

**KORE MINING LTD.**

**Condensed Interim Consolidated Financial Statements**

**September 30, 2025**

*(Unaudited – Prepared by Management)*



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

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

The accompanying unaudited condensed interim consolidated financial statements of the Company have been prepared by and are the responsibility of the Company's management.

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

**KORE MINING LTD.**  
**Condensed Interim Consolidated Statements of Financial Position**  
*(Expressed in Canadian dollars)*

<b>As at,</b>	<b>Notes</b>	<b>September 30, 2025 (Unaudited) \$</b>	<b>December 31, 2024 (Audited) \$</b>
<b>Current assets</b>			
Cash		513	4,740
Accounts receivable		55,368	40,673
Prepaid expenses		380,446	276,868
		<b>436,327</b>	<b>322,281</b>
<b>Non-current assets</b>			
Equipment	5	9,646	17,448
Mineral properties	6	1,929,689	1,993,503
<b>Total non-current assets</b>		<b>1,939,335</b>	<b>2,010,951</b>
<b>Total Assets</b>		<b>2,375,662</b>	<b>2,333,232</b>
<b>LIABILITIES AND SHAREHOLDERS' EQUITY (DEFICIENCY)</b>			
<b>Current liabilities</b>			
Accounts payable and accrued liabilities	10	2,878,879	1,965,929
Promissory note	8	374,923	363,312
<b>Total liabilities</b>		<b>3,253,802</b>	<b>2,329,241</b>
<b>Shareholders' Equity (Deficiency)</b>			
Share capital	9	19,478,853	19,478,853
Obligation to issue shares	10	140,000	140,000
Warrants		1,477,505	1,477,505
Reserves		3,345,138	3,326,782
Accumulated deficit		(25,378,159)	(24,555,377)
Accumulated other comprehensive income		58,523	136,228
<b>Total shareholders' equity (deficiency)</b>		<b>(878,140)</b>	<b>3,991</b>
<b>Total shareholders' equity and liabilities</b>		<b>2,375,662</b>	<b>2,333,232</b>

Approved by the Board of Directors:

"James Hynes"  
Director

"Kevin Cornish"  
Director

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

**KORE MINING LTD.****Condensed Interim Consolidated Statements of Loss and Comprehensive Loss***(Expressed in Canadian dollars unless otherwise stated)*

	Note	For the three months ended September 30, 2025 \$	For the three months ended September 30, 2024 \$	For the nine months ended September 30, 2025 \$	For the nine months ended September 30, 2024 \$
<b>Expenses</b>					
Depreciation	5	2,387	10,645	7,270	31,852
Exploration and evaluation expenses	6	100,398	31,384	304,908	104,214
General and administration		47,345	30,719	91,124	110,833
Management fee and wages	10	50,000	59,657	150,000	161,294
Marketing and professional fees		69,380	27,996	228,002	57,836
Share-based payments, net of forfeitures	9	1,827	31,742	18,356	108,059
<b>Total expenses</b>		<b>(271,337)</b>	<b>(192,143)</b>	<b>(799,660)</b>	<b>(574,088)</b>
<b>Other Income (expense)</b>					
Foreign exchange loss (gain)		(10,727)	6,002	16,777	(8,645)
Interest expense	8	(7,815)	(8,174)	(39,899)	(32,179)
<b>Net loss for the period</b>		<b>(289,879)</b>	<b>(194,315)</b>	<b>(822,782)</b>	<b>(614,912)</b>
<b>Items that may be subsequently reclassified to net income (loss)</b>					
Cumulative translation adjustment		25,101	(24,110)	(77,705)	40,264
<b>Comprehensive loss for the period</b>		<b>(264,778)</b>	<b>(218,425)</b>	<b>(900,487)</b>	<b>(574,648)</b>
<b>Basic and diluted loss per share for the period</b>		<b>(0.01)</b>	<b>(0.00)</b>	<b>(0.02)</b>	<b>(0.00)</b>
<b>Weighted average number of common shares outstanding, basic and diluted</b>		<b>40,485,268</b>	<b>40,485,271</b>	<b>40,485,268</b>	<b>40,441,038</b>

