



Condensed Interim Consolidated Financial Statements

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

**(Expressed in Canadian dollars)
(Unaudited)**

Notice to Reader

These condensed interim consolidated financial statements of Honey Badger Silver Inc. have been prepared by management and approved by the Board of Directors of the Company. In accordance with National Instrument 51-102 released by the Canadian Securities Administrators, the Company discloses that its external auditors have not reviewed these condensed interim consolidated financial statements, notes to the financial statements or the related quarterly Management's Discussion and Analysis.

Honey Badger Silver Inc.

Condensed Interim Consolidated Statements of Financial Position (Unaudited – Expressed in Canadian dollars)

	Note	September 30, 2025	December 31, 2024
ASSETS			
Current			
Cash	4	\$ 2,572,805	\$ 150,100
Funds held in trust	4	-	300,000
Subscriptions receivable		-	40,000
Marketable securities	5	45,104	34,696
Receivables		102,704	30,583
Prepaid expenses		48,582	93,986
		\$ 2,769,195	\$ 649,365
LIABILITIES			
Current			
Trade and other payables		\$ 412,858	\$ 147,351
Due to related parties	9	270,864	177,265
Flow-through premium liability	7	108,220	64,137
		791,942	388,753
SHAREHOLDERS' EQUITY			
Share capital	8	22,975,385	19,749,128
Obligation to issue shares	8	202,500	64,500
Warrants	8	1,859,255	1,637,226
Contributed surplus	8	5,053,512	4,783,259
Deficit		(28,113,399)	(25,973,501)
		1,977,253	260,612
		\$ 2,769,195	\$ 649,365
Nature of operations and going concern	1		
Subsequent events	11		

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

They are signed on the Company's behalf by:

"Chad Williams", Director

"Paolo Cattelan", Director

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

Honey Badger Silver Inc.

Condensed Interim Consolidated Statements of Loss and Comprehensive Loss (Unaudited – Expressed in Canadian dollars)

	Note	Three months ended		Nine months ended	
		September 30,		September 30,	
		2025	2024	2025	2024
Expenses					
Consulting fees	9	\$ 349,594	\$ 182,302	\$ 600,740	\$ 527,302
Exploration and evaluation expenditures	6 & 9	641,140	92,012	796,201	193,240
General and administrative		15,177	9,074	31,884	29,459
Marketing, promotion and travel	9	141,025	22,820	249,437	130,265
Professional fees		53,034	(12,925)	80,851	24,710
Project investigation costs		-	38,075	29,650	77,303
Regulatory fees and transfer agent		30,952	11,167	73,420	56,151
Share-based compensation		297,529	-	297,529	208,885
		(1,528,451)	(342,525)	(2,159,712)	(1,247,315)
Flow-through premium recovery	7	-	27,037	12,979	36,380
Foreign exchange loss		(744)	(2,057)	(3,586)	(6,483)
Gain on settlement of trade and other payables		-	24,774	-	24,774
Interest income		-	433	13	448
Unrealized gain (loss) on marketable securities	5	6,939	(10,409)	10,408	(20,817)
Loss and comprehensive loss for the period		\$ (1,522,256)	\$ (302,747)	\$ (2,139,898)	\$ (1,213,013)
Basic and diluted loss per share		\$ (0.01)	\$ (0.00)	\$ (0.03)	\$ (0.02)
Weighted average number of shares outstanding		102,278,417	61,867,798	84,567,107	53,614,068

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

Honey Badger Silver Inc.

Condensed Interim Consolidated Statements of Cash Flows
(Unaudited – Expressed in Canadian dollars)

	Nine months ended September 30,	
	2025	2024
Operating activities		
Loss for the period	\$ (2,139,898)	\$ (1,213,013)
Items not affecting cash:		
Share-based compensation	297,529	208,885
Flow-through premium recovery	(12,979)	(36,380)
Gain on settlement of trade and other payables	-	(24,774)
Unrealized (gain) loss on marketable securities	(10,408)	20,817
Change in non-cash working capital items:		
Receivables	(72,121)	783
Prepaid expenses	45,404	(7,020)
Trade and other payables	265,507	(3,697)
Due to related parties	93,599	(118,970)
Cash used in operating activities	(1,533,367)	(1,173,369)
Financing activities		
Proceeds from private placements	3,439,862	1,204,200
Share issuance costs	(151,563)	(15,008)
Exercise of warrants	435,273	-
Exercise of options	30,000	-
Obligation to issue shares	202,500	-
Cash provided by financing activities	3,956,072	1,189,192
Increase in cash for the period	2,422,705	15,823
Cash, beginning of period	150,100	252,241
Cash, end of period	\$ 2,572,805	\$ 268,064
Non-cash investing and financing activities		
Shares issued to settle trade and other payables	\$ -	\$ 76,963
Broker warrants	16,369	4,677
Unit warrants	362,511	-
Allocation of flow-through premium	57,062	84,635
Allocation exercise of warrants	156,851	-
Supplementary information		
Interest paid	\$ -	\$ -
Income taxes paid	-	-

