

AUQ GOLD MINING INC.

Condensed Interim Financial Statements

For the six months ended August 31, 2025 and 2024

(Expressed in Canadian dollars)

(Unaudited - Prepared by Management)

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

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

The accompanying unaudited condensed interim financial statements of the Company for the six months ended August 31, 2025 have been prepared by and are the responsibility of the Company's management, and have not been reviewed by the Company's auditors.

AUQ GOLD MINING INC.

Condensed Interim Statements of Financial Position
(Expressed in Canadian dollars)
(Unaudited - Prepared by Management)

	Notes	August 31, 2025 \$	February 28, 2025 \$
Assets			
Current assets			
Cash		635,229	(9)
GST receivable		47,655	46,514
Total current assets		682,884	46,505
Non-current assets			
Exploration and evaluation assets	5	705,796	241,615
Total assets		1,392,719	288,120
Liabilities			
Current liabilities			
Accounts payable and accrued liabilities	5, 6, 7, 8	193,330	1,004,859
Loans payable	6	41,436	56,436
Notes payable	7	-	177,393
		234,766	1,238,688
Non-current liabilities			
Long-term payables	8	812,473	-
Notes payable	7	177,393	-
Total liabilities		1,224,632	1,238,688
Shareholder's deficit			
Share capital	9	20,879,226	19,546,954
Share-based payment reserve	9	2,553,252	2,526,468
Deficit		(23,264,391)	(23,023,990)
Total shareholders' deficit		168,087	(950,568)
Total liabilities and shareholders' deficit		1,392,719	288,120

Nature of business and continuing operations (Note 1)
Subsequent events (Note 12)

Approved and authorized for issuance on behalf of the Board of Directors on October 30, 2025:

/s/ Glen Macdonald

Glen Macdonald, Director

/s/ Ken Ralfs

Ken Ralfs, Director

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

AUQ GOLD MINING INC.

Condensed Interim Statements of Operations and Comprehensive Loss

(Expressed in Canadian dollars)

(Unaudited - Prepared by Management)

	Notes	For the three months ended		For the six months ended	
		August 31,		August 31,	
		2025	2024	2025	2024
		\$	\$	\$	\$
Expenses					
Consulting fees	8	171,701	15,000	186,701	30,000
General and administrative		2,758	306	3,099	406
Professional fees		13,401	5,035	22,229	7,850
Property investigation cost	8	-	-	5,000	-
Rent		-	598	-	1,098
Transfer agent and filing fees		1,414	9,080	1,924	9,080
Total expenses			30,019	(218,953)	48,434
Loss before other income (expenses)		(189,274)	(30,019)	(218,953)	(48,434)
Other expense					
Interest expense	6, 7	(21,448)	(9,369)	(21,448)	(18,511)
Total other expenses		(21,448)	(39,388)	(21,448)	(66,945)
Net loss and comprehensive loss		(210,722)	(39,388)	(240,401)	(66,945)
Loss per share, basic and diluted		(0.01)	(0.00)	(0.01)	(0.00)
Weighted average number of common shares outstanding		19,086,804	17,606,310	18,460,131	17,554,136

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

AUQ GOLD MINING INC.

Condensed Interim Statements of Changes in Shareholders' Equity (Deficit)

(Expressed in Canadian dollars)

(Unaudited - Prepared by Management)

	Share capital		Share-based payment reserve \$	Deficit \$	Total shareholders' equity (deficit) \$
	Number of shares	Amount \$			
Balance, February 29, 2024	17,501,962	19,527,454	2,515,968	(22,280,422)	(237,000)
Units issued for exploration and evaluation assets	150,000	19,500	10,500	-	30,000
Net loss and comprehensive loss for the period	-	-	-	(66,945)	(66,945)
Balance, August 31, 2024	17,651,962	19,546,954	2,526,468	(22,347,367)	(273,945)
Balance, February 28, 2025	17,651,962	19,546,954	2,526,468	(23,023,990)	(950,568)
Shares issued for exploration and evaluation assets	877,381	363,956	-	-	363,956
Private Placement	4,000,000	1,000,000	-	-	1,000,000
Share issuance costs	-	(4,900)	-	-	(4,900)
Broker Warrants	-	(26,784)	26,784	-	-
Net loss and comprehensive loss for the period	-	-	-	(240,401)	(240,401)
Balance, August 31, 2025	22,529,343	20,879,226	2,553,252	(23,264,391)	168,087

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

AUQ GOLD MINING INC.

