

# LUNDIN GOLD INC.

Condensed Consolidated Interim Statements of Financial Position  
(Unaudited – Prepared by Management)  
(Expressed in thousands of U.S. Dollars)

	Note	June 30, 2025	December 31, 2024
<b>ASSETS</b>			
<b>Current assets</b>			
Cash and cash equivalents	18	\$ 493,372	\$ 349,200
Trade receivables and other current assets	3	223,108	233,555
Inventories	4	88,560	88,210
Advance royalty		-	3,494
		805,040	674,459
<b>Non-current assets</b>			
VAT recoverable		20,303	24,287
Property, plant and equipment	5	671,762	695,703
Mineral properties	6	121,794	133,032
		\$ 1,618,899	\$ 1,527,481
<b>LIABILITIES</b>			
<b>Current liabilities</b>			
Accounts payable and accrued liabilities	7	\$ 110,267	\$ 109,947
Income taxes payable		122,090	96,843
Other current liabilities	10	10,410	8,725
		242,767	215,515
<b>Non-current liabilities</b>			
Other non-current liabilities	10	10,960	3,457
Reclamation provisions		8,246	7,866
Deferred income tax liabilities		52,771	84,344
		314,744	311,182
<b>EQUITY</b>			
Share capital	9	1,055,528	1,035,399
Equity-settled share-based payment reserve	10	6,596	9,059
Accumulated other comprehensive loss		(40,747)	(40,747)
Retained earnings		282,778	212,588
		1,304,155	1,216,299
		\$ 1,618,899	\$ 1,527,481

Commitments (Note 21)

## Approved by the Board of Directors

/s/ Ron F. Hochstein  
Ron F. Hochstein

/s/ Ian W. Gibbs  
Ian W. Gibbs

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

**LUNDINGOLD**

# LUNDIN GOLD INC.

Condensed Consolidated Interim Statements of Income and Comprehensive Income  
(Unaudited – Prepared by Management)  
(Expressed in thousands of U.S. Dollars, except share and per share amounts)

	Note	Three months ended June 30,		Six months ended June 30,	
		2025	2024	2025	2024
<b>Revenues</b>	11	\$ 452,880	\$ 301,431	\$ 809,225	\$ 528,172
<b>Cost of goods sold</b>					
Operating expenses	12	77,462	76,166	150,026	143,434
Royalty expenses		25,915	17,656	46,555	30,444
Depletion and depreciation		35,342	35,852	64,937	69,300
		138,719	129,674	261,518	243,178
<b>Income from mining operations</b>		314,161	171,757	547,707	284,994
<b>Other expenses (income)</b>					
Exploration	13	13,277	8,864	23,669	16,789
Corporate administration	14	16,126	4,852	28,221	15,239
Finance expense	15	-	254,449	-	266,542
Finance income		(5,222)	(4,784)	(9,894)	(9,238)
Other expense (income)		1,284	(1,503)	453	(2,667)
Derivative gain	8	-	(261,668)	-	(243,737)
		25,465	210	42,449	42,928
<b>Net income before tax</b>		<b>288,696</b>	<b>171,547</b>	<b>505,258</b>	<b>242,066</b>
<b>Income tax expense</b>					
Current income tax expense	17	110,155	48,850	186,600	72,345
Deferred income tax expense (recovery)	17	(18,190)	3,406	(31,573)	8,533
		91,965	52,256	155,027	80,878
<b>Net income for the period</b>		<b>\$ 196,731</b>	<b>\$ 119,291</b>	<b>\$ 350,231</b>	<b>\$ 161,188</b>
<b>OTHER COMPREHENSIVE INCOME (LOSS)</b>					
<b>Items that will not be reclassified to net income</b>					
Currency translation adjustment		-	(820)	-	(2,194)
Derivative loss related to the Company's own credit risk		-	(31,071)	-	(37,332)
Deferred income tax on accumulated other comprehensive income		-	4,962	-	6,339
Comprehensive income		\$ 196,731	\$ 92,362	\$ 350,231	\$ 128,001
Income per common share					
Basic		\$ 0.82	\$ 0.50	\$ 1.46	\$ 0.68
Diluted		0.81	0.49	1.45	0.67
Weighted-average number of common shares					
Basic		240,984,033	239,129,917	240,723,483	238,697,974
Diluted		242,475,579	241,031,608	242,268,436	240,540,041

