



Northern Superior Resources Inc.

Condensed Interim Consolidated Financial Statements

(Expressed in Canadian dollars)

(Unaudited)

For the three months ended March 31, 2025 and 2024

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

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

The accompanying unaudited condensed interim consolidated financial statements of the Company have been prepared by and are the responsibility of the Company's management.

The Company's independent auditor has not performed a review of these condensed interim consolidated financial statements in accordance with standards established by the Chartered Professional Accountants of Canada (CPA Canada) for a review of interim financial statements by an entity's auditor.

Northern Superior Resources Inc.
Condensed Interim Consolidated Statements of Financial Position
Expressed in Canadian Dollars

As at:	Note	March 31 2025 \$ (Unaudited)	December 31, 2024 \$ (Audited)
ASSETS			
Current			
Cash and cash equivalents		8,401,221	10,844,618
Prepays and receivables	15	1,633,220	1,561,854
Total current assets		10,034,441	12,406,472
Long-term			
Prepaid expenses		95,695	95,695
Restricted cash		20,000	20,000
Total assets		10,150,136	12,522,167
LIABILITIES			
Current liabilities			
Accounts payable and accrued liabilities	7,11	1,756,702	1,138,434
Flow-through share premium liability	9	510,255	1,433,669
Total current liabilities		2,266,957	2,572,103
Non-current liabilities			
Environmental obligation	14	562,520	553,301
Total liabilities		2,829,477	3,125,404
SHAREHOLDERS' EQUITY (DEFICIENCY)			
Common shares	8	114,614,587	114,311,083
Option reserve	8	4,343,617	4,391,866
RSU	8	95,432	126,934
DSU	8	171,722	216,722
Accumulated other comprehensive loss	4	(426,432)	(426,432)
Non-controlling interest	10	2,056,805	2,280,967
Deficit		(113,535,072)	(111,504,377)
Total shareholders' equity (deficiency)		7,320,659	9,396,763
Total liabilities and shareholders' equity		10,150,136	12,522,167

Nature of operations and going concern – Note 1
 Commitments and contingencies – Note 16

APPROVED AND AUTHORIZED FOR ISSUE BY THE BOARD OF DIRECTORS ON May 29, 2025

“Simon Marcotte”
 Director

“Andrew Farncomb”
 Director

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

Northern Superior Resources Inc.

Condensed Interim Consolidated Statements of Loss and Comprehensive Loss

Expressed in Canadian Dollars

(Unaudited)

		Three months ended March 31,	
	Note	2025 \$	2024 \$
Expenses			
Exploration evaluation expenses	6	2,394,924	64,979
Salaries and benefits	11	297,609	153,401
Consulting and management fees	11	139,652	112,824
Professional fees		77,950	107,469
Shareholder information		183,908	89,518
Office and general		75,630	49,929
Share-based compensation	8	303,421	158,381
(Loss) for the period before other items		(3,473,094)	(736,501)
Other items			
Interest income		59,345	10,010
Flow-through premium recovery	16	923,414	-
Flow-through share reimbursement		-	(5,750)
Foreign exchange gain (loss)		476	(11)
Net loss for the period before discontinued operations		(2,489,859)	(732,252)
Discontinued operations:			
Spin-out of Ontario assets	6	-	(153,884)
Loss for the period		(2,489,859)	(886,136)
Other comprehensive loss			
<i>Items that will not be reclassified subsequently to loss</i>			
Change in value of marketable securities	4	-	(35,002)
Net comprehensive loss		(2,489,859)	(921,138)
Net loss attributable to:			
Shareholders of Northern Superior Resources Ltd.		(2,030,695)	(886,136)
Non-controlling interests		(459,164)	-
		(2,489,859)	(886,136)
Net comprehensive loss attributable to:			
Shareholders of Northern Superior Resources Ltd.		(2,030,695)	(921,138)
Non-controlling interests		(459,164)	-
		(2,489,859)	(921,138)
Basic and diluted loss per share			
Loss for the period		(0.02)	(0.01)
Weighted average number of common shares outstanding			
Basic and Diluted		165,496,109	151,882,095

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

Northern Superior Resources Inc.

Condensed Interim Consolidated Statements of changes in Shareholders' Equity

Expressed in Canadian Dollars

(Unaudited)

	Share Capital		Reserves			Accumulated other comprehensive loss	Deficit	Attributable to shareholders of Northern Superior Resources Ltd.	Non-controlling interests	Shareholders' equity
	Number of shares #	Amount \$	Stock Options \$	Restricted share units \$	Deferred share units					
Balance, December 31, 2024	165,190,871	114,311,083	4,391,866	126,934	216,722	(426,432)	(111,504,377)	7,115,796	2,280,967	9,396,763
Share based payments	-	-	60,239	8,014	-	-	-	68,253	-	68,253
Exercise of stock options	325,000	218,988	(108,488)	-	-	-	-	110,500	-	110,500
Issuance of DSUs	88,235	45,000	-	-	(45,000)	-	-	-	-	-
Issuance of RSUs	98,788	39,516	-	(39,516)	-	-	-	-	-	-
Non-controlling interest	-	-	-	-	-	-	-	-	235,002	235,002
Net loss	-	-	-	-	-	-	(2,030,695)	(2,030,695)	(459,164)	(2,489,859)
Balance, March 31, 2025	165,702,894	114,614,587	4,343,617	95,432	171,722	(426,432)	(113,535,072)	5,263,854	2,056,805	7,320,659

