

TORR METALS INC.

Interim Financial Statements

For the three and six months ended October 31, 2025 and 2024

(Expressed in Canadian Dollars)

To the shareholders of Torr Metals Inc:

The interim financial statements of Torr Metals Inc. (the “Company”) for the three and six months ended October 31, 2025 and 2024 have been compiled by management.

No audit or review of this information has been performed by the Company’s auditors.

TORR METALS INC.
 Statements of Financial Position
 (Expressed in Canadian Dollars)

(unaudited)

As at	October 31, 2025	April 30, 2025
ASSETS		
Current		
Cash	\$ 5,604,398	\$ 202,235
Goods and services tax receivable	36,661	10,165
Prepays and deposits	96,124	31,962
Total current assets	5,737,183	244,362
Non-current		
Reclamation bond	42,000	-
Exploration and evaluation properties (note 3)	2,316,870	1,524,275
TOTAL ASSETS	\$ 8,096,053	\$ 1,768,637
LIABILITIES		
Current		
Accounts payable and accrued liabilities	\$ 769,054	\$ 228,548
Flow-through liability	\$ 1,027,301	\$ -
TOTAL LIABILITIES	1,796,355	228,548
SHAREHOLDER'S EQUITY		
Share capital (note 4)	14,799,503	9,689,713
Shares to be issued (note 4)	-	252,590
Option and warrant reserve (note 4)	807,585	629,398
Accumulated deficit	(9,307,390)	(9,031,612)
TOTAL EQUITY	6,299,698	1,540,089
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	\$ 8,096,053	\$ 1,768,637

Nature of operations and going concern (note 1)

Approved by the Board of Directors on December 30, 2025

Director (signed by) "Malcolm Dorsey"

Director (signed by) "John Williamson"

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

TORR METALS INC.

Statements of Net Loss and Comprehensive Loss

(Expressed in Canadian Dollars)

(unaudited)

For the	three months ended October 31		six months ended October 31	
	2025	2024	2025	2024
Expenses				
Advertising and promotion	\$ 87,728	\$ 115,321	\$ 140,987	\$ 201,451
Care and maintenance	55,385	-	62,041	-
Management fees (note 7)	22,000	20,000	44,000	39,000
Office and administration (note 7)	23,599	22,835	44,839	42,081
Professional fees	36,887	17,421	57,289	34,543
Regulatory and filing fees	5,340	1,763	7,527	5,188
Share based compensation	49,176	16,000	49,176	16,000
Total expenses	(280,115)	(193,340)	(405,860)	(338,263)
Other income (expenses)				
Interest income	6,479	2,059	12,467	6,925
Settlement of flow-through liability (note 5)	114,948	-	117,615	-
Net loss and comprehensive loss for the period	\$ (158,688)	\$ (191,281)	\$ (275,778)	\$ (331,338)
Basic and diluted (loss) income per common share	\$ (0.00)	\$ (0.01)	\$ (0.01)	\$ (0.01)
Basic and diluted weighted average number of common shares outstanding	52,604,072	35,931,294	50,560,842	35,931,294

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

TORR METALS INC.

Statements of Changes in Shareholders' Equity
For the six months ended October 31, 2025 and 2024
(Expressed in Canadian Dollars)

(unaudited)

