



Condensed Consolidated Interim Financial Statements
For the Three and Nine Months Ended December 31, 2025 and 2024
(Unaudited - Expressed in Canadian Dollars)

**Notice of No Auditor Review of
Condensed Consolidated Interim Financial Statements**

The accompanying unaudited condensed consolidated interim financial statements of Kirkland Lake Discoveries Corp. for the three and nine months ended December 31, 2025 and 2024 have been prepared by and are the responsibility of the Company's management ("Management") and have been approved by the Company's audit committee.

The Company's independent auditor has not performed a review of these financial statements in accordance with standards established by the Canadian Institute of Chartered Accountants.

Kirkland Lake Discoveries Corp.
Condensed Consolidated Interim Statements of Financial Position
(Unaudited - Expressed in Canadian Dollars)

	Note	December 31, 2025 \$	March 31, 2025 \$
ASSETS			
Current assets			
Cash and cash equivalents		11,033,071	1,552,711
Receivables		240,244	56,177
Prepaid expenses and deposits		546,707	21,381
Total current assets		11,820,022	1,630,269
Non-current assets			
Exploration and evaluation assets	3	10,159,490	10,073,058
Property and equipment		178,839	25,704
Other assets		16,472	-
Total non-current assets		10,354,801	10,098,762
Total Assets		22,174,823	11,729,031
LIABILITIES			
Current liabilities			
Accounts payable and accrued liabilities	3,4,6	358,806	77,368
Flow-through share premium liability	4	1,291,620	244,716
Total current liabilities		1,650,426	322,084
EQUITY			
Share capital	5	71,139,278	59,964,022
Reserves	5	9,325,143	7,258,893
Deficit		(59,940,024)	(55,815,968)
Total equity		20,524,397	11,406,947
Total Liabilities and Equity		22,174,823	11,729,031

NATURE OF OPERATIONS AND GOING CONCERN (Note 1)
COMMITMENTS (Notes 3 and 4)
SUBSEQUENT EVENTS (Note 12)

These condensed consolidated interim financial statements are authorized for issue by the Board of Directors on February 25, 2026. They are signed on the Company's behalf by:

"Denis Laviolette" , Director

"Gary Nassif" , Director

Kirkland Lake Discoveries Corp.
Condensed Consolidated Interim Statements of Loss and Comprehensive Loss
(Expressed in Canadian Dollars)

	Note	Three months ended December 31,		Nine months ended December 31,	
		2025 \$	2024 \$	2025 \$	2024 \$
Expenses					
Depreciation		3,637	1,468	6,557	4,388
Exploration and evaluation expenditures	3	738,040	574,257	1,547,934	2,030,356
Investor relations and corporate development	6	245,812	19,536	347,702	53,492
Office and sundry		19,069	28,553	38,727	81,639
Professional fees		145	-	51,335	76,097
Salaries and consulting	6	503,557	79,000	677,557	568,646
Stock-based compensation	5,6	1,897,031	128,525	1,897,031	128,525
Transfer agent and filing fees		4,091	2,618	16,110	9,054
Travel		3,789	4,092	17,539	9,822
Loss before other income (expenses)		(3,415,171)	(838,049)	(4,600,492)	(2,962,019)
Other income (expenses)					
Settlement of flow-through share premium	4	234,525	36,127	452,911	166,117
Other income		-	61,000	-	61,000
Foreign exchange (loss) gain		(3,169)	72	(4,492)	(881)
Part XII.6 (tax) recovery	4	5,640	(5,268)	(14,679)	(32,400)
Loss on disposal of equipment		(6,472)	-	(6,472)	-
Interest income		34,535	-	49,168	-
Total other income		265,059	91,931	476,436	193,836
Loss and comprehensive loss for the period		(3,150,112)	(746,118)	(4,124,056)	(2,768,183)
Loss per share – basic and diluted (\$)	9	(0.02)	(0.01)	(0.03)	(0.03)
Weighted average number of common shares outstanding – basic and diluted					
		150,423,728	90,520,422	125,329,360	89,258,787

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

Kirkland Lake Discoveries Corp.
Condensed Consolidated Interim Statements of Cash Flows
(Expressed in Canadian Dollars)

	Nine months ended December 31,	
	2025	2024
	\$	\$
Cash flows from operating activities		
Loss for the period	(4,124,056)	(2,768,183)
Adjustments for:		
Depreciation	6,557	4,388
Stock-based compensation	1,897,031	128,525
Settlement of flow-through share premium	(452,911)	(166,117)
Loss on disposal of equipment	6,472	-
	<u>(2,666,907)</u>	<u>(2,801,387)</u>
Change in non-cash working capital items:		
(Increase) in receivables	(184,067)	(66,116)
(Increase) decrease in prepaid expenses and deposits	(525,326)	21,462
Increase in accounts payable and accrued liabilities	264,966	1,821
Net cash used in operating activities	<u>(3,111,334)</u>	<u>(2,844,220)</u>
Cash flows from investing activities		
Purchases of exploration and evaluation assets	(11,182)	(37,094)
Purchases of property and equipment	(166,164)	-
Net cash used in investing activities	<u>(177,346)</u>	<u>(37,094)</u>
Cash flows from financing activities		
Shares issued in private placement	12,717,262	1,341,200
Share issue costs	(366,562)	(5,588)
Brokers' warrants exercised	36,000	-
Warrants exercised	355,340	-
Stock options exercised	27,000	-
Net cash generated from financing activities	<u>12,769,040</u>	<u>1,335,612</u>
Net increase (decrease) in cash	9,480,360	(1,545,702)
Cash and cash equivalents at beginning of period	1,552,711	3,246,345
Cash and cash equivalents at end of period	11,033,071	1,700,643

