

CANCAMBRIA ENERGY CORP.
CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS
FOR THE THREE AND NINE MONTHS ENDED SEPTEMBER 30, 2025 and 2024
(Unaudited)
Expressed in Canadian Dollars (CAD)

CANCAMBRIA ENERGY CORP.

NOTICE TO READER

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 the financial statements have not been reviewed by an auditor.

The accompanying unaudited condensed interim consolidated financial statements of the Company have been prepared by management and approved by the Audit Committee and Board of Directors of the Company.

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

CanCambria Energy Corp.

Condensed Interim Consolidated Statements of Financial Position

As at September 30, 2025 and December 31, 2024

(Expressed in Canadian Dollars)

	Notes	September 30, 2025	December 31, 2024
		(Unaudited)	
ASSETS		\$	\$
Current			
Cash		584,281	1,167,721
Receivables		690,880	68,587
Prepaid expenses		209,661	196,926
		<u>1,484,822</u>	<u>1,433,234</u>
Non-current			
Exploration and evaluation assets	5	2,927,644	1,979,984
Restricted cash	4	2,777,956	63,892
Project prepaid	6	46,900	32,625
Equipment		2,815	3,482
TOTAL ASSETS		<u>7,240,137</u>	<u>3,513,217</u>
LIABILITIES AND SHAREHOLDERS' EQUITY			
Current			
Accounts payable and accrued liabilities	7	402,198	329,599
TOTAL LIABILITIES		<u>402,198</u>	<u>329,599</u>
Shareholders' equity			
Share capital	8	17,855,923	9,500,922
Reserves	8	1,813,314	1,427,026
Deficit		(12,831,298)	(7,744,330)
Total shareholders' equity		<u>6,837,939</u>	<u>3,183,618</u>
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY		<u>7,240,137</u>	<u>3,513,217</u>

NATURE AND CONTINUANCE OF OPERATIONS (Note 1)

SUBSEQUENT EVENTS (Note 11)

Approved on behalf of the Board on November 27, 2025:*"Konstantin Lichtenwald"*

Konstantin Lichtenwald – Director

"Chris Cornelius"

Chris Cornelius – Director

CanCambria Energy Corp.

Condensed Interim Consolidated Statements of Comprehensive Loss

For the three and nine months ended September 30, 2025 and 2024

(Unaudited)

(Expressed in Canadian Dollars)

	Notes	Three months Ended		Nine months Ended	
		September 30,		September 30,	
		2025	2024	2025	2024
		\$	\$	\$	\$
Expenses					
Amortization		222	222	667	370
Bank charges and interest		18,029	1,756	34,350	6,733
Consulting fees	9	105,241	115,513	568,993	336,738
Exploration expenses		1,728,081	24,544	2,274,166	37,108
Office and miscellaneous		17,569	39,112	74,981	77,127
Rent		11,769	-	26,664	-
Professional fees	9	173,146	79,761	409,038	234,699
Regulatory and filing fee		(18,296)	-	70,132	-
Transfer agent fee		3,907	-	7,664	-
Investor relations		407,808	-	802,618	-
Insurance		3,125	-	9,375	-
Stock-based compensation	8,9	315,896	297,643	937,711	776,548
		(2,766,497)	(558,551)	(5,216,359)	(1,469,323)
Other Items					
Foreign exchange gain (loss)		77,033	(13,779)	129,126	(24,486)
Interest income		170	38	265	80
		77,203	(13,741)	129,391	(24,406)
Net loss and comprehensive loss for the period					
		(2,689,294)	(572,292)	(5,086,968)	(1,493,729)
Basic and Diluted Loss per Share					
	8	(0.02)	(0.01)	(0.04)	(0.02)
Weighted Average Shares Outstanding – Basic and Diluted					
	8	118,754,957	98,363,000	113,392,351	97,938,092

CanCambria Energy Corp.