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

**KORE MINING LTD.****Condensed Interim Consolidated Statements of Cash Flows***(Expressed in Canadian dollars)*

<b>Nine-month period ended,</b>	<b>Note</b>	<b>September 30, 2025</b>	<b>September 30, 2024</b>
		<b>\$</b>	<b>\$</b>
<b>Operating Activities</b>			
Loss for the period		<b>(822,782)</b>	(614,912)
Items not affecting cash:			
Depreciation	5	7,269	31,852
Interest expense	7,8	39,869	30,784
Share-based payments, net of forfeitures	9	18,356	108,059
Unrealized foreign exchange gain		<b>(58,216)</b>	(32,205)
Changes in non-cash working capital items:			
Amounts receivable		<b>(14,695)</b>	(10,079)
Prepaid expenses and advances		<b>(103,578)</b>	(6,028)
Deposit		-	160,183
Accounts payable		<b>896,621</b>	188,060
<b>Cash used in operating activities</b>		<b>(37,156)</b>	(144,286)
<b>Financing Activities</b>			
Payment of lease liabilities		-	(18,366)
Related party advances received		-	101,070
<b>Cash generated by financing activities</b>		-	82,704
<b>Impacts of changes in foreign exchange on cash</b>		<b>32,929</b>	40,264
<b>Net change in cash during the period</b>		<b>(4,227)</b>	(61,582)
Cash, beginning of the year		<b>4,740</b>	22,211
<b>Cash, ending of the period</b>		<b>513</b>	893
<b>Supplementary cash flow information</b>			
Shares to be issued to settle accounts payable		-	105,000
Taxes paid		-	-
Interest paid		-	-

*The accompanying notes are an integral part of these consolidated financial statements*

**KORE MINING LTD.****Condensed Interim Consolidated Statements of Changes in Shareholders' Equity (Deficiency)****For the period ended September 30, 2025 and 2024***(Expressed in Canadian dollars unless otherwise noted)*

	Share capital		Obligation to issue shares \$	Warrants \$	Reserves \$	Accumulated deficit \$	Accumulated other comprehensive income (loss) \$	Total Shareholders' equity (deficiency) \$
	Number of shares	Amount						
	#	\$						
Balance, December 31, 2023	40,365,268	19,416,853	140,000	1,477,505	3,268,196	(23,006,775)	(6,511)	1,289,268
Share-based payments, net of forfeitures	-	-	-	-	108,059	-	-	108,059
RSU exercise	120,000	62,000	-	-	(62,000)	-	-	-
Shares to be issued	-	-	105,000	-	-	-	-	105,000
Loss for the period	-	-	-	-	-	(614,912)	-	(614,912)
Other comprehensive income	-	-	-	-	-	-	40,264	40,264
<b>Balance, September 30, 2024</b>	<b>40,485,268</b>	<b>19,478,853</b>	<b>245,000</b>	<b>1,477,505</b>	<b>3,314,255</b>	<b>(23,621,687)</b>	<b>33,753</b>	<b>927,679</b>
Balance, December 31, 2024	40,485,268	19,478,853	140,000	1,477,505	3,326,782	(24,555,377)	136,228	3,991
Share-based payments	-	-	-	-	18,356	-	-	18,356
Loss for the period	-	-	-	-	-	(822,782)	-	(822,782)
Other comprehensive loss	-	-	-	-	-	-	(77,705)	(77,705)
<b>Balance, September 30, 2025</b>	<b>40,485,268</b>	<b>19,478,853</b>	<b>140,000</b>	<b>1,477,505</b>	<b>3,345,138</b>	<b>(25,378,159)</b>	<b>58,523</b>	<b>(878,140)</b>

On September 29, 2025, the Company consolidated all of its issued and outstanding common shares on the basis of one new common share for every five old common shares. Unless otherwise noted, all share, option, loss per share and warrant information have been adjusted to reflect this consolidation.

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

## **KORE MINING LTD.**

### **Notes to the Condensed Interim Consolidated Financial Statements**

**For the period ended September 30, 2025 and 2024**

*(Expressed in Canadian dollars unless otherwise noted)*

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#### **1. NATURE OF OPERATIONS**

KORE Mining Ltd. (“KORE” or the “Company”) is an exploration stage company that trades on the TSX Venture Exchange (“TSXV”) under the symbol ‘KORE’. The Company is focused on the exploration of its California gold projects, Imperial and Long Valley. The Company’s registered office is located at Suite 2500, 700 West Georgia Street, Vancouver BC V6C 3E8.