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

**LUNDIN GOLD**

# LUNDIN GOLD INC.

Condensed Consolidated Interim Statements of Changes in Equity

(Unaudited – Prepared by Management)

(Expressed in thousands of U.S. Dollars, except number of common shares)

	Note	Number of common shares	Share capital	Equity-settled share-based payment reserve	Other reserves	Retained earnings (deficit)	Total
Balance, January 1, 2024		237,860,048	\$ 1,008,932	\$ 14,535	\$ 1,955	\$ (69,616)	\$ 955,806
Exercise of stock options		1,108,198	8,385	(2,435)	-	-	5,950
Vesting of share units		57,205	631	(2,463)	-	-	(1,832)
Exercise of anti-dilution rights	9	542,515	7,707	-	-	-	7,707
Stock-based compensation	10	-	-	2,479	-	-	2,479
Other comprehensive loss		-	-	-	(33,187)	-	(33,187)
Net income for the period		-	-	-	-	161,188	161,188
Dividends paid		-	-	-	-	(47,831)	(47,831)
<b>Balance, June 30, 2024</b>		<b>239,567,966</b>	<b>\$ 1,025,655</b>	<b>\$ 12,116</b>	<b>\$ (31,232)</b>	<b>\$ 43,741</b>	<b>\$ 1,050,280</b>
Balance, January 1, 2025		240,194,898	\$ 1,035,399	\$ 9,059	\$ (40,747)	\$ 212,588	\$ 1,216,299
Exercise of stock options		789,246	8,654	(2,129)	-	-	6,525
Vesting of share units		21,635	315	(315)	-	-	-
Exercise of anti-dilution rights	9	252,592	11,160	-	-	-	11,160
Stock-based compensation	10	-	-	622	-	-	622
Reclassification of share units		-	-	(641)	-	-	(641)
Net income for the period		-	-	-	-	350,231	350,231
Dividends paid		-	-	-	-	(280,041)	(280,041)
<b>Balance, June 30, 2025</b>		<b>241,267,371</b>	<b>\$ 1,055,528</b>	<b>\$ 6,596</b>	<b>\$ (40,747)</b>	<b>\$ 282,778</b>	<b>\$ 1,304,155</b>

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

**LUNDINGOLD**

# LUNDIN GOLD INC.

Condensed Consolidated Interim Statements of Cash Flows  
(Unaudited – Prepared by Management)  
(Expressed in thousands of U.S. Dollars)

	Note	Three months ended June 30,		Six months ended June 30,	
		2025	2024	2025	2024
<b>OPERATING ACTIVITIES</b>					
Net income for the period		\$ 196,731	\$ 119,291	\$ 350,231	\$ 161,188
Items not affecting cash:					
Depletion and depreciation		35,366	35,857	64,978	69,311
Stock-based compensation	10	12,501	1,427	19,423	4,197
Derivative gain	8	-	(261,668)	-	(243,737)
Other expense (income)		648	(502)	756	(1,547)
Finance expense (income)		(5,222)	249,665	(9,894)	257,304
Deferred income tax expense (recovery)		(18,190)	3,406	(31,573)	8,533
		221,834	147,476	393,921	255,249
Changes in non-cash working capital items:					
Trade receivables and other current assets		18,438	730	18,399	(12,284)
Inventories		1,065	8,361	1,884	8,332
Advance royalty		-	1,119	3,494	6,500
Accounts payable and accrued liabilities		18,946	7,192	7,192	2,724
Income taxes payable		(10,723)	(25,493)	25,247	(17,676)
Interest received		5,222	4,784	9,894	9,238
Share units settled in cash	10	-	11	(10,941)	(3,550)
Net cash provided by operating activities		254,782	144,180	449,090	248,533
<b>FINANCING ACTIVITIES</b>					
Repayments of long-term debt	8	-	(97,985)	-	(101,106)
Interest paid	8	-	(1,812)	-	(3,688)
Finance expense paid	8	-	(250,847)	-	(260,990)
Proceeds from exercise of stock options		2,202	1,631	6,525	5,950
Proceeds from exercise of anti-dilution rights	9	11,014	7,707	11,160	7,707
Dividends paid		(207,325)	(23,957)	(280,041)	(47,831)
Change in non-cash working capital	7,8	-	150,000	-	150,000
Net cash used for financing activities		(194,109)	(215,263)	(262,356)	(249,958)
<b>INVESTING ACTIVITIES</b>					
Acquisition and development of property, plant and equipment		(17,278)	(12,686)	(38,669)	(25,327)
VAT paid on investing activities		(1,834)	(2,251)	(3,968)	(3,246)
Net cash used for investing activities		(19,112)	(14,937)	(42,637)	(28,573)
Effect of foreign exchange rate differences on cash		74	(235)	75	(347)
Net increase (decrease) in cash and cash equivalents		41,635	(86,255)	144,172	(30,345)
Cash and cash equivalents, beginning of period		451,737	323,935	349,200	268,025
Cash and cash equivalents, end of period		\$ 493,372	\$ 237,680	\$ 493,372	\$ 237,680

