



Condensed Consolidated Interim Financial Statements
For the Three Months Ended August 31, 2025 and 2024

(Expressed in Canadian Dollars)

(Unaudited – Prepared by Management)

NOTICE TO READER

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

The accompanying unaudited condensed consolidated interim financial statements of iMetal Resources Inc. (the "Company") have been prepared by and are the responsibility of the Company's management.

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

iMetal Resources Inc.
Condensed Consolidated Interim Statements of Financial Position
(Expressed in Canadian Dollars)
(Unaudited – Prepared by Management)

	Notes	Aug 31, 2025	May 31, 2025
ASSETS			
Current			
Cash		\$ 704,298	\$ 157,878
Subscriptions receivable	6	326,651	
Amounts receivable		28,180	5,277
Prepays		302,363	73,980
		1,361,492	237,135
Non-current			
Exploration and evaluation assets	3	6,561,857	6,542,639
Equipment	4	2,688	2,906
TOTAL ASSETS		\$ 7,926,037	\$ 6,782,680
LIABILITIES			
Current			
Accounts payable and accrued liabilities		\$ 915,573	\$ 1,380,957
Due to related parties	5	165,658	368,693
Flow-through premium liability	7	-	-
Total liabilities		1,081,231	1,749,650
SHAREHOLDERS' EQUITY			
Capital stock	6	52,420,252	50,056,909
Share subscription received in advance	6	-	266,880
Reserves	6	5,194,146	4,836,146
Deficit		(50,769,592)	(50,126,905)
Total shareholders' equity		6,844,806	5,033,030
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY		\$ 7,926,037	\$ 6,782,680

Nature of operations and going concern – Note 1
Subsequent events – Note 11

These consolidated financial statements were approved by the Board of Directors on October 14, 2025. They were signed on the Company's behalf by:

"Scott Davis"

Director

"Saf Dhillon"

Director

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

iMetal Resources Inc.
Condensed Consolidated Interim Statements of Loss and Comprehensive Loss
For the Three Months Ended August 31,
(Expressed in Canadian Dollars)
(Unaudited – Prepared by Management)

	Notes	2025	2024
OPERATING EXPENSES			
Consulting	5	\$ 146,593	\$ 78,630
Depreciation	4	218	311
Rent		4,500	4,500
Marketing		152,876	7,500
Office and administration		19,401	14,001
Property investigation		21,703	1,670
Professional fees	5	59,539	10,133
Share-based payments	5&6	189,000	2,054
Transfer agent and listing fees		22,509	5,898
Travel and promotion		26,348	8,922
Loss from operations		(642,687)	(133,619)
OTHER ITEMS			
Amortization of flow-through premium liability	7	-	489
		-	(133,130)
Loss and comprehensive loss for the period		\$ (642,687)	\$ (133,130)
Loss per common share – basic and diluted		\$ (0.05)	\$ (0.02)
Weighted average number of common shares outstanding - basic and diluted		14,086,083	5,607,960

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

iMetal Resources Inc.
Condensed Consolidated Interim Statements of Cash Flows
For the Three Months Ended August 31,
(Expressed in Canadian Dollars)
(Unaudited – Prepared by Management)

	Note	2025	2024
CASH FLOWS FROM OPERATING ACTIVITIES			
Loss for the period		\$ (642,687)	\$ (133,130)
Items not affecting cash:			
Depreciation	4	218	311
Share-based payments	6	189,000	2,054
Amortization of FT premium liability	7	-	(489)
Write-down exploration and evaluation asset		-	-
Changes in non-cash working capital items:			
Amounts receivable		(22,903)	(346)
Subscriptions receivable		(326,651)	
Prepays		(228,383)	17,477
Accounts payable and accrued liabilities		(34,893)	24,061
Due to related parties	5	(203,035)	88,107
Net cash used in operating activities		(1,269,334)	(1,955)
CASH FLOWS FROM INVESTING ACTIVITIES			
Exploration and evaluation assets		(449,709)	-
Net cash used in investing activities		(449,709)	-
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds from share issuance	6	2,660,785	-
Share issue costs	6	(128,442)	-
Subscriptions received in advance	6	(266,880)	-
Net cash provided by financing activities		2,265,463	-
Change in cash for the period		546,420	(1,955)
Cash, beginning of the period		157,878	12,369
Cash, end of the period		\$ 704,298	\$ 10,414

Supplemental cash flow Information (Note 10)

