



# **QUESTCORP**

MINING INC.

## **Condensed Interim Financial Statements**

**For the Nine Months Ended April 30, 2025 and 2024**

(Unaudited - Expressed in Canadian Dollars)

### **Notice of Non-review of Condensed Interim Financial Statements**

In accordance with National Instrument 51-102, the Company discloses that the accompanying condensed interim financial statements have been prepared by and are the responsibility of the Company's management.

They have been reviewed and approved by the Company's Audit Committee and the Board of Directors.

The attached condensed interim financial statements for the nine months ended April 30, 2025 have not been reviewed by the Company's auditors.

**Questcorp Mining Inc.**

Condensed Interim Statements of Financial Position  
(Unaudited - Expressed in Canadian Dollars)

	Note(s)	April 30, 2025	July 31, 2024
<b>ASSETS</b>			
Current assets:			
Cash	\$	1,641,017	\$ 178,901
GST recoverable		23,258	23,903
Prepaid expenses		47,232	67,688
Total current assets		1,711,507	270,492
Non-current assets:			
Exploration and evaluation assets	3	320,236	255,370
Total assets	\$	2,031,743	\$ 525,862
<b>LIABILITIES</b>			
Current liabilities:			
Accounts payable and accrued liabilities	4	\$ 112,396	\$ 135,123
		112,396	135,123
<b>SHAREHOLDERS' EQUITY</b>			
Share capital	5	3,660,146	1,167,991
Contributed surplus	5	801,388	39,626
Subscription receivable	5	-	(12,850)
Deficit		(2,542,187)	(804,028)
Total shareholders' equity		1,919,347	390,739
Total liabilities and shareholders' equity	\$	2,031,743	\$ 525,862

Nature of Operations and Going Concern (*Note 1*)  
Subsequent Event (*Note 10*)

APPROVED ON JUNE 18, 2025 ON BEHALF OF THE BOARD:

"Satvir 'Saf' Dhillon", Director

"Tim Henneberry", Director

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

# Questcorp Mining Inc.

Condensed Interim Statements of Loss and Comprehensive Loss  
(Unaudited - Expressed in Canadian Dollars)

		Three months ended April 30,		Nine months ended April 30,	
	Note	2025	2024	2025	2024
<b>Expenses</b>					
Bank charges and interest		\$ 532	\$ 130	\$ 802	\$ 462
Investor relations		330,326	38,661	445,408	57,838
Listing and filing fees		12,537	-	54,276	7,462
Consulting fees		292,058	55,000	370,058	146,250
Office and sundry	6	5,608	4,340	13,533	19,254
Professional fees	6	186,279	26,583	250,801	50,815
Share-based compensation		370,707	-	465,257	-
Property investigation		4,000	-	4,000	-
Travel and conference		69,521	23,341	87,829	63,599
<b>Loss before the undernoted</b>		<b>(1,271,568)</b>	<b>(148,055)</b>	<b>(1,691,964)</b>	<b>(345,680)</b>
<b>Other income (expenses)</b>					
Interest income		-	40	9	212
Foreign exchange		(45,582)	(111)	(46,204)	(178)
<b>Net income (loss) for the period</b>		<b>(1,317,150)</b>	<b>(148,126)</b>	<b>(1,738,159)</b>	<b>(345,646)</b>
<b>Basic and diluted loss per common share</b>		<b>\$(0.04)</b>	<b>\$(0.01)</b>	<b>\$(0.08)</b>	<b>\$(0.04)</b>
<b>Weighted average number of common shares outstanding</b>		<b>37,315,103</b>	<b>10,000,000</b>	<b>22,278,185</b>	<b>8,114,234</b>

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

# Questcorp Mining Inc.

Condensed Interim Statements of Cash Flows  
(Unaudited - Expressed in Canadian Dollars)

