



**Condensed Interim Consolidated Financial Statements  
(Unaudited)**

**As at and for the three months ended March 31, 2026 and 2025**

**(in Canadian dollars)**

**Talisker Resources Ltd.**  
**Condensed Interim Consolidated Statements of Financial Position (Unaudited)**

(Expressed in Canadian dollars)

As at,	Notes	March 31, 2026	December 31, 2025
<b>ASSETS</b>			
<b>Current assets</b>			
Cash and cash equivalents	4	\$ 53,179,333	\$ 32,099,643
Marketable securities	6	7,822,823	397,500
Amounts receivable	5	6,088,774	2,934,353
Inventory	7	3,383,699	3,098,016
Prepaid and other expenses		1,761,302	1,488,824
<b>Total current assets</b>		<b>72,235,931</b>	40,018,336
Reclamation deposits	15	1,468,300	1,468,300
Property, plant and equipment	8	46,831,310	30,688,906
Exploration and evaluation assets	9	17,804,579	17,804,579
<b>TOTAL ASSETS</b>		<b>\$ 138,340,120</b>	\$ 89,980,121
<b>LIABILITIES AND SHAREHOLDERS' EQUITY</b>			
<b>Current liabilities</b>			
Accounts payable and accrued liabilities	10, 20	\$ 9,976,706	\$ 13,307,314
RSU Liability	18	1,675,232	1,753,144
Current portion of lease obligation	11	372,636	248,584
Current portion of gold linked notes	12	738,286	539,814
Current portion of deferred revenue	14	1,131,703	433,024
<b>Total current liabilities</b>		<b>13,894,563</b>	16,281,880
RSU Liability	18	356,521	876,572
Provision for site reclamation and closure	15	17,850,370	17,682,507
Lease payable	11	640,165	385,528
Gold linked notes	12	1,330,558	1,295,540
Deferred revenue	14	19,992,288	19,122,991
<b>Total liabilities</b>		<b>54,064,465</b>	55,645,018
<b>Shareholders' equity</b>			
Issued capital	16	196,065,449	152,970,069
Share-based payment reserve	18	1,650,350	1,724,350
Warrant reserve	17	19,599,400	11,319,400
Accumulated deficit		(133,039,544)	(131,678,716)
<b>Total shareholders' equity</b>		<b>84,275,655</b>	34,335,103
<b>TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY</b>		<b>\$ 138,340,120</b>	\$ 89,980,121

**Nature of operations and going concern (note 1)**

**Events after the reporting period (note 23)**

*On behalf of the Board:*

*Signed: "Terence Harbort"*

Terence Harbort  
Chief Executive Officer and Director

*Signed: "Morris Prychidny"*

Morris Prychidny  
Director

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

**Talisker Resources Ltd.**  
**Condensed Interim Consolidated Statements of Loss and Comprehensive Loss (Unaudited)**

(Expressed in Canadian dollars)

For the three month periods ended March 31,	Notes	2026	2025
<b>Revenues</b>	5	\$ 5,775,896	\$ -
<b>Cost of goods sold</b>			
Production costs		2,661,227	-
Depletion		81,259	-
		<b>2,742,486</b>	<b>-</b>
<b>Gross Margin</b>		<b>3,033,410</b>	<b>-</b>
<b>Expenses</b>			
Exploration and evaluation expenditures	20	288,735	1,248,097
Mine care and maintenance costs	20	139,683	309,264
Consulting and wages	20	1,464,609	691,853
Administration	22	1,033,706	372,732
Share-based expense	18	1,204,778	787,133
Depreciation and depletion of property, plant and equipment	8	68,067	219,038
		<b>4,199,578</b>	<b>3,628,117</b>
<b>Other income and expense</b>			
Finance expense (income)	12, 13, 14, 15	119,993	1,151,398
Foreign currency translation loss (gain)		(122,833)	48,882
(Gain) loss on marketable securities	6	7,500	(52,500)
Change in fair value of derivative in gold linked notes	13	190,000	257,126
		<b>194,660</b>	<b>1,404,906</b>
<b>Net loss and comprehensive loss</b>		<b>\$ 1,360,828</b>	<b>\$ 5,033,023</b>
<b>Loss per share - basic and diluted</b>		<b>\$ 0.01</b>	<b>\$ 0.05</b>
<b>Weighted average common shares outstanding</b>		<b>186,523,340</b>	<b>99,285,173</b>

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

**Talisker Resources Ltd.**

**Condensed Interim Consolidated Statements of Changes in Shareholders' Equity (Deficiency) (Unaudited)**

(Expressed in Canadian dollars)

	Number of Shares	Issued Capital (Note 16)	Share-based Payment Reserve (Note 18)	Warrant Reserve (Note 17)	Conversion Component of Convertible Debentures (Note 13)	Retained Earnings (Deficit)	Total
<b>Balance as at December 31, 2024</b>	<b>98,345,016</b>	<b>\$ 104,587,941</b>	<b>\$ 347,000</b>	<b>\$ 6,677,200</b>	<b>\$ 448,308</b>	<b>\$ (110,889,073)</b>	<b>\$ 1,171,376</b>
Issue of shares for acquisition of mineral properties (Note 9)	36,363	12,000	-	-	-	-	12,000
Exercise of RSU's (Note 16)	1,072,665	359,343	-	-	-	-	359,343
Exercise of warrants	320,250	119,850	-	-	-	-	119,850
Transfer of reserve on exercise of warrants	-	28,300	-	(28,300)	-	-	-
Exercise of stock options	40,000	14,400	-	-	-	-	14,400
Transfer of reserve on exercise of stock options	-	11,100	(11,100)	-	-	-	-
Share based payments - options	-	-	574,000	-	-	-	574,000
Net loss for the period	-	-	-	-	-	(5,033,023)	(5,033,023)
<b>Balance as at March 31, 2025</b>	<b>99,814,294</b>	<b>\$ 105,132,934</b>	<b>\$ 909,900</b>	<b>\$ 6,648,900</b>	<b>\$ 448,308</b>	<b>\$ (115,922,096)</b>	<b>\$ (2,782,054)</b>
Issue of shares pursuant to private placement, net of issue costs (Note 16)	59,246,334	36,031,973	-	5,581,000	-	-	41,612,973
Exercise of RSU's (Note 16)	1,062,564	1,476,964	-	-	-	-	1,476,964
Exercise of warrants	7,967,888	4,096,992	-	-	-	-	4,096,992
Transfer of reserve on exercise of warrants	-	910,500	-	(910,500)	-	-	-
Exercise of stock options	568,500	204,660	-	-	-	-	204,660
Transfer of reserve on exercise of stock options	-	137,900	(137,900)	-	-	-	-
Issued pursuant to agreement	84,745	100,000	-	-	-	-	100,000
Issued on conversion of convertible debentures	9,964,285	4,878,146	-	-	(448,308)	-	4,429,838
Share based payments - options	-	-	969,000	-	-	-	969,000
Expiry of stock options	-	-	(16,650)	-	-	16,650	-
Net loss for the period	-	-	-	-	-	(15,773,270)	(15,773,270)
<b>Balance as at December 31, 2025</b>	<b>178,708,610</b>	<b>\$ 152,970,069</b>	<b>\$ 1,724,350</b>	<b>\$ 11,319,400</b>	<b>\$ -</b>	<b>\$ (131,678,716)</b>	<b>\$ 34,335,103</b>
Issue of shares pursuant to private placement, net of issue costs (Note 16)	26,000,000	40,289,861	-	8,506,000	-	-	48,795,861
Exercise of RSU's (Note 16)	868,666	1,615,719	-	-	-	-	1,615,719
Exercise of warrants	1,079,300	789,000	-	-	-	-	789,000
Transfer of reserve on exercise of warrants	-	226,000	-	(226,000)	-	-	-
Exercise of stock options	280,000	100,800	-	-	-	-	100,800
Transfer of reserve on exercise of stock options	-	74,000	(74,000)	-	-	-	-
Net loss for the period	-	-	-	-	-	(1,360,828)	(1,360,828)
<b>Balance as at March 31, 2026</b>	<b>206,936,576</b>	<b>\$ 196,065,449</b>	<b>\$ 1,650,350</b>	<b>\$ 19,599,400</b>	<b>\$ -</b>	<b>\$ (133,039,544)</b>	<b>\$ 84,275,655</b>