	Share Capital		Reserves				Accumulated other comprehensive loss	Deficit	Shareholders' equity
	Number of shares #	Amount \$	Shares to be issued \$	Stock Options \$	Restricted share units \$	Warrants \$			
Balance, December 31, 2023	151,795,573	108,347,797	629,886	2,861,002	333,548	920,981	(277,150)	(110,202,768)	2,613,296
Share based payments	-	-	-	158,381	-	-	-	-	158,381
Conversion of contingent value rights	1,968,377	629,886	(629,886)	-	-	-	-	-	-
Expiration of stock options	-	-	-	(58,370)	-	-	-	58,370	-
Expiration of warrants	-	-	-	-	-	(805,068)	-	805,068	-
Unrealized loss on marketable securities	-	-	-	-	-	-	45,000	-	45,000
Realized loss on marketable securities	-	-	-	-	-	-	(80,002)	-	(80,002)
Net loss	-	-	-	-	-	-	-	(886,136)	(886,136)
Balance, March 31, 2024	153,763,950	108,977,683	-	2,961,013	333,548	115,913	(312,152)	(110,225,466)	1,850,539

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

Northern Superior Resources Inc.
Condensed Interim Consolidated Statements of Cash Flows
Expressed in Canadian dollars
(Unaudited)

		Three months ended March 31,	
	Note	2025	2024
		\$	\$
Cash (used in)/provided by:			
Operating activities			
Net (loss) for the period from continuing operations		(2,489,859)	(732,252)
Items not involving cash:			
Environmental obligation	14	9,219	-
Flow-through shares premium recovery	16	(923,415)	-
Share based payments	8	303,421	158,381
Changes in non cash working capital items:			
Change in prepaids and receivables		(71,366)	(40,878)
Change in accounts payable and accrued liabilities		638,103	88,385
Net cash (used in) operating activities		(2,533,897)	(526,364)
Net cash (used in) discontinued operating activities		-	(153,884)
Investing activities			
Sale of marketable securities	4	-	192,998
Restricted cash		(20,000)	-
Net cash provided by investing activities		(20,000)	192,998
Financing activities			
Options exercised	8	110,500	-
Net cash provided by financing activities		110,500	-
Change in cash and cash equivalents during the period		(2,443,397)	(487,250)
Cash and cash equivalents, beginning of period		10,844,618	2,078,549
Cash and cash equivalents, end of period		8,401,221	1,591,299

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

Northern Superior Resources Inc.

Notes to the Condensed Interim Consolidated Financial Statements

For the three months ended March 31, 2025 and 2024

Expressed in Canadian dollars
(Unaudited)

1. NATURE OF OPERATIONS AND GOING CONCERN

Northern Superior Resources Inc. (“Northern Superior” or the “Company”) is an exploration stage junior mining company engaged in the identification, acquisition, evaluation and exploration of gold properties in Ontario and Québec. The registered office of the Company is 1410-120 Adelaide Street West, Toronto, Ontario, M5H 1T1.

The business of exploring for minerals involves a high degree of risk and there can be no assurance that the current exploration programs will result in profitable operations.

The Company is in the process of exploring its mineral properties and has not yet determined whether these properties contain mineral reserves that are economically recoverable. The recoverability of exploration and evaluation expenditures is dependent upon the establishment of a sufficient quantity of economically recoverable reserves, the ability of the Company to obtain necessary financing to complete the development and upon future profitable production or proceeds from the disposition of these assets.

Although the Company has taken steps to verify title to the properties on which it is conducting its exploration activities, these procedures do not guarantee the Company’s title. Property title may be subject to government licensing requirements or regulations, social licensing requirements, unregistered prior agreements, unregistered claims and non-compliance with regulatory and environmental requirements. The Company’s assets may also be subject to increases in taxes and royalties, renegotiation of contracts, and political uncertainty.

These condensed interim consolidated financial statements have been prepared on the basis that the Company will continue as a going concern, which assumes that the Company will be able to meet its commitments, continue operations and realize its assets and discharge its liabilities in the normal course of operations for a period of at least 12 months from March 31, 2025. At March 31, 2025, the Company had cash and cash equivalents of \$8,401,221 and working capital (current assets less current liabilities) of \$7,767,484 (December 31, 2024: cash and cash equivalents - \$10,844,618 and working capital - \$9,834,369). Cash used in operating activities during the three months ended March 31, 2025 was \$2,533,897 (March 31, 2024: \$526,364). As at March 31, 2025, the Company had a deficit balance of \$113,535,072 and continuing operating losses (December 31, 2024: \$111,504,377).

The Company continues to incur operating losses and has limited financial resources and no source of operating cash flow available to enable it to conduct further exploration and development of its mineral properties. The Company’s ability to continue as a going concern is dependent upon its ability to obtain the financing necessary to fund its mineral properties through the issuance of capital stock, and to realize future profitable production or proceeds from the disposition of its mineral interests.

Management plans to continue to secure the necessary financing through a combination of equity financing and entering into joint venture arrangements. However, there is no assurance that the Company will be successful in these actions. These condensed interim consolidated financial statements do not give effect to adjustments to the carrying values and classification of assets and liabilities that would be necessary should the Company be unable to continue as a going concern. Such adjustments could be material.

