	1,226	**3,287**	3,361
Exploration and evaluation	5	**1,539,221**	221,253	**2,406,023**	423,298
General and administrative	8	**89,970**	98,107	**217,637**	149,589
Investor relations and marketing		**339,226**	107,722	**491,523**	107,737
Professional fees		**109,161**	25,328	**163,806**	123,256
Regulatory and filing fees		**34,560**	65,455	**48,283**	65,455
Share-based payments	6, 8	**272,708**	258,048	**342,771**	313,689
		2,737,841	894,352	**4,255,515**	1,452,913
Other items					
Interest income		**39,119**	4,265	**74,875**	4,265
Other income	5	**384,369**	-	**384,369**	-
Impairment of mineral property interests	5	**-**	(361,667)	**-**	(361,667)
Loss for the period		**(2,314,353)**	(1,251,754)	**(3,796,271)**	(1,810,315)
Other comprehensive income					
Items that may be reclassified through profit or loss					
Exchange differences on translation of foreign operations		**25,554**	(11,368)	**38,233**	(13,214)
Comprehensive loss for the period		**(2,288,799)**	(1,263,122)	**(3,758,038)**	(1,823,529)
Basic and diluted loss per share	7	**(0.02)**	(0.02)	**(0.04)**	(0.03)

See accompanying notes to the condensed consolidated interim financial statements

GREENLIGHT METALS INC.
Condensed Consolidated Interim Statements of Cash Flows
(Stated in Canadian Dollars) (Unaudited)
For the six months ended June 30, 2026 and 2025

For the six months ended June 30,	Note	2026 $	2025 $
OPERATING ACTIVITIES			
Loss for the period		**(3,796,271)**	(1,810,315)
Items not involving payment of cash			
Depreciation	4	**3,287**	3,361
Share-based payments	6	**342,771**	313,689
Shares issued under property agreement	5, 6	**-**	212,667
Impairment of mineral property interests	5	**-**	361,667
Reclamation provision expense	5	**26,052**	-
		(3,424,161)	(918,931)
Changes in non-cash working capital balances			
Amounts receivable		**(377,235)**	(72,363)
Prepaid expenses		**(297,519)**	(198,692)
Deferred transaction costs		**-**	175,933
Accounts payable and accrued liabilities		**112,914**	(566,980)
Cash used in operating activities		**(3,986,001)**	(1,581,033)
INVESTING ACTIVITIES			
Proceeds from disposal of standby letter of credit		**-**	35,971
Purchase of surety bond	3	**(194,355)**	(68,215)
Cash used in investing activities		**(194,355)**	(32,244)
FINANCING ACTIVITIES			
Proceeds from shares issued in private placements	6	**-**	3,614,101
Share issuance costs	6	**-**	(94,099)
Cash provided by financing activities		**-**	3,520,002
Decrease in cash for the period		**(4,180,356)**	1,906,725
Cash, beginning of period		**10,548,890**	397,373
Effect of foreign exchange on cash		**28,021**	(10,860)
Cash, end of period		**6,396,555**	2,293,238
Supplemental cash flow information:			
Income tax paid		**-**	-
Interest paid		**-**	-
Non-cash transactions:			
Shares issued on settlement of RSUs and DSUs	6	**177,292**	-
Shares issued under property agreement	5, 6	**-**	212,667
Shares issued for share issuance costs	6	**-**	457,950
Broker warrants issued for share issuance costs	6	**-**	5,574

See accompanying notes to the condensed consolidated interim financial statements

GREENLIGHT METALS INC.
Condensed Consolidated Interim Statements of Changes in Equity
(Stated in Canadian Dollars) (Unaudited)
For the six months ended June 30, 2026 and 2025

	Share Capital			Reserves				
Issued and Outstanding:	Number of Shares	Share capital ($)	Subscription receipts ($)	Share purchase warrants ($)	Share-based payments reserve ($)	Accumulated Other Comprehensive Income (Loss) ($)	Deficit ($)	Total Equity ($)
Balance as at December 31, 2024	**51,085,552**	**14,224,583**	**220,427**	**192,972**	**1,050,415**	**336,220**	**(15,415,906)**	**608,711**
Private placement *[note 6]*	10,397,002	2,344,524	(220,427)	774,577	-	-	-	2,898,674
Shares issued pursuant to price protection *[note 6]*	366,295	109,889	-	-	-	-	(109,889)	-
Share issuance costs – cash *[note 6]*	-	(135,046)	-	-	-	-	-	(135,046)
Share issuance costs – other *[note 6]*	-	(422,574)	-	5,574	-	-	-	(417,000)
Shares issued for advisory and finder's fees *[note 6]*	1,526,500	457,950	-	-	-	-	-	457,950
Private placement *[note 6]*	1,650,000	372,075	-	122,925	-	-	-	495,000
Shares issued under property agreement *[note 6]*	733,333	212,667	-	-	-	-	-	212,667
Share-based payments *[note 6]*	-	-	-	-	313,689	-	-	313,689
Loss and comprehensive loss for the period	-	-	-	-	-	(13,214)	(1,810,315)	(1,823,529)
Balance as at June 30, 2025	**65,758,682**	**17,164,068**	**-**	**1,096,048**	**1,364,104**	**323,006**	**(17,336,110)**	**2,611,116**
Private placement *[note 6]*	32,890,000	11,511,500	-	-	-	-	-	11,511,500
Share issuance costs – warrants *[note 6]*	-	(348,074)	-	348,074	-	-	-	-
Share issuance costs – cash *[note 6]*	-	(381,012)	-	-	-	-	-	(381,012)
Share issuance costs – finder fees *[note 6]*	-	(615,654)	-	-	-	-	-	(615,654)
Shares issued on settlement of RSUs *[note 6]*	300,000	85,950	-	-	(85,950)	-	-	-
Shares issued on option exercise *[note 6]*	75,000	13,500	-	-	(6,000)	-	-	7,500
Share-based payments *[note 6]*	-	-	-	-	204,659	-	-	204,659
Loss and comprehensive loss for the period	-	-	-	-	-	16,045	(3,176,814)	(3,160,769)
Balance as at December 31, 2025	**99,023,682**	**27,430,278**	**-**	**1,444,122**	**1,476,813**	**339,051**	**(20,512,924)**	**10,177,340**
Share-based payments *[note 6]*	-	-	-	-	342,771	-	-	342,771
Equity recognition of director-fee DSUs *[note 6]*	-	-	-	-	63,735	-	-	63,735
Shares issued on settlement of RSUs *[note 6]*	522,777	132,544	-	-	(132,544)	-	-	-
Shares issued on settlement of DSUs *[note 6]*	157,667	44,748	-	-	(44,748)	-	-	-
Equity recognition of management-bonus RSUs *[note 6]*	-	-	-	-	9,246	-	-	9,246
Equity recognition of management-bonus options *[note 6]*	-	-	-	-	20,459	-	-	20,459
Loss and comprehensive loss for the period	-	-	-	-	-	38,233	(3,796,271)	(3,758,038)
Balance as at June 30, 2026	**99,704,126**	**27,607,570**	**-**	**1,444,122**	**1,735,732**	**377,284**	**(24,309,195)**	**6,855,513**