The Company is in the process of exploring and evaluating its mineral resource properties and has not yet determined whether these properties contain economically recoverable mineral reserves. The recoverability of the amounts capitalized to mineral properties is ultimately dependent upon the existence of economically recoverable ore reserves and resources, securing and maintaining title and/or beneficial interest in the properties, obtaining necessary financing to continue to explore, evaluate and develop the properties, and upon future profitable production or proceeds from disposition of such properties. The amounts shown as mineral properties represent costs incurred in acquiring the properties, and do not necessarily represent current or future fair values.

#### **2. GOING CONCERN**

These condensed interim consolidated financial statements have been prepared on the basis of accounting principles applicable to a going concern, which assumes that the Company will continue in operation for the foreseeable future and will be able to realize its assets and discharge its liabilities in the normal course of operations as they come due. In assessing whether the going concern assumption is appropriate, management takes into account all available information about the future, which is at least, but is not limited to, twelve months from the end of the reporting period.

As at September 30, 2025, the Company had a working capital deficiency of \$2,817,475 (current assets less current liabilities) and has incurred net losses since inception of \$25,378,159. For the period ended September 30, 2025, the Company used cash flows in operations of \$37,156 (September 30, 2024 - \$144,286).

The Company’s ability to continue to carry out its planned exploration activities for at least the next twelve months is uncertain and dependent upon the continued financial support of its shareholders and on securing additional financing. Over the past four fiscal years, the Company has raised in excess of \$7.4 million from equity financings, net of issuance cost. Although the Company continues to work towards financing its operations, there is no assurance that any such initiatives will be sufficient and, as a result, this material uncertainty may give rise to significant doubt regarding the going concern assumption and, accordingly, the ultimate appropriateness of the use of accounting principles applicable to a going concern. These condensed interim consolidated financial statements do not reflect the adjustments to the carrying values of assets and liabilities and the reported expenses and statement of financial position classifications that would be necessary if the Company were unable to realize its assets and settle its liabilities as a going concern in the normal course of operations for the foreseeable future. These adjustments could be material.

#### **3. BASIS OF PRESENTATION**

These unaudited condensed interim consolidated financial statements have been prepared in accordance with International Financial Reporting Standards as issued by the International Accounting Standards Board (“IFRS”) applicable to interim financial reports, including International Accounting Standard 34, “Interim Financial Reporting”. These condensed interim consolidated financial statements should be read in conjunction with the annual audited financial statements for the year ended December 31, 2024, which have been prepared in accordance with IFRS. The accounting policies adopted are consistent with those of the previous financial year.

These condensed interim consolidated financial statements have been authorized for issue by the Board of Directors of the Company on December 1, 2025.

**KORE MINING LTD.****Notes to the Condensed Interim Consolidated Financial Statements****For the period ended September 30, 2025 and 2024***(Expressed in Canadian dollars unless otherwise noted)*

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**Principles of Consolidation**

These condensed interim consolidated financial statements include the accounts of the Company and its wholly owned subsidiaries as listed below. Control is defined as the exposure, or rights, to variable returns from involvement with an investee and the ability to affect those returns through power over the investee. Power over an investee exists when there are existing rights that give the Company the ability to direct the activities that significantly affect the investee's returns. The results and financial position of subsidiaries are included in the consolidated financial statements from the date that control commences until the date that control ceases.

These condensed interim consolidated financial statements incorporate the accounts of the Company and the following subsidiaries:

Name of Subsidiary	Incorporation Jurisdiction	Percentage Ownership	Principal Activity
Imperial USA Corp.	Nevada, USA	100%	Mineral Property Exploration
Imperial Gold Corporation	Nevada, USA	100%	Holding Company
Kore USA Ltd.	Nevada, USA	100%	Mineral Property Exploration
1184938 BC Ltd.	BC, Canada	100%	Holding Company

All intercompany balances and transactions have been eliminated on consolidation.

