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## **Coloured Ties Capital Inc.**

**Condensed Interim Financial Statements**

**Three and Nine months ended June 30, 2025 and 2024**

**Expressed in thousands of Canadian dollars**

**(Unaudited – Prepared by Management)**

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

The accompanying unaudited condensed interim 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 financial statements in accordance with the standards established by the Canadian Institute of Professional Chartered Accountants for a review of interim financial statements by an entity's auditor.

**Coloured Ties Capital Inc.**

Condensed Interim Statements of Financial Position

As at June 30, 2025 and September 30, 2024

(Unaudited - expressed in thousands of Canadian dollars)

	Note	June 30, 2025 \$	September 30, 2024 \$
<b>ASSETS</b>			
Current Assets			
Cash and cash equivalents	5	972	82
Investments	6	12,894	22,971
Prepaid and deposits		3	15
Due from related parties	12	386	399
<b>Total assets</b>		<b>14,255</b>	<b>23,467</b>
<b>LIABILITIES</b>			
Current Liabilities			
Margin facility	5	-	456
Accounts payable and accrued liabilities		103	90
Due to related parties	12	1,830	1,607
<b>Total liabilities</b>		<b>1,933</b>	<b>2,153</b>
<b>SHAREHOLDER'S EQUITY</b>			
Share capital	7	136,858	136,323
Subscriptions received		750	-
Contributed surplus		39,566	40,101
Accumulated other comprehensive income		3,450	3,450
Accumulated deficit		(168,302)	(158,560)
Total shareholders' equity		12,322	21,314
<b>Total liabilities and shareholders' equity</b>		<b>14,255</b>	<b>23,467</b>

Commitments and Contingencies (Note 16)

Subsequent events (Note 17)

Approved by the Board of Directors on August 29, 2025

Signed:

*"Kulwant Malhi"*

Director – Kulwant Malhi

Signed:

*"Chris Cooper"*

Director – Chris Cooper

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

## Coloured Ties Capital Inc.

Condensed Interim Statements of Income (Loss)

(Unaudited - expressed in thousands of Canadian dollars, except per share amounts and number of shares outstanding)

	Note	Three months ended		Nine months ended	
		June 30, 2025	June 30, 2024	June 30, 2025	June 30, 2024
		\$	\$	\$	\$
<b>Income (loss) from investments:</b>					
Fair value gain (loss) on investments		<b>3,597</b>	(4,031)	<b>(7,869)</b>	(7,160)
Gain (loss) on sale of investments		<b>(373)</b>	155	<b>(1,130)</b>	(1,018)
Total income (loss) from investments		<b>3,224</b>	(3,876)	<b>(8,999)</b>	(8,178)
<b>General and administrative expenses:</b>					
General and administrative	11	<b>218</b>	567	<b>757</b>	2,241
Income (loss) before other income (expenses)		<b>3,006</b>	(4,443)	<b>(9,756)</b>	(10,419)
Other income (expenses)	12	<b>(1)</b>	1,363	<b>14</b>	1,388
<b>Net income (loss) for the period</b>		<b>3,005</b>	(3,080)	<b>(9,742)</b>	(9,031)
Income (loss) per share - Basic	13	<b>0.17</b>	(0.20)	<b>(0.56)</b>	(0.59)
Income (loss) per share - Diluted		<b>0.17</b>	(0.17)	<b>(0.56)</b>	(0.51)
Weighted average number of shares outstanding		<b>17,442,491</b>	15,294,645	<b>17,314,909</b>	15,294,645
Weighted average number of shares outstanding - Diluted		<b>17,442,491</b>	17,755,803	<b>17,314,909</b>	17,747,011

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

## Coloured Ties Capital Inc.

Condensed Interim Statements of Changes in Equity

For the Nine Months Ended June 30, 2025 and 2024

(Unaudited - expressed in thousands of Canadian dollars except for number of shares)

	Share capital (Note 7)		Contributed surplus \$	Accumulated other comprehensive income (loss) \$	Subscriptions received \$	Deficit \$	Total \$
	Number of shares	Amount \$					
<b>September 30, 2023</b>	<b>15,212,491</b>	<b>135,623</b>	<b>40,051</b>	<b>3,450</b>	-	<b>(159,353)</b>	<b>19,771</b>
Shares issued for options exercised	100,000	53	(22)	-	-	-	31
Shares issued for RSU vested	840,000	647	(647)	-	-	-	-
Fair value vested for RSU	-	-	635	-	-	-	635
Net loss for the period	-	-	-	-	-	(9,031)	(9,031)
<b>Balance, June 30, 2024</b>	<b>16,152,491</b>	<b>136,323</b>	<b>40,017</b>	<b>3,450</b>	-	<b>(168,384)</b>	<b>11,406</b>
<b>Balance, September 30, 2024</b>	<b>16,152,491</b>	<b>136,323</b>	<b>40,101</b>	<b>3,450</b>	-	<b>(158,560)</b>	<b>21,314</b>
Shares issued for RSU vested	1,290,000	535	(535)	-	-	-	-
Subscriptions received	-	-	-	-	750	-	750
Net loss for the period	-	-	-	-	-	(9,742)	(9,742)
<b>Balance, June 30, 2025</b>	<b>17,442,491</b>	<b>136,858</b>	<b>39,566</b>	<b>3,450</b>	<b>750</b>	<b>(168,302)</b>	<b>12,322</b>

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

**Coloured Ties Capital Inc.**

Condensed Interim Statements of Cash Flows

(Unaudited - expressed in thousands of Canadian dollars, except number of shares)

