MINES
ABCOURT
MINES INC.

CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

THREE AND NINE MONTHS ENDED

MARCH 31, 2025

(UNAUDITED)

Three and nine months ended March 31, 2025

CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

	NOTES	MARCH 31, 2025	JUNE 30, 2024
		$	$
ASSETS			
CURRENT ASSETS			
Cash		**937,733**	757,753
Receivables	5	**485,150**	348,960
Prepaid expenses		**534,687**	353,595
Inventory	6	**1,108,991**	1,212,493
Refundable tax credit resources and refundable credit on mining rights		**1,792,834**	466,592
		4,859,395	3,139,393
NON-CURRENT ASSETS			
Deposit		**211,683**	211,683
Deposits for restoration		**2,024,708**	2,024,708
Property, plant and equipment	8	**9,397,373**	8,688,199
		11,633,764	10,924,590
		16,493,159	14,063,983
LIABILITIES			
CURRENT LIABILITIES			
Accounts payable and accrued liabilities	9	**6,358,415**	6,398,727
Deferred revenue		**–**	38,641
Mining taxes payable		**104,218**	515,548
Current portion of lease obligation	10	**17,996**	17,221
Current portion of long-term debt	11	**427,083**	1,116,667
Other Liabilities		**124,575**	–
		7,032,287	8,086,804
NON-CURRENT LIABILITIES			
Lease obligation	10	**17,561**	31,499
Long-term debt	11	**–**	150,000
Provisions for restoration of mining sites	12	**12,891,187**	12,079,816
		19,941,035	20,348,119
NEGATIVE EQUITY			
Share capital	13	**68,157,958**	57,551,585
Contributed surplus		**7,864,367**	7,650,641
Warrants		**5,097,656**	2,623,249
Deficit		**(84,567,857)**	(74,109,611)
		(3,447,876)	(6,284,136)
		16,493,159	14,063,983

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

On behalf of the Board:

'Pascal Hamelin', Director *'Loic Bureau'*, Director

		THREE MONTHS ENDED MARCH 31		**NINE MONTHS ENDED MARCH 31**	
	NOTES	**2025**	**2024**	**2025**	**2024**
		$	$	**$**	$
Revenues		**–**	–	**–**	255,000
Expenses					
Administration	15	**1,068,917**	776,367	**2,499,582**	2,657,981
Care and maintenance expenses		**692,919**	231,541	**2,743,950**	2,031,082
Exploration and evaluation expenses	15	**4,063,635**	1,765,615	**6,118,177**	4,043,679
Settlement of litigation with Revenue Québec	19	**–**	–	**(1,452,757)**	–
Operating loss		**(5,825,471)**	(2,773,523)	**(9,908,952)**	(8,477,742)
Finance costs and income					
Finance income		**(27,028)**	(39,281)	**(65,719)**	(48,522)
Change in fair value of investments	5	**644,886**	–	**855,118**	–
Finance costs		**123,279**	157,900	**331,625**	434,329
Loss before income and mining taxes		**(6,566,608)**	(2,892,142)	**(11,029,976)**	(8,863,549)
Deferred income and mining taxes		**(1,100,000)**	–	**(1,273,000)**	(170,712)
Net loss and comprehensive loss		**(5,466,608)**	(2,892,142)	**(9,756,976)**	(8,692,837)
Basic and diluted net loss per share		**(0.01)**	(0.01)	**(0.01)**	(0.02)
Weighted average number of shares outstanding (basic and diluted)		**821,735,429**	496,357,040	**740,116,150**	473,084,886

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

	SHARE CAPITAL	WARRANTS	CONTRIBUTED SURPLUS	DEFICIT	TOTAL
	$	$	$	$	$
BALANCE AS AT JUNE 30, 2024	**57,551,585**	**2,623,249**	**7,650,641**	**(74,109,611)**	**(6,284,136)**
EQUITY FINANCING					
Issuance of units (Note 13)	6,813,808	2,650,085	–	–	**9,463,893**
Issuance of flow-through shares (Note 13)	3,144,545	–	–	–	**3,144,545**
Exercised warrants (Note 13)	648,020	(148,020)	–	–	**500,000**
Expired warrants	–	(27,658)	27,658	–	**–**
Share issuance costs	–	–	77,000	(701,270)	**(624,270)**
OPTIONS AND RESTRICTED SHARE UNITS					
Granted to employees, officers, directors, consultants or I.R. representatives (Note 14)	–	–	109,068	–	**109,068**
NET LOSS FOR THE PERIOD	–	–	–	(9,756,976)	**(9,756,976)**
BALANCE AS AT MARCH 31, 2025	**68,157,958**	**5,097,656**	**7,864,367**	**(84,567,857)**	**(3,447,876)**