	Number of shares	Share capital	Shares to be issued	Option and warrant reserve	Accumulated deficit	Total shareholder's equity
Balance at April 30, 2024	35,931,294	\$ 9,164,091	\$ -	\$ 539,700	\$(1,071,415)	\$ 8,632,376
Subscriptions received in advance	-	-	80,010	-	-	80,010
Share based compensation	-	-	-	16,000	-	16,000
Net loss	-	-	-	-	(331,338)	(331,338)
Balance at October 31, 2024	35,931,294	\$ 9,164,091	\$ 80,010	\$ 555,700	\$(1,402,753)	\$ 8,397,048
Shares issued in private placement (note 4a)	6,153,419	630,560	-	-	-	630,560
Cancellation of shares issued (note 4a)	(300,000)	(30,000)	-	-	-	(30,000)
Shares to be issued (note 4a)	-	-	172,580	-	-	172,580
Shares issuance costs – Cash (note 4a)	-	(35,615)	-	-	-	(35,615)
Shares issuance costs – Non Cash (note 4b)	-	(12,691)	-	12,691	-	-
Share based compensation (note 4c)	-	-	-	100,000	-	100,000
Cancellation of expired options (note 4c)	-	-	-	(38,993)	38,993	-
Flow through share premium liability (note 5)	-	(26,632)	-	-	-	(26,632)
Net loss	-	-	-	-	(7,667,852)	(7,667,852)
Balance at April 30, 2025	41,784,713	\$ 9,689,713	\$ 252,590	\$ 629,398	\$(9,031,612)	\$ 1,540,089
Shares issued in private placement (note 4a)	41,940,240	6,716,478	(252,590)	-	-	6,463,888
Shares issued for property (note 4a)	100,000	16,500	-	-	-	16,500
Shares issuance costs – Cash (note 4a)	-	(349,261)	-	-	-	(349,261)
Shares issuance costs – Non Cash (note 4b)	-	(129,011)	-	129,011	-	-
Shares based compensation (note 4b)	-	-	-	49,176	-	49,176
Flow through share premium liability (note 5)	-	(1,144,916)	-	-	-	(1,144,916)
Net loss	-	-	-	-	(275,778)	(275,778)
Balance at October 31, 2025	83,824,953	\$14,799,503	\$ -	\$ 807,585	\$(9,307,390)	\$ 6,299,698

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

TORR METALS INC.
 Statements of Cash Flows
 (Expressed in Canadian Dollars)

(unaudited)

For the six months ended	October 31, 2025	October 31, 2024
Cash provided by (used in):		
Operating activities		
Net loss for the period	\$ (275,778)	\$ (331,338)
Items not affecting cash:		
Settlement of deferred flow-through premium liability (note 5)	(117,615)	-
Share based compensation	49,176	16,000
	<u>(344,217)</u>	<u>(315,338)</u>
Changes in non-cash working capital:		
Goods and services tax receivable	(26,249)	33,679
Accounts receivable and prepayments	(64,162)	17,286
Accounts payable and accrued liabilities	19,698	85,903
	<u>(415,177)</u>	<u>(178,470)</u>
Cash used in operating activities		
	<u>(415,177)</u>	<u>(178,470)</u>
Investing activities		
Exploration and evaluation property acquisition expenditures (note 3)	(1,231)	(18,142)
Exploration and evaluation property exploration expenditures (note 3)	(254,057)	(155,011)
Purchase of reclamation bond	(42,000)	12,366
	<u>(297,288)</u>	<u>(160,787)</u>
Cash used in investing activities		
	<u>(297,288)</u>	<u>(160,787)</u>
Financing activities		
Proceeds for private placement	6,716,478	-
Subscriptions received in advance	-	80,010
Share issuance costs	(349,259)	-
Shares to be issued	(252,290)	-
	<u>6,114,629</u>	<u>80,010</u>
Cash provided by financing activities		
	<u>6,114,629</u>	<u>80,010</u>
Net decrease in cash	5,402,164	(259,247)
Cash, beginning of period	<u>202,235</u>	<u>431,105</u>
Cash, end of period	\$ 5,604,399	\$ 171,858

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

TORR METALS INC.

Notes to the Financial Statements

For the three and six months ended October 31, 2025 and 2024

(Expressed in Canadian Dollars)

1. Nature of operations and going concern

Torr Metals Inc. ("Torr" or the "Company") was incorporated under the Business Corporations Act (Alberta) on July 18, 2018 and continued its corporate existence from Alberta to British Columbia under the British Columbia Business Corporation Act. On November 26, 2021, the Company completed its Qualifying Transaction ("QT") pursuant to the policies of the TSX Venture Exchange ("TSXV") to acquire an aggregate 100% interest in the Latham Copper-Gold Project in northern British Columbia. Concurrent with the QT, the Company changed its name from Duro Metals Inc. to Torr Metals Inc. and now trades under the symbol "TMET" on the TSXV.

On April 30, 2022, the Company completed a vertical short-form amalgamation pursuant to the Business Corporations Act with its wholly owned subsidiary 1306043 B.C. Ltd. ("130"). Pursuant to the Amalgamation, the resulting amalgamated company has adopted the name "Torr Metals Inc.", maintained the same Articles and management as the Company, issued no securities, the symbol "TMET" and the CUSIP remains the same.

The Company's principal business is the identification, acquisition, exploration and evaluation of mineral properties. The Company's head office is at 250 Southridge NW, Suite 300, Edmonton, AB, T6H 4M9.