See accompanying notes to the condensed consolidated interim financial statements

1. NATURE OF BUSINESS AND GOING CONCERN

GreenLight Metals Inc. (the "**Company**" or "**GreenLight**") was incorporated under the Business Corporations Act of British Columbia on April 8, 2020 and is engaged in the acquisition, exploration, and evaluation of mineral property interests. The Company's registered office is located at 1200 Waterfront Centre, 200 Burrard Street, Vancouver, British Columbia V7X 1T2. The Company maintains a corporate office in Toronto, Ontario and its principal U.S. operating office is located at N4480 Co Rd E, Medford, Wisconsin 54451.

On April 8, 2025, the Company completed a two-step amalgamation involving its wholly-owned subsidiaries 1504139 B.C. Ltd. ("**Finco**") and 1328592 B.C. Ltd. ("**Subco**"). Subco and Finco first amalgamated, and the resulting corporation thereafter amalgamated with the Company. In connection with the reorganization, the outstanding shares and warrants of Finco held by third parties were exchanged for equivalent securities of the Company. Following completion of the reorganization, the Company continued under the name "GreenLight Metals Inc." and its common shares were listed on the TSX Venture Exchange under the symbol "GRL" effective April 14, 2025. As of the date of authorization of these condensed consolidated interim financial statements, the Company's common shares also trade on the OTCQB Venture Market in the United States under the symbol 'GRLMF'.

Going concern

The Company, being in the exploration stage, is subject to risks and challenges similar to companies at a comparable stage of development. These risks include securing adequate capital for exploration and development, operational risks inherent in the mining industry, and global economic and metal-price volatility. There is no assurance that management will be successful in its endeavours. At June 30, 2026, the Company has no source of operating cash flows, nor any credit line currently in place. The Company incurred a loss of $3,796,271 for the six months ended June 30, 2026 (2025 - $1,810,315) and has accumulated a deficit of $24,309,195 since the inception of the Company. The Company's committed cash obligations and expected level of expenses will vary depending on its operations.

The Company's continuance as a going concern is dependent upon its ability to obtain adequate financing or reach profitable levels of operation. It is not possible to predict whether financing efforts will be successful or if the Company will attain a profitable level of operation. These conditions indicate that a material uncertainty exists that may cast significant doubt on the Company's ability to continue as a going concern. These condensed consolidated interim financial statements do not include any adjustments to the carrying values of assets and liabilities and the classification and presentation of amounts in the consolidated statements of loss and comprehensive loss that would be necessary should the Company be unable to continue as a going concern. These adjustments could be material.

2. MATERIAL ACCOUNTING POLICIES

Basis of Preparation and Statement of Compliance

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 annual financial statements prepared in accordance with IFRS Accounting Standards ("**IFRS**") as issued by the IASB have been condensed or omitted and these unaudited condensed consolidated interim financial statements should be read in conjunction with the Company's audited consolidated financial statements for the year ended December

31, 2025.

These condensed consolidated interim financial statements were authorized for issue by the Board of Directors on August 27, 2026.

The accounting policies applied in the preparation of these condensed consolidated interim financial statements are consistent with those applied and disclosed in the Company's audited consolidated financial statements for the year ended December 31, 2025, and as discussed below.

The preparation of the condensed consolidated interim financial statements in conformity with IFRS requires management to make judgments, estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities, income and expenses. Actual results may differ from these estimates as the estimation process is inherently uncertain. Estimates are reviewed on an ongoing basis based on historical experience and other factors that are considered to be relevant under the circumstances. Revisions to estimates and the resulting effects on the carrying amounts of the Company's assets and liabilities are accounted for prospectively. The critical judgments and estimates applied in the preparation of the Company's unaudited condensed consolidated interim financial statements are consistent with those applied and disclosed in Note 2 of the Company's audited consolidated financial statements for the year ended December 31, 2025, and as discussed below.

Basis of consolidation

The Company's unaudited condensed consolidated interim financial statements consolidate those of its subsidiaries. The Company is required to consolidate subsidiaries it controls. The Company controls a subsidiary when it is exposed, or has rights, to variable returns from its involvement with the subsidiary and has the ability to affect those returns through its power over the subsidiary. The Company's subsidiaries are:

	Percentage of ownership	**Jurisdiction**	**Principal activity**
GreenLight Metals USA Corporation	100%	USA	Mineral exploration
Green Light Wisconsin LLC	100%	USA	Mineral exploration
1974985 Ontario Inc.	100%	Canada	Mineral exploration
Badger Investment Corp.	100%	USA	Mineral exploration
Badger Minerals LLC	100%	USA	Mineral exploration

All transactions and balances between the Company and its subsidiaries are eliminated on consolidation, including unrealized gains and losses on transactions between the companies.

Foreign currency translation

The condensed consolidated interim financial statements are presented in Canadian dollars ("**CDN**"), which is also the functional currency of the Company and 1974985 Ontario Inc. The functional currency of GreenLight Metals USA Corporation, Green Light Wisconsin LLC, Badger Investment Corp., and Badger Minerals LLC is the U.S. dollar ("**USD**"). The functional currency of predecessor entities 1328592 B.C. Ltd. and 1504139 B.C. Ltd. was CDN prior to their amalgamation on April 8, 2025.

Foreign currency transactions are translated into the functional currency of the respective entity, using the exchange rates prevailing at the dates of the transactions (spot exchange rate). Foreign exchange gains and losses resulting from the settlement of such transactions and from the remeasurement of monetary items at reporting-date exchange rates are recognized in profit or loss.

In the Company's unaudited condensed consolidated interim financial statements, all assets, liabilities and transactions of the Company's subsidiaries in their functional currencies are translated into CDN upon consolidation. On consolidation, assets and liabilities have been translated into CDN at the closing rate at the reporting date. Income and expenses have been translated into the CDN at the average rate over the reporting period. Exchange differences are charged/credited to other comprehensive income and recognized in accumulated other comprehensive income in equity.