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

iMetal Resources Inc.
Condensed Consolidated Interim Statements of Changes in Shareholders' Equity
(Expressed in Canadian Dollars)
(Unaudited – Prepared by Management)

	Capital Stock		Subscriptions received in advance	Reserves	Deficit	Total
	Number of shares*	Amount				
Balance – May 31, 2024	5,607,960	\$ 49,454,484	-	\$ 4,675,092	\$ (49,013,073)	\$ 5,116,503
Share-based payments	-	-	-	2,054	-	2,054
Loss and comprehensive loss for the period	-	-	-	-	(133,130)	(133,130)
Balance – Aug 31, 2024	5,607,960	\$ 49,454,484	-	\$ 4,677,146	\$ (49,146,203)	\$ 4,985,427
Balance – May 31, 2025	10,074,646	\$ 50,056,909	\$ 266,880	\$ 4,836,146	\$ (50,126,905)	\$ 5,033,030
Shares issued for private placement	26,071,799	2,660,785	-	-	-	2,660,785
Finder's warrants	-	-	-	169,000	-	169,000
Share issuance costs	-	(297,442)	-	-	-	(297,442)
Subscriptions received in advance	-	-	(266,880)	-	-	(266,880)
Share-based payments	-	-	-	189,000	-	189,000
Loss and comprehensive loss for the period	-	-	-	-	(642,687)	(642,687)
Balance – Aug 31, 2025	36,146,445	\$ 52,420,252	-	\$ 5,194,146	\$ (50,769,592)	\$ 6,844,806

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

iMetal Resources Inc.
Notes to the Condensed Consolidated Interim Financial Statements
For the Three Months Ended August 31, 2025
(Expressed in Canadian Dollars)
(Unaudited – Prepared by Management)

1. Nature of Operations and Going Concern

The Company is engaged in the exploration and evaluation of mineral properties in Ontario and Quebec, Canada and has not yet determined whether these properties contain National Instrument 43-101 compliant ore reserves that are economically recoverable. The exploration programs undertaken and proposed constitute an exploratory search and the evaluation of historic resources. There is no assurance that the Company will be successful in its search and evaluation. The business of exploring for minerals and mining involves a high degree of risk. Few properties that are explored are ultimately developed into producing mines. Major expenses may be required to establish ore reserves, to develop metallurgical processes and to construct mining and processing facilities at a particular site. It is impossible to ensure that the current exploration and evaluation programs planned by the Company will result in a profitable commercial mining operation. The amounts shown as exploration and evaluation assets represent net costs to date, less amounts written-off, and do not necessarily represent present or future values. The recovery of the amounts shown for exploration and evaluation assets is dependent upon the existence of economically recoverable reserves, the ability of the Company to obtain necessary financing to complete the exploration and evaluation of such a property or properties and ultimately upon future profitable production from a property or properties or the realisation of proceeds from the disposition thereof. At August 31, 2025, the Company has a net working capital \$280,261 (May 31, 2025 – deficiency of \$1,512,515), incurred losses since inception and at August 31, 2025 has an accumulated deficit of \$50,769,592 (May 31, 2025 - \$50,126,905).

The Company requires additional funds to continue operations, to explore its mineral properties and to maintain its property interests. Management is actively seeking additional financing and, while it has successfully done this in the past, there is no assurance that it will continue to be able to do so in the future. These matters raise significant doubt about the Company's ability to continue as a going concern. These consolidated financial statements do not include adjustments that would be necessary should the Company be unable to continue as a going concern.

On March 1, 2024, all issued and outstanding common shares of the Company were consolidated on a 10:1 basis. All references to share and per share amounts have been retroactively restated to reflect the share consolidation.

The head office, principal address, registered address and records office of the Company are located at 550, 800 West Pender Street, Vancouver, British Columbia, Canada, V6C 2V6. The Company's shares are traded on the Tier 2 of the TSX Venture Exchange ("TSX-V") under the symbol "IMR.V" and on the OTCQB under the symbol "IMRFF" as well as on Frankfurt Exchange under the symbol "A7V".

2. Material Accounting Policy Information

Statement of Compliance

These condensed consolidated interim financial statements have been prepared in accordance with IFRS Accounting Standards ("IFRS") as issued by the International Accounting Standards Board ("IASB") for interim information, specifically International Accounting Standards ("IAS") 34 - Interim Financial Reporting. In addition, these condensed consolidated interim financial statements have been prepared using interpretations issued by the International Financial Reporting Interpretation Committee ("IFRIC") in effect at August 31, 2025 and the same accounting policies and methods of their application as the most recent annual financial statements of the Company. These condensed consolidated interim financial statements do not include all disclosures normally provided in the annual financial statements and should be read in conjunction with the Company's audited financial statements for the year ended May 31, 2025.