	Nine months ended	
	June 30, 2025	June 30, 2024
	\$	\$
<b>Cash Provided By (Used In)</b>		
<b>Operating Activities</b>		
Net loss for the period	(9,742)	(9,031)
Adjustments for:		
Accrued interest	16	-
Unrealized gain or loss on investments	7,869	7,160
Proceeds from sale of investments	4,955	6,416
Recovery of bad debt	-	1,269
Realized gain (loss) on sale of investments	1,130	1,018
Stock based compensation	-	635
Unrealized foreign exchange loss	-	(42)
Purchase of investments	(3,878)	(6,173)
Changes in non-cash working capital:		
Amounts receivable	-	(24)
Prepays and deposits	12	(34)
Due from related parties	14	(1,035)
Margin facility	(456)	(1,575)
Accounts payables and accrued liabilities	13	23
Increase in due to related parties	207	1,219
<b>Net cash provided by (used in) operating activities</b>	<b>140</b>	<b>(174)</b>
<b>Investing Activities</b>		
Recovery of loan receivable	-	200
<b>Net cash provided by investing activities</b>	<b>-</b>	<b>200</b>
<b>Financing Activities</b>		
Stock options exercised	-	31
Subscriptions received	750	-
<b>Net cash provided by financing activity</b>	<b>-</b>	<b>31</b>
Net change in cash and cash equivalents	890	57
Foreign exchange effect on cash	-	2
<b>Increase in cash and cash equivalents</b>	<b>890</b>	<b>59</b>
<b>Cash and cash equivalents, beginning of the period</b>	<b>82</b>	<b>40</b>
<b>Cash and cash equivalents, end of the period</b>	<b>972</b>	<b>99</b>

Supplemental cash flow information – Note 14

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

## Coloured Ties Capital Inc.

Notes to the Condensed Interim Financial Statements

For the Three and Nine Months Ended June 30, 2025

(Unaudited - Expressed in thousands of Canadian dollars, except number of shares)

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### 1. OVERVIEW & GENERAL INFORMATION

Coloured Ties Capital Inc. (the “Company”) is a publicly traded company that was formed on August 22, 2008, by an amalgamation of two predecessor entities. The Company is incorporated and domiciled in Canada having its corporate head office located at 1500 Royal Centre, 1055 West Georgia Street, PO box 11117, Vancouver, BC, V6G 2Z6. The Company is primarily listed and trading on the TSX Venture Exchange (“TSXV”) with the trading symbol “TIE”.

The Company’s board decided to shift its focus from mineral exploration to an investment issuer, recognizing this as the best use of resources and receiving final TSXV approval for the change on August 19, 2021.

These condensed interim financial statements for the nine months period ended June 30, 2025, and 2024 (“Financial Statements”) have been prepared with the assumption that the Company will be able to realize its assets and discharge its liabilities in the normal course of business rather than through a process of forced liquidation. The operations of the Company were exclusively funded by the issuance of share capital. The issuance of additional equity securities by the Company may result in significant dilution to the equity interests of current shareholders. The Company’s future capital requirements will depend on many factors, including the current capital market environment, global market conditions, and management’s strategic investment decisions.

### 2. BASIS OF PRESENTATION

#### Statement of compliance

These Financial Statements have been prepared in accordance with International Financial Reporting Standards (“IFRS”), as issued by the International Accounting Standards Board (“IASB”), and in compliance with IAS 34, *Interim Financial Reporting*. The Company has determined that it qualifies as an investment entity under IFRS. The preparation of these financial statements requires management to make judgments, estimates, and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, revenues, and expenses. Actual results may differ from these estimates, which are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimates are revised and in any future periods affected. Areas involving a higher degree of judgment or complexity, or areas where assumptions and estimates are significant, are disclosed in Note 4. The accounting policies outlined in Note 3 have been consistently applied by the Company and its subsidiary, prior to its winding up, across all periods presented.

#### Basis of measurement

These Financial Statements have been prepared on an accrual basis and are based on historical costs, except for certain financial instruments measured at fair value through profit or loss. Additionally, these Financial Statements have been prepared using the accrual basis of accounting, except for cash flow information.

Unless otherwise noted, these Financial Statements are presented in Canadian dollars, which is also the functional currency of the Company. All dollar amounts reported are expressed in thousands except per income or loss per share.

#### Approval of the financial statements

These Financial Statements of the Company for the three and nine months ended June 30, 2025 and 2024 were approved and authorized for issue by the Board of Directors on August 29, 2025.

### 3. MATERIAL ACCOUNTING POLICY INFORMATION

The material accounting policies used in the preparation of these Financial Statements are identical to those used in the preparation of the audited financial statements for the year ended September 30, 2024, which can be obtained on SEDARPLUS at [www.sedarplus.com](http://www.sedarplus.com).

#### Changes in accounting standards

The following amendments to accounting standards became effective for annual periods beginning on October 1, 2023. The adoption of these revised standards by the Company did not have a material impact on its financial statements.

*IAS 8 Accounting Policies, changes in accounting estimates and errors* contains a narrow scope of amendments to improve accounting policy disclosures and to distinguish changes in accounting estimates from changes in accounting policies.

## Coloured Ties Capital Inc.

Notes to the Condensed Interim Financial Statements

For the Three and Nine Months Ended June 30, 2025

(Unaudited - Expressed in thousands of Canadian dollars, except number of shares)

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*IAS 12 Income taxes* was amended by IASB to require companies to recognize deferred tax on transactions that, on initial recognition, give rise to amounts of taxable and deductible temporary differences.

### **Accounting standards issued but not yet applied**

The following amendments to standards have been issued by the International Accounting Standards Board (“IASB”) and are applicable to the Company for its annual periods beginning on and after October 1, 2024:

#### *IAS 1 Presentation of Financial*

Amendments to IAS 1 issued in October 2022, clarify that covenants of loan arrangements which an entity must comply with only after the reporting date would not affect the classification of a liability as current or non-current at the reporting date. Conversely, covenants that an entity is required to comply with on or before the reporting date would affect the classification as current or noncurrent, even if the covenant is only assessed after the entity’s reporting date. The amendment introduces additional disclosure requirements when noncurrent liabilities from loan arrangements are subject to future covenants, in which the additional information disclosed will assist in understanding the risk that those noncurrent liabilities could become repayable within twelve months after the reporting date. The additional disclosures include: the carrying amount of the liability, information about the covenants, and facts and circumstances, if any that indicate the entity may have difficulty complying with the covenants.

