

SEARCHLIGHT RESOURCES INC.

Interim Financial Statements

Six Months Ended December 31, 2025 and 2024

(Expressed in Canadian dollars)

(Unaudited – Prepared by Management)

The accompanying unaudited interim financial statements have been prepared by Management of Searchlight Resources Inc. and have not been reviewed by the Company's auditors

SEARCHLIGHT RESOURCES INC.

Interim statements of financial position
(Expressed in Canadian dollars)
(Unaudited – Prepared by Management)

	December 31, 2025 \$	June 30, 2025 \$
ASSETS		
Current assets		
Cash	629,240	78,525
Marketable securities (Note 3)	-	35,266
Amounts receivable	14,406	9,003
Prepaid expenses and deposits	28,734	25,551
Total current assets	672,380	148,345
Non-current assets		
Mineral properties (Note 4)	812,736	797,736
Total assets	1,485,116	946,081
LIABILITIES AND SHAREHOLDERS' EQUITY		
Current liabilities		
Accounts payable and accrued liabilities	409,067	421,359
Total current liabilities	409,067	421,359
Shareholders' equity (deficit)		
Share capital (Note 7)	28,084,183	27,367,799
Contributed surplus	9,110,282	9,148,765
Deficit	(36,118,416)	(35,991,842)
Total shareholders' equity	1,076,049	524,722
Total liabilities and shareholders' equity	1,485,116	946,081

Nature of operations and continuance of business (Note 1)

Approved and authorized for issuance on behalf of the Board of Directors on February 26, 2026.

/s/ "John Kerr"
John Kerr, Director

/s/ Alfred Stewart"
Alfred Stewart, Director

(The accompanying notes are an integral part of these interim financial statements)

SEARCHLIGHT RESOURCES INC.

Interim statements of operations

(Expressed in Canadian dollars)

(Unaudited – Prepared by Management)

	Three months ended December 31, 2025 \$	Three months ended December 31, 2024 \$	Six months ended December 31, 2025 \$	Six months ended December 31, 2024 \$
Expenses				
Investor relations	5,230	3,015	7,230	4,840
Management and consulting fees (Note 6)	61,150	44,650	96,580	80,850
Mineral exploration costs (Note 5)	48,595	78,226	63,090	171,098
Office and miscellaneous	18,615	8,213	25,034	24,278
Professional fees (Note 6)	54,188	25,764	87,110	66,458
Rent	1,680	1,680	3,360	4,860
Transfer agent and filing fees	10,097	6,199	21,654	12,409
Total expenses	199,555	167,747	304,058	364,793
Loss before other income (expense)	(199,555)	(167,747)	(304,058)	(364,793)
Other income (expense)				
Settlement of flow-through premium liability	-	18,425	-	45,4238
Mineral property option payments received	50,000	-	94,167	118,000
Fair value adjustment	4,903	(13,113)	21,985	(27,7369)
Total other income (expense)	54,903	5,312	116,152	135,508
Net (loss) income and comprehensive (loss) income for the period	(144,652)	(162,435)	(187,906)	(229,285)
Income (loss) per share, basic and diluted	(0.00)	(0.01)	(0.01)	(0.01)
Weighted average shares outstanding	38,268,000	29,309,000	33,789,000	29,309,000

(The accompanying notes are an integral part of these interim financial statements)

SEARCHLIGHT RESOURCES INC.

Interim statements of changes in equity
(Expressed in Canadian dollars)
(Unaudited – Prepared by Management)

	Share capital				Total Shareholders' equity (deficit) \$
	Number of shares	Amount \$	Contributed surplus \$	Deficit \$	
Balance, June 30, 2024	29,309,227	27,321,456	9,453,225	(35,791,723)	982,958
Finder warrants expired		46,343	(46,343)		
Net loss for the period	-	-	-	(229,285)	(229,285)
Balance, December 31, 2024	29,309,227	27,367,799	9,406,882	(36,021,008)	753,673
Stock options expired	-	-	(258,117)	258,117	
Loss for the period	-	-	-	(228,951)	(228,951)
Balance, June 30, 2025	29,309,227	27,367,799	9,148,765	(35,991,842)	524,722
Shares issued for cash	13,082,741	759,151	-	-	759,151
Share issue costs-cash		(19,918)	-	-	(19,918)
Share issue costs-finder warrants		(22,849)	22,849	-	-
Stock options expired		-	(61,332)	61,332	-
Net loss for the period	-	-	-	(187,906)	(187,906)
Balance, December 31, 2025	42,391,968	28,084,183	9,110,282	(36,118,416)	1,076,049

(The accompanying notes are an integral part of these interim financial statements)

SEARCHLIGHT RESOURCES INC.