	SHARE CAPITAL	WARRANTS	CONTRIBUTED SURPLUS	DEFICIT	TOTAL
	$	$	$	$	$
BALANCE AS AT JUNE 30, 2023	**52,464,386**	**621,918**	**7,374,384**	**(62,328,624)**	**(1,867,936)**
EQUITY FINANCING					
Issuance of units	3,285,597	1,115,601	–	–	**4,401,198**
Share issuance costs	–	–	900	(108,664)	**(107,764)**
OPTIONS AND RESTRICTED SHARE UNITS					
Granted to employees, officers, directors, consultants or I.R. representatives	–	–	231,056	–	**231,056**
NET LOSS FOR THE PERIOD	–	–	–	(8,692,837)	**(8,692,837)**
BALANCE AS AT MARCH 31, 2024	**55,749,983**	**1,737,519**	**7,606,340**	**(71,130,125)**	**(6,036,283)**

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

		THREE MONTHS ENDED MARCH 31		NINE MONTHS ENDED MARCH 31	
	NOTES	2025	2024	2025	2024
		$	$	**$**	$
Operating activities					
Net loss		**(5,466,608)**	(2,892,142)	**(9,756,976)**	(8,692,837)
Adjustments for:					
Accretion expense	12	**101,230**	108,709	**257,957**	314,941
Stock-based compensation		**28,056**	44,301	**109,068**	231,056
Amortization		**48,156**	40,554	**149,141**	120,247
Interests on lease obligation	10	**489**	226	**1,846**	226
Sale of a property	15	**–**	–	**(1,500,000)**	–
Change in fair value of investments	7	**644,886**	–	**855,118**	–
Deferred income and mining taxes		**(1,100,000)**	–	**(1,273,000)**	(170,712)
Adjustment to provision for restoration of impaired mining assets		**–**	103,427	**–**	103,427
Change in non-cash working capital items	4	**1,420,908**	74,480	**(2,030,305)**	684,087
		(4,322,883)	(2,520,445)	**(13,187,151)**	(7,409,565)
Financing activities					
Proceeds from issuance of shares	13	**3,500,000**	1,734,388	**14,506,013**	4,314,538
Share issuance costs		**(47,977)**	(18,460)	**(624,270)**	(107,756)
Repayment of lease obligation	10	**(4,502)**	(1,501)	**(15,009)**	(1,501)
Repayment of long-term debt	11	**(518,750)**	(149,999)	**(839,584)**	(437,574)
		2,928,771	1,564,428	**13,027,150**	3,767,707
Investing activities					
Deposit for restoration		**–**	933,893	**–**	3,867,786
Supplier deposit		**–**	(211,683)	**–**	(211,683)
Refundable tax credit resources and refundable credit on mining rights		**–**	–	**–**	224,848
Sale of investments	7	**644,882**	–	**644,882**	–
Acquisition of property, plant and equipment		**(13,501)**	(1,230)	**(304,901)**	(186,659)
		631,381	720,980	**339,981**	3,694,292
Change in cash		**(762,731)**	(235,037)	**179,980**	52,434
Cash, beginning of period		**1,700,464**	1,251,445	**757,753**	963,974
Cash, end of period		**937,733**	1,016,408	**937,733**	1,016,408

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

1. INCORPORATION AND NATURE OF ACTIVITIES

Abcourt Mines Inc. (together, with its subsidiary, the « Company ») was incorporated by letters patent of amalgamation in January 1971 and continued under Part 1A of the Quebec Companies Act in March 1981. On February 14, 2011, the Company was automatically continued under Business Companies Act (Quebec) following the coming into force of this law. The Company is engaged in the acquisition, exploration and evaluation, development and operating of mining properties in Canada, primarily gold. Its shares are trading on the TSX Venture Exchange under the symbol ABI, on the Berlin Stock Exchange under the symbol AML-BE and on the Frankfurt Exchange under the symbol AML-FF. The Company's head office is located at 475 De l'Église Avenue, Rouyn-Noranda, (Quebec) J0Z 1Y0.

These condensed consolidated interim financial statements were approved for issue by the Board of Directors on May 22, 2025.

2. GENERAL INFORMATION, BASIS OF PRESENTATION AND GOING CONCERN

These condensed consolidated interim financial statements have been prepared by the Company's management in accordance with International Financial Reporting Standards (« IFRS accounting standards »), as established by the International Accounting Standards Board and in accordance with IAS 34 « Interim Financial Reporting ». These condensed consolidated interim financial statements were prepared using the same basis of presentation and accounting policies outlined in the annual financial statements on June 30, 2024. They do not include all the information required in annual financial statements in accordance with IFRS accounting standards and must be read in conjunction with the consolidated financial statements for the year ended June 30, 2024.

The Company's independent auditor has not performed a review of these unaudited consolidated interim financial statements for the period ended March 31, 2025, in accordance with standards established by the Chartered Professional Accountants of Canada for a review of interim financial statements by the Company's auditor.

The unaudited condensed consolidated interim financial statements are presented in Canadian dollars, which is the Company's functional currency.

The Company operates in one business segment, namely the mining and exploration of mining properties. All of the Company's assets are located in Quebec, Canada.

Investments are classified as financial assets at fair value through profit and loss.

Going concern

These condensed consolidated interim financial statements have been prepared on the going concern basis, where assets are realized and liabilities are settled in the normal course of business.