In management's opinion, all adjustments necessary for fair presentation have been included in these condensed consolidated interim financial statements. Interim results are not necessarily indicative of the results expected for the year ending May 31, 2026.

iMetal Resources Inc.
Notes to the Condensed Consolidated Interim Financial Statements
For the Three Months Ended August 31, 2025
(Expressed in Canadian Dollars)
(Unaudited – Prepared by Management)

Basis of Presentation

These condensed consolidated interim financial statements have been prepared on a historical basis except for items at fair value and have been prepared using the accrual basis of accounting, except cash flow information. These condensed consolidated interim financial statements are presented in Canadian dollars unless otherwise noted.

Basis of Consolidation

These condensed consolidated interim financial statements include the financial statements of the Company and the entities controlled by the Company. The financial statements of subsidiaries are included in the condensed consolidated interim financial statements from the date that control commences until the date that control ceases. All intercompany transactions and balances have been eliminated. These condensed consolidated interim financial statements include the accounts of iMetal Resources Inc. and its wholly-owned subsidiary Risorse Dei Minerali Naturali S.R.L (“RMN”), a company incorporated in the province of Grosseto, Italy.

Significant Accounting Judgments, Estimates and Assumptions

Judgements, estimates and assumptions are continually evaluated and are based on management’s experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. The significant judgments, estimates and assumptions made by management in applying the Company’s accounting policies were the same as those that applied to the Company’s audited consolidated financial statements for the year ended May 31, 2025.

iMetal Resources Inc.
Notes to the Condensed Consolidated Interim Financial Statements
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3. Exploration and Evaluation Assets

	Gowganda West	Ghost Mountain	Mosher Lake	Carheil	Other Properties	Total
Balance – May 31, 2024	\$ 4,019,293	\$ 237,605	\$ 278,875	\$ 1,132,854	\$ 37,102	\$ 5,705,729
Acquisition costs:	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Exploration costs:						
Consulting	24,688	-	-	13,232	-	37,920
Claims, leases and permits	1,690	-	-	3,500	-	5,190
Drilling	-	-	-	781,143	-	781,143
Equipment rental and field work	-	-	-	11,094	-	11,094
Office, miscellaneous and travel	-	-	-	63	-	63
Rent	1,500	-	-	-	-	1,500
	27,878	-	-	809,032	-	830,385
Balance – May 31, 2025	\$ 4,047,171	\$ 237,605	\$ 278,875	\$ 1,941,886	\$ 37,102	\$ 6,542,639
Acquisition costs:	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Exploration costs:						
Consulting	3,425	-	-	11,073	-	14,498
Claims, leases and permits	-	-	-	4,280	-	4,280
Equipment rental and field work	-	-	-	440	-	440
	3,425	-	-	15,793	-	19,218
Balance – August 31, 2025	\$ 4,050,596	\$ 237,605	\$ 278,875	\$ 1,957,679	\$ 37,102	\$ 6,561,857

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Ontario, Canada

a) Gowganda West Property

During the year ended May 31, 2017, the Company entered into an option agreement for mineral properties in Gowganda, Ontario. The option agreement included cash payments totalling \$200,000 and share issuances totalling 8,000 common shares.

During the year ended May 31, 2021, each of the four underlying property vendors agreed to modify the existing NSR agreements to the new terms in exchange for a cash payment of \$5,000 (paid) and the issuance of 3,000 common shares (issued) of the Company. The amended residual Net Smelter Return (NSR) royalties to the underlying property vendors include:

- Gowganda West NSR remains at 3% with the Company now holding the option to buy back 50% reducing the NSR to 1.5% at any time up to production for \$1,000,000;
- Mosher Lake NSR remains at 2% with the Company now holding the option to buy back 50% reducing the NSR to 1.0% at any time up to production for \$1,000,000;
- Ghost Mountain NSR remains at 3% with the Company now holding the option to buy back 50% reducing the NSR to 1.5% at any time up to production for \$1,000,000.