While these financial statements have been prepared on a going concern basis, which contemplates the realization of assets and liquidation of liabilities during the normal course of operations for the foreseeable future, there are significant uncertainties related to certain adverse conditions and events that may cast doubt on the validity of this assumption. As at October 31, 2025, the Company had working capital of \$3,929,703 (April 30, 2025 – \$15,814) and an accumulated deficit of \$9,302,294 (April 30, 2025 – \$9,031,612). The Company's ability to continue its operations and to realize its assets at their carrying values is dependent upon obtaining additional financing or maintaining continued support from its shareholders and creditors, and generating profitable operations in the future, which indicate the existence of a material uncertainty that may cast significant doubts about the Company's ability to continue as a going concern. These financial statements do not give effect to any adjustments which would be necessary should the Company be unable to continue as a going concern and therefore be required to realize its assets and discharge its liabilities in other than the normal course of business and at amounts different from those reflected in the accompanying financial statements.

2. Basis of presentation

Statement of compliance with International Financial Reporting Standards

These interim financial statements of the Company comply with International Financial Reporting Standards ("IFRS") as issued by the International Accounting Standards Board ("IASB") and interpretations of the International Financial Reporting Interpretations Committee ("IFRIC").

These interim financial statements were authorized for issue by the Board of Directors of the Company on December 30, 2025. The Company's Board of Directors have the power to amend the interim financial statements after issue.

These interim financial statements are presented in Canadian Dollars, unless otherwise noted and have been prepared on a historical cost basis. The Canadian dollar is the functional and presentation currency of the Company.

TORR METALS INC.

Notes to the Financial Statements

For the three and six months ended October 31, 2025 and 2024

(Expressed in Canadian Dollars)

3. Exploration and evaluation properties

On November 26, 2021, the Company completed its Qualifying Transaction (the "QT") by acquiring the British Columbia mineral claims known as the Hu Property and Dalvenie Property, by way of an acquisition transaction of 1306043 BC Ltd. (note 3). Immediately after the acquisition, the Company acquired mineral claims known as the Gnat claims. Together, the consolidated Gnat Claims, Hu Property and Dalvenie Property are now known as the

Latham Copper-Gold Project, a mineral exploration property initially comprised of 41 mineral claims totaling 49,694 hectares in northern British Columbia. To acquire the Dalvenie and Hu claims the Company acquired 1306043 BC Ltd., by issuing 22,106,867 shares in a share exchange. To acquire the Gnat claims, the Company paid \$100,000 cash to the vendor and issued 400,000 common shares of the Company at a deemed price of \$0.30 per share for a total consideration of \$220,000. The vendor retains a 2% net smelter royalty. As of February 10, 2022, an additional 19,263 hectares was staked for \$33,710.25, bringing the total size of the Latham Copper-Gold Project to 68,957 hectares in northern British Columbia.

For financial reporting purposes, the Company wrote down exploration and evaluation assets for Latham Copper-Gold Project during the year ended April 30, 2025, as no future exploration expenditures were planned on this property.

Crown Grants Acquisition

On April 12, 2022, the Company acquired 13 undersurface crown grants totaling 230 hectares for total cash consideration of \$25,000 plus the cost of transferring the title of the undersurface Crown Grants to the Company. No finder's fees were paid in connection with the Acquisition.

Kolos Copper-Gold Project

On September 25, 2023, the Company acquired the Kolos Copper-Gold project through staking for cash consideration of \$24,168. During the year ended April 30, 2025, the Company spent a total of \$28,708 in staking additional claims of the Kolos Project. During the year ended April 30, 2025, the Company entered into an option agreement to acquire 100% interest in the Bertha-Paved Property (the "Bertha Property"). Including the Bertha Property option the Kolos Copper-Gold Project totals 33,174.66 hectares located in south central British Columbia.

On March 5, 2025, the Company signed an Option Agreement with the Property Owner to acquire 100% interest in the 5 mineral claims known as the Bertha Property, totaling 5702.4902 hectares, located in the Kamloops Mining District of southwest British Columbia.