Condensed Interim Consolidated Statements of Changes in Shareholders' Equity

For the nine months ended September 30, 2025 and 2024

(Unaudited)

(Expressed in Canadian Dollars)

	Number of Common Shares	Share Capital	Reserves	Deficit	Total Shareholders' Equity
		\$	\$	\$	\$
Balance, January 1, 2024	96,157,000	8,603,460	437,082	(4,902,370)	4,138,172
Shares issued for private placements	2,206,000	551,500	-	-	551,500
Share issuance costs	-	(25,590)	-	-	(25,590)
Fair value of agents warrants	-	(7,716)	7,716	-	-
Stock based compensation	-	-	776,548	-	776,548
Loss and comprehensive loss for the period	-	-	-	(1,493,729)	(1,493,729)
Balance, September 30, 2024	98,363,000	9,121,654	1,221,346	(6,396,099)	3,946,901

	Number of Common Shares	Share Capital	Reserves	Deficit	Total Shareholders' Equity
		\$	\$	\$	\$
Balance, January 1, 2025	99,634,740	9,500,922	1,427,026	(7,744,330)	3,183,618
Shares issued for private placements	16,405,200	8,339,844	-	-	8,339,844
Share issuance costs	-	(571,856)	-	-	(571,856)
Fair value of agents warrants	-	(347,236)	347,236	-	-
Stock based compensation	-	-	683,333	-	683,333
Restricted share unit granted	-	-	254,379	-	254,379
Shares issued for exercise of agents warrants	42,360	17,234	(6,644)	-	10,590
Restricted share unit converted	3,470,000	867,500	(867,500)	-	-
Shares issued for exercise of options	500,000	49,515	(24,516)	-	24,999
Loss and comprehensive loss for the period	-	-	-	(5,086,968)	(5,086,968)
Balance, September 30, 2025	120,052,300	17,855,923	1,813,314	(12,831,298)	6,837,939

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

CanCambria Energy Corp.

Condensed Interim Consolidated Statements of Cash Flows

For the nine months ended September 30, 2025 and 2024

(Unaudited)

(Expressed in Canadian Dollars)

	2025	2024
	\$	\$
OPERATING ACTIVITIES		
Net Loss for the period	(5,086,968)	(1,493,729)
Non-Cash Items:		
Amortization	667	370
Stock based compensation	937,711	776,548
Changes in Non-Cash Working Capital Items:		
Receivables	(622,293)	308,654
Prepaid expenses	(12,735)	(194,891)
Accounts payable and accrued liabilities	(66,702)	(176,884)
Net Cash Used in Operating Activities	(4,850,320)	(779,932)
INVESTING ACTIVITIES		
Increase in restricted cash for mining plot	(2,676,033)	-
Exploration and evaluation expenditures	(808,359)	(924,363)
Project prepaid	(14,275)	-
Proceeds on license of geophysical data	-	1,641,360
Purchase of Equipment	-	(4,445)
Net Cash Flow Provided by (Used in) Investing Activities	(3,498,667)	712,552
Financing Activities		
Increase in restricted cash for credit collateral	(28,750)	-
Issuance of common shares upon agent warrants exercise	10,591	-
Issuance of common shares upon options exercise	24,999	-
Issuance of common shares, net of share issuance cost	7,767,988	525,910
Net Cash Flow Provided by Financing Activities	7,774,828	525,910
Effect of Foreign Currency Translation on Cash	(9,281)	180
NET CHANGE IN CASH	(583,440)	458,710
CASH, BEGINNING OF THE PERIOD	1,167,721	1,326,903
CASH, END OF THE PERIOD	584,281	1,785,613
Supplemental cash flow information and non-cash transactions		
Exploration and evaluation assets included in accounts payable and accrued liabilities	\$ 158,406	\$ 417

CanCambria Energy Corp.

Notes to the Condensed interim consolidated financial statements

For the three and nine months ended September 30, 2025 and 2024

(Unaudited)

(Expressed in Canadian Dollars)

1. NATURE AND CONTINUANCE OF OPERATIONS

Cancambria Energy Corp. (the “Company” or “Cancambria”) was incorporated in British Columbia and is governed by the Business Corporation Act of the Province of British Columbia. Cancambria is strategically focused on developing and optimizing oil and gas projects in Europe. The Company’s registered address and head office is 1120 – 625 Howe Street, Vancouver, British Columbia, Canada, V6C 2T6.

These condensed interim consolidated financial statements have been prepared on a going concern basis, which presumes that the Company will be able to realize its assets and discharge its liabilities in the normal course of business for the foreseeable future. The Company has incurred losses since its inception and the ability of the Company to continue as a going concern depends upon its ability to raise adequate financing and to commence profitable operations in the future. During the nine months ended September 30, 2025, the Company incurred a net loss of \$5,086,968. As at September 30, 2025, the Company has an accumulated deficit of \$12,831,298.

