



KUYA SILVER CORPORATION

CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

MARCH 31, 2025

(Expressed in US Dollars)

(Unaudited)

**NOTICE OF NO AUDITOR REVIEW OF
CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS**

Under National Instrument 51-102, Part 4, subsection 4.3(3)(a), if an auditor has not performed a review of the condensed interim consolidated financial statements, they must be accompanied by a notice indicating that an auditor has not reviewed the financial statements.

The Company's independent auditor has not performed a review of these condensed interim consolidated financial statements in accordance with standards established by the Chartered Professional Accountants of Canada for a review of interim financial statements by an entity's auditor.

The accompanying condensed interim consolidated financial statements of the Company have been prepared by and are the responsibility of the Company's management.

KUYA SILVER CORPORATION**CONDENSED INTERIM CONSOLIDATED STATEMENTS OF FINANCIAL POSITION**

(Expressed in US Dollars)

(Unaudited)

As at

	March 31, 2025	December 31, 2024
ASSETS		
Current		
Cash	\$ 1,141,064	\$ 765,565
Receivables	433,964	376,086
Prepays and advances	108,192	60,818
Inventories	64,118	82,850
	1,747,338	1,285,319
Facilities and equipment (Note 4)	94,030	97,595
Exploration and evaluation assets (Note 5)	22,367,051	22,341,683
	\$ 24,208,419	\$ 23,724,597
LIABILITIES		
Current		
Accounts payable and accrued liabilities (Notes 6 and 10)	\$ 1,369,855	\$ 1,364,694
Convertible debentures (Note 7)	401,578	457,827
Flow-through share premium (Note 8)	21,120	139,943
	1,792,553	1,962,464
Reclamation provision (Note 5)	1,712,142	1,695,352
	3,504,695	3,657,816
SHAREHOLDERS' EQUITY		
Share capital (Note 8)	49,728,642	47,698,391
Reserves (Notes 7, 8, and 9)	(442,163)	(397,841)
Deficit	(28,582,755)	(27,233,769)
	20,703,724	20,066,781
	\$ 24,208,419	\$ 23,724,597

Nature of operations and going concern (Note 1)**Commitments and contingencies (Note 16)****Subsequent events (Notes 8 and 17)**

Approved on behalf of the board by:

/s/ "David Stein"
David Stein, Director

/s/ "Dale Peniuk"
Dale Peniuk, Director

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

KUYA SILVER CORPORATION**CONDENSED INTERIM CONSOLIDATED STATEMENTS OF LOSS AND COMPREHENSIVE LOSS**

(Expressed in US Dollars)

(Unaudited)

	Three months ended March 31, 2025	Three months ended March 31, 2024
Revenue		
Revenue from sale of concentrates	\$ 225,997	\$ -
	225,997	-
Property expenses		
Exploration and evaluation expenditures (Notes 5 and 10)	1,098,345	524,842
	(1,098,345)	(524,842)
Administrative expenses		
Administrative costs	26,179	27,365
Directors' fees (Note 10)	23,508	25,014
Filing fees	6,892	8,703
Management fees	14,632	15,569
Marketing and investor relations	30,007	95,495
Office and miscellaneous	69,880	79,208
Professional fees (Note 10)	57,805	68,117
Share-based compensation (Notes 9 and 10)	127,110	87,475
Shareholder communication	1,289	2,943
Transfer agent	1,971	1,876
Travel	17,874	72,596
Wages and benefits (Note 10)	167,807	153,626
	(544,954)	(637,987)
Operating loss	(1,417,302)	(1,162,829)
Accretion expense (Notes 5 and 7)	(30,307)	(13,426)
Foreign exchange loss	(20,901)	(2,962)
Interest income	516	-
Recognition of flow-through share premium (Note 8)	119,008	9,727
	68,316	(6,661)
Loss for the period	(1,348,986)	(1,169,490)
Other comprehensive income (loss)		
Item that may be reclassified subsequently to profit and loss		
Foreign currency translation adjustment	22,002	(525,503)
Comprehensive loss for the period	\$ (1,326,984)	\$ (1,694,993)
Loss per common share – basic and diluted	\$ (0.01)	\$ (0.01)
Weighted average number of common shares outstanding – basic and diluted	109,403,362	93,350,784

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

KUYA SILVER CORPORATION
CONDENSED INTERIM CONSOLIDATED STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY

(Expressed in US Dollars)

(Unaudited)

	Share Capital		Share-based reserves	Foreign currency translation reserves	Deficit	Total
	Number of shares	Amount				
December 31, 2023	92,922,899	\$ 44,177,779	\$ 1,996,386	\$ (488,580)	\$ (21,210,951)	\$ 24,474,634
Issuance of common shares on settlement of restricted share units (Notes 8 and 9)	437,500	130,677	(130,677)	-	-	-
Options forfeited or expired (Note 9)	-	-	(22,817)	-	22,817	-
Share-based compensation (Note 9)	-	-	87,475	-	-	87,475
Foreign currency translation	-	-	-	(525,503)	-	(525,503)
Loss for the period	-	-	-	-	(1,169,490)	(1,169,490)
March 31, 2024	93,360,399	44,308,456	1,930,367	(1,014,083)	(22,357,624)	22,867,116
Issuance of units for cash (Note 8)	10,474,991	2,785,306	-	-	-	2,785,306
Flow-through share premium (Note 8)	-	(455,934)	-	-	-	(455,934)
Share issue costs (Note 8)	-	(95,745)	-	-	-	(95,745)
Issuance of common shares for share issue costs (Note 8)	267,907	70,353	-	-	-	70,353
Issuance of common shares on settlement of restricted share units (Notes 8 and 9)	412,500	82,307	(82,307)	-	-	-
Issuance of common shares on conversion of convertible debentures (Notes 7 and 8)	2,005,166	331,787	-	-	-	331,787
Issuance of common shares on exercise of warrants (Note 8)	1,348,432	375,675	(11,123)	-	-	364,552
Debt unit warrants (Note 7)	-	-	128,304	-	-	128,304
Warrants expired (Note 8)	-	296,186	(297,757)	-	1,571	-
Share-based compensation (Note 9)	-	-	211,898	-	-	211,898
Foreign currency translation	-	-	-	(1,263,140)	-	(1,263,140)
Loss for the period	-	-	-	-	(4,877,716)	(4,877,716)
December 31, 2024	107,869,395	\$ 47,698,391	\$ 1,879,382	\$ (2,277,223)	\$ (27,233,769)	\$ 20,066,781