To maintain and exercise the option, the Company must fulfill the following conditions:

- Pay \$5,000 to the Property Owner upon signing of this Agreement (paid);
- Within three months of the Approval Date (June 2, 2025), issued 100,000 Common Shares and paid \$20,000 to the Property Owners (paid);
- By December 31, 2025 complete \$50,000 of expenditures on the Property;
- On the 1st Anniversary of the Approval Date, issue 200,000 Common Shares and pay \$25,000 to the Property Owners, and complete a minimum of \$125,000 of Expenditures on the Property;
- On the 2nd Anniversary of the Approval Date, issue 200,000 Common Shares and pay \$75,000 to the Property Owners, and complete a minimum of \$250,000 of Expenditures on the Property;
- On the 3rd Anniversary of the Approval Date, issue 400,000 Common Shares and pay \$125,000 to the Property Owners, and complete a minimum of \$500,000 of Expenditures on the Property

TORR METALS INC.

Notes to the Financial Statements

For the three and six months ended October 31, 2025 and 2024

(Expressed in Canadian Dollars)

Other costs of \$1,585 were spent related to the Bertha acquisition.

Filion-Gold Project

On October 26, 2023, the Company acquired the Filion Gold project through staking for cash consideration of \$60,250. As at April 30, 2024, the Company spent a total of \$78,053 in staking. During the year ended April 30, 2025, the Company spent a total of \$200 in staking the Filion Gold Project. The mineral exploration property totals 32,132.664 hectares located in northern Ontario.

Total costs incurred by the Company on its exploration properties are summarized as follows:

	Kolos	Filion Gold	Total
Acquisition Costs			
Balance, April 30, 2025	\$ 79,461	\$ 78,253	\$ 157,714
Claim maintenance	1,231	-	1,231
Shares issued	16,500	-	16,500
Write-down of mineral property	-	-	-
Balance, October 31, 2025	97,192	78,253	175,445
Exploration Costs			
Balance, April 30, 2025	931,966	434,595	1,366,561
Assays and analysis	804	516	1,320
Drilling	324,111	-	324,111
Environmental	14,373	-	14,373
Fieldwork supplies	37,981	182	38,163
General and administrative	21,576	126	21,702
Geological consulting (note 7)	177,011	8,100	185,111
IP Surveys	140,000	-	140,000
Travel and support	49,644	440	50,084
Balance, October 31, 2025	1,697,466	443,959	2,141,425
Total E&E Assets, October 31, 2025	\$ 1,794,658	\$ 522,212	\$ 2,316,870

TORR METALS INC.

Notes to the Financial Statements

For the three and six months ended October 31, 2025 and 2024

(Expressed in Canadian Dollars)

	Latham	Kolos	Filion Gold	Total
Acquisition Costs				
Balance, April 30, 2024	\$ 4,612,372	\$ 24,168	\$ 78,053	\$ 4,714,593
Acquisition	298	55,293	200	55,791
Write-down of mineral property	(4,612,670)	-	-	(4,612,670)
Balance, April 30, 2025	-	79,461	78,253	157,714
Exploration Costs				
Balance, April 30, 2024	2,628,040	734,060	93,474	3,455,574
Airborne survey	-	-	-	-
Assays and analysis	6,272	-	3,856	10,128
Community relations	102,935	41,929	-	144,864
Drilling	15,000	-	-	15,000
Fieldwork supplies	-	1,550	1,200	2,750
Freight	-	-	2,199	2,199
General and administrative	884	232	7,836	8,952
Geological consulting	5,175	128,009	227,926	361,110
Permits	-	290	-	290
Rentals	-	820	40,133	40,953
Travel and support	-	25,076	57,971	83,047
Write-down of mineral property	(2,758,306)	-	-	(2,758,306)
Balance, April 30, 2025	-	931,966	434,595	1,366,561
Total E&E Assets, April 30, 2025	\$ -	\$ 1,011,427	\$ 512,848	\$ 1,524,275

During the six months ended October 31, 2025, the Company spent \$774,864 (April 30, 2025 - \$33,610) on mineral property exploration expenditures and \$1,231 on mineral property acquisition expenditures during the year ended April 30, 2025.

TORR METALS INC.

Notes to the Financial Statements

For the three and six months ended October 31, 2025 and 2024

(Expressed in Canadian Dollars)

4. Share capital

a) Common shares

The Company's articles authorize an unlimited number of common shares without par value and an unlimited number of preferred shares.