2. GENERAL INFORMATION, BASIS OF PRESENTATION AND GOING CONCERN (CONTINUED)

The Company's ability to ensure the continuity of its operations relies on the realization of its assets and on additional financing. Despite the Company's ability to obtain financing in the past, there can be no assurance that it will be able to obtain financing in the future, and there can be no assurance that such financing will be available on terms acceptable to the Company. The Company has not yet determined whether the mining properties contain ore reserves that can be economically exploited and has not yet generated operating revenues. Recovery of the cost of mineral properties depends on the ability to economically exploit the ore reserves, obtaining the necessary financing for the exploration of these properties and bringing them into commercial production or proceeds from the sale of the properties. As of March 31, 2025, the Company has a deficit of $84,567,857, cash of $937,733 and negative working capital of $2,172,892.

The consolidated financial statements do not reflect the adjustments that would be necessary to the carrying amount of assets and liabilities, the amounts reported for revenues and expenses, and the classifications of items in the statement of financial position if the going concern assumption were not appropriate. These adjustments could be material.

3. NEW OR REVISED STANDARDS AND INTERPRETATIONS

New and revised IFRSs issued but not yet effective

At the date of authorization for publication of these consolidated financial statements, several new, but not yet effective, Standards, amendments to existing Standards, and Interpretations have been published by the IASB. None of these Standards, amendments or interpretations have been adopted early by the Company.

Management anticipates that all relevant pronouncements will be adopted for the first period beginning on or after the effective date of the pronouncement. New Standards, amendments and Interpretations neither adopted nor listed below have not been disclosed as they are not expected to have a material impact on the Company's financial statements.

4. ADDITIONAL INFORMATION ON CASH FLOWS

	Three months ended March 31		Nine months ended March 31	
	2025	2024	**2025**	2024
	$	$	**$**	$
Changes in non-cash working capital items:				
Receivables	**(99,829)**	6,856	**(136,190)**	710,642
Prepaid expenses	**(243,448)**	(32,656)	**(181,092)**	(280,316)
Inventory	**(117,800)**	(950,716)	**103,502**	(950,716)
Refundable tax credit resources and refundable credit on mining rights	**–**	–	**(1,326,242)**	–
Accounts payable and accrued liabilities	**2,099,598**	88,608	**(40,312)**	242,089
Deferred Revenue	**–**	962,388	**(38,641)**	962,388
Mining taxes payable	**(217,613)**	–	**(411,330)**	–
	1,420,908	74,480	**(2,030,305)**	684,087

4. ADDITIONAL INFORMATION ON CASH FLOWS (CONTINUED)

	THREE MONTHS ENDED MARCH 31		NINE MONTHS ENDED MARCH 31	
	2025	**2024**	**2025**	**2024**
	$	$	**$**	$
Items not affecting cash flows:				
Warrants granted to investors	**830,469**	402,213	**2,650,085**	1,115,601
Warrants granted to intermediaries	**–**	200	**77,000**	900
Shares issuance as royalties repayment	**–**	–	**–**	86,660

An amount of $411,330 of mining and income taxes paid for the three and nine months ended March 31, 2025, none in 2024.

5. RECEIVABLES

	MARCH 31, 2025	**JUNE 30, 2024**
	$	$
Commodity taxes	**455,528**	285,834
Other receivables	**29,622**	63,126
	485,150	348,960

6. INVENTORY

	MARCH 31, 2025	**JUNE 30, 2024**
	$	$
Gold and silver inventories	**581,100**	773,000
Mining Supplies	**527,891**	439,493
	1,108,991	1,212,493

7. INVESTMENTS

	MARCH 31, 2025	**JUNE 30, 2024**
	$	$
Balance, beginning of period	**–**	–
Acquisition (Note 15)	**1,500,000**	–
Change in fair value	**(855,118)**	–
Disposal	**(644,882)**	–
Balance, end of period	**–**	–

The Company held equity investments in other company listed on the Canadian Venture Exchange ("CDNX").

8. PROPERTY, PLANT AND EQUIPMENT

	CORPORATE	ELDER MINE SITE	SLEEPING GIANT MINE SITE	EXPLORATION	RIGHT-OF-USE ASSET	TOTAL
	$	$	$	$	$	$
COST						
Balance as at June 30, 2024	105,302	37,263	9,571,209	1,988,544	53,822	11,756,140
Addition Mill and production equipment	–	–	10,406	–	–	10,406
Addition Buildings	–	–	–	130,923	–	130,923
Addition Equipment	–	–	–	150,352	–	150,352
Addition Computer equipment	2,856	–	10,364	–	–	13,220
Provision for restoration adjustment - Mill and production equipment	–	–	448,265	–	–	448,265
Provision for restoration adjustment - Buildings	–	–	–	105,149	–	105,149
Balance as at March 31, 2025	**108,158**	**37,263**	**10,040,244**	**2,374,968**	**53,822**	**12,614,455**
ACCUMULATED AMORTIZATION						
Balance as at June 30, 2024	72,204	–	2,572,756	417,001	5,980	3,067,941
Amortization – Office furniture	3,860	–	–	–	–	3,860
Amortization – Computer equipment	6,956	–	29,384	–	–	36,340
Amortization – Mill and production epuipment	–	–	5,458	–	–	5,458
Amortization – Mobile equipment	–	–	21,056	–	13,455	34,511
Amortization – Building	–	–	–	6,065	–	6,065
Amortization - Equipment	–	–	–	62,907	–	62,907
Balance as at March 31, 2025	**83,020**	–	**2,628,654**	**485,973**	**19,435**	**3,217,082**
NET CARRYING AMOUNT						
Balance as at June 30, 2024	**33,098**	**37,263**	**6,998,453**	**1,571,543**	**47,842**	**8,688,199**
Balance as at March 31, 2025	**25,138**	**37,263**	**7,411,590**	**1,888,995**	**34,387**	**9,397,373**

9. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

	MARCH 31, 2025	JUNE 30, 2024
	$	$
Accounts payable	**5,195,413**	3,727,790
Royalties payable	**219,687**	250,289
Salaries and benefits payable	**711,384**	630,137
Payable to governments	**231,931**	1,790,511
	6,358,415	6,398,727

10. LEASE OBLIGATION

	MARCH 31, 2025
	$
Balance as at June 30, 2024	**48,720**
Interests	**1,846**
Repayment	**(15,009)**
Balance as of March 31, 2025	**35,557**
Current portion	**17,996**
Non-current portion	**17,561**

11. LONG-TERM DEBT

	MARCH 31, 2025
	$
Balance as at June 30, 2024	**1,266,667**
Repayment	**(839,584)**
Balance as of March 31, 2025	**427,083**
Current portion	**427,083**
Non-current portion	–

Loans authorized for a maximum amount of $3,000,000 bearing interest at fixed rate 7.25 % (7.16% and 7.25% as at June 30, 2024) and prime rate plus 1.5% (6.45% as at March 31, 2025 and 7.95% as at June 30, 2024) maturing in June 2025 and February 2026, secured by a first rank hypothec of $3,000,000 on equipment and mobile equipment of the Sleeping Giant mine and mill facility and a mortgage of $250,000 on accounts receivable and inventory and on the universality of movable property.

On December 10, 2024, the lender advised the Company that the loans will not be renew.

12. PROVISIONS FOR RESTORATION OF MINING SITES

	MARCH 31, 2025
	$
Balance as at June 30, 2024	**12,079,816**
Changes of estimates	**553,414**
Accretion expenses	**257,957**
Balance as of March 31, 2025	**12,891,187**

The rate used to determine the future value is 2.57% (2.59% and 3.17% as at June 30, 2024), while the rate reflecting current market assessments (adjusted to take into account the risks specific to this liability) used to determine the present value of the provisions is 2.54% and 2.94% (3.55% and 4.05% as at June 30, 2024). The payments schedule was determined by taking into account the measured and indicated resources, the estimated annual production level and the estimated mine life.

The following table sets forth the distribution of provisions for restoration of mining sites:

	MARCH 31, 2025
	$
Elder site	**718,552**
Sleeping Giant site	**12,172,635**
	12,891,187

Following the increase in restoration costs at the Sleeping Giant mine, the financial guarantee required by the MNRF is $12,212,697. The Company is required to make one remaining payment of $1,710,621 due in March 2026.

Following the increase in restoration costs at the Elder mine, the financial guarantee required by the MNRF is $704,425. The Company is required to make one remaining payment of $51,713 due in February 2026.

As at March 31, 2025, the Company is in conformity for financial guarantee due to the MRNF. The Company have until June 11, 2025 to increase collateral by $3,577,404 to the insurance Company.

13. SHARE CAPITAL

Authorized:

Unlimited number of preferred shares without par value which may be issued in one or more series; the privileges, rights, conditions and restrictions will be determined by the Board of Directors (none outstanding).
Unlimited number of subordinate Class « A » shares, without par value, non-voting (none outstanding).
Unlimited number of Class « B » shares», without per value, with voting rights.

Changes in the Company Class « B » share capital were as follows:

	NUMBER OF SHARES ISSUED	AMOUNT
Balance as at June 30, 2024	**583,213,160**	**57,551,585**
Units issuance	**206,310,166**	**6,813,808**
Flow-through shares issuance (1)	**69,878,770**	**3,144,545**
Exercise of warrants	**10,000,000**	**648,020**
Balance as at March 31, 2025	**869,402,096**	**68,157,958**

(1) The carrying amount of the flow-through shares is presented net of the liability for the flow-through share premium of $1,397,575.

On March 3, 2025, the Company issued 60,000,000 units at a price of $0,05 per unit for gross proceeds of $3,000,000. Each unit consists of one class « B » share and one warrant. Each warrant entitles its holder to purchase one class « B » share of the Company at a price of $0.08 until March 3, 2028. The gross proceeds have been presented net of the fair value of the warrants totaling $830,469.