Significant accounting judgements and estimates

In the application of the Company's accounting policies, which are described above, management is required to make judgements, estimates and assumptions about the carrying amounts of assets and liabilities and amount of expenses that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

Judgements

Functional currency

Management uses its judgement to determine the functional currency that most faithfully represents the economic effects of the underlying transactions, events and conditions. As part of this approach, management gives priority to indicators like the currency that mainly influences costs, the currency in which those costs will be settled and the currency in which funds from financing activities are generated.

Impairment of mineral property interests

The application of the Company's accounting policy for impairment of mineral property interests requires judgement in determining whether it is likely that future economic benefits will flow to the Company, which may be based on assumptions about future events or circumstances. Estimates and assumptions made may change if new information becomes available. These include whether the Company has the right to explore, whether substantive expenditures are budgeted or planned, commercial viability of the mineral resources and other considerations.

Estimates

Significant estimates which could materially impact the condensed consolidated interim financial statements include:

- the inputs used in valuing stock options and other share-based payment awards;
- the recoverable amount of the mineral property interests; and
- the amount and expected timing of the reclamation provision.

3. RESTRICTED CASH

Included in restricted cash is $262,885 ($185,000 USD) (December 31, 2025 - $68,530 ($50,000 USD)) held as collateral for a surety bond in relation to the Bend Project.

(Stated in Canadian Dollars) (Unaudited)

4. BUILDING

Cost	Building ($)
Balance, December 31, 2024	171,570
Foreign exchange	(8,138)
Balance, December 31, 2025	163,432
Foreign exchange	6,009
Balance, June 30, 2026	**169,441**
Accumulated depreciation	
Balance, December 31, 2024	37,730
Depreciation	6,668
Foreign exchange	301
Balance, December 31, 2025	44,699
Depreciation	3,287
Foreign exchange	1,745
Balance, June 30, 2026	**49,731**
Carrying amounts	
December 31, 2025	118,733
June 30, 2026	**119,710**

5. MINERAL PROPERTY INTERESTS

Acquisition costs	Balance, December 31, 2025 $	Acquisition costs $	Foreign Exchange $	Impairment $	Balance, June 30, 2026 $
Lobo property	161,787	-	5,949	-	167,736
	161,787	-	5,949	-	167,736

Acquisition costs	Balance, January 1, 2025 $	Acquisition costs $	Foreign Exchange $	Impairment* $	Balance, December 31, 2025 $
Cerro Colorado property	357,143	-	4,524	(361,667)	-
Lobo property	159,628	-	2,159	-	161,787
	516,771	-	6,683	(361,667)	161,787

* At December 31, 2025, the Company recognized an impairment of $361,667 on the Cerro Colorado option following the Company's election not to exercise the option and allow the underlying right to expire. The decision not to continue exploration and the expiry of rights constituted indicators of impairment. The property was impaired to its recoverable amount of $nil. The recoverable amount for the Cerro Colorado property was determined based on the higher of its value in use and the fair value less costs of disposal. This fair value measurement is categorized within Level 3 of the fair value hierarchy due to the use of unobservable inputs.

(Stated in Canadian Dollars) (Unaudited)

Exploration expenses with respect to the Company's interest in mineral properties owned, leased or under option agreements consist of the following:

	June 30,	
	2026	2025
Reef property	**$**	$
Geological, geophysical and assay costs	**6,119**	-
Lease/maintenance payments, property taxes	**18,747**	17,059
Legal	**5,288**	-
Transport and shipping	**6,891**	-
Other	**5,087**	-
Bend property		
Geological, geophysical and assay costs	**557,365**	55,408
Drilling	**1,369,776**	70,470
Legal	**1,426**	36,953
Lease/maintenance payments, property taxes	**34,453**	-
Property work, environmental	**12,835**	5,065
Permitting work	**104,343**	-
Property investigation	**11,642**	-
Reclamation provision	**24,461**	-
Supplies and equipment	**13,572**	7,123
Transport and shipping	**24,676**	-
Travel	**86,675**	7,769
Other	**33,412**	5,147
Kalium Canyon		
Shares issued under property agreement	**-**	212,667
Geological, geophysical and assay costs	**12,635**	-
Legal	**14,952**	-
Lobo East		
Geological, geophysical and assay costs	**606**	-
Lease/maintenance payments, property taxes	**31,007**	-
Property work, environmental	**15,345**	-
Other Properties		
Geological, geophysical and assay costs	**14,710**	-
Lease/maintenance payments, property taxes	**-**	5,637
Total	**2,406,023**	423,298

Reef Gold Project, Wisconsin, USA

The Reef land agreements, all of which are with private landholders in Marathon County, Wisconsin, consist of mining leases and exploration agreements with an option to purchase. These agreements have terms extending up to 2041. Certain agreements provide for production royalties, the rates and application of which vary by agreement, payable in the event of mineral production.

During the six months ended June 30, 2026, the Company incurred $18,747 ($13,604 USD) in lease/option payments in respect of the Reef Gold Project (2025 - $17,059 ($12,104 USD)).

The Company’s estimated payments under the Reef land agreements for 2026 to 2030, including scheduled lease and option payments and assumed option exercises at expiry, are as follows. These amounts are planning estimates rather than unconditional obligations. The 2026 amount is net of US$13,504 of payments cleared by June 30, 2026:

(Stated in Canadian Dollars) (Unaudited)

	$
2026	2,279,240
2027	4,448,892
2028	1,394,956
2029	14,921
2030	9,237

The estimated amounts above reflect the agreements and management assumptions in place at June 30, 2026 and include assumed purchase payments where options were scheduled to expire.

Subsequent to June 30, 2026, the Company entered into a new ten-year exploration agreement with one Reef property landholder, effective August 1, 2026. The table above has not been adjusted for this subsequent event. The new agreement replaced an assumed US$1,416,400 purchase payment included in the 2026 amount above with annual option payments of US$12,000 through 2035. Based on the new agreement, the revised estimate of cash payments that remained at June 30 for the balance of 2026 is US$199,569, or approximately C$283,588 using the June 30, 2026 exchange rate, compared with US$1,603,969 reflected in the table. The revised estimate includes an assumed US$161,939 purchase payment under another agreement scheduled to expire in 2026.

Based on the agreements in place at the date of authorization, estimated payments under the Reef land agreements for 2031 through 2040 total US$255,350, or approximately C$362,852 using the June 30, 2026 exchange rate. This amount includes an assumed US$155,350 purchase payment and US$100,000 of scheduled lease and option payments.

Bend Project, Wisconsin, USA

The Company has entered into a long-term mineral lease agreement with a party that owns the mineral rights on a portion of the Bend deposit.