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

Honey Badger Silver Inc.

Condensed Interim Consolidated Statements of Shareholders' Equity (Deficiency)

(Unaudited – Expressed in Canadian dollars)

	Number of shares	Share capital	Obligation to issue shares	Warrants	Contributed surplus	Deficit	Total
Balance, December 31, 2024	73,214,670	\$ 19,749,128	\$ 64,500	\$ 1,637,226	\$ 4,783,259	\$ (25,973,501)	\$ 260,612
Private placements	29,415,728	2,801,851	(64,500)	362,511	-	-	3,099,862
Share issue costs - cash	-	(151,563)	-	-	-	-	(151,563)
Share issue costs - warrants	-	(16,369)	-	16,369	-	-	-
Allocation of flow-through premium	-	(57,062)	-	-	-	-	(57,062)
Obligation to issue shares	-	-	202,500	-	-	-	202,500
Exercise of warrants	6,696,500	592,124	-	(156,851)	-	-	435,273
Exercise of warrants	400,000	57,276	-	-	(27,276)	-	30,000
Share-based compensation	-	-	-	-	297,529	-	297,529
Loss and comprehensive loss for the period	-	-	-	-	-	(2,139,898)	(2,139,898)
Balance, September 30, 2025	109,726,898	\$ 22,975,385	\$ 202,500	\$ 1,859,255	\$ 5,053,512	\$ (28,113,399)	\$ 1,977,253

	Number of shares	Share capital	Obligation to issue shares	Warrants	Contributed surplus	Deficit	Total
Balance, December 31, 2023	39,476,491	\$ 17,884,789	\$ -	\$ 1,224,495	\$ 4,528,430	\$ (23,846,203)	\$ (208,489)
Private placement	22,391,307	1,204,200	-	-	-	-	1,204,200
Share issues costs - cash	-	(15,008)	-	-	-	-	(15,008)
Share issue costs - warrants	-	(4,677)	-	4,677	-	-	-
Allocation of flow-through premium	-	(84,635)	-	-	-	-	(84,635)
Shares issued to settle trade and other payables	1,026,180	76,964	-	-	-	-	76,964
Share-based compensation	-	-	-	-	208,885	-	208,885
Loss and comprehensive loss for the period	-	-	-	-	-	(1,213,013)	(1,213,013)
Balance, September 30, 2024	62,893,978	\$ 19,061,633	\$ -	\$ 1,229,172	\$ 4,737,315	\$ (25,059,216)	\$ (31,096)

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

Honey Badger Silver Inc.

Notes to the Condensed Interim Consolidated Financial Statements

For the nine months ended September 30, 2025

(Unaudited – Expressed in Canadian dollars)

1. NATURE OF OPERATIONS AND GOING CONCERN

Honey Badger Silver Inc. (the “Company”) is a publicly traded company incorporated in Ontario, Canada in 1992. The Company’s common shares are listed for trading on the TSX Venture Exchange (the “TSX-V”) under the symbol “TUF” and on the OTCQB Venture Market in the United States under the symbol “HBEIF”. The Company corporate office is located at Unit 1 – 15782 Marine Drive, Vancouver, BC, V4B 1E6 and the Company’s registered and records office is located at 199 Bay Street, Suite 5300, Commerce Court West, Toronto, Ontario, M5L 1B9.

The Company is engaged in identifying, evaluating, acquiring, and exploring silver-based and other metals-based assets, including high-grade properties, and projects with existing mineral resources/reserves and cash-flowing metal royalties and streams. The Company has several projects in Canada.