SUPPLEMENTAL DISCLOSURE WITH RESPECT TO CASH FLOWS (Note 7)

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

Kirkland Lake Discoveries Corp.
Consolidated Statements of Changes in Equity
(Expressed in Canadian Dollars)

	Number of shares	Share capital \$	Reserves \$	Deficit \$	Total equity \$
Balance at March 31, 2024	88,624,522	58,995,971	7,098,997	(53,029,924)	13,065,044
Private placement	21,802,852	1,341,200	-	-	1,341,200
Share issue costs	-	(81,443)	-	-	(81,443)
Share issue costs – brokers' warrants	-	(31,371)	31,371	-	-
Flow-through share premium	-	(251,057)	-	-	(251,057)
Stock-based compensation	-	-	128,525	-	128,525
Total comprehensive loss for the period	-	-	-	(2,768,183)	(2,768,183)
Balance at December 31, 2024	110,427,374	59,973,300	7,258,893	(55,798,107)	11,434,086
Share issue costs	-	(9,278)	-	-	(9,278)
Total comprehensive loss for the period	-	-	-	(17,861)	(17,861)
Balance at March 31, 2025	110,427,374	59,964,022	7,258,893	(55,815,968)	11,406,947
Shares issued for exploration and evaluation assets	2,150,000	75,250	-	-	75,250
Private placement	44,886,010	12,717,262	-	-	12,717,262
Share issue costs	-	(568,482)	201,920	-	(366,562)
Flow-through share premium	-	(1,499,815)	-	-	(1,499,815)
Brokers' warrants exercised	299,999	46,789	(10,789)	-	36,000
Warrants exercised	3,044,500	355,340	-	-	355,340
Issue of stock options	-	-	1,897,031	-	1,897,031
Stock options exercised	400,000	48,912	(21,912)	-	27,000
Total comprehensive loss for the period	-	-	-	(4,124,056)	(4,124,056)
Balance at December 31, 2025	161,207,883	71,139,278	9,325,143	(59,940,024)	20,524,397

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

Kirkland Lake Discoveries Corp.

Notes to the Condensed Consolidated Interim Financial Statements

For the three and nine months ended December 31, 2025 and 2024

Expressed in Canadian Dollars

1. NATURE OF OPERATIONS AND GOING CONCERN

Kirkland Lake Discoveries Corp. (the “Company” or “Kirkland Lake”) was incorporated under the laws of British Columbia on March 6, 1984. The Company is listed on the TSX Venture Exchange (“TSX-V”) under the symbol “KLDC”, as a Tier 2 mining issuer. The address of the Company’s corporate office and principal place of business is 555 Burrard St Vancouver, P.O. Box 272, British Columbia, Canada, V7X 1M8.

The Company is a mineral exploration company engaged in the acquisition, exploration and evaluation of resource properties. The Company’s exploration and evaluation assets presently have no proven or probable reserves, and on the basis of information to date, it has not yet determined whether these properties contain economically recoverable resources. The recoverability of amounts shown for exploration and evaluation assets are dependent upon the existence of economically recoverable reserves, the ability of the Company to obtain necessary financing to complete the development of those reserves and upon future profitable production.

These condensed consolidated interim financial statements have been prepared assuming the Company will continue on a going-concern basis and do not include adjustments to amounts and classifications of assets and liabilities that might be necessary should the Company be unable to continue operations. The ability of the Company to continue as a going concern depends upon its ability to develop profitable operations and to continue to raise adequate financing. As at December 31, 2025, the Company had an accumulated deficit of \$59,940,024 and shareholders’ equity of \$20,524,397. In addition, the Company has working capital of \$10,169,596, consisting primarily of cash and cash equivalents, and negative cash flow from operating activities of \$3,111,334. Management is actively targeting sources of additional financing through alliances with financial, exploration and mining entities, or other business and financial transactions which would assure continuation of the Company’s operations and exploration programs. In order for the Company to meet its liabilities as they come due and to continue its operations, the Company is solely dependent upon its ability to generate such financing. 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.

The Company’s business may be affected by changes in political and market conditions, such as interest rates, availability of credit, inflation rates, changes in laws and tariffs, and national and international circumstances. Recent geopolitical events and potential economic global challenges such as the risk of higher inflation and energy crises, may create further uncertainty and risk with respect to the prospects of the Company’s business.

These condensed consolidated interim financial statements were approved by the Board of Directors of the Company on February 25, 2026.

2. MATERIAL ACCOUNTING POLICY INFORMATION

The principal accounting policies applied in the preparation of these consolidated financial statements are set out below.

a) Statement of compliance

These condensed consolidated interim financial statements have been prepared in accordance with IFRS Accounting Standards (“IFRS”) as applicable to interim financial reports including International Accounting Standards 34 “Interim Financial Reporting” issued by the International Accounting Standards Board (“IASB”).

Kirkland Lake Discoveries Corp.

Notes to the Condensed Consolidated Interim Financial Statements

For the three and nine months ended December 31, 2025 and 2024

Expressed in Canadian Dollars

2. MATERIAL ACCOUNTING POLICY INFORMATION (continued)

a) Statement of compliance (continued)

These condensed consolidated interim financial statements do not include all the information and note disclosures required by IFRS for annual financial statements and should be read in conjunction with the annual consolidated financial statements for the year ended March 31, 2025, which have been prepared in accordance with IFRS, as issued by the IASB.

The policies applied in these condensed consolidated interim financial statements are the same as those applied in the most recent annual consolidated financial statements and were consistently applied to all the periods presented.

b) Basis of presentation

These condensed consolidated interim financial statements are expressed in Canadian dollars and have been prepared on a historical cost basis except for financial instruments classified as subsequently measured at fair value. In addition, these condensed consolidated financial statements have been prepared using the accrual basis of accounting, except for cash flow information. The functional currency of the Company and its subsidiary is the Canadian dollar.