During the six months ended June 30, 2026, the Company paid the 2026 lease/option payment of $34,453 ($25,000 USD) in respect of the Bend Project (2025 - $nil). The 2025 amount remained unpaid at December 31, 2025, was invoiced in January 2026 and was paid in January 2026. The Company's estimated lease and/or option costs required to hold the property in good standing related to the Bend Project for 2027 to 2030, which are at the Company's option, are as follows:

	$
2027	35,525
2028	35,525
2029	35,525
2030	35,525

At June 30, 2026, the Company recognized a reclamation provision of $48,611 (December 31, 2025 - $22,559) in connection with the Bend Project. The provision has been classified as current based on management's estimate of the expected timing of settlement.

Lobo Property, Wisconsin

On June 28, 2019, the Company, through its wholly-owned subsidiary Badger Minerals LLC ("**Badger**") acquired a 100% interest in the Lobo Property in Oneida County, Wisconsin. Should the property achieve commercial production, Badger shall pay the vendor 1% NSR royalty.

At June 30, 2026, the carrying amount of the Lobo Property was $167,736 (December 31, 2025 - $161,787). The Company did not record any additions or any further impairment on the Lobo Property during the six months ended June 30, 2026.

Lobo East Property, Wisconsin

On January 20, 2020, the Company, through Badger signed an option agreement with a private party to acquire a 100% interest in certain exploration properties located in the State of Wisconsin (the "Agreement"). In order to keep the Agreement in effect, Badger shall pay the following annual option payments to the optionor (the "Annual Payments"):

- $35,000 USD ($50,362 CDN) within 30 days of signing of the Agreement (paid);
- $35,000 USD ($50,362 CDN) on the First Anniversary of signing the agreement (paid);
- $35,000 USD ($50,362 CDN) on the Second Anniversary of signing the agreement (paid);
- $35,000 USD ($50,362 CDN) on the Third Anniversary of signing the agreement (paid); and
- $35,000 USD ($50,362 CDN) on the Fourth Anniversary of signing the agreement (the Company paid $10,000 USD. The remaining $25,000 USD is deferred under the executed Second Amendment and is included within the combined $70,000 USD post-results payment, which becomes due within 14 days after delivery of the Results Notice – see below).

On February 4, 2025, the Company executed assignment and amendment agreements related to the Lobo East property option agreement. Key outcomes include:

- Rights and obligations under the option agreement were assigned from Badger Minerals LLC to Green Light Wisconsin LLC, both wholly-owned subsidiaries.
- The option term was extended by five years, now totaling ten years from the original effective date of January 20, 2020.
- The payment schedule was amended. The amendment required payments totaling $70,000 USD (representing the $25,000 USD balance of the fourth anniversary payment and the $45,000 USD fifth anniversary payment) by March 15, 2025. This payment was not made by the due date. Subsequently, the Company received written confirmation from the landowner acknowledging the delay, explicitly waiving any default arising therefrom, and confirming the option agreement remains in full force and effect according to its terms.
- Future annual option payments of $45,000 USD are required on the sixth through ninth anniversaries (January 20, 2026, 2027, 2028, and 2029, respectively) to maintain the option.

On September 26, 2025, the Company executed a Second Amendment to the option agreement, which restructures the payment timing as follows:

- The Company will conduct an initial drill program on the property and provide the landowner with a written summary of results (the "Results Notice").
- Within 14 days after delivery of the Results Notice, the Company will pay the deferred $70,000

USD amount, regardless of whether the Company elects to continue exploration.

- Until the Results Notice is delivered, each regular annual payment of $45,000 USD (which would otherwise be due on January 20) will instead be paid in four equal quarterly installments of $11,250 USD each, due on January 20 (January 2026 paid), April 20 (April 2026 paid), July 20 (July 2026 paid subsequent to period-end), and October 20.
- Within 14 days after the Results Notice, the Company will notify the landowner whether it will continue exploration or terminate the lease. If the Company continues, it will pay any remaining quarterly installments for the then-current calendar year in a lump sum within 14 days, and the regular annual January 20 payment schedule will resume thereafter.
- Future annual option payments of $45,000 USD are required on anniversaries six through nine (January 20, 2026, 2027, 2028, and 2029, respectively) to maintain the option, subject to the quarterly payment structure described above until the Results Notice is delivered.

Green Light Wisconsin LLC may exercise its option to purchase the property at any time during the option period. If Green Light Wisconsin LLC exercises its option to purchase the property, the purchase price shall be two times (2x) the fair value of the surface estate, less any Annual Payments paid to the optionor during the option period. The vendor will retain a 2% Mineral Production Royalty ("**MPR**"), which the Company has the option to purchase back 1% MPR for $1,000,000 USD.

At December 31, 2024, management made the decision to impair the value of the Lobo East Property to $nil, given that minimal exploration work has been completed since acquisition.

Swede Property, Wisconsin, USA

On September 6, 2022, the Company entered into an agreement with a private landowner that controls the Swede Property. Under the terms of the agreement, the Company was granted a license to perform certain gravimetric and magnetic field survey work on the property. Subject to further analysis of the property and the satisfaction of certain other conditions precedent under the control of the Company, a License and Exploration Agreement with Option to Purchase in respect of the Swede Property would become effective.

During the six months ended June 30, 2026, the Company did not make any lease/option payments in respect of the Swede Property (2025 - $5,638 ($4,000 USD)).

In June 2025, the Company determined not to proceed with entering into a License and Exploration Agreement with Option to Purchase in respect of the Swede Property and ceased evaluation activities. No mineral property asset was recognized for the Swede Property and therefore no impairment was recorded. The Company does not plan further expenditures in relation to the Swede Property.

Kalium Canyon Property, Nevada

On September 21, 2022, GreenLight's wholly-owned subsidiary Green Light Wisconsin LLC (the "Purchaser") acquired a 100% interest in the Kalium Canyon Project in the Walker Lane district of Nevada from Renaissance Exploration Inc., a wholly-owned subsidiary of Orogen Royalties Inc. (collectively, "Orogen") (the "Kalium Transaction"). Orogen was paid $30,000 in cash and issued 1,000,000 common shares of the Company. Orogen will retain a net smelter return ("**NSR**") royalty of up to 3%, of which 1% can be purchased for $2,000,000 USD. The Kalium Canyon Project was previously subject to an option agreement dated June 21, 2021, between Orogen and the Company's wholly-owned subsidiary

Badger Minerals LLC (the "Option Agreement").