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

KUYA SILVER CORPORATION**CONDENSED INTERIM CONSOLIDATED STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY (cont'd...)**

(Expressed in US Dollars)

(Unaudited)

	Share Capital		Share-based reserves	Foreign currency translation reserves	Deficit	Total
	Number of shares	Amount				
December 31, 2024	107,869,395	\$ 47,698,391	\$ 1,879,382	\$ (2,277,223)	\$ (27,233,769)	\$ 20,066,781
Issuance of units for cash (Note 8)	9,257,000	1,613,679	-	-	-	1,613,679
Share issue costs (Note 8)	-	(75,788)	-	-	-	(75,788)
Issuance of common shares on conversion of convertible debentures (Notes 7 and 8)	536,842	85,559	-	-	-	85,559
Issuance of common shares on exercise of options (Note 8)	672,499	387,667	(174,300)	-	-	213,367
Warrants expired (Note 8)	-	19,134	(19,134)	-	-	-
Share-based compensation (Note 9)	-	-	127,110	-	-	127,110
Foreign currency translation	-	-	-	22,002	-	22,002
Loss for the period	-	-	-	-	(1,348,986)	(1,348,986)
March 31, 2025	118,335,736	\$ 49,728,642	\$ 1,813,058	\$ (2,255,221)	\$ (28,582,755)	\$ 20,703,724

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

KUYA SILVER CORPORATION**CONDENSED INTERIM CONSOLIDATED STATEMENTS OF CASH FLOWS**

(Expressed in US Dollars)

(Unaudited)

	Three months ended March 31, 2025	Three months ended March 31, 2024
CASH FLOWS FROM (USED IN) OPERATING ACTIVITIES		
Loss for the period	\$ (1,348,986)	\$ (1,169,490)
Adjust for items not involving cash:		
Depreciation	3,677	343
Accretion expense	30,307	13,426
Share-based compensation	127,110	87,475
Recognition of flow-through share premium	(119,008)	(9,727)
Interest expense	11,574	-
Unrealized foreign exchange gain	(14,792)	(110,660)
Change in non-cash working capital items:		
Receivables	(57,463)	(31,395)
Prepays and advances	(47,314)	(11,616)
Inventories	18,830	-
Accounts payable and accrued liabilities	3,613	32,060
Net cash used in operating activities	(1,392,452)	(1,199,584)
CASH FLOWS FROM (USED IN) FINANCING ACTIVITIES		
Proceeds from issuance of share capital	1,827,046	-
Share issue costs	(75,788)	(40,070)
Net cash provided by (used in) financing activities	1,751,258	(40,070)
Change in cash	358,806	(1,239,654)
Effect of foreign exchange on cash	16,693	(588)
Cash, beginning of period	765,565	2,650,187
Cash, end of period	\$ 1,141,064	\$ 1,409,945

Supplemental cash flow information (Note 11)

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

KUYA SILVER CORPORATION**NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS**

(Expressed in US Dollars)

(Unaudited)

MARCH 31, 2025

1. NATURE OF OPERATIONS AND GOING CONCERN

Kuya Silver Corporation (the “Company”) is a mineral exploration and development company with a focus on acquiring, exploring and advancing precious metal assets in Peru and Canada. During the year ended December 31, 2024 and the three months ended March 31, 2025, the Company executed on its strategic plans to rehabilitate the Bethania Silver Project in order to move the mine towards development. However, as at March 31, 2025, the Company does not yet consider the project to be in the development phase, as contemplated under IFRS Accounting Standards (“IFRS”).

The Company was incorporated on July 15, 2015 under the Business Corporations Act (British Columbia). The Company’s head office and principal address is located at 150 King Street West, Suite 200, Toronto, ON, M5J 1J9. The Company’s registered and records office is located at 2054 Dowad Drive, Squamish, BC, V8B 0Y8. The Company’s shares are listed on the Canadian Securities Exchange (“CSE”) under the symbol KUYA.

These condensed interim consolidated financial statements have been prepared on the assumption that the Company will continue as a going concern, meaning it will continue in operation for the foreseeable future and will be able to realize assets and discharge liabilities in the ordinary course of operations. The Company’s continuation as a going concern is dependent upon its ability to complete financings sufficient to meet current and future obligations, the successful results from its business activities, and its ability to operate profitably and generate funds. In assessing whether the going concern assumption is appropriate, management takes into account all available information about the future, which is at least, but not limited to, 12 months from the end of the reporting period. Although the Company raised capital in previous, current, and subsequent (Note 17) reporting periods, through private placements of its common shares and exercise of warrants, additional funding will be required to continue current operations and further advance its existing exploration and evaluation assets in the upcoming 12 months. These factors indicate the existence of material uncertainty which may cast significant doubt on the Company’s ability to continue as a going concern. Different bases of measurement may be appropriate if the Company is not expected to continue operations for the foreseeable future. These condensed interim consolidated financial statements do not include any adjustments relating to the recoverability and classification of recorded asset amounts and classification of liabilities that might be necessary should the Company be unable to continue in existence.

2. BASIS OF PRESENTATION**Statement of compliance**

These condensed interim consolidated financial statements have been prepared in accordance with IFRS as issued by the International Accounting Standards Board (“IASB”) applicable to interim financial reports, including International Accounting Standard 34, Interim Financial Reporting. They do not include all the information and note disclosures required by IFRS for annual financial statements and, therefore, should be read in conjunction with the Company’s consolidated financial statements for the year ended December 31, 2024, prepared in accordance with IFRS.

KUYA SILVER CORPORATION**NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS**

(Expressed in US Dollars)

(Unaudited)

MARCH 31, 2025

2. BASIS OF PRESENTATION (cont'd...)**Approval of the consolidated financial statements**

These condensed interim consolidated financial statements were authorized for issuance by the Board of Directors ("Board") of the Company on May 27, 2025.

