

**TRG Exploration Corp.**  
**(formerly Terra Rossa Gold Ltd.)**

Condensed Consolidated Interim Financial Statements

For the nine months ended September 30, 2025 and 2024

(Expressed in Canadian Dollars)  
(Unaudited)

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

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

The accompanying unaudited condensed consolidated 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 standards established by the Chartered Professional Accountants of Canada for a review of interim financial statements by an entity's auditor.

**TRG Exploration Corp.**  
(formerly Terra Rossa Gold Ltd.)  
Condensed Consolidated Interim Statements of Financial Position  
(Unaudited - Expressed in Canadian Dollars)  
AS AT

	September 30, 2025	December 31, 2024
	\$	\$
<b>Assets</b>		
<b>Current Assets</b>		
Cash	6,360,246	1,401,759
Amounts receivable	77,366	69,977
Prepays	159,865	85,725
Investment (Note 5)	50,000	50,000
	<u>6,647,477</u>	<u>1,607,461</u>
Right-of-use assets (Note 6)	23,212	43,831
Exploration and evaluation assets (Note 4)	6,860,712	6,838,864
<b>Total Assets</b>	<u>13,531,401</u>	<u>8,490,156</u>
<b>Liabilities</b>		
<b>Current Liabilities</b>		
Accounts payable and accrued liabilities (Note 8)	111,745	50,454
Lease liabilities (Note 6)	29,462	25,128
	<u>141,207</u>	<u>75,582</u>
Lease liabilities (Note 6)	-	20,744
Remediation liabilities (Note 7)	329,959	304,134
	<u>471,166</u>	<u>400,460</u>
<b>Equity</b>		
Share capital (Note 9)	13,737,176	13,737,176
Reserves (Note 10)	705,512	631,480
Obligation to issue shares (Note 3)	5,809,020	-
Deficit	(7,191,473)	(6,278,960)
	<u>13,060,235</u>	<u>8,089,696</u>
<b>Total Liabilities &amp; Equity</b>	<u>13,531,401</u>	<u>8,490,156</u>

Nature and continuance of operations (Note 1)

Approved by the Board of Directors and authorized for issue on November 28, 2025:

"Latika Prasad"  
Latika Prasad, Director

"Patrick Downey"  
Patrick Downey, Director

*See accompanying notes to the condensed consolidated interim financial statements*

**TRG Exploration Corp.**  
(formerly Terra Rossa Gold Ltd.)  
Condensed Consolidated Interim Statements of Comprehensive Loss  
(Unaudited - Expressed in Canadian Dollars)

	Three months ended		Nine months ended	
	September 30, 2025	September 30, 2024	September 30, 2025	September 30, 2024
<b>EXPENSES</b>				
Consulting	\$ 23,700	\$ 17,583	\$ 53,700	\$ 32,583
Depreciation	7,610	6,189	20,619	19,257
Exploration expenditures	73,958	88,563	258,902	132,362
Filing fees	348	-	5,348	-
Finance expense (Note 6)	(808)	276	4,440	1,657
Foreign exchange	21,749	12,244	(20,845)	28,499
Office and miscellaneous	38,191	15,078	64,101	44,476
Professional fees	123,640	46,951	407,764	131,195
Property consulting fees	-	-	48,469	-
Share-based payments (Note 10)	55,555	53,680	74,032	72,397
Travel	-	-	(4,017)	-
<b>Net and comprehensive loss for the period</b>	<b>\$ (343,943)</b>	<b>\$ (240,564)</b>	<b>\$ (912,513)</b>	<b>\$ (462,426)</b>
<b>Basic and diluted loss per common</b>	<b>\$ (0.01)</b>	<b>\$ (0.00)</b>	<b>\$ (0.02)</b>	<b>\$ (0.01)</b>
<b>Weighted average number of common shares outstanding</b>	<b>54,696,600</b>	<b>54,696,600</b>	<b>54,696,600</b>	<b>54,696,600</b>

*See accompanying notes to the condensed consolidated interim financial statements*

**TRG Exploration Corp.**  
(formerly Terra Rossa Gold Ltd.)  
Condensed Consolidated Interim Statements of Changes in Equity  
(Unaudited - Expressed in Canadian dollars)