While the Company has been successful in obtaining its required financing in the past, mainly through the issuance of equity capital, there is no assurance that such financing will be available or be available on favorable terms. An inability to raise additional financing may impact the future assessment of the Company as a going concern. The condensed interim consolidated financial statements do not include adjustments to amounts and classifications of assets and liabilities that might be necessary should the Company be unable to continue operations. These adjustments could be material. As at September 30, 2025, the Company has a positive working capital position of \$1,082,624. Management may require to seek additional sources of financing in the form of equity or debt financing in the future to maintain its operations and its exploration activities for the next fiscal year. These conditions indicate the existence of a material uncertainty that may cast significant doubt about the Company’s ability to continue as a going concern.

2. BASIS OF PREPARATION**(a) Statement of Compliance**

These condensed interim consolidated financial statements, including comparatives, have been prepared in accordance with International Financial Reporting Standards (“IFRS”) and as issued by the International Accounting Standards Board (“IASB”) and Interpretations of the International Financial Reporting Interpretations Committee (“IFRIC”) and follow the same accounting policies and methods of application as the Company’s most recent annual financial statements. The condensed interim consolidated financial statements have been prepared in conformity with IAS 34 Interim Financial Reporting and do not include all the information required for full annual consolidated financial statements in accordance with IFRS and should be read in conjunction with the annual consolidated financials for the year ended December 31, 2024.

These condensed interim consolidated financial statements were authorized for issue by the Board of Directors on November 27, 2025.

(b) Basis of measurement

These condensed interim consolidated financial statements have been prepared on an accruals basis and are based on historical costs, except for certain financial instruments classified as financial instruments at fair value through profit or loss. These Financial Statements are presented in Canadian dollars unless otherwise noted.

CanCambria Energy Corp.

Notes to the Condensed interim consolidated financial statements
 For the three and nine months ended September 30, 2025 and 2024
 (Unaudited)
 (Expressed in Canadian Dollars)

2. BASIS OF PREPARATION (Continued)

(c) Basis of Consolidation

The condensed interim consolidated financial statements include the accounts of the Company and its controlled entities. Details of controlled entities are as follows:

Entity	Province/ Country of incorporation	Functional currency	Percentage owned	
			September 30, 2025	December 31, 2024
Cancambria Hungary kft	Hungary	Canadian dollar	100%	100%
Delcuadra Kft	Hungary	Canadian dollar	100% owned by Cancambria Hungary Kft	100% owned by Cancambria Hungary Kft
CanCambria Kiskunhalas Koncessziós Ltd.	Hungary	Canadian dollar	100% owned by Cancambria Hungary Kft	100% owned by Cancambria Hungary Kft

On January 9, 2023, Cancambria Hungary kft acquired 100% ownership of Delcuadra kft, a private company which owns the mining right of an exploration and evaluation stage oil and natural gas asset.

On August 19, 2025, the Company established a wholly owned subsidiary, Cancambria Kiskunhalas Koncessziós Ltd, in Hungary to lead exploration and appraisal activities in the recently awarded Kiskunhalas concession area.

Inter-company balances and transactions, including income and expenses arising from inter-company transactions, are eliminated on consolidation.

(d) Functional and presentation currency

The functional and presentation currency of Company and its subsidiaries is the Canadian dollar ("CAD").

(e) Use of judgments and estimates

The preparation of these condensed interim consolidated financial statements in conformity with IFRS requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the Financial Statements and reported amounts of revenues and expenses during the reporting period. Estimates and judgments are continuously evaluated and are based on management's experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. Actual outcomes may differ from these estimates.

Estimates and their underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the year in which the estimates are revised and for any future years affected.

CanCambria Energy Corp.

Notes to the Condensed interim consolidated financial statements

For the three and nine months ended September 30, 2025 and 2024

(Unaudited)

(Expressed in Canadian Dollars)

2. BASIS OF PREPARATION (Continued)

Critical judgments and key sources of estimation uncertainty in applying accounting policies

The following are critical judgments that management has made in the process of applying accounting policies and that have the most significant effect on the amounts recognized in the condensed interim consolidated financial statements.

Stock-based compensation

Share-based compensation expense is measured by reference to the fair value of the stock options at the date at which they are granted. Estimating fair value for granted stock options requires determining the most appropriate valuation model which is dependent on the terms and conditions of the grant. This estimate also requires determining the most appropriate inputs to the valuation model including the expected life of the option, volatility, dividend yield, and rate of forfeitures and making assumption about them. The value of the share-based compensation expense for the year along with the assumptions and model used for estimating fair value for share-based compensation transactions are disclosed in Note 8.

