
LARGO PHYSICAL VANADIUM CORP.

CONDENSED INTERIM FINANCIAL STATEMENTS

FOR THE THREE AND NINE MONTHS ENDED
SEPTEMBER 30, 2025

(EXPRESSED IN UNITED STATES DOLLARS)

(UNAUDITED)

Notice to Reader

The accompanying unaudited condensed interim financial statements of Largo Physical Vanadium Corp. (the "Company") have been prepared by and are the responsibility of management. The unaudited condensed interim financial statements have not been reviewed by the Company's auditors.

Largo Physical Vanadium Corp.
Condensed Interim Statement of Financial Position
(Expressed in United States Dollars)
(Unaudited)

As at,	September 30, 2025	December 31, 2024
Assets		
Current assets		
Cash and cash equivalents	\$ 324,320	\$ 864,177
Prepaid assets	39,240	29,408
Sales Tax Receivable	9,253	12,975
Total current assets	372,813	906,560
Non-current assets		
Vanadium (Notes 4 and 6)	17,207,872	17,304,612
Total non-current assets	17,207,872	17,304,612
Total assets	\$ 17,580,685	\$ 18,211,172
Liabilities and Shareholders' Equity		
Current liabilities		
Accounts payable and accruals (Note 6)	\$ 710,111	\$ 620,599
Total liabilities	710,111	620,599
Shareholders' equity		
Common shares (Note 5)	28,103,888	28,103,888
Deficit	(11,233,314)	(10,513,315)
Total shareholders' equity	16,870,574	17,590,573
Total liabilities and shareholders' equity	\$ 17,580,685	\$ 18,211,172

Going concern (Note 1)

Approved on behalf of the Board of Directors:

"Jonathan Lee" Director

"Larry Ciccarelli" Director

The notes to the unaudited condensed interim financial statements are an integral part of these statements.

Largo Physical Vanadium Corp.
Condensed Interim Statement of Net Loss and Comprehensive Loss
(Expressed in United States Dollars)
(Unaudited)

	Three Months Ended		Nine Months Ended	
	September 30,		September 30,	
	2025	2024	2025	2024
Income				
Interest income	\$ 7	\$ -	\$ 4,944	\$ 12,865
Realized loss for the period on sale of vanadium	-	(144,465)	-	(144,465)
Gain (loss) on revaluation of vanadium (Note 4)	59,945	(1,171,355)	(96,741)	(2,181,962)
Total income	59,952	(1,315,820)	(91,797)	(2,313,562)
Expenses				
Professional fees	75,441	23,557	190,664	189,024
Director fees	37,500	50,045	186,473	111,781
Storage and customs	48,204	40,164	128,667	125,428
Management fees (Note 6)	36,575	39,511	112,000	122,416
General and administrative	6,387	10,617	20,551	28,685
Bank charges	402	372	1,209	1,062
Total expenses	204,509	164,266	639,564	578,396
Loss for the period	(144,557)	(1,480,086)	(731,361)	(2,891,958)
Other income and expenses				
Foreign exchange (loss) gain	(13,351)	24,574	11,362	(757)
Net loss and comprehensive loss for the period	\$ (157,908)	\$ (1,455,512)	\$ (719,999)	\$ (2,892,715)
Loss per share attributable to equity holders				
- Basic and diluted	\$ (0.01)	\$ (0.09)	\$ (0.04)	\$ (0.17)

The notes to the unaudited condensed interim financial statements are an integral part of these statements.

Largo Physical Vanadium Corp.
Condensed Interim Statement of Changes in Shareholders' Equity
(Expressed in United States Dollars)
(Unaudited)

	Common shares (#)	Common shares (\$)	Deficit (\$)	Shareholders' equity (\$)
Balance at December 31, 2023	16,816,799	28,103,888	(7,756,335)	20,347,553
Income and comprehensive income for the period	-	-	(2,892,715)	(2,892,715)
Balance at September 30, 2024	16,816,799	28,103,888	(10,649,050)	17,454,838
Balance at December 31, 2024	16,816,799	28,103,888	(10,513,315)	17,590,573
Income and comprehensive income for the period	-	-	(719,999)	(719,999)
Balance at September 30, 2025	16,816,799	28,103,888	(11,233,314)	16,870,574

The notes to the unaudited condensed interim financial statements are an integral part of these unaudited condensed interim statements.