On February 18, 2025, a director exercise 10,000,000 warrants at a price of $0.05 for a gross proceed of $500,000. The gross proceeds have been presented together with the fair value of the warrants of $148,020.

On December 11, 2024, the Company closed a brokered private placement of $5,254,013 consisting of:

- 12,943,500 units at a price of $0.055 per unit for a gross proceed of $711,893
- 60,878,770 flow-through common shares at a price of $0.065 per share for a gross proceed of $4,542,120.

Each unit consists of one class « B » share and one warrant. Each warrant entitles its holder to purchase one class « B » share of the Company at a price of $0.08 until December 11, 2027. The gross proceeds have been presented net of the fair value of the warrants totaling $172,092.

The Company paid $265,235 cash share issuance costs and issued 4,085,236 broker warrants. Each broker warrant entitles its holder to purchase on class « B » share at a price of $0.055 per share until December 11, 2027.

On October 10, 2024, the Company closed a non-brokered private placement of 20,866,666 units at a price of $0.06 per unit for total gross proceeds of $1,252,000. Each unit consists of one Class « B » common share of the Company and one warrant. Each whole warrant entitles the holder to purchase one Class « B » common share at an exercise price of $0.08 per share until October 10, 2027. Gross proceed has been presented net of fair value of warrants totaling $405,041.

13. SHARE CAPITAL (CONTINUED)

On July 24, 2024, the Company closed a private placement of 112,500,000 units at a price of $0.04 per unit for a gross proceed of $4,500,000. Each unit consists of one class « B » share and one warrant. Each warrant entitles its holder to purchase one class « B » share of the Company at a price of $0.06 until July 24, 2027. Gros proceed has been presented net of fair value of warrants totaling $1,242,483.

14. SHARE PURCHASE OPTIONS AND WARRANTS

Share purchase options

The shareholders of the Company approved a stock option plan (the « plan ») whereby the Board of directors may grant to employees, officers, directors and suppliers of the Company, share purchase options to acquire shares of the Company, for such terms and at such exercise price as may be determined by the Board of Directors. It was originally adopted in October 1996 and approved by shareholders of the Company on December 1st, 1997, and has subsequently been modified several times with the approval of shareholders in December 2001, December 2012 as well as in August 2023. The conditions and exercise price of each share purchase options are determined by the board of directors. The exercise price of the options cannot be lower than the closing price of the common shares on the TSXV, the day preceding the grant, subject to the minimum exercise price permitted by the rules of this exchange on time of each grant. The expiration date of the options cannot exceed 5 years from the date of their grant and the options cannot be assigned or transferred.

The plan provides that the maximum number of shares in the capital of the Company that can be reserved for issuance under the plan shall be equal to 42,810,000 shares. The maximum number of shares that may be reserved for issuance of option to any one person during a period of 12 months under the plan is 5% of the number of shares issued and outstanding at the time of the grant (on an undiluted basis). The maximum of the total number of shares of the Company that may be issued under the aggregate equity compensation awarded or issued to insiders (as a group) must not exceed 10% of the issued shares of the Company at any time (unless the Company has obtained the required disinterested shareholders approval in accordance with the requirements of the TSX Venture Exchange).

The maximum number of shares which may be reserved for issuance of share purchase option to a consultant may not exceed 2% of the outstanding shares at the time of grant on a period of twelve months. The maximum number of shares which may be reserved for issuance of share purchase option to an investor relations representative may not exceed 2% of the outstanding shares at the time of grant on a period of twelve months. The options granted to investor relations representative can only be acquired on a period of twelve months, at the rate of 25% per quarter.

14. SHARE PURCHASE OPTIONS AND WARRANTS (CONTINUED)

Changes in the Company' share purchase options were as follows:

	NINE MONTHS ENDED MARCH 31, 2025	
	Number of options	Weighted average exercise price
		$
Outstanding as at June 30, 2024	**26,464,267**	**0.06**
Granted	**6,500,000**	**0.05**
Expired	**(866,667)**	**0.05**
Cancelled	**(2,433,333)**	**0.05**
Outstanding as at March 31, 2025	**29,664,267**	**0.06**
Exercisable as at March 31, 2025	**21,964,267**	**0.06**

During the nine months ended March 31, 2025, the Company granted share purchase options to a director and employees of the Company. The weighted average fair value of the share purchase options of $0.03 ($0.02 as at June 30, 2024) was established using the Black-Scholes valuation model and base on the following weighted average assumptions:

	MARCH 31, 2025
Average share price at date of grant	$0.048
Expected dividend yield	–
Expected average volatility	73%
Average risk-free interest rate	2.96%
Expected average life	5 years
Average exercise price	$0.05

The underlying expected volatility was determined by reference to historical data of the Company 's shares over the expected average life of the share purchase options granted.

During the three and nine months ended March 31, 2025, an amount of $28,056 and $109,068 respectively ($44,301 and $231,056 respectively for the three and nine months ended March 31, 2024) of share-based payments (all of which related to equity-settled share-based payment transactions) was recognized in profit or loss and credited to contributed surplus.