Supplemental cash flow information (Note 18)

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

**LUNDIN GOLD**

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# LUNDIN GOLD INC.

Notes to the condensed consolidated interim financial statements as at June 30, 2025

(Unaudited – Prepared by Management)

(Expressed in U.S. Dollars unless otherwise noted. Tables are expressed in thousands of U.S. dollars, except share and per share amounts)

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## 1. Nature of operations

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Lundin Gold Inc. together with its subsidiaries (collectively referred to as “Lundin Gold” or the “Company”) is focused on its Fruta del Norte gold operation and developing its portfolio of mineral concessions in Ecuador.

The common shares of the Company are listed for trading on the Toronto Stock Exchange (the “TSX”) and Nasdaq Stockholm under the symbol “LUG” and the OTCQX Best Market under the symbol “LUGDF”. The Company was originally incorporated in British Columbia and continued under the Canada Business Corporations Act in 2002.

The Company’s head office is located at Suite 2800, 1055 Dunsmuir Street, Vancouver, BC, and it has an office in Quito, Ecuador.

## 2. Basis of preparation and consolidation

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These unaudited condensed consolidated interim financial statements, including comparatives, have been prepared in accordance with International Financial Reporting Standards as issued by the International Accounting Standard Board (“IFRS Accounting Standards”), applicable to the preparation of interim financial statements, including International Accounting Standard 34, Interim Financial Reporting. As a result, they do not conform in all respects with the disclosure requirements for annual financial statements under IFRS Accounting Standards and should be read in conjunction with the Company’s audited consolidated financial statements for the fiscal year ended December 31, 2024.

These unaudited condensed consolidated interim financial statements are presented in U.S. dollars.

In preparing these unaudited condensed consolidated interim financial statements, the Company applied the same accounting policies and key sources of estimation uncertainty as those that were applied to the Company’s audited consolidated financial statements for the fiscal year ended December 31, 2024.

These financial statements were approved for issue by the Board of Directors on August 7, 2025.

## 3. Trade receivables and other current assets

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	June 30, 2025	December 31, 2024
Trade receivables (a)	\$ 146,705	\$ 155,948
VAT recoverable (b)	56,619	58,028
Prepaid expenses and other	19,784	19,579
	<u>\$ 223,108</u>	<u>\$ 233,555</u>

(a) Trade receivables mainly represent the value of concentrate sold as at period end for which the funds are not yet received. Consistent with industry standards, these sales generally have relatively long payment terms and are not settled until two to five months after export.

Concentrate sales are first recorded based on provisional prices. For sales that are provisionally priced as at June 30, 2025, an adjustment is estimated and recorded using the forward gold price at quarter end for the future month when the final gold price for each individual sale is expected to be determined. This adjustment resulted in an increase of \$16.5 million in trade receivables as of June 30, 2025 (December 31, 2024 - \$5.1 million increase) reflecting rising gold prices during the period.

# LUNDIN GOLD INC.

Notes to the condensed consolidated interim financial statements as at June 30, 2025

(Unaudited – Prepared by Management)

(Expressed in U.S. Dollars unless otherwise noted. Tables are expressed in thousands of U.S. dollars, except share and per share amounts)

## 3. Trade receivables and other current assets (continued)

- (b) Subject to submission of VAT claims and their acceptance by the applicable tax authorities, VAT paid in Ecuador by the Company is being refunded or applied as a credit against taxes payable, based on the level of export sales in any given month. Therefore, a portion of the VAT recoverable has been reclassified as current assets based on the Company's assessment of the estimated time for processing VAT claims during the next twelve months.