Largo Physical Vanadium Corp.
Condensed Interim Statement of Cash Flows
(Expressed in United States Dollars)
(Unaudited)

Nine months ended September 30,	2025	2024
Cash flows from operating activities		
Net loss for the period	\$ (719,999)	\$ (2,892,715)
Non-cash items:		
Realized loss on sale of vanadium	-	144,465
Change in fair value of vanadium (Note 4)	96,741	2,181,962
	(623,258)	(566,288)
Changes in non-cash working capital:		
Accounts payable and accrued liabilities	89,511	(58,955)
Sales tax receivable	3,722	888,360
Prepaid expenses	(9,832)	2,334
Net cash (used in) provided by operating activities	(539,857)	265,451
Cash flows from investing activities		
Net of purchase and sale of vanadium	-	(49,007)
Net cash used in investing activities	-	(49,007)
Change in cash and cash equivalents during the period	(539,857)	216,444
Cash and cash equivalents, beginning of the period	864,177	781,713
Cash and cash equivalents, end of the period	\$ 324,320	\$ 998,157

The notes to the unaudited condensed interim financial statements are an integral part of these statements.

Largo Physical Vanadium Corp.
Notes to the Financial Statements
For the three and nine months ended September 30, 2025
(Expressed in United States Dollars)
(Unaudited)

1. Nature of operations and going concern

Largo Physical Vanadium Corp. (the "Company") was incorporated on January 20, 2022, under the Business Corporations Act (British Columbia). The Company's registered office is located at 666 Burrard Street, Suite 1700, Park Place, Vancouver, British Columbia, V6C 2X8. The Company is listed on the TSX Venture Exchange ("TSX-V") under the symbol "VAND.V".

The Company was formed by Largo, Inc. ("Largo"), the ultimate parent company of LPV and Term Oil Inc. ("Term Oil"), with the aim of creating a publicly traded investment vehicle that would invest in and hold substantially all of its assets in vanadium in physical form. The Company aims to provide a secure, convenient and exchange-traded investment alternative for investors interested in direct investment exposure to physical vanadium and not speculate with regard to short-term changes in vanadium prices.

Going Concern

These unaudited condensed interim financial statements have been prepared on a going concern basis, which assumes that the Company will be able to meet its obligations and continue its operations for the next twelve months. Realization values may be substantially different from current fair values as shown due to changes in the following year.

As at September 30, 2025, the Company had not generated any operating revenue. We have incurred a \$157,908 and \$719,999 net loss for the three and nine months ended September 30, 2025 respectively (three and nine months ended September 30, 2024 - \$1,455,512 and \$2,892,715 net loss respectively).

Our ability to continue as a going concern and realize our assets and discharge our liabilities in the normal course of operations is dependent on the ability to successfully execute our business plan and generate positive cash flows from operations, including through the sale of any vanadium and the ability to raise additional financing at acceptable terms in order to meet its planned operations for the next twelve months. These factors indicate the existence of material uncertainties that may cast significant doubt upon the Company's ability to continue as a going concern and, therefore, that it may be unable to realize its assets and discharge its liabilities in the normal course of business.

These unaudited condensed interim financial statements do not give effect to any adjustments that would be necessary should the Company not be able to continue as a going concern. Such adjustments may be material.