Certain comparative figures have been reclassified to conform to the current period presentation.

c) Principles of consolidation

These condensed consolidated interim financial statements include the accounts of Kirkland Lake Discoveries Corp. and its wholly owned subsidiary, RD Minerals S.A. de C.V.. All significant intercompany transactions have been eliminated.

d) Significant Accounting Estimates and Judgments

The preparation of these condensed consolidated interim financial statements requires management to make certain estimates, judgments and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and reported amounts of expenses during the reporting period. Actual outcomes could differ from these estimates.

In preparing these condensed consolidated interim financial statements, the Company applied the critical judgments and estimates disclosed in Note 2 of its audited consolidated financial statements for the year ended March 31, 2025.

e) Initial application of standards, interpretations and amendments to standards and interpretations in the reporting period

The IASB issued certain new accounting standards or amendments that are mandatory for accounting periods on or after January 1, 2025. The effect of such new accounting standards or amendments did not have a material impact on the Company and therefore the Company did not record any adjustments to the consolidated financial statements.

Kirkland Lake Discoveries Corp.

Notes to the Condensed Consolidated Interim Financial Statements

For the three and nine months ended December 31, 2025 and 2024

Expressed in Canadian Dollars

2. MATERIAL ACCOUNTING POLICY INFORMATION (continued)

f) New and amended IFRS standards not yet effective

Certain new accounting standards or interpretations have been published that are not mandatory for the current period and have not been early adopted. These standards and interpretations are not expected to have a material impact on the Company's financial statements, except for IFRS 18 "Presentation and Disclosure in Financial Statements". IFRS 18 includes requirements for all entities applying IFRS for the presentation and disclosure of information in financial statements and has an effective date of January 1, 2027. The effects of the adoption of IFRS 18 on the Company's consolidated financial statements have not yet been determined.

3. EXPLORATION AND EVALUATION ASSETS

The schedules below summarize the carrying costs of acquisition costs and exploration expenditures incurred to date for each exploration and evaluation asset that the Company is continuing to explore as at December 31, 2025 and March 31, 2025:

	KL West Side	KL East Side	Total
	\$	\$	\$
Nine months ended December 31, 2025			
Exploration and evaluation assets			
Balance as at March 31, 2025	5,267,114	4,805,944	10,073,058
Acquisition costs	17,224	-	17,224
Option payments	69,208	-	69,208
Balance as at December 31, 2025	5,353,546	4,805,944	10,159,490
Exploration and evaluation expenditures			
Cumulative exploration expense -			
March 31, 2025	6,828,996	1,914,797	8,743,793
Assays	88,276	3,750	92,026
Camp costs	35,685	-	35,685
Claims management	32,304	17,444	49,748
Community consultations	30,265	284	30,549
Drilling	715,811	-	715,811
Equipment rental	17,480	-	17,480
Geology	208,772	4,005	212,777
Geophysical survey	339,080	-	339,080
Geotechnical	14,953	540	15,493
Other	1,283	(912)	371
Permits	1,452	-	1,452
Travel and accommodations	37,462	-	37,462
	1,522,823	25,111	1,547,934
Cumulative exploration expense – December 31, 2025	8,351,819	1,939,908	10,291,727

Kirkland Lake Discoveries Corp.

Notes to the Condensed Consolidated Interim Financial Statements

For the three and nine months ended December 31, 2025 and 2024

Expressed in Canadian Dollars

3. EXPLORATION AND EVALUATION ASSETS (continued)

	KL West Side	KL East Side	Total
Nine months ended December 31, 2024	\$	\$	\$
Exploration and evaluation assets			
Balance as at March 31, 2024 and December 31, 2024	5,230,020	4,805,944	10,035,964
Acquisition costs	37,094	-	37,094
	<u>5,267,114</u>	<u>4,805,944</u>	<u>10,073,058</u>
Exploration and evaluation expenditures			
Cumulative exploration expense - March 31, 2024	5,098,947	1,534,817	6,633,764
Assays	336,831	60,619	397,450
Camp costs	40,727	9,442	50,169
Claims management	15,630	18,305	33,935
Community consultations	12,706	-	12,706
Drilling	180,557	11,819	192,376
Equipment rental	80,059	7,040	87,099
Geology	888,236	151,475	1,039,711
Geophysical survey	47,116	47,116	94,232
Geotechnical	14,290	36,612	50,902
Mapping	-	8,150	8,150
Other	5,162	1,564	6,726
Permits	3,647	-	3,647
Transportation	30,730	9,159	39,889
Travel and accommodations	8,422	4,942	13,364
	<u>1,664,113</u>	<u>366,243</u>	<u>2,030,356</u>
Cumulative exploration expense – December 31, 2024	6,763,060	1,901,060	8,664,120

(a) KL West Side

KL West Side is comprised of the Goodfish-Kirana Project (“Goodfish”) and the KL West Land Package.

Goodfish Property

The Company owns a 100% interest in the Goodfish property that was acquired by making payments in cash, common shares of the Company and/or in exchange for a net smelter return (“NSR”) between 2018 and 2022. The property comprises 237 cell claims and 30 patented mining claims. The Company wholly owns the property subject to various NSR arrangements.

The KL West Land Package

In August 2021, the Company entered into an option agreement with an arm’s length party to acquire a 100% interest in the KL West (“KLW”) and KL Central (“KLC”) land packages. The KLW land package comprises 107 mining claims and the KLC land package comprises eight mining claims, for an aggregate of 115 claims. Under the terms of the option agreement, the Company paid \$70,000 in cash and issued 250,000 common shares over three years.

Kirkland Lake Discoveries Corp.