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

**Talisker Resources Ltd.**  
**Condensed Interim Consolidated Statements of Cash Flows (Unaudited)**  
(Expressed in Canadian dollars)

For the three month periods ended March 31,	Notes	2026	2025
<b>Cash provided by (used in):</b>			
<b>Operating activities</b>			
Net loss for the period		\$ (1,360,828)	\$ (5,033,023)
Items not involving cash:			
Change in fair value of derivative in gold linked notes		190,000	257,126
Loss on revaluation of RSU liability		743,522	57,470
Share-based expense	18	461,256	956,243
Foreign exchange		(87,396)	(42,000)
Loss (gain) on marketable securities	6	7,500	(52,500)
Finance expense	12, 13, 14, 15	192,222	963,304
Depreciation of property, plant and equipment	8	248,319	219,038
Working capital changes			
Change in amounts receivable		(3,154,421)	149,926
Change in inventory		1,183,105	(142,701)
Change in prepaid expenses		(272,478)	39,244
Change in accounts payable and accrued liabilities		(9,544,766)	910,253
Change in deferred revenue		663,510	-
<b>Cash flows used in operating activities</b>		<b>(10,730,455)</b>	<b>(1,717,620)</b>
<b>Investing activities</b>			
Acquisition of exploration and evaluation assets	9	-	(38,000)
Acquisition of property, plant and equipment	8	(10,338,943)	(3,158,062)
Purchase of guaranteed investment certificates	6	(7,432,823)	(14,958)
<b>Cash used in investing activities</b>		<b>(17,771,766)</b>	<b>(3,211,020)</b>
<b>Financing activities</b>			
Issue of shares pursuant to private placement	16	52,100,000	-
Share issue costs	16	(3,304,139)	-
Exercise of options and warrants	16	889,800	134,250
Interest paid	12, 13	(83,344)	(392,216)
Repayment of leases	11	(126,933)	(28,386)
<b>Cash flows provided by financing activities</b>		<b>49,475,384</b>	<b>(286,352)</b>
<b>Net increase (decrease) in cash and cash equivalents for the period</b>		<b>20,973,163</b>	<b>(5,214,992)</b>
<b>Effect of exchange rate changes on cash</b>		<b>106,527</b>	<b>42,000</b>
<b>Cash and cash equivalents, beginning of the period</b>		<b>32,099,643</b>	<b>14,811,384</b>
<b>Cash and cash equivalents, end of the period</b>		<b>\$ 53,179,333</b>	<b>\$ 9,638,392</b>
<b>Supplementary cash flow information</b>			
Interest received		\$ 74,362	\$ 32,669
Interest paid		\$ 86,289	\$ 393,486

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

### 1. NATURE OF OPERATIONS AND GOING CONCERN

Talisker Resources Ltd. (“Talisker” or the “Company”) is a publicly listed company incorporated in British Columbia and continued in the Province of Ontario. The Company is engaged in exploration, evaluation and development of mineral properties in British Columbia and production of gold from the Bralorne mine. The Company’s shares are traded on the Toronto Stock Exchange (the “TSX”) under the symbol TSK. The head office and registered address of the Company is located at 120 Adelaide Street West, Suite 900, Toronto, Ontario, M5H 3V1.

The condensed interim consolidated financial statements have been prepared on a going concern basis. The going concern basis assumes that the Company will continue in operation for the foreseeable future and will be able to realize its assets and discharge its liabilities and commitments in the normal course of business. As at March 31, 2026, the Company had initiated and was ramping up production from the Bralorne mine.

Notwithstanding the royalty agreement (Note 8) and gold-linked note financing (Note 12), the Company’s ability to continue as a going concern is dependent upon attaining profitable operations, and the ability to raise further public equity or other financing to complete the development expenditures required to attain profitable operations at the Bralorne mine, including the installation of an ore sorting facility in 2026 intended to improve grades of processed ore and reduce costs. There is no assurance that these activities will be successful in the future. As at March 31, 2026, the Company had cash and cash equivalents of \$53,179,333 and the Company recorded an accumulated deficit of \$133,039,544. For the three month period ended March 31, 2026, the Company recorded a net loss of \$1,360,828 (2025: \$5,033,023), and net cash used in operating activities of \$10,730,455 (2025: \$1,717,620).

The Company has not achieved profitable operations and remains dependent on its ability to raise capital. The Company’s current cash and cash equivalents may not be enough to fund operations for the next 12 months beyond March 31, 2026; therefore, there is a material uncertainty that may cast significant doubt on the Company’s ability to continue as a going concern. The Company continues to prepare its condensed interim consolidated financial statements on a going concern basis. These condensed interim consolidated financial statements do not reflect adjustments to the carrying amounts of assets and liabilities, reported revenues and expenses and the classifications on the balance sheet that would be necessary if the going concern assumption was not valid and the Company were unable to realize its assets or settle its liabilities as a going concern in the normal course of business. These adjustments would be material to the condensed interim consolidated financial statements.

These condensed interim consolidated financial statements were approved and authorized for issuance by the Board of Directors of the Company on May 15, 2026.

## 2. BASIS OF PRESENTATION

### Statement of Compliance

These condensed interim consolidated financial statements, including comparatives, have been prepared in accordance with International Accounting Standards (“IAS”) 34 ‘Interim Financial Reporting’ (“IAS 34”) using accounting policies consistent with IFRS Accounting Standards as issued by the International Accounting Standards Board (“IFRS Accounting Standards”).

### Basis of Measurement

These condensed interim consolidated financial statements have been prepared on the basis of accounting policies and methods of computation consistent with those applied in the Company’s December 31, 2025 annual financial statements.

### Principles of Consolidation

These condensed interim consolidated financial statements for the three month periods ended March 31, 2026 and 2025 include the financial position, financial performance and cash flows of the Company and its subsidiaries detailed below:

Subsidiary	Country of Incorporation	Economic Interest	Basis of Accounting
Bralorne Gold Mines Ltd.	Canada	100%	Full consolidation
New Carolin Gold Corp.	Canada	100%	Full consolidation

*Subsidiaries* - Subsidiaries are entities over which the Company has control, whereby control is defined as the power to direct activities of an entity that significantly affect the entity’s returns so as to obtain benefit from its activities. Control is presumed to exist where the Company has a shareholding of more than one half of the voting rights in its subsidiaries. The effects of potential voting rights that are currently exercisable are considered when assessing whether control exists. Subsidiaries are fully consolidated from the date control is transferred to the Company, and are de-consolidated from the date at which control ceases.