Deferred taxes:

Management is required to make estimations regarding the tax basis of assets and liabilities and related deferred income tax assets and liabilities, the measurement of income tax expense, and indirect taxes. A number of these estimates require management to make estimates of future taxable profit, and if actual results are significantly different than estimates, the ability to realize the deferred tax assets recorded on the statements of financial position could be impacted. The Company is subject to assessments by tax authorities who may interpret tax law differently. These factors may affect the final amount or the timing of tax payments.

Contingencies:

Due to the nature of the Company's operations, various legal and tax matters are outstanding from time to time. In the event that management's estimate of the probability of a financial impact of these matter changes, the Company will recognize the effects of the changes in its condensed interim consolidated financial statements on the date such changes occur.

Impairment indicators:

The assessment of impairment indicators as required by IFRS 6 – Exploration for and evaluation of mineral resources and International Accounting Standard ("IAS") 36 – Impairment of assets requires management to make judgements in estimates for costs, future commodity prices or recoverable reserves underlying its exploration and evaluation assets.

Other significant judgments in applying the Company's accounting policies relate to the assessment of the Company's ability to continue as a going concern (Note 1), and the classification of its financial instruments.

3. MATERIAL ACCOUNTING POLICY INFORMATION

The accounting policies followed in these condensed interim consolidated financial statements are the same as those applied in the Company's most recent audited consolidated financial statements for the years ended December 31, 2024 and 2023.

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

CanCambria Energy Corp.

Notes to the Condensed interim consolidated financial statements

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(Unaudited)

(Expressed in Canadian Dollars)

4. RESTRICTED CASH

Restricted cash consists of reserved cash as collaterals for the bank's guarantee for mining plots and a collateral for the Company's credit card. As at September 30, 2025, the Company hold \$2,777,956 (December 31, 2024 - \$63,892) as restricted cash.

5. EXPLORATION AND EVALUATION ASSETS

On January 9, 2023, pursuant to the acquisition of Delcuadra kft, the Company was awarded 100% ownership of the Ba-IX Mining Licence situated in Kiskunhalas basin (the "Kiskunhalas Tight Gas Sand Project").

The following summarizes the cumulative costs capitalized:

	September 30, 2025	December 31, 2024
	\$	\$
Balance, beginning	1,979,984	2,264,554
Geophysical costs	142,100	915,602
Recovery on license of geophysical data	-	(1,641,360)
Geological costs	685,816	441,188
Camp and Site	61,748	-
Environmental studies and permit compliance	57,996	-
Balance, ending	2,927,644	1,979,984

Effective May 30, 2024, the Company entered into a geophysical data license agreement (the "License Agreement"). Pursuant to the License Agreement, the Company granted a third party the right to use certain geophysical data. The License Agreement also provided the third party with a six-month exclusivity period to negotiate an investment in the Kiskunhalas Tight Gas Sand Project. The six-month exclusivity period expired without an agreement.

During the nine months ended September 30, 2025, the Company has been awarded the Kiskunhalas Concession Area and has started the process to establish CanCambria Kiskunhalas Koncessziós Ltd., a wholly owned Hungarian subsidiary, to lead exploration in a largely underexplored Miocene basin considered prospective for tight gas and to integrating historical well and production data to refine multiple conventional leads.

6. PROJECT PREPAID

Project prepaid consist of a rental agreement for geophysical software to facilitate exploration services. The rental agreement is \$46,900. As at September 30, 2025, the rental agreement had been paid in full, of which \$46,900 remained in project prepaid (December 31, 2024 - \$32,625).

7. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

	September 30, 2025	December 31, 2024
	\$	\$
Accounts payable	250,208	81,499
Accrued liabilities	151,990	248,100
	402,198	329,599

CanCambria Energy Corp.

Notes to the Condensed interim consolidated financial statements

For the three and nine months ended September 30, 2025 and 2024

(Unaudited)

(Expressed in Canadian Dollars)

8. SHARE CAPITAL***Authorized share capital***

Unlimited number of common shares without par value.

At September 30, 2025, the Company had 120,052,300 (December 31, 2024 – 99,634,740) common shares issued and outstanding.