#### *IAS 7 Statement of Cash Flows and IFRS 7 Financial instruments*

Amendments to IAS 7 and IFRS 7 issued in May 2023, introduces new disclosure requirements to enhance transparency and the usefulness of the information provided by entities about supplier finance arrangements on their liabilities, cash flows and exposure to liquidity risk.

The amendments are effective for annual periods beginning on or after January 1, 2024 and are required to be applied prospectively. The Company is currently assessing the impact of these amendments on its consolidated financial statements. The Company expects to apply the amendments for its consolidated financial statements for the year ended September 30, 2025.

#### *IFRS 18 Presentation and Disclosure in Financial Statements*

In April 2024 the IASB issued a new standard, IFRS 18 "Presentation and Disclosure in Financial Statements". This standard will replace IAS 1 and (i) provides a defined structure for the statement of profit or loss and will require items in the statement to be classified into one of five categories: operating, investing, financing, income taxes and discontinued operations, (ii) requires enhanced disclosures within the notes to the financial statements for certain non-GAAP profit or loss performance measures (management defined performance measures, “MPM”) that are reported outside an entity’s financial statements including a reconciliation between the MPM and the most similar specified subtotal in IFRS Accounting Standards, and (iii) provides clarification on aggregation and disaggregation. The new standard will apply to reporting periods beginning on or after January 1, 2027 and will apply to comparative information. Management is currently evaluating the impact of this future policy on the consolidated financial statements.

## **4. CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS**

The preparation of these Financial Statements requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, revenues and expenses. Actual results may differ from these estimates.

### **Critical accounting judgements**

Critical accounting judgements are accounting policies that have been identified as being complex or involving subjective Judgements or assessments.

#### *Determination of investment issuer status*

The Company considered all the available facts and concluded that the Company met all three criteria set forth in IFRS 10 to meet the definition of an investment issuer:

- Obtains funds from one or more investors for the purpose of providing those investor(s) with investment management services;

## Coloured Ties Capital Inc.

Notes to the Condensed Interim Financial Statements

For the Three and Nine Months Ended June 30, 2025

(Unaudited - Expressed in thousands of Canadian dollars, except number of shares)

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- Commits to its investors that its business purpose is to invest funds solely for returns from capital appreciation, investment income or both; and
- Measures and evaluates the performance of substantially all of its investments on a fair value basis.

### **Critical accounting estimates**

Critical accounting estimates are estimates and assumptions made by management that may result in material adjustments to the carrying amounts of assets and liabilities within the next financial period.

#### Income taxes

Tax interpretations, regulations and legislation in the various jurisdictions in which the Company operates are subject to change and interpretation. As such, income taxes are subject to measurement uncertainty. Assessing the recoverability of deferred tax assets requires the Company to make significant estimates related to the expectations of future taxable income and the application of existing tax laws. To the extent that future taxable income differs significantly from estimates, the ability of the Company to realize deferred tax assets could be impacted. Additionally, changes in tax laws could limit the ability of the Company to obtain tax deductions in the future.

#### Privately held equity investments

Estimating fair value requires that significant judgment be applied to each individual investment. For privately held investments, the fair value of each investment is measured using the most appropriate valuation methodology or combination of methodologies in the judgment of management in light of the specific nature, facts and circumstances surrounding that investment. This may take into consideration, but not be limited to, one or more of the following: valuations of recent or in-progress funding rounds, forward revenue and earnings projections, comparable peer valuation multiples, and the initial cost base of the investment. Actual results could differ significantly from these estimates.

#### Stock-based compensation and derivative instruments

The fair value of share-based payments and warrants held as equity investments are subject to the limitations of the Black-Scholes option pricing model that incorporates market data and involves uncertainty in estimates used by management in the assumptions. Because the Black-Scholes option pricing model requires the input of highly subjective assumptions, including the volatility of share prices, changes in subjective input assumptions can materially affect the fair value estimate. We have revalued the derivative instrument based on the Black-Scholes model with revised assumptions prevailing at the date of the financial statements.

## 5. CASH AND CASH EQUIVALENTS

As at June 30, 2025, the Company had a cash balance of \$823 (September 30, 2024 - \$12) held with bank and \$149 (September 31, 2024 - \$70) with investment brokerage.

Pursuant to a client account agreement, one of the investment brokers has provided a margin credit facility to the Company. The amount of margin facility at any given time is based on lower of: a) 30% of the fair market value of the shares held in Patriot Battery Metals Inc. b) \$5,000. The interest rate of the margin facility is prime lending rate plus 3%. As of June 30, 2025, the Company has a payable balance of \$nil (September 30, 2024 - \$456) in the margin facility.

As per the agreement, the investment broker has the right to cancel, reduce, or change the terms of the margin facility at its sole discretion. In such case, the Company will be required to provide the required margin or pay any indebtedness due as a result of the above changes.

## Coloured Ties Capital Inc.

Notes to the Condensed Interim Financial Statements

For the Three and Nine Months Ended June 30, 2025

(Unaudited - Expressed in thousands of Canadian dollars, except number of shares)

### 6. INVESTMENTS

As at June 30, 2025 the Company's investments consist of:

Description	Number of Shares	Cost \$	Fair Value \$
<b>PRIVATE INVESTMENTS</b>			
AuAg Exploration Inc.	3,500,000	460	-
Canadian Towers and Fiber Optics Inc.	7,000,000	350	350
Meal Ticket Brand Systems Inc.	2,500,000	375	-
PAWS Pharmaceuticals Inc.	1,500,000	225	-
Pike Therapeutics	1,000,000	133	-
Quality Green Inc.	5,500,000	1,777	-
Ride Vision Ltd.	6,527	1,260	-
	<b>21,006,527</b>	<b>4,580</b>	<b>350</b>
<b>PUBLIC INVESTMENTS</b>			
Abcourt Mines Inc.	1,922,000	96	96
Armory Mining Corp.	15,000	11	-
Beyond Medical Technologies Inc.	1,036,000	807	756
BC Bud Corporation	1,578,100	118	134
Caprock Mining Corp.	3,335,000	83	83
Graphite One Inc.	700	1	-
Hertz Energy Inc.	2,790,750	1,710	195
Honey Badger Silver Inc.	1,000,000	150	120
LaFleur Minerals Inc. (fka QPC)	17,363,711	2,277	7,814
Navco Pharmaceuticals Inc.	263,333	39	3
Patriot Battery Metals Inc.	77,106	582	183
Power Metals Corp.	844,500	370	683
Powerstone Metals Corp.	1,687,000	157	67
Questcorp Mining Inc.	1,430,000	126	272
Red lake Gold Inc.	24,500	7	1
Rockland Resources Ltd.	61,500	19	4
Sirios Resources Inc.	2,000	-	-
Spirit Blockchain Cap Inc.	900,000	131	41
Spod Lithium Corp.	964,858	68	14
Starr Peak Mining Ltd.	1,339,000	637	522
Superior Mining Intl Corp.	6,736,666	1,213	808
Treatment.com AI Inc.	143,500	88	59
Xioa Corporation Ads	65,249	491	254
	<b>43,580,378</b>	<b>9,178</b>	<b>12,110</b>
<b>Total investments as at June 30, 2025</b>	<b>64,586,905</b>	<b>13,758</b>	<b>12,460</b>

Description	Number of Warrants	Cost	Fair Value
<b>DERIVATIVE INSTRUMENTS</b>			
WT -Blue Sky Uranium Corp.	330,000	-	-
WT - Briacell Therapeutics Corp.	39,200	129	-
WT- Caprock Mining Corp.	3,335,000	-	-
WT- Hertz Energy Inc.	250,000	-	-
WT - Honey Badger Silver Inc.	500,000	-	13
WT-Leef Brands Inc.	4,060,058	-	397
WT – Light AI	100,000	-	6
WT- Meal Ticket Brand Systems	2,500,000	-	-
WT - Quality Green Inc.	5,500,000	-	-
WT - Sirios Resources Inc.	6,250,000	-	18
WT - Spod Lithium Corp.	2,196,429	-	-
WT – Spirit Blockchain Cap Inc.	375,000	-	-
WT – Digital Commodities Corp.	666,600	-	-
<b>Total derivative instruments as at June 30, 2025</b>	<b>26,102,287</b>	<b>129</b>	<b>434</b>

(1) The numbers reported for shares held represent the actual quantities held as of June 30, 2025

## Coloured Ties Capital Inc.

Notes to the Condensed Interim Financial Statements

For the Three and Nine Months Ended June 30, 2025

(Unaudited - Expressed in thousands of Canadian dollars, except number of shares)

The continuity of the Company's investments during the nine months ended June 30, 2025, is as follows:

	September 30, 2024	Purchase of Investments	Sale of Investments	Realized Gains (Losses)	Unrealized Gains (Losses)	Foreign Exchange	June 30, 2025
	(\$)	(\$)	(\$)	(\$)	(\$)	(\$)	(\$)
Private equity investments <sup>(1)</sup>	10,080	-	-	-	(9,730)	-	350
Public equity investments	12,698	3,878	(4,955)	(1,042)	1,532	-	12,110
Derivative instruments	193	-	-	(88)	329	-	434
Total	22,971	3,878	(4,955)	(1,130)	(7,869)	-	12,894

The Company has common executives with AuAg Exploration Inc., Canadian Towers and Fiber Optics Inc., Navco Pharmaceuticals Inc., PAWS Pharmaceuticals Inc. and Hertz Energy Inc., and the Company has common directors with LaFleur Minerals Inc.

Warrants are fair valued using either the listed price on a stock exchange as at June 30, 2025 or the Black-Scholes option pricing model with revised assumptions as of June 30, 2025; such as risk-free rate, volatility, dividend yield, and expected life. Warrants not covered in broker statements are valued using the Black-Scholes option pricing method, incorporating revised assumptions. This approach ensures comprehensive valuation for warrants without readily available market prices on broker statements. The inputs in which the Black-Scholes pricing method to value the warrants are below:

Description	Statement Date	Expiry Date	Warrants	Stock Price	Exercise Price	Discount Rate	Volatility
WT - Hertz Lithium Corp	03/31/2025	12/14/2025	1,000,000	0.07	0.40	2.75%	94.31%
WT - Leef brands inc.	03/31/2025	04/19/2026	4,060,058	0.20	0.15	2.75%	100%
WT - Sirios Resources Inc.	03/31/2025	12/23/2025	6,250,000	0.06	0.15	2.75%	98.77%
WT - Spod Lithium Corp.	03/31/2025	12/23/2025	2,196,429	\$ 0.04	\$ 0.12	2.75%	96.84%

Option pricing models require the use of highly subjective estimates and assumptions. The expected volatility assumption is based on the historical and implied volatility of the investment's common share price on the relevant stock exchange. The risk-free interest rate assumption is based on yield curves on Canadian government zero-coupon bonds with a remaining term equal to the warrants' expected life. The Company uses historical data to estimate option exercise, forfeiture and employee termination within the valuation model.