	<b>Number of shares</b>	<b>Share capital \$</b>	<b>Reserves \$</b>	<b>Obligation to issue shares \$</b>	<b>Deficit</b>	<b>Total Equity \$</b>
<b>December 31, 2023</b>	<b>54,696,600</b>	<b>13,737,176</b>	<b>559,083</b>	-	<b>(5,600,909)</b>	<b>8,695,350</b>
Share-based payments	-	-	72,397	-	-	72,397
Net loss for the period	-	-	-	-	(462,426)	(462,426)
<b>September 30, 2024</b>	<b>54,696,600</b>	<b>13,737,176</b>	<b>631,480</b>	-	<b>(6,063,335)</b>	<b>8,305,321</b>
Net loss for the period	-	-	-	-	(215,625)	(215,625)
<b>December 31, 2024</b>	<b>54,696,600</b>	<b>13,737,176</b>	<b>631,480</b>	-	<b>(6,278,960)</b>	<b>8,089,696</b>
Share-based payments	-	-	74,032	-	-	74,032
Obligation to issue shares	-	-	-	5,809,020	-	5,809,020
Net loss for the period	-	-	-	-	(912,513)	(912,513)
<b>September 30, 2025</b>	<b>54,696,600</b>	<b>13,737,176</b>	<b>705,512</b>	<b>5,809,020</b>	<b>(7,191,473)</b>	<b>13,060,235</b>

*See accompanying notes to the condensed consolidated interim financial statements*

**TRG Exploration Corp.**  
(formerly Terra Rossa Gold Ltd.)  
Condensed Consolidated Interim Statements of Cash Flows  
(Unaudited - Expressed in Canadian dollars)  
**FOR THE NINE MONTHS ENDED SEPTEMBER 30,**

	<b>2025</b>	2024
	\$	\$
<b>Cash provided by (used in):</b>		
<b>Operating activities</b>		
Net loss for the period	(912,513)	(462,426)
Items not involving the use of cash:		
Depreciation	20,619	19,257
Finance expense	4,440	1,657
Share-based payments	74,032	72,397
Foreign exchange	7,179	12,368
Changes in non-cash operating capital:		
Amounts receivable	(7,389)	21,452
Prepays	(74,140)	(127,464)
Accounts payable and accrued liabilities	61,291	(79,353)
Cash used in operating activities	(826,481)	(542,112)
<b>Financing activities</b>		
Obligation to issue shares	5,809,020	-
Lease payments	(24,052)	(23,600)
Cash provided by (used in) financing activities	5,784,968	(23,600)
Net change in cash	4,958,487	(565,712)
Cash, beginning of the period	1,401,759	2,126,473
Cash, end of the period	6,360,246	1,560,761

There were no supplementary disclosures for the periods ended September 30, 2025 and 2024.

*See accompanying notes to the condensed consolidated interim financial statements*

## 1) NATURE AND CONTINUANCE OF OPERATIONS

The Company was incorporated under the *Business Corporations Act* (British Columbia) on April 1, 2010 and its principal activity is the acquisition and exploration of mineral properties. The address of the Company's corporate office is 3381 Fairmont Road, North Vancouver, BC, V7R 2W7. On November 18, 2025, the Company changed its name from "Terra Rossa Gold Ltd." to "TRG Exploration Corp."

These condensed consolidated interim financial statements have been prepared assuming the Company will continue on a going-concern basis. The Company has no source of operating income and is dependent upon financing from related parties and/or subscribers for common shares. At present the common shares of the Company do not trade on any public market and hence their value and liquidity cannot be readily determined. The ability of the Company to continue as a going-concern depends upon its ability to develop profitable operations and to continue to raise additional financing to maintain its working capital.

The business of mineral exploration involves a high degree of risk and there is no assurance that current exploration projects will result in future profitable mining operations. The Company has no source of revenue, and has cash requirements to meet its administrative overhead, pay its liabilities and maintain its mineral property interests. The recoverability of amounts incurred on exploration and evaluation properties is dependent on several factors. These include the discovery of economically recoverable reserves, the ability of the Company to obtain the necessary financing to complete the exploration and development of these exploration and evaluation properties, and establish future profitable production, or realize proceeds from the disposition of exploration and evaluation properties. These material uncertainties may cast significant doubt about the Company's ability to continue as a going concern.

There can be no assurance that the Company will be able to continue to raise funds, in which case the Company may be unable to meet its obligations. Should the Company be unable to realize on its assets and discharge its liabilities in the normal course of business, the net realizable value of its assets may be materially less than the amounts recorded on the condensed consolidated interim statements of financial position.