Condensed Interim Statements of Cash Flows

(Expressed in Canadian dollars)

(Unaudited - Prepared by Management)

	For the six months ended August 31, 2025 \$	For the six months ended August 31, 2024 \$
Operating activities		
Net loss and comprehensive loss for the year	(240,401)	(27,557)
Item not involving cash:		
Interest expense	21,448	18,511
Changes in non-cash operating working capital:		
Amounts receivable	(5,180)	(1,311)
Accounts payable and accrued liabilities	(20,504)	34,754
Net cash used in operating activities	(244,637)	(14,991)
Investing activities		
Exploration and evaluation assets	(100,225)	-
Net cash provided by financing activities	(100,225)	-
Financing activities		
Proceeds (repayment) from loan payable	(15,000)	-
Proceeds from Private Placement	995,100	-
Net cash provided by financing activities	980,100	-
Change in cash	635,238	(14,991)
Cash, beginning of the year	(9)	15,018
Cash, end of the year	635,229	27
Non-cash investing and financing activities:		
Exploration and evaluation expenditures included in accounts payable and accrued liabilities	10,000	10,000
Units issued for exploration and evaluation assets	-	30,000
Fair value of shares issued for acquisition of Bellechasse Timmins	363,956	-
Fair Value of Broker Warrants	26,784	-

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

AUQ GOLD MINING INC.

Notes to the Condensed Interim Financial Statements

Six Months ended August 31, 2025

(Expressed in Canadian dollars)

(Unaudited - Prepared by Management)

1. NATURE OF BUSINESS AND CONTINUING OPERATIONS

AuQ Gold Mining Inc. (the “Company”) was incorporated on April 23, 1985 under the Company Act of British Columbia. The Company’s head office is located at Suite 1600, 409 Granville Street, Vancouver, BC, Canada, V6C 1T2. The Company is engaged in the exploration of mineral properties in Canada. The Company’s shares are traded on the TSX Venture Exchange (“TSXV”) under the symbol “AUQ”.

These financial statements have been prepared on the going concern basis, which assumes that the Company will be able to realize its assets and discharge its liabilities in the normal course of business. During the six months ended August 31, 2025, the Company had no revenues and used \$240,598 in operating activities. As at August 31, 2025, the Company has a working capital of \$452,157 and an accumulated deficit of \$23,264,391. The Company’s ability to continue as a going concern is dependent upon its ability to generate and maintain future profitable operations and/or to obtain the necessary financing to meet its obligations and repay its liabilities arising from normal business operations when they come due. Management is of the opinion that sufficient working capital will be obtained from external financing to meet the Company’s liabilities and commitments as they become due, although there is a risk that additional financing will not be available on a timely basis or on terms acceptable to the Company. These factors indicate the existence of a material uncertainty that may cast doubt on the ability of the Company to continue as a going concern. These financial statements do not reflect any adjustments that may be necessary if the Company is unable to continue as a going concern, and the effects of such adjustments could be material.

2. BASIS OF PRESENTATION

(a) Statement of compliance

The Company’s financial statements, including comparatives, have been prepared in accordance with International Financial Reporting Standards (“IFRS”) as issued by the International Accounting Standards Board (“IASB”).

The financial statements were authorized for issue by the Audit Committee and approved and authorized for issue by the Board of Directors on October 30, 2025.

(b) Basis of measurement

The financial statements have been prepared on a historical cost basis, except for certain financial instruments that have been measured at fair value through profit and loss which are stated at their fair value. In addition, these consolidated financial statements have been prepared using the accrual basis of accounting, except for cash flow information. These financial statements are presented in Canadian dollars, which is the functional currency of the Company.

AUQ GOLD MINING INC.