As a result, the Company acquired the 100% ownership of the Gowganda West Property as per the amended option agreement stated above.

b) Ghost Mountain Property

During the year ended May 31, 2017, the Company entered into an option agreement for mineral properties in Kirkland Lake, Ontario. The option agreement includes cash payments totalling \$50,000 and share issuances totaling 6,000 which have been completed in full.

c) Mosher Lake Property

During the year ended May 31, 2021, the Company acquired the 100% ownership of the Mosher Lake Property as per the amended option agreement mentioned in Note 3 *Gowganda West Property*.

d) Kerrs Gold Property

On January 24, 2022, the Company entered into a purchase option agreement (the "Option Agreement") with Gravel Ridge Resources Ltd. and 1544230 Ontario Inc. (collectively, the "Vendors") pursuant to which it would be granted the right to acquire the Kerrs Gold Deposit ("Deposit").

To acquire the Deposit, the Company was required to issue 350,000 common shares (the "Consideration Shares") and complete a series of four cash payments totaling \$210,000 to the Vendors. The transaction details as below:

Due date	Cash	Common shares
Upon receipt of the TSXV's approval on April 1, 2022	\$60,000 (Paid)	350,000 (issued)
On April 1, 2023	\$50,000 (Paid)	-
On April 1, 2024*	\$40,000	-
On April 1, 2025	\$60,000	-

*On March 12, 2024, the Company announced the termination of its option on the Kerrs Gold property.

Following completion of the above cash payments and share issuances, the Company acquired the Deposit and granted to the Vendors a three percent royalty (the "Royalty") on net smelter returns from the Deposit. The Company may acquire 2% of the Royalty from the Vendors at any time by completing a one-time cash payment of \$2,000,000.

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On September 28, 2022, the Company further completed and expanded its existing option agreement with Gravel Ridge Resources Ltd. and 1544230 Ontario Inc. (collectively, the “Vendors”) to expand the scope of the Kerrs Gold

Deposit by acquiring an additional 137 hectares of the Property. As a result of the extension of acquisition, the Company issued the Vendors a further 20,000 common shares at a fair market value of \$16,000 and reimbursed the Vendor for the expenses of \$48,130 associated with maintaining the additional area. The Company also incurred acquisition cost of \$400 related to an application for a claim extension for the Kerrs Gold Property.

During the year ended May 31, 2024, the Company terminated its option on the Kerrs Gold Property. Accordingly, the Company recorded a write-down of exploration and evaluation assets of \$1,189,513.

Quebec, Canada

a) *Carheil Property*

During the year ended May 31, 2016, the Company acquired mineral properties in Quebec from Skyworld Holdings Limited (“Skyworld”). The terms of the acquisition include:

- Skyworld would receive \$15,000 upon signing of a definitive agreement (paid);
- Skyworld would receive \$10,000 each year for five years for a total of \$50,000 starting in the year following the year of the initial \$15,000 payment and the signing of the definitive agreement (paid in full);
- The Company would issue 1,600 shares to Skyworld upon the closing of the transaction (issued at a value of \$20,000);
- The Company would issue 2,000 additional shares per year for three years for a total of 6,000 shares, starting in the year following the year after the closing of the transaction (issued in full at a value of \$75,000); and
- Finder’s fees were paid by issuing 760 shares valued at \$9,500 to an arm’s length third party in connection with this transaction.

During the year ended May 31, 2018, the Company renewed the 54 claims to August 2020 and during the year ended May 31, 2019, the Company renewed the 54 claims to August 2023. During the year ended May 31, 2024 the Company further renewed these 54 claims to August 2027.

4. Equipment

	Vehicle
	\$
Cost:	
Balance at August 31, 2025 and May 31, 2025 and 2024	29,046
Accumulated depreciation:	
Balance at May 31, 2024	(24,896)
Depreciation	(1,244)
Balance at May 31, 2025	(26,140)
Depreciation	(218)
Balance at August 31, 2025	(26,358)
Carrying amount:	
May 31, 2025	2,906
August 31, 2025	2,688

iMetal Resources Inc.
Notes to the Condensed Consolidated Interim Financial Statements
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5. Related Party Transactions

Key management personnel

Key management personnel include those persons having authority and responsibility for planning, directing and controlling the activities of the Company as a whole. The Company has determined that key management personnel consist of executive and non-executive members of the Company's Board of Directors and corporate officers and/or companies controlled by those individuals. The aggregate value of compensation with key management for the period ended August 31, 2025 was \$235,800 (2024 - \$72,000) and was comprised of the following:

		Period ended August 31, 2025		Period ended August 31, 2024
Management and consulting fees	\$	52,650	\$	59,130
Exploration and evaluation expenditures		9,198		6,700
Property investigation fees		5,652		1,670
Share-based compensation		163,800		-
Rent		4,500		4,500
Total remuneration	\$	235,800	\$	72,000

As at August 31, 2025, the Company owed \$165,658 (2024 - \$251,117) to related parties.