Approval of the consolidated financial statements

These condensed interim consolidated financial statements of the Company for the three months ended March 31, 2025 and 2024 were reviewed, approved and authorized for issue by the Board of Directors of the Company on May 29, 2025.

Northern Superior Resources Inc.

Notes to the Condensed Interim Consolidated Financial Statements

For the three months ended March 31, 2025 and 2024

Expressed in Canadian dollars
(Unaudited)

2. BASIS OF PREPARATION

These unaudited condensed interim consolidated financial statements have been prepared in accordance with International Financial Reporting Standards (“IFRS”) as issued by the International Accounting Standards Board (“IASB”) and Interpretations of the International Financial Reporting Interpretations Committee (“IFRIC”) which the Canadian Accounting Standards Board has approved for incorporation into Part 1 of the Handbook of Chartered Professional Accountants of Canada applicable to the preparation of interim financial statements, including International Accounting Standard (“IAS”) 34, Interim Financial Reporting. These condensed interim consolidated financial statements do not include all the information and disclosures required in the annual financial statements and should be read in conjunction with the Company’s annual financial statements as at and for the years ended December 31, 2024 and 2023. In particular, the Company’s significant accounting policies were summarized in Note 3 of the financial statements for the year ended December 31, 2024, and have been consistently applied in the preparation of these condensed interim consolidated financial statements. These unaudited condensed interim consolidated financial statements were prepared on a going concern basis.

3. CONTINGENT VALUE RIGHTS

The former Royal Fox shareholders received contingent consideration in the form of one contingent value right (each, a “CVR”) for each Royal Fox share that provides for the potential payment of additional consideration upon the declaration by way of news release of a maiden mineral resource estimate on the Philibert project (the “Resource Calculation”) within 12 months from the closing of the transaction (the “Contingent Purchase Price”). If the Resource Calculation confirms a mineral resource estimate of 1.2 million ounces or more of gold in the inferred, measured or indicated categories (as such terms are defined in NI 43-101), each CVR will be exchanged for:

- 0.02 of a Northern Superior share, if the Resource Calculation is greater than or equal to 1.2 million ounces of gold and less than 1.6 million ounces of gold;
- 0.04 of a Northern Superior share, if the Resource Calculation is greater than or equal to 1.6 million ounces of gold and less than 2.0 million ounces of gold; or
- 0.06 of a Northern Superior share, if the Resource Calculation is greater than or equal to 2.0 million ounces of gold.

As the Resource Calculation announced on August 8, 2023, was between 1.6 million ounces and 2.0 million ounces of gold, each CVR was to be exchanged for 0.04 of a Northern Superior share. A total of 11,858,592 common shares of the Company were issuable to the former Royal Fox shareholders at a value of \$3,794,755 based on the market price of the shares when they were issued. The value of the CVRs was expensed as an acquisition expense in exploration and evaluation expenditures. A total of 9,890,215 Northern Shares (247,255,720 CVRs) were issued on November 6, 2023, at a value of \$3,164,869. On March 28, 2024, the remaining 1,968,377 Northern Shares (49,209,425 CVRs) were issued at a value of \$629,886.

4. MARKETABLE SECURITIES

At March 31, 2025 and December 31, 2024, the Company held no marketable securities.

On March 9, 2023, the Company entered into agreement with Rockland Resources Ltd (“Rockland”), pursuant to which the Company disposed of its 100% owned Wapistan property in consideration for the receipt of a total of \$400,000 cash and a total of 10,800,000 shares of Rockland. The shares were valued at \$648,000 on the dates of receipt. See Note 6(c).

During the three months ended March 31, 2025, the Company recorded an unrealized gain of \$Nil and \$Nil (three months ended March 31, 2024 – \$45,000 and \$80,002, respectively) related to the change in fair value of the marketable securities, in other comprehensive loss.

Northern Superior Resources Inc.
Notes to the Condensed Interim Consolidated Financial Statements
For the three months ended March 31, 2025 and 2024
Expressed in Canadian dollars
(Unaudited)

5. ACQUISITION OF ONGOLD RESOURCES LTD.

On April 26, 2024, the Company completed the acquisition of ONGold Resources Ltd. (“ONGold”) by exchanging the Spin-out Assets (defined in Note 6) in exchange for 35,686,686 common shares of ONGold.

Assets acquired and liabilities assumed:	
Cash	\$ 2,992,231
Restricted cash	2,155,508
Deferred transaction costs	27,535
AP	(508,615)
Subscriptions receipts liability	(2,155,508)
Non-controlling interest	(694,333)
Recovery of E&E expenditures	<u>1,816,818</u>

6. EXPLORATION AND EVALUATION EXPENDITURES

	Ontario				Quebec					Total
	Monument Bay	Domain	Ti-pa-haa-kaa-ning	October Gold	Croteau Est	Lac Surprise	Wapistan	Chevrier	Philibert	
For the period ended March 31, 2025	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
Assessment and maintenance	12,175	-	12,402	175	1,713	8,064	-	-	-	34,529
Analytical	-	-	-	-	-	-	-	-	159,870	159,870
Geology	163,546	231	17,221	-	1,466	1,466	-	-	5,750	189,680
Drilling	-	-	-	-	-	-	-	-	1,911,470	1,911,470
Project Administration	83,298	-	4,936	569	-	-	-	4,833	-	93,636
Other	5,169	-	-	-	-	-	-	-	570	5,739
Recovery of exploration and evaluation expenditures	-	-	-	-	-	-	-	-	-	-
Total exploration and evaluation expenditures	\$ 264,188	\$ 231	\$ 34,559	\$ 744	\$ 3,179	\$ 9,530	\$ -	\$ 4,833	\$ 2,077,660	\$ 2,394,924