Notes to the Condensed Interim Financial Statements

Six Months ended August 31, 2025

(Expressed in Canadian dollars)

(Unaudited - Prepared by Management)

3. CRITICAL ACCOUNTING ESTIMATES AND JUDGMENTS

The preparation of these condensed interim financial statements in conformity with IFRS requires management to make certain estimates, judgments and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and reported amounts of expenses during the reporting year. Actual outcomes could differ from these estimates. These financial statements include estimates which, by their nature, are uncertain. The impacts of such estimates are pervasive throughout the financial statements and may require accounting adjustments based on future occurrences. Revisions to accounting estimates are recognized in the period in which the estimate is revised and future periods if the revision affects both current and future years. These estimates are based on historical experience, current and future economic conditions and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Significant judgments

Management has made critical judgments in the process of applying accounting policies. The one has the most significant effect on the amounts recognized in the consolidated financial statements include:

- i. The assessment of the Company's ability to continue as a going concern and its ability to execute its strategy by funding future working capital requirements requires judgment. Estimates and assumptions are continually evaluated and are based on historical experience and other factors, such as expectations of future events that are believed to be reasonable under the circumstances. The factors considered by management are disclosed in Note 1.
- ii. The carrying value of exploration and evaluation assets requires judgment in determining whether it is likely that future economic benefits are likely either from future exploitation or sale or where activities have not reached a stage which permits a reasonable assessment of the existence of reserves. The deferral policy requires management to make certain estimates and assumptions about future events or circumstances, in particular whether an economically viable extraction operation can be established. Estimates and assumptions made may change if new information becomes available.
- iii. The determination of income tax expense and the composition of deferred income tax assets and liabilities involves judgment and estimates as to the future taxable earnings, expected timing of reversals of deferred income tax assets and liabilities, and interpretations of tax laws. The Company is subject to assessments by tax authorities who may interpret the tax law differently. Changes in these interpretations, judgments, and estimates may materially affect the final amount of current and deferred income tax provisions, deferred income tax assets and liabilities, and results of operations.

Significant estimates

The following are key assumptions concerning the future and other key sources of estimation uncertainty that have a significant risk of resulting in a material adjustment to the carrying amount of assets and liabilities within the current and future financial years:

- i. The Company uses the Black-Scholes option pricing model to value options and warrants granted during the period. The Black-Scholes model was developed for use in estimating the fair value of traded options that have no vesting restrictions and are fully transferable. The model requires management to make estimates that are subjective and may not be representative of actual.
- ii. The Company uses the market price of the Company's common shares based on the end-of-day trading price to record the fair value of common shares for share-based compensation purposes.

AUQ GOLD MINING INC.

Notes to the Condensed Interim Financial Statements

Six Months ended August 31, 2025

(Expressed in Canadian dollars)

(Unaudited - Prepared by Management)

4. EXPLORATION AND EVALUATION ASSETS

Although the Company has taken steps to verify title to resource properties in which it has an interest, in accordance with industry norms for the current stage of exploration of such properties, these procedures do not guarantee the Company's title. Property may be subject to unregistered prior agreements and noncompliance with regulatory requirements.

	Bellechasse Timmins	Kirkland Creek	Eliza Gold	James Bay	Nabikok Property	Total
	\$	\$	\$	\$	\$	\$
ACQUISITION						
Balance, February 29, 2024	-	28,977	201,425	21,440	-	251,842
Additions	-	-	30,000	-	-	30,000
Impairment	-	(28,977)	-	(21,440)	-	(50,417)
Balance, February 28, 2025	-	-	231,425	-	-	231,425
Additions	464,181	-	-	-	-	464,181
Balance, August 31, 2025	464,181	-	231,425	-	-	695,606
EXPLORATION COSTS						
Balance, February 29, 2024	-	-	10,190	16,000	467,957	494,147
Geological	-	5,000	-	5,000	-	10,000
Impairment	-	(5,000)	-	(21,000)	(467,957)	(493,957)
Balance, February 28, 2025	-	-	10,190	-	-	10,190
Geological	-	-	-	-	-	-
Balance, August 31, 2025	-	-	10,190	-	-	10,190
Carrying amounts:						
Balance, February 28, 2025	-	-	241,615	-	-	241,615
Balance, August 31, 2025	464,181	-	241,615	-	-	705,796

Kirkland Creek Property, Yukon Territory

On November 30, 2006, the Company entered into an agreement to purchase the Kirkland Creek Property, located 120 kilometers northwest of Whitehorse, Yukon, in the Ashihik Lake region. The property was originally comprised of 144 claims. The Company paid the vendor (the spouse of the Chief Executive Officer of the Company) 2,000,000 common shares for a 100% interest in the property. The vendor retains a 3% net smelter royalty ("NSR") on any mineral production from the property. Effective November 30, 2010, an advance royalty of \$25,000 is payable annually to the vendor. The Company has the right to purchase the NSR for \$1,000,000 per percentage point to a maximum of 2%. On May 7, 2007, the Company expanded the property by staking an additional 36 claims adjoining the original 144 claim block. The Company allowed some of the claims it considers to be of lesser importance to lapse.