Significant estimates and judgments

The preparation of these condensed interim consolidated financial statements requires the Company to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates. Estimates and underlying assumptions are reviewed at each period end. Revisions to accounting estimates are recognized in the period in which the estimates are revised and in any future periods affected. There have been no material changes to the significant estimates and judgments as disclosed in Note 2 of the Company's consolidated financial statements for the year ended December 31, 2024

3. MATERIAL ACCOUNTING POLICY INFORMATION

These condensed interim consolidated financial statements were prepared using the same accounting policies and methods of computation as in the Company's consolidated financial statements for the year ended December 31, 2024.

New standards, interpretations and amendments to existing standards not yet effective

A number of new standards and amendments to standards and interpretations have been issued by the IASB and are effective for annual periods beginning on or after January 1, 2025 which have not been applied in preparing these condensed interim consolidated financial statements as they are not yet effective. The standards and amendments to standards that would be applicable to the consolidated financial statements of the Company are the following:

IFRS 18, Presentation and Disclosure in Financial Statements

In April 2024, the IASB issued IFRS 18, which replaces IAS 1 - Presentation of Financial Statements; many of the existing principles in IAS 1 are retained, with limited changes. IFRS 18 will not impact the recognition or measurement of items in the financial statements, but it might change what an entity reports as its operating profit or loss. The standard is effective for reporting periods beginning on or after January 1, 2027, including for interim financial statements. Retrospective application is required and early application is permitted. The Company is currently assessing the impact of this new accounting standard on its financial statements.

KUYA SILVER CORPORATION**NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS**

(Expressed in US Dollars)

(Unaudited)

MARCH 31, 2025

4. FACILITIES AND EQUIPMENT

		Construction in progress	Facilities and leasehold improvements		Field equipment	Total
COST						
December 31, 2023	\$	-	\$ 240,501	\$	11,339	\$ 251,840
Additions		97,170	-		-	97,170
Transfer		(97,170)	97,170		-	-
Adjustment on currency translation		-	(23,373)		(887)	(24,260)
December 31, 2024		-	314,298		10,452	324,750
Adjustment on currency translation		-	357		12	369
March 31, 2025	\$	-	\$ 314,655	\$	10,464	\$ 325,119
ACCUMULATED DEPRECIATION						
December 31, 2023	\$	-	\$ 240,501	\$	4,541	\$ 245,042
Depreciation		-	-		1,351	1,351
Adjustment on currency translation		-	(18,820)		(418)	(19,238)
December 31, 2024		-	221,681		5,474	227,155
Depreciation		-	3,354		323	3,677
Adjustment on currency translation		-	251		6	257
March 31, 2025	\$	-	\$ 225,286	\$	5,803	\$ 231,089
NET BOOK VALUE						
December 31, 2024	\$	-	\$ 92,617	\$	4,978	\$ 97,595
March 31, 2025	\$	-	\$ 89,369	\$	4,661	\$ 94,030

Construction in progress expenditures during fiscal 2024 was related to capital costs incurred in connection with constructing a building for explosives at Bethania (Note 5). No depreciation is recorded on assets under construction. Depreciation of facilities and equipment is included in operations and supplies in exploration and evaluation expenditures.

KUYA SILVER CORPORATION**NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS**

(Expressed in US Dollars)

(Unaudited)

MARCH 31, 2025

5. EXPLORATION AND EVALUATION ASSETS

Exploration and evaluation assets include assets in Peru and in Canada.

Project	Bethania Silver Project	Silver Kings Project	Total
December 31, 2023	\$ 17,496,925	\$ 6,774,565	\$ 24,271,490
Reclamation provision adjustment	-	(30,486)	(30,486)
Adjustment on currency translation	(1,369,190)	(530,131)	(1,899,321)
December 31, 2024	16,127,735	6,213,948	22,341,683
Adjustment on currency translation	18,312	7,056	25,368
March 31, 2025	\$ 16,146,047	\$ 6,221,004	\$ 22,367,051

Bethania Silver Project, Peru

The Company's Bethania Silver Project consists of three properties in the same area of interest, Bethania, Carmelitas, and Tres Banderas.

Bethania

In fiscal 2020, the Company completed the acquisition of Minera Toro del Plata S.A.C. ("MTP"), whose principal asset is its interest in Bethania.

As at March 31, 2025, the Company has recorded a reclamation provision in the amount of \$51,843 (December 31, 2024 - \$49,568) as an estimate for potential future reclamation and rehabilitation obligations at Bethania, based on activities to date. The estimated costs to be incurred have been adjusted for inflation of 2% (December 31, 2024 - 2%) and then discounted using current market-based pre-tax discount rate of 5% (December 31, 2024 - 5%).

Carmelitas

In fiscal 2021, subsequently amended in fiscal 2022, the Company entered into agreements to acquire mining concessions located in the district of Acobambilla, department of Huancavelica, Peru, west of Bethania, known as the Carmelitas concessions. The Company completed the acquisition for a total purchase price of \$952,500, which consisted of making cash payments totalling \$552,500 and issuing 1,084,490 common shares, valued at \$399,910.

KUYA SILVER CORPORATION**NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS**

(Expressed in US Dollars)

(Unaudited)

MARCH 31, 2025

5. EXPLORATION AND EVALUATION ASSETS (cont'd...)**Bethania Silver Project, Peru (cont'd...)**Tres Banderas

The Company has contiguous mining concessions principally located in the district of Acobambilla, department of Huancavelica, Peru, surrounding the Bethania property, known as the Tres Banderas Concessions.

Silver Kings Project, Canada

The Company's Silver Kings Project is located in the Cobalt district of northeastern Ontario, Canada. Historically the Company referred to groups of properties as different projects including the Kerr Project and Silver Kings Joint Venture, due to different ownership interests; however, all these claims have now been consolidated under the 100%-owned (subject to a 2% royalty on net smelter returns on certain claims) Silver Kings Project.