### New accounting standards and amendments adopted during the period

Effective January 1, 2026, the Company adopted the Amendments to IFRS 9 and IFRS 7, which allow an entity to elect to apply trade-date accounting for the derecognition of financial liabilities when settled in cash through electronic payment systems. The Company has elected to apply trade-date-accounting for payments processed via systems that meet the criteria. The amendments also introduce additional disclosure requirements to improve transparency regarding equity instruments designated at fair value through other comprehensive income (“FVOCI”) and financial instruments containing contingent features.

The IFRS 9 amendment allows a financial liability to be derecognized upon the irrevocable settlement instruction via an electronic payment system, even if cash settlement occurs shortly thereafter. This amendment did not have a material affect on the Company’s financial position.

The IFRS 7 amendments require enhanced disclosures for (i) equity instruments designated at FVOCI and (ii) financial instruments that include contingent settlement or conversion features. As the Company does not hold any FVOCI-designated equities and has no material contingent payment features in its financial instruments, these new disclosures did not have a material impact on the Company’s disclosures.

### 3. SIGNIFICANT ACCOUNTING JUDGMENTS, ESTIMATES AND ASSUMPTIONS

The preparation of financial statements requires the Company's management to make judgments, estimates and assumptions about future events that affect the amounts reported in the financial statements. Although these estimates are based on management's best knowledge of the amount, event or actions, actual results may differ from those estimates.

The areas which require management to make significant judgments, estimates and assumptions in determining carrying values include, but are not limited to:

- **Impairment of non-financial assets** - The Company assesses its cash-generating units at each reporting date to determine whether any indication of impairment exists. Where an indicator of impairment exists or when exploration and evaluation assets are reclassified to property, plant and equipment upon reaching technical feasibility and commercial viability, an estimate of the recoverable amount is made, which is the higher of the fair value less costs of disposal and value in use. The determination of the recoverable amount requires the use of estimates and assumptions such as long-term commodity prices, discount rates, future capital requirements, exploration potential and future operating performance. Fair value is determined as the amount that would be obtained from the sale of the asset in an arm's-length transaction between knowledgeable and willing parties.
- **Provision for site reclamation and closure** – Provisions for site reclamation and closure have been created based on management estimates. Assumptions, based on the current economic environment, have been made which management believes are a reasonable basis upon which to estimate the future liability as shown in Note 15. These estimates take into account any material changes to the assumptions that occur when reviewed regularly by management and are based on current regulatory requirements. Significant changes in estimates of discount rate, contamination, restoration standards and techniques will result in changes to provisions from period to period. Actual reclamation and closure costs will ultimately depend on future market prices for the costs which will reflect the market condition at the time the costs are actually incurred. The final cost of the currently recognized rehabilitation provisions may be higher or lower than currently provided for.
- **Gold Linked Notes** – The Company's gold-linked notes represent management's best estimates and judgement in accounting for separate components of financial liability, derivative liability and an equity instrument. The identification of such components embedded within gold-linked notes requires significant judgement given that it is based on the interpretation of the substance of the contractual arrangement. The embedded derivative is separated on issuance at fair value and is marked to market at each period end with changes in fair value recorded as gain on fair value of derivative. The financial liability, which represents the obligation to pay coupon interest on the gold linked notes in the future, is initially measured at its fair value and subsequently measured at amortized cost. The Company considered various factors to determine fair value, including: market rate of interest and forecast gold price expected over the life of the arrangement that is based on the forward curve for gold.

**3. SIGNIFICANT ACCOUNTING JUDGMENTS, ESTIMATES AND ASSUMPTIONS (continued)****• Bill-and-Hold Arrangement / Revenue Recognition**

During the three months ended March 31, 2026, the Company entered into a new ore sales arrangement with Ocean Partners (the "Customer") that includes bill-and-hold elements under IFRS 15, Revenue from Contracts with Customers.

Under the terms of the arrangement, control of ore inventory transfers to the Customer prior to the completion of transportation services to Taiwan. Management determined that the arrangement contains multiple performance obligations consisting of:

1. The transfer of control of ore inventory; and
2. Transportation and related logistics services to deliver the ore to Taiwan.

The transaction price is allocated to each performance obligation based on management's estimate of the relative standalone selling prices of each component.

Revenue associated with the transfer of control of the ore is recognized at the point in time when control passes to the Customer. Revenue allocated to the transportation and logistics services is recognized over time as the related services are performed.

The contract liability balance will be recognized as revenue as the transportation and related logistics services are completed.

Contract liabilities represent consideration received or receivable in advance of the satisfaction of remaining performance obligations associated with transportation and logistics services under the Company's ore sales arrangement.

Management applied significant judgment in determining:

- The identification of separate performance obligations;
- The timing of the transfer of control of the ore inventory;
- Whether the bill-and-hold criteria under IFRS 15 were met; and
- The allocation of the transaction price between the sale of ore and transportation services.

The Company expects to recognize the remaining contract liability balance as revenue during the subsequent shipment and delivery period.

**4. CASH AND CASH EQUIVALENTS**

The balance at March 31, 2026 consists of cash on deposit with major Canadian banks in interest bearing accounts totaling \$39,042,293 (December 31, 2025 - \$21,344,536) and short term guaranteed investment certificates with major Canadian banks of \$14,137,040 (December 31, 2025 - \$10,755,107) for total cash and cash equivalents of \$53,179,333 (December 31, 2025 - \$32,099,643).

During the three month period ended March 31, 2026, the Company recognized interest income of \$74,362 (2025 - \$32,669).

**5. AMOUNTS RECEIVABLE**

<b>As at,</b>	<b>March 31, 2026</b>	<b>December 31, 2025</b>
Receivable from gold sales	\$ 3,995,891	\$ 1,633,615
HST and other government receivables	2,080,943	1,291,724
Other receivables	11,940	9,014
	<b>\$ 6,088,774</b>	<b>\$ 2,934,353</b>

At March 31, 2026, the Company anticipates full recovery of these amounts and therefore no expected credit loss has been recorded against these receivables. The Company holds no collateral for any receivable amounts outstanding as at March 31, 2026 and December 31, 2025.

The Company's revenue for the three month period ended March 31, 2026 consisted of concentrate and ore sales recorded at initial recognition based on forward prices for the expected date of settlement of \$4,511,755 and subsequent provisional pricing adjustments of \$1,264,141. At March 31, 2026, the volume of concentrate and ore sales subject to final pricing is 675 ounces of gold and these provisionally priced gold concentrate sales were recorded at an average price of \$6,586 per ounce. All gold sales and receivables are from one customer. A 10% change in the price of gold used to measure provisionally priced gold sales at March 31, 2026, while holding all other variables constant would not have a significant impact on net loss.

**6. MARKETABLE SECURITIES**

As at March 31, 2026, the Company holds 1,500,000 shares of Westhaven Gold Corp. ("Westhaven") valued at \$390,000 (December 31, 2025 – 1,500,000 shares with value of \$397,500).