## 4. Inventories

	June 30, 2025	December 31, 2024
Ore stockpile	\$ 7,584	\$ 8,254
Gold in circuit	14,755	8,546
Doré and concentrate	14,171	18,687
Materials and supplies	52,050	52,723
	<b>\$ 88,560</b>	<b>\$ 88,210</b>

As at June 30, 2025, the Company maintained a provision of \$4.0 million (December 31, 2024 - \$4.0 million) associated with obsolete or slow-moving materials and supplies inventory.

## 5. Property, plant and equipment

Cost	Construction- in-progress	Mine and plant facilities	Machinery and equipment	Vehicles	Furniture and office equipment	Total
<b>Balance, January 1, 2024</b>	\$ 7,009	\$ 986,741	\$ 49,591	\$ 24,440	\$ 2,543	\$ 1,070,324
Additions	38,363	47,629	1,086	423	2,730	90,231
Disposals and other	-	-	(1,465)	(1,561)	-	(3,026)
Reclassifications	(6,128)	6,128	-	-	-	-
Cumulative translation adjustment	-	(1,057)	-	-	(12)	(1,069)
<b>Balance, December 31, 2024</b>	39,244	1,039,441	49,212	23,302	5,261	1,156,460
Additions	26,521	1,973	2,089	760	454	31,797
Disposals and other	-	(111)	(112)	(400)	-	(623)
Reclassifications	(48,552)	48,522	-	-	-	-
<b>Balance, June 30, 2025</b>	<b>\$ 17,243</b>	<b>\$ 1,089,825</b>	<b>\$ 51,189</b>	<b>\$ 23,662</b>	<b>\$ 5,715</b>	<b>\$ 1,187,634</b>

# LUNDIN GOLD INC.

Notes to the condensed consolidated interim financial statements as at June 30, 2025

(Unaudited – Prepared by Management)

(Expressed in U.S. Dollars unless otherwise noted. Tables are expressed in thousands of U.S. dollars, except share and per share amounts)

## 5. Property, plant and equipment (continued)

Accumulated depletion and depreciation	Construction-in-progress	Mine and plant facilities	Machinery and equipment	Vehicles	Furniture and office equipment	Total
<b>Balance, January 1, 2024</b>	\$ -	\$ 306,896	\$ 24,669	\$ 19,583	\$ 280	\$ 351,428
Depletion and depreciation	-	102,883	6,530	1,884	831	112,128
Disposals and other	-	-	(866)	(1,561)	-	(2,427)
Cumulative translation adjustment	-	(371)	-	-	(1)	(372)
<b>Balance, December 31, 2024</b>	-	409,408	30,333	19,906	1,110	460,757
Depletion and depreciation	-	50,502	3,449	826	817	55,594
Disposals and other	-	-	(79)	(400)	-	(479)
<b>Balance, June 30, 2025</b>	\$ -	\$ 459,910	\$ 33,703	\$ 20,332	\$ 1,927	\$ 515,872
<b>Net book value</b>						
<b>As at December 31, 2024</b>	\$ 39,244	\$ 630,033	\$ 18,879	\$ 3,396	\$ 4,151	\$ 695,703
<b>As at June 30, 2025</b>	\$ 17,243	\$ 629,915	\$ 17,486	\$ 3,330	\$ 3,788	\$ 671,762

## 6. Mineral properties

Cost	Fruta del Norte
<b>Balance, January 1, 2024</b>	\$ 160,028
Adjustments to restoration asset	(1,677)
Depletion	(25,319)
<b>Balance, December 31, 2024</b>	133,032
Depletion	(11,238)
<b>Balance, June 30, 2025</b>	\$ 121,794

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# LUNDIN GOLD INC.