## Coloured Ties Capital Inc.

Notes to the Condensed Interim Financial Statements

For the Three and Nine Months Ended June 30, 2025

(Unaudited - Expressed in thousands of Canadian dollars, except number of shares)

As at September 30, 2024, the Company's investments consist of:

Description	Number of Shares	Cost \$	Fair Value \$
<b>PRIVATE INVESTMENTS</b>			
AuAg Exploration Inc. <sup>1</sup>	3,500,000	460	-
Canadian Towers and Fiber Optics Inc.	7,000,000	350	10,080
Meal Ticket Brand Systems Inc	2,500,000	375	-
PAWS Pharmaceuticals Inc. <sup>1</sup>	1,500,000	225	-
Pike Therapeutics	1,000,000	133	-
Quality Green Inc.	5,500,000	1,777	-
Ride Vision Ltd.	6,527	1,260	-
	<b>21,006,527</b>	<b>4,580</b>	<b>10,080</b>
<b>PUBLIC INVESTMENTS</b>			
Abcourt Mines Inc.	6,000,000	300	360
Beyond Medical Technologies Inc. <sup>1</sup>	1,086,000	940	33
Graphite One Inc.	700	1	1
Hardcore Discoveries Ltd. <sup>1</sup>	150,000	30	15
Hertz Energy Inc. <sup>1</sup>	9,535,000	1,621	763
Honey Badger Silver Inc.	1,000,000	150	80
LaFleur Minerals Inc (fka QPC) <sup>1</sup>	10,234,000	1,015	4,605
Leef Brands Inc. <sup>1</sup>	12,010,175	350	300
Navco Pharmaceuticals Inc.	263,333	39	9
Patriot Battery Metals Inc.	1,070,300	4,638	4,165
Power Metals Corp	139,000	45	67
Powerstone Metals Corp.	1,687,000	157	59
Questcorp Mining Inc.	382,500	77	31
Red lake Gold Inc.	24,500	7	1
Rockland Resources Ltd.	1,350,000	85	47
Sirios Resources Inc.	2,103,000	93	105
Armory Mining Corp.	15,000	11	1
Spod Lithium Corp.	3,024,858	212	105
Starr Peak Mining Ltd.	1,339,000	637	469
Superior Mining Intl Corp	6,736,666	1,213	1,482
	<b>58,151,032</b>	<b>11,621</b>	<b>12,698</b>
<b>Total investments as at September 30, 2024</b>	<b>79,157,559</b>	<b>16,202</b>	<b>22,778</b>

Description	Number of Warrants	Cost	Fair Value
<b>DERIVATIVE INSTRUMENTS</b>			
WT -Blue Sky Uranium Corp.	330,000	-	-
WT - Briacell Therapeutics Corp.	39,200	129	22
WT- Hertz Energy Inc.	1,000,000	7	14
WT - Honey Badger Silver Inc.	500,000	-	7
WT- Intrepid Metals Corp.	300,000	88	-
WT-Leef Brands Inc.	4,060,058	-	-
WT- Meal Ticket Brand Systems	2,500,000	-	-
WT - Navco Pharmaceuticals Inc.	333,333	-	2
WT - Quality Green Inc.	5,500,000	-	-
WT - Rockland Resources Ltd	3,000,000	-	-
WT - Sirios Resources Inc.	6,250,000	-	91
WT - Spod Lithium Corp.	2,196,429	-	57
WT - Trio Petroleum Corp	200,000	-	-
<b>Total derivative instruments as at September 30, 2024</b>	<b>26,209,020</b>	<b>224</b>	<b>193</b>

<sup>1</sup>All entities related to directors or officers of the Company.

The continuity of the Company's investments during the year ended September 30, 2024, is as follows:

## Coloured Ties Capital Inc.

Notes to the Condensed Interim Financial Statements

For the Three and Nine Months Ended June 30, 2025

(Unaudited - Expressed in thousands of Canadian dollars, except number of shares)

	September 30, 2023	Purchase of Investments	Sale of Investments	Realized Gains (Losses)	Unrealized Gains (Losses)	Foreign Exchange	September 30, 2024
	(\$)	(\$)	(\$)	(\$)	(\$)	(\$)	(\$)
Private equity investments <sup>(1)</sup>		225	-	-	9,855	-	10,080
Public equity investments	21,621	7,384	(8,590)	(885)	(6,827)	(6)	12,698
Derivative instruments	226	88	(88)	(10)	(56)	34	193
Debt securities	300	-	(300)	-	-	-	-
Total	22,147	7,697	(8,978)	(895)	2,972	28	22,971

<sup>(1)</sup>As at September 30, 2023, the Company held an investment in a private company Questcorp Mining Inc. ("Questcorp") During the year ended September 30, 2024, Questcorp got listed on a recognized stock exchange on December 13, 2023, and its investment was transferred from Private equity investments to Public equity investments.

The inputs used to value the warrants are below:

Description	Statement Date	Expiry Date	Warrants	Stock Price	Exercise Price	Discount Rate	Volatility
WT - Hertz Lithium Corp	9/30/2024	12/14/2025	1,000,000	0.08	0.40	3.00%	94.31%
WT - Navco Pharmaceuticals Inc.	9/30/2024	3/13/2025	333,333	0.02	0.25	3.00%	95.87%
WT - Trio Petroleum Corp.	9/30/2024	12/22/2026	200,000	0.18	2.00	3.00%	44.48%
WT - Sirios Resources Inc.	9/30/2024	12/23/2025	6,250,000	0.02	0.15	3.00%	98.77%
WT - Spod Lithium Corp.	9/30/2024	12/23/2025	2,196,429	\$ 0.04	\$ 0.12	3.00%	96.84%

## 7. SHARE CAPITAL

### Common shares

#### Authorized shares

Unlimited number of common shares and preferred shares without par value.

#### Issued

As at June 30, 2025 there were 17,442,491 issued and fully paid common shares (September 30, 2024 – 16,152,491)

#### Transactions during the nine months ended June 30, 2025

On October 19, 2024, pursuant to the vesting of the Restricted Share Units (RSUs), the Company issued 1,290,000 common shares to its directors, officers, and consultants. Upon vesting, \$535 of contributed surplus was transferred to share capital

During the nine months ended June 30, 2025, the Company received \$750 in subscriptions for a private placement that closed subsequent to June 30, 2025.

#### Transactions during the year ended September 30, 2024

On May 25, 2024, pursuant to the vesting of the Restricted Share Units (RSUs), the Company issued 840,000 common shares to its directors, officers, and consultants. Upon vesting, \$647 of contributed surplus was transferred to share capital.

On November 30, 2023, pursuant to exercise of the stock options, the Company issued 100,000 common shares for cash consideration of \$31. Upon exercise, \$22 of contributed surplus was transferred from reserve to share capital.