Pursuant to a Net Smelter Returns Royalty Agreement between the Purchaser and Orogen dated September 21, 2022, within 60 days following the Commencement of Commercial Production, the Purchaser will pay Orogen a one-time payment of $5.00 USD per ounce of Gold Equivalent, on ounces of Gold Equivalent contained in 8 of the 135 claims (for which, as a result of underlying royalties, the Royalty to Orogen is 0%) based on the NI 43-101 mineral reserve and mineral resource estimates set out in the then current feasibility study (existing at that future time) relating to the Kalium Canyon property, provided that this production payment shall be capped at a maximum of $5,000,000 USD.

At December 31, 2024, management made the decision to impair the value of the Kalium Canyon Property to $nil, given that minimal exploration work has been completed since acquisition.

On March 31, 2025, the parties amended the property purchase agreement. Under the amendment, GreenLight agreed to issue a total of 733,333 common shares to Orogen, comprising 400,000 common shares in lieu of the $100,000 cash payment that became payable because the Company's shares were not listed on a recognized Canadian stock exchange by September 14, 2024, and 333,333 common shares in satisfaction of the contingent share issuance obligation because the listing price was below $0.40 per share. On April 21, 2025, the Company issued the 733,333 common shares. The shares were measured at $0.29 per share, being the market price on the issuance date, for total fair value of $212,667. Because the Kalium Canyon Property had previously been impaired to $nil and, under the Company's accounting policy, subsequent costs relating to impaired properties are expensed until viability is demonstrated, the fair value of the shares issued was recognized in exploration and evaluation expense.

On May 6, 2026, through its wholly owned subsidiary Green Light Wisconsin LLC, the Company entered into a binding term sheet with Barrick Gold Exploration Inc., a wholly owned subsidiary of Barrick Mining Corporation ("**Barrick**"), for a staged earn-in and joint venture at the Kalium Canyon gold project in Nevada. Under the term sheet, Barrick could earn an initial 60% project-level interest by completing US$7.5 million in qualifying exploration expenditures and making aggregate scheduled cash payments of US$1.0 million over six years. Barrick could subsequently elect to earn an additional 10% interest by completing US$12.0 million of additional qualifying exploration expenditures over four years and a further 10% interest by completing a pre-feasibility study at its sole cost within 48 months.

If Barrick proceeds with the additional earn-in stages, the related work and study costs are funded solely by Barrick and are not chargeable to, recoverable from or dilutive of GreenLight. Once pro rata joint venture funding commences, if GreenLight's interest is diluted below 10%, its remaining interest will be automatically sold to Barrick at fair market value.

At June 30, 2026, the Company recognized $384,369 in other income, comprising the fixed initial non-refundable payment of US$250,000 and a US$28,912 reimbursement of the 2026 BLM claim-maintenance fees, county filing charges and related service fees under the term sheet. The related receivable was US$278,912, equivalent to C$396,334 at the June 30, 2026 closing exchange rate. The difference between the Canadian-dollar amount of the receivable and the $384,369 recognized in other income reflects foreign-currency translation. No interest in the property had vested in Barrick as at June 30, 2026, and no amounts were recognized in respect of Barrick's future work requirements or scheduled cash payments that remained subject to future performance or election.

On August 4, 2026, the parties executed long-form documentation that superseded the term sheet and implemented the arrangement on terms consistent in all material respects with the term sheet. The long-form documentation also provides for reimbursement of US$29,052 of 2027 claim-maintenance, filing and related service costs.

(Stated in Canadian Dollars) (Unaudited)

Cerro Colorado Property, Arizona

On June 11, 2024, GreenLight's wholly-owned subsidiary GreenLight Metals USA Corporation ("**GL USA**") entered into an option agreement with Millennial Silver Nevada Inc. ("**MSN**"), a wholly-owned subsidiary of Integra Resources Corp. ("**Integra**") regarding the Cerro Colorado Property. Cerro Colorado is located within the Pima Mining District, 70 kilometers (~43 miles) southwest of Tucson, Arizona. MSN currently owns 100% of the membership interests (the "Interests") in Millennial Arizona LLC ("**Millennial Arizona**") which, pursuant to a mining lease and option to purchase agreement, holds the right to acquire Cerro Colorado. As part of the agreement, MSN has granted GL USA an exclusive option for a period of 12 months to purchase the Interests in Millennial Arizona. In consideration for the grant of the option, GreenLight issued 714,286 common shares of the Company to Integra valued at $178,572. A second tranche of 714,286 common shares valued at $178,572 were issued to Integra on December 30, 2024. In order to exercise the option and acquire the Interests in Millennial Arizona, GreenLight will pay Integra in cash or common shares, an amount equal to the total 2024 holding costs (other than exploration expenditures) incurred by Integra under the preexisting option through the closing date.

On June 9, 2025, the Company delivered a notice of non-exercise to MSN, and the option expired on June 11, 2025 in accordance with its terms. In light of the decision not to proceed and the expiry of the underlying right, management determined that the recoverable amount was $nil and recognized an impairment loss of $361,667 during the year ended December 31, 2025 (comprising carrying value $357,143 plus $4,524 foreign exchange translation). The carrying amount of Cerro Colorado was $nil at December 31, 2025 and June 30, 2026.

6. SHARE CAPITAL

a. Authorized

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

b. Details of share issuances

Issued and outstanding:		# of shares	Share price ($)
Balance, December 31, 2024		51,085,552	
Private placement	(a)	10,397,002	0.30
Shares issued pursuant to price protection clause	(b)	366,295	0.30
Shares issued for advisory and finder's fees	(b)	1,526,500	0.30
Private placement	(c)	1,650,000	0.30
Shares issued under property agreement	(d)	733,333	0.29
Shares issued on settlement of RSUs	(e)	300,000	0.29
Private placement	(f)	32,890,000	0.35
Shares issued on option exercise	(g)	75,000	0.10
Balance, December 31, 2025		**99,023,682**	
Shares issued on settlement of RSUs	(h)	300,000	0.32
Shares issued on settlement of RSUs	(i)	222,777	0.16
Shares issued on settlement of DSUs	(j)	157,667	0.28
Balance, June 30, 2026		**99,704,126**	

a) On January 30, 2025,Finco, a wholly-owned subsidiary of the Company, completed a non-brokered private placement of 10,397,002 subscription receipts at $0.30 per receipt for gross proceeds of $3,119,101, of which $220,427 had been received as at December 31, 2024 and was included in restricted cash. Each subscription receipt entitled the holder, upon satisfaction of the escrow release conditions, to receive one common share of the Company and one-half of one share purchase warrant. The gross proceeds were held in escrow pending completion of the Company's planned reorganization and listing transaction.