6. Shareholders' Equity

a) Share capital

Authorized share capital consists of an unlimited number of common shares without par value.

As at August 31, 2025, the Company had 36,146,445 shares issued and outstanding.

Subscriptions receivable

During the period ended August 31, 2025, the Company recorded \$326,651 in share subscriptions receivable, related to the Company's most recent private placement closed on August 29, 2025. The full amount was subsequently collected in cash after the quarter-end.

During the period ended August 31, 2025:

- On July 15, 2025, the Company closed the first tranche of a non-brokered private placement by issuing 15,350,800 Units at \$0.10 per Unit for a gross proceed of \$1,535,080. Each Unit consists of one common share and one transferable share purchase warrant. Each warrant allows the holder to purchase one additional share at \$0.20 for two years from the closing date. The Company incurred total finders' fees of \$74,836 and issued 748,356 finders' warrants upon closing.
- On August 29, 2025, the Company closed its non-brokered private placement by issuing 10,720,999 Units at \$0.105 per Unit for a gross proceed of \$1,125,705. Each Unit consists of one common share and one transferable share purchase warrant. Each warrant allows the holder to purchase one additional share at \$0.20 for two years from the closing date. The Company incurred total finders' fees of \$53,606 and issued 550,436 finders' warrants upon closing.

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For the Three Months Ended August 31, 2025
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During the period ended August 31, 2024:

- The Company did not engage in any transactions affecting share capital.

b) Share purchase options

The Company has a stock option plan in place under which it is authorized to grant options to executive officers and directors, officers, employees, and consultants enabling them to acquire up to 10% of the issued and outstanding common stock of the Company. Under the plan, the option price of any common share in respect of which an option may be granted under the stock option plan shall be fixed by the Board of Directors but shall be not less than the minimum price permitted by the Exchange.

During the period ended August 31, 2025, the Company granted 1,500,000 stock options (2024 – nil) at a weighted average exercise price of \$0.14 (2024 - nil) per share. Share-based payments relating to options vested during the period ended August 31, 2025, using the Black-Scholes option pricing model was \$189,000 (2024 - \$2,054) which was recorded as reserves on the statements of financial position and as share-based compensation expense on the statements of loss and comprehensive loss.

The continuity of share purchase options is as follows:

	Outstanding Options	Weighted Average Exercise Price \$
Balance, May 31, 2024	299,700	3.23
Granted	700,000	0.21
Balance, May 31, 2025	999,700	1.12
Granted	1,500,000	0.14
Balance, August 31, 2025	2,499,700	0.53

At August 31, 2025, the following incentive stock options were outstanding to directors, officers and consultants:

Number of Options Outstanding	Exercise Price \$	Weighted Average remaining in years	Expiry Date	Number of Options Exercisable
38,700	7.00	0.22	November 18, 2025	38,700
190,000	3.30	1.60	April 8, 2027	190,000
50,000	0.75	2.08	September 28, 2027	50,000
21,000	1.60	0.33	December 31, 2025	21,000
700,000	0.21	4.44	February 5, 2030	700,000
1,500,000	0.14	4.88	July 16, 2030	1,500,000
2,499,700				2,499,700

The weighted average remaining life of the options at August 31, 2025 is 1.41 years (2024 – 2.41 years).

The following weighted average assumptions were used for the Black-Scholes valuation of stock options granted during the period ended August 31, 2025:

	Period ended August 31, 2025	Period ended August 31, 2024
Risk-free interest rate	2.46%	n/a
Expected life of options	5 years	n/a
Expected annualized volatility	144.02%	n/a
Expected dividend rate	-	n/a
Fair value per option	\$0.13	n/a

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For the Three Months Ended August 31, 2025
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c) Warrants

The continuity of share purchase warrants for the year ended August 31, 2025 is as follows:

	Outstanding Warrants	Weighted Average Exercise Price \$
Balance, May 31, 2024	581,950	3.05
Granted – warrants	4,610,536	0.20
Expired – warrants	(545,550)	3.21
Balance, May 31, 2025	4,646,936	0.20
Granted – warrants	27,370,591	0.20
Balance, August 31, 2025	32,017,527	0.20