### Stock options

#### Stock option plan

The Company has a stock option plan under which the Board of Directors may from time-to-time grant to directors, senior officers, consultants and employees options to acquire common shares, exercisable for a period of up to ten years from the date of grant. The stock option plan provides that the maximum number of common shares in the capital of the Company that may be reserved for issuance for all purposes under the stock option plan shall not exceed 10% of the total issued and outstanding common shares. The maximum number of common shares that may be reserved for issuance to any individual pursuant to stock options may not exceed 5% of the common shares issued and outstanding at the time of grant, and the number of common shares that may be reserved for issuance to all investor relations consultants pursuant to stock options may not exceed 2% of the common shares issued

## Coloured Ties Capital Inc.

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and outstanding at the time of grant. Options become exercisable as long as the optionee holds office or continues to be employed by the Company and 90 days following the cessation of an optionee's position with the Company.

The following is a summary of changes in stock options for the period ended June 30, 2025 and September 30, 2024:

	Number of options	Weighted average exercise price (\$)	Weighted average life
<b>Balance as at September 30, 2023</b>	<b>1,355,000</b>	<b>0.39</b>	<b>2.36</b>
Options exercised	(100,000)	0.31	-
Balance as at September 30, 2024	1,255,000	0.40	1.40
No transactions	-	-	-
<b>Balance, June 30, 2025</b>	<b>1,255,000</b>	<b>0.40</b>	<b>0.90</b>

During the nine months ended June 30, 2025, the Company granted Nil (2024 – Nil) stock options to directors, officers, and consultants of the Company. During the period ended June 30, 2025, the Company recognized an expense of \$Nil (2024 - \$635) for the grant of stock options.

Option pricing models require the use of highly subjective estimates and assumptions. The expected volatility assumption is based on the historical and implied volatility of the Company's common share price on the TSXV. The risk-free interest rate assumption is based on yield curves on Canadian government zero-coupon bonds with a remaining term equal to the stock options' expected life. The Company uses historical data to estimate option exercise, forfeiture and employee termination within the valuation model.

### Warrants

As at June 30, 2025, the Company had 1,883,076 (September 30, 2024 - 1,883,076) warrants outstanding.

	Number of Warrants	Weighted average exercise price (\$)	Weighted average life
Balance as at September 30, 2023	1,883,076	0.80	3.81
Balance as at September 30, 2024	1,883,076	0.80	1.81
<b>Balance as at June 30, 2025</b>	<b>1,883,076</b>	<b>0.80</b>	<b>1.31</b>

### Restricted Stock Units

#### *Restricted Stock Units Plan*

The Company's stock option plan allows the Board of Directors to issue Restricted Share Units (RSUs) to eligible persons at its discretion. RSUs cannot be paid out in shares until necessary approvals are obtained from the Company, shareholders, disinterested shareholders, the TSXV, and other regulatory bodies. The plan permits a maximum of 2,211,186 shares for issuance from treasury. Cancelled or terminated RSUs not paid out will be available for future issuance under the plan.

The following is a summary of changes in RSU for the period ended June 30, 2025, and September 30, 2024:

	Number
Balance as at September 30, 2023	2,205,000
RSU vested	(840,000)
Balance as at September 30, 2024	1,365,000
RSU vested	(1,290,000)
RSU Cancelled	(75,000)
Balance as at June 30, 2025	-

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### 8. GENERAL AND ADMINISTRATIVE EXPENSES

	Three months ended		Nine months ended	
	June 30, 2025	June 30, 2024	June 30, 2025	June 30, 2024
Management fees	\$ 74	\$ 91	\$ 248	\$ 697
Bonus	-	66	109	66
Share based compensation	-	170	-	635
Professional and consulting fees	121	118	278	427
Office expenses	19	60	57	177
Transfer and filing fees	4	14	36	106
Advertising	-	17	-	51
Broker's commission	-	13	29	35
Other	-	-	-	20
Research and development	-	9	-	18
Property investigation	-	9	-	9
	<b>218</b>	<b>567</b>	<b>757</b>	<b>2,241</b>

### 9. OTHER INCOME (EXPENSE)

	Three months ended		Nine months ended	
	June 30, 2025	June 30, 2024	June 30, 2025	June 30, 2024
Interest income	\$ -	\$ 48	\$ 1	\$ 72
Recovery of bad debts	-	1,269	-	1,269
Other income	-	7	-	7
Foreign exchange gain (loss)	(1)	39	13	40
	<b>(1)</b>	<b>1,363</b>	<b>14</b>	<b>1,388</b>

### 10. LOSS PER SHARE

The calculation of income per share is based on the following data:

	Three months ended		Nine months ended	
	June 30, 2025	June 30, 2024	June 30, 2025	June 30, 2024
Net income (loss) for the period	<b>3,005</b>	(3,080)	<b>(9,742)</b>	(9,031)
Weighted average number of shares - Basic	<b>17,442,491</b>	15,294,645	<b>17,314,909</b>	15,294,645
Weighted average number of shares - Diluted	<b>17,442,491</b>	17,755,803	<b>17,314,909</b>	17,747,011
Income (loss) per share - Basic	<b>0.17</b>	(0.20)	<b>(0.56)</b>	<b>(0.59)</b>
Income (loss) per share - Diluted	<b>0.17</b>	(0.17)	<b>(0.56)</b>	(0.51)

Basic income (loss) per share is calculated by dividing the net loss by the weighted average number of common shares outstanding. Diluted income (loss) per share considers potentially dilutive securities, such as stock options and warrants, if their inclusion would lower earnings per share. However, when the Company is in a loss position, these securities become anti-dilutive and are excluded from the calculation.