Share issuances

During the nine months ended September 30, 2025, the Company had the following share transactions:

- During January 2025, the Company issued a total of 9,543,000 common shares at \$0.50 per share related to private placements for total proceeds of \$4,771,500. The Company recorded \$357,120 and issued 42,360 agents warrants valued at fair value of \$247,756 as share issuance costs in connection to the private placements.
- During January 2025, the Company issued 42,360 common shares in connection with 42,360 agents warrants exercised with an exercise price of \$0.25 per share for total proceeds of \$10,590. The Company transferred \$6,644 from reserves to share capital following the exercise of these agents' warrants; this amount represents the fair value of options as recorded at the grant date.
- During February 2025, the Company issued a total of 3,470,000 common shares upon the vesting of 3,470,000 Restricted Share Unit ("RSU") granted during the year ended December 31, 2024.
- During May 2025, the Company issued 500,000 common shares in connection with 500,000 options exercised at an exercise price of \$0.05 per share for gross proceeds of \$24,999. The Company transferred \$24,516 from reserves to share capital upon the exercise of these options; this amount constitutes the fair value of options recorded at the grant date.
- During July 2025, the Company issued a total of 5,803,800 common shares related to private placement for total proceeds of \$3,017,976. The Company recorded \$155,293 and issued 294,228 agents warrants valued at fair value of \$91,011 as share issuance costs in connection to the private placements.
- During August 2025, the Company issued a total of 1,058,400 common shares related to private placement for total proceeds of \$550,368. The Company recorded \$59,442 and issued 35,004 agents warrants valued at fair value of \$ 8,469 as share issuance costs in connection to the private placements.

During the year ended December 31, 2024, the Company had the following share transactions:

- During November 2024, the Company issued 488,040 common shares in connection with 488,040 agents' warrants exercised with an exercise price of \$0.25 per share. The Company transferred \$89,162 from reserves to share capital following the exercise of these agents' warrants; this amount reflects the fair value of the agents' warrants as recorded on the grant date.
- During October 2024, the Company issued 500,000 shares at \$0.25 per share in connection with sponsorship services for the Company's successful listing on the TSX Venture Exchange.
- During October 2024, the Company issued 283,700 common shares in connection with 283,700 options exercised with an exercise price of \$0.05 per share with gross proceeds of \$14,186. The Company transferred \$13,909 from reserves to share capital upon the exercise of these options; this amount constitutes the fair value of options recorded at the grant date.
- During April 2024, the Company issued a total of 1,000,000 common shares at \$0.25 per share related to a private placement for gross proceeds of \$250,000.
- During February and March 2024, the Company issued an aggregate total of 1,206,000 common shares at \$0.25 per share related to private placements for gross proceeds of \$301,500. The Company recorded \$10,590 and issued 42,360 agents warrants valued at fair value of \$7,716 as share issuance costs in connection to the private placements.

CanCambria Energy Corp.

Notes to the Condensed interim consolidated financial statements
 For the three and nine months ended September 30, 2025 and 2024
 (Unaudited)
 (Expressed in Canadian Dollars)

8. SHARE CAPITAL (Continued)***Escrow Shares***

In conjunction with the Company's initial non-offering prospectus, 7,433,700 shares held by principals were placed in escrow. The escrowed shares will be released subject to the approval of the Canadian Securities Exchange (CSE), an initial release of 10% of the escrow securities may occur no earlier than six months. The remaining escrow securities will then be released every six month period in 15% tranches, following the initial release until the final release on October 29, 2027. As at September 30, 2025, 7,075,275 common shares were held in escrow.

Basic and diluted loss per share

The calculation of basic and diluted loss per share for the nine months ended September 30, 2025 and 2024 were based on the loss attributable to common shareholders and the weighted average number of common shares outstanding. During the nine months ended September 30, 2025, the Company had a loss per share of \$0.04 (September 30, 2024 - \$0.02 per share).

Stock options

On September 3, 2025, the Company's board of directors and shareholders approved the Stock Option Plan (the "Omnibus Incentive Plan") under which 10% of outstanding common shares are reserved for the granting of incentive stock options, to employees, officers, directors, and consultants. Recipients of stock options are eligible to purchase shares of the Company's common shares at an exercise price equal to no less than the estimated fair market value of such stock on the date of grant. The maximum term of options granted under the Plan is ten years and vesting is determined by the board of directors. Stock option grants are generally not exercisable prior to the applicable vesting date, unless otherwise accelerated under the terms of the applicable stock option agreement. Options that are granted and either have not vested, expired, or are otherwise lawfully cancelled prior to being exercised, will be returned to the Plan and therefore eligible for re-issuance.