**Basis of Measurement**

These condensed interim consolidated financial statements have been prepared on a historical cost basis, except for financial instruments classified as fair value through profit or 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. The statements are presented in Canadian dollars unless otherwise noted.

**4. MATERIAL ACCOUNTING POLICIES**

In preparing these condensed interim consolidated financial statements, the significant accounting policies and the significant judgments made by management in applying the Company's significant accounting policies and key sources of estimation uncertainty were the same as those that applied to the Company's audited financial statements for the year ended December 31, 2024.

The preparation of condensed interim financial statements requires that the Company's management make judgments and estimates of effects of uncertain future events on the carrying amounts of the Company's assets and liabilities at the end of the reporting period. Actual future outcomes could differ from present estimates and judgments, potentially having material future effects on the Company's condensed interim financial statements. Estimates are reviewed on an ongoing basis and are based on historical experience and other facts and circumstances. Revisions to estimates and the resulting effects on the carrying amounts of the Company's assets and liabilities are accounted for prospectively.

**KORE MINING LTD.****Notes to the Condensed Interim Consolidated Financial Statements****For the period ended September 30, 2025 and 2024***(Expressed in Canadian dollars unless otherwise noted)***New IFRS Pronouncements – not yet adopted***IFRS 18 – Presentation and Disclosure in Financial Statements*

In April 2024, the IASB issued IFRS 18 Presentation and Disclosure in Financial Statements, which will replace IAS 1 Presentation of Financial Statements for annual periods beginning on or after January 1, 2027, with early application permitted. The Company is currently assessing the impact that the adoption of IFRS 18 will have on its consolidated financial statements.

**5. EQUIPMENT**

	<b>Equipment</b>	<b>Vehicles</b>	<b>Right of use-</b>	<b>Total</b>
	<b>\$</b>	<b>\$</b>	<b>office lease</b>	<b>\$</b>
Cost:			<b>\$</b>	<b>\$</b>
Balance, December 31, 2023	69,388	97,207	333,901	500,496
Foreign exchange	5,492	5,449	12,649	23,590
Write-off	-	(52,803)	-	(52,803)
Balance, December 31, 2024	74,880	49,853	346,550	471,283
Foreign exchange	(2,210)	(1,621)	(5,090)	(8,921)
Balance, September 30, 2025	72,670	48,232	341,460	462,362
<b>Accumulated depreciation</b>				
Balance, December 31, 2023	69,388	58,880	317,515	445,783
Additions	-	20,136	16,970	37,106
Foreign exchange	5,492	3,656	12,065	21,213
Write-off	-	(50,267)	-	(50,267)
Balance, December 31, 2024	74,880	32,405	346,550	453,835
Additions	-	7,269	-	7,269
Foreign exchange	(2,210)	(1,088)	(5,090)	(8,388)
Balance, September 30, 2025	72,670	38,586	341,460	452,716
<b>Net book value:</b>				
Balance, December 31, 2023	-	38,327	16,386	54,713
Balance, December 31, 2024	-	17,448	-	17,448
Balance, September 30, 2025	-	9,646	-	9,646

**KORE MINING LTD.****Notes to the Condensed Interim Consolidated Financial Statements****For the period ended September 30, 2025 and 2024***(Expressed in Canadian dollars unless otherwise noted)***6. MINERAL PROPERTIES**

The balance and summary of the changes to mineral properties was as follows:

	<b>Long Valley, USA \$</b>	<b>Imperial, US \$</b>	<b>Total \$</b>
Balance, December 31, 2023	480,809	1,354,115	1,834,924
Foreign exchange	42,279	116,300	158,579
Balance, December 31, 2024	523,088	1,470,415	1,993,503
Foreign exchange	(17,014)	(46,800)	(63,814)
Balance, September 30, 2025	506,074	1,423,615	1,929,689

**Imperial Project**

In March 2017, the Company purchased Imperial USA Corp. which owns the Imperial project located in California. In settlement of the purchase price, the Company paid US\$150,000. The Company issued a 1% net smelter return royalty (“NSR”) on the property in connection with this acquisition. The remaining payments under the agreement are comprised of US\$1,000,000 payable upon the announcement of a revised Preliminary Economic Assessment or similar report (milestone achieved and payment made during the year ended December 31, 2020) and US\$1,000,000 payable 30 days after the date that gold is poured from ore mined from the related properties. The vendor has the option to receive shares in the Company in settlement of this remaining payment of US\$1,000,000 up to achieving a maximum 4.9% ownership interest in the Company, above which level further share consideration is at the option of the Company.