	Ontario			Quebec				Total
	Ti-pa-haa-kaa-ning	October Gold	Croteau Est	Lac Surprise	Wapistan	Chevrier	Philibert	
For the period ended March 31, 2024	\$	\$	\$	\$	\$	\$	\$	
Assessment and maintenance	133,881	2,280	28	(1,724)	-	-	-	134,465
Analytical	-	-	1,535	1,667	-	-	-	3,202
Geology	5,389	489	5,292	13,442	-	-	42,100	66,712
Project Administration	11,845	-	-	-	-	180	2,459	14,484
Exploration and evaluation before discontinued operations	151,115	2,769	6,855	13,385	-	180	44,559	218,863
Discontinued operations	(151,115)	(2,769)	-	-	-	-	-	(153,884)
Total exploration and evaluation expenditures	\$ -	\$ -	\$ 6,855	\$ 13,385	\$ -	\$ 180	\$ 44,559	\$ 64,979

QUEBEC

a) Croteau Est property

The Croteau Est property comprises claims blocks governed by two separate agreements. As the claims blocks under the agreements are contiguous, they have been aggregated, for geological and exploration reporting purposes, into the Croteau Est property.

Pursuant to agreement #1: The Company holds a 100% interest in this claim block, subject to a 1.0% Net Smelter Return (“NSR”) on any commercial production, of which Company has the right to buy back 0.5% for \$1.5 million.

Pursuant to agreement #2: The Company owns a 100% interest in this claim block, subject to a 1% NSR royalty on a majority of the claims. The 1% NSR royalty covers all except 7 claims (comprising approximately 287 hectares) which were already subject to a prior 2% NSR royalty in favor of the prospector who originally staked the claims. The Company has the right to repurchase one half of the 1% NSR royalty (reducing it to a 0.5% NSR royalty) at any time for \$1.0 million. Similarly, the Company has the right to repurchase half of the 2% NSR royalty (reducing it to a 1% NSR royalty) at any time, for \$1.0 million. In either case, should the Company exercise its buy-back right, it will then have a right of first refusal with respect to the remaining NSR royalty.

Northern Superior Resources Inc.
Notes to the Condensed Interim Consolidated Financial Statements
For the three months ended March 31, 2025 and 2024

Expressed in Canadian dollars
(Unaudited)

b) Lac Surprise property

The Lac Surprise property is comprised of two claims blocks. As the claims blocks are contiguous, they have been aggregated, for geological and exploration reporting purposes, into the Lac Surprise property.

Pursuant to staking: The Company owns a 100% interest in the staked claims block.

Pursuant to agreement: On September 14, 2021, the Company entered into an agreement (the "Agreement") with Kintavar Exploration Inc. ("Kintavar") to acquire 100% of the Gaspard Nord mineral property, in consideration for 85,000 common shares of the Company, the granting of a 2% NSR on the property, 1% of which can be bought back for \$1,000,000, and a right of first refusal on any proposed transfer of the NSR royalty to a third party. Pursuant to the terms of the Agreement, the Company issued 85,000 common shares of the Company to Kintavar, valued at \$60,350, prior to December 31, 2021.

c) Wapistan property

On March 29, 2023, the Company entered into an option agreement with Rockland, pursuant to which Rockland acquired a 100% interest in the Company's 100% owned Wapistan property, in consideration for making the following payments to the Company:

Date	Shares of Rockland (#)	Cash (\$)
On or before 5 days of CSE approval ("Approval Date")	5,400,000 ⁽¹⁾	200,000 ⁽²⁾
On or before 12 months from the Approval Date	5,400,000 ⁽³⁾	200,000 ⁽³⁾
Total	10,800,000	400,000

⁽¹⁾ Received April 20, 2023

⁽²⁾ Received April 19, 2023

⁽³⁾ Received June 2, 2023

The transaction closed June 2, 2023, with the final payments of cash and shares. Additionally, the Company has a 2% NSR on production from the property, 1% of which may be repurchased by Rockland for \$1,000,000. See Note 4.

d) Chevrier Gold project

Through its wholly owned subsidiary Genesis, the Company owns a 100% interest in the Chevrier Gold Project, comprised of:

- various contiguous mining claims, some of which are subject to royalties ranging from 7.5% - 10% on net profits of production and 0.5%-1% NSR
- certain mineral claims subject to a 1% NSR, of which the Company can purchase 0.5% for \$750,000
- certain mineral claims comprising the Hygrade Property, subject to a 2% NSR, of which the Company can purchase 1% for \$1,500,000.
- certain mineral claims comprising the Trenholme Property, subject to a 2% NSR, of which the Company can purchase 1% for \$1,000,000.