Notes to the Condensed Consolidated Interim Financial Statements
For the three and nine months ended December 31, 2025 and 2024
Expressed in Canadian Dollars

3. EXPLORATION AND EVALUATION ASSETS (continued)

(a) KL West Side (continued)

The KL West Land Package (continued)

The option agreement is also subject to the issuance of 1,000,000 common shares upon the delivery of a Pre-Feasibility Study as defined in accordance with a National Instrument 43-101 technical report prepared by the Company and a 1.5% NSR. The Company has the right to purchase two-thirds of the NSR (or 1%) for \$1,000,000.

Acquisition costs incurred in connection with the purchase of the KLW and KLC land packages were split evenly between the KL West Side and KL East Side properties (see Note 3(b)).

In March 2022, the Company staked 29 new claims in Melba township. These claims are contiguous to the northern part of the KLW land package and are immediately west of the Barnet Creek Fault Zone, a prominent north-south-trending fault that is considered to be the structural control on nearby gold occurrences.

The KLW land package is contiguous to and west of the Company's Goodfish Project and the KLC land package is contiguous to the Company's Arnold Property (see Note 3(b)).

In February 2023, the Company acquired three separate blocks of claims that are contiguous to the KLW and the KLC ground. The properties acquired include the Winnie Lake claims, Teck-Bernhardt and the Kennedy Lake Property. The Winnie Lake claims were transferred in exchange for payment of the staking and extension costs of \$2,520. The Company paid \$50,000 in total for the other claims. Acquisition costs incurred were split evenly between the KL West Side and KL East Side properties (see Note 3(b)).

On April 17, 2025, the Company entered into a mineral property option agreement to acquire a 100% interest in the Winnie Lake and Amikougami properties located near Kirkland Lake, Ontario. The properties are adjacent to the Company's existing mineral claims in the KL West area. Under the terms of the option agreement, the Company agreed to issue 1,750,000 common shares upon approval by the TSX Venture Exchange (issued) and incur \$1,200,000 in exploration expenditures on the properties over four years as follows: \$150,000 before the first annual anniversary (incurred), \$250,000 before the second anniversary, \$350,000 before the third anniversary, and \$450,000 before the fourth anniversary. The option agreement is subject to NSRs ranging from 0.75% to 2.00%. The Company paid \$7,959 in related legal and filing fees.

On April 23 and 28, 2025, the Company also entered into two mineral property purchase agreements to acquire additional claims contiguous with the Company's KL West. Under the terms of each property purchase agreement, the Company agreed to issue 200,000 common shares upon approval by the TSX Venture Exchange (400,000 common shares issued). Each purchase agreement is also subject to a 1.0% NSR. The Company has the right to purchase 0.5% of each NSR (or 1%) for \$500,000. The Company paid \$3,223 in related legal and filing fees.

Kirkland Lake Discoveries Corp.

Notes to the Condensed Consolidated Interim Financial Statements

For the three and nine months ended December 31, 2025 and 2024

Expressed in Canadian Dollars

3. EXPLORATION AND EVALUATION ASSETS (continued)

(b) KL East Side (continued)

KL East Side is comprised of the KL Central Land Package, Arnold and Lucky Strike properties.

KL Central Land Package

The KL Central Land Package was acquired along with the KL West Package of claims (see Note 3(a)).

On November 14, 2022, the Company acquired, via staking, an additional 66 cell claims contiguous to the KLC land package.

The Arnold Property

The Company owns a 100% interest in the Arnold property that was acquired by making payments in common shares of the Company. The property comprises 28 claims. The Company wholly owns the property subject to various NSR arrangements.

Lucky Strike Property

On May 25, 2023, the Company acquired from New Found Gold Corp. (“NFG”) all of the properties comprising the Lucky Strike Project located immediately to the east of the Company’s Goodfish-Kirana Project, in Kirkland Lake, Ontario, and consisting of 645 unpatented mining claims. The Company acquired the Lucky Strike Project by issuing to NFG 28,612,500 common shares with an estimated fair value of \$4,657,482 and granting to NFG a 1.0% net smelter return royalty on the Lucky Strike Project pursuant to a royalty agreement. In addition, under the terms of the purchase agreement, NFG agreed to use commercially reasonable efforts to distribute all the common shares of the Company that it holds to its shareholders, pro rata, within one year following the completion of the acquisition. The Company incurred \$34,702 in legal and regulatory fees in connection with the acquisition.

In September 2022, the Company staked a “bridge” of claims connecting the KL West Side and KL East Side properties so that assessment credits accumulated anywhere on the Company’s project areas can be transferred easily avoiding administrative hurdles. The “bridge” is comprised of 49 cell claims.

As of December 31, 2025, the Company’s land position was 1,452 claims and 30 patented claims (March 31, 2025 - 1,376 claims and 30 patented claims).

(c) Exploration Agreement

On January 1, 2025, the Company entered into an exploration agreement with Apitipi Anicinapek Nations (“Apitipi”) to promote a cooperative and mutually respectful relationship concerning exploration of the KL West and KL East projects, which are partially located on the territories traditionally owned by Apitipi. Under the terms of the agreement, the Company agreed to spend up to \$20,000 on the archeological study of the property. The Company also agreed to contribute funds to the community fund established by Apitipi. The annual contribution will be equivalent to 2% of all exploration costs incurred by the Company on all KL properties during the year. The 2025 contribution will be payable in cash or common shares of the Company, whereas all subsequent contributions will be payable in cash. Included in accounts payable and accrued liabilities at December 31, 2025, is \$30,549 in accrued contributions to the community fund.

Kirkland Lake Discoveries Corp.