### 11. FINANCIAL INSTRUMENTS AND FINANCIAL RISK MANAGEMENT

#### *Fair value estimation of financial instruments*

The fair value of cash and cash equivalents, amount receivable, due from related party, loan receivable, accounts payable and accrued liabilities, and due to related parties approximate their carrying values due to the short-term maturity of the financial instruments. Public investments and derivatives are valued using the quoted price and observable inputs, respectively. Therefore, their carrying value represents their fair value. Private equity investments are value using unobservable inputs, which involves significant assumptions based on the conditions prevailing at the reporting date.

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### Financial instruments measured at fair value

Financial instruments that are measured at fair value subsequent to initial recognition are grouped in a hierarchy based on the degree to which the fair value is observable. The levels in the hierarchy are:

- Level 1 – quoted prices (unadjusted) in active markets for identical assets or liabilities;
- Level 2 – inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly or indirectly; and
- Level 3 – inputs for the asset or liability that are not based on observable market data (that is, unobservable inputs).

### **Fair value of financial instruments**

The Company is responsible for performing the valuation of fair value measurements included in the Financial Statements, including Level 3 fair values. The valuation processes and results for recurring measurements are reviewed at least once every quarter, in line with the Company's quarterly reporting dates.

The following is a summary of the Company's financial instruments categorized in the fair value hierarchy as at June 30, 2025, and September 30, 2024.

	Level 1	Level 2	Level 3	Total
	\$	\$	\$	\$
June 30, 2025				
Assets:				
Cash and cash equivalents	972	-	-	972
Investments - Public	12,110	-	-	12,110
Investments - Private	-	-	350	350
Investments - Derivatives and debt securities	-	434	-	434
Liabilities:				
Accounts payable and accrued liabilities	-	103	-	103
September 30, 2024				
Assets:				
Cash and cash equivalents	82	-	-	82
Investments - Public	12,698	-	-	12,698
Investments - Private	-	-	10,080	10,080
Investments - Derivatives and debt securities	-	193	-	193
Liabilities:				
Margin facility	456	-	-	456
Accounts payable and accrued liabilities	-	90	-	90

### **Financial risk management**

The Company's financial instruments are exposed to certain financial risks, including currency risk, interest rate risk, credit risk and liquidity risk. Except as disclosed below, the Company's exposure to these risks and its methods of managing the risks remain consistent.

#### Currency risk

The Company is exposed to financial risk related to fluctuations in foreign exchange rates. Foreign currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rates.

As at June 30, 2025, the Company's head office held United States dollars ("US\$") \$20 (September 30, 2024 – US\$25) of foreign currency in cash and cash equivalents and US\$254 (September 30, 2024 – US\$69) in investments. The Company had \$nil owed to the Margin facility (September 30, 2024 - 132) The Company estimates that a 5% weakening of the Canadian dollar vis-à-vis the US\$ at June 30, 2025, would have increased the Company's reported net loss for the period ended June 30, 2025, by approximately \$14 (September 30, 2024 - \$3). A 5% strengthening of the Canadian dollar at June 30, 2025, would have had an equal but opposite effect.

#### Interest rate risk

Interest rate risk is the potential fluctuation in the fair value or future cash flows of a financial instrument due to market interest rate changes. When investing, the Company staggers maturity dates to minimize exposure. The Company has a margin facility with an interest rate of prime lending rate plus 3%, actively monitored to optimize financing costs. No derivatives manage this risk, and management believes the Company has minimal interest rate exposure. As of June 30, 2025, the Company had a payable balance of \$nil (September 30, 2024 - \$456) in the margin facility. During the nine months ended June 30, 2025, the Company paid interest of \$5 (2024 - \$245)

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### Credit risk

Credit risk is the risk of an unexpected loss if a customer or third party to a financial instrument fails to meet its contractual obligation. The Company's exposure to credit risk is related to its cash and cash equivalents and loan receivable. The carrying value of the financial assets represents the maximum exposure to credit risk. The Company's exposure to credit risk is considered to be low-moderate, given the size and nature of the various counterparties involved and their history of performance.

As at June 30, 2025, the Company had \$823 (September 30, 2024 - \$12) held with financial institutions that have been assigned a long-term issuer default rating of AAA (Fitch Ratings), and \$149 (September 30, 2024 - \$70) held with the investment brokers in Canada.

### 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 attempts to ensure that there are sufficient funds to meet its short-term business requirements, taking into account its holdings of cash. All of the Company's financial liabilities are short-term and without fixed terms of repayment.

To date, the Company has relied on cash flows from operations, equity financing, and sale of assets to fund its operations.

### Equity price risk

Equity price risk is the uncertainty associated with the valuation of assets arising from changes in equity markets. The Company's equity investments consisting of common shares and investments consisting of share purchase warrants and options are exposed to significant equity price risk due to the potentially volatile and speculative nature of the businesses in which the investments are held. The Company's investments are monitored by the Board with decisions on sale or exercise taken by Management. An 18% decrease in fair value of the equity and derivative investments would result in an approximate \$2,258 increase in the net loss for period ended June 30, 2025 (2024 – decrease in net income by \$4,175).

## 12. RELATED PARTY TRANSACTIONS

The Company's related parties consist of key management personnel and companies owned or controlled directly or indirectly by key management personnel.

Key management personnel, including executive and non-executive members of the Board of Directors and corporate officers (Chief Executive Officer ("CEO"), chief Financial Officer ("CFO"), and Chief Development Officer ("CDO")), are responsible for planning, directing, and controlling the activities of the Company. Management fees for the corporate officers are reported under "Management Fees," while Director fees are grouped within "Professional and Consulting Fees" in the financial statements (Note 12).

As at June 30, 2025, the Company has a balance of \$386 due from related parties (September 30, 2024 - \$399).

	As at	
	June 30, 2025	September 30, 2024
	\$	\$
Company where the CEO is a director	279	292
Company indirectly controlled by the CEO	107	107
	<b>386</b>	399

## Coloured Ties Capital Inc.

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As at June 30, 2025, due to related parties of \$1,830 (September 30, 2024 - \$1,607) comprises of amounts payable to key management personnel and/or companies directly or indirectly owned or controlled by key management personnel.