Interim statements of cash flows
(Expressed in Canadian dollars)
(Unaudited – Prepared by Management)

	Six months ended December 31, 2025	Six months ended December 31, 2024
	\$	\$
Operating activities		
Net (loss) income for the period	(187,906)	(229,285)
Items not involving cash:		
Fair value adjustment	(21,985)	27,730
Settlement of flow-through premium liability	-	(45,238)
Mineral property option payments received	(94,167)	(118,000)
Changes in non-cash operating working capital:		
Prepaid expenses and deposits	(3,183)	26,670
Amounts receivable	(5,403)	(12,562)
Accounts payable and accrued liabilities	(12,292)	180,442
Net cash used in operating activities	(324,936)	(170,243)
Financing activities		
Proceeds from issuance of common shares	759,151	-
Share issue costs	(19,918)	-
Net cash provided by financing activities	739,233	-
Investing activities		
Proceeds from sale of marketable securities	78,918	26,361
Acquisition of mineral properties	(15,000)	-
Mineral property option payments received	72,500	30,000
Net cash provided by investing activities	136,418	56,351
Change in cash	550,715	(113,892)
Cash, beginning of period	78,525	182,928
Cash, end of period	629,240	69,036
Supplemental disclosures:		
Interest paid	-	-
Income taxes paid	-	-

(The accompanying notes are an integral part of these interim financial statements)

SEARCHLIGHT RESOURCES INC.

Notes to the interim financial statements

December 31, 2025

(Expressed in Canadian dollars)

(Unaudited – Prepared by Management)

1. Nature of Operations and Continuance of Business

Searchlight Resources Inc. (the “Company”) was incorporated in the State of Nevada, U.S.A. on January 21, 2000 under the name Aberdene Mines Limited. On August 7, 2006, the Company changed its name to Canyon Copper Corp. On May 31, 2013, the Company changed its incorporation jurisdiction to be British Columbia, Canada. On July 25, 2018, the Company changed its name to Searchlight Resources Inc. The Company’s principal business plan is to acquire, explore and develop mineral properties and ultimately seek earnings by exploiting mineral claims. The Company’s registered office is Suite 408, 1199 West Pender Street, Vancouver, British Columbia, V6E 2R1.

These interim financial statements have been prepared on a going concern basis which assumes that the Company will realize the carrying value of its assets and discharge its liabilities in the normal course of business. As at December 31, 2025, the Company has not generated any revenue and has accumulated losses of \$36,116,4165 since inception. There is no guarantee that the Company will be able to complete any of the above objectives. These factors indicate the existence of a material uncertainty that may cast substantial doubt on the Company’s ability to continue as a going concern. These interim consolidated financial statements do not include any adjustments to the recoverability and classification of recorded asset amounts and classification of liabilities that might be necessary should the Company be unable to continue as a going concern.

2. Summary of Significant Accounting Policies

Statement of Compliance and Basis of Presentation

These interim financial statements, including comparatives, have been prepared in accordance with International Financial Reporting Standards (“IFRS”) as issued by the International Accounting Standards Board (“IASB”) applicable to the preparation of interim financial statements, including IAS 34, “*Interim Financial Reporting*”.

These interim financial statements have been prepared on a historical cost basis. These interim financial statements are presented in Canadian dollars, which is the Company’s functional currency.

The Board of Directors approved these interim financial statements for issue on February 26, 2026.

Future Accounting Standards

Amendments to IFRS 9 Financial Instruments and IFRS 7 Financial Instruments: Disclosures. The amendments clarify the classification of financial assets with environmental, social and corporate governance and similar features and addresses concerns raised regarding the settlement of liabilities through electronic payment systems. The amendments are effective for annual periods beginning on or after January 1, 2026 with early adoption permitted.

In April 2024, the IASB issued IFRS 18 Presentation and Disclosure in Financial Statements which will replace IAS 1. This standard aims to improve the consistency and clarity of financial statement presentation and disclosures by providing updated guidance on the structure and content of financial statements. IFRS 18 is effective January 1, 2027, with early adoption permitted. The Company is assessing the impact on the Company’s financial statements.

Other accounting standards or amendments to existing accounting standards that have been issued but have future effective dates are either not applicable or are not expected to have a significant impact on the Company’s financial statements.

SEARCHLIGHT RESOURCES INC.