In May 2019, the Company received an investment from Macquarie Bank Ltd and its affiliates (collectively, “Macquarie”) of \$4,000,000. As part of the investment by Macquarie, Macquarie subscribed for 6,000,000 common shares and acquired a 1% NSR royalty on the Imperial Project for a total cost of \$4,000,000. The agreement provides for certain rights to Macquarie to provide project development financing and royalty issuances, to have rights of refusal and requires the proceeds to be used primarily to advance permitting of the Imperial Project.

**Long Valley Project**

In March 2017, the Company purchased certain mining claims in the Long Valley area of California with an initial payment of US\$350,000 to the vendor. The remaining payments under the agreement comprise of US\$500,000 due 30 days after commencement of commercial production and US\$500,000 payable on the 12-month anniversary of the commencement of commercial production. A US\$25,000 deposit was paid to the vendor prior to execution of the purchase agreement, which will be applied to the final payment, unless forfeited in the event the agreement is terminated. The vendor has the option to receive shares in the Company in settlement of the remaining payments.

The vendor retained an NSR that provides for a royalty of 0.5% when the price of gold is under US\$1,400/oz, 1.0% when the price of gold is between US\$1,401 to US\$1,600/oz and 2.0% when the price of gold is above US\$1,600/oz. The Company has the option to purchase back 1% of the royalty when the price of gold is above US\$1,600/oz for US\$2,000,000 if purchased prior to the announcement of a feasibility study or for US\$4,000,000 if repurchased prior to commencement of commercial production. In addition, there is a further 1% NSR payable to a third party.

**KORE MINING LTD.****Notes to the Condensed Interim Consolidated Financial Statements****For the period ended September 30, 2025 and 2024***(Expressed in Canadian dollars unless otherwise noted)***Exploration and Evaluation Expenses**

Details of the exploration and evaluation expenses incurred were as follows:

	For the three months ended		For the nine months ended	
	September 30, 2025	September 30, 2024	September 30, 2025	September 30, 2024
	\$	\$	\$	\$
Claim holding and taxes	94,200	10,510	286,025	10,510
Contractors, professional fees and wages	6,198	20,874	18,883	91,527
Taxes	-	-	-	2,177
	<b>100,398</b>	<b>31,384</b>	<b>304,908</b>	<b>104,214</b>

**7. LEASE LIABILITY**

	Total \$
Balance, December 31, 2023	16,788
Lease payments	(18,492)
Interest expense	1,105
Foreign exchange	599
Balance, December 31, 2024 and September 30, 2025	-

Effective September 2020, the Company entered into an office lease in Imperial County, California with a monthly payment of US\$3,150 for a period of three years. Effective September 2023, the Company entered into an office lease in Imperial County, California, with a monthly payment of US \$1,500 for a 1-year period.

Effective July 2021, the Company entered into an office lease in Vancouver, British Columbia with a monthly payment of \$9,559 for a period of 23 months. During the year ended December 31, 2023, the Company did not renew this lease.

The Company capitalized the leases in accordance with its accounting policy and recognized a corresponding right of use asset in capitalized assets.

**8. PROMISSORY NOTE**

On August 23, 2023, the Company entered into a promissory note with Karus Gold Corp., for total proceeds of \$306,450 (US \$225,000) ("Karus Loan"). The Karus Loan did not bear interest, matured on October 12, 2023, and is personally guaranteed by a member of management. In the event the Karus Loan is not repaid by October 12, 2023, interest will be charged at 10% per annum. During the year ended December 31, 2024, Karus made a demand for repayment of the Karus Loan.