## 2) MATERIAL ACCOUNTING POLICY INFORMATION

### a) Statement of Compliance

These condensed consolidated interim financial statements are prepared in accordance with International Accounting Standard ("IAS") 34 Interim Financial Reporting under IFRS Accounting Standards ("IFRS") issued by the International Accounting Standards Board ("IASB"). These condensed consolidated interim financial statements follow the same accounting policies and methods of application as the most recent annual consolidated financial statements of the Company. These condensed consolidated interim financial statements do not contain all of the information required for full annual financial statements. Accordingly, these condensed consolidated interim financial statements should be read in conjunction with the Company's most recent annual consolidated financial statements, which were prepared in accordance with IFRS as issued by the IASB.

### b) Basis of presentation

These condensed consolidated interim financial statements have been prepared under the historical cost convention using the accrual basis of accounting, except for cash flow information, and modified as required for the revaluation of derivative financial liabilities at fair value through profit or loss.

The accounting policies set out below have been applied consistently to all periods presented in these condensed consolidated interim financial statements.

## 2) MATERIAL ACCOUNTING POLICY INFORMATION *(continued)*

### c) Use of judgements and estimates

The preparation of these condensed consolidated interim financial statements requires management to use judgment in applying its accounting policies and estimates and assumptions about the future. Estimates and other judgments are regularly evaluated and are based on management's experience and other factors, including expectations about future events that are believed to be reasonable under the circumstances. The following are the most significant accounting judgments and estimates that the Company has made in the preparation of these condensed consolidated interim financial statements.

#### Critical judgements in applying accounting policies:

- The determination that there are no pervasive indicators which would require an impairment provision in connection with the carrying value of the company's exploration and evaluation assets.
- The determination that the Company will continue as a going concern for the next year.
- The functional currency of the Company and its subsidiary entities.
- Whether the acquisition of an entity constitutes a business under the definition of IFRS 3 *Business combinations*.
- Recoverability of taxes and other receivables.

#### Critical estimates in applying accounting policies:

- Fair value of share-based payments.
- Valuation of marketable securities (Note 5).
- Valuation of equity instruments issued with transferability restrictions.
- Deferred income tax asset valuation allowances.
- Variables with respect to the measurement of remediation liabilities (Note 7).

### d) Consolidation

#### *Subsidiaries*

Subsidiaries are all entities (including special purpose entities) over which the Company has the power to govern the financial and operating policies generally accompanying a shareholding of more than one half of the voting rights. The existence and effect of potential voting rights that are currently exercisable or convertible are considered when assessing whether the group controls another entity. Subsidiaries are fully consolidated from the date on which control is transferred to the Company. They are de-consolidated from the date that control ceases.

Inter-company transactions, balances, income and expenses on transactions are eliminated. Profits and losses resulting from intercompany transactions that are recognized in assets are also eliminated. Accounting policies of subsidiaries are consistent with the policies adopted by the Company.

The condensed consolidated interim financial statements include financial statements of TRG Exploration Corp. (formerly Terra Rossa Gold Ltd.), the parent company, TRG USA Inc., its wholly owned US subsidiary incorporated under the laws of the State of Nevada, USA and Minera Vetás Limited ("Minera Vetás"), its wholly owned subsidiary incorporated in the British Virgin Islands. The principal activity of both parent and its subsidiaries is mineral exploration.

### 3) AMALGAMATION AGREEMENT

On October 30, 2024, the Company entered into an amalgamation agreement (the “Amalgamation Agreement”), as amended from time to time, with 0749116 B.C. Ltd. (formerly Baroyeca Gold & Silver Inc.), and 1460971 B.C. Ltd., a wholly-owned subsidiary of 0749116 B.C. Ltd. (“Subco”). Subsequent to the period ended September 30, 2025, the Transaction was completed on October 20, 2025 by way of a three-cornered amalgamation, whereby, among other things:

(i) Subco amalgamated with the Company to form an amalgamated company (“Amalco”), a wholly-owned subsidiary of 0749116 B.C. Ltd.;

(ii) holders of common shares in the capital of the Company received one (1) common share for each one (1) 0749116 B.C. Ltd. common share held and the Company common shares were cancelled; and

(iii) all issued and outstanding share purchase warrants and stock options of the Company that were exercisable to acquire the Company common shares have ceased to represent a right to acquire the Company’s common shares and provides the right to acquire 0749116 B.C. Ltd. common shares as of closing.