Notes to the interim financial statements

December 31, 2025

(Expressed in Canadian dollars)

(Unaudited – Prepared by Management)

3. Marketable Securities

The Company holds shares in publicly traded companies. The fair value of common shares held has been determined by reference to public price quotations in an active market.

	June 30, 2025		Proceeds	Realized	Unrealized	December 31, 2025
	Fair value	Acquired	From sales	gain	gain	Fair value
	\$	\$	\$	\$	\$	\$
Marketable securities	35,266	21,667	(78,918)	4,485	17,500	-

4. Mineral Properties

Mineral property acquisition costs:

	Bootleg Lake Property	Robinson Creek Property	Duddridge Lake Property	Total
	\$	\$	\$	\$
Balance, June 30, 2025	553,736	222,500	21,500	797,736
Additions	-	15,000	-	15,000
Balance, December 31, 2025	553,736	237,500	21,500	812,736

Mineral exploration costs:

	Three months ended December 31, 2025	Three months ended December 31, 2024
	\$	\$
General exploration	1,605	8,360
Geological and geophysics	28,257	9,350
Staking	9,773	2,046
Surveys	8,960	58,470
	48,595	78,226

(a) Bootleg Lake Gold Property, Saskatchewan, Canada

On May 10, 2017, the Company entered into an option agreement (“Option Agreement”) with New Moon Minerals Corp. (“New Moon”) to earn up to a 75% interest in the Bootleg Lake Gold Property (the “Property”) located near Creighton, Saskatchewan, Canada by making the following cash payments, share issuances and exploration expenditures:

- (i) Cash payment of \$5,000 upon signing of agreement (paid);
- (ii) Cash payment of \$5,000 and issuing 83,333 shares within 5 days of the date of TSXV acceptance (paid and issued);
- (iii) The Company could earn a 51% interest upon completing the following:
 - Cash payment of \$40,000 and issuing 83,333 shares (83,000 issued) before June 30, 2018;
 - Cash payment of \$50,000 and issuing 166,667 shares before June 30, 2019;
 -

SEARCHLIGHT RESOURCES INC.

Notes to the interim financial statements

December 31, 2025

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4. Mineral Properties *(continued)*

- Incurring initial exploration expenditures of \$100,000 before December 31, 2018, and incurring further exploration expenditures of \$150,000 before December 31, 2019, for a cumulative total of \$250,000 of exploration expenditures; and

(iv) The Company could earn a 75% interest upon completing the following:

- Cash payment of \$50,000 and issuing 166,667 shares before June 30, 2020 (issued);
- Cash payment of \$100,000 and issuing 166,667 shares before June 30, 2021 (paid);
- Incurring additional exploration expenditures of \$200,000 before December 31, 2020, and incurring further exploration expenditures of \$300,000 before December 31, 2021, for a cumulative total of \$750,000 of exploration expenditures (expenditures incurred).

The Company could, at its option, accelerate the cash payments and common shares issuances described above. Any excess exploration expenditures incurred on the Property within an earn-in time period will be credited to successive earn-in time periods.

Under the terms of the Option Agreement, the Company would pay a 1% Net Smelter Return royalty (the “First NSR”) to New Moon on commencement of commercial production. The Company had the right, at any time, to purchase 50% of the first NSR for \$500,000. There is an existing 1% net smelter return royalty in favour of the underlying optionors.

On October 16, 2018, the Company and New Moon executed an amended option agreement (“Amended Agreement”) pursuant to which the Company can earn a 51% interest in the Property by issuing 1,425,000 shares in lieu of additional cash payments.

On June 25, 2020, the Company and New Moon executed an amended option agreement pursuant to which the Company could make a cash payment of \$30,000 and issue 473,859 shares to meet its obligation prior to June 30, 2020 under item (iv) above.

During fiscal 2022, the Company completed the required exploration expenditures under item (iv) above and earned a 75% interest in the property.

During fiscal 2022, the Company made a cash payment of \$25,000 to extend the period during which the Company may exercise its option to acquire a 100% interest in the property.

On March 22, 2023, the Company issued 6,000,000 common shares pursuant to a sale and purchase agreement whereby the Company acquired the remaining 25% interest in the property and the 1% Net Smelter Return royalty held by New Moon.

(b) Duddridge Lake Property, Saskatchewan, Canada

On November 30, 2018, the Company entered into a purchase agreement to acquire a 100% interest in the Duddridge Lake Property located northwest of La Ronge, Saskatchewan. In consideration, the Company is to make the following cash payment and share issuance:

- (i) \$2,000 (paid) on the effective date; and
- (ii) \$2,000 (paid) and issue 500,000 common shares (issued) on the closing date.