Kerr Project

On February 26, 2021, the Company entered into a share purchase and option agreement (the "Purchase Agreement") with Electra Battery Metals Corporation ("Electra", formerly known as First Cobalt Corp.), a Canadian public company that owned certain silver mineral exploration assets (the "Kerr Assets"), located in the Cobalt, Ontario region.

As at March 31, 2025, the Company has recorded a reclamation provision in the amount of \$1,660,299 (December 31, 2024 - \$1,645,784) as an estimate for potential future reclamation and rehabilitation obligations on the Kerr Assets, based on the historical activities on the project to date. The estimated costs to be incurred have been adjusted for inflation of 2% (December 31, 2024 - 2%) and then discounted using current market-based pre-tax discount rate of 3.07% (December 31, 2024 - 3.07%). During the three months ended March 31, 2025, the Company recorded a change in estimate related to the reclamation provision of \$nil (year ended December 31, 2024 - \$30,486), which was recorded as a decrease to exploration and evaluation assets. During the three months ended March 31, 2025, the Company recorded accretion related to the reclamation provision of \$12,649 (2023 - \$13,426), which was recorded as an increase to the reclamation provision on the statement of financial position, with an offsetting amount to accretion expense in profit and loss.

Silver Kings (formerly Silver Kings Joint Venture)

The Purchase Agreement with Electra also provided the Company with an option (the "Option") to acquire up to a 70% interest in Electra's remaining silver mineral assets (the "Remaining Assets") in the Cobalt, Ontario area and to form a joint venture. To exercise the Option, the Company was required to make certain cash payments and complete certain work commitments on or before September 1, 2024, and the Purchase Agreement provided that the Company may issue an equivalent value in common shares of the Company at the 20-day volume-weighted average price in lieu of making the cash payments. In fiscal 2022, the Company and Electra amended the Purchase Agreement and Option to provide the Company with the right to acquire 100% of the Remaining Assets.

KUYA SILVER CORPORATION**NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS**

(Expressed in US Dollars)

(Unaudited)

MARCH 31, 2025

5. EXPLORATION AND EVALUATION ASSETS (cont'd...)**Silver Kings Project, Canada (cont'd...)**Silver Kings (formerly Silver Kings Joint Venture) (cont'd...)

Under the original Option and the amended Purchase Agreement, the Company issued a total of 3,373,844 common shares to Electra, valued at \$1,399,510 (CAD \$1,810,992) and acquired 100% of the Remaining Assets, subject to a 2% royalty on net smelter returns from commercial production on the Remaining Assets. In addition, in fiscal 2022, the Company settled a dispute between Canadian Silver Hunter Inc. ("CSH") and a subsidiary of Electra, by issuing 1,666,667 shares valued at \$429,897 (CAD \$591,667) to CSH to acquire 100% interest in the mineral properties associated with the dispute, and also granted CSH a 2% royalty on net smelter returns from commercial production on the related mineral properties.

Sunrise Claims

Starting in fiscal 2021, the Company acquired, primarily through claim-staking, additional mining claims in the Cobalt mining district. These claims are collectively referred to as the Sunrise Claims.

Exploration and evaluation expenditures

Exploration and evaluation expenditures for the three months ended March 31, 2025 are as follows:

Project	Bethania Silver Project	Silver Kings Project	Total
Civil works and engineering	\$ 20,989	\$ 54,409	\$ 75,398
Geology and drilling	-	316,421	316,421
Operations and supplies	273,249 ⁽¹⁾	22,221	295,470
Safety and environment	11,506	5,176	16,682
Value-added tax	9,617	-	9,617
Wages and benefits	306,957	77,800	384,757
Total	\$ 622,318	\$ 476,027	\$ 1,098,345

⁽¹⁾ included in this amount are costs associated with revenue from sale of concentrates

KUYA SILVER CORPORATION**NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS**

(Expressed in US Dollars)

(Unaudited)

MARCH 31, 2025

5. EXPLORATION AND EVALUATION ASSETS (cont'd...)Exploration and evaluation expenditures (cont'd...)

Exploration and evaluation expenditures for the three months ended March 31, 2024 are as follows:

Project	Bethania Silver Project	Silver Kings Project	Total
Civil works and engineering	\$ 19,492	\$ 17,001	\$ 36,493
Geology and drilling	-	5,314	5,314
Mine rehabilitation	258,733	-	258,733
Operations and supplies	23,350	10,295	33,645
Property maintenance, licences and rights	180	-	180
Safety and environment	3,184	885	4,069
Value-added tax	39,347	-	39,347
Wages and benefits	63,798	83,263	147,061
Total	\$ 408,084	\$ 116,758	\$ 524,842

6. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

	March 31, 2025	December 31, 2024
Accounts payable	\$ 1,307,507	\$ 1,302,417
Accrued liabilities	62,348	62,277
	\$ 1,369,855	\$ 1,364,694

KUYA SILVER CORPORATION**NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS**

(Expressed in US Dollars)

(Unaudited)

MARCH 31, 2025

7. CONVERTIBLE DEBENTURES

	Liability component	Equity warrants	Total
December 31, 2023	\$ -	\$ -	\$ -
Additions	1,006,273	150,841	1,157,114
Issue costs	(151,332)	(22,537)	(173,869)
Payments	(115,711)	-	(115,711)
Accretion	55,884	-	55,884
Interest	15,963	-	15,963
Conversion of principal and interest	(331,787)	-	(331,787)
Adjustment on currency translation	(21,463)	-	(21,463)
December 31, 2024	457,827	128,304	586,131
Accretion	17,658	-	17,658
Interest	11,574	-	11,574
Conversion of principal and interest	(85,559)	-	(85,559)
Adjustment on currency translation	78	-	78
March 31, 2025	\$ 401,578	\$ 128,304	\$ 529,882