The Company also holds guaranteed investment certificates with maturities greater than three months of \$7,432,823 (December 31, 2025 - \$nil) for total marketable securities of \$7,822,823 (December 31, 2025 - \$397,500).

During the three month period ended March 31, 2026, the Company recognized an unrealized loss of \$7,500 (2025 - \$52,500 gain) as the market value of the shares decreased (2025 – increased).

**7. INVENTORY**

Inventory consists of stockpiled ore, ore subject to toll milling, concentrate and supplies required during the course of exploration, development and production from operations. The following is a breakdown of items in inventory:

<b>As at,</b>	<b>March 31, 2026</b>	<b>December 31, 2025</b>
Stockpiled ore	\$ 1,947,930	\$ 1,051,179
Ore subject to toll milling	-	80,889
Finished goods	-	822,961
Supplies	1,435,769	1,142,987
	<b>\$ 3,383,699</b>	<b>\$ 3,098,016</b>

## Talisker Resources Ltd.

### Notes to the Condensed Interim Consolidated Financial Statements (Unaudited)

For the three month periods ended March 31, 2026 and 2025

(Expressed in Canadian dollars)



#### 8. PROPERTY, PLANT AND EQUIPMENT

	Construction in Process <sup>(1)</sup> \$	Mineral Property \$	Machinery and Equipment \$	Buildings \$	Land \$	Water Treatment Facility \$	Vehicles \$	Right-of-Use Asset \$	Total \$
Balance at December 31, 2024	1,118,096	-	1,491,341	6,209,430	315,000	941,321	172,391	1,902,462	12,150,041
Additions	25,116,798	-	543,547	14,698	-	-	55,000	640,464	26,370,507
Impairment <sup>(2)</sup>	-	-	(140,476)	(923,500)	-	-	-	-	(1,063,976)
Change in estimate of ARO	(874,690)	-	-	-	-	-	-	-	(874,690)
Reclassification from Construction In Process	(3,546,905)	3,546,905	-	-	-	-	-	-	-
Balance at December 31, 2025	21,813,299	3,546,905	1,894,412	5,300,628	315,000	941,321	227,391	2,542,926	36,581,882
Additions	13,307,280	-	494,919	669,781	573,059	-	-	505,622	16,538,471
Borrowing costs	987,810	-	-	-	-	-	-	-	987,810
Disposals	-	-	-	(7,531)	-	-	-	(58,958)	(66,489)
Reclassification from Construction In Process	(2,297,449)	2,297,449	-	-	-	-	-	-	-
Balance at March 31, 2026	33,810,940	5,844,354	2,389,331	5,962,878	888,059	941,321	227,391	2,989,590	53,053,864

#### ACCUMULATED DEPRECIATION AND DEPLETION

Balance at December 31, 2024	-	-	1,283,349	1,591,402	-	334,888	111,039	1,512,408	4,833,086
Additions	-	135,333	144,858	498,036	-	61,152	6,608	213,903	1,059,890
Balance at December 31, 2025	-	135,333	1,428,207	2,089,438	-	396,040	117,647	1,726,311	5,892,976
Additions	-	81,259	46,360	105,561	-	15,288	4,173	76,937	329,578
Balance at March 31, 2026	-	216,592	1,474,567	2,194,999	-	411,328	121,820	1,803,248	6,222,554

#### NET BOOK VALUE

At December 31, 2025	21,813,299	3,411,572	466,205	3,211,190	315,000	545,281	109,744	816,615	30,688,906
<b>At March 31, 2026</b>	<b>33,810,940</b>	<b>5,627,762</b>	<b>914,764</b>	<b>3,767,879</b>	<b>888,059</b>	<b>529,993</b>	<b>105,571</b>	<b>1,186,342</b>	<b>46,831,310</b>

(1) Construction in process relates to the Company's Bralorne mine and primarily includes acquisition costs, expenditures related to development, deposits for equipment, costs incurred to secure the second tranche of the royalty funding, capitalized interest at a rate of 18% and discounted future reclamation costs (Note 15).

(2) Impairment of buildings in the amount of \$923,500 relates to the kitchen and mine office complex which was condemned due to mold.

**8. PROPERTY, PLANT AND EQUIPMENT (continued)**

On June 12, 2023 the Company entered into a royalty agreement with Sprott Resource Streaming and Royalty Corp. (“Sprott”) in relation to the Company’s Bralorne Gold Project whereby Sprott will pay the Company up to US\$31,250,000 for a net smelter returns royalty (the “Royalty”) covering all minerals produced from the Project (the “Royalty Transaction”). The Royalty Transaction includes:

- A maximum of US\$31,250,000, with a minimum consideration of US\$18,750,000, payable as to:
  - an initial grant of a 1.12% Royalty for a draw of US\$7,000,000 (received) for drilling, detailed engineering and working capital;
  - a further 1.88% Royalty for a subsequent draw of US\$11,750,000 (received) on, among other things, the signing of a toll milling agreement for mobilization, site infrastructure, resource conversion drilling and working capital; and
  - up to a further 2% Royalty, to a maximum of a 5% Royalty, for US\$12,500,000 available as needed for site infrastructure, mine start-up capital and working capital;
  - An option, exercisable solely at the discretion of the Company until December 31, 2028, to repurchase 50% of the Royalty (as more particularly described below);
  - The residual Royalty will be reduced by an additional 50% for no additional consideration following 1.5 million ounces of gold production;

*Buyback*

The Company will have a right, to be satisfied in cash or in shares (subject to a 4.9% ownership limit, calculated at the time of the buyback), at the Company’s sole discretion (and subject to prior approval of the Toronto Stock Exchange (the “TSX”)), to repurchase a 50% interest of the Royalty for a price that is equal to half of the then-paid Purchase Price multiplied by the multiplier, as follows:

On of before	Multiplier	Based on Minimum 3% Royalty	Based on Maximum 5% Royalty
June 30, 2025	1.20	US\$11,250,000	US\$18,750,000
June 30, 2026	1.25	US\$11,718,750	US\$19,531,250
June 30, 2027	1.30	US\$12,187,500	US\$20,312,500
June 30, 2028	1.35	US\$12,656,250	US\$21,093,750
June 30, 2029	1.40	US\$13,125,000	US\$21,875,000

*Production Target and Purchase Price Repayment*

There is an amount payable under the Royalty agreement by the Company if aggregate sales of contained gold in product is not equal to or greater than 38,000 ounces for the period commencing on January 1, 2028 and ending on June 30, 2028 (inclusive). The Purchase price repayment is calculated as follows:

$APP \times (T-P)/T \times (1+r)^Q$ , where:

APP = Aggregate Purchase Price or dollar amount received under the facility.

T = the Target Amount;

P = the aggregate Sales of contained gold in Product during the Sales Testing Period;

r = the Quarterly interest rate of 2.5%; and

Q = the number of Quarter ends that have occurred from the First Closing Date up to (15), and including the last day of the Quarter in which the Sales Testing Period expires.