2. Summary of Material Accounting Policies

2.1 Statement of compliance

The Company applies IFRS® Accounting Standards ("IFRS") as issued by the International Accounting Standards Board ("IASB") and interpretations issued by the International Financial Reporting Interpretations Committee ("IFRIC"). These unaudited condensed interim financial statements of the Company have been prepared in accordance with International Accounting Standard 34, Interim Financial Reporting ("IAS 34"), as issued by the International Accounting Standards Board ("IASB"), effective for the reporting period ended September 30, 2025.

The unaudited condensed interim financial statements were authorized for issuance by the board of directors of the Company on November 17, 2025.

Largo Physical Vanadium Corp.
Notes to the Financial Statements
For the three and nine months ended September 30, 2025
(Expressed in United States Dollars)
(Unaudited)

2. Summary of Material Accounting Policies (cont'd)

2.2 Basis of measurement

These unaudited condensed interim financial statements have been prepared on a historical cost basis except for vanadium which is carried at fair value.

2.3 Functional and presentation currency

These unaudited condensed interim financial statements are presented in United States Dollars, which is also the Company's functional currency and presentation currency.

2.4 New accounting standards issued and effective

Recent Accounting Pronouncements Issued but not yet Effective

The Company has not early adopted any standard, interpretation or amendment that has been issued but is not yet effective.

IFRS 18, Presentation and Disclosure in Financial Statements ("IFRS 18")

In April 2024, the IASB issued a new accounting standard, IFRS 18, to improve the reporting of financial performance, which will replace IAS 1, while maintaining many of the existing requirements in IAS 1. IFRS 18 introduces new requirements to present specified categories and defined subtotals in the Consolidated Statements of Operations and Comprehensive Income, provide disclosures on management-defined performance measures in the notes to consolidated financial statements and adding new principles for the aggregation and disaggregation of information. In addition, some of the requirements in IAS 1 will be moved to IAS 8, Accounting Policies, Changes in Accounting Estimates and Errors and IFRS 7, as well as minor amendments to IAS 7 and IAS 33, Earnings per Share. IFRS 18 is effective for annual periods beginning on or after January 1, 2027, with early adoption permitted. The Company is currently evaluating the impact of the standard on its consolidated financial statements.

3. Significant accounting judgments, estimates and assumptions

The preparation of the unaudited condensed interim financial statements in conformity with IAS 34 requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the unaudited condensed interim financial statements and reported amounts of revenues and expenses during the reporting period. Management is required to apply judgment and estimates in determination of appropriate accounting for the classification of physical vanadium and any provisions. By their nature, these judgments and estimates are subject to measurement uncertainty and are reviewed periodically and adjustments, if necessary, are made in the period in which they are identified. Actual results could differ from those estimates.

Largo Physical Vanadium Corp.
Notes to the Financial Statements
For the three and nine months ended September 30, 2025
(Expressed in United States Dollars)
(Unaudited)

4. Vanadium assets

Vanadium assets are held on the unaudited condensed interim financial statements at fair value, determined by multiplying the current market price on the date of the statements, by the total amount held at the date of the statements.

	Amount (\$)
Opening balance as at January 1, 2025	17,304,613
Change in fair value	(96,741)
Ending balance as at September 30, 2025	17,207,872
Change in fair value during 2025:	
Change in unrealized appreciation (depreciation) during the period	(96,741)

Segmented information is given in note 7.

	Amount (\$)
Opening balance as at January 1, 2024	19,084,323
Purchases during the period	550,351
Proceeds on sales during the period	(501,345)
Change in fair value	(1,828,717)
Ending balance as at December 31, 2024	17,304,612
Change in fair value during 2024:	
Realized gain on disposals during the year	(144,463)
Change in unrealized appreciation (depreciation) during the year	(1,684,254)

During the year ended December 31, 2024, the Company has entered into one new agreement relating to the purchase and sale of physical vanadium with Largo Commodities Trading Ltd. ("LCTL"), a Largo subsidiary.

Purchases of vanadium

For the year December 31, 2024, the Company purchased vanadium from LCTL, for total consideration of \$550,351.