14. SHARE PURCHASE OPTIONS AND WARRANTS (CONTINUED)

The following tables summarize the information related to the share purchase options granted under the plan:

NUMBER OF SHARE PURCHASE OPTIONS OUTSTANDING AS AT MARCH 31, 2025		EXERCISE PRICE	EXPIRATION DATE
OUTSTANDING	EXERCISABLE	$	
5,140,800	5,140,800	0.09	December 2025
856,800	856,800	0.09	December 2026
2,000,000	1,500,000	0.10	April 2027
1,000,000	1,000,000	0.05	November 2027
13,200,000	10,300,000	0.05	August 2028
1,500,000	1,000,000	0.05	December 2028
2,966,667	1,166,667	0.05	August 2029
1,500,000	500,000	0.05	January 2030
1,500,000	500,000	0.05	February 2030
29,664,267	21,964,267		

Warrants to investors

Changes in the Company's warrants to investors were as follows:

	NINE MONTHS ENDED MARCH 31, 2025	
	Number of warrants	**Weighted average exercise price**
		$
Outstanding as at June 30, 2024	**194,011,656**	**0.07**
Granted	**206,310,166**	**0.07**
Exercised	**(10,000,000)**	**0.05**
Expired	**(1,632,000)**	**0.11**
Outstanding as at March 31, 2025	**388,689,822**	**0.07**

During the nine months ended March 31, 2025, the Company issued warrants to investors in connection with private placements. The weighted average fair value of $0.01 ($0.01 as at June 30, 2024) was determined using the Black-Scholes valuation model and based on the following weighted average assumptions:

	MARCH 31, 2025
Average share price at date of grant	$0.049
Expected dividend yield	–
Expected average volatility	70%
Average risk-free interest rate	3.16%
Expected average life	3 years
Average exercise price	$0.07

The underlying expected volatility was determined by reference to historical data of the Company 's shares over the expected average life of the share purchase options granted.

14. SHARE PURCHASE OPTIONS AND WARRANTS (CONTINUED)

The following tables summarize the information related to the warrants to investors:

NUMBER OF WARRANTS OUTSTANDING AS AT MARCH 31, 2025	EXERCISE PRICE	EXPIRATION DATE
16,750,000	$0.15	May 2025
15,025,000	$0.15	July 2025
5,000,000	$0.15	September 2025
500,000	$0.15	October 2025
29,568,750	$0.05	September 2026
15,626,506	$0.05	October 2026
5,225,000	$0.05	November 2026
6,250,000	$0.05	December 2026
28,724,688	$0.06	March 2027
18,310,000	$0.06	April 2027
28,848,312	$0.06	May 2027
12,551,400	$0.06	June 2027
112,500,000	$0.06	July 2027
20,866,666	$0.08	October 2027
12,943,500	$0.08	December 2027
60,000,000	$0.08	March 2028
388,689,822		

Warrants to intermediaries

Changes in the Company' warrants to intermediaries were as follows:

	NINE MONTHS ENDED MARCH 31, 2025	
	Number of warrants	**Weighted average exercise price**
		$
Outstanding as at June 30, 2024	**1,217,500**	**0.15**
Granted	**4,085,236**	**0.06**
Outstanding as at March 31, 2025	**5,302,736**	**0.08**

During the nine months ended March 31, 2025, the Company issued warrants to intermediaries in connection with private placements. The weighted average fair value of $0.02 was determined using the Black-Scholes valuation model and based on the following weighted average assumptions:

	MARCH 31, 2025
Average share price at date of grant	$0.045
Expected dividend yield	-
Expected average volatility	69%
Average risk-free interest rate	2.90%
Expected average life	3 years
Average exercise price	$0.06

14. SHARE PURCHASE OPTIONS AND WARRANTS (CONTINUED)

The underlying expected volatility was determined by reference to historical data of the Company's shares over the expected average life of the warrants granted.

During the nine months ended March 31, 2025, an amount of $77,000 of share issuances costs was recognized in deficit and credited to contributed surplus.

The following table summarizes the information related to intermediaries' warrants:

NUMBER OF WARRANTS OUTSTANDING AS AT MARCH 31, 2025	EXERCISE PRICE	EXPIRATION DATE
862,500	$0.15	July 2025
300,000	$0.15	September 2025
45,000	$0.05	September 2026
10,000	$0.06	March 2027
4,085,236	$0.06	December 2027
5,302,736		

15. OTHER INFORMATION ON THE CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE LOSS

Administration

	THREE MONTHS ENDED MARCH 31		NINE MONTHS ENDED MARCH 31	
	2025	**2024**	**2025**	**2024**
	$	$	**$**	$
Salaries and benefits	**360,323**	219,185	**893,914**	900,240
Shareholders and investors relations	**215,500**	187,967	**486,170**	410,221
Professional fees	**319,046**	41,085	**568,264**	550,833
Office and other expenses	**51,996**	42,530	**146,176**	119,539
Interest and penalties on taxes	**12,907**	33,999	**57,512**	112,132
Bank fees	**16,345**	5,523	**45,374**	19,102
Insurances	**16,588**	57,796	**43,963**	104,621
Share-based compensation	**28,056**	44,301	**109,068**	231,056
Amortization of property, plant and equipment	**48,156**	40,554	**149,141**	106,810
Adjustment to provision for restoration of impaired mining assets	**–**	103,427	**–**	103,427
	1,068,917	776,367	**2,499,582**	2,657,981