	Nine months ended April 30,	
	2025	2024
<b>Cash flows from operating activities:</b>		
Net loss for the period	\$ (1,738,159)	\$ (345,646)
<i>Changes in non-cash working capital:</i>		
Share-based compensation	465,257	-
GST recoverable	645	(9,343)
Prepaid expenses	20,456	(22,500)
Accounts payable and accrued liabilities	(22,727)	(13,100)
<b>Net cash used in operating activities</b>	<b>(1,274,528)</b>	<b>(390,589)</b>
<b>Cash flows from investing activities:</b>		
Exploration and evaluation assets	(61,366)	(13,000)
BC METC	-	3,230
<b>Net cash used in investing activities</b>	<b>(61,366)</b>	<b>(9,770)</b>
<b>Cash flows from financing activities:</b>		
Issuance of share capital, net of issuance costs	2,762,802	500,000
Share issuance costs	(181,752)	(128,301)
Options exercised	30,000	-
Warrants exercised	186,960	-
<b>Net cash provided by financing activities</b>	<b>2,798,010</b>	<b>371,699</b>
Change in cash	1,462,116	(28,660)
Cash, beginning of the period	178,901	64,325
Cash, end of the period	\$ 1,641,017	\$ 35,665

## Supplemental Schedule of Non-Cash Investing and Financing Activities

Shares issued for Rich River Exploration Ltd. acquisition	\$ 3,500	\$ 110,000
Fair value of finders warrants	\$ 323,485	\$ 10,000
Fair value of warrants issued on PP	\$ -	\$ 36,154
Share issuance costs	\$ -	\$ 19,440
Accounts payable included in Exploration and Evaluation asset	\$ -	\$ 2,482

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# Questcorp Mining Inc.

Condensed Interim Statements of Changes in Shareholder's Equity  
(Unaudited - Expressed in Canadian Dollars)

	Share Capital		Contributed surplus	Subscription received	Deficit	Total shareholders' equity
	Number of shares	Amount				
<b>Balance at July 31, 2023</b>	<b>6,450,000</b>	<b>\$ 402,750</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ (247,345)</b>	<b>\$ 155,405</b>
Shares issued	2,550,000	352,259	-	-	-	352,259
Shares issued for exploration and evaluation asset	1,000,000	110,000	-	-	-	110,000
Fair value of agent's warrants	-	(36,154)	36,154	-	-	-
Net loss for the period	-	-	-	-	(345,646)	(345,646)
<b>Balance at April 30, 2024</b>	<b>10,00,000</b>	<b>828,855</b>	<b>-</b>	<b>-</b>	<b>(592,991)</b>	<b>272,018</b>
<b>Balance at July 31, 2024</b>	<b>14,999,999</b>	<b>\$ 1,167,991</b>	<b>\$ 39,626</b>	<b>\$ (12,850)</b>	<b>\$ (804,028)</b>	<b>\$ 390,739</b>
Shares issued for private placement	45,832,539	2,749,952	-	-	-	2,749,952
Share issuance costs - cash	-	(181,752)	-	-	-	(181,752)
Share issuance costs - finders warrants	-	(323,485)	323,485	-	-	-
Shares issued for warrants exercised	1,869,600	189,226	(2,266)	-	-	186,960
Shares issued for options exercised	200,000	54,714	(24,714)	-	-	30,000
Shares issued for exploration and evaluation asset	50,000	3,500	-	-	-	3,500
Subscription received	-	-	-	12,850	-	12,850
Share-based payments	-	-	465,257	-	-	465,257
Net loss for the period	-	-	-	-	(1,738,159)	(1,738,159)
<b>Balance at April 30, 2025</b>	<b>62,952,138</b>	<b>\$ 3,660,146</b>	<b>\$ 801,388</b>	<b>\$ -</b>	<b>\$ (2,542,187)</b>	<b>\$ 1,919,347</b>

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

## Questcorp Mining Inc.

Notes to Condensed Interim Financial Statements for the Nine Months ended April 30, 2025 and 2024  
(Unaudited - Expressed in Canadian Dollars)

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### 1. Nature of operations and going concern

Questcorp Mining Inc. (the “Company” or “Questcorp”) was incorporated under the laws of British Columbia on April 9, 2021. The Company’s registered and records office is located at Suite 550, 800 West Pender Street, Vancouver, BC, V6C 2V6.