Notes to the Condensed Consolidated Interim Financial Statements

For the three and nine months ended December 31, 2025 and 2024

Expressed in Canadian Dollars

4. FLOW-THROUGH SHARE PREMIUM

	Issued May 2023 \$	Issued December 2024 \$	Issued October 2025 \$	Total \$
Balance at March 31, 2024	166,117	-	-	166,117
Liability recognized on flow-through shares issued	-	251,057	-	251,057
Settlement of flow-through share premium on expenditures incurred	(166,117)	(6,341)	-	(172,458)
Balance at March 31, 2025	-	244,716	-	244,716
Liability recognized on flow-through shares issued	-	-	1,499,815	1,499,815
Settlement of flow-through share premium on expenditures incurred	-	(244,716)	(208,195)	(452,911)
Balance at December 31, 2025	-	-	1,291,620	1,291,620

Flow-through share arrangements entitle the holder of the flow-through share to a 100% tax deduction in respect of qualifying Canadian exploration expenses as defined in the Income Tax Act, Canada ("Qualifying CEE").

During the nine months ended December 31, 2025, the Company incurred \$1,498,441 (nine months ended December 31, 2024 – \$1,827,293) in Qualifying CEE and amortized a total of \$452,911 (nine months ended December 31, 2024 – \$166,117 of its flow-through liabilities).

The flow-through premium liability does not represent a cash liability to the Company and is to be fully amortized to the statements of loss and comprehensive loss pro-rata with the amount of qualifying expenditures that will be incurred.

As at December 31, 2025, the Company must spend another \$5,696,953 of Qualifying CEE by December 31, 2026 to satisfy its remaining current flow-through liability of \$1,291,620.

The Company has until February of the following year after the renunciation is completed under the look-back rule to incur the flow-through funds otherwise the Company will be subject to the Part XII.6 tax. The Company has accrued Part XII.6 tax of \$14,679 during the nine months ended December 31, 2025 (nine months ended December 31, 2024 - \$32,400).

5. SHARE CAPITAL AND RESERVES

Authorized Share Capital

At December 31, 2025, the authorized share capital comprised an unlimited number of common shares. The common shares do not have a par value. All issued shares are fully paid.

Kirkland Lake Discoveries Corp.

Notes to the Condensed Consolidated Interim Financial Statements

For the three and nine months ended December 31, 2025 and 2024

Expressed in Canadian Dollars

5. SHARE CAPITAL AND RESERVES (continued)

Details of Common Shares Issued During the Nine Months Ended December 31, 2025

On October 22, 2025, the Company completed a non-brokered private placement offering of 7,600,000 flow-through units at a price of \$0.37 per unit, 25,529,727 non-flow-through units at a price of \$0.25 per unit, and 11,756,283 flow-through shares at a price of \$0.30 per flow-through share, for aggregate gross proceeds of \$12,721,317. Each flow-through unit was comprised of one flow-through common share and one half of a common share purchase warrant, with each whole share purchase warrant exercisable to acquire one additional common share at an exercise price of \$0.40 until October 22, 2028. Each non-flow-through unit was comprised of one non-flow-through common share and one half of a common share purchase with each whole share purchase warrant exercisable to acquire one additional common share at an exercise price of \$0.40 until October 22, 2028. The premium received on the flow-through units and flow-through shares issued was determined to be \$1,499,815. Total share issue costs were \$568,482 including cash commissions of \$274,981 and 933,935 brokers' warrants with a fair value of \$201,920 exercisable into common shares of the Company at a price of \$0.40 per common share until October 22, 2028.

On May 9, 2025, the Company issued 2,150,000 common shares with a value of \$75,250 pursuant to the acquisition of certain mineral interests (Note 3(a)).

During the nine months ended December 31, 2025, 400,000 stock options were exercised at a weighted average exercise price of \$0.07 per share for gross proceeds of \$27,000.

During the nine months ended December 30, 2025, 3,044,500 warrants were exercised at a weighted average exercise price of \$0.12 per share for gross proceeds of \$355,340 and 299,999 brokers' warrants were exercised at a weighted average exercise price of \$0.12 per share for gross proceeds of \$36,000.

Details of Common Shares Issued During the Year Ended March 31, 2025

On December 23, 2024, the Company completed a non-brokered private placement offering of 12,552,852 flow-through units at a price of \$0.07 per unit, and 9,250,000 non-flow-through units at a price of \$0.05 per unit, for aggregate gross proceeds of \$1,341,200. Each flow-through unit is comprised of one flow-through common share and one half of a common share purchase warrant, with each whole share purchase warrant exercisable to acquire one additional common share at an exercise price of \$0.12 until December 23, 2027. Each non-flow-through unit is comprised of one non-flow-through common share and one common share purchase warrant exercisable to acquire one additional common share at an exercise price of \$0.08 until December 23, 2027. The fair value of the warrants issued as part of the units was determined to be \$Nil using the residual value method. The premium received on the flow-through units issued was determined to be \$251,057. The Company incurred share issuance costs of \$90,721, of which \$60,634 was incurred for cash commissions and \$30,087 was incurred for professional and regulatory fees. The Company also issued 853,699 brokers' warrants with a fair value of \$30,701 exercisable into common shares of the Company at a price of \$0.12 per common share until December 23, 2027, and 17,500 brokers' warrants with a fair value of \$670 exercisable into common shares of the Company at a price of \$0.08 per common share until December 23, 2027.

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5. SHARE CAPITAL AND RESERVES (continued)

Share Purchase Option Compensation Plan

In September 2023, the shareholders of the Company re-approved the Company's incentive stock option plan (the "Stock Option Plan") which provides that the aggregate number of common shares of the Company's capital issuable pursuant to options granted may not exceed 10% of the issued and outstanding shares. If the aggregate number of options granted exceeds the maximum allowed under the Stock Option Plan, exercise of the options will require shareholder approval. Options granted under the Plan may have a maximum term of ten years and the exercise price of options granted will not be less than the discounted market price of the common shares as of the award date. The board of directors has the authority to set the vesting terms of options granted, subject to the rules of the TSX-V regarding options granted for investor relations services.