	Total \$
Balance, December 31, 2023	297,585
Interest	37,659
Foreign exchange	28,068
Balance, December 31, 2024	363,312
Interest	23,540
Foreign exchange	(11,929)
Balance, September 30, 2025	374,923

**KORE MINING LTD.****Notes to the Condensed Interim Consolidated Financial Statements****For the period ended September 30, 2025 and 2024***(Expressed in Canadian dollars unless otherwise noted)***9. SHARE CAPITAL****Authorized**

Unlimited number of common shares with no par value.

On September 29, 2025, the Company consolidated all of its issued and outstanding common shares on the basis of one new common share for every five old common shares. Unless otherwise noted, all share, option, loss per share and warrant information have been adjusted to reflect this consolidation.

**Issued and outstanding**

During the period ended September 30, 2025, the Company did not issue any common shares.

During the year ended December 31, 2024, the Company issued 600,000 common shares pursuant to the exercise of 600,000 RSUs. Upon exercise, the Company reclassified the grant date fair value of the RSUs of \$62,000 from reserves.

**Stock Options**

Pursuant to a rolling stock option plan (the “Plan”) for directors, officers, employees and consultants, the Company may reserve a maximum of 10% of the issued and outstanding listed common shares, with the exercise price to be determined on the date of issuance of the options. The term of options granted under the plan may not exceed five years and such options vest at terms to be determined by the board of directors at the time of the grant, but the exercise price shall not be less than the price determined by the policies of the stock exchange on which the Company’s common shares are then listed.

**Share-Based Compensation**

During the period ended September 30, 2025, the Company did not issue any options, DSUs or RSUs. During the period ended September 30, 2025, the Company recognized \$18,356 (September 30, 2024 - \$108,059) as share-based payments, which included share-based payments of \$18,356 (September 30, 2024 - \$108,059) related to the vesting of previously granted stock options, DSUs, and RSUs due to the graded vesting of these instruments. During the period ended September 30, 2025, total share-based payments of \$Nil (September 30, 2024 - \$52,192), pertaining to previously recognized grant date fair value of unvested DSUs, was reversed due to forfeiture of such DSUs.

Share-based payments expense was determined using the following weighted average assumptions:

	<b>December 31, 2024</b>	<b>December 31, 2023</b>
Risk free interest rate	3.59%	3.91%
Expected life	5.0	5.0
Annualized volatility	150%	106%
Dividend rate	0%	0%

**KORE MINING LTD.****Notes to the Condensed Interim Consolidated Financial Statements****For the period ended September 30, 2025 and 2024***(Expressed in Canadian dollars unless otherwise noted)*

A summary of stock option activity was as follows:

	Number of options #	Weighted average exercise price \$
Balance, December 31, 2023	1,370,000	1.60
Granted	400,000	0.25
Expired	(1,120,000)	(1.55)
Balance, December 31, 2024	650,000	0.94
Expired	(20,000)	(7.50)
Balance, September 30, 2025	630,000	0.73

As at September 30, 2025, the following stock options were outstanding:

Expiry date	Number of options outstanding	Number of options exercisable	Exercise price \$	Weighted average remaining life
July 29, 2026	50,000	50,000	3.10	0.07
January 20, 2027	100,000	100,000	1.85	0.21
July 21, 2028	80,000	80,000	0.25	0.36
April 10, 2029	300,000	300,000	0.25	1.12
August 28, 2029	100,000	100,000	0.25	0.62
	630,000	630,000		2.93

**Warrants**

A summary of warrants activity was as follows:

	Number of warrants #	Weighted average exercise price \$
Balance December 31, 2023	2,231,587	0.53
Expired	-	-
Balance, December 31, 2024 and September 30, 2025	2,231,587	0.53

As at September 30, 2025 and December 31, 2024, the following warrants were outstanding:

Expiry date	Number of warrants	Exercise price \$	Weighted average remaining life
November 15, 2027	2,231,587	0.53	2.13

**Restricted Share Units (“RSUs”) and Deferred Share Units (“DSUs”)**

Together with the 10% rolling stock option plan, only a maximum of 10% of instruments under the Omnibus Plan and Option Plan may be granted to insiders. Awards under the plan may be granted in a form as designated by the Board, including restricted share units, deferred share units and other performance-based instruments.