At August 31, 2025, the following warrants were outstanding:

	Number of Warrants	Weighted Average remaining in years	Exercise Price (\$)	Expiry Date
	36,400	0.28	0.70	December 13, 2025
	4,466,686	1.30	0.20	December 20, 2026
	143,850	1.30	0.20	December 20, 2026
	15,350,800	1.87	0.20	July 15, 2027
	748,356	1.87	0.20	July 15, 2027
	10,720,999	1.99	0.20	August 29, 2027
	550,436	1.99	0.20	August 29, 2027
	32,017,527			

The weighted average remaining life of the warrants at August 31, 2025 is 1.83 years (2024 – 0.63 years).

The following weighted average assumptions were used for the Black-Scholes valuation of finders' warrants granted during the period ended August 31, 2025:

	Period ended August 31, 2025	Period ended August 31, 2024
Risk-free interest rate	3.55%	n/a
Expected life of warrants	2	n/a
Expected annualized volatility	156.94%	n/a
Expected dividend rate	-	n/a
Fair value per warrant	0.13	n/a

7. Segmented Information

The Company currently conducts all of its operations in Canada in one business segment being the acquisition and exploration of resource properties.

8. Capital Management

The Company defines its capital as all components of shareholders' equity. The Company's objectives when managing capital are to safeguard its ability to continue as a going concern.

To maintain its capital structure, the Company is dependent on equity funding and when necessary, raises capital through the issuance of equity instruments, primarily comprised of common shares. The Company manages its capital structure and adjusts it in light of economic conditions. The Company, upon approval from its Board of Directors, will make changes to its capital structure as deemed appropriate under the specific circumstances.

The Company is not subject to any externally imposed capital requirements or debt covenants and does not presently utilize any quantitative measures to monitor its capital. There were no changes to the Company's approach to managing capital during the period.

9. Financial Instruments and Financial Risk Factors

Financial instruments

Financial instruments must be classified at one of three levels within a fair value hierarchy according to the relative reliability of the inputs used to estimate their values. The three levels of the hierarchy are as follows:

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

The Company's financial instruments consist of cash, amounts receivable, accounts payable and accrued liabilities and due to related parties. The fair value of these financial instruments approximates their carrying values due to their short term to maturity.

The Company's risk exposures and the impact on the Company's financial instruments are summarized below:

Liquidity Risk

Liquidity risk is the risk that the Company will not be able to meet its financial obligations as they fall due. To the extent that the Company does not believe it has sufficient liquidity to meet obligations, it will consider securing additional equity funding, or engage in negotiations to extend terms with creditors. The Company manages liquidity risk through the management of its capital structure (see Note 9).

Foreign Exchange Risk

The Company raises its capital in Canadian dollars. The Company holds its cash mainly in Canadian dollars. The Company minimizes its exposure to foreign currency risk by minimizing the amount of funds in currencies other than the Canadian dollar. The Company does not undertake currency hedging activities. The Company continuously monitors its exposure to foreign exchange risk to determine if any mitigation strategies warrant consideration.

Credit Risk

Credit risk is the risk associated with the counterparty's inability to fulfil its payment obligations. The Company is exposed to credit risk from cash. Management has assessed the credit risk to be minimal as cash is held with a reputable Canadian financial institution.

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Interest Rate Risk

Interest rate risk is the risk that the future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The risk that the Company will realize such a loss is limited because the Company has no interest-bearing financial instruments.

Market Risk

Market risk is the risk that changes in market price, such as foreign exchange rates, commodity prices, and interest rates will affect the Company's net income or the value of financial instruments. These risks are generally outside the control of the Company. The objectives of the Company are to mitigate market risk exposure within acceptable limits, while maximizing returns. The Company has no significant exposure to market risk.

10. Supplemental Cash Flow Information

	Period ended	Year ended
	August 31, 2025	May 31, 2025
	\$	\$
Non-Cash Investing and Financing Activities:		
Finders' warrants issued in private placement	169,000	22,000
Accounts payable included in exploration and evaluation assets	580,924	1,011,415

11. Subsequent Event

On September 4, 2025, the Company granted 1,000,000 incentive stock options to certain directors, officers and consultants of the Company. The incentive stock options vest immediately and are exercisable at a price of \$0.22 until September 4, 2030.