The following table summarizes stock option transactions under the Omnibus Plan:

	Number of Options	Weighted average exercise price
Outstanding, December 31, 2023	6,000,000	\$ 0.08
Exercised	(283,700)	0.05
Cancelled	(200,000)	0.20
Granted	200,000	0.25
Outstanding, December 31, 2024	5,716,300	\$ 0.08
Exercised	(500,000)	0.05
Cancelled	(55,500)	0.20
Granted	2,800,000	0.42
Outstanding, September 30, 2025	7,960,800	\$ 0.20

At September 30, 2025, the Company had outstanding and exercisable stock options as follows:

CanCambria Energy Corp.

Notes to the Condensed interim consolidated financial statements
For the three and nine months ended September 30, 2025 and 2024
(Unaudited)
(Expressed in Canadian Dollars)

8. SHARE CAPITAL (Continued)***Stock options (Continued)***

Date of Expiry	Number of Options Outstanding	Number of Options Exercisable	Exercise Price	Weighted Average Remaining Life (years)
November 2, 2027	3,716,300	3,716,300	\$ 0.05	2.09
June 5, 2028	500,000	500,000	\$ 0.10	2.68
October 10, 2028	744,500	558,375	\$ 0.20	3.03
October 1, 2029	200,000	150,000	\$ 0.25	4.01
March 7, 2030	2,800,000	700,000	\$ 0.42	4.44
Total:	7,960,800	5,624,675	\$ 0.20	3.09

During the nine months ended September 30, 2025, 2,800,000 stock options were granted to consultants with an exercise price of \$0.42, a weighted average fair value of \$0.41 per option, and a five year expiry term.

During the nine months ended September 30, 2025, the Company cancelled 55,500 stock options with an exercise price of \$0.20.

During the year ended December 31, 2024, the Company cancelled 200,000 stock options with an exercise price of \$0.20 and granted 200,000 stock options to a consultant with an exercise price of \$0.25 and a weighted average grant date fair value of \$0.20 per option.

During the nine months ended September 30, 2025, the stock-based compensation recognized in condensed consolidated interim statements of comprehensive loss for vesting portion of aggregated stock options granted was \$683,333 (September 30, 2024 - \$145,337).

Volatility is determined based on the historical share price volatility of a sample of public companies in the oil and gas industry.

Expected forfeitures were estimated to be Nil at the time of grant and adjusted, if necessary, in subsequent periods if actual forfeitures occur.

The Company determined the fair value of options on the grant date using Black-Scholes option valuation model with the following weighted average assumptions:

	September 30, 2025	December 31, 2024
Fair value of common stock	\$0.50	\$0.25
Expected term (years)	5	5
Risk-free interest rate	2.69%	2.74%
Expected volatility	112.51%	115.37%
Dividend yield	-	-
Estimated forfeitures	-	-

Warrants

During the nine months ended September 30, 2025, the Company issued a total of 16,405,200 share purchase warrants in connection to the private placements of units for aggregate proceeds of \$8,339,844, exercisable at \$0.75 per common share. These warrants expire three years after issue.

CanCambria Energy Corp.

Notes to the Condensed interim consolidated financial statements

For the three and nine months ended September 30, 2025 and 2024

(Unaudited)

(Expressed in Canadian Dollars)

8. SHARE CAPITAL (Continued)

The following table summarizes the information about share purchase warrants as at September 30, 2025:

	Warrants outstanding	Exercise Price	Weighted average remaining contractual life, in years
		\$	
Outstanding December 31, 2023 and 2024	-	-	-
Issued	16,405,200	0.75	2.51
Outstanding September 30, 2025	16,405,200	0.75	2.51

At September 30, 2025, the Company had outstanding share purchase warrants as follows:

Date of Expiry	Number of Warrants Outstanding	Exercise Price	Weighted Average Remaining Life (years)
January 13, 2028	5,273,000	\$ 0.75	2.29
January 31, 2028	4,270,000	\$ 0.75	2.34
July 14, 2028	5,803,800	\$ 0.75	2.79
August 5, 2028	1,058,400	\$ 0.75	2.85
Total:	16,405,200	\$ 0.75	2.51

Agents' Warrants

During the nine months ended September 30, 2025, the Company issued 983,242 agents' warrants in connection to private placements and recorded a fair value of \$347,236 as share issuance cost.