Notes to the condensed consolidated interim financial statements as at June 30, 2025

(Unaudited – Prepared by Management)

(Expressed in U.S. Dollars unless otherwise noted. Tables are expressed in thousands of U.S. dollars, except share and per share amounts)

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## 7. Accounts payable and accrued liabilities

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	June 30, 2025		December 31, 2024
Accounts payable	\$ 18,493	\$	18,261
Accrued liabilities	37,094		43,561
Accrued profit sharing to employees and royalties	54,680		48,125
	\$ 110,267	\$	109,947

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## 8. Long-term debt

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The stream loan credit facility (the “Stream Facility”) and the offtake derivative liability (the “Offtake”) were accounted for as financial liabilities at fair value through profit or loss until the closing of their buy out from Newmont Corporation (“Newmont”) on June 27, 2024 (the “Closing Date”) following payment of the first tranche of the purchase price of \$180 million. The second and final tranche of \$150 million was paid on September 30, 2024. The total buy out price of \$330 million was comprised of the remaining unamortized principal balance of \$94.4 million and finance expense of \$235.6 million. The derivative adjustments during the six months ended June 30, 2024 reflect the reversal of accumulated derivative adjustments recorded on the Stream Facility since its inception in 2017.

Until the Closing Date, the Company made scheduled monthly payments under the Stream Facility totaling \$35.8 million of which \$6.7 million was paid on account of principal; \$3.7 million for accrued interest; and the remaining \$25.4 million as a finance expense. Following the buy out of the Stream Facility, the remaining balance of deferred transaction costs were recognized within finance expense.

## 9. Share capital

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Authorized:

- Unlimited number of common shares without par value
- Unlimited number of preference shares without par value

During the six months ended June 30, 2025, the Company issued 252,592 common shares to Newmont, indirectly through its subsidiary Newcrest Canada Inc. (“Newcrest”) at a weighted average price of CAD\$60.89 per share for total proceeds of \$11.2 million. During the year ended December 31, 2024, 804,340 common shares were issued to Newcrest at a weighted average price of CAD\$22.40 per share for total proceeds of \$13.1 million. These issuances were completed in accordance with Newcrest’s anti-dilution rights granted as part of its initial investment into the Company.

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# LUNDIN GOLD INC.

Notes to the condensed consolidated interim financial statements as at June 30, 2025

(Unaudited – Prepared by Management)

(Expressed in U.S. Dollars unless otherwise noted. Tables are expressed in thousands of U.S. dollars, except share and per share amounts)

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## 10. Stock-based compensation

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### i. Stock options

During the six months ended June 30, 2025, 143,500 stock options were granted to employees and non-employees. These options have a weighted average exercise price of CAD\$38.58, an expiry date of five years and vest over a period of three or four years from date of grant. The total number of stock options outstanding at June 30, 2025 was 1,724,203.

The fair value based method of accounting was applied to stock options granted on the date of grant using the Black-Scholes option pricing model with the following weighted-average assumptions:

	June 30, 2025
Risk-free interest rate	2.64%
Expected stock price volatility	35.27%
Expected life	4 years
Expected dividends (CAD)	\$1.13
<b>Weighted-average fair value per option granted (CAD)</b>	<b>\$9.29</b>

During the six months ended June 30, 2025, the Company recorded stock-based compensation expense of \$0.5 million (six months ended June 30, 2024 – \$0.7 million) related to stock options.

### ii. Share units

The Company has issued and outstanding deferred share units (DSUs), restricted share units without performance criteria (RSUs), and restricted share units with performance criteria (PSUs) (collectively, "Share Units"). Share Units were initially expected to be settled in shares. However, starting December 31, 2024, to the extent permitted by the Company's omnibus incentive plan and subject to the continued discretion of the Company's board of directors, Share Units are expected to generally settle in cash. As a result, the Share Units were reclassified as financial liabilities measured at fair value.

During the six months ended June 30, 2025, the Company granted 296,723 Share Units. In addition, in connection with dividends paid during the six months ended June 30, 2025, 15,546 Share Units were granted as Dividend Equivalents. The total number of Share Units outstanding at June 30, 2025 was 603,088.

During the six months ended June 30, 2025, the Company recorded stock-based compensation expense of \$18.9 million (six months ended June 30, 2024 – \$3.5 million) related to Share Units which reflect the Company's rising share price during 2025.

During the six months ended June 30, 2025, total stock-based compensation expense was \$19.4 million (six months ended June 30, 2024 – \$4.2 million expense).