These condensed interim consolidated financial statements have been prepared on a going concern basis which assumes that the Company will be able to realize its assets and discharge its liabilities in the normal course of business for the foreseeable future. As at September 30, 2025, the Company had working capital of \$1,977,253. Management estimates that the Company does not have sufficient financial resources to carry out currently planned operations and exploration through the next twelve months. Additional financing may be required by the Company to complete its strategic objectives and continue as a going concern. There is no assurance that the Company will be able to obtain adequate financing in the future or that such financing will be on terms acceptable to the Company. These material uncertainties may cast significant doubt upon the Company’s ability to continue as a going concern.

These financial statements do not reflect adjustments that would be necessary if the going concern assumption were not appropriate.

2. BASIS OF PRESENTATION

Statement of compliance

These condensed interim consolidated financial statements have been prepared in accordance with International Accounting Standard (“IAS”) 34 Interim Financial Reporting using accounting policies consistent with IFRS Accounting Standards as issued by the International Accounting Standards Board.

These condensed interim consolidated financial statements do not include all of the disclosures required for annual financial statements, and therefore should be read in conjunction with the annual consolidated financial statements for the year ended December 31, 2024.

Basis of measurement

These condensed interim consolidated financial statements have been prepared on the historical cost basis except for certain financial instruments which are measured at fair value. In addition, these condensed interim consolidated financial statements have been prepared using the accrual basis of accounting, except for cash flow information.

Honey Badger Silver Inc.

Notes to the Condensed Interim Consolidated Financial Statements

For the nine months ended September 30, 2025

(Unaudited – Expressed in Canadian dollars)

2. BASIS OF PRESENTATION (continued)

Functional and presentation currency

These condensed interim consolidated financial statements are presented in Canadian dollars, which is the parent company's functional currency, as well as the functional currency of its wholly owned subsidiaries.

Use of estimates and judgments

Information about estimates and judgments used in applying accounting policies that have the most significant effect on the amounts recognized in these condensed interim consolidated financial statements are included in Note 2 to the Company's December 31, 2024 annual consolidated financial statements.

3. MATERIAL ACCOUNTING POLICY INFORMATION

The accounting policies applied by the Company in these condensed interim consolidated financial statements are the same as those applied by the Company as at and for the year ended December 31, 2024.

New standards, interpretations and amendments not yet effective

A number of new standards, amendments to standards and interpretations are not yet effective as of June 30, 2025 and have not been applied in preparing these condensed interim consolidated financial statements.

On April 9, 2024, the IASB issued IFRS 18 "Presentation and Disclosure in the Financial Statements" ("IFRS 18") replacing IAS 1. IFRS 18 introduces categories and defined subtotals in the statement of profit or loss, disclosures on management-defined performance measures, and requirements to improve the aggregation and disaggregation of information in the financial statements. As a result of IFRS 18, amendments to IAS 7 were also issued to require that entities use the operating profit subtotal as the starting point for the indirect method of reporting cash flows from operating activities and also to remove presentation alternatives for interest and dividends paid and received. Similarly, amendments to IAS 33 "Earnings per Share" were issued to permit disclosure of additional earnings per share figures using any other component of the statement of profit or loss, provided the numerator is a total or subtotal defined under IFRS 18. IFRS 18 is effective for annual reporting periods beginning on or after January 1, 2027, and is to be applied retrospectively, with early adoption permitted. The Company is currently assessing the impact of the standard on its financial statements.

Honey Badger Silver Inc.

Notes to the Condensed Interim Consolidated Financial Statements

For the nine months ended September 30, 2025

(Unaudited – Expressed in Canadian dollars)

4. CASH AND FUNDS HELD IN TRUST

	September 30, 2025	December 31, 2024
Cash and funds held in trust	\$ 202,500	\$ 111,888
Cash allocated for flow-through expenditures	2,370,305	338,212
Total	\$ 2,572,805	\$ 450,100

The Company's Chairman participated in the first tranche of a private placement that closed in December 2024 which made the Chairman a Control Person as defined by the British Columbia Securities Commission. Accordingly, these proceeds were held in escrow with the Company's legal counsel until the shareholders approved the Chairman as a Control Person which they did at the Company's annual general and special meeting, on February 14, 2025, at which time the proceeds were released to the Company. Accordingly, these proceeds were recorded as funds held in trust as at December 31, 2024.

Cash and funds held in trust as at September 30, 2025 is comprised of funds received for a subsequent private placement for which the Company is obligated to issue common shares.