15. OTHER INFORMATION ON THE CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE LOSS (CONTINUED)

Exploration and evaluation

	THREE MONTHS ENDED MARCH 31		NINE MONTHS ENDED MARCH 31	
	2025	**2024**	**2025**	**2024**
	$	$	**$**	$
Exploration and evaluation	**4,063,635**	1,756,615	**9,546,745**	4,043,679
Refundable tax credit resources and refundable credit on mining rights	**–**	–	**(1,326,242)**	–
Sale of a property [1]	**–**	–	**(1,500,000)**	–
Proceeds from the sale of gold and silver	**–**	–	**(602,326)**	–
	4,063,635	1,756,615	**6,118,177**	4,043,679

[1] Option agreement

On June 17, 2024, the Company entered into an option agreement with Québec Lafleur Minerals Inc. (formerly Québec Pegmatite Holdings Corp. Holdings Corp.) (« LaFleur »), under which Abcourt granted LaFleur the right to acquire a 100% interest in 141 mining claims owned by the Company and covering approximately 5,579 hectares. The optioned property includes portions of the Courville and Abcourt Barvue projects, namely the Jolin (Courville) and Bartec (Abcourt-Barvue) areas, and contiguous to the Swanson Swanson property.

Under the terms of the agreement, LaFleur was to pay $500,000 in cash within 10 days of signing the agreement to acquire 25% of the property, and three additional payments of $500,000 to acquire 50%, 75% and 100% within 6,18 and 24 months from signing the agreement. The agreement provided for the possibility of making the three payments under certain conditions through the issuance of LaFleur shares.

On July 8, 2024, LaFleur elected to accelerate the exercise of the remaining conditions of the agreement by proceeding with the payment through the issuance of shares from its share capital for a total of $1,500,000 to acquire the remaining 75% interest in the property. LaFleur issued 4,299,211 shares to Abcourt at a deemed price of $0.3489 per share.

16. RELATED PARTY TRANSACTIONS

Key Management personnel of the Company are the senior officers, namely the Chief Executive Officer and the Chief Financial Officer and the members of the Board.

	THREE MONTHS ENDED MARCH 31		NINE MONTHS ENDED MARCH 31	
	2025	**2024**	**2025**	**2024**
	$	$	**$**	$
Salaries and benefits	**182,460**	186,188	**599,487**	775,954
Share-based compensation	**47,764**	35,469	**80,127**	174,510
	230,224	221,657	**679,614**	950,464

16. RELATED PARTY TRANSACTIONS (CONTINUED)

In addition to the amounts presented in the note on key management remuneration, here are the related party transactions for the three and nine months ended March 31, 2025 and 2024:

	THREE MONTHS ENDED MARCH 31		NINE MONTHS ENDED MARCH 31	
	2025	**2024**	**2025**	**2024**
	$	$	**$**	$
Professional fees with a firm in which one of the directors of the Company is a partner	**30,274**	37,373	**195,150**	117,050

As at March 31, 2025, balance due to related parties amounted $236,517 ($107,723 as at March 31,2024). These transactions are measured at the value of the consideration paid or received, which was established and agreed by the related parties. Unless otherwise stated, none of the transactions incorporated special terms and conditions and no guarantee was given or received. Outstanding balances are usually settled in cash.

17. FINANCIAL INSTRUMENTS RISKS

Risk management objectives and policies

The Company is exposed to various risks with respect to financial instruments. The financial assets and liabilities of the Company are summarized, by category, in note 5, Financial Instruments, of the consolidated financial statements for the year ended June 30, 2024. The main types of risk are credit risk and liquidity risk.

The Company's risk management is coordinated at its headquarters, in close cooperation with the board of directors, and focuses on actively securing the Company's short to medium-term cash flows by minimizing the exposure to volatile financial markets.

The Company does not actively engage in the trading of financial assets for speculative purposes, nor does it write options. The most significant financial risks to which the Company is exposed are described below.

Market risk

Market risk is the risk of changes in prices, such as interest rates, foreign exchange rates, gold price and equity prices on shares owned that affect the Company's income. The objective of market risk management is to manage and control market risk exposures within acceptable parameters while optimizing returns.

Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. Deposits and long-term debt bear interest at a fixed rate. With respect to deposits, the Company is exposed to a limited change in fair value due to the nature of the asset.

The Company's exposure to cash flow interest rate risk on its long-term financial liabilities is limited because they bear interest at fixed rates.

17. FINANCIAL INSTRUMENTS RISKS (CONTINUED)

Credit risk

Credit risk is the risk that a counterparty fails to discharge an obligation to the Company. The Company is exposed to credit risk due to its financial assets, particularly its cash.