   On April 8, 2025, the escrow release conditions were satisfied in connection with the closing of the two-step amalgamation described in Note 1, and each subscription receipt automatically converted into one common share of the Company and one-half of one warrant exercisable at $0.45 until April 8, 2028. The Company allocated $2,344,524 of the proceeds to share capital and $774,577 to warrants using the residual value method. The Company incurred cash issuance costs of $135,046 and issued 31,315 finder's warrants with a fair value of $5,574 in connection with the financing.

b) On April 8, 2025, concurrent with the closing of the amalgamation and related transactions, the Company issued an aggregate of 1,892,795 common shares for non-cash consideration, as follows:

   - Advisory Shares: 1,326,500 common shares were issued to financial advisors for services rendered in connection with the offering, amalgamation, listing, as well as previous transactions. The Company valued these shares at $0.30 by reference to the concurrent private placement of units. The value of these shares was recorded as share issuance costs - other.
   - Finder's Shares: 200,000 common shares were issued as a finder's fee related to the offering. The Company valued these shares at $0.30 by reference to the concurrent private placement of units. The value of these shares was recorded as share issuance costs - other.
   - Price protection provision shares: 366,295 common shares were issued to subscribers from a previous $0.55 per share financing round (July 2023) pursuant to price protection provisions approved by the Board on January 28, 2025. The Company valued these shares at $0.30 by reference to the concurrent private placement of units, and recognized the value of these shares as a distribution of capital.

c) On April 15, 2025, the Company closed a non-brokered private placement issuing 1,650,000 units (the "Units") at a price of $0.30 per Unit for aggregate gross proceeds of $495,000. Each Unit consists of one common share and one-half of one share purchase warrant. Each Warrant entitles the holder to acquire one common share at an exercise price of $0.45 until April 8, 2028. The Company assigned $372,075 of the proceeds of the private placement to the shares and $122,925 to the warrants using the residual value method. The warrants were valued first, and the residual was allocated to the shares. The warrants were valued using the Black-Scholes option pricing model with the following assumptions: stock price - $0.226; exercise price - $0.45; risk-free interest rate – 2.47%; expected life – 3.00 years; expected volatility – 131%; and expected dividends - $nil.

d) On April 21, 2025, the Company issued 733,333 common shares in connection with the Kalium Canyon Property. The shares were valued at $0.29 per common share by reference to the market price of shares on the issuance date. As the Kalium Canyon Property had previously been impaired to nil and, under the Company's accounting policy, subsequent costs relating to impaired properties are expensed until viability is demonstrated, the fair value of $212,667 was recognized in exploration and evaluation expense.

e) On August 8, 2025, the Company issued 300,000 common shares in settlement of RSUs. The Company reclassified an amount of $85,950 from share-based payment reserves to share capital in connection with the value of the RSUs.

f) On November 26, 2025, the Company closed a "bought deal" private placement issuing 32,890,000 common shares of the Company at a price of $0.35 per common share for aggregate gross proceeds of $11,511,500.

   The Company incurred cash issuance costs in the amount of $996,666 and granted 1,544,622 finder's warrants with the fair value of $348,074. The warrants were valued using the Black-Scholes option pricing model with the following assumptions: stock price - $0.335; exercise price - $0.35; risk-free interest rate – 2.40%; expected life – 2.00 years; expected volatility – 125%; and expected dividends - $nil. The value of broker warrants is recorded as share issuance costs – warrants.

g) On December 30, 2025, the Company issued 75,000 common shares upon exercise of stock options at an exercise price of $0.10 per common share. The fair value of $6,000 was transferred from share-based payment reserve to share capital in connection with the exercise.

h) On April 9, 2026, the Company issued 300,000 common shares in settlement of RSUs. The Company reclassified an amount of $96,900 from share-based payment reserves to share capital in connection with the value of the RSUs.

i) On June 25, 2026, the Company issued 222,777 common shares in settlement of RSUs. The Company reclassified an amount of $35,644 from share-based payment reserves to share capital in connection with the value of the RSUs.

j) On June 25, 2026, the Company issued 157,667 common shares in settlement of DSUs. The Company reclassified an amount of $44,748 from share-based payment reserves to share capital in connection with the value of the DSUs.

Escrowed common shares

As at June 30, 2026, 3,543,785 common shares were subject to TSX Venture Exchange escrow agreements (December 31, 2025 – 4,429,730). The escrow arrangements restrict the transfer of the escrowed common shares in accordance with their terms and do not modify the voting, dividend or liquidation rights attached to the common shares.

(Stated in Canadian Dollars) (Unaudited)

c. Warrants

The following table reflects the summary of warrants as at June 30, 2026:

Expiry date	Number of warrants	Weighted average remaining life in years	Weighted average exercise price ($)
June 7, 2027*	461,293	0.94	0.60
July 8, 2027*	425,000	1.02	0.60
November 26, 2027	1,544,622	1.41	0.35
January 24, 2028*	362,779	1.57	0.60
April 8, 2028	6,054,812	1.78	0.45
	8,848,506	**1.62**	**0.45**

*During the year ended December 31, 2025, the Company extended by two years the expiry dates of 1,249,072 previously issued warrants. The incremental fair value arising on the modification was recognized within equity and did not affect profit or loss.

The following table reflects the continuity of the valuation of the warrants as at June 30, 2026 and December 31, 2025:

Issued and outstanding:	Share warrants outstanding (#)	Weighted average exercise price ($)	Fair value ($)
Balance, December 31, 2024	1,249,072	0.60	192,972
Granted	7,599,434	0.43	1,251,150
Balance, December 31, 2025 and June 30, 2026	**8,848,506**	**0.45**	**1,444,122**

d. Share-based payments

The Company has an amended and restated equity incentive plan (the "Plan") under which Options, RSUs and DSUs may be granted to eligible directors, employees and consultants of the Company and its subsidiaries. Under the Plan, 6,575,868 common shares are reserved for issuance pursuant to RSUs and DSUs and, separately, the number of common shares reserved for issuance pursuant to Options may not exceed 10% of the Company's issued and outstanding common shares at the applicable grant date. Options granted under the Plan may have a term of up to 10 years.

On May 14, 2025, the Company granted 1,225,000 stock options to certain officers, directors and consultants. The stock options have an exercise price of $0.30 and a term of seven years. Vesting conditions for the stock options are as follows: 25% on grant date and 25% annually until vested. Total fair value of the options granted was $167,821.

On May 14, 2025, the Company granted 350,000 stock options to a consultant. The stock options have an exercise price of $0.20 and a term of seven years. Vesting conditions for the stock options are as follows: 150,000 on grant date, and 100,000 on each of the first and second anniversaries. Total fair value of the options granted was $49,387.