During the year ended February 28, 2017, as a result of applying IFRS 6, the Company was required to write down this property by \$2,296,719 to a nominal amount of \$1 as a result of not meeting the criteria for expenditures on the property under IFRS 6, where substantial expenditures are neither budgeted nor planned there is an indicator of impairment. During the year ended February 28, 2019, the Company resumed exploration activities on the property.

During the six months ended August 31, 2025, an impairment loss on capitalized costs of \$Nil (year ended February 28, 2025 - \$33,977) has been recorded due to lapsed mineral claims and uncertainty as to whether future exploration on the property will continue.

AUQ GOLD MINING INC.

Notes to the Condensed Interim Financial Statements

Six Months ended August 31, 2025

(Expressed in Canadian dollars)

(Unaudited - Prepared by Management)

5. EXPLORATION AND EVALUATION ASSETS (continued)Partridge Gold Property, Quebec

On January 16, 2020, the Company entered into an agreement to acquire a 100% interest in 95 mineral claims located in Abitibi, Quebec in exchange for issuing 360,000 common shares to the vendor (issued on January 23, 2020).

On October 8, 2020, the Company entered into an agreement to purchase 97 mineral claims that are contiguous to the existing Partridge Property in exchange for a cash payment of \$20,000 and the issuance of 100,000 units. Each unit consisted of a common share and a share purchase warrant that entitles the holder to acquire an additional common share at \$0.50 for a period of one year.

The vendor has retained a 2% NSR royalty. The Company may purchase 50% of the NSR for \$1,000,000.

During the year ended February 29, 2024, the Company recorded an impairment loss of \$622,934 for the expiration of the mineral claims.

Eliza Gold Property, Quebec

On February 6, 2020, the Company entered into an option agreement whereby the Company has the right to earn a 100% interest in 8 mineral claims. To earn this interest, the Company is to pay \$20,000 within three days of TSX-V approval (paid). The Company is also to issue 150,000 units of the Company on each of the following dates: (1) within three days of TSX-V approval (issued); (2) March 13, 2021 (issued); (3) March 13, 2022 (issued); and (4) March 13, 2023 (issued). Each unit were comprised of one common share and one share purchase warrant exercisable at \$0.60 per common share for a period of two years from the date of issuance. The optionor has retained a 2% net smelter royalty, of which two tranches of 0.5% may be purchased by the Company for \$500,000 each.

On February 29, 2024, the Company recorded an impairment of \$30,228 for the mineral claim that expired.

James Bay Property, Quebec

On December 19, 2022, the Company staked 143 claims for \$21,440 in the James Bay region of Quebec.

During the six months ended August 31, 2025, an impairment loss on capitalized costs of \$Nil (year ended February 28, 2025 - \$42,440) has been recorded as management was uncertain as to whether future exploration on the property will continue.

Nabikok Property, Quebec

On August 18, 2023, the Company entered into a binding letter of intent to acquire a 50% legal and beneficial interest in and to 155 mineral claims. To earn this interest, the Company is to fund an aggregate amount of \$600,000 exploration costs as follows: (1) \$100,000 prior to the first anniversary (incurred); (2) \$200,000 prior to the second anniversary (incurred); and (3) \$300,000 prior to the third anniversary (incurred).

During the six months ended August 31, 2025, the Company recorded an impairment loss of \$Nil (year ended February 28, 2025 - \$467,957) has been recorded for the expiration of mineral claims, and the management's decision to terminate the project due to declining market price of Lithium.

AUQ GOLD MINING INC.