On September 1, 2023, the Company disposed of 3 of the mining claims included in the property, pursuant to which the Company received \$20,000 cash.

e) Philibert property

Through its wholly owned subsidiary Royal Fox, the Company is party to an option agreement (the "Philibert Option Agreement") between its subsidiary Mines Royales and Soquem Inc. ("Soquem"), pursuant to which Mines Royales can earn up a 100% interest in the Philibert property pursuant to the following terms:

Northern Superior Resources Inc.
Notes to the Condensed Interim Consolidated Financial Statements
For the three months ended March 31, 2025 and 2024

Expressed in Canadian dollars
(Unaudited)

Option 1: an initial 50% pursuant to Mines Royales incurring the following exploration expenditures:

On or before	Annual amount required (\$)	Cumulative amount required (\$)
March 21, 2020	300,000 (incurred)	300,000
March 21, 2021	400,000 (incurred)	700,000
March 21, 2022	700,000 (incurred)	1,400,000
March 21, 2023	900,000 (incurred)	2,300,000
March 21, 2024	1,200,000 (incurred)	3,500,000

Mines Royales has the right to accelerate the timing of the spending of eligible expenditures over the 5-year period, such that it can earn its initial 50% interest in the property immediately upon the spending of \$3.5 million of eligible expenditures and notifying Soquem within 30 days of the completion of the expenditures requirements under option 1. In the event Mines Royales does not meet the cumulative expenditure requirements by the respective anniversary dates to be able to exercise its option 1 by the required date, it forfeits its right to earn any interest in the property. Upon exercise of option 1 by the Company, Mines Royales and Soquem will form a joint venture, with each entity holding a 50% interest in the property. Prior to March 31, 2023, Mines Royales earned the initial 50% interest in the Philibert property.

Option 2: Upon exercise of option 1, the Company has 30 days to inform Soquem whether it wishes to enter into Option 2, whereby Mines Royales can earn an additional 25% interest in the property (for a cumulative total of 75%) by spending a further \$2.0 million on eligible expenditures within two years from the date of exercise of option 1.

Mines Royales has the right to accelerate the timing of the spending of eligible expenditures over the further 2-year period, such that it can earn the additional 25% interest in the property immediately upon the spending of the additional \$2.0 million of eligible expenditures and notifying Soquem within 30 days of the completion of the expenditures requirements under option 2. In the event Mines Royales does not meet the additional expenditure requirements by the respective 2-year anniversary date to be able to exercise its option 2 by the required date, it forfeits its right to earn any further interest in the property and maintains its previously earned 50% interest.

On April 13, 2023, Soquem confirmed that the Company had exercised Option 2 of the Philibert Option Agreement, such that it has earned a 75% ownership interest in the Philibert property.

Option 3: Upon the exercise of option 2, the Company has until March 21, 2026, to inform Soquem whether it wishes to enter into Option 3, pursuant to which Mines Royales can earn an additional 25% interest in the property (for a cumulative total of 100%) through the immediate payment to Soquem of \$3.5 million on or before March 21, 2026. In the event Mines Royales does not exercise its option 3 by the required date, it forfeits its right to earn any further interest in the property and maintains its previously earned 75% interest.

Soquem has a 2% NSR, of which 1% can be purchased for \$1,000,000, and the vendor of the property has a 2% NSR, of which 1% can be purchased for \$2,000,000.

ONTARIO

f) Ti-pa-haa-kaa-ning (“TPK”) property

The Company owns a majority interest in the TPK property through its ownership in ONGold. Although claims associated with the Annex area of the property are free of any Net Smelter Royalties (“NSR”), some claims associated with the New Growth and Big Dam areas of the property are subject to a 2% NSR, of which the Company has the right to purchase back 0.5% for \$1.0 million. Additionally, certain claims within the Big Dam area are subject to a 2% NSR on diamonds only in favour of Vale S.A.

g) Metson Lake, Rapson Bay and Thorne Lake properties (collectively, the “Metson, Rapson and Thorne Lake Properties”)

The Company owns a majority interest in the Metson, Rapson and Thorne Lake Properties through its ownership in ONGold.

Northern Superior Resources Inc.
Notes to the Condensed Interim Consolidated Financial Statements
For the three months ended March 31, 2025 and 2024

Expressed in Canadian dollars
(Unaudited)

h) October Gold property

Northern Superior has a majority interest in the October Gold property through its ownership of ONGold. The October Gold property is subject to a 3% NSR of which the Company can purchase 2% on payment of \$500,000 for each 1% NSR. In September 2021, a Memorandum of Understanding (“MOU”) with two First Nations regarding exploration activities on its October Gold project. The MOU sets out a framework to facilitate exploration activities at the October Gold project. In addition, there is a requirement to pay a fee of 2% of eligible expenditures on the project to the First Nations (1% each) annually.