	Number of shares	Amount
Balance at April 30, 2024	35,931,294	\$ 9,164,091
Shares issued in private placements	6,153,419	630,560
Cancellation of shares issued	(300,000)	(30,000)
Share issuance costs	-	(35,615)
Share issuance costs – non-cash	-	(12,691)
Flow-through premium liability	-	(26,632)
Balance at April 30, 2025	41,784,713	\$ 9,689,713
Shares issued in private placements	41,940,240	6,716,478
Shares issued for property	100,000	16,500
Share issuance costs	-	(349,261)
Share issuance costs – non-cash	-	(129,011)
Flow-through premium liability	-	(1,144,916)
Balance at October 31, 2025	83,824,953	\$ 14,799,503

On October 30, 2025, the Company closed non-brokered private placement and issued 6,439,706 flow-through units (each, a "FT Unit") at \$0.17 per FT Unit, 12,568,345 non-flow through units (each, a "NFT Unit") at \$0.13 per NFT Unit and 12,559,729 charity flow-through units (each, a "Charity FT Unit") at \$0.208. Each FT Unit consists of one flow-through common share of the Company (a "FT Share") and one-half (1/2) of a common share purchase warrant (each whole warrant, a "FT Unit Warrant"). Each NFT Unit consists of one non-flow-through common share of the Company and one-half of one Warrant (the "Warrant"). Each Charity FT Unit consists of one FT Share and one-half of a common share purchase warrant (each whole warrant, a "Charity FT Unit Warrant"). Each Charity FT Unit Warrant entitles the holder to acquire one Warrant Share at a price of \$0.21 per share until October 30, 2027. Each FT Unit warrant entitles the holder to acquire one non-flow-through common share of the Company at an exercise price of \$0.25 per share until October 30, 2027. Each NFT Unit warrant entitles the holder to acquire one non-flow-through common share of the Company at an exercise price of \$0.21 per share until October 30, 2027. The Company paid a total of \$214,783 cash and issued a total of 1,138,297 non-transferable share purchase warrants to eligible Finders, on the same terms as the NFT Unit Warrants. All securities issued are subject to a four-month and one day hold period expiring on March 1, 2026.

On June 26, 2025, the Company completed the final tranche of non-brokered private placement and issued 533,333 flow-through shares at \$0.15 per FT Share, and 885,000 NFT Units at \$0.13 per NFT Unit, for gross proceeds of \$195,050. Each NFT Unit consists of one non-flow-through common share of the Company and one-half of one Warrant. Each full Warrant entitles the holder to acquire one non-flow-through common share of the Company at an exercise price of \$0.25 per share until June 25, 2027. The Company paid aggregate cash finder's fees of \$10,465 and issued 75,833 non-transferable finder warrants (each, a "Finder Warrant") to certain arm's length finders. Each Finder Warrant is exercisable to acquire one additional non-flow through common share at \$0.25 per share until two years from issuance.

TORR METALS INC.

Notes to the Financial Statements

For the three and six months ended October 31, 2025 and 2024

(Expressed in Canadian Dollars)

On May 30, 2025, the Company completed first tranche of non-brokered private placement and issued 816,666 flow-through shares at \$0.15 per FT Share, and 8,137,461 non-flow through units at \$0.13 per NFT Unit, for gross proceeds of \$1,180,369. Each NFT Unit consists of one non-flow-through common share of the Company and one-half of one Warrant. Each full Warrant entitles the holder to acquire one non-flow-through common share of the Company at an exercise price of \$0.25 per share until May 30, 2027. The Company paid aggregate cash finder's fees of \$24,595 and issued 183,096 non-transferable finder warrants to certain arm's length finders. Each Finder Warrant is exercisable to acquire one additional non-flow through common share at \$0.25 per share until two years from issuance. All securities issued were subject to a hold period expiring on October 1, 2025.

On May 30, 2025, the Company issued 100,000 shares related to the Option Agreement to acquire 100% interest in Bertha Property.

On February 6, 2025, the Company completed the final tranche of non-brokered private placement and issued 1,382,500 non-flow through units at \$0.10 per NFT Unit for gross proceeds of \$138,250. Each NFT Unit consists of one non-flow-through common share of the Company and one-half of one Warrant. Each full Warrant entitles the holder to acquire one non-flow-through common share of the Company at an exercise price of \$0.20 per share until February 5, 2027. The Company paid aggregate cash finder's fees of \$3,780 and issued 37,800 non-transferable finder warrants to certain arm's length finders. Each Finder Warrant is exercisable to acquire one additional non-flow through common share at \$0.20 per share until two years from issuance. The \$2,646 fair value of the finders' warrants were determined using the Black Scholes Option Pricing Model. All securities issued were subject to a hold period until June 6, 2025. On March 19, 2025, 300,000 shares at \$0.10 per share of this placement were cancelled. In addition, the Company paid \$4,530 of other share issuance costs related to this non-brokered private placement.