**8. PROPERTY, PLANT AND EQUIPMENT (continued)**

*Participation Right*

The Company has granted a five year pre-emptive right (subject to rights previously granted to OR) to participate up to a maximum of 40%, or US\$40,000,000, in any proposed grant, sale or issuance to any third party of a stream, royalty or similar transaction based on future production from the Project.

On October 9, 2024, the Company completed the second draw of US\$11,750,000 and received proceeds in the amount of \$15,483,327, being \$16,085,750 (US\$11,750,000) less transaction costs of \$602,423. The amount has been recorded as deferred revenue, see Note 13 for details.

**9. EXPLORATION AND EVALUATION ASSETS**

The exploration and evaluation assets for the Company are summarized as follows:

**Three month period ended March 31, 2026:**

Project	January 1, 2026	Additions	Disposals	March 31, 2026
<b>Bralorne Gold Camp</b>				
Royalle Property	\$ 243,000	\$ -	\$ -	<b>243,000</b>
NaiKun Wind Crown Grant	36,000	-	-	<b>36,000</b>
Congress Property	295,000	-	-	<b>295,000</b>
Big Sheep Property	120,000	-	-	<b>120,000</b>
<b>Southern BC Properties</b>				
Spences Bridge	5,456,823	-	-	<b>5,456,823</b>
Golden Hornet Property	183,287	-	-	<b>183,287</b>
<b>Ladner Gold Project</b>	<b>11,470,469</b>	<b>-</b>	<b>-</b>	<b>11,470,469</b>
	<b>\$ 17,804,579</b>	<b>\$ -</b>	<b>\$ -</b>	<b>17,804,579</b>

**10. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES**

As at,	March 31, 2026	December 31, 2025
Accounts payable	\$ 4,178,861	\$ 8,043,456
Accrued liabilities	<b>5,797,845</b>	5,263,858
	<b>\$ 9,976,706</b>	\$ 13,307,314

**11. LEASES PAYABLE**

The Company has entered into equipment leases expiring between 2026 and 2029, with interest rates ranging from 2.99% to 9.49% per annum. The Company has the option to purchase the equipment at the end of the lease term for a nominal amount. The Company’s obligations under leases are secured by the lessor’s title to the leased assets.

The contractual maturities and interest charges in respect of the Company’s lease obligations are as follows:

	<b>March 31, 2026</b>	December 31, 2025
Not later than one year	\$ 439,863	\$ 288,342
Later than one year and not later than five years	689,750	408,462
Less: Future interest charges	<u>(116,812)</u>	<u>(62,692)</u>
Present value of lease payments	<b>1,012,801</b>	634,112
Less: current portion	<u>(372,636)</u>	<u>(248,584)</u>
Non-current portion	<b>\$ 640,165</b>	<b>\$ 385,528</b>

Reconciliation of debt arising from lease liabilities:

	<b>March 31, 2026</b>	December 31, 2025
Lease liability at beginning of period	\$ 634,112	\$ 261,497
Additions	505,622	640,464
Principal payments on lease liabilities	<u>(126,933)</u>	<u>(267,849)</u>
	<b>\$ 1,012,801</b>	<b>\$ 634,112</b>

**12. GOLD-LINKED NOTES**

On October 17, 2024, the Company issued notes in the aggregate principal amount of \$1,332,000. The notes bear interest at a rate of 15% per annum and mature on December 31, 2027.

The principal amount of the notes was used to calculate the quantity of gold (the “Gold Quantity”) to be represented by the notes, being the deemed number of ounces of gold using a price (the “Floor Price”) of US\$2,500. The Gold Quantity on the date of issuance amounted to 386 ounces. The Gold Quantity will be reduced on each of December 31, 2025, December 31, 2026 and December 31, 2027, by that number of ounces that represents 15% (58 ounces), 25% (97 ounces) and 60% (231 ounces), respectively, of the Gold Quantity on the closing of the Gold-Linked Note Financing, by the payment of the Deemed value of such Gold Quantity. The “Deemed Value” means the applicable Gold Quantity multiplied by the Gold Price (the “Gold Price” being the greater of: (a) the Floor Price; and (b) the “London Gold Fix” price per ounce (in U.S. dollars) as of the 15th day of the month of such payment date).

There is no requirement or option to deliver physical gold as a form of repayment under the terms of the Gold-Linked Notes.

Interest shall be calculated and payable quarterly in arrears, with the interest payable being calculated based on the Deemed Value of the Gold Quantity on the applicable interest payment date.

For the three month period ended March 31, 2026, the Company has recorded an interest charge of \$83,344 (2025 - \$69,082) related to the host loan and a loss of \$190,000 (2025 - \$257,126) for the change in fair value of the embedded derivative.

**12. GOLD-LINKED NOTES (continued)**

As at March 31, 2026 and December 31, 2025, the Gold Linked Notes are presented as follows:

	<b>March 31,</b>	December 31,
<b>Principal</b>	<b>2026</b>	2025
Beginning balance	\$ 942,354	\$ 1,134,192
Interest expense	83,344	297,238
Accretion	24,359	124,805
Foreign exchange	19,131	(24,439)
Payment of interest	(83,344)	(340,788)
Payment of principal	-	(248,654)
Ending balance	\$ 985,844	\$ 942,354
<b>Embedded Derivative</b>		
Beginning balance	\$ 893,000	\$ 298,378
Loss on revaluation of derivative	190,000	594,622
Ending balance	\$ 1,083,000	\$ 893,000
<b>Total</b>		
Principal	\$ 985,844	\$ 942,354
Embedded derivative	1,083,000	893,000
Gold-Linked Note Liability	2,068,844	1,835,354
Current portion of Gold-Linked Note Liability	(738,286)	(539,814)
Long term portion of Gold-Linked Note Liability	1,330,558	1,295,540

**13. CONVERTIBLE DEBENTURES**

On October 9, 2024, the Company issued a convertible debenture; an unsecured obligation of the Company in the principal amount of \$4,000,000. The convertible debenture bore interest at a rate of 12% per annum, calculated and payable quarterly in arrears, and had a term of three years. The holder of the convertible debenture had the right to convert the principal amount to common shares of Talisker at a conversion price of \$0.50 up until the trading day prior to the maturity date of the convertible debenture. Talisker had the option to convert all or any portion of the convertible debenture into shares if the closing price of the Shares on the TSX was at least 130% of the Conversion Price for each of the 20 trading days before a notice of conversion is delivered. For shares issued pursuant to the Company’s conversion right, if the holder wishes to sell any Shares, Talisker also has the right to identify a purchaser for such shares.

On November 7, 2024, the Company issued a convertible debenture; an unsecured obligation of the Company in the principal amount of \$1,100,000. The convertible debenture bore interest at a rate of 12% per annum, calculated and payable quarterly in arrears, and had a term of three years. The holder of the convertible debenture had the right to convert the principal amount to common shares of Talisker at a conversion price of \$0.56 up until the trading day prior to the maturity date of the convertible debenture. Talisker had the option to convert all or any portion of the convertible debenture into shares if the closing price of the Shares on the TSX was at least 130% of the Conversion Price for each of the 20 trading days before a notice of conversion was delivered. For shares issued pursuant to the Company’s conversion right, if the holder wishes to sell any Shares, Talisker also has the right to identify a purchaser for such shares.