Under the terms of the agreement, the Company will pay a 1% net smelter return royalty on commencement of commercial production. The Company will have the right, at any time prior to a feasibility study on the property or within six months after a feasibility study, to purchase 0.5% of the net smelter return for \$1,000,000 and to purchase 0.5% of the net smelter return for \$1,500,000.

SEARCHLIGHT RESOURCES INC.

Notes to the interim financial statements

December 31, 2025

(Expressed in Canadian dollars)

(Unaudited – Prepared by Management)

4. Mineral Properties (continued)

(c) Flin Flon North Project, Saskatchewan, Canada

In August 2019, the Company entered into an option agreement to earn up to a 100% interest in the Flin Flon North Project located in Saskatchewan. Under the terms of the option agreement, the Company must maintain the claims in good standing and complete twelve years of assessment work. The property is subject to a 2% NSR.

During the 2025 fiscal year, the Company and the optionor of the Flin Flon North Project entered into an assignment agreement with Canadian Gold Corp. (CGC) whereby all rights held by the Company pursuant to the option agreement was assigned to CGC. Cash and shares of CGC in the amount of \$100,000 and \$150,000 respectively are to be received over a four-year period.

(e) Robinson Creek Property, Saskatchewan, Canada

On May 6, 2021, the Company entered into an option agreement to earn up to a 100% interest in the Robinson Creek Property located in Saskatchewan. Under terms of the option agreement, the Company has the option to acquire up to a 100% interest in the property by making the following cash payments, share issuances and exploration expenditures.

(i) Cash payments of:

- \$5,000 (paid) on effective date;
- \$20,000 (paid) on closing date;
- \$25,000 (paid) on the first anniversary of the closing date;
- \$25,000 (paid) on the second anniversary of the closing date; and
- \$25,000 (paid) on the third anniversary date of the closing date.

(ii) Issue shares of:

- 500,000 shares on the closing date (issued);
- 500,000 shares on the first anniversary of the closing date (issued);
- 500,000 shares on the second anniversary of the closing date (issued); and
- 500,000 shares on the third anniversary of the closing date (issued);

(iii) Complete the following exploration expenditures:

- \$25,000 (incurred) in expenditures prior to the first anniversary of the closing date;
- \$50,000 (not fully incurred) in expenditures prior to the second anniversary of the closing date;
- \$400,000 in expenditures prior to the fourth anniversary of the closing date.

The Company can extend the exploration expenditures, required prior to the fourth anniversary of the closing date, by one year by issuing 500,000 common shares.

Under the terms of the option agreement, the Company will pay a 2% net smelter return royalty the optionors on commencement of commercial production. The Company will have the right, at any time, to purchase 1.5% of the net smelter return for \$3,000,000.

On August 8, 2025, the Company entered into an amendment to the option agreement with the Optionor of the Robinson Creek property whereby the Company made a cash payment of \$15,000 and acquired a 100% interest in the Robinson Creek property

SEARCHLIGHT RESOURCES INC.

Notes to the interim financial statements

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(Expressed in Canadian dollars)

(Unaudited – Prepared by Management)

4. Mineral Properties (continued)

(f) Kulyk Lake Project, Saskatchewan, Canada

In June 2019 Searchlight announced the staking of Kulyk Lake Rare Earth project located approximately 165 kilometres north of La Ronge, Saskatchewan and 65 km south of the Key Lake Mine.

During the period, the Company entered into an agreement to sell the Kulyk Lake project. Consideration for the sale includes \$130,000 cash, 10,200,000 shares of Monazite Metal Corp., a private corporation, and a 1% NSR which can be repurchased at any time for \$1,000,000. In addition the Company received \$50,000 pursuant to an exclusivity agreement in connection with the sale transaction.

(g) Wapawekka Greenstone Belt, Saskatchewan, Canada

In December 2025, the Company announced the staking of Wapawekka Lake Greenstone Belt project located approximately 70 kilometres southeast of La Ronge, Saskatchewan. The property is owned 100%.

(h) Hanson Lake and Jan Lake, Saskatchewan, Canada

In May 2018, the Company acquired the Hanson Lake claim located approximately 60 kilometres west of Flin Flon, Saskatchewan. During the 2022 fiscal year, the Company entered into a joint venture agreement for 50% of the claim in return for the co-venturer incurring exploration and evaluation expenditures on the property.