Stock options

The continuity of share purchase options for the nine months ended December 31, 2025 and the year ended March 31, 2025 is as follows:

	Number of options	Weighted average exercise price \$
March 31, 2024	5,950,000	0.16
Issued	3,300,000	0.05
Expired	(900,000)	0.25
March 31, 2025	8,350,000	0.10
Issued	6,980,600	0.40
Exercised	(400,000)	0.07
December 31, 2025	14,930,600	0.24

The Company's outstanding and exercisable stock options at December 31, 2025 are as follows:

Expiry date	Exercise price	Options outstanding	Options exercisable
September 23, 2026	\$ 0.26	587,500	587,500
March 28, 2027	\$ 0.30	62,500	62,500
October 31, 2028	\$ 0.12	4,300,000	4,300,000
November 6, 2029	\$ 0.05	3,000,000	3,000,000
October 22, 2030	\$ 0.40	480,600	480,600
October 31, 2030	\$ 0.40	5,500,000	5,500,000
November 24, 2030	\$ 0.40	1,000,000	200,000
		14,930,600	14,130,600
Weighted average remaining life (yrs)		4.0	3.8
Weighted average exercise price	\$	0.24	\$ 0.23

Kirkland Lake Discoveries Corp.

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5. SHARE CAPITAL AND RESERVES (continued)

The Company used the Black-Scholes option-pricing model to determine the fair value of stock options issued using the following weighted average assumptions:

Nine months ended December 31	2025	2024
Risk-free interest rate	2.69%	3.12%
Expected option life in years	4.86	5.00
Expected share price volatility ⁽ⁱ⁾	142.40%	133.67%
Grant date share price	\$0.33	\$0.045
Grant date fair value	\$0.29	\$0.04
Expected forfeiture rate	-	-
Expected dividend yield	Nil	Nil

⁽ⁱ⁾ The expected share price volatility is based on the average historical share prices of the Company over the life of the stock option. The period in 2023 when the share trading was halted is excluded from the calculation.

The table below summarizes the weighted average fair value of share purchase options exercised and the share price at the date of exercise:

Nine months ended December 31	2025	2024
Weighted average:		
Fair value of share purchase options exercised	\$0.05	-
Closing share price at the date of exercise	\$0.21	-

Warrants

The continuity of warrants for the nine months ended December 31, 2025 and the year ended March 31, 2025 are as follows:

	Number of Financing Warrants	Weighted Average Exercise Price \$	Number of Brokers' Warrants	Weighted Average Exercise Price \$
March 31, 2024	30,237,299	0.40	1,802,238	0.25
Issued	15,526,436	0.10	871,199	0.12
March 31, 2025	45,763,725	0.30	2,673,437	0.21
Expired	(30,237,299)	0.40	(1,802,238)	0.25
Issued	16,564,863	0.40	933,935	0.40
Exercised	(3,044,500)	0.12	(299,999)	0.12
December 31, 2025	29,046,789	0.27	1,505,135	0.29

The Company's outstanding warrants at December 31, 2025 are as follows:

Number of Financing Warrants	Exercise Price \$	Expiry Date	Number of Brokers' Warrants	Exercise Price \$	Expiry Date
9,000,000	0.08	December 23, 2027	17,500	0.08	December 23, 2027
3,481,926	0.12	December 23, 2027	553,700	0.12	December 23, 2027
16,564,863	0.40	October 22, 2028	933,935	0.40	October 22, 2028

The weighted average remaining life of the outstanding warrants as of December 31, 2025 is 2.45 years (March 31, 2025 – 1.04 years) and the weighted average life of the outstanding brokers' warrants as of December 31, 2025 is 2.49 years (March 31, 2025 – 0.99 years).

Kirkland Lake Discoveries Corp.

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5. SHARE CAPITAL AND RESERVES (continued)

The Company used the Black-Scholes option-pricing model to determine the fair value of brokers' warrants issued using the following weighted average assumptions:

Nine months ended December 31	2025	2024
Risk-free interest rate	2.39%	2.97%
Expected warrant life in years	3.00	3.00
Expected share price volatility ⁽¹⁾	164%	150%
Exercise price	\$0.40	\$0.12
Grant date share price	\$0.27	\$0.05
Grant date fair value	\$0.22	\$0.04
Expected dividend yield	Nil	Nil

⁽¹⁾ The expected share price volatility is based on the average historical share prices of the Company over the life of the warrant. The period in 2023 when the share trading was halted is excluded from the calculation.

The fair value of brokers' warrants issued during the nine months ended December 31, 2025 was determined to be \$201,920 (2024 - \$31,371).

6. RELATED PARTY BALANCES AND TRANSACTIONS

All transactions with related parties have occurred in the normal course of operations and on terms and conditions that are similar to those of transactions with unrelated parties and are measured at the amount of consideration paid or received.

	Three and nine months ended	
	2025	2024
	\$	\$
Amounts paid to the Northern Miner Group for investor relations and corporate development ⁽¹⁾	-	95

⁽¹⁾ The Northern Miner Group is a related entity having the following common director to the Company: Denis Laviolette, Director and President.

There are no ongoing contractual commitments resulting from these transactions with related parties.

As at December 31, 2025 and March 31, 2025, there were no amounts payable to related parties.

Key management personnel compensation

Key management personnel include those persons having authority and responsibility for planning, directing and controlling the activities of the Company as a whole. The Company has determined that key management personnel consist of executive and non-executive members of the Company's Board of Directors and corporate officers.

Kirkland Lake Discoveries Corp.