On December 19, 2024, the Company completed the first tranche of its non-brokered private placement financing, consisting of 760,919 flow-through units at \$0.12 per FT Unit and 4,010,000 non-flow-through units at \$0.10 per NFT Unit to raise \$492,310 in gross proceeds. Each FT Unit consists of one common share of the Company issued on a flow-through basis under the Income Tax Act (Canada). Each NFT Unit consists of one non-flow-through common share of the Company and one-half of one Warrant. Each full Warrant entitles the holder to acquire one non-flow-through common share of the Company at an exercise price of \$0.20 per share until December 19, 2026. The Company also paid finders' fees of \$25,641 and issued 251,125 non-transferable finder warrants to certain arm's length finders. Each Finder Warrant is exercisable to acquire one additional non-flow through common share at \$0.20 per share until two years from issuance. The \$10,045 fair value of the finders' warrants were determined using the Black Scholes Option Pricing Model. All securities issued were subject to a hold period until April 20, 2025. In addition, the Company paid \$1,664 of other share issuance costs related to this non-brokered private placement.

b) Warrants

The Following is a summary of the changes in the Company's warrants during the periods:

	Number of Warrants	Weighted average exercise price
Outstanding warrants, April 30, 2024	-	\$ -
Issued	2,835,175	0.20
Outstanding warrants, April 30, 2025	2,835,175	\$ 0.20
Issued	19,284,274	0.23
Outstanding warrants, October 31, 2025	22,119,449	\$ 0.22

TORR METALS INC.

Notes to the Financial Statements

For the three and six months ended October 31, 2025 and 2024

(Expressed in Canadian Dollars)

A summary of the warrants outstanding and exercisable is as follows:

Exercise Price	October 31, 2025			Exercise Price	April 30, 2025		
	Number of warrants	Remaining contractual life (years)			Number of warrants	Remaining contractual life (years)	
\$ 0.20	2,005,000	1.1		\$ 0.20	2,005,000	1.6	
0.20	251,125	1.1		0.20	251,125	1.6	i
0.20	541,250	1.3		0.20	541,250	1.8	
0.20	37,800	1.3		0.20	37,800	1.8	ii
0.25	4,068,730	1.6		-	-	-	
0.25	442,500	1.7		-	-	-	
0.25	183,096	1.6		-	-	-	iii
0.25	306,693	1.7		-	-	-	iv
0.21	1,138,297	2.0		-	-	-	v
0.25	2,813,383	2.0		-	-	-	
0.21	4,376,884	2.0		-	-	-	
0.21	5,954,691	2.0		-	-	-	
\$ 0.22	22,119,449	1.2		\$ 0.20	2,835,175	1.7	

- i. On December 19, 2024, 251,125 warrants were issued to finders pursuant to the non-brokered private placement as compensation for services provided by the finders. The fair value of the finders' warrants of \$10,045 was calculated using the Black Scholes Option Pricing Model with the following grant-date assumptions: grant date stock price \$0.085; expected life, 2 years; expected volatility, 132.80%; risk free rate, 3.08%; and expected dividends, 0%.
- ii. On February 5, 2025, 37,800 warrants were issued to finders pursuant to the non-brokered private placement as compensation for services provided by the finders. The fair value of the finders' warrants of \$2,646 was calculated using the Black Scholes Option Pricing Model with the following grant-date assumptions: grant date stock price \$0.12; expected life, 2 years; expected volatility, 134.34%; risk free rate, 2.59%; and expected dividends, 0%.
- iii. On May 30, 2025, 183,096 warrants were issued to finders pursuant to the non-brokered private placement as compensation for services provided by the finders. The fair value of the finders' warrants of \$16,479 was calculated using the Black Scholes Option Pricing Model with the following grant-date assumptions: grant date stock price \$0.165; expected life, 2 years; expected volatility, 127.64%; risk free rate, 2.59%; and expected dividends, 0%.
- iv. On June 25, 2025, 306,693 warrants were issued to finders pursuant to the non-brokered private placement as compensation for services provided by the finders. The fair value of the finders' warrants of \$21,469 was calculated using the Black Scholes Option Pricing Model with the following grant-date assumptions: grant date stock price \$0.14; expected life, 2 years; expected volatility, 127.57%; risk free rate, 2.65%; and expected dividends, 0%.