5. MARKETABLE SECURITIES

	September 30, 2025	December 31, 2024
Opening balance	\$ 34,696	\$ 52,043
Unrealized loss	10,408	(17,347)
Ending balance	\$ 45,104	\$ 34,696

The Company holds 693,910 common shares of Mines D'Or Orbec Inc. (formerly Blue Thunder Mining Inc.), a public company listed on the TSX-V. During the nine months ended September 30, 2025, the Company recorded an unrealized gain on marketable securities of \$10,408 (nine months ended September 30, 2024 – loss of \$20,817) related to the revaluation of these common shares.

Honey Badger Silver Inc.

Notes to the Condensed Interim Consolidated Financial Statements

For the nine months ended September 30, 2025

(Unaudited – Expressed in Canadian dollars)

6. EXPLORATION AND EVALUATION EXPENDITURES

Yukon Properties

Plata, Groundhog, and Hy

On June 4, 2021, the Company completed the acquisition of three silver properties located in Yukon, Canada comprised of the Plata, Groundhog, and Hy properties. In consideration, the Company issued 6,106,091 common shares valued at \$4,524,613 to Strategic Metals Ltd., a public company which a former director of the Company is also the Chief Executive Officer, President and a director.

Clear Lake

On March 29, 2022, the Company completed the acquisition of the Clear Lake silver/zinc/lead property located in Yukon, Canada. In consideration, the Company paid \$250,000 cash and granted a 1% net smelter return ("NSR") royalty on all metals other than silver.

Northwest Territories Property

Sunrise Lake

On October 17, 2023, the Company entered into a purchase agreement with SSR Mining Inc. ("SSR") to acquire 100% of SSR's Sunrise Lake silver project in the Northwest Territories, Canada. In consideration, the Company granted SSR a 4% NSR royalty on any future production from the project, half (2%) of which may be purchased by the Company at any time prior to commencement of construction at the project for US\$10 million.

Nunavut Properties

Nanisivik

In 2021 and 2022, the Company staked certain claims in Nunavut, Canada known as the Nanisivik silver property.

Yava

On October 1, 2024, the Company issued 4,250,000 common shares value at \$340,000 to acquire the Yava project located in Nunavut, Canada.

Honey Badger Silver Inc.

Notes to the Condensed Interim Consolidated Financial Statements

For the nine months ended September 30, 2025

(Unaudited – Expressed in Canadian dollars)

6. EXPLORATION AND EVALUATION EXPENDITURES (continued)

During the three and nine months ended September 30, 2025 and 2024, the Company incurred the following exploration and evaluation expenditures.

	Three months ended September 30,		Nine months ended September 30,	
	2025	2024	2025	2024
Yukon Properties				
Claim maintenance	\$ -	\$ -	\$ 26,250	\$ 3,706
Geological	\$ 8,000		\$ 8,000	
Support costs	\$ 177,918		\$ 177,918	
Consulting	35,150		68,400	-
Geophysics	168,421	-	168,421	13,743
Data interpretation	122,335	61,558	178,652	118,503
	511,824	61,558	627,641	135,952
Northwest Territories Property				
Acquisition	-	-	-	3,043
Claim maintenance	-	-	7,197	-
Consulting	7,250	-	14,250	-
	7,250	-	21,447	3,043
Nunavut Properties				
Consulting	10,200		50,450	-
Data interpretation	-	29,351	-	45,975
Geological	2,000		2,000	
Geophysics	94,663		94,663	-
	106,863	29,351	147,113	45,975
Ontario Properties				
Claim maintenance	-	788	-	5,789
	-	788	-	5,789
Quebec Property				
Claim maintenance	-	315	-	2,481
	-	315	-	2,481
Total	\$ 625,937	\$ 92,012	\$ 796,201	\$ 193,240

Honey Badger Silver Inc.

Notes to the Condensed Interim Consolidated Financial Statements

For the nine months ended September 30, 2025

(Unaudited – Expressed in Canadian dollars)

7. FLOW-THROUGH PREMIUM LIABILITY

	September 30, 2025	December 31, 2024
Opening balance	\$ 64,137	\$ 3,650
April 2024 flow-through private placement	-	53,890
December 2024 flow-through private placement	-	30,604
January 2025 flow-through private placement	18,600	-
July 3, 2025 flow-through private placement	38,462	
Flow-through premium recovery	(12,979)	(24,007)
Closing balance	\$ 108,220	\$ 64,137

8. SHARE CAPITAL

Authorized

The Company has an unlimited number of common shares without par value authorized for issue.