On October 3, 2025, the Company exercised its right to convert all of the outstanding principal amounts of its Convertible Debentures into common shares. The Company converted all the outstanding principal amount into 9,964,285 Shares.

As at March 31, 2026 and December 31, 2025, the Convertible Debentures are presented as follows:

	<b>Liability Component</b>	<b>Equity Component</b>
Balance, December 31, 2024	\$ 4,364,817	\$ 448,308
Interest expense	471,155	-
Accretion	193,701	-
Payment of interest	(599,835)	-
Conversion of Convertible Debentures to shares	(4,429,838)	(448,308)
Balance, December 31, 2025 and March 31, 2026	\$ -	\$ -

## 14. DEFERRED REVENUE

### NSR Agreement

On October 9, 2024, the Company issued a 1.88% NSR royalty under the second tranche of the royalty agreement with Sprott Resource Streaming and Royalty Corp. and received proceeds in the amount of \$16,085,750 (US\$11,750,000), less transaction costs of \$424,675.

The upfront cash payment received under the agreement is accounted for as deferred revenue with a significant financing component. The deferred revenue associated with the royalty agreement is being accreted to reflect the significant financing component at a rate of 18.5%, being the interest rate that it would have used if it were to enter into a separate financing transaction with the customer at contract inception. As the Company produces and sells gold concentrate to third party customers, the balance will be reduced and recognized as revenue in the statement of loss and comprehensive loss.

### Contract Liabilities

During the three months ended March 31, 2026, the Company entered into a new ore sales arrangement with Ocean Partners (the "Customer") that includes bill-and-hold elements under IFRS 15, Revenue from Contracts with Customers.

Under the terms of the arrangement, control of ore inventory transfers to the Customer prior to the completion of transportation services to Taiwan. Management determined that the arrangement contains multiple performance obligations consisting of:

1. The transfer of control of ore inventory; and
2. Transportation and related logistics services to deliver the ore to Taiwan.

The transaction price is allocated to each performance obligation based on management's estimate of the relative standalone selling prices of each component.

Revenue associated with the transfer of control of the ore is recognized at the point in time when control passes to the Customer. Revenue allocated to the transportation and logistics services is recognized over time as the related services are performed.

For the three months ended March 31, 2026, the Company recognized \$1,674,741 of revenue related to the transfer of control of ore inventory under this arrangement. As at March 31, 2026, approximately \$678,995 (2025 - \$nil) related to unsatisfied transportation performance obligations had not yet been recognized as revenue and was recorded as a contract liability within accrued liabilities and other current liabilities.

The contract liability balance will be recognized as revenue as the transportation and related logistics services are completed.

Contract liabilities represent consideration received or receivable in advance of the satisfaction of remaining performance obligations associated with transportation and logistics services under the Company's ore sales arrangement.

**14. DEFERRED REVENUE (continued)**

Management applied significant judgment in determining:

- The identification of separate performance obligations;
- The timing of the transfer of control of the ore inventory;
- Whether the bill-and-hold criteria under IFRS 15 were met; and
- The allocation of the transaction price between the sale of ore and transportation services.

The Company expects to recognize the remaining contract liability balance as revenue during the subsequent shipment and delivery period.

The changes in the carrying value of deferred revenue are as follows:

	<b>March 31, 2026</b>	December 31, 2025
Balance, beginning of period	\$ 19,556,015	\$ 16,355,186
Interest on financing component of deferred revenue	904,466	3,229,660
Deferred revenue on gold sales	678,995	-
Deferred revenue recognized	(15,485)	(28,831)
Balance, end of period	\$ 21,123,991	\$ 19,556,015
Less: current portion	(1,131,703)	(433,024)
Non-current portion	\$ 19,992,288	\$ 19,122,991

**15. PROVISION FOR SITE RECLAMATION AND CLOSURE**

Provincial laws and regulations concerning environmental protection affect the Company's operations. Under current regulations, the Company is required to meet performance standards to minimize the environmental impact from its activities and to perform site restoration and other closure activities. The Company's provision for future site closure and reclamation costs is based on known requirements.

The breakdown of the provision for site reclamation and closure is as per below:

	<b>March 31, 2026</b>			December 31, 2025		
	<b>Bralorne</b>	<b>New Carolin</b>	<b>Total</b>	Bralorne	New Carolin	Total
Balance, beginning of period	10,313,449	7,369,058	17,682,507	10,827,580	7,381,700	18,209,280
Change in estimate	-	-	-	(874,690)	(237,341)	(1,112,031)
Accretion	97,907	69,956	167,863	360,559	224,699	585,258
Balance, end of period	<b>10,411,356</b>	<b>7,439,014</b>	<b>17,850,370</b>	10,313,449	7,369,058	17,682,507

**15. PROVISION FOR SITE RECLAMATION AND CLOSURE (continued)**

The present value of the obligation for Bralorne of \$10,411,356 (December 31, 2025 – \$10,313,449) is based on an undiscounted obligation of \$62,177,950, out of which \$12,625,915 is expected to be incurred in 2044 with the remaining \$49,552,035 to be incurred on water treatment and quality monitoring throughout 2144. The provision was calculated using a nominal weighted average risk-free interest rate of 3.85% (December 31, 2025 – 3.85%) and a weighted average inflation rate of 1.98% (December 31, 2025 – 1.98%). Reclamation activities are estimated to begin in 2044 and are expected to be incurred over a period of 100 years.

The present value of the obligation for Ladner Lake of \$7,439,014 (December 31, 2025 – \$7,369,058) is based on an undiscounted obligation of \$15,804,058. The provision was calculated using a nominal weighted average risk-free interest rate of 3.85% (December 31, 2025 – 3.85%) and a weighted average inflation rate of 1.98% (December 31, 2025 – 1.98%). Reclamation activities are estimated to begin in 2027 and are expected to be incurred over a period of 100 years

**Reclamation Deposits**

The Company is required to make reclamation deposits in respect of its expected site reclamation and closure obligations. The reclamation deposits represent collateral for possible reclamation activities necessary on mineral properties in connection with the permits required for exploration activities by the Company.

	March 31, 2026				December 31, 2025			
	Talisker	Bralorne	New Carolin	Total	Talisker	Bralorne	New Carolin	Total
Balance, beginning of period	58,300	1,190,000	220,000	1,468,300	58,300	1,190,000	220,000	1,468,300
Additions	-	-	-	-	-	-	-	-
Disposals	-	-	-	-	-	-	-	-
Balance, end of period	58,300	1,190,000	220,000	1,468,300	58,300	1,190,000	220,000	1,468,300

Under regulations set by the Ministry of Energy, Mines and Petroleum Resources (“MEM”), the Company is required to hold reclamation bonds that cover the estimated future cost to reclaim the ground disturbed. Bralorne is required to pay \$250,000 every six months until a cumulative security equal to \$12,300,000. At March 31, 2026, the surety amounted to \$4,650,000 and the Company has placed \$1,190,000 in cash (December 31, 2025 - \$1,190,000), totalling \$5,840,000 to cover estimated future costs related to the ground disturbance at the Company’s Bralorne Gold Project. As at March 31, 2026 and December 31, 2025, the Company is current with all its obligations with the MEM.