Sale of vanadium

During the year ended December 31, 2024, the Company sold vanadium to LCTL for total consideration of \$501,345. The cost of the vanadium sold was \$645,808, the company recognized a loss of \$144,463.

The sales and purchases of vanadium during the year ended December 31, 2024 were settled in cash on a net basis resulting in a \$49,006 outgoing payment.

Largo Physical Vanadium Corp.
Notes to the Financial Statements
For the three and nine months ended September 30, 2025
(Expressed in United States Dollars)
(Unaudited)

5. Share capital

Authorized

The Company is authorized to issue an unlimited number of common shares without par value.

Issued

The following table represents the common shares issued by the Company as at September 30, 2025, and September 30, 2024:

	Number	Amount (\$)
Balance as at December 31, 2023 and September 30, 2024	16,816,799	28,103,888
Balance as at December 31, 2024 and September 30, 2025	16,816,799	28,103,888

6. Related party transactions

Key management personnel are those persons having authority and responsibility for planning, directing and controlling the activities of the Company, comprised of the Company's directors and executive officers. During the three and nine months ended September 30, 2025, the Company paid professional fees totaling \$17,895 and \$69,800 respectively (three and nine months ended September 30, 2024 - \$20,394 and \$71,802 respectively), to Marrelli Support Services Inc, and certain of its affiliates, together referred to as the "Marrelli Group" for: (i) Carmelo Marrelli, beneficial owner of the Marrelli Group, to act as the Chief Financial Officer of the Company, and (ii) corporate secretarial services and regulatory filing services.

During the three and nine months ended September 30, 2025, the Company incurred \$37,500 and \$186,473 respectively (three and nine months ended September 30, 2024 - \$50,045 and \$111,781 respectively) related to fees paid to the Board.

In August 2025, Largo secured a loan facility for a principal amount of \$6,000,000 (the "Facility"). The Facility is secured against the Largo's equity interest in the Company, in which the Largo holds a 65.7% majority stake. The Facility has a term of six months, bears interest at an annualized rate of 15%, and includes a 1% arrangement fee.

Transactions entered with Largo and LCTL during the three and nine months ended September 30, 2025 and September 30, 2024 were as follows:

- During the three and nine months ended September 30, 2025, the Company incurred management fees of \$36,575 and \$112,000 respectively (three and nine months ended September 30, 2024: \$39,511 and \$122,416 respectively) to Largo, Term Oil and SCP Resource Finance in exchange for management services under the technical advisory agreement between the Company and Largo as well as the Company, Term Oil and SCP Resource Finance dated April 14, 2022, as amended November 16, 2023.
- No transaction fees in relation to the supply agreements with Largo were incurred for the three and nine months ended September 30, 2025 (three and nine months ended September 30, 2024 - \$nil).
- As at September 30, 2025, the Company had accounts payable and accrued liabilities payable to Largo of \$226,418 (December 31, 2024 - \$167,518).

Largo Physical Vanadium Corp.
Notes to the Financial Statements
For the three and nine months ended September 30, 2025
(Expressed in United States Dollars)
(Unaudited)

7. Segmented Disclosure

The Company has determined that it has one reportable segment. The Company's operations are substantially related to its investment in vanadium. Substantially all of the Company's revenues, costs and assets of the business that support these operations are derived or located in Canada except for its inventory in vanadium. The segmented information on a geographic basis as at September 30, 2025 and December 31, 2024 is as follows:

	South Korea	Netherlands	Canada	Total
September 30, 2025				
Current assets	\$ -	\$ -	\$ 372,813	\$ 372,813
Non-current assets - Vanadium	2,413,333	6,880,983	7,913,556	17,207,872

	South Korea	Netherlands	Canada	Total
December 31, 2024				
Current assets	\$ -	\$ -	\$ 906,560	\$ 906,560
Non-current assets - Vanadium	2,337,099	6,994,125	7,973,388	17,304,612