# LUNDIN GOLD INC.

Notes to the condensed consolidated interim financial statements as at June 30, 2025

(Unaudited – Prepared by Management)

(Expressed in U.S. Dollars unless otherwise noted. Tables are expressed in thousands of U.S. dollars, except share and per share amounts)

## 11. Revenues

	Three months ended June 30,		Six months ended June 30,	
	2025	2024	2025	2024
Doré sales (a)	\$ 155,795	\$ 101,484	\$ 267,950	\$ 177,953
Concentrate sales	285,462	202,447	500,722	347,119
Gain (loss) on provisionally priced trade receivables	11,623	(2,500)	40,553	3,100
	\$ 452,880	\$ 301,431	\$ 809,225	\$ 528,172

(a) During the six months ended June 30, 2024, doré sales were to Newmont under the Offtake until the Closing Date of the buy out of the Stream Facility and Offtake.

## 12. Operating expenses

	Three months ended June 30,		Six months ended June 30,	
	2025	2024	2025	2024
Direct production costs	\$ 59,535	\$ 61,572	\$ 118,671	\$ 121,383
Transportation	6,609	5,532	12,742	10,962
Direct sales costs, including employee portion of profit sharing	9,785	5,375	17,401	8,014
Change in inventories	1,533	3,687	1,212	3,075
	\$ 77,462	\$ 76,166	\$ 150,026	\$ 143,434

## 13. Exploration

	Three months ended June 30,		Six months ended June 30,	
	2025	2024	2025	2024
Catering and camp expenses	\$ 943	\$ 665	\$ 1,822	\$ 1,248
Concessions and land	711	88	1,147	575
Development	-	413	-	413
Drilling	5,650	3,909	10,340	7,179
Environmental	372	260	778	496
Geophysics	343	-	660	-
Salaries and benefits	1,898	1,780	3,584	3,341
Sampling and supplies	2,654	1,343	4,294	2,967
Study and evaluation	300	-	360	-
Others	406	406	684	570
	\$ 13,277	\$ 8,864	\$ 23,669	\$ 16,789

# LUNDIN GOLD INC.

Notes to the condensed consolidated interim financial statements as at June 30, 2025

(Unaudited – Prepared by Management)

(Expressed in U.S. Dollars unless otherwise noted. Tables are expressed in thousands of U.S. dollars, except share and per share amounts)

## 14. Administration

	Three months ended		Six months ended	
	June 30,		June 30,	
	2025	2024	2025	2024
Corporate social responsibility	\$ 566	\$ 479	\$ 912	\$ 1,165
Investor relations	139	102	249	138
Office and general	814	778	1,979	1,839
Professional fees	573	750	1,170	1,307
Regulatory and transfer	340	106	609	360
Salaries and benefits	972	1,030	3,248	3,958
Special government levy (a)	-	-	-	1,913
Stock-based compensation	12,500	1,427	19,422	4,197
Travel	222	180	632	362
	\$ 16,126	\$ 4,852	\$ 28,221	\$ 15,239

(a) In March 2024, the Government of Ecuador introduced a special one-time temporary security contribution to strengthen security amid rising violence in the country.

## 15. Finance expense

	Three months ended		Six months ended	
	June 30,		June 30,	
	2025	2024	2025	2024
Interest expense	\$ -	\$ 1,817	\$ -	\$ 3,693
Finance expense	-	15,272	-	25,415
Finance expense on buy out of stream and offtake (Note 8)	-	235,575	-	235,575
Accretion of transaction costs	-	1,785	-	1,859
	\$ -	\$ 254,449	\$ -	\$ 266,542

## 16. Related party transactions

### i. Key management compensation

Key management includes executive officers and directors of the Company. The compensation paid or payable to key management for employee services during the six months ended June 30 is shown below.