During the year ended July 31, 2024, the Company completed its initial public offering (Note 5) and its common shares were listed on the Canadian Securities Exchange on December 11, 2023, under the trading symbol QQQ.

On May 22, 2024, all issued and outstanding common shares of the Company were consolidated on a 2:1 basis. All references to share, option, warrant and per share amounts have been retroactively restated to reflect the share consolidation.

These condensed interim financial statements have been prepared assuming the Company will continue on a going-concern basis. The Company has incurred losses since its inception and the ability of the Company to continue as a going-concern depends upon its ability to raise adequate financing and to develop profitable operations. As at April 30, 2025, the Company had a working capital of \$1,599,111 (July 31, 2024 – \$135,369) and an accumulated deficit of \$2,542,187 (July 31, 2024 - \$804,028). Questcorp may be required to delay discretionary expenditures if additional financing cannot be obtained on reasonable terms. Failure to obtain additional financing when required may result in the loss of some, or all, of the Company’s exploration and evaluation assets (Note 3). These material uncertainties may cast significant doubt about the Company’s ability to continue as a going concern.

### 2. Material accounting information, estimates and judgements

#### a) Basis of presentation

These condensed interim financial statements have been prepared in accordance with International Financial Reporting Standards (“IFRS”) as issued by the International Accounting Standards Board (“IASB”) for interim information, specifically International Accounting Standards (“IAS”) 34 - Interim Financial Reporting. In addition, these condensed interim financial statements have been prepared using interpretations issued by the International Financial Reporting Interpretation Committee (“IFRIC”) in effect at April 30, 2025 and the same accounting policies and methods of their application as the most recent annual financial statements of the Company. These condensed interim financial statements do not include all disclosures normally provided in the annual financial statements and should be read in conjunction with the Company’s audited financial statements for the year ended July 31, 2024.

In management’s opinion, all adjustments necessary for fair presentation have been included in these condensed interim financial statements. Interim results are not necessarily indicative of the results expected for the year ending July 31, 2025.

The condensed interim financial statements for the nine months ended April 30, 2025 (including comparatives) have been prepared by management, reviewed by the Audit Committee and approved and authorized for issue by the Board of Directors on June 18, 2025.

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

#### b) Critical accounting judgements and estimates

The preparation of these condensed interim financial statements requires the use of certain significant accounting estimates and judgments by management in applying the Company’s accounting policies. The areas involving significant judgments, estimates and assumptions have been set out in and are consistent with Note 2 of the Company’s annual audited financial statements for the year ended July 31, 2024.

## Questcorp Mining Inc.

Notes to Condensed Interim Financial Statements for the Nine Months ended April 30, 2025 and 2024  
(Unaudited - Expressed in Canadian Dollars)

### 3. Exploration and evaluation assets

		North Island, BC, Canada		Total
<b>ACQUISITION</b>				
Balance July 31, 2024	\$	130,500	\$	130,500
Acquisition costs		13,500		13,500
Balance April 30, 2025		144,000		144,000
<b>EXPLORATION</b>				
Balance July 31, 2023		122,904		122,904
Field and camp costs		5,196		5,196
Cost recoveries		(3,230)		(3,230)
Balance July 31, 2024		124,870		124,870
Assaying		23,793		23,793
Field and camp costs		27,573		27,573
Balance April 30, 2025	\$	176,236	\$	176,236
<b>CARRYING VALUE</b>				
July 31, 2024	\$	255,370	\$	255,370
April 30, 2025	\$	320,236	\$	320,236

#### a) General

##### North Island Copper Property, BC, Canada

On October 4, 2021, the Company entered into an option agreement to acquire a 100% interest in the North Island Copper Property (the "Property") with a third party. Following the exercise of the option, the Property will remain subject to a 3% net smelter return royalty ("NSR"). The Company may purchase the first 1% of the NSR for \$750,000 and may purchase the remaining 2% of the NSR for an additional \$1,000,000.