On October 9, 2024, the Company closed a convertible financing agreement. Under the terms of the agreement, the Company issued a unit, which is comprised of a secured convertible debenture of the Company with a face value of CAD \$1,111,111 and 959,609 common share purchase warrants. The Company received cash proceeds of CAD \$1,111,111 (\$811,622) and immediately made a repayment of CAD \$111,111 (\$81,162). Each warrant entitles the holder to acquire one common share of the Company at a price of CAD \$0.435 per common share until April 9, 2027. The convertible debenture has a maturity date of January 9, 2026, a stated interest rate of 8%, and is secured against the shares of Kuya Silver Inc., the subsidiary that holds the Company's interests in Peru. At the option of the investor, the principal amount of the debenture, in whole or part, is convertible into common shares of the Company at a conversion price equal to the closing price of the common shares on the CSE on the day prior to the date of conversion. Upon conversion, the interest on the amount converted will be calculated as though the amount converted was outstanding for the entire fiscal quarter in which the conversion took place. At the option of the Company, the accrued interest may be converted into common shares of the Company at the same price. While the Company may elect to pay any interest payments in cash, regular interest owed at the end of each quarter may be converted into common shares at a conversion price equal to the closing price of the common shares on the CSE on the last trading day in each of the Company's fiscal quarters. The Company paid fees and closing costs of CAD \$181,268 (\$132,409) in connection with this financing.

The convertible debenture was valued initially by measuring the fair value of the liability component using a 15% discount rate and the warrant value was calculated using the Black-Scholes option pricing model assuming a life expectancy of two and one half years, a risk-free interest rate of 3.22%, a dividend rate of nil%, a forfeiture rate of nil% and volatility of 89%.

KUYA SILVER CORPORATION**NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS**

(Expressed in US Dollars)

(Unaudited)

MARCH 31, 2025

7. CONVERTIBLE DEBENTURES (cont'd...)

On December 5, 2024, the Company exercised its option to have the investor subscribe for an additional unit. The Company issued a unit, which is comprised of a secured convertible debenture of the Company with a face value of CAD \$485,000 and 560,595 common share purchase warrants. The Company received cash proceeds of CAD \$485,000 (\$345,492) and immediately made a repayment of CAD \$48,500 (\$34,549). Each warrant entitles the holder to acquire one common share of the Company at a price of CAD \$0.37 per common share until June 5, 2027. The convertible debenture has a maturity date of March 5, 2026. All other terms and conditions are the same as the October 9, 2024 convertible debenture. The Company paid fees and closing costs of CAD \$58,200 (\$41,460) in connection with this financing.

The additional convertible debenture was valued initially by measuring the fair value of the liability component using a 15% discount rate and the warrant value was calculated using the Black-Scholes option pricing model assuming a life expectancy of two and one half years, a risk-free interest rate of 3.02%, a dividend rate of nil%, a forfeiture rate of nil% and volatility of 88%.

During the three months ended March 31, 2025, the Company issued 536,842 common shares (2024 - nil), valued at \$85,559, for the conversion of CAD \$150,000 of convertible debenture principal (2024 - CAD \$nil) and CAD \$3,000 (2023 - CAD \$nil) of interest. Total interest expense, included in office and miscellaneous expense, on the convertible debentures for the three months ended March 31, 2025 was \$11,574 (2024 - \$nil).

8. SHARE CAPITAL**Authorized share capital**

The Company's authorized capital consists of an unlimited number of common shares without par value and an unlimited number of preferred shares without par value. As at March 31, 2025, the Company had not issued any preferred shares.

Issued share capital

During the year ended December 31, 2024, the Company issued:

- a) 5,266,324 units at a price of CAD \$0.25 per unit by way of a non-brokered private placement, for total proceeds of \$961,570 (CAD \$1,316,581). Each unit consisted of one common share and one transferable common share purchase warrant. Each warrant entitles the holder to acquire one common share at a price of CAD \$0.37 per common share for a period of two years from the date of issue. The 5,266,324 warrants were valued at \$nil, calculated using the residual value method;
- b) 5,208,667 units at a price of CAD \$0.48 per unit by way of a non-brokered private placement for total proceeds of \$1,823,736 (CAD \$2,500,160). Each unit consisted of one flow-through common share and one-half of one non-flow-through common share purchase warrant. Each whole warrant entitles the holder to acquire one non-flow-through common share at a price of CAD \$0.64 per common share for a period of two years from the date of issue. The flow-through shares were issued at a premium of \$455,934. The 2,604,333 warrants were valued at \$nil, using the residual value method. The Company paid a total of \$25,392 for finders' fees and issued 267,907 non-flow-through common shares to a finder in connection with this private placement. The finder's common shares were valued at \$70,353;

KUYA SILVER CORPORATION**NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS**

(Expressed in US Dollars)

(Unaudited)

MARCH 31, 2025

8. SHARE CAPITAL (cont'd...)**Issued share capital (cont'd...)**

- c) 1,348,432 common shares, for proceeds of \$364,552 (CAD \$496,708), on the exercise of warrants;
- d) 850,000 common shares, valued at \$212,984 (CAD \$292,250), for settlement of vested restricted share units ("RSUs") (Note 9); and
- e) 2,005,166 common shares, valued at \$331,787 (CAD \$460,372), for settlement of converted convertible debentures and interest (Note 7).

During the three months ended March 31, 2025, the Company issued:

- a) a total of 9,257,000 common shares at a price of CAD \$0.25 per common share by way of a non-brokered private placement, for total proceeds of \$1,613,679 (CAD \$2,314,250), which were issued in two tranches. The Company paid a total of \$75,788 for finders' fees in connection with this private placement;
- b) 672,499 common shares, for proceeds of \$213,367 (CAD \$306,208), on the exercise of options;
- c) 536,842 common shares, valued at \$85,559 (CAD \$123,445), for settlement of converted convertible debentures and interest (Note 7).

Flow-through share premium

The flow-through share premium consists of the excess of the subscription price of the flow-through shares over the fair value of the shares without the flow-through feature at the time of issuance, which is recognized in profit or loss, on a pro-rata basis, as the flow-through share funds are spent on qualifying exploration expenditures.

	Total
Balance as at December 31, 2023	\$ 48,492
Flow-through share premium additions	455,934
Recognition of flow-through share premium	(356,373)
Adjustment on currency translation	(8,110)
Balance as at December 31, 2024	139,943
Recognition of flow-through share premium	(119,008)
Adjustment on currency translation	185
Balance as at March 31, 2025	\$ 21,120

As at March 31, 2025, the flow-through share premium balance relates to the CAD \$121,272 (\$84,481) of remaining flow-through funds to be incurred (Note 16).