Notes to the Condensed Interim Financial Statements

Six Months ended August 31, 2025

(Expressed in Canadian dollars)

(Unaudited - Prepared by Management)

5. EXPLORATION AND EVALUATION ASSETS (continued)

Bellechasse Timmins, Quebec

On March 31, 2025, the Company entered into an agreement with arm's-length vendors to acquire 100% of the Bellechasse Timmins ("BT") project, consisting of claims totalling 351.94 hectares in the Beauce-Bellechasse region of Quebec. The claims are subject to a 1% NSR, with the Company having the ability to purchase the 1% NSR for a payment of \$1,000,000. Further to amendments executed on April 23, 2025, in consideration for the BT project, the Company will issue consideration as follows:

1. Issuance of 484,436 common shares within 48 hours after TSX-V approval (issued on April 30, 2025);
2. Cash of \$73,250 (paid on August 25, 2025), which may be elected by the vendor to be settled through shares, and \$219,750 of common shares based on the volume-weighted average trading price for 20 trading days preceding the issuance date with a minimum price of \$0.206 per share ("VWAP20"), issued on or before August 25, 2025 (issued on August 25, 2025).

In the event that the VWAP20 is determined to be less than \$0.206, the NSR will be increased to 1.5% and the Company will have the right to purchase the 1.5% NSR for a payment of \$1,500,000.

Further to the agreement, the Company executed a finder's fee agreement dated March 26, 2025 and amended on April 23, 2025, whereby the Company will issue an aggregate share and cash fee equal to 10% of the initial purchase price, with the first and second payment being a total of 36,363 common shares (issued on April 30, 2025), and the final payment totalling \$26,975 plus applicable taxes by August 25, 2025 (paid on August 25, 2025).

6. LOANS PAYABLE

- (a) As at August 31, 2025, the amount of \$18,936 (February 28, 2025 - \$18,936) is owed to a non-related party which bears interest at 20% per annum compounded monthly, is unsecured, and is due on demand. As at August 31, 2025, accrued interest of \$98,977 (February 28, 2025 - \$68,399) has been recorded in long-term payables.

Subsequent to the six months ended August 31, 2025, the Company settled the amounts owing pursuant to this loan for a payment of \$19,000, the accrued interest was forgiven, and there are no further amounts owing.

- (b) As at August 31, 2025, the amount of \$10,000 (February 28, 2025 - \$10,000) is owed to a non-related party which bears interest at 20% per annum compounded, is unsecured, and is due on demand. As at August 31, 2025, accrued interest of \$51,640 (February 28, 2025 - \$46,037) has been recorded in long-term payables.
- (c) As at August 31, 2025, the amount of \$2,500 (February 28, 2025 - \$2,500) was owed to a Company controlled by the CEO of the Company, which is non-interest bearing, unsecured, and due on demand.
- (d) As at August 31, 2025, the amount of \$10,000 (February 28, 2025 - \$10,000) was owed to a non-related party which bears interest at 5% per annum, is unsecured, and due on December 31, 2024. As at August 31, 2025, accrued interest of \$1,362 (February 28, 2025 - \$1,110) has been recorded in long-term payables.
- (e) As at August 31, 2025, the amount of \$15,000 (February 28, 2025 - \$15,000) owed to a non-related party has been fully settled. This loan was non-interest bearing, unsecured, and due on demand.

AUQ GOLD MINING INC.

Notes to the Condensed Interim Financial Statements

Six Months ended August 31, 2025

(Expressed in Canadian dollars)

(Unaudited - Prepared by Management)

7. NOTES PAYABLE

As at August 31, 2025, the Company had a notes payable balance of \$177,393 (February 28, 2025 - \$177,393). Included in the notes payable balance is \$38,986 (February 28, 2025 - \$33,556) owed to the CEO of the Company and to a company controlled by the CFO of the Company. As at August 31, 2025, accrued interest of \$43,576 (February 28, 2025 - \$39,117) has been recorded in accounts payable and accrued liabilities, which includes \$8,382 (February 28, 2025 - \$7,745) owed to the CEO of the Company and to a company controlled by the CFO of the Company. The notes are unsecured, bear interest at 5% per annum, and are due on demand.

During the six months ended August 31, 2025, the Company amended the maturity date of the notes to be December 31, 2026 and has reclassified the amounts owing as non-current.