In October 2022, the Company staked the Jan Lake property located approximately 60 kilometres west of Flin Flon Saskatchewan.

During the 2024 fiscal year, the Company sold its position in the Hanson Lake property for cash proceeds of \$50,000 and a 1% NSR which can be purchased at any time of \$1,000,000.

(i) Basin Claims and Milner Claims, Saskatchewan, Canada

During the 2025 fiscal year, the Company signed an agreement with Refined Energy Corp. (Refined) to option out the Basin claims and the Milner claims to Refined. In order to earn a 100% interest in the claims, Refined is required to make a cash payment of \$30,000 within 30 days of the execution of the option plus the issuance of 275,000 shares of Refined to the Company. Additional cash in the amount of \$90,000 is due by September 30, 2025. Refined is also required to carry out \$200,000 and \$150,000 of exploration and evaluation expenditures on the Basin and Milner claims respectively within twenty-four months of the execution of the option.

On September 5, 2025, the Company entered into an amendment to the option agreement with Refined Energy Corp. whereby cash payments due on initially due on September 30, 2025 have been extended to September 30, 2026, and the period to completed exploration expenditures has been extended from twenty-four months to thirty-six months from the date of the option agreement.

(j) Bear Lake, Saskatchewan, Canada

In June 2019, the Company announced the staking of three Bear Lake claims located approximately 30 km northeast of Uranium City, Saskatchewan. The Company staked additional claims during 2023 and 2024. The Bear Lake claims total approximately 4,000 ha.

5. Related Party Transactions

(a) During the three months ended December 31, 2025, the Company incurred management fees of \$42,000 (2024 – \$37,500) to the CEO of the Company.

(b) During the three months ended December 31, 2025, the Company incurred professional fees of \$18,000 (2024 – \$18,000) to a company controlled by the CFO of the Company.

(c) During the three months ended December 31, 2024, the Company incurred exploration and evaluation fees of \$8,960 (2024-\$8,470) to a close family member of the CEO.

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Notes to the interim financial statements

December 31, 2025

(Expressed in Canadian dollars)

(Unaudited – Prepared by Management)

(d) During the three months ended December 31, 2025, the Company incurred consulting fees of \$17,000 (2024-\$nil) to a Director of the Company.

(e) As at December 31, 2025, the Company was indebted to the Chief Executive Officer (“CEO”) of the Company and his company for \$77,740 (June 30, 2025 – \$170,716). The amounts are

5. Related Party Transactions (continued)

included in accounts payable and accrued liabilities. The amounts are non-interest bearing, unsecured and due on demand.

(f) As at December 31, 2025, the Company was indebted to a close family member of the CEO for \$10,125 (June 30, 2025-\$32,477) which is included in accounts payable and accrued liabilities. The amount is non-interest bearing, unsecured, and due on demand.

(g) As at December 31, 2025, the Company was indebted to the Chief Financial Officer (“CFO”) for \$94,920 (June 30, 2025-\$67,800) which is included in accounts payable and accrued liabilities. The amount is non-interest bearing, unsecured, and due on demand.

6. Share Capital

Authorized: Unlimited common shares without par value

Unlimited preferred shares without par value

On October 29, 2025, the Company issued 13,802,741 units at \$0.055 per unit for gross proceeds of \$759,151. Each unit consist of one common share and one common share purchase warrant exercisable at \$0.10 for a period of forty-eight months from the date of issue. The Company incurred cash commissions of \$19,920 and issued 257,409 finders warrants with an estimated fair value of \$22,849 using the Black-Scholes option pricing model.

On October 2, 2025, the Company completed a 5 for 1 share consolidation.

7. Share Purchase Warrants

The following table summarizes the continuity of the Company’s share purchase warrants:

	Number of warrants	Weighted average exercise price \$
Balance, June 30, 2025	683,340	0.25
Expired	(683,340)	0.25
Issued	13,082,741	0.10
Balance, December 31, 2025	13,082,741	0.10

As at December 31, 2025, the following share purchase warrants were outstanding:

Number of warrants outstanding	Exercise price \$	Expiry date
13,082,741	0.10	October 29, 2029

In addition, there are 257,409 broker warrants outstanding exercisable at \$0.10 expiring on October 29, 2029.

SEARCHLIGHT RESOURCES INC.