TORR METALS INC.

Notes to the Financial Statements

For the three and six months ended October 31, 2025 and 2024

(Expressed in Canadian Dollars)

- v. On October 30, 2025, 1,138,297 warrants were issued to finders pursuant to the non-brokered private placement as compensation for services provided by the finders. The fair value of the finders' warrants of \$91,064 was calculated using the Black Scholes Option Pricing Model with the following grant-date assumptions: grant date stock price \$0.135; expected life, 2 years; expected volatility, 128.28%; risk free rate, 2.43%; and expected dividends, 0%.

c) Stock options

The Company has a stock option plan (the "Plan") for directors, officers, employees, and consultants. The Plan provides for the issuance of incentive options to acquire up to a total of 10% of the issued and outstanding common shares of the Company. The exercise price of each option shall not be less than the minimum prescribed amount allowed under the TSX. The options can be granted for a maximum term of 5 years with vesting provisions determined by the Company.

A summary of stock options outstanding and exercisable is as follows:

	Number of Warrants	Weighted average exercise price
Outstanding options, April 30, 2024	2,733,250	\$ 0.28
Issued	1,200,000	0.12
Expired	(433,250)	0.18
Outstanding options, April 30, 2025	3,500,000	\$ 0.24
Issued	546,500	0.14
Outstanding options, October 31, 2025	4,046,400	\$ 0.22

A summary of the options outstanding and exercisable is as follows:

Exercise Price	October 31, 2025			Exercise Price	April 30, 2025		
	Number of options	Remaining contractual life (years)			Number of options	Remaining contractual life (years)	
\$ 0.30	2,300,000	1.4		\$ 0.30	2,300,000	1.9	
0.10	200,000	3.8		0.10	200,000	4.3	
0.12	1,000,000	4.3		0.12	1,000,000	4.8	i
0.14	546,400	2.0		-	-	-	ii
\$ 0.22	4,046,400	2.3		\$ 0.24	3,500,000	2.8	

- i. On February 6, 2025, the Company granted stock options to acquire 1,000,000 common shares of the Company. The stock options are exercisable at \$0.12 per common share and have an expiry date of February 6, 2030 or earlier in accordance with the terms of the Plan. The fair value of these options of \$100,000 was calculated using the Black-Scholes Option Pricing Model using the following grant-date assumptions: grant date stock price \$0.125; expected life, 5 years; expected volatility, 108.20%; risk-free rate 2.63%; and expected dividends, 0%.
- ii. On October 30, 2025, the Company granted stock options to acquire 546,400 common shares of the Company. The stock options are exercisable at \$0.135 per common share and have an expiry date of October 30, 2027 or earlier in accordance with the terms of the Plan. The fair value of these options of \$49,176 was calculated using

TORR METALS INC.

Notes to the Financial Statements

For the three and six months ended October 31, 2025 and 2024

(Expressed in Canadian Dollars)

the Black-Scholes Option Pricing Model using the following grant-date assumptions: grant date stock price \$0.135; expected life, 2 years; expected volatility, 128.28%; risk-free rate 2.43%; and expected dividends, 0%.

5. Flow-through premium liability

A summary of the Company's flow through premium liability is as follows:

Flow-through premium liability, April 30, 2024	\$ -
Additions	26,632
Settlement	<u>(26,632)</u>
Flow-through premium liability, April 30, 2025	\$ -
Additions	1,144,917
Settlement	<u>(117,615)</u>
Flow-through premium liability, October 31, 2025	<u>\$1,027,301</u>

On May 30, 2025, the Company completed a flow-through placement and issued 816,666 shares for gross proceeds of \$122,500. No flow-through share premium liability was recognized. As of October 31, 2025, the Company has incurred all eligible exploration expenditures relating to these flow-through shares.