Pursuant to the option agreement, the Company is required to complete the following:

- (1) to acquire a 51% interest in the Property, the Company shall pay \$10,000 to the vendor upon the effective date of the Option Agreement (paid);
- (2) to acquire an additional 49% interest in the Property, the Company shall:
  - (a) pay a total of \$85,000 to the vendor;
  - (b) issue a total of 1,100,000 common shares; and
  - (c) spend a total of \$500,000 on exploration expenditures on the Property as set out below:
    - (a) the Company shall pay the cash portion as follows:
      - (i) \$10,000 upon the Listing Date (paid);
      - (ii) \$10,000 on or before the first anniversary of the Listing Date (paid);
      - (iii) \$5,000 on or before the second anniversary of the Listing Date; and
      - (iv) \$60,000 on or before the third anniversary of the Listing Date,
    - (b) the Company shall issue the common shares as follows:
      - (i) 1,000,000 common shares upon the date listed on a Canadian exchange ("Listing Date") (issued);
      - (ii) 50,000 common shares within the first anniversary of the Listing Date (issued);



## Questcorp Mining Inc.

Notes to Condensed Interim Financial Statements for the Nine Months ended April 30, 2025 and 2024  
(Unaudited - Expressed in Canadian Dollars)

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- (iii) 25,000 common shares within the second anniversary of the Listing Date; and
- (iv) 25,000 common shares within third anniversary of the Listing Date,
- (c) the Company shall make the exploration expenditures on the Property according to the following schedule:
  - (i) \$80,000 on or before the first anniversary of the Listing Date (incurred);
  - (ii) \$100,000 on or before the second anniversary of the Listing Date; and
  - (iii) \$320,000 on or before the third anniversary of the Listing Date.

On September 6, 2024, the Company announced that it had entered into a letter of intent with Riverside Resources Inc. ("Riverside"), an arm's-length party, under which the Company will be granted an option (the "Transaction") to acquire a 100% interest in the La Union project (the "Project") located in Sonora, Mexico. In line with the terms of the Transaction, the Company can acquire full ownership of the Project by completing a series of cash payments totaling \$100,000, issuing 19.9% of its outstanding common shares, and incurring a minimum of \$5,500,000 in exploration expenditures on the Project.

Subsequent to the period ended April 30, 2025, the Company has entered into a definitive option agreement with Riverside to acquire a 100% interest in the La Union project. (Note 10)

#### 4. Accounts payable

	April 30, 2025	July 31, 2024
Accounts payable	\$ 97,096	\$ 105,123
Accrued liabilities	15,300	30,000
Ending balance	\$ 112,396	\$ 135,123

#### 5. Share Capital

##### a) Authorized

As at April 30, 2025, there were an unlimited number of common voting shares without par value authorized.

##### b) Issued

##### Nine months ended April 30, 2025

During the nine months ended April 30, 2025, the Company:

- Issued 50,000 common shares at a value of \$ 3,500 for an exploration and evaluation asset.
- Completed a non-brokered private placement by issuing 45,832,539 units at a price of \$0.06 per unit for gross proceeds of \$2,749,952. Each unit consists of one common share of the Company and one common share purchase warrant. Each warrant will be exercisable for a period of two years from the Closing Date at an exercise price of \$0.10 per share. \$181,752 finders' fees and 3,029,207 finders' warrants valued at \$323,485 using the Black Scholes Model were disbursed in relation to this private placement.
- Issued 1,869,600 common shares pursuant to the exercise of 1,869,600 warrants at a price of \$0.10 per share for gross proceed \$186,960.
- Issued 200,000 common shares pursuant to the exercise of 200,000 options at a price of \$0.15 per share for gross proceed \$30,000.