On November 6, 2023, the Company announced that it has granted Evolution Mining Limited an option to acquire a 75% undivided interest in October Gold by incurring an aggregate of \$7 million in expenditures and making cash payments totaling \$1.1 million (the “Option”) over a period of 5 years. The annual schedule of expenditures and cash payments is as follows:

(a) incurring an aggregate of C\$7,000,000 in expenditures on the October Gold Project as per the following schedule: (i) an amount of at least C\$1,500,000 on or before the second anniversary of the Earn-In Agreement; (ii) an additional amount of at least C\$1,000,000 on or before the third anniversary of the Earn-In Agreement; (iii) an additional amount of at least C\$2,000,000 on or before the fourth anniversary of the Earn-In Agreement; and (iv) an additional amount of at least \$2,500,000 on or before the fifth anniversary of the Earn-In Agreement;

(b) paying to the Properties an aggregate cash payment of C\$1,100,000 as per the following schedule: (i) an amount of C\$350,000 within 20 Business Days following the execution of the Earn-In agreement; (ii) an amount of C\$300,000 within 60 Business Days following the third anniversary of the Earn-In Agreement; and (iii) an amount of C\$450,000 within 60 Business Days following the fifth anniversary of the Earn-In Agreement. The initial payment of \$350,000 was received by Northern.

i) Monument Bay and Domain projects

Northern Superior has a majority interest in the Monument Bay (“MB”) and Domain projects through its ownership of ONGold. On December 23, 2024, the Company acquired a 100% interest of both MB and Domain projects in Manitoba, Canada for initial aggregate consideration consisting of \$250,000 in cash and 8.7 million ONGold common shares. A success fee was paid to a company that was controlled by a director of Northern for cash of \$125,000 and 257,732 common shares of the Company.

The Company has total contingent consideration payable of \$22,000,000 to the vendor based on the following milestones:

Contingent Consideration	Amount (\$)	Payment Type
Mineral resource estimate greater than 4Moz Gold (MB)	5,000,000	Cash or shares
Completion of positive feasibility study (MB)	5,000,000	Up to 50% in Common Shares
Commercial production (Domain)	500,000	Up to 50% in Common Shares
Commercial production (MB)	4,500,000	Up to 50% in Common Shares
3 rd anniversary of the commencement of Commercial production (MB)	2,000,000	Up to 50% in Common Shares
1Moz of cumulative gold production (MB)	5,000,000	Up to 50% in Common Shares

The Company has annual commitments up to \$250,000 per annum in addition to 3% of exploration expenditures incurred at Monument Bay for various activities to enrich the local community.

Monument Bay has a 2.0% NSR royalty until the production of one million troy ounces of gold equivalent to 3.0% thereafter.

Northern Superior Resources Inc.

Notes to the Condensed Interim Consolidated Financial Statements

For the three months ended March 31, 2025 and 2024

Expressed in Canadian dollars
(Unaudited)

Spinout of projects located in Ontario

On July 10, 2023, the Company and ONGold entered into a binding letter agreement (“Letter Agreement”) outlining the proposed terms and conditions pursuant to which the Company will sell all of its exploration properties located in the Province of Ontario, being the TPK Project, the October Gold Property as well as the Metson, Rapson and Thorne Lake Properties (collectively, the “Spin-Out Assets”) to ONGold in consideration for common shares of ONGold (the “Spin-out Transaction”).

The Spin-out Transaction was carried out as a purchase and sale of the Spin-Out Assets to ONGold, in consideration for ONGold issuing 35,686,686 common shares of ONGold, with a deemed value of approximately \$18.2 million based on the concurrent financing Subscription Receipt offering price of \$0.51 per share, to the Company.

As a condition to the Spin-out Transaction, ONGold completed a non-brokered private placement of subscription receipts (each a “Subscription Receipt”) at a price of \$0.51 per Subscription Receipt for gross proceeds of \$3,000,000 (the “Subscription Receipt Private Placement”) (completed September 5, 2023). Each Subscription Receipt issued was convertible, for no additional consideration, into one common share of ONGold. The gross proceeds (the “Escrowed Proceeds”) from the sale of the Subscription Receipts were released to ONGold on March 26, 2024. The Subscription Receipts were converted to common shares of ONGold in April 2024.

All conditions were satisfied by ONGold and 35,686,686 shares of ONGold were issued to the Company on April 23, 2024. On the date of acquisition the shares held by the Company represented 72.35% of the issued and outstanding shares of ONGold. On March 31, 2025, the Company held 56.39% of the issued and outstanding common shares of ONGold and the Company continues to consolidate ONGold.

7. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

	March 31, 2025	December 31, 2024
	\$	\$
Trade payables	1,389,927	511,996
Amounts due to related parties	201,381	124,565
Accrued liabilities - general	165,394	501,873
Accounts payable and accrued liabilities	1,756,702	1,138,434

The fair value of accounts payable and accrued liabilities approximates their carrying amount. Trade payables relate mainly to the acquisition of materials, supplies and services. These payables do not accrue interest.

8. SHARE CAPITAL

a) Authorized

At March 31, 2025, the authorized capital stock of the Company is comprised of an unlimited number of common shares without par value.

Northern Superior Resources Inc.
Notes to the Condensed Interim Consolidated Financial Statements
For the three months ended March 31, 2025 and 2024

Expressed in Canadian dollars
(Unaudited)

b) Common shares

Shares issued and outstanding as at March 31, 2025 and December 31, 2024 are as follows:

	Number of shares outstanding	Amount
Balance, December 31, 2023	151,795,573	\$ 108,347,797
Conversion of contingent value rights (i)	1,968,377	629,886
Shares issued for cash (ii)	10,505,200	5,777,860
Share issue costs (vii)	-	(887,957)
Exercise of stock options (iii)	360,000	218,809
Issuance for RSUs (iv)	561,721	224,688
Balance, December 31, 2024	165,190,871	\$ 114,311,083
Exercise of stock options (v)	325,000	218,988
Issuance for DSUs (vi)	88,235	45,000
Issuance for RSUs (vii)	98,788	39,516
Balance, March 31, 2025	165,702,894	\$ 114,614,587