(Stated in Canadian Dollars) (Unaudited)

On May 29, 2025, the Company granted 150,000 stock options to a consultant. The stock options have an exercise price of $0.20 and a term of five years. Vesting conditions for the stock options are as follows: 25% on grant date and 25% annually until vested. Total fair value of the options granted was $17,276.

On June 26, 2025, the Company granted 150,000 stock options to a director. The stock options have an exercise price of $0.235 and a term of seven years. Options vest on the grant date. Total fair value of the options granted was $31,293.

On April 9, 2026, the Company granted an aggregate of 2,067,488 stock options to directors, executive officers, consultants and an investor-relations service provider, and 238,378 RSUs to executive officers and a consultant. The options are exercisable at $0.37 per common share, expire on April 9, 2033 and vest over periods of up to three years. The RSUs vest on April 9, 2027 and April 9, 2028, as applicable. Of these awards, 177,488 options and 148,378 RSUs granted to executive officers were granted in settlement of bonuses accrued at December 31, 2025. The grant-date fair value of the options was $675,300.

During the year ended December 31, 2025, the Company extended the term of certain stock options held by non-insiders as follows: 1,350,000 stock options expiring on November 19, 2026 (new expiry November 19, 2028), 600,000 stock options expiring on September 27, 2027 (new expiry September 27, 2029), 200,000 stock options expiring on February 2, 2028 (new expiry February 2, 2030), and 100,000 stock options expiring on July 7, 2028 (new expiry July 7, 2030). Extensions of insider-held options totaling 1,400,000 were approved by shareholders on June 26, 2025 and became effective on July 21, 2025 upon TSX Venture Exchange final acceptance. The Company recognized incremental share-based compensation of $102,277 during 2025 in connection with these modifications.

The continuity of stock options issued and outstanding is as follows:

Issued and outstanding:	**Options outstanding (#)**	**Weighted average exercise price ($)**
Balance, December 31, 2024	3,275,000	0.32
Granted	1,875,000	0.27
Exercised	(75,000)	0.10
Forfeited	(25,000)	0.40
Expired	(275,000)	0.38
Balance, December 31, 2025	**4,775,000**	**0.30**
Granted	2,067,488	0.37
Forfeited	(93,750)	0.34
Balance, June 30, 2026	**6,748,738**	**0.32**

During the six months ended June 30, 2026, no stock options were exercised. During the year ended December 31, 2025, 75,000 options were exercised. Fair value of $6,000 was moved from share-based payment reserve to share capital in connection with the exercise.

During the year ended December 31, 2025, the weighted average share price at the date of option exercises was $0.335. No options were exercised during the six months ended June 30, 2026.

(Stated in Canadian Dollars) (Unaudited)

At June 30, 2026, the following options were outstanding, with vested options shown separately:

Expiry date	Number of options	Number of vested options	Weighted average remaining life in years	Weighted average exercise price ($)
November 19, 2028	1,350,000	1,350,000	2.39	0.30
August 22, 2029	800,000	550,000	3.15	0.25
September 27, 2029	450,000	450,000	3.25	0.40
February 2, 2030	200,000	200,000	3.60	0.40
May 29, 2030	150,000	75,000	3.92	0.20
July 7, 2030	100,000	100,000	4.02	0.55
May 14, 2032	1,187,500	612,500	5.88	0.30
May 14, 2032	350,000	250,000	5.88	0.20
June 26, 2032	150,000	150,000	5.99	0.235
April 9, 2033	2,011,238	479,372	6.78	0.37
	6,748,738	**4,216,872**	**4.81**	**0.32**

At June 30, 2026, 4,216,872 options were vested, with a weighted average exercise price of $0.31 (December 31, 2025 - 3,293,750 options with a weighted average exercise price of $0.31).

e. Restricted Share Units and Deferred Share Units

The Company's amended and restated equity incentive plan authorizes the grant of RSUs and DSUs to eligible directors, employees and consultants and also permits directors to elect to receive a portion of their director fees in DSUs. Under the awards granted to date, a vested RSU or DSU entitles the holder to receive one common share of the Company. DSUs are redeemable following the holder's cessation of service on the settlement date determined in accordance with the applicable award terms. The RSUs and DSUs reflected in these condensed consolidated interim financial statements are classified as equity-settled share-based payments under IFRS 2 *Share-based Payment*, and their value is included in the share-based payment reserve within equity.

During the six months ended June 30, 2026, the Company granted 487,581 DSUs to its directors in satisfaction of director fees earned for the second, third and fourth quarters of 2025. DSUs vest one year following the grant date (December 31, 2025 – 293,750 DSUs granted, vesting one year following the grant date). During the six months ended June 30, 2026, 119,178 DSUs were forfeited. The Company valued the DSUs by reference to the market price of the shares on the grant date of $0.365 and estimated a forfeiture rate of nil%.

During the six months ended June 30, 2026, the Company granted 238,378 RSUs (December 31, 2025 - 668,333 RSUs). The Company valued the RSUs by reference to the market price of the shares on the grant date of $0.37 and estimated a forfeiture rate of nil%. Out of the total RSUs granted, 148,378 RSUs were granted to executive officers in satisfaction of management bonuses accrued at December 31, 2025. These RSUs vest at the rate of 50% annually, beginning on April 9, 2027. The remaining 90,000 RSUs were granted to a consultant. These RSUs vest in full on April 9, 2027.

(Stated in Canadian Dollars) (Unaudited)

f. Share-based payments

	Three months ended June 30, 2026 $	Three months ended June 30, 2025 $	Six months ended June 30, 2026 $	Six months ended June 30, 2025 $
Stock options	**243,186**	212,997	**275,050**	227,858
DSUs	**5,667**	19,639	**17,255**	40,443
RSUs	**23,855**	25,412	**50,466**	45,388
	272,708	258,048	**342,771**	313,689

7. LOSS PER SHARE

The loss per share for the three and six months ended June 30, 2026 and 2025 is computed by dividing the loss for the period by the weighted average number of common shares outstanding during the period. Stock options, RSUs, DSUs and warrants are anti-dilutive.