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6. RELATED PARTY BALANCES AND TRANSACTIONS (continued)

Three months ended December 31, 2025	Salaries and Consulting fees \$	Bonus \$	Share-based compensation \$	Total \$
Stefan Sklepowicz, Chief Executive Officer and Director	44,438	100,000	464,424	608,862
Natalia Samartseva, Chief Financial Officer	15,000	-	-	15,000
Denis Laviolette, Executive Chairman	16,444	65,000	309,616	391,060
Christina McCarthy, Director	20,000	-	216,731	236,731
Gary Nassif, Director	20,000	-	216,731	236,731
Vincent Dube-Bourgeois, Director	20,000	-	216,731	236,731
Total	135,882	165,000	1,424,233	1,725,115

Three months ended December 31, 2024	Salaries and consulting fees \$	Bonus \$	Share-based compensation \$	Total \$
Stefan Sklepowicz, Chief Executive Officer	34,000	-	46,736	80,736
Natalia Samartseva, Chief Financial Officer	14,188	-	-	14,188
Denis Laviolette, Executive Chairman	-	-	11,684	11,684
Christina McCarthy, Director	-	-	11,684	11,684
Gary Nassif, Director	-	-	11,684	11,684
Vincent Dube-Bourgeois, Director	-	-	11,684	11,684
Total	48,188	-	93,472	141,660

Nine months ended December 31, 2025	Salaries and Consulting fees \$	Bonus \$	Share-based compensation \$	Total \$
Stefan Sklepowicz, Chief Executive Officer and Director	116,438	100,000	464,424	680,862
Natalia Samartseva, Chief Financial Officer	45,000	-	-	45,000
Denis Laviolette, Executive Chairman	16,444	65,000	309,616	391,060
Christina McCarthy, Director	20,000	-	216,731	236,731
Gary Nassif, Director	20,000	-	216,731	236,731
Vincent Dube-Bourgeois, Director	20,000	-	216,731	236,731
Total	237,882	165,000	1,424,233	1,827,115

Kirkland Lake Discoveries Corp.

Notes to the Condensed Consolidated Interim Financial Statements
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6. RELATED PARTY BALANCES AND TRANSACTIONS (continued)

Nine months ended December 31, 2024	Salaries and consulting fees \$	Bonus \$	Share-based compensation \$	Total \$
Daniele Spethmann, former President, Chief Executive Officer and Director ⁽ⁱ⁾	328,043	-	-	328,043
Stefan Sklepowicz, Chief Executive Officer	79,000	-	46,736	125,736
Natalia Samartseva, Chief Financial Officer	44,188	-	-	44,188
Denis Laviolette, Executive Chairman	-	-	11,684	11,684
Christina McCarthy, Director	-	-	11,684	11,684
Gary Nassif, Director	-	-	11,684	11,684
Vincent Dube-Bourgeois, Director	-	-	11,684	11,684
Total	451,231	-	93,472	544,703

⁽ⁱ⁾ Upon the former Chief Executive Officer's resignation in May 2024, the Company paid \$300,000 in fees and \$5,543 in car expense reimbursements to the former Chief Executive Officer.

As at December 31, 2025, there was \$175,250 owed to Stefan Sklepowicz, the Company's Chief Executive Officer, for compensation of \$63,214, a bonus of \$100,000 and marketing expenditures of \$12,036 (March 31, 2025 – \$17,372 comprised of \$13,560 for compensation and \$3,812 for marketing expenditures). The amounts are unsecured, non-interest bearing and without fixed terms of repayment.

Under the terms of their management agreements, certain officers of the Company are entitled to 24 months of base pay in the event of their agreements being terminated without cause.

7. SUPPLEMENTAL DISCLOSURE WITH RESPECT TO CASH FLOWS

	Nine months ended December 31,	
	2025	2024
	\$	\$
Non-cash investing and financing activities:		
Shares issued to acquire exploration and evaluation assets	75,250	-
Exploration and evaluation assets included in accounts payable and accrued liabilities	-	9,172
Cash paid for income taxes	-	-
Cash paid for interest	-	-

8. SEGMENTED INFORMATION

The Company's operations are limited to a single reportable segment, being mineral exploration and evaluation. All of the Company's evaluation and exploration assets are located in Canada.

Kirkland Lake Discoveries Corp.

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9. BASIC AND DILUTED LOSS PER COMMON SHARE

	Three months ended December 31,		Nine months ended December 31,	
	2025	2024	2025	2024
Basic weighted average number of common shares outstanding	150,423,728	90,520,422	125,329,360	89,258,787
Effect of outstanding securities	-	-	-	-
Diluted weighted average number of common shares outstanding	150,423,728	90,520,422	125,329,360	89,258,787

During the three and nine months ended December 31, 2025 and 2024, the Company had a net loss, as such, the diluted loss per share calculation excludes any potential conversion of options, warrants and brokers' warrants that would decrease loss per share.

10. FINANCIAL INSTRUMENTS

(a) Fair Values

The Company's financial instruments include cash and cash equivalents, accounts payable and accrued liabilities. Fair value amounts disclosed in these condensed consolidated interim financial statements represent the Company's estimate of the price at which a financial instrument could be exchanged in a market in an arm's length transaction between knowledgeable, willing parties who are under no compulsion to act. These estimates may change in subsequent reporting periods due to market conditions or other factors.

A fair value hierarchy is used to categorize the inputs used to measure fair value. Financial instruments measured at fair value are classified into one of three levels in the fair value hierarchy according to the relative reliability of the inputs used to estimate the fair values. The three levels of the fair value hierarchy are as follows:

Level 1 - includes financial assets and liabilities that are measured in whole or in significant part by reference to published quotes in an active market at the measurement date. A financial instrument is regarded as quoted in an active market if quoted prices are readily and regularly available from an exchange, dealer, broker, industry group, pricing service or regulatory agency and those prices represent actual and regularly occurring market transactions on an arm's length basis. The Company has no assets or liabilities in this category.