## Questcorp Mining Inc.

Notes to Condensed Interim Financial Statements for the Nine Months ended April 30, 2025 and 2024  
(Unaudited - Expressed in Canadian Dollars)

### Nine months ended April 30, 2024

During the nine months ended April 30, 2024, the Company:

- Completed its initial public offering by issuing 2,500,000 common shares at \$0.20 per share for gross proceeds of \$500,000. The agent received a cash commission \$50,000 and corporate finance fees of \$25,000 in cash, 50,000 common shares at \$0.20 per share for a value of \$10,000 and 250,000 agent's warrants valued at \$36,154 using the Black Scholes Model, with each agent warrant exercisable for one common share at a price of \$0.20 until December 12, 2025. The Company incurred an additional \$72,741 of cash share issuance costs in relation to the initial public offering.
- Issued 1,000,000 common shares at a value of \$110,000 for an exploration and evaluation asset.

### c) Options

On January 24, 2025, the Company granted a total of 1,500,000 stock options to certain directors, officers and consultants of the Company. The Options are exercisable at a price of \$0.07 until January 24, 2030. The Options vest immediately.

On March 19, 2025, the Company granted a total of 3,000,000 stock options to certain directors, officers and consultants of the Company. The Options are exercisable at a price of \$0.15 until March 19, 2030. The Options vest immediately.

The changes in options issued are as follows:

	Number of Options	Weighted Average Exercise Price
Outstanding Options, July 31, 2023 and 2024	-	\$ -
Issued	4,500,000	\$0.12
Exercised	(200,000)	\$0.15
Outstanding Options, April 30, 2025	4,300,000	\$0.12

At April 30, 2025, options enabling the holders to acquire common shares as follows:

Expiry Date	Weighted Average Exercise Price	Number of Options	Weighted Average Remaining Contractual Life in Years
January 24, 2030	\$0.07	1,500,000	4.74
March 19, 2030	\$0.15	2,800,000	4.89
Weighted average of exercise price and remaining contractual life	\$0.12	4,300,000	4.84

Share-based payments relating to options vested during the period ended April 30, 2025, using the Black-Scholes option pricing model was \$465,257 (2024 - \$nil) which was recorded as reserves on the statements of financial position and as share-based compensation expense on the statements of loss and comprehensive loss. The share-based payment expense for the options granted during the period was calculated based on the following weighted average assumptions:

	April 30, 2025	April 30, 2024
Risk-free interest rate	2.20%	n/a
Expected dividend yield	0.00	n/a
Expected stock price volatility	181.96%	n/a
Average expected option life	5 years	n/a
Fair value of options granted	\$0.103	n/a

## Questcorp Mining Inc.

Notes to Condensed Interim Financial Statements for the Nine Months ended April 30, 2025 and 2024  
(Unaudited - Expressed in Canadian Dollars)

### d) Warrants

The changes in warrants issued are as follows:

	Number of Warrants	Weighted Average Exercise Price
Outstanding Warrants, July 31, 2023	2,500,000	\$0.10
Issued	5,307,599	\$0.10
Outstanding Warrants, July 31, 2024	7,807,599	\$0.10
Issued	48,861,746	\$0.10
Exercised	(1,869,600)	\$0.10
Outstanding Warrants, April 30, 2025	54,799,745	\$0.10

At April 30, 2025, warrants enabling the holders to acquire common shares as follows:

Expiry Date	Weighted Average Exercise Price	Number of Warrants	Weighted Average Remaining Contractual Life in Years
December 12, 2025	\$0.20	250,000	0.62
June 28, 2026	\$0.10	3,257,999	1.16
June 28, 2026	\$0.10	20,000	1.16
November 5, 2026	\$0.10	2,410,000	1.52
March 19, 2027	\$0.10	45,832,539	1.88
March 19, 2027	\$0.10	3,029,207	1.88
Weighted average of exercise price and remaining contractual life	\$0.10	54,799,745	1.82

The fair value of the finders' warrants issued was estimated at the grant date based on the Black-Scholes valuation model with the following weighted average assumptions:

	April 30, 2025	April 30, 2024
Risk-free interest rate	3.84%	4.22%
Expected dividend yield	0.00	0.00
Share price	\$0.13	\$0.20
Expected stock price volatility	176.26%	150%
Average expected warrant life	2 years	2 years
Fair value of warrants granted	\$0.11	\$0.07

### e) RSU

On March 19, 2025, the Company granted a total of 2,750,000 restricted share units (the "RSUs") to certain directors, officers and consultants of the Company in accordance with its omnibus incentive plan (the "Plan"). The RSUs shall vest and be settled in common shares of the Company upon receipt of shareholder approval for the Plan. In the event shareholder approval for the Plan is not received by December 31, 2025, the RSUs will be automatically cancelled without any further right or entitlement.