8. RELATED PARTY TRANSACTIONS

- (a) As at August 31, 2025, the amount of \$296,562 (February 28, 2025 - \$250,727) was owed to the Chief Executive Officer of the Company which is included in long-term payables.
- (b) As at August 31, 2025, the Company owed \$125,000 (February 28, 2025 - \$125,000) to the spouse of the CEO of the Company, which is included in long-term payables. The amount owed is non-interest bearing, unsecured and due on December 31, 2026.
- (c) During the six months ended August 31, 2025, the company incurred consulting fees of \$30,000 (year ended February 28, 2025 - \$60,000), geological fees of \$Nil (year ended February 28, 2025 - \$10,000), and property investigation cost of \$5,000 (year ended February 28, 2025 - \$31,000) to the CEO of the Company.

AUQ GOLD MINING INC.

Notes to the Condensed Interim Financial Statements

Six Months ended August 31, 2025

(Expressed in Canadian dollars)

(Unaudited - Prepared by Management)

9. SHARE CAPITAL

(a) Authorized

Unlimited common shares without par value.

(b) Issued

For the six months ended August 31, 2025:

On August 25, 2025, the Company issued 355,582 common shares, with a fair value of \$220,461, pursuant to the option agreement for the Bellechasse Timmins project. See Note 5 for details.

On August 11, 2025 the Company closed a non-brokered private placement for 4,000,000 units at a price of \$0.25 per unit for gross proceeds of \$1,000,000. Each unit comprises one common share and one warrant, where each warrant will entitle the holder thereof to purchase one additional common share at an exercise price of \$0.50 for a period of 24 months from the date of issue. In connection with the financing, the Company has paid cash commissions of \$4,900 and has issued 86,400 broker warrants with an exercise price of \$0.35 and expiry date of 6 months from the date of issue, with a fair value of \$26,784.

On April 30, 2025, the Company issued 484,436 common shares, with a fair value of \$133,495, pursuant to the acquisition of the Bellechasse Timmins project. In accordance with the transaction, the Company also issued 36,363 common shares, with a fair value of \$10,000, to a finder that introduced the transaction to the Company. See Note 5 for details.

For the year ended February 28, 2025:

On June 28, 2024, the Company issued 150,000 units with a fair value of \$30,000 pursuant to Eliza Gold Property option agreement (refer to Note 5). Each unit consisted of one common share and one share purchase warrant, where each warrant entitles the holder to purchase an additional common share at an exercise price of \$0.60 per share until June 28, 2026. The share purchase warrants had a fair value of \$10,500, which is recorded in share-based payment reserves. The fair value of warrants was determined using the Black-Scholes option pricing model based on the following assumptions: risk-free interest rate of 4.04%; expected dividend of 0%; expected life of two years; and expected volatility of 168%.

(c) Stock Options

The Company, in accordance with the policies of the TSX Venture Exchange, is authorized to grant options to directors, officers, and employees to acquire common shares. The essential elements of the 2015 Stock Option Plan ("Plan") provide that the aggregate number of shares of the Company's capital stock issuable pursuant to options granted under the Plan may not exceed 10% of the issued common shares of the Company from time to time. Options granted under the Plan may have a maximum term of ten years. The exercise price of options granted under the Plan will not be less than the fair market value price of the shares on the date of grant of the options (defined as the last closing market price of the Company's shares on the last day shares are traded prior to the grant date). Stock options granted under the Plan vest immediately subject to vesting terms which may be imposed at the discretion of the Directors.

AUQ GOLD MINING INC.

Notes to the Condensed Interim Financial Statements

Six Months ended August 31, 2025

(Expressed in Canadian dollars)

(Unaudited - Prepared by Management)

9. SHARE CAPITAL (continued)

(d) Warrants

A continuity schedule of the Company's warrants are as follows:

	August 31, 2025		February 28, 2025	
	Number of Warrants	Weighted Average Exercise Price	Number of Warrants	Weighted Average Exercise Price
Balance, beginning	150,000	\$ 0.60	150,000	\$ 0.60
Granted	4,000,000	\$ 0.50	150,000	\$ 0.60
Expired	-	-	(150,000)	(\$ 0.60)
Balance, ending	4,150,000	\$ 0.50	150,000	\$ 0.60

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

Expiry Date	Weighted Average Remaining Contractual Life in Years	Exercise Price	Outstanding and Exercisable
June 28, 2026	0.82	\$ 0.60	150,000
August 11, 2027	1.95	\$ 0.50	4,000,000
	1.90	\$ 0.50	4,150,000

(e) Brokers' warrants

The following table summarizes the continuity of the Company's brokers' warrants:

	August 31, 2025		February 28, 2025	
	Number of Brokers' Warrants	Weighted Average Exercise Price	Number of Brokers' Warrants	Weighted Average Exercise Price
Balance, beginning	-	-	-	-
Granted	86,400	\$ 0.35	-	-
Balance, ending	86,400	\$ 0.35	-	-

As at August 31, 2025, the following brokers' warrants were outstanding:

Expiry Date	Weighted Average Remaining Contractual Life in Years	Exercise Price	Outstanding and Exercisable
February 11, 2026	0.45	\$ 0.35	86,400

The Company applies the fair value method using the Black-Scholes option pricing model in accounting for its brokers' warrants granted. The weighted average assumptions used in calculating the fair value of brokers' warrants granted, with no expected dividends and forfeitures, are as follows:

	August 31, 2025	February 28, 2025
Risk-free interest rate	2.70%	-
Expected option life in years	0.50	-
Expected share price volatility	90.11%	-

AUQ GOLD MINING INC.

Notes to the Condensed Interim Financial Statements

Six Months ended August 31, 2025

(Expressed in Canadian dollars)

(Unaudited - Prepared by Management)

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 share-based payment reserve.

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 issuances 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 February 28, 2025.

11. FINANCIAL INSTRUMENTS AND RISK MANAGEMENT*Fair Values*

Fair value measurements are classified using a fair value hierarchy that reflects the significance of inputs used in making the measurements. The fair value hierarchy has the following levels:

- i. Level 1 - valuation based on quoted prices (unadjusted) in active markets for identical assets or liabilities;
- ii. Level 2 - valuation techniques based on inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices); and
- iii. Level 3 - valuation techniques using inputs for the asset or liability that are not based on observable market data (unobservable inputs).

The fair values of financial instruments, which includes cash, accounts payable and accrued liabilities, loans payable, and notes payable, approximate their carrying values due to the relatively short-term maturity of these instruments.

Credit Risk

Credit risk is the risk of potential loss to the Company if a counter party to a financial instrument fails to meet its contractual obligations. The Company's credit risk is primarily attributable to its liquid financial assets including cash. The Company limits the exposure to credit risk by only investing its cash with high-credit quality financial institutions. The carrying amount of these financial assets represents the maximum credit exposure.

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 objective to managing liquidity risk is to ensure that it has sufficient liquidity available to meet its liabilities when it comes due. The Company relies on raising debt and equity financing in timely manner.

AUQ GOLD MINING INC.

Notes to the Condensed Interim Financial Statements

Six Months ended August 31, 2025

(Expressed in Canadian dollars)

(Unaudited - Prepared by Management)

11. FINANCIAL INSTRUMENTS AND RISK MANAGEMENT (continued)*Liquidity Risk (continued)*

The following amounts are the contractual maturities of financial liabilities As at August 31, 2025, and February 28, 2025:

August 31, 2025	Total	Within	Within
	\$	1 year	2-5 years
		\$	\$
Accounts payable and accrued liabilities	193,330	193,330	-
Loans payable	41,436	41,436	-
Notes payable	177,393	-	177,393
Long-term payables	812,473	-	812,473
Total	1,224,632	234,766	888,625

February 28, 2025	Total	Within	Within
	\$	1 year	2-5 years
		\$	\$
Accounts payable and accrued liabilities	1,004,859	1,004,859	-
Loans payable	56,436	56,436	-
Notes payable	177,393	177,393	-
Total	1,238,688	1,238,688	-

Foreign Exchange Rate Risk

Foreign exchange risk is the risk that the Company's financial instruments will fluctuate in value as a result of movements in foreign exchange rates. The Company is not exposed to significant foreign exchange rate risk.

Interest Rate Risk

Interest rate risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Company is not exposed to significant interest rate risk as it does not have any liabilities with variable rates.

Price Risk

The Company's ability to raise capital to fund exploration activities is subject to risks associated with fluctuations in the market price of mineral resources. The Company closely monitors commodity prices to determine the appropriate course of actions to be taken.

12. SUBSEQUENT EVENT

On October 1, 2025, the Company granted an aggregate of 2,200,000 stock options to directors, officers, consultants, and employees of the Company. The stock options have an exercise price of \$0.55 per share and expire on October 1, 2028.