	Three months ended June 30, 2026 $	Three months ended June 30, 2025 $	Six months ended June 30, 2026 $	Six months ended June 30, 2025 $
Net loss	**(2,314,353)**	(1,251,754)	(3,796,271)	(1,810,315)
Weighted average number of common shares	**99,322,393**	62,237,051	99,173,862	57,697,633
Loss per share - basic and diluted	**(0.02)**	(0.02)	(0.04)	(0.03)

8. RELATED PARTIES

The Company's related parties consist of key management personnel and entities controlled by key management personnel, as detailed below:

Related party	***Nature of transactions***
1468218 B.C. Ltd.	*Consulting fees, bonus*

Key management personnel are those persons having authority and responsibility for planning, directing and controlling the Company, directly or indirectly, including directors of the Company. Key management personnel remuneration includes the following amounts:

	Three months ended June 30, 2026 $	Three months ended June 30, 2025 $	Six months ended June 30, 2026 $	Six months ended June 30, 2025 $
Consulting fees	**244,564**	106,985	**368,315**	184,385
Share-based payments	**213,809**	136,497	**261,297**	178,372
Other compensation	**7,845**	7,676	**15,690**	13,799
	466,218	251,158	**645,302**	376,556

(Stated in Canadian Dollars) (Unaudited)

At June 30, 2026, amounts owed to current related parties totaled $273,645. In addition, $112,812 was payable to two former directors in respect of director fees earned while they were directors (December 31, 2025 - $527,302). These amounts are included in accounts payable and accrued liabilities, are unsecured, and are due under normal business terms.

Unless otherwise stated, none of the transactions incorporate other terms and conditions and no guarantees were given or received. Outstanding balances are payable in cash.

9. SEGMENTED INFORMATION

The Company has one operating segment, being the acquisition, exploration and evaluation of mineral properties. The Company's non-current assets are located in the United States, while corporate administration is conducted from Canada.

As at and for the six months ended June 30, 2026

	Canada $	**USA** $	**Total** $
Non-current assets	**-**	**287,446**	**287,446**

As at and for the year ended December 31, 2025

	Canada $	USA $	Total $
Non-current assets	-	280,520	280,520

10. FINANCIAL INSTRUMENTS AND RELATED RISKS

The Company's operations include the acquisition and exploration of mineral property interests in Canada and the USA. The Company examines the various financial risks to which it is exposed and assesses the impact and likelihood of occurrence. These risks include credit risk, liquidity risk, and market risks. Where material, these risks are reviewed and monitored by the Board of Directors. The carrying amounts of cash, restricted cash, amounts receivable excluding HST receivable, and accounts payable and accrued liabilities approximate their fair value due to their short-term nature.

(a) Credit risk

Credit risk is the risk that one party to a financial instrument will fail to discharge an obligation and cause the other party to incur a financial loss. The Company's credit risk arises primarily from cash held with financial institutions and amounts receivable from Barrick.

- Cash

  In order to manage credit and liquidity risk, the Company maintains cash balances with high-credit-quality financial institutions and may place surplus funds in bank deposits or similar instruments, including guaranteed investment certificates, with terms determined based on the Company's cash flow requirements.

- Amounts receivable

  At June 30, 2026, amounts receivable totaled $447,114 (December 31, 2025 – $69,879), comprising $396,334 (US$278,912) due from Barrick in connection with the Kalium Canyon gold project (Note 5) (December 31, 2025 – $nil) and $50,780 of GST/HST receivable (December 31, 2025 – $69,879). Of the Barrick amount, US$250,000 was payable on the earlier of execution of the long-form agreement and August 6, 2026, and US$28,912 was payable within 30 days after execution. The US$250,000 was received subsequent to June 30, 2026. Given the nature of the counterparty and the age of the receivable, the Company did not recognize an expected credit loss on the remaining balance. The Company is in the exploration stage and has not yet commenced commercial production or sales. Other than the Barrick receivable described above, the Company is not exposed to significant credit risk and overall, the Company's credit risk has not changed materially from the prior year.

(b) Liquidity risk

Liquidity risk is the risk that the Company will encounter difficulty in meeting obligations associated with financial liabilities that are settled by delivering cash or another financial asset. The Company manages liquidity risk through the management of its capital structure.

Accounts payable and accrued liabilities are due within the current operating period. The Company's exposure to and management of liquidity risk has not changed materially from the prior year. As at June 30, 2026, the Company had cash of $6,396,555 (December 31, 2025 - $10,548,890) to settle accounts payable and accrued liabilities of $1,061,428 (December 31, 2025 - $1,041,953).

(c) Market risk

Market risk is the risk to the Company that the fair value or future cash flows of financial instruments will fluctuate due to changes in market prices. Market risk comprises interest rate risk, currency risk and other price risk. The Company's exposure to interest rate risk is limited to interest earned on cash balances that may bear interest at variable rates. Management considers this exposure to be not significant. Management believes the Company is not significantly exposed to other price risk. The Company's exposure to and management of these risks has not changed materially from the prior year.

Interest rate risk
Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Company is exposed to limited interest rate risk on cash balances that may earn interest at variable rates.

Currency risk
The Company is exposed to the financial risk related to the fluctuation of foreign exchange rates. The functional and reporting currency of the Company is the CDN, however it has operations located in the United States, and as such is subject to fluctuations in that currency. Changes in the currency exchange rates between the CDN relative to the USD could have an effect on the Company's results of operations, financial position or cash flows. The Company has not hedged its exposure to currency fluctuations. At June 30, 2026, a 5% change in the USD would result in a foreign exchange gain/loss of approximately $214,904.

The Company does not invest in derivatives to mitigate these risks.

11. MANAGEMENT OF CAPITAL

The Company manages its share capital and share-based payment reserve as capital, the balance of which is $29,343,302 at June 30, 2026 (December 31, 2025 - $28,907,092). The Company's objectives when managing capital are to safeguard the Company's ability to continue as a going concern in order to pursue the exploration of its mineral properties and to maintain a flexible capital structure which optimizes the costs of capital at an acceptable risk.

The Company manages the capital structure and adjusts it in light of changes in economic conditions and the risk characteristics of the underlying assets. To maintain or adjust the capital structure, the Company may attempt to issue new shares, acquire or dispose of assets, or obtain new debt financing. The Company is not subject to externally imposed capital requirements.

The Company's capital management objectives, policies and processes have remained unchanged during the six months ended June 30, 2026.

12. SUBSEQUENT EVENTS

On July 24, 2026, the Company granted an aggregate of 339,284 DSUs to directors, based on a market price of $0.28 per common share, in settlement of directors' fees earned during the first and second quarters of 2026.

On August 4, 2026, the Company, through Green Light Wisconsin LLC, executed long-form documentation with Barrick implementing the staged earn-in arrangement for the Kalium Canyon property described in Note 5, on terms consistent in all material respects with the May 6, 2026 binding term sheet. On August 4, 2026, the Company received the initial US$250,000 payment that had been recognized in amounts receivable at June 30, 2026.