The credit risk of cash is considered negligible, since the counterparties are reputable banks whose external credit rating is excellent.

Liquidity risk

Liquidity risk is the risk that an entity will have difficulty honoring commitments linked to financial liabilities. Liquidity risk management aims to maintain a sufficient amount of cash and ensure that the Company has sufficient sources of financing. The Company establishes budget forecasts to ensure that it has the necessary funds to meet its obligations. Accounts payable and accrued liabilities and the short-term portion of long-term debt are due during the next financial year.

Fair value of financial instruments

Financial assets and financial liabilities measured at fair value in the consolidated statements of financial position are grouped according to three levels of the fair value hierarchy.

Current financial assets and liabilities, which include cash deposits, other receivables and trade and other payables, approximate their fair value due to its nature or short-term maturity. Accordingly, no details regarding their fair value are presented. The carrying amount of long-term debt approximates fair value because the credit spread is similar to the credit spread that the Company would obtain under similar conditions at the reporting date and is classified at level 2 of the fair value hierarchy.

18. POLICIES AND PROCESSES FOR MANAGING CAPITAL

As at March 31, 2025, the capital of the Company consists of negative equity amounting to $3,447,876 (negative equity of $6,284,136 as at June 30, 2024). The Company's capital management objective is to have sufficient capital to be able to meet its obligation related to operation and its exploration and evaluation plan in order to ensure the growth of its activities. It has also the objective of having sufficient liquidity to finance its operations, its exploration and evaluation expenses, the investing activities and the working capital requirements.

18. POLICIES AND PROCESSES FOR MANAGING CAPITAL (CONTINUED)

There was no significant change in the Company's approach to capital management during the nine months ended March 31, 2025. The Company is subject to regulatory requirements related to the use of funds raised by flow-through financing. These funds must be incurred for eligible exploration and evaluation expenditures. During the year, the Company complied with these regulatory requirements. Other than flow-through financing, the Company is not subject to any externally imposed capital requirements.

19. COMMITMENTS

Flow-through financings

The Company is partly financed by the issuance of flow-through shares. However, there is no guarantee that the funds spent by the Company will qualify as Canadian exploration expenses, even if the Company is committed to take all the necessary measures to this effect. Refusal of certain expenses by the tax authorities would have negative tax consequences for the Company or for investors. In the past, the Company has respected its commitments under the flow-through share agreements signed. In 2024, the Company received $4,542,120 following flow-through offering for which it renounced tax deductions for the benefit of investors as at December 31, 2024. Management is required to fulfill its commitments within the stipulated period of one year from this date i.e. December 31, 2025. As at March 31, 2025, the balance of the unspent amount of flow-through financings is $399,706.

Litigation with Revenue Québec

In 2016, the Company received notices of reassessments following the audit by the tax authorities of the tax credits relating to resources as well as mining rights for the years 2011, 2012, 2013 and 2014. The Company filed notices of objection with respect to these new notices of assessment. The amounts claimed and accrued interest since 2016 have been recognized in accounts payable and accrued liabilities and amount to $1,476,196.

On August 30, 2024, the Company reached an out-of-court settlement with Revenue Québec. Pursuant to the agreement, Revenue Québec has granted the refundable tax credit resources and the refundable credit on mining rights for the 2013 fiscal year and has maintained the 2016 notices of reassessment for the 2011, 2012 and 2014 fiscal years. In December 2024, the Company received notices of assessment from Revenue Québec confirming the agreement. Accounts payable and accrued liabilities of $1,452,757 have been reversed to profit and loss, consisting of $959,789 in credits and $492,968 as accrued interest.

20. SUBSEQUENT EVENTS

Equity financings

On May 6, 2025, the Company closed an additional tranche of its previously announced non-brokered private placement, for additional gross proceeds of $4,613,004 consisting of:

- 85,620,000 units at a price of $0.05 per unit for a gross proceed of $4,281,000; and
- 5,533,400 flow-through common shares at a price of $0.06 per share for a gross proceed of $332,004.

20. SUBSEQUENT EVENT (CONTINUED)

On April 3, 2025, the Company closed the first tranche of a non-brokered private placement of $1,668,040 consisting of:

- 2,300,000 units at a price of $0.05 per unit for a gross proceed of $115,000; and
- 25,884,000 flow-through common shares at a price of $0.06 per share for a gross proceed of $1,553,040.

Each unit consists of one Class « B » common share of the Company and one warrant. Each whole warrant entitles the holder to purchase one Class « B » common share at an exercise price of $0.08 per share until May 6, 2028, subject to acceleration in certain circumstances.

Loan financing

On April 9, 2025, the Company has entered into a non-binding term sheet with Nebari Natural Resources Credit Fund II, LP for a US$8 million secured financing facility bearing interest at the Secured Overnight Financing Rate plus 12%, with a term of 36 months. The Financing Facility is contingent upon the completion of a US$6 million financing, which may involve equity and/or subordinated debt, as well as a standard due diligence review and the execution of definitive agreements.