Notes to the interim financial statements

December 31, 2025

(Expressed in Canadian dollars)

(Unaudited – Prepared by Management)

8. Stock Options

On August 21, 2009 (as amended on May 4, 2011), the Board of Directors of the Company adopted the Company's 2009 Stock Option Plan (the "Plan"). The Plan is administered by the Board of Directors. Stock options granted under the Plan have a maximum term of five years. The aggregate number of shares of the Company's common stock available for issuance under the 2009 Plan is 10% of the Company's issued and outstanding shares.

8. Stock Options (continued)

The following table summarizes the continuity of the Company's stock options:

	Number of options	Weighted average exercise price \$
Outstanding, June 30, 2025	1,225,000	0.45
Expired	(180,000)	0.41
Granted	-	0.00
Outstanding, December 31, 2025	1,045,000	0.44

Additional information regarding stock options outstanding as at December 31, 2025, is as follows:

Range of exercise prices \$	Outstanding and exercisable		
	Number of shares	Weighted average remaining contractual life (years)	Weighted average exercise price \$
0.50	360,000	0.5	0.50
0.50	395,000	1.3	0.50
0.30	290,000	2.1	0.30
	1,045,000	2.4	0.44

9. Financial Instruments

(a) Fair Values

Assets and liabilities measured at fair value on a recurring basis were presented on the Company's statement of financial position as at December 31, 2025, as follows:

	Fair Value Measurements Using			Balance, December 31, 2025 \$
	Quoted prices in active markets for identical instruments (Level 1) \$	Significant other observable inputs (Level 2) \$	Significant unobservable inputs (Level 3) \$	
Cash	629,240	-	-	629,240
Marketable securities	-	-	-	-

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December 31, 2025

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(Unaudited – Prepared by Management)

629,240	-	-	629,240
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The fair values of other financial instruments, which include amounts receivable, accounts payable and accrued liabilities, amounts due to related parties, approximate their carrying values due to the relatively short-term maturity of these instruments.

(b) Credit Risk

Financial instruments that potentially subject the Company to a concentration of credit risk consist primarily of cash and amounts receivable. The Company limits its exposure to credit loss by placing its cash with high credit quality financial institutions. Amounts receivable consists of GST

9. Financial Instruments *(continued)*

refunds due from the Government of Canada. The carrying amount of financial assets represents the maximum credit exposure.

(c) Foreign Exchange Rate Risk

The Company operates in Canada. Foreign exchange risk arises from purchase transactions as well as financial assets and liabilities denominated in these foreign currencies. The Company does not use derivative instruments to hedge exposure to foreign exchange rate risk. However, management of the Company believes there is no significant exposure to foreign currency fluctuations.

(d) Interest Rate Risk

The Company's cash may contain highly liquid investments that earn interest at market rates. The Company manages its interest rate risk by maximizing the interest earned on excess funds while maintaining the liquidity necessary to fund daily operations. Fluctuations in market interest rates do not have a significant impact on the Company's results of operations due to the short term to maturity of the investments held.

(e) 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 currently settles its financial obligations out of cash. The ability to do this relies on the Company raising debt or equity financing in a timely manner and by maintaining sufficient cash in excess of anticipated needs.

(f) Price Risk

The Company is exposed to price risk with respect to commodity prices. The Company's ability to raise capital to fund exploration and development activities is subject to risks associated with fluctuations in the market price of commodities. The Company is exposed to price risk with the marketable securities held in publicly traded companies. The Company's marketable securities are subject to risks associated with fluctuations in the market price of the marketable securities.

10. Capital Management

The Company manages its capital to maintain its ability to continue as a going concern and to provide returns to shareholders and benefits to other stakeholders. The capital structure of the Company consists of cash and equity comprised of issued share capital and contributed surplus.

The Company manages its capital structure and makes adjustments to it in light of economic conditions. The Company, upon approval from its Board of Directors, will balance its overall capital structure through new share issues or by undertaking other activities as deemed appropriate under the specific circumstances.

The Company is not subject to externally imposed capital requirements and the Company's overall strategy with respect to capital risk management remains unchanged from the year ended June 30, 2025.

12. Subsequent Events

SEARCHLIGHT RESOURCES INC.

Notes to the interim financial statements

December 31, 2025

(Expressed in Canadian dollars)

(Unaudited – Prepared by Management)

On January 4, 2026 and February 3, 2026 respectively, the Milner claims which were part of the option agreement with Refined, expired and the option agreement with Refined was terminated.

On February 2, 2026, the Company received cash proceeds of \$130,000 and 10,200,000 common shares of Monazite Metals Corp. pursuant to the sale of the Kulyk Lake project. In addition, the Company was granted a 1% NSR which can be repurchased at any time for \$1 million.