Share purchase warrants

During the three months ended March 31, 2025, 1,617,322 (2024 - nil) share purchase warrants expired unexercised; accordingly, the \$19,134 (2024 - \$nil) issue-date fair value associated with the warrants was reclassified reserves to share capital for warrants associated with private placements.

KUYA SILVER CORPORATION**NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS**

(Expressed in US Dollars)

(Unaudited)

MARCH 31, 2025

8. SHARE CAPITAL (cont'd...)**Share purchase warrants (cont'd...)**

The continuity of share purchase warrants of the Company was as follows:

	Number of warrants		Weighted average exercise price (in CAD)
Balance as at December 31, 2023	34,055,679	\$	0.51
Issued	9,390,861		0.45
Exercised	(1,348,432)		0.37
Expired	(837,446)		0.82
Balance as at December 31, 2024	41,260,662		0.49
Expired	(1,617,322)		0.58
Balance as at March 31, 2025	39,643,340	\$	0.49

As at March 31, 2025, the Company had outstanding share purchase warrants enabling the holder to acquire common shares as follows:

Number of share purchase warrants	Exercise price (in CAD)	Weighted average remaining life (years)	Expiry date
841,036	\$ 0.50	0.01	April 3, 2025 ⁽¹⁾
2,608,052	\$ 0.50	0.03	April 11, 2025 ⁽¹⁾
1,231,950	\$ 0.50	0.40	August 24, 2025
214,800	\$ 0.50	0.42	August 31, 2025
1,248,716	\$ 0.37	0.69	December 7, 2025
9,219,000	\$ 0.37	0.69	December 8, 2025
416,508	\$ 0.25	0.69	December 8, 2025
529,070	\$ 0.70	0.69	December 9, 2025
3,372,000	\$ 0.37	0.72	December 20, 2025
2,729,347	\$ 0.70	0.73	December 21, 2025
804,000	\$ 0.37	0.75	December 28, 2025
5,266,324	\$ 0.37	1.03	April 11, 2026
2,604,333	\$ 0.64	1.22	June 19, 2026
959,609	\$ 0.435	2.02	April 9, 2027
560,595	\$ 0.37	2.18	June 5, 2027
7,038,000	\$ 0.70	2.36	August 9, 2027

39,643,340

⁽¹⁾ expired, unexercised subsequent to period end

9. SHARE-BASED COMPENSATION

The Company's equity incentive plan (the "Plan") provides for the grant of awards ("Awards") that enable the acquisition of common shares of the Company. Awards include stock options, RSUs, and performance share units ("PSUs"). The purpose of the Plan is to attract, retain and motivate directors, officers, employees and external service providers by providing them with the opportunity to acquire a proprietary interest in the Company. The options are equity-settled awards, while the RSUs and PSUs can be cash-settled or equity-settled awards as determined by the Company's Board or a committee thereof ("Committee"), at the time of grant. The maximum number of common shares that may be issued pursuant to Awards under this Plan shall be determined from time to time but shall not together with any other share compensation arrangement adopted by the Company in the aggregate exceed 10% of the outstanding common shares of the Company.

Stock options

The Company has a shareholder-approved rolling stock option plan under which the Committee appointed by the Board to administer the Plan may, from time to time in its discretion, grant options to acquire common shares of the Company to its directors, officers, employees, consultants and advisors with an expiry date of a maximum of five years from the date of grant. The exercise price of each option is determined by the Committee but shall not be less than the greater of the fair market value on the trading day prior to the date of grant and the date of grant. At the time of grant, the Committee may determine when an option will become exercisable, subject to the rules of the CSE. The vesting schedule of the options is determined at the discretion of the Committee, but generally vest equally over a two-year period, starting on the date of grant and the first and second anniversaries of date of grant, provided that the participant's termination date does not occur prior to the applicable vesting date.

During the three months ended March 31, 2025, the Company granted 1,335,000 (2024 - 812,500) stock options with a fair value of \$199,936 (2024 - \$96,498) using the Black-Scholes option pricing model assuming a life expectancy of 5 years (2024 - 5 years), a risk-free interest rate of 2.74% (2024 - 3.48%), a forfeiture rate of nil (2024 - nil), and volatility of 85% (2024 - 89%).

During the three months ended March 31, 2025, the Company expensed \$106,515 (2024 - \$59,248) for the fair value of options, which was recorded in share-based compensation.

During the three months ended March 31, 2025, 672,499 (2024 - nil) incentive stock options were exercised; accordingly, the \$174,300 (2024 - \$nil) fair value associated with the options exercised was reclassified from reserves to share capital.

During the three months ended March 31, 2025, nil (2024 - 62,500) incentive stock options were forfeited or expired; accordingly, the \$nil (2024 - \$22,817) fair value associated with the options was reclassified from reserves to deficit.

KUYA SILVER CORPORATION**NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS**

(Expressed in US Dollars)

(Unaudited)

MARCH 31, 2025

9. SHARE-BASED COMPENSATION (cont'd...)**Stock options (cont'd...)**

The continuity of option transactions of the Company was as follows:

	Number of options		Weighted average exercise price (in CAD)
Balance as at December 31, 2023	2,609,800	\$	0.88
Granted	1,152,500		0.29
Forfeited / expired	(62,500)		4.15
Balance as at December 31, 2024	3,699,800		0.64
Granted	1,335,000		0.32
Exercised	(672,499)		0.46
Balance as at March 31, 2025	4,362,301	\$	0.57
Exercisable as at March 31, 2025	2,958,135	\$	0.68

As at March 31, 2024, the Company had outstanding options enabling the holder to acquire common shares as follows:

Number of options	Number of exercisable options	Exercise price (in CAD)	Weighted average remaining life (years)	Expiry date
609,800	609,800	\$ 0.90	0.50	October 1, 2025
45,000	45,000	\$ 1.55	1.23	June 24, 2026
180,000	180,000	\$ 1.90	1.23	June 24, 2026
502,500	502,500	\$ 0.94	1.84	January 31, 2027
250,000	250,000	\$ 0.57	2.39	August 19, 2027
350,000	350,000	\$ 0.34	2.82	January 25, 2028
250,000	166,667	\$ 0.48	3.34	July 31, 2028
716,667	445,834	\$ 0.25	3.85	February 2, 2029
340,000	113,333	\$ 0.38	4.42	August 30, 2029
1,118,334	295,001	\$ 0.38	4.87	August 30, 2029
4,362,301	2,958,135			

KUYA SILVER CORPORATION**NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS**

(Expressed in US Dollars)

(Unaudited)

MARCH 31, 2025

9. SHARE-BASED COMPENSATION (cont'd...)**Restricted share units and performance share units**

During the three months ended March 31, 2025, the Company granted 500,000 (2024 - 812,500) RSUs with a fair value of \$109,963 (2023 - \$138,549), which vest in two equal tranches, over a two-year period.