The changes in RSU issued are as follows:

	Number of RSUs
Outstanding RSUs, July 31, 2023 and 2024	-
Issued	2,750,000
Outstanding RSUs, April 30, 2025	2,750,000

## Questcorp Mining Inc.

Notes to Condensed Interim Financial Statements for the Nine Months ended April 30, 2025 and 2024  
(Unaudited - Expressed in Canadian Dollars)

### 6. Related Party Transactions

#### *Key management compensation*

Key management consists of Questcorp's directors and officers. In addition to management and consulting fees paid to these individuals, or companies controlled by these individuals, the Company provides non-cash benefits. The aggregate value of compensation with key management for the nine months ended April 30, 2025 was \$605,595 (2024 - \$87,500) and was comprised of the following:

	Nine months ended April 30, 2025		Nine months ended April 30, 2024	
Management and consulting fees	\$	279,665	\$	87,500
Share-based compensation	\$	325,930	\$	-
		605,595		87,500

The amounts charged to Questcorp for the services provided have been determined by negotiation among the parties and, in certain cases, are covered by signed agreements.

Related party transactions and balances not disclosed elsewhere in these condensed interim financial statements are as follows:

#### **Other related party transactions**

During the nine months ended April 30, 2025, Questcorp incurred a total of \$12,000 (2024 - \$9,000) in rent expenses to a company owned by the CEO. Additionally, the Company incurred \$Nil (2024 - \$29,250) in accounting fees to a firm in which a director is a partner.

#### **Due to/from related parties**

As at April 30, 2025, the Company owed \$Nil (2024 - \$40,272) to related parties. The amount is included in accounts payable and accrued liabilities. Amounts due to related parties are unsecured, have no fixed repayments and are non-interest bearing.

### 7. Financial Instruments

#### **Categories of financial assets and liabilities**

Financial instruments measured at fair value are classified into one of three level in the fair value hierarchy according to the relative reliability of the inputs used to estimate the fair values. The three levels of the fair value hierarchy are:

- Level 1 – Unadjusted quoted prices in active markets for identical assets or liabilities;
- Level 2 – Inputs other than quoted prices that are observable for the asset or liability either directly or indirectly; and
- Level 3 – Inputs that are not based on observable market data.

The Company is exposed to various financial instrument risks and assesses the impact and likelihood of this exposure. These risks include capital management, liquidity risk, credit risk, and interest rate risk. Where material, these risks are reviewed and monitored by the Board of Directors.

## Questcorp Mining Inc.

Notes to Condensed Interim Financial Statements for the Nine Months ended April 30, 2025 and 2024  
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### Credit risk

Credit risk is the risk of loss associated with a counterparty's inability to fulfill its payment obligations. The Company's credit risk is primarily attributable to cash and GST recoverable.

The Company limits exposure to credit risk on liquid financial assets through maintaining its cash with high-credit quality financial institutions. The Company's cash is held with a major Canadian based financial institution. The carrying amount of financial assets represents the maximum credit exposure.

### Liquidity risk

The Company's approach to managing liquidity risk is to ensure that it will have sufficient liquidity to meet liabilities when due. At April 30, 2025, Questcorp had a cash balance of \$1,641,017 (July 31, 2024 - \$178,901) to settle accounts payable and accrued liabilities of \$112,396 (July 31, 2024 - \$135,123).