	As at	
	June 30, 2025	September 30, 2024
	\$	\$
Company controlled by Chief Executive Officer	1,260	1,130
Company indirectly controlled by CEO	299	283
Firm where a director is a partner	134	160
Party related to the Chief Executive Officer	65	11
Company controlled by Corporate Development Officer	30	4
Companies controlled by directors	7	12
Company where the CFO is a managing director	22	-
Company controlled by the former CFO	7	-
Party related to a director	6	8
	<b>1,830</b>	<b>1,607</b>

Remuneration to the Company's related parties was as follows:

	Nine months ended	
	June 30, 2025	June 30, 2024
	\$	\$
Expenses paid or accrued to directors of the Company, senior officers and companies with common directors:		
Management fees		
CEO	189	189
Former CFO	27	48
CDO	33	33
Share based compensation		
CEO	-	401
CFO	-	12
CDO	-	114
Directors	-	36
Professional fees		
Firm where a director is a partner	43	180
Company controlled by the former CFO	27	71
Company where the CFO is a managing director	43	-
Consulting fees		
Directors	30	51
Related party to a director	18	26
CEO of subsidiary company	-	-
Bonus		
CEO	72	476
CFO	7	-
CDO	23	12
Directors	7	4
<b>Total</b>	<b>519</b>	<b>1,653</b>

During the year ended September 30, 2023, the Company entered into a loan agreement with Canuck Lithium Corp. ("CLC") to advance \$265 to assist CLC in its mineral exploration projects. The amount bears interest at a rate of 4% and is due to be payable on December 31, 2023. On December 31, 2023, the Company entered into an amended agreement with Canuck to extend the due date of the promissory note from December 31, 2023, to December 31, 2024. As at June 30, 2025, the Company has accrued \$14

## Coloured Ties Capital Inc.

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(2023 - \$3) as interest receivable on the promissory note. On December 31, 2024, the Company further amended the agreement to extend the due date of the promissory note to December 31, 2025.

During the year ended September 30, 2023, the Company advanced \$1,150 to LFLR via a promissory note bearing interest at 4% per annum, due on December 31, 2024. During the fiscal year 2023, the Company accrued \$12 in interest receivable and recorded a \$1,162 allowance for doubtful accounts based on expected credit losses to write off the total balance. During the year ended September 30, 2024, subsequent to LFLR being funded, the Company reversed the allowance and further accrued interest of \$118, making the total balance to be \$1,280. On May 24, 2024, LaFleur Minerals Inc. settled \$1,200 of the total debt owed to the Company by transferring 6,666,666 shares of Superior Mining International Corporation.

On January 24, 2024, the Company received a \$350 loan from CEO Kulwant Malhi, with a 10% annual interest rate. The loan and interest are payable on demand. As at June 30, 2025, interest of \$50 is accrued.

On January 25, 2024, the Company received a loan of \$30 from FLE and signed a promissory note bearing an interest of 4% per annum. The loan will mature on January 30, 2025. This loan was repaid on March 5, 2024, in full.

On January 30, 2024, the Company received two loans from FLE: \$161 at 4% interest and \$1,300 at 9.5% interest, both maturing on January 30, 2025. The \$161 loan was fully repaid on March 5, 2024. As at June 30, 2025, \$1,049 of the \$1,300 loan was repaid, with \$49 accrued as interest expense.

On June 27, 2024, the Company entered into a loan agreement with Bullrun Capital Inc. ("Bullrun") a company controlled by the CEO. Pursuant to the agreement, the Company borrowed \$100 from BullRun. The loan bears an interest rate of 4.0% per annum and is due in full on June 27, 2025. As at June 30, 2025, the Company has accrued an interest of \$4 on this loan.

### 13. CAPITAL MANAGEMENT

The Company's objectives in managing liquidity and capital are to safeguard the Company's ability to continue as a going concern and provide the financial capacity to meet its strategic objectives. The Company defines its capital as equity attributable to shareholders of the Company. The Company manages the capital structure and makes adjustments to it in light of changes in economic conditions and the risk characteristics of the underlying assets. To maintain or adjust the capital structure, the Company may attempt to issue new shares, issue new debt and/or acquire or dispose of assets to facilitate the management of its capital requirements. The Company's investment policy is to invest in equity, debt and/or convertible securities, with the intention to hold both for long-term capital appreciation and shorter-term gains. The Company prepares annual expenditure budgets that are updated as necessary depending upon various factors, including successful capital deployment and general industry conditions. The Company's board of directors approves the annual and updated budgets.

The Company is not subject to any external imposed capital requirements and there were no changes in the Company's capital management during the nine-month period ended June 30, 2025, and year ended September 30, 2024.

### 14. SUPPLEMENTAL CASH FLOW INFORMATION

Following table depicts the supplemental cash flow information for the nine months ended June 30, 2025, and 2024.

	June 30, 2025	June 30, 2024
	\$	\$
Cash paid for the period for:		
Interest	5	161

### 15. SEGMENT DISCLOSURE

The Company has one operating segment, being the acquisition and sale of investments in other companies.

## **Coloured Ties Capital Inc.**

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### **16. COMMITMENTS AND CONTINGENCIES**

On December 2, 2021, the Company entered into a consulting agreement with the CEO. In consideration of the CEO's services, the Company is committed to compensating him with a bonus equal to 10% of the Company's EBITDA stipulated at the end of each fiscal year-end. During the nine months ended June 30, 2025, the Company accrued \$Nil (2024 - \$426) associated with a bonus for the CEO, based on 10% of the 2024 fiscal year's earnings before interest, tax, depreciation, and amortization ("EBITDA").

### **17. SUBSEQUENT EVENTS**

Subsequent to June 30, 2025, the Company completed a non-brokered private placement issuing 4,444,444 units of the Company at a price of \$0.225 per share for gross proceeds of \$1,000. Each unit is comprised of one common share of the Company and one share purchase warrant. Each warrant enables the holder to acquire one common share of the Company for a price of \$0.28 for a period of 36 months.