Issued and outstanding

During the nine months ended September 30, 2025, the Company completed the following:

- On January 3, 2025, the Company completed the second and final tranche of a private placement through the issuance of 1,619,230 units at a price of \$0.13 per unit for gross proceeds of \$210,500 (of which \$32,500 was received in December 2024 and recorded as an obligation to issued shares as at December 31, 2024) and 465,000 flow-through shares at a price of \$0.16 per flow-through share for proceeds of \$74,400 (of which \$32,000 was received in December 2024 and recorded as an obligation to issued shares as at December 31, 2024).

Each unit consisted of one common share and one share purchase warrant entitling the holder to acquire one common share at a price of \$0.18 until January 3, 2028. The share purchase warrants were valued at \$71,524 using the Black-Scholes option pricing model with the following assumptions: a risk-free interest rate of 2.87%; an expected volatility of 101%; an expected life of 3 years; and an expected dividend yield of 0%.

The Company recorded a flow-through premium liability of \$18,600 on issuance of the flow-through shares.

Honey Badger Silver Inc.

Notes to the Condensed Interim Consolidated Financial Statements

For the nine months ended September 30, 2025

(Unaudited – Expressed in Canadian dollars)

8. SHARE CAPITAL (continued)

Issued and outstanding (continued)

The Company paid cash finder's fees of \$5,464 and issued 27,900 broker warrants on the same terms as the private placement warrants. The broker warrants were valued at \$1,867 using the Black-Scholes option pricing model with the following assumptions: a risk-free interest rate of 2.87%; an expected volatility of 101%; an expected life of 3 years; and an expected dividend yield of 0%. The Company paid other share issue costs of \$6,035.

- On July 3, 2025, the Company closed the first tranche of a non-brokered private placement ("first tranche"), raising aggregate gross proceeds of approximately \$1.986 million through the issuance of 9,860,000 non-flow-through units (the "NFT Units") at a purchase price of \$0.10 per NFT Unit (the "FT Offering") and 7,692,353 common shares of the Company that are intended to qualify as "flow-through shares" as defined in subsection 66(15) of the Income Tax Act (Canada) ("FT Shares") at a purchase price of \$0.13 per FT Share (the "Unit Offering, and together with the FT Offering, the Offering"). Each NFT Unit consists of one non-flow-through common share of the Company (a "Unit Share") and one half of one common share purchase warrant (each whole warrant, a "Warrant"). Each Warrant entitles the holder to acquire one common share of the Company for an exercise price of \$0.15 until January 3, 2027.

The 4,930,000 \$0.15 warrants issued in conjunction with the NFT financing were valued at \$207,477 using the Black-Scholes option pricing model, relative value method with the following assumptions: a risk-free interest rate of 2.70%; an expected volatility of 101%; an expected life of 1.5 years; and an expected dividend yield of 0%.

In connection with the closing of the First Tranche, the Company issued 362,680 non-transferable finder's warrants to certain arm's length finders. Each finder's warrant is exercisable to acquire one common share in the capital of the Company at a price of C\$0.15 per share until January 3, 2027.

The 362,680 \$0.15 finders warrants issued in conjunction with this financing were valued at \$10,046 using the Black-Scholes option pricing model with the following assumptions: a risk-free interest rate of 2.70%; an expected volatility of 101%; an expected life of 0.5 years; and an expected dividend yield of 0%.

The Company recorded a flow-through premium liability of \$38,462 on issuance of the flow-through shares.

- On July 16, 2025, the Company closed a second tranche of the above noted non-brokered private placement, issuing 4,050,000 NFT Units at \$0.065 per Unit and 5,729,145 FT shares at \$0.11 per share for gross proceeds of \$893,456.

The 2,025,000 \$0.15 warrants issued in conjunction with the NFT financing were valued at \$83,510 using the Black-Scholes option pricing model, relative value method with the following

Honey Badger Silver Inc.

Notes to the Condensed Interim Consolidated Financial Statements

For the nine months ended September 30, 2025

(Unaudited – Expressed in Canadian dollars)

assumptions: a risk-free interest rate of 2.81%; an expected volatility of 101%; an expected life of 1.5 years; and an expected dividend yield of 0%.

The 133,000 \$0.15 finders warrants issued in conjunction with this financing were valued at \$4,456 using the Black-Scholes option pricing model with the following assumptions: a risk-free interest rate of 2.81%; an expected volatility of 101%; an expected life of 0.5 years; and an expected dividend yield of 0%.