### Market risk

Market risk is the risk of loss that may arise from changes in market factors such as interest rates, foreign exchange rates, and commodity and equity prices.

#### *(a) Interest rate risk*

The Company is not exposed to interest rate risk.

#### *(b) Foreign currency risk*

The Company's functional currency is the Canadian dollar and major purchases are transacted in Canadian dollars. The Company is not exposed to foreign currency risk.

## 8. Capital Management

The Company manages its capital to safeguard the Company's ability to continue as a going concern, so that it can continue to provide adequate returns to shareholders and benefits to other stakeholders, and to have sufficient funds on hand for business opportunities as they arise.

The Company considers the items included in shareholders' equity as capital. The Company manages the capital structure and makes adjustments to it in the light of changes in economic conditions and the risk characteristics of the underlying assets. In order to maintain or adjust the capital structure, the Company may issue new shares through short-term prospectuses, private placements, sell assets, incur debt, or return capital to shareholders. As at April 30, 2025, the Company is not subject to externally imposed capital requirements.

## 9. Segment Information

The Company primarily operates in one reportable operating segment, being the acquisition and development of exploration and evaluation assets in Canada.

## Questcorp Mining Inc.

Notes to Condensed Interim Financial Statements for the Nine Months ended April 30, 2025 and 2024  
(Unaudited - Expressed in Canadian Dollars)

### 10. Subsequent Event

On May 5, 2025, the Company has signed a definitive option agreement with Riverside Resources Inc. ("Riverside") and its subsidiary RRM Exploracion, S.A.P.I. DE C.V., to acquire the La Union project—a 2,520.2-hectare carbonate replacement property located in Sonora, Mexico. Under the agreement, the Company may acquire a 100% interest in the Project by completing a series of cash payments totalling \$100,000 CAD, making staged issuances of common shares of the Company totalling 19.9%, and incurring \$5,500,000CAD of exploration expenditures on the Project as outlined immediately below:

Due date	Cash payment	Share issuance	Exploration expenditures
Within two business days of the date of agreement	\$25,000 (paid)	N/A	N/A
On the effective date <sup>(1)</sup> (May 20, 2025)	N/A	9.9% <sup>(2)</sup> (issued)	N/A
On or before the 1st anniversary of the effective date (May 20, 2026)	N/A	14.9% <sup>(2)(3)</sup>	\$1,000,000
On or before the 2nd anniversary of the effective date (May 20, 2027)	\$25,000	19.9% <sup>(2)(3)</sup>	\$1,250,000
On or before the 3rd anniversary of the effective date (May 20, 2028)	\$25,000	19.9% <sup>(2)(3)</sup>	\$1,500,000
On or before the 4th anniversary of the effective date (May 20, 2029)	\$25,000	19.9% <sup>(2)(3)</sup>	\$1,750,000
<b>Total</b>	<b>\$100,000</b>	<b>19.9% <sup>(2)(3)</sup></b>	<b>\$5,500,000</b>

Notes:

1. "Effective Date" means the date on which Questcorp delivers to the Vendor a copy of the written approval of the Canadian Securities Exchange in respect of the transactions contemplated by the Option Agreement.
2. Issuable within the fifth business day after the applicable date.
3. Expressed as a cumulative total percentage of the undiluted issued and outstanding common shares of the Company as of the applicable payment date, and assuming Riverside has not previously disposed of any common shares.

On May 7, 2025, the Company made the cash payment of \$25,000 to Riverside and on May 20, 2025, issued 6,285,722 common shares (representing 9.9% of its outstanding shares) in accordance with the agreement terms.

Subsequent to the period ended April 30, 2025, the Company announced the formation of an Advisory Board and the appointment of Mr. Paul Larkin, as its inaugural advisor. In connection with Mr. Larkin's appointment, the Company has granted him 200,000 incentive stock options exercisable at \$0.205 per share for a period of five years.

Subsequent to the period ended April 30, 2025, the Company issued 1,057,143 common shares pursuant to the exercise of 1,057,143 warrants at a price of \$0.10 per share for gross proceed \$105,714.