**16. ISSUED CAPITAL**

**Authorized** Unlimited common shares without par value

	<b>March 31, 2026</b>	December 31, 2025
Issued capital	<b>\$ 196,065,449</b>	\$ 152,970,069
Fully paid common shares <sup>(1)</sup>	<b>206,936,576</b>	178,708,610

(1) As at March 31, 2026 and December 31, 2025, there are 50,000 shares awaiting issuance, the proceeds for which were received in 2008 and are included in share capital.

**Common Shares Issued**

	Number of Shares	Value of Shares
Balance as at December 31, 2024	98,345,016	\$ 104,587,941
Issue of shares pursuant to private placement, net of issue costs	59,246,334	36,031,973
Issue of shares for acquisition of mineral properties (Note 9)	36,363	12,000
Exercise of RSU's	2,135,229	1,836,307
Exercise of warrants	8,288,138	4,216,842
Transfer of reserve on exercise of warrants	-	938,800
Exercise of stock options	608,500	219,060
Transfer of reserve on exercise of stock options	-	149,000
Issued pursuant to agreement	84,745	100,000
Issued on conversion of convertible debentures	9,964,285	4,878,146
Balance as at December 31, 2025	178,708,610	\$ 152,970,069
Issue of shares pursuant to private placement, net of issue costs	26,000,000	40,289,861
Exercise of RSU's	868,666	1,615,719
Exercise of warrants	1,079,300	789,000
Transfer of reserve on exercise of warrants	-	226,000
Exercise of stock options	280,000	100,800
Transfer of reserve on exercise of stock options	-	74,000
Balance as at March 31, 2026	206,936,576	\$ 196,065,449

**16. ISSUED CAPITAL (continued)**

**Financings**

**For the three month period ended March 31, 2026:**

On March 10, 2026, the Company closed a private placement of 26,000,000 units of the Company at a price of \$2.00 per unit and a partial exercise of the over-allotment option for 625,000 common share purchase warrants of the Company for gross proceeds of \$52,100,000.

Each unit consisted of one common share of the Company and one-half common share purchase warrant. Each warrant entitles the holder thereof to acquire one Common share at an exercise price of \$2.70 until March 10, 2028. The warrants were ascribed a fair value of \$7,499,000 which was valued using the Black-Scholes pricing model with the following assumptions: dividend yield 0%; risk free interest 2.65%; volatility 77% and an expected life of 24 months.

The Company also issued 1,531,914 finders' warrants. Each finder's warrant entitles the holder thereof to purchase one common share at an exercise price of \$2.18 cents until March 10, 2028. The finder warrants were ascribed a fair value of \$1,007,000 which was valued using the Black-Scholes pricing model with the following assumptions: dividend yield 0%; risk free interest 2.65%; volatility 77% and an expected life of 24 months.

In consideration for their services, the Company paid the agents a cash commission and incurred other closing costs totalling \$3,304,139.

**Diluted Weighted Average Number of Shares Outstanding**

	<b>March 31, 2026</b>	March 31, 2025
Basic weighted average shares outstanding:	<b>186,523,340</b>	99,285,173
Effect of outstanding securities	-	-
Diluted weighted average shares outstanding	<b>186,523,340</b>	99,285,173

During the three month periods ended March 31, 2026 and 2025, the Company had a net loss, as such, the diluted loss per share calculation excludes any potential conversion of options and warrants that would decrease loss per share.

**17. WARRANTS RESERVE**

The following is a summary of changes in warrants:

	Number of Warrants	Weighted average exercise price per warrant	Amount
Balance, January 1, 2025	14,700,313	\$ 0.79	\$ 6,677,200
Issuance of warrants	21,956,500	0.75	4,565,000
Issuance of finders warrants	3,088,736	0.87	1,016,000
Expiry of warrants	(5,679,600)	1.19	-
Exercise of warrants	(8,288,137)	0.51	(938,800)
Balance, December 31, 2025	25,777,812	\$ 0.76	\$ 11,319,400
Issuance of warrants	13,625,000	2.70	7,499,000
Issuance of finders warrants	1,531,914	2.18	1,007,000
Exercise of warrants	(1,079,300)	0.73	(226,000)
Balance, March 31, 2026	39,855,426	\$ 0.76	\$ 19,599,400

As at March 31, 2026, the Company had outstanding warrants as follows:

Expiry Date	Exercise Price	Outstanding and exercisable
August 12, 2026	\$0.60	2,295,250
August 12, 2026 – finders warrants	\$0.46	2,430
September 11, 2026	\$0.60	375,000
October 24, 2027 – finders warrants	\$1.68	710,996
November 6, 2027 – finders warrants	\$1.68	189,000
March 10, 2028	\$2.70	13,625,000
March 10, 2028 – finders warrants	\$2.18	1,531,914
May 5, 2028	\$0.75	20,950,500
June 6, 2028 – finders warrants	\$0.50	175,336
<b>Balance, March 31, 2026</b>		<b>39,855,426</b>

**18. SHARE-BASED PAYMENT RESERVE**

**Stock Option Plan**

The Board of Directors of the Company adopted a stock option plan (the "Plan") whereby the aggregate number of common shares reserved for issuance under the Plan, including common shares reserved for issuance under any other share compensation arrangement granted or made available by the Company from time to time, may not exceed 10% of the Company's issued and outstanding common shares. The Plan is administered by the Board of Directors and grants made pursuant to the Plan must at all times comply with regulatory policies.

The terms of any options granted under the Plan are fixed by the Board of Directors and may not exceed a term of five years. The exercise price of the options granted under the Plan is set at the last closing price of the Company's common shares before the date of grant or in accordance with regulatory requirements.

Each share option converts into one common share of the Company on exercise. No amounts are paid or payable by the recipient on receipt of the option. The options carry neither rights to dividends nor voting rights. Options may be exercised at any time from the date of vesting to the date of their expiry.

The following options were outstanding as at March 31, 2026:

Number of options outstanding	Number of exercisable options	Grant date	Expiry date	Exercise price	Fair value vested
800,000	800,000	December 18, 2023	December 18, 2028	\$ 0.360	219,300
2,071,500	2,071,500	January 16, 2025	January 16, 2030	\$ 0.360	460,050
1,200,000	1,200,000	October 27, 2025	October 27, 2030	\$ 1.350	971,000
4,071,500	4,071,500				1,650,350

The share options outstanding as at December 31, 2025 had a weighted exercise price of \$0.65 (December 31, 2025: \$0.63) and a weighted average remaining contractual life of 3.82 years (December 31, 2025: 4.01 years).

Options vested on their date of issue, and expire within five years of their issue, or 90 days after the resignation of the director, officer, employee or consultant.