On June 26, 2025, the Company completed a flow-through placement and issued 533,333 shares for gross proceeds of \$80,000 and recognized a flow-through share premium liability of \$2,667. As of October 31, 2025, the Company has incurred all eligible exploration expenditures relating to these flow-through shares. As a result, the amount of \$2,667 in connection with the settlement of the flow-through liability was recognized in other income.

On October 30, 2025, the Company completed a flow-through placement and issued 6,439,706 shares for gross proceeds of \$1,094,750 and recognized a flow-through share premium liability of \$225,390. As of October 31, 2025, the Company has incurred \$556,889 eligible exploration expenditures relating to these flow-through shares. As a result, the amount of \$114,949 in connection with the settlement of the flow-through liability was recognized in other income.

On October 30, 2025, the Company completed a flow-through placement and issued 12,559,729 shares for gross proceeds of \$2,612,424 and recognized a flow-through share premium liability of \$916,860. As of October 31, 2025, the Company has not incurred any eligible exploration expenditures relating to these flow-through shares.

6. Financial instruments and risk management

Fair value of financial instruments

IFRS requires disclosures about the inputs to fair value measurements for financial assets and liabilities recorded at fair value, including their classification within a hierarchy that prioritizes the inputs to fair value measurement.

The three levels of hierarchy are:

- Level 1 - Quoted prices in active markets for identical assets or liabilities,
- Level 2 - 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
- Level 3 - Inputs for the asset or liability that are not based on observable market data.

TORR METALS INC.

Notes to the Financial Statements

For the three and six months ended October 31, 2025 and 2024

(Expressed in Canadian Dollars)

The Company's cash are classified as Level 1, whereas accounts payable and accrued liabilities are classified as Level 2. As at October 31, 2025, the Company believes that the carrying values of cash, accounts payable and accrued liabilities approximate their fair values because of their nature and relatively short maturity dates or durations.

Financial instruments risk

The Company is exposed in varying degrees to a variety of financial instrument related risks. The Board of Directors approves and monitors the risk management processes, inclusive of documented investment policies, counter party limits, and controlling and reporting structures. The type of risk exposure and the way in which such exposure is managed is provided as follows:

Credit risk

Credit risk is defined as the risk of loss associated with counterparty's inability to fulfill its payment obligations. The maximum exposure to credit risk is the carrying amount of the Company's financial assets.

Liquidity risk

Liquidity risk is defined as the risk that the Company will not be able to settle its obligations as they come due. The Company has a planning and budgeting process in place to help determine the funds required to support the Company's normal operating requirements on an ongoing basis. The Company ensures that there are sufficient funds available to meet its short-term business requirements by taking into account the anticipated cash expenditures for its exploration and other operating activities, and its holding of cash and cash equivalents. The Company will pursue further equity or debt financing as required to meet its commitments. There is no assurance that such financing will be available or that it will be available on favourable terms.

As at October 31, 2025, the Company's financial liabilities consist of its accounts payable and accrued liabilities, which are all current obligations.

Foreign currency risk

Foreign currency risk is the risk that the fair value or future cash flows of an exposure will fluctuate because of changes in foreign exchange rates. The Company's exposure to foreign exchange risk is minimal.

Capital management

The Company monitors its equity as capital.

The Company's objectives in managing its capital are to maintain a sufficient capital base to support its operations and to meet its short-term obligations and at the same time preserve inventor's confidence and retain the ability to seek out and acquire new projects of merit. The Company is not exposed to any externally imposed capital requirements.

TORR METALS INC.

Notes to the Financial Statements

For the three and six months ended October 31, 2025 and 2024

(Expressed in Canadian Dollars)

7. Related party transactions

Unless otherwise noted, related party transactions were incurred in the normal course of operations and are measured at the amount established and agreed upon by the related parties. The Company incurred and paid fees to directors and officers for management and professional services as follows:

For the three months ended	October 31, 2025	October 31, 2024
Management fees paid to key management and directors	\$ 22,000	\$ 39,000
Capitalized consulting fees paid to key management	18,000	48,000
Investor relations fees paid to a director	-	66,000
Rent fees paid to a corporation controlled by key management	10,350	20,100
	<u>\$ 53,350</u>	<u>\$ 173,100</u>

At October 31, 2025, no accounts payable and accrued liabilities (2024 - \$55,650) are due to former key management, directors of the Company and companies controlled by management or directors for services provided. These amounts are unsecured, non-interest bearing and have no specific terms of repayment. All amounts have been subsequently paid.