During the three months ended March 31, 2025, the Company expensed \$20,595 (2024 - \$28,227) for the fair value of RSUs, which was recorded in share-based compensation.

The continuity of RSUs transactions of the Company was as follows:

	Number of RSUs
Balance as at December 31, 2023	762,500
Granted	812,500
Settled	(850,000)
Balance as at December 31, 2024	725,000
Granted	500,000
Balance as at March 31, 2025	1,225,000
Vested but not yet settled as at March 31, 2025	318,750

As at March 31, 2025, the Company had not granted any PSUs.

10. RELATED PARTY TRANSACTIONS

The Company considers key management personnel to consist of its directors and officers. The following expenses were incurred in transactions with key management personnel and their spouses:

		Three months ended March 31, 2025		Three months ended March 31, 2024
Directors' fees	\$	22,645	\$	24,095
Professional fees		19,478		15,988
Share-based compensation		76,605		58,964
Wages and benefits		103,935		105,694
	\$	222,663	\$	204,741

KUYA SILVER CORPORATION**NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS**

(Expressed in US Dollars)

(Unaudited)

MARCH 31, 2025

10. RELATED PARTY TRANSACTIONS (cont'd...)

During the three months ended March 31, 2024, administrative and exploration and evaluation expenditures of \$1,225 (2024 - \$26,065) were paid or accrued to a related entity, which provides engineering and subcontractor services for the Bethania Silver Project. As at March 31, 2025, included in accounts payable and accrued liabilities was \$7,562 (December 31, 2024 - \$7,562) owing to this entity.

As at March 31, 2025, included in accounts payable and accrued liabilities was \$124,327 (December 31, 2024 - \$133,858) owing to officers and directors.

11. SUPPLEMENTAL CASH FLOW INFORMATION

The significant non-cash financing and investing activities are as follows:

		Three months ended March 31, 2025		Three months ended March 31, 2024
Shares issued on conversion of convertible debentures	\$	85,559	\$	-
Shares issued for settlement of RSUs	\$	-	\$	130,677
Reclassification of reserves to share capital on exercise of options	\$	174,300	\$	-
Reclassification of reserves to deficit on expiry of options	\$	-	\$	22,817
Reclassification of reserves to share capital on expiry of warrants	\$	19,134	\$	-

12. SEGMENTED INFORMATION

The Company operates in a single reportable operating segment being the acquisition and exploration of exploration and evaluation assets located in Canada and Peru. The below information is presented after intercompany eliminations; the net impact of foreign exchange is presented in Canada. Geographic information is as follows:

		Canada		Peru		Total
As at March 31, 2025						
Exploration and evaluation assets	\$	6,221,004	\$	16,146,047	\$	22,367,051
Other assets		1,368,304		473,064		1,841,368
Total assets	\$	7,589,308	\$	16,619,111	\$	24,208,419

KUYA SILVER CORPORATION**NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS**

(Expressed in US Dollars)

(Unaudited)

MARCH 31, 2025

12. SEGMENTED INFORMATION (cont'd...)

	Canada		Peru		Total
For the three months ended March 31, 2025					
Revenue	\$	-	\$	225,997	\$ 225,997
Loss for the period	\$	(810,140)	\$	(538,846)	\$ (1,348,986)
	Canada		Peru		Total
As at December 31, 2024					
Exploration and evaluation assets	\$	6,213,948	\$	16,127,735	\$ 22,341,683
Other assets		929,941		452,973	1,382,914
Total assets	\$	7,143,889	\$	16,580,708	\$ 23,724,597
For the three months ended March 31, 2024					
Revenue	\$	-	\$	-	\$ -
Loss for the year	\$	(587,029)	\$	(582,461)	\$ (1,169,490)

13. FINANCIAL INSTRUMENT RISKS

The Company's Board of Directors has overall responsibility for the establishment and oversight of the Company's risk management framework. As at March 31, 2025, the Company's risk exposure and the impact on the Company's financial instruments are summarized below:

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 is primarily attributable to its liquid financial assets, being cash and receivables. The Company's primary bank accounts are held with a major Canadian bank and funds are transferred to the subsidiary's foreign bank accounts as required to cover current expenditures, minimizing the risk to the Company. Receivables are primarily due from a government agency.

Liquidity risk

Liquidity risk is the risk that the Company will not be able to meet its financial obligations as they fall due. The Company's approach to managing liquidity is through regular monitoring of cash requirements. When necessary, the Company obtains financing from various investors to ensure all future obligations are fulfilled. Additional funds are required to continue current operations for the upcoming twelve months (Note 1).

KUYA SILVER CORPORATION**NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS**

(Expressed in US Dollars)

(Unaudited)

MARCH 31, 2025

13. FINANCIAL INSTRUMENT RISKS (cont'd...)**Market risk**

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk is comprised of three types of market price changes:

Foreign currency exchange risk

This risk relates to any changes in foreign currencies in which the Company transacts. The Company incurs costs for goods and services denominated in currencies other than the presentation currency and is subject to foreign currency risk on assets and liabilities denominated in currencies other than the United States dollar. The effect of a 10% change in the foreign exchange rate on monetary balances held in United States dollar and Peruvian soles accounts would be approximately \$68,000 recorded in profit or loss for the three months ended March 31, 2025. The effect of a 10% change in the foreign exchange rate on monetary balances held in CAD \$ and Peruvian soles accounts would be approximately \$153,000 recorded in other comprehensive income or loss for the three months ended March 31, 2025.