The Company recorded a flow-through premium liability of \$nil on issuance of the flow-through shares in this tranche.

Cash costs of issue for the July 3 and July 16th financing tranches amount to \$151,564.

- During the nine months ended September 30, 2025, the Company issued 6,696,500 common shares on the exercise of warrants for gross proceeds of \$435,273. The Company recorded an allocation on exercise of warrants of \$156,851 from warrants reserve to share capital.
- During the nine months ended September 30, 2025, issued 400,000 common shares on the exercise of options for gross proceeds of \$30,000. The Company recorded an allocation on exercise of warrants of \$27,276 from contributed surplus to share capital.

Warrants

The continuity of share purchase warrants for the nine months ended September 30, 2025 is as follows:

Expiry date	Exercise price	Balance,	Granted	Exercised	Expired	Balance,
		December 31, 2024				September 30, 2025
October 10, 2025	\$ 0.065	7,746,000	-	(6,696,500)	-	1,049,500
January 3, 2026	\$ 0.150	-	362,680	-	-	362,680
January 16, 2026	\$ 0.150	-	133,000	-	-	133,000
April 11, 2026	\$ 0.18	3,245,523	-	-	-	3,245,523
May 24, 2026	\$ 0.18	957,940	-	-	-	957,940
January 3, 2027	\$ 0.15	-	4,930,000	-	-	4,930,000
January 16, 2027	\$ 0.15	-	2,025,000	-	-	2,025,000
December 16, 2027	\$ 0.18	4,709,567	-	-	-	4,709,567
January 3, 2028	\$ 0.18	-	1,647,130	-	-	1,647,130
		16,659,030	9,097,810	(6,696,500)	-	19,060,340
Weighted average exercise price	\$	0.13	\$ 0.16	\$ 0.07	\$ -	\$ 0.16

As at September 30, 2025, the weighted average remaining contractual life of the share purchase warrants outstanding was 1.84 years.

Honey Badger Silver Inc.

Notes to the Condensed Interim Consolidated Financial Statements
For the nine months ended September 30, 2025
(Unaudited – Expressed in Canadian dollars)

8. SHARE CAPITAL (continued)

Stock Options

The Company has a stock option plan pursuant to which the Company's Board of Directors may grant incentive stock options to directors, officers, employees and consultants. The exercise price of the options cannot be less than the closing price of the Company's shares on the trading day preceding the date of grant, and the maximum term of any option cannot exceed five years. The Board, in accordance with applicable TSX-V or other regulatory requirements, if any, will determine any vesting period assigned therein. There is no minimum vesting period unless the optionee is engaged in investor relation activities. The maximum aggregate number of common shares under option at any time under the stock option plan cannot exceed 10% of the issued shares. The fair value of the share-based compensation is recognized as contributed surplus upon vesting.

The continuity of stock options for the nine months ended September 30, 2025 is as follows:

Expiry date	Exercise price	Balance, December 31, 2024	Granted	Exercised	Expired / Forfeited	Balance, September 30, 2025				
August 28, 2025	\$ 0.34	276,316	-	-	(276,316)	-				
February 19, 2026	\$ 0.57	52,632	-	-	-	52,632				
March 23, 2026	\$ 0.71	760,526	-	-	-	760,526				
August 3, 2026	\$ 0.46	263,158	-	-	(131,579)	131,579				
October 27, 2026	\$ 0.37	131,579	-	-	-	131,579				
December 31, 2026	\$ 0.43	385,896	-	-	(41,053)	344,843				
September 15, 2028	\$ 0.09	521,000	-	-	(75,000)	446,000				
April 24, 2029	\$ 0.075	3,595,000	-	(30,000)	-	3,565,000				
July 16, 2030	\$ 0.120	-	4,000,000	-	-	4,000,000				
		5,986,107	4,000,000	(30,000)	(523,948)	9,432,159				
Weighted average exercise price	\$	0.22	\$	0.12	\$	0.08	\$	0.34	\$	0.17

As at September 30, 2025, 7,432,159 of the 9,432,159 stock options issued and outstanding were exercisable with a weighted average remaining contractual life of 3.63 years.

On July 16, 2025, The Company granted an aggregate of 4,000,000 options to acquire common shares of the Company (the "Options") to certain officers, employees and/or consultants of the Company. The Options have an exercise price of \$0.12 per share, have a 5-year term from the date of grant and vest in equal halves on the date of grant and on the date that is six months from the date of grant.