In connection with the Transaction, the Company completed its concurrent non-brokered private placement for the issuance of 11,895,000 special warrants (the “Special Warrants”) at a price of \$0.50 per Special Warrant for aggregate gross proceeds of \$5,947,500 (the “Special Warrant Financing”). Each Special Warrant was automatically converted, without payment of any additional consideration and without any further action on the part of the holder thereof, concurrent with the closing, into one unit of the Company, comprised of one (1) Company common share and one (1) share purchase warrant exercisable to acquire common shares of the 0749116 B.C. Ltd. at a price of \$0.75 per share for a period of two years. Concurrent with the closing of the Transaction, each Company common share was exchanged for a common share of 0749116 B.C. Ltd. The Company received \$5,809,020 related to the concurrent financing during the nine months ended September 30, 2025, which has been recorded as an obligation to issue shares.

### 4) EXPLORATION AND EVALUATION ASSETS

#### *Minera Vetas, Colombia*

On November 16, 2020 (the “Effective Date”), and subsequently amended on March 11, 2022 and June 9, 2022, the Company entered into an option agreement to purchase 100% shares in Minera Vetas, a private company which holds a 100% undivided interest in the Minera Vetas Property, comprised of nine core concessions, in Santander, Colombia.

The Minera Vetas Property is subject to the following royalties:

- a) \$5 per ounce of Measured and Indicated resources reported in 43-101 compliant technical reports payable to the original Colombian vendors.
- b) 4% NSR royalty payable to the Colombian state calculated at 80% of the gold price for an effective royalty of 3.2%.

As per the June 9, 2022 amendment, the Company has completed the following commitments:

- a) Pay \$250,000 USD (\$324,010 CDN) in cash to the optionor (paid during the year ended December 31, 2020);
- b) incur \$500,000 USD of exploration expenditures on the property on or before 18 months from the Effective Date (completed);
- c) pay \$500,000 USD in cash to the optionor on or before March 11, 2022 (paid during the year ended December 31, 2022);
- d) pay \$1,250,000 USD (\$1,250,000 USD paid June 9, 2022); and
- e) issue 10,900,000 common shares of the Company (issued June 9, 2022) subject to certain transfer restrictions.

On June 9, 2022, the Company executed its option on Minera Vetas by completing its cash payments and issuance of common shares whereupon it acquired 100% of the outstanding shares of Minera Vetas.

**4) EXPLORATION AND EVALUATION ASSETS** *(continued)*

At the time of acquisition, Minera Vetas was subject to two property negotiations with respect to legacy option agreements:

- 1) Mataperro Claim: Minera Vetas, prior to June 9, 2022, had terminated an option agreement over which the vendors disputed the requirement to make additional payments. During the nine months ended September 30, 2025, the Company entered into a transaction agreement to settle and resolve the lawsuit.
- 2) San Marcos Option: On January 24, 2025, the court's ruling was in favour of Minera Vetas. The plaintiff paid Minera Vetas procedural expenses of approximately \$3,142 USD.

**5) INVESTMENT**

The Company has invested \$75,000 through the purchase of common shares in a private company. At every reporting period, these investments are valued at fair value based on upon quoted prices in active markets and when that information is not available, estimates are made by management using inputs from observable market data, the underlying company's recently completed equity financing, equity issuance and/or equity investments made by a third party. Changes in these assumptions and inputs could affect the reported fair value of these financial instruments. The investment requires Level 3 measurement techniques to estimate fair value at reporting periods. At September 30, 2025, the common shares had a fair value of \$50,000.

**6) RIGHT-OF-USE ASSETS AND LEASE LIABILITIES**

<b>Right-of-use assets</b>	
	\$
Balance, December 31, 2023	18,775
Additions	50,021
Depreciation	(24,965)
Balance, December 31, 2024	43,831
Depreciation	(20,619)
<b>Balance, September 30, 2025</b>	<b>23,212</b>
<b>Lease liabilities</b>	
	\$
Balance, December 31, 2023	24,011
Additions	50,021
Finance expense	3,738
Payments	(32,017)
Foreign exchange	119
Balance, December 31, 2024	45,872
Finance expense	4,440
Payments	(24,052)
Foreign exchange	3,202
<b>Balance, September 30, 2025</b>	<b>29,462</b>
Current (less than one year)	29,462
Long-term	-

The Company's right-of-use assets include the use of a warehouse in Bogota, house in the municipality of Vetas and a warehouse in Giron.