Level 2 - includes financial assets and liabilities using valuation techniques based on assumptions that are supported by prices from observable current market transactions. The Company has no assets or liabilities in this category.

Level 3 - includes financial assets and liabilities measured using valuation techniques based on nonmarket observable inputs. This means that fair values are determined in whole or in part using a valuation model based on assumptions that are neither supported by prices from observable current market transactions in the same instrument nor are they based on available market data. The Company has no assets or liabilities in this category.

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Notes to the Condensed Consolidated Interim Financial Statements

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10. FINANCIAL INSTRUMENTS (continued)

(b) Classification of financial assets and liabilities

Amortized cost:

Financial assets that meet the following conditions are measured subsequently at amortized cost:

(i) The financial asset is held within a business model whose objective is to hold financial assets in order to collect contractual cash flows, and

(ii) The contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

The amortized cost of a financial asset is the amount at which the financial asset is measured at initial recognition minus the principal repayments, plus the cumulative amortization using effective interest method of any difference between that initial amount and the maturity amount, adjusted for any loss allowance. Interest income is recognized using the effective interest method. Interest income is recognized in investment income (loss) in profit or loss. The Company's financial assets at amortized cost include cash and cash equivalent. The Company's financial liabilities at amortized cost include accounts payable and accrued liabilities. The carrying value of cash and cash equivalents and accounts payable and accrued liabilities approximate their fair value due to the short-term nature and limited credit risk of these assets and liabilities.

(c) Financial Instruments Risk Management

The Company has exposure to credit, liquidity and market risks from its use of financial instruments. This note provides information about the Company's exposure to each of these risks, and the Company's objectives, policies and processes for measuring and managing such risks. The board of directors has overall responsibility for the establishment and oversight of the Company's risk management framework.

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 does not have financial instruments that potentially subject the Company to credit risk. Overall, the Company's credit risk has not changed significantly from the prior year. Sales taxes recoverable are due from the Canada Revenue Agency and the Company places its cash and cash equivalents with financial institutions with high credit ratings, therefore in management's judgment, credit risk is low.

There have been no changes in management's methods for managing credit risk since March 31, 2025.

Liquidity risk

Liquidity risk is the risk that the Company will encounter difficulty in paying obligations as they come due. The Company's financial liabilities consist of accounts payable and accrued liabilities. Accounts payable consists of invoices payable to trade suppliers for capital expenditures, field operating activities, and general corporate expenses. Substantially all of the Company's financial liabilities have contractual maturities of less than 90 days and are subject to normal trade terms. The Company addresses its liquidity risk through equity financing obtained through sale of common shares and units. While the Company has been successful in securing financing in the past, there is no assurance that it will be able to do so in the future.

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10. FINANCIAL INSTRUMENTS (continued)

As at December 31, 2025, the Company has working capital of \$10,169,596 (March 31, 2025 - \$1,308,185). There have been no changes in management's methods for managing liquidity risk since March 31, 2025.

Market risk

Market risk is the risk that changes in market prices, such as commodity prices, interest rates and foreign exchange rates will affect the Company's net earnings or the value of financial instruments. The objective of the Company is to manage and mitigate market risk exposures within acceptable limits, while maximizing returns.

(i) Currency risk

Financial instruments that impact the Company's net earnings or other comprehensive income due to currency fluctuation include cash accounts denominated in US dollars. Fluctuations in the exchange rate between the US dollar and the Canadian dollar at December 31, 2025 would not have a material impact on the Company's profit or loss.

(ii) Interest rate risk

Interest rate risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate due to changes in market interest rates. The Company is not exposed to interest rate risk as it does not hold any funds in accounts that are subject to variable interest rates.

(iii) Commodity price risk

Commodity price risk is defined as the potential adverse impact on earnings and economic value due to commodity price movements and volatilities. The Company's property has exposure to predominantly gold. Commodity prices, especially gold, greatly affect the value of the Company and the potential value of its property and investments.

(iv) Equity price risk

Equity price risk is the risk that the fair value of or future cash flows from financial instruments will significantly fluctuate because of changes in market prices. The Company does not have any investments in equity instruments at December 31, 2025 or March 31, 2025 and therefore is not exposed to equity price risk.

11. CAPITAL MANAGEMENT

The Company's objectives when managing capital are:

- To safeguard its ability to continue as a going concern in order to develop and operate its current projects;
- Pursue strategic growth initiatives; and
- To maintain a flexible capital structure which lowers the cost of capital.

In assessing its capital structure, management includes in its assessment the components of equity consisting of common shares, stock options and warrants, and deficit that as at December 31, 2025 totalled \$20,524,397 (March 31, 2025 - \$11,406,947).

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11. CAPITAL MANAGEMENT (continued)

In order to facilitate the management of capital requirements, the Company prepares annual expenditure budgets and continuously monitors and reviews actual and forecasted cash flows. The annual and updated budgets are monitored and approved by the Board of Directors. To maintain or adjust the capital structure, the Company may, from time to time, issue new shares, issue new debt, repay debt or dispose of non-core assets. The Company's current capital resources are sufficient to carry out our exploration plans and support operations through the current operating period.

The Company is not subject to any capital requirements imposed by a regulator.

There were no changes in the Company's approach to capital management during the nine months ended December 31, 2025.

12. SUBSEQUENT EVENTS

Options issued

Subsequent to December 31, 2025, the Company issued 1,250,000 stock options to consultants. The options are exercisable at a price of \$0.30 per share until February 4, 2029 and vest immediately.

Warrants exercised

Subsequent to December 31, 2025, 2,142,856 warrants with an exercise price of \$0.12 per share were exercised for gross proceeds of \$257,143.