**KORE MINING LTD.****Notes to the Condensed Interim Consolidated Financial Statements****For the period ended September 30, 2025 and 2024***(Expressed in Canadian dollars unless otherwise noted)*

A summary of restricted share unit activity was as follows:

	Number of RSUs #
Balance, December 31, 2023	152,973
Expired	(85,946)
Exercised	(20,000)
Balance, December 31, 2024	47,027
Expired	(47,027)
Balance, September 30, 2025	-

A summary of deferred share unit activity was as follows:

	Number of DSUs #
Balance, December 31, 2023	1,400,000
Expired	(100,000)
Cancelled	(400,000)
Exercised	(100,000)
Balance, September 30, 2025 and December 31, 2024	800,000

As at September 30, 2025, the following DSUs were outstanding:

Expiry date	Number of DSUs	Number of DSUs exercisable
TBD	800,000	120,000
	800,000	120,000

**10. RELATED PARTY TRANSACTIONS AND BALANCES****Related Party Transactions**

In August, 2023, Karus provided a USD\$225,000 (\$306,450) loan to the Company, which is recorded as Promissory Note. In the event that the loan is not repaid in full by October 12, 2023, the outstanding balance will bear interest at a rate of 10% per annum until repaid in full. The loan remains outstanding as of the date of approval of these consolidated financial statements. During the year ended December 31, 2024, Karus demanded repayment. The Company is in the process of negotiating a settlement with Karus. As at September 30, 2025, the outstanding loan balance was \$374,923 (Note 8).

On July 21, 2023, the Company announced the intention to issue up to 2,800,000 common shares to an officer of the Company to settle \$140,000 of debt. The Company recorded an obligation to issue shares of \$140,000. As at September 30, 2025, no shares have been issued and this obligation remains outstanding.

On March 28, 2024, the Company agreed to issue 2,333,333 common shares to an officer of the Company to settle \$105,000 of debt. As of September 30, 2025, no shares have been issued and the debt remains in accounts payable.

During the period ended September 30, 2025, the Company incurred legal fees of \$23,395 (September 30, 2024 - \$62,353) for services provided by a director of the Company.

**KORE MINING LTD.****Notes to the Condensed Interim Consolidated Financial Statements****For the period ended September 30, 2025 and 2024***(Expressed in Canadian dollars unless otherwise noted)***Key Management Compensation**

Key management are those personnel having the authority and responsibility for planning, directing and controlling the Company and include the Executive Chairman & Chief Executive Officer, Chief Financial Officer and Directors.

The key management compensation was as follows:

	September 30, 2025 \$	September 30, 2024 \$
Management fees, consulting fees and wages	159,000	150,000
Share-based compensation	18,356	138,343
Total	177,356	288,343

As at September 30, 2025, a total of \$1,994,900 (December 31, 2024 - \$1,075,467) was payable to key management personnel.

**11. MANAGEMENT OF CAPITAL**

The Company considers items within shareholders' equity as capital.

The Company's objective when managing capital is to maintain corporate and administrative functions necessary to support the Company's operations; to perform mineral exploration activities on the Company's exploration projects; and to seek out and acquire new projects of merit.

The Company manages its capital structure in a manner that is intended to provide sufficient funding for operational and capital expenditure activities. When necessary, the Company may seek to secure funds, through debt funding or equity capital raised. There can be no assurances that the Company will be able to obtain debt or equity capital in the future. (See Note 2).

The Company does not pay dividends and has no long-term debt or bank credit facility. The Company is not subject to any externally imposed capital requirements. There were no changes to the Company's capital management policy during the period ended September 30, 2025.

**12. RISK MANAGEMENT****Financial Risk Management**

The Company may be exposed to risks of varying degrees of significance which could affect its ability to achieve its strategic objectives. The main objectives of the Company's risk management processes are to ensure that risks are properly identified and that the capital base is adequate in relation to those risks. The principal risks to which the Company is exposed are described below.

**a. Credit Risk**

Credit risk is the risk of potential loss to the Company if a counterparty to a financial instrument fails to meet its contractual obligations. The Company's credit risk is primarily attributable to its cash.

The Company has assessed its exposure to credit risk on its cash and has determined that such risk is minimal. The majority of the Company's cash is held with reputable financial institutions in Canada.