	June 30,	June 30,
	2025	2024
Salaries, bonuses and benefits	\$ 3,450	\$ 3,165
Stock-based compensation	15,601	2,811
	\$ 19,051	\$ 5,976

# LUNDIN GOLD INC.

Notes to the condensed consolidated interim financial statements as at June 30, 2025

(Unaudited – Prepared by Management)

(Expressed in U.S. Dollars unless otherwise noted. Tables are expressed in thousands of U.S. dollars, except share and per share amounts)

## 16. Related party transactions (continued)

### ii. Other related party transactions

During the six months ended June 30, 2025, the Company incurred \$0.5 million (six months ended June 30, 2024 – \$1.0 million), primarily relating to office rental and related services provided by Namdo Management Services Ltd. (“Namdo”), a company associated with a director of the Company. In addition, the Company entered into transactions with its largest shareholder, Newmont, during the six months ended June 30, 2025 and June 30, 2024 as disclosed in Note 8, Note 9, and Note 11.

## 17. Income taxes

Current income tax expense is generated from net income for tax purposes in Ecuador relating to operations at Fruta del Norte. In addition to corporate income taxes in Ecuador which are levied at a rate of 22% and dividend withholding taxes levied at a rate of 5% related to the anticipated portion of net income distributed from Ecuador, included in current income tax expense is the portion of profit sharing payable to the Government of Ecuador which is calculated at the rate of 12% of net income for tax purposes. The employee portion of profit sharing, calculated at the rate of 3% of net income for tax purposes, is considered an employment benefit and included in operating costs.

The Company pays monthly corporate income tax instalment payments based on a percentage of monthly revenues. Remaining corporate income taxes owed, if any, and profit sharing in Ecuador are due in April of each year. In addition, audits by the tax authorities in Ecuador may result in additional taxes owed from time to time due to differing interpretations of tax law which may impact the Company's financial results.

The rates used in Ecuador differ from the amount that would result from applying the Canadian federal and provincial income tax rates to net income before tax. These differences result from the following items:

	Three months ended June 30,		Six months ended June 30,	
	2025	2024	2025	2024
Net income before tax	\$ 288,696	\$ 171,547	\$ 505,258	\$ 242,066
Canadian federal and provincial income tax rates	27%	27%	27%	27%
Income tax expense based on the above rates	77,948	46,318	136,420	65,358
Increase (decrease) due to:				
Differences in foreign tax rates	(5,114)	7,739	(14,952)	11,264
Non-deductible costs	1,705	(2,628)	6,989	899
Withholding taxes (current and deferred)	11,135	1,040	17,939	2,500
Losses and temporary differences for which an income tax asset has not been recognized	3,965	(213)	6,049	857
Other	2,326	-	2,582	-
Income tax expense	\$ 91,965	\$ 52,256	\$ 155,027	\$ 80,878

# LUNDIN GOLD INC.

Notes to the condensed consolidated interim financial statements as at June 30, 2025

(Unaudited – Prepared by Management)

(Expressed in U.S. Dollars unless otherwise noted. Tables are expressed in thousands of U.S. dollars, except share and per share amounts)

## 18. Supplemental cash flow information

Cash and cash equivalents are comprised of the following:

	June 30, 2025	December 31, 2024
Cash	\$ 342,599	\$ 224,783
Short-term investments	150,773	124,417
	\$ 493,372	\$ 349,200

Other supplemental cash information:

	Three months ended June 30,		Six months ended June 30,	
	2025	2024	2025	2024
Taxes and profit sharing paid to the Government of Ecuador	\$ 125,977	\$ 80,946	\$ 159,523	\$ 97,040
Change in accounts payable and accrued liabilities related to:				
Acquisition of property, plant and equipment	\$ (399)	\$ 4,781	\$ (6,872)	\$ 1,841

## 19. Segmented information

Operating segments are components of an entity that engage in business activities from which they incur expenses and whose operating results are regularly reviewed by a chief operating decision maker to make resource allocation decisions and to assess performance. The Chief Executive Officer is responsible for allocating resources and reviewing operating results of each operating segment on a periodic basis.

The Company's primary business activity is the Fruta del Norte operating mine in Ecuador where all revenues originate. Materially all of the Company's non-current assets and non-current liabilities relate to Fruta del Norte. In addition, the Company conducts exploration activities and maintains a number of concessions in Ecuador outside of Fruta del Norte.