The options were valued at \$418,400 using the Black-Scholes option pricing model with the following assumptions: a risk-free interest rate of 3.10%; an expected volatility of 101%; an expected life of 5 years; and an expected dividend yield of 0%. During the three and nine months ended September 30, 2025, stock based compensation expense of \$297,529 was expensed in conjunction with this grant.

Honey Badger Silver Inc.

Notes to the Condensed Interim Consolidated Financial Statements

For the nine months ended September 30, 2025

(Unaudited – Expressed in Canadian dollars)

9. RELATED PARTY TRANSACTIONS AND BALANCES

Related party transactions

	Three months ended September 30,		Nine months ended September 30,	
	2025	2024	2025	2024
Consulting fees				
Chairman	\$ 275,000	\$ 75,000	\$ 425,000	\$ 225,000
Chief Executive Officer	8,000	52,500	32,500	157,500
Golden Oak *	-	30,000	55,000	90,000
The Marrelli Group ****	43,148	-	49,024	-
	326,148	157,500	561,524	472,500
Exploration and evaluation expenditures				
Chief Executive Officer	29,500	-	110,000	-
Nemo Resources **	10,000	-	32,500	-
	39,500	-	142,500	-
Marketing, promotion and travel				
Sharechest ***	-	-	-	1,000
			-	1,000
Share-based compensation				
	-	-	-	130,176
Total	\$ 365,648	\$ 157,500	\$ 704,024	\$ 603,676

* Golden Oak Corporate Services Ltd. ("Golden Oak") is a consulting company controlled by the Chief Financial Officer and Corporate Secretary of the Company. Golden Oak provided the services of a Chief Financial Officer, Corporate Secretary, and accounting and administrative staff to the Company until June 5, 2025.

** Nemo Resources Inc. ("Nemo Resources") is a consulting company controlled by a director of the Company which provides exploration services to the Company.

*** Sharechest Inc. ("Sharechest") is a company controlled by the Chairman of the Company.

**** Commencing June 5, 2025, the Company engaged Marrelli Support Services Inc. and DSA Corporate Services L.P. ("the Marrelli Group") for the services of a Chief Financial Officer, Corporate Secretary, and accounting and various administrative functions. The Company's Chief Financial officer is the president of Marrelli Support Services Inc.

Honey Badger Silver Inc.

Notes to the Condensed Interim Consolidated Financial Statements
For the nine months ended September 30, 2025
(Unaudited – Expressed in Canadian dollars)

9. RELATED PARTY TRANSACTIONS AND BALANCES (continued)

Related party balances

		September 30, 2025	December 31, 2024
Chairman	Fees	\$ 254,250	\$ 154,250
Chairman	Expenses	-	19,983
The Marrelli Group	Fees	6,614	-
Golden Oak	Expenses	-	3,032
Total		\$ 260,864	\$ 177,265

All amounts owing are unsecured, non-interest bearing and due on demand.

10. SEGMENTED INFORMATION

Operating segments are identified on the basis of internal reports that are regularly reviewed by the chief operating decision-maker to allocate resources to the segments and to assess their performance.

The chief operating decision-maker who is responsible for allocating resources and assessing performance of the operating segments, has been defined as the Chief Executive Officer.

The Company operates in a single segment, being mineral exploration and evaluation.

All of the Company's mineral exploration and evaluation assets are located in Canada.

11. SUBSEQUENT EVENTS

- i. Subsequent to September 30, 2025, 1,082,834 warrants with an exercise prices between \$0.065 and \$0.18 and 817,000 options with an exercise price between \$0.075 and \$0.09 were exercised, for gross proceeds on exercise of \$137,248.
- ii. On October 8, 2025, the Company announced it had closed a non-brokered private placement of flow-through common shares (the "Offering") for aggregate gross proceeds of \$1,500,000 through the issuance of 4,838,710 common shares of the Company that are intended to qualify as "flow-through shares" as defined in subsection 66(15) of the Income Tax Act (Canada) ("FT Shares") at a price of \$0.31 per FT Share.

In connection with the Offering, the Company paid an aggregate of \$90,000 in finder's fees and issued 290,322 non-transferable finder warrants to eligible finders. Each finder warrant entitles the holder to acquire one common share of the Company at a price of \$0.35 per share, subject to customary anti-dilution adjustments, for a period of 18 months following the closing date.