**KORE MINING LTD.****Notes to the Condensed Interim Consolidated Financial Statements****For the period ended September 30, 2025 and 2024***(Expressed in Canadian dollars unless otherwise noted)***b. Liquidity Risk**

Liquidity risk is the risk that the Company is not able to meet its financial obligations as they fall due. As at September 30, 2025, the Company had a working capital deficiency of \$2,817,475 but does not have any long-term monetary liabilities. The Company will seek additional financing through debt or equity offerings, but there can be no assurance that such financing will be available on terms acceptable to the Company or at all. The Company's approach to managing liquidity risk is to endeavor to ensure that it will have sufficient liquidity to meet liabilities when they fall due. As at September 30, 2025, the Company had cash of \$513 to settle current liabilities of \$3,253,802. The Company's financial liabilities have contractual maturities of 30 days or are due on demand and are subject to normal trade terms.

**c. Interest Rate Risk**

Interest rate risk is the risk arising from the effect of changes in prevailing interest rates on the Company's financial instruments. The Company holds its cash on which it earns variable rates of interest and may therefore be subject to a certain amount of risk, though this risk is immaterial.

**d. Foreign Currency Risk**

Foreign currency risk is the risk that the fair value of, or future cash flows from, the Company's financial instruments will fluctuate because of changes in foreign exchange rates. The Company maintains its cash reserves in Canadian and United States dollars. The portion of the Company's funds held in US dollars are subject to fluctuations in foreign exchange rates.

As at September 30, 2025, the Company has certain monetary items denominated in United States dollars. Based on these net exposures, a 10% appreciation or depreciation of the Canadian dollar against the United States dollar would result in a decrease or increase of \$37,490 (December 31, 2024 - \$36,330) in the Company's net loss.

**Fair Values**

The carrying values of cash, deposits, accounts receivables, accounts payable and accrued liabilities and promissory note approximate fair values due to their short-term to maturity nature.

**13. SEGMENTED INFORMATION**

The Company operates in one reportable operating segment, being the acquisition and exploration of mineral properties in the United States. The following table shows the geographic breakdown of the Company's non-current assets:

	<b>September 30, 2025</b>		
	Canada	USA	Total
	\$	\$	\$
Mineral properties	-	1,929,689	1,929,689
Equipment	-	9,646	9,646
Total	-	1,939,335	1,939,335

**KORE MINING LTD.****Notes to the Condensed Interim Consolidated Financial Statements****For the period ended September 30, 2025 and 2024***(Expressed in Canadian dollars unless otherwise noted)*

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	<b>December 31, 2024</b>		
	Canada	USA	Total
	\$	\$	\$
Mineral properties	-	1,993,503	1,993,503
Equipment	-	17,448	17,448
Total	-	2,010,951	2,010,951

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**14. CONTINGENCY**

During the period ended September 30, 2025, a claim was commenced against the Company by Hawthorn Avenue Ventures II, LLC (“Hawthorn”) (the “Plaintiff”). The claim is brought against the Company’s subsidiary, Imperial USA Corporation (“IUC”) for damages and injunctive and declaratory relief in California Superior Court for the County of Imperial. Hawthorn is the royalty holder under that certain Net Smelter Returns Royalty Agreement, dated as of May 6, 2019, that provides for a royalty equal to 1.0% of the Net Smelter Returns from certain unpatented mining claims associated with KORE’s Imperial Project. Hawthorn’s complaint sought, among other things, a court order compelling IUC to pay its annual mining claim maintenance fees prior to the September 1, 2025, deadline. IUC timely paid its annual mining claim maintenance fees on or about August 20, 2025. IUC removed the litigation to the United States District Court for the Southern District of California on August 1, 2025, and filed a motion to dismiss Hawthorn’s complaint on August 8, 2025.

On August 29, 2025, after receiving evidence that the fees had been timely paid, Hawthorn filed an amended complaint asserting claims for implied breach of the covenant of good faith and fair dealing, claims for breach of contract, and claims for declaratory relief. On September 12, 2025, the Company filed a motion to dismiss Hawthorn’s amended complaint, which is pending action by the court.

The Company believes that the allegations are without merit and intends to vigorously defend itself against the claims made.