During the year ended December 31, 2024, the Company issued 42,360 agents' warrants in connection to private placements and recorded a fair value of \$7,716 as share issuance cost.

The following table summarizes the information about agent warrants as at September 30, 2025:

Expiry date	Agents' Warrants outstanding	Exercise Price	Weighted average remaining contractual life, in years
		\$	
January 13, 2028	369,110	0.75	2.29
January 31, 2028	284,900	0.75	2.34
July 14, 2028	294,228	0.75	2.79
August 5, 2028	35,004	0.75	2.85
Total:	983,242	0.75	2.47

CanCambria Energy Corp.

Notes to the Condensed interim consolidated financial statements
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(Unaudited)
(Expressed in Canadian Dollars)

8. SHARE CAPITAL (Continued)***Agents' Warrants (Continued)***

The Company determined the fair value of agents warrants on grant date using Black-Scholes option valuation model with the following weighted average assumptions:

	September 30, 2025	December 31, 2024
Fair value of common stock	\$0.52-\$0.61	\$0.25
Expected term (years)	3	2
Risk-free interest rate	2.64-3.08%	4.11%
Expected volatility	83.94%-107.80%	175.48%
Dividend yield	-	-
Estimated forfeitures	-	-

Restricted share units ("RSU")

On February 22, 2024, the Company granted 4,170,000 RSUs to certain directors and consultants of the company. The RSUs were granted in accordance with the omnibus incentive plan adopted by the company and will vest and convert into common shares on February 22, 2025. The Company determined the fair value of the share price at date of grant was \$0.25. During the nine months ended September 30, 2025, 3,470,000 RSUs had been converted to common shares. Of the total 4,170,000 RSUs granted, the holders of the remaining 700,000 RSUs elected to defer the conversion of their RSU's to a new vesting date of February 22, 2026. The Company had recorded the deferral as stock-based compensation modifications.

During the nine months ended September 30, 2025, the stock-based compensation recognized the condensed consolidated interim statements of comprehensive loss for vesting portion aggregated RSU granted was \$254,379 (2024 - \$631,212).

9. RELATED PARTY TRANSACTIONS

Key management personnel include persons having the authority and responsibility for planning, directing, and controlling the activities of the Company as a whole. Key management personnel comprise of the directors of the Company, executive and non-executive, and officers of the Company.

The remuneration of the key management personnel during the nine months ended September 30, 2025 and 2024 were as follows:

	For the three months ended		For the nine months ended	
	September 30,		September 30,	
	2025	2024	2025	2024
	\$	\$	\$	\$
Consulting fees	137,324	101,946	405,733	275,780
Professional fees	65,000	67,500	211,250	202,500
Project Consulting	116,734	30,694	379,122	122,505
Directors' fees	10,450	6,837	27,903	20,456
Stock based compensation - options	168,299	28,962	414,481	120,363
Stock based compensation - RSU	43,869	227,479	234,434	546,445
Total	541,676	463,418	1,672,923	1,288,049

CanCambria Energy Corp.

Notes to the Condensed interim consolidated financial statements

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(Unaudited)

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9. RELATED PARTY TRANSACTIONS (Continued)

Included in accounts payable and accrued liabilities are amounts due to related parties of \$76,828 (December 31, 2024 - \$36,934). These amounts are unsecured, non-interest bearing, and have no fixed repayment terms.

During the nine months ended September 30, 2025, the Company granted 1,775,000 stock options vesting 25% every six months with an expiry date in five years to certain directors and officers of the Company.

During the year ended December 31, 2024, the Company granted 3,610,000 RSUs to directors and officers of the Company and 2,910,000 had converted into common shares as of March 31, 2025. The holders of the remaining 700,000 RSUs elected to defer the conversion to new vesting date of February 22, 2026.

During the nine months ended September 30, 2025, the Company cancelled 55,500 (December 31, 2024 – 200,000) stock options with an exercise price of \$0.20 (December 31, 2024 - \$0.20) granted to a director of the Company.

During the nine months ended September 30, 2025, the former Corporate Secretary of the Company exercised 350,000 options with an exercise price of \$0.05 per share.

During the year ended December 31, 2024, a director of the Company exercised 283,700 options with an exercise price of \$0.05 per share.