The Company has applied an incremental borrowing rate of 16.2%. The undiscounted lease payments are as follows:

**6) RIGHT-OF-USE ASSETS AND LEASE LIABILITIES** *(continued)*

<b>Lease commitments</b>	
	\$
<b>2025</b>	6,672
<b>2026</b>	20,017

**7) REMEDIATION LIABILITIES**

The Company has recognized remediation of environmental liabilities of the Minera Vetas Property. The estimate is reviewed periodically based on the environmental management plans in force which have been evaluated by local Colombian regulatory authorities and based on the current status of the project.

The total amount of estimated undiscounted cash flows required to settle the Company's estimated obligation is \$357,565 which has been discounted using a pre-tax risk-free rate of 9.50% and inflation rate of 3%. The present value of the decommissioning liabilities may be subject to change based on management's current estimates, changes in remediation requirements or changes to the applicable laws and regulations. Such changes will be recorded in the accounts of the Company as they occur.

**8) RELATED PARTY TRANSACTIONS**

The key management personnel of the Company include the directors and officers of the Company including the Chief Executive Officer, Chief Financial Officer and Corporate Secretary.

During the nine months ended September 30, 2025, \$45,000 was paid or accrued to the Corporate Secretary (2024 - \$30,000).

Share-based payments attributable to directors and officers for stock options granted, vested or modified in the period ended September 30, 2025 was \$66,624 (2024 - \$65,240).

As at September 30, 2025, there was amounts due to related parties included in accounts payable and accrued liabilities of \$nil (December 31, 2024 - \$5,000).

Payments to related parties were made in the normal course of operations and were measured at the exchange amount, which is the amount of consideration established and agreed by the related parties. Amounts due to related parties are unsecured, non-interest bearing and due on demand.

**9) SHARE CAPITAL**

The authorized share capital of the Company consists of an unlimited number of common shares.

The company did not issue any shares during the period ended September 30, 2025 and the year ended December 31, 2024.

## 10) RESERVES

### Share purchase warrants

	Number of warrants	Weighted average exercise price \$
<b>Balance, December 31, 2023 and 2024 and September 30, 2025</b>	4,092,000	0.70

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

Number of Warrants	Exercise price	Expiry Date
4,092,000	\$0.70	April 7, 2026 <sup>(1)</sup>

(1) The expiry of these warrants was extended from April 7, 2025 to April 7, 2026.

The weighted average remaining life of the outstanding share purchase warrants, as at September 30, 2025 was 0.52 years (December 31, 2024 – 0.27 years).

### Stock option plan

The Company has a share-based compensation plan under which stock options are issued as determined by the Board of Directors and subject to the provisions of the Plan. The Company recognizes the compensation expense under the Plan, which requires the recognition of expense for share-based compensation on their fair value on the measurement date. The maximum number of shares that may be reserved for issuance under the Plan is a rolling number not to exceed 10% of the issued and outstanding shares of the Company at the time of the stock option grant.

### Stock options

	Number of stock options	Weighted average exercise price \$
<b>Balance, December 31, 2023</b>	1,650,000	0.20
Forfeited	(150,000)	0.20
<b>Balance, December 31, 2024 and September 30, 2025</b>	1,500,000	0.20

At September 30, 2025, the Company had the following outstanding stock options:

Number of Options	Exercise price	Expiry Date
250,000	\$0.20	March 1, 2026 <sup>(1)</sup>
750,000	\$0.20	July 15, 2026 <sup>(2)</sup>
500,000	\$0.20	March 24, 2027
1,500,000		

(1) The expiry of these options was extended from March 1, 2025 to March 1, 2026.

(2) The expiry of these options was extended from July 15, 2025 to July 15, 2026.

**10) RESERVES** *(continued)*

**Stock options** *(continued)*

The weighted average remaining life of the outstanding stock options granted, as at September 30, 2025 was 0.96 years (December 31, 2024 – 1.04 years).