**18. SHARE-BASED PAYMENT RESERVE (continued)**

**Movements in Share Options During the Period**

The following reconciles the share options outstanding for the three month period ended March 31, 2026 and year ended December 31, 2025:

	Number of options	Weighted average exercise price
Balance as at December 31, 2024	1,250,000	\$ 0.36
Granted	3,785,000	\$ 0.67
Expired	(75,000)	\$ 0.36
Exercised	(608,500)	\$ 0.36
Balance as at December 31, 2025	4,351,500	\$ 0.63
Exercised	(280,000)	\$ 0.36
Balance as at March 31, 2026	4,071,500	\$ 0.65

**Restricted Share Units**

The Restricted Share Unit Plan (RSU Plan) provides for the grant of restricted share units (each, an “RSU”) convertible into a maximum number of common shares equal to ten percent (10%) of the number of common shares then issued and outstanding, provided, however, the number of common shares reserved for issuance from treasury under the RSU Plan and pursuant to all other security-based compensation arrangements of the Company shall, in the aggregate, not exceed ten percent (10%) of the number of common shares then issued and outstanding. Any common shares subject to a RSU which has been cancelled or terminated in accordance with the terms of the RSU Plan without settlement will again be available under the RSU Plan. When vested, each RSU entitles the holder to receive, subject to adjustments as provided for in the RSU Plan, one common Share or payment in cash for the equivalent thereof based on the volume weighted average trading price of the common shares on the five trading days immediately preceding the redemption date. The terms and conditions of vesting (if applicable) of each grant are determined by the Board at the time of the grant, subject to the terms of the RSU Plan. RSU awards may, but need not, be subject to performance incentives to reward attainment of annual or long-term performance goals.

Any such performance incentives or long term performance goals are subject to determination by the Board and specified in the award agreement.

**18. SHARE-BASED PAYMENT RESERVE (continued)**

The Company uses the fair value method to recognize the obligation and compensation expense associated with the RSUs. The fair value of RSUs issued is determined on the grant date based on the market price of the common shares on the grant date multiplied by the number of RSUs granted. The fair value is expensed over the vesting term. Upon redemption of the RSU the carrying amount is recorded as an increase in common share capital and a reduction in the liability.

The following table summarizes changes in the number of RSUs outstanding:

	<b>Number of RSU's</b>
Balance, December 31, 2024	-
Granted	6,730,000
Cancelled	(100,000)
Exercised	(2,243,329)
Balance, December 31, 2025	4,386,671
Exercised	(1,066,666)
Balance, March 31, 2026	3,320,005

**RSU liability:**

As at March 31, 2026 a liability of \$2,031,753 (December 31, 2025 - \$2,629,716) has been recorded for RSUs.

**Share-based payment reserve:**

The following table summarizes information about share-based payment reserve:

Balance as at December 31, 2024	\$	347,000
Share-based expense - options		1,543,000
Transfer of reserve on exercise of options		(149,000)
Expiry/cancellation of stock options		(16,650)
Balance as at December 31, 2025	\$	1,724,350
Transfer of reserve on exercise of options		(74,000)
Balance as at March 31, 2026	\$	1,650,350

**19. FINANCIAL INSTRUMENTS**

Financial assets and financial liabilities as at March 31, 2026 and December 31, 2025 were as follows:

	Fair value through profit or loss	Amortized cost	Other financial liabilities	Total
<b>As at March 31, 2026</b>				
Cash and cash equivalents	\$ -	\$ 53,179,333	\$ -	\$ 53,179,333
Marketable securities	390,000	7,432,823	-	7,822,823
Amounts receivable	-	11,940	-	11,940
Receivable from gold sales	1,264,141	2,731,750	-	3,995,891
Reclamation deposits	-	1,468,300	-	1,468,300
Accounts payable and accrued liabilities	-	-	9,976,706	9,976,706
RSU liability	2,031,753	-	-	2,031,753
Leases payable	-	1,012,801	-	1,012,801
Gold linked notes	-	985,844	-	985,844
Gold linked notes – embedded derivative	1,083,000	-	-	1,083,000
<b>As at December 31, 2025</b>				
Cash and cash equivalents	\$ -	\$ 32,099,643	\$ -	\$ 32,099,643
Marketable securities	397,500	-	-	397,500
Amounts receivable	-	9,014	-	9,014
Receivable from gold sales	662,551	971,064	-	1,633,615
Reclamation deposits	-	1,468,300	-	1,468,300
Accounts payable and accrued liabilities	-	-	13,307,314	13,307,314
RSU liability	2,629,716	-	-	2,629,716
Leases payable	-	634,112	-	634,112
Gold linked notes	-	942,354	-	942,354
Gold linked notes – embedded derivative	893,000	-	-	893,000

The Company classifies its financial instruments carried at fair value according to a three level hierarchy that reflects the significance of the inputs used in making the fair value measurements. The three levels of fair value hierarchy are as follows:

- Level 1 – Unadjusted quoted prices in active markets for identical assets or liabilities;
- Level 2 - Inputs other than quoted prices that are observable for assets and liabilities, either directly or indirectly;
- Level 3 – Inputs for assets or liabilities that are not based on observable market data

The carrying value of cash and cash equivalents, guaranteed investment certificates, amounts receivable (excluding receivables from gold sales), reclamation deposits, accounts payable and accrued liabilities, and leases payables approximate fair value because of the relatively short term nature of the instruments. The principal amount of the gold linked notes were issued in October 2024, as such, given limited time has elapsed, carrying value approximates fair value. The carrying value of common shares recorded as marketable securities reflect a level 1 fair value measurement. Receivables from gold sales and RSU liability reflect a level 2 fair value measurement. The carrying value of the derivative in gold linked reflects a level 3 fair value measurement.

**20. RELATED PARTY DISCLOSURES**

The following is a summary of the Company’s related party transactions during the three month periods ended March 31, 2026 and 2025:

The Company charged rent in the amount of \$20,250 for the three month period ended March 31, 2026 (2025 - \$20,250) paid by JHI Associates Inc., a company with a certain common officer.

**Compensation of Key Management Personnel of the Company**

In accordance with IAS 24, key management personnel, including companies controlled by them, are those persons having authority and responsibility for planning, directing and controlling the activities of the Company directly or indirectly, including any directors (executive and non-executive) of the Company.

The remuneration of directors and key executives is determined by the compensation committee.

The remuneration of directors and other members of key management personnel during the three month periods ended March 31, 2026 and 2025 were as follows:

	<b>March 31, 2026</b>	March 31, 2025
Short term employee benefits, director fees	\$ <b>689,718</b>	\$ 399,633
Share based payments	<b>617,270</b>	797,675
	<b>\$ 1,306,988</b>	\$ 1,197,308

As at March 31, 2026, an amount of \$25,522 (December 31, 2025 - \$89,133) due to key management personnel, was included in accounts payable and accrued liabilities. This amount is unsecured, non-interest bearing and without fixed terms of repayment. A member of key management personnel participated in the gold linked note financing during 2024 and the carrying amount of the liability to this member of key management personnel under the gold linked notes at March 31, 2026 is \$234,040 (December 31, 2025 - \$207,626).

**21. COMMITMENTS AND CONTINGENCIES**

Due to the size, complexity and nature of the Company’s operations, various legal, tax, environmental and regulatory matters are outstanding from time to time. By their nature, contingencies will only be resolved when one or more future events occur or fail to occur. The assessment of contingencies inherently involves the exercise of significant judgment and estimates of the outcome of future events.

## Talisker Resources Ltd.

### Notes to the Condensed Interim Consolidated Financial Statements (Unaudited)

For the three month periods ended March 31, 2026 and 2025

(Expressed in Canadian dollars)



#### 22. ADMINISTRATION COSTS

	2026		2025
General and administrative	\$ 418,264	\$	167,686
Public company costs	596,472		191,038
Travel and other	18,970		14,008
	\$ 1,033,706	\$	372,732