10. FINANCIAL INSTRUMENTS***Categories of financial instruments***

September 30, 2025	Total
	\$
Fair value through profit or loss	
Cash	584,281
Amortized cost	
Restricted cash	2,777,956
Receivable	690,880
Accounts payable	(250,208)
	3,802,909
<hr/>	
December 31, 2024	Total
	\$
Fair value through profit or loss	
Cash	1,167,721
Amortized cost	
Receivable	68,587
Restricted cash	63,892
Accounts payable	(81,499)
	1,218,701

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10. FINANCIAL INSTRUMENTS (Continued)***Categories of financial instruments (Continued)***

The fair value of financial assets and financial liabilities at amortized cost is determined in accordance with generally accepted pricing models based on discounted cash flow analysis or using prices from observable current market transactions. The Company considers that the carrying amounts of all its financial assets and financial liabilities recognized at amortized cost in these condensed interim consolidated financial statements approximate their fair values due to the demand nature or short-term maturity of these instruments. Cash and cash equivalents are classified as Level 1 fair value. There were no transfers between Level 1 and Level 2 during the nine months ended September 30, 2025.

- Level 1 fair value measurements are those derived from quoted prices in active markets for identical assets or liabilities.
- Level 2 fair value measurements are those derived from inputs other than quoted prices included within Level 1 that are observable either directly or indirectly.
- Level 3 fair value measurements are those derived from valuation techniques that include inputs that are not based on observable market data. As at September 30, 2025, the Company does not have any Level 3 financial instruments.

The Company's financial instruments are exposed to the following risks:

Foreign currency risk

Foreign currency risk is the risk that the fair values of future cash flows of a financial instrument will fluctuate because they are denominated in currencies that differ from the respective functional currency.

The Company is exposed to foreign currency risk on fluctuations related to cash, accounts receivable, and accounts payable and accrued liabilities that are denominated in USD, Euro, British pound, and Hungarian Forint.

The Company's reported results will be affected by fluctuations in the United States Dollar (USD), Euro (EUR), British pound (GBP), and Hungarian Forint (HUF) to Canadian dollar exchange rate. As at September 30, 2025, a 10% appreciation of the USD, EUR, GBP and HUF relative to the Canadian Dollar would have resulted in a \$2,462 increase, \$1,636 decrease, \$2,941 decrease, and \$305,434 increase in net assets, respectively (December 31, 2024 – USD - \$42,792 increase, Euro - \$183 increase, HUF - \$11,087 increase). A 10% depreciation of the Canadian dollar relative to the USD, EURO, GBP and HUF would have had equal but opposite effect. The Company has not entered into any agreements or purchased any instruments to hedge possible currency risk.

Credit risk

Credit risk is the risk that one party to a financial instrument will fail to discharge an obligation and cause the other party to incur a financial loss. The Company's primary exposure to credit risk is on its cash held in bank accounts. The majority of cash is deposited in bank accounts held with a major bank in Canada, while the remainder is deposited in bank accounts held with major banks in Hungary. As all of the Company's cash is held by five banks, there is a concentration of credit risk. This risk is managed by using major banks that are high credit quality financial institutions as determined by rating agencies. The Company's secondary exposure to credit risk is on its other receivables. This risk is minimal as receivables consist primarily of refundable government goods and services taxes.

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10. FINANCIAL INSTRUMENTS (Continued)*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 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 to meet its short-term business requirements, taking into account its anticipated cash flows from operations and its holdings of cash.

Historically, the Company's sole source of funding has been the issuance of equity securities for cash, primarily through private placements. The Company's access to financing is always uncertain. There can be no assurance of continued access to significant equity funding.

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 exposed to interest rate risk on its cash as these instruments have original maturities of three-month periods or less and are therefore exposed to interest rate fluctuations on renewal. In addition, the Company's restricted cash earns interest at rates linked to the prime rate and is therefore also subject to interest rate variability. A 1% change in market interest rates would not have a material impact on the Company's net loss.

Capital management

The Company's policy is to maintain a strong capital base so as to maintain investor and creditor confidence and to sustain future development of the business. The capital structure of the Company consists of working and share capital. There were no changes in the Company's approach to capital management during the year. The Company is not subject to any externally imposed capital requirements.

11. SUBSEQUENT EVENTS

Subsequent to September 30, 2025, the Company:

- Issued 400,000 shares in connection with 400,000 options exercised with an exercise price of \$0.05 per share; and
- Issued 1,716,300 shares in connection with 1,716,300 options exercised with an exercise price of \$0.05 per share.