# LUNDIN GOLD INC.

Notes to the condensed consolidated interim financial statements as at June 30, 2025

(Unaudited – Prepared by Management)

(Expressed in U.S. Dollars unless otherwise noted. Tables are expressed in thousands of U.S. dollars, except share and per share amounts)

## 19. Segmented information (continued)

The following are summaries of the Company's current and non-current assets, current and non-current liabilities, and income from mining operations:

	Fruta del Norte	Exploration activities	Corporate and other	Total
<b>As at June 30, 2025</b>				
Current assets	\$ 504,409	\$ 541	\$ 300,090	\$ 805,040
Non-current assets	813,242	66	551	813,859
Total assets	1,317,651	607	300,641	1,618,899
Current liabilities	227,555	438	14,774	242,767
Non-current liabilities	61,017	-	10,960	71,977
Total liabilities	288,572	438	25,734	314,744
<b>For the three months ended June 30, 2025</b>				
Revenues	452,880	-	-	452,880
Operating expenses	(77,462)	-	-	(77,462)
Royalty expenses	(25,915)	-	-	(25,915)
Depletion and depreciation	(35,342)	-	-	(35,342)
Income from mining operations	314,161	-	-	314,161
<b>For the six months ended June 30, 2025</b>				
Revenues	809,225	-	-	809,225
Operating expenses	(150,026)	-	-	(150,026)
Royalty expenses	(46,555)	-	-	(46,555)
Depletion and depreciation	(64,937)	-	-	(64,937)
Income from mining operations	547,707	-	-	547,707

# LUNDIN GOLD INC.

Notes to the condensed consolidated interim financial statements as at June 30, 2025

(Unaudited – Prepared by Management)

(Expressed in U.S. Dollars unless otherwise noted. Tables are expressed in thousands of U.S. dollars, except share and per share amounts)

## 19. Segmented information (continued)

	Fruta del Norte	Exploration activities	Corporate and other	Total
<b>As at June 30, 2024</b>				
Current assets	\$ 450,534	\$ 540	\$ 62,681	\$ 513,755
Non-current assets	881,608	90	1,043	882,741
Total assets	1,332,142	630	63,724	1,396,496
Current liabilities	258,650	690	828	260,168
Non-current liabilities	77,498	-	8,550	86,048
Total liabilities	336,148	690	9,378	346,216
<b>For the three months ended June 30, 2024</b>				
Revenues	301,431	-	-	301,431
Operating expenses	(76,166)	-	-	(76,166)
Royalty expenses	(17,656)	-	-	(17,656)
Depletion and depreciation	(35,852)	-	-	(35,852)
Income from mining operations	171,757	-	-	171,757
<b>For the six months ended June 30, 2024</b>				
Revenues	528,172	-	-	528,172
Operating expenses	(143,434)	-	-	(143,434)
Royalty expenses	(30,444)	-	-	(30,444)
Depletion and depreciation	(69,300)	-	-	(69,300)
Income from mining operations	284,994	-	-	284,994

The Company generated 76% of its revenue from four major customers during the six months ended June 30, 2025 (June 30, 2024 – 70% from three major customers). However, the Company is not economically dependent on these customers as gold and silver can be sold to and through numerous banks and commodity market traders worldwide.

## 20. Financial instruments

The Company's financial instruments include cash, cash equivalents and certain receivables, which are categorized as financial assets at amortized cost, and accounts payable and accrued liabilities, which are categorized as financial liabilities at amortized cost. The fair value of these financial instruments approximates their carrying values due to the short-term nature of these instruments. Further, provisionally priced trade receivables of \$146.7 million (December 31, 2024 - \$156.0 million) are measured at fair value using quoted forward market prices (Fair value hierarchy level 2).

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# LUNDIN GOLD INC.

Notes to the condensed consolidated interim financial statements as at June 30, 2025

(Unaudited – Prepared by Management)

(Expressed in U.S. Dollars unless otherwise noted. Tables are expressed in thousands of U.S. dollars, except share and per share amounts)

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## 21. Commitments

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Significant capital and other expenditures contracted as at June 30, 2025 but not recognized as liabilities are as follows:

	<b>Capital Expenditures</b>	<b>Other</b>
12 months ending June 30, 2026	\$ 23,975	572
July 1, 2026 onward	-	7,242
<b>Total</b>	<b>\$ 23,975</b>	<b>7,814</b>

The Company's sales are subject to a 5% net smelter royalty payable to the Government of Ecuador and a 1% net smelter royalty payable to third parties.