**Share-based payments**

The following weighted average assumptions were used for the Black-Scholes option pricing model valuation of stock options granted:

	September 30, 2025	December 31, 2024
Risk-free interest rate	2.77%	3.89%
Expected life of option	1 year	1 year
Expected annualized volatility	95%	95%
Dividend	0%	0%

During the year ended December 31, 2024, the Company extended the maturity of 750,000 stock options for a period of one year. This resulted in additional stock-based compensation expense of \$53,680. The weighted average assumptions used for the Black-Scholes valuation of amended options were annualized volatility of 95%, risk-free interest rate of 3.82%, expected life of 1 year and a dividend rate of Nil%.

During the year ended December 31, 2024, the Company extended the maturity of 250,000 stock options for a period of one year. This resulted in additional stock-based compensation expense of \$18,717. The weighted average assumptions used for the Black-Scholes valuation of amended options were annualized volatility of 95%, risk-free interest rate of 4.10%, expected life of 1 year and a dividend rate of Nil%.

During the nine months ended September 30, 2025, the Company extended the maturity of 250,000 stock options for a period of one year. This resulted in additional stock-based compensation expense of \$18,477. The weighted average assumptions used for the Black-Scholes valuation of amended options were annualized volatility of 95%, risk-free interest rate of 2.57%, expected life of 1 year and a dividend rate of Nil%.

During the nine months ended September 30, 2025, the Company extended the maturity of 750,000 stock options for a period of one year. This resulted in additional stock-based compensation expense of \$55,554. The weighted average assumptions used for the Black-Scholes valuation of amended options were annualized volatility of 95%, risk-free interest rate of 2.83%, expected life of 1 year and a dividend rate of Nil%.

**11) CAPITAL MANAGEMENT**

The Company's objectives for the management of capital are to safeguard the Company's ability to continue as a going concern, including the preservation of capital, and to achieve reasonable returns on invested cash after satisfying the objective of preserving capital.

The Company considers its cash to be its manageable capital. The Company's policy is to maintain sufficient cash balances to cover operating costs over a reasonable future period. The Company accesses capital markets as necessary and may also acquire additional funds where advantageous circumstances arise.

The Company currently has no externally-imposed capital requirements.

## 12) FINANCIAL INSTRUMENT RISKS

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

### *Credit Risk*

The Company's primary exposure to credit risk is the risk of illiquidity of cash amounting to \$6,360,246 at September 30, 2025 (December 31, 2024 - \$1,401,759). The Company's policy is to keep cash holdings with major Canadian banks and to use reputable foreign banks and keeping balances in foreign jurisdictions to a manageable amount. As at September 30, 2025, the credit risk is considered by management to be low.

### *Liquidity Risk*

Liquidity risk is the risk that the Company will not be able to pay financial instrument liabilities as they come due. The Company's only liquidity risk from financial instruments is its need to meet operating requirements. As at September 30, 2025, the Company had working capital of \$6,506,270 (December 31, 2024 - \$1,531,879). The Company does not generate revenues and is reliant on capital investments to finance operations once current resources have been depleted.

### *Foreign Exchange Risk*

The Company incurs expenses in Colombia in Colombian Peso ("COP") which requires the use of the United States dollar ("USD") and COP. The carrying amounts of the Company's foreign currency denominated financial instruments are as follows:

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<b>Canadian dollar equivalent of COP financial instruments</b>	
	\$
Cash	656
Receivables	9,511
Accounts payable and accrued liabilities	(7,118)

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Based on the balances held as at September 30, 2025, a 10% increase (decrease) in the COP to the Canadian dollar exchange rates on this date would have resulted in a decrease (increase) in the net loss for the year of approximately \$305.

### *Interest Rate Risk*

The Company is exposed to interest rate risk on its cash. Interest income is not significant to the Company's operating plan and is not a significant risk to the Company.

### *Fair Value of Financial Instruments*

The Company's financial instruments comprise cash, receivables, investment, and accounts payable and accrued liabilities.

Cash and receivables are classified as amortized cost. Amortized cost approximates fair market value due to the short-term nature of the balances. Balances that relate to income or indirect taxes payable or receivable are not considered financial instruments.

Investments are classified as fair value through profit and loss and are recorded in the condensed consolidated interim financial statements at estimated fair value. As at September 30, 2025, the Company's investments consist of common shares in a private company which the Company values using Level 3 inputs (Note 5).

**12) FINANCIAL INSTRUMENT RISKS** *(continued)*

*Fair Value of Financial Instruments (continued)*

Accounts payable and accrued liabilities are recorded in the condensed consolidated interim financial statements at amortized cost. The fair value of these instruments approximates the carrying value due to the short-term nature of these instruments.