Interest rate risk

This risk relates to the change in the borrowing rates affecting the Company. The Company is not exposed to interest rate risk as it does not have any significant financial instruments with interest rates, with the exception of cash and convertible debentures. Interest earned on cash is based on prevailing bank account interest rates, which may fluctuate. Interest owed on convertibles debentures is based on a fixed rate. A 1% increase or decrease in the interest rates would have a nominal impact on interest income (expense) for the three months ended March 31, 2025.

Price risk

This risk relates to fluctuations in commodity and equity prices. The Company is exposed to price risk related to the provisional pricing on its revenue earned from sales of concentrate. The Company closely monitors commodity prices of precious and base metals, individual equity movements, and the stock market to determine the appropriate course of action to be taken by the Company. Fluctuations in pricing may be significant.

The Company does not currently use financial instruments designed to hedge these market risks.

KUYA SILVER CORPORATION**NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS**

(Expressed in US Dollars)

(Unaudited)

MARCH 31, 2025

14. FAIR VALUE HIERARCHY

The Company's financial instruments recorded at fair value require disclosure about how the fair value was determined based on significant levels of inputs described in the following hierarchy:

Level 1

Quoted prices are available in active markets for identical assets or liabilities as of the reporting date. Active markets are those in which transactions occur in sufficient frequency and value to provide pricing information on an ongoing basis.

Level 2

Pricing inputs are other than quoted prices in active markets included in level 1. Prices in level 2 are either directly or indirectly observable as of the reporting date. Level 2 valuations are based on inputs including quoted forward prices for commodities, time value and volatility factors, which can be substantially observed or corroborated in the marketplace.

Level 3

Valuations in this level are those with inputs for the asset or liability that are not based on observable market data.

The Company's financial instruments consist of cash, receivables, accounts payable and accrued liabilities, and convertible debentures. The fair value of cash, receivables, and accounts payable and accrued liabilities approximates their carrying values due to the short-term nature of these financial instruments. As at March 31, 2025, the fair value of convertible debentures approximates its carrying value due to being discounted with a rate of interest that approximates market rate.

15. CAPITAL MANAGEMENT

The Company defines capital as cash, debt, and the components of shareholders' equity. The Company's objectives when managing capital are to identify, pursue, and complete the exploration and development of its exploration and evaluation assets, to maintain financial strength, to meet its on-going liabilities, to continue as a going concern, to maintain creditworthiness, and to maximize returns for shareholders over the long term. The Company manages its capital in a manner consistent with the risk characteristics of the assets it holds. All financing, including equity and debt, are analyzed by management and approved by the Board of Directors. The Company does not have any externally imposed capital requirements. There has been no significant change in the Company's objectives, policies, and processes for managing its capital during the three months ended March 31, 2025.

16. COMMITMENTS AND CONTINGENCIES**Commitments**

The Company previously raised flow-through funds and agreed to use its commercially reasonable best efforts to incur qualifying exploration expenditures in Canada by December 31, 2025. As at March 31, 2025, the Company had CAD \$121,272 (\$84,481) in qualifying exploration expenditures to be incurred.

Contingencies

The Company may be involved in legal proceedings arising in the ordinary course of business, including the actions described below. The potential amount of the liability with respect to such legal proceedings is not expected to materially affect the Company's financial position and results from operations. The Company has accordingly not accrued any amounts related to the litigations below (unless otherwise noted). The Company intends to vigorously defend these claims.

As at March 31, 2025, the Company has the following contingencies:

MTP withheld an accrued payment of \$140,000 due to Compañía Minera San Valentín S.A.C. ("San Valentin") and an arbitration was initiated by San Valentin against the Company before an arbitration panel. The Company was ordered to pay \$93,597 plus penalties, interest and legal fees to the courts per a judicial order in settlement for the \$140,000. In November 2021, the Company paid \$93,597 to the courts towards the settlement. San Valentin has not yet agreed to the settlement and has not collected the funds from the courts. There is currently \$46,403 included in accounts payable and accrued liabilities as at March 31, 2025 with respect to San Valentin for penalties, interest and legal fees. San Valentin filed a submission with the courts, claiming approximately \$280,000 plus interest and legal costs from the Company, in connection with the original arbitration order.

In fiscal 2023, MTP received a first-instance court judgement ordering MTP to pay \$170,876 plus interest to Andes Consorcio Minera Del Peru S.A.C. ("ACOMIMPE"). ACOMIMPE had originally claimed \$1,167,835 relating to work performed prior to the Company's purchase of MTP in 2020. The Company has filed an appeal and is seeking to have this claim be declared unfounded. ACOMIMPE has also filed an appeal of this judgement which, combined with the Company's appeal, may result in a greater or lesser amount to be awarded. The outcome of this matter is not determinable at this time.

17. SUBSEQUENT EVENTS

Subsequent to March 31, 2025, the Company:

- a) issued 2,343,000 common shares at a price of CAD \$0.25 per unit by way of a non-brokered private placement for gross proceeds of \$412,036 (CAD \$585,750), which was the third tranche of the non-brokered private placement disclosed in Note 8;
- b) issued 702,354 common shares on conversion of 143,988 (CAD \$200,000) face value of the convertible debentures plus accrued interest of \$9,891 (CAD \$13,730); and

KUYA SILVER CORPORATION

NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

(Expressed in US Dollars)

(Unaudited)

MARCH 31, 2025

17. SUBSEQUENT EVENTS (cont'd...)

- c) completed a joint venture agreement with Sumou Holding Company, the majority shareholder of Silver for Mining LLC ("Silver LLC"), which holds an exploration license in the Kingdom of Saudi Arabia. The joint venture agreement gives the Company a 5% non-dilutable (or carried) interest over the initial five-year work program and a strategic back-in right to acquire an additional 40% participating interest in Silver LLC, up until April 2027, by reimbursing 40% of the expenditures incurred up to that point in time, to hold a total 45% interest in Silver LLC.