Year ended December 31, 2024

- i. On March 28, 2024, the remaining 1,968,377 Northern Shares (49,209,425 CVRs) were issued at a value of \$629,886. See Note 3.
- ii. On May 28, 2024, the Company completed a private placement offering of: 5,050,600 common shares of the Company that qualify as “flow-through shares” (within the meaning of subsection 66(15) of the Income Tax Act and section 359.1 of the Québec Tax Act (the “FT Shares”) at a price of \$0.99 per FT Share, for gross proceeds of \$5,000,094; and (ii) 5,454,600 common shares of the Company (the “HD Shares”) at a price of \$0.55 per HD Share, for gross proceeds of \$3,000,030, for aggregate gross proceeds to the Company of \$8,000,124. Share issue costs of \$887,957 and a flow-through premium liability of \$2,222,264 were recorded. Certain officers and directors acquired 1,820,000 common shares for gross proceeds of \$1,001,000 to the Company.
- iii. In connection with the exercise of stock options during the year ended December 31, 2024, the Company issued a total of 360,000 common shares for total gross proceeds of \$110,400.
- iv. During the year ended December 31, 2024, 561,721 common shares were issued for RSUs that vested.

Three months ended March 31, 2025

- v. The Company issued 325,000 common shares upon the exercise of 325,000 options for total gross proceeds of \$110,500.
- vi. The Company issued 88,235 common shares upon the settlement of 88,235 DSUs with a former director.
- vii. The Company issued 98,788 common shares upon the issuance of 98,788 vested RSUs.

c) Stock Options

The Company has a stock option plan (the “SO Plan”) administered by the Board of Directors, which has the discretion to grant options for up to a maximum of 10% of the issued and outstanding share capital amount at the time of grant. The terms of all options cannot exceed ten years and the minimum exercise price cannot be less than the closing price of the Company’s common shares on the TSX Venture Exchange (“TSX-V”) on the last trading day preceding the grant of the option. All outstanding options of the Company were issued with an expiry date of 5 years from the date of issue. Except as may be prescribed by the Exchange, the Board of Directors determines the vesting terms of the options. Share-based payments reserve is included in shareholders’ equity and consists of the estimated fair value of stock options.

Northern Superior Resources Inc.
Notes to the Condensed Interim Consolidated Financial Statements
For the three months ended March 31, 2025 and 2024

Expressed in Canadian dollars
(Unaudited)

A summary of the changes in the Company's stock options are as follows:

	Number of options	Weighted average exercise price	Value of options vested
Balance, December 31, 2023	9,915,000	\$ 0.512	\$ 2,861,002
Options vested	-	-	575,948
Expired, March 2024	(270,000)	0.220	(58,370)
Expired, December 2024	(85,000)	0.578	(40,203)
Exercised, June 2024	(325,000)	0.303	(96,726)
Exercised, December 2024	(35,000)	0.340	(11,683)
Grant, June 2024	2,250,000	0.650	1,054,656
Grant, July 2024	300,000	0.650	107,242
Balance, December 31, 2024	11,750,000	\$ 0.554	\$ 4,391,866
Options vested	-	-	60,238
Exercised, February 2025	(325,000)	0.340	(108,488)
Balance, March 31, 2025	11,425,000	\$ 0.561	\$ 4,343,616

For the three months ended March 31, 2025, the Company recorded \$60,239, respectively in share-based compensation for stock options (March 31, 2024 - \$158,381).

On June 11, 2024, the Company granted a total of 2,250,000 stock options to directors, officers, and consultants of the Company pursuant to its stock option plan. The options vested immediately on grant and may be exercised at a price of \$0.65 per option until June 11, 2029. The fair value of the stock options issued was estimated at \$1,054,656 using the Black-Scholes pricing model. Directors and officers were granted 1,860,000 options with a fair value of \$871,849.

On July 11, 2024, the Company granted a total of 300,000 stock options to officers and employees of the Company pursuant to its stock option plan. The options vested immediately on grant and may be exercised at a price of \$0.65 per option until July 11, 2029. The fair value of the stock options issued was estimated at \$107,242 using the Black-Scholes pricing model. Officers were granted 200,000 options with a fair value of \$71,495.

During the three months ended March 31, 2025, 325,000 stock options were exercised for proceeds of \$110,500.

During the year ended December 31, 2024, 360,000 stock options were exercised for proceeds of \$110,400.

During the three months ended March 31, 2025, no stock options expired unexercised (year ended December 31, 2024 – 355,000).

Northern Superior Resources Inc.
Notes to the Condensed Interim Consolidated Financial Statements
For the three months ended March 31, 2025 and 2024

Expressed in Canadian dollars
(Unaudited)

The following table summarizes stock options that were issued and outstanding as at March 31, 2025 and the Black-Scholes valuation of the options granted:

Number of options outstanding	Number of options exercisable	Grant date	Expiry date	Exercise price	Share price	Fair value of options vested	Volatility	Risk-free interest rate	Expected life	Expected dividend yield
#	#			\$	\$	\$			Years	
665,000	665,000	16-Jun-20	16-Jun-25	0.34	0.34	221,984	210%	1.75%	5.00	0%
400,000	400,000	9-Dec-21	22-Apr-26	0.69	0.71	236,892	132%	1.31%	4.37	0%
100,000	100,000	9-Dec-21	28-Jun-26	0.69	0.71	60,149	133%	1.32%	4.55	0%
1,320,000	1,320,000	9-Dec-21	9-Dec-26	0.69	0.71	814,483	133%	1.33%	5.00	0%
1,020,000	1,020,000	22-Nov-23	10-Jun-26	0.55	0.31	65,545	52%	4.32%	2.55	0%
240,000	240,000	22-Nov-23	19-Jul-26	0.55	0.31	16,190	52%	4.32%	2.66	0%
5,130,000	3,380,000	7-Mar-23	7-Mar-28	0.50	0.45	1,766,475	120%	3.41%	5.00	0%
2,250,000	2,250,000	11-Jun-24	11-Jun-29	0.65	0.65	1,054,656	118%	3.49%	5.00	0%
300,000	300,000	15-Jul-24	15-Jul-29	0.65	0.65	107,242	118%	3.49%	5.00	0%
11,425,000	9,675,000			0.56		4,343,616			4.71	

The weighted-average remaining contractual life of the options at March 31, 2025 is 2.65 years (December 31, 2024 – 2.83 years).

d) Restricted Share Units (“RSU”)

The Company has a restricted share unit plan (“RSU Plan”) administered by the Board of Directors and which permits the Company to grant awards of RSUs. Pursuant to the terms of the RSU Plan, the RSUs will be redeemed, upon vesting, within 30 days of the applicable redemption date at the option of the Company, for:

- (i) the number of common shares equal to the numbers of RSUs vested on the redemption date;
- (ii) a cash amount equal to the number of common shares multiplied by the fair market value of the common shares on the redemption date; or
- (iii) a combination of (i) and (ii) as determined by the Company.

The redemption date in respect of any RSU is the date provided for in the agreement granting the RSUs or if no date is set, the third anniversary of the grant date, unless otherwise provided for in the RSU Plan. The Company has the discretion to stipulate the length of time for vesting and to determine various performance objectives based on certain business criteria as a pre-condition to an RSU vesting. The Company’s intention is to always settle its RSUs with issuance of common shares of the Company.

At March 31, 2025, the Company had RSUs outstanding as follows:

Issue date	Vesting date	Number of RSUs	Fair value of RSUs Vested
April 22, 2021	April 22, 2023	24,450	29,829
November 4, 2022	November 4, 2023	98,788	39,515
June 11, 2024	June 11, 2025	50,000	26,089
		173,238	95,433

On June 11, 2024, the Company granted 50,000 RSUs to an officer and employee pursuant to its RSU Plan. The RSUs vest one year from the date of grant. The fair value of the RSUs issued was \$32,500. Officers were granted 40,000 RSUs with a fair value of \$26,000

Northern Superior Resources Inc.
Notes to the Condensed Interim Consolidated Financial Statements
For the three months ended March 31, 2025 and 2024

Expressed in Canadian dollars
(Unaudited)

A summary of the changes in the Company's RSUs follows:

	Number of RSUs	Weighted average grant price	Fair value of RSUs Vested
Balance, December 31, 2023	783,747	\$ 0.43	\$ 333,548
Issued	(561,721)	\$ 0.40	\$ (224,688)
Grant, June 2024	50,000	\$ 0.65	\$ 18,075
Balance, December 31, 2024	272,026	\$ 0.53	\$ 126,935
Vested	-	\$ -	\$ 8,014
Issued	(98,788)	\$ 0.40	\$ (39,516)
Balance, March 31, 2025	173,238	\$ 0.55	\$ 95,433

For the three months ended March 31, 2025, the Company recorded share-based compensation of \$8,014 for RSUs (March 31, 2024 - \$nil).

For the three months ended March 31, 2025, the Company issued 98,788 RSUs for common share of the Company.

For the year ended December 31, 2024, the Company issued 561,721 RSUs for common shares of the Company.

e) Deferred Share Units ("DSUs")

The Company has a deferred share unit plan ("DSU Plan") administered by the Board of Directors and which permits the Company to grant awards of DSUs. Pursuant to the terms of the DSU Plan, the DSUs will be settled, upon vesting, within 90 days of the applicable redemption date at the option of the Company, for:

- (i) the number of common shares equal to the numbers of DSUs vested on the redemption date;
- (ii) a cash amount equal to the number of common shares multiplied by the fair market value of the common shares on the redemption date; or
- (iii) a combination of (i) and (ii) as determined by the Company.

The redemption date in respect of any DSU is the date the participant departs from the Company. The Company has the discretion to determine various performance objectives based on certain business criteria as a pre-condition to a DSU vesting. The Company's intention is to always settle its DSUs with issuance of common shares of the Company.

A summary of the changes in the Company's DSUs follows:

	Number of DSUs	Weighted average grant price	Fair value of DSUs Granted
Balance, December 31, 2023	-	\$ -	\$ -
Granted, November 2024	424,945	\$ 0.51	\$ 216,722
Balance, December 31, 2024	424,945	\$ 0.51	\$ 216,722
Issued, January 2025	(88,235)	\$ 0.51	\$ (45,000)
Balance, March 31, 2025	336,710	\$ 0.51	\$ 171,722

On November 28, 2024, the Company granted 424,946 DSUs to directors pursuant to its DSU Plan. The fair value of DSUs issued was \$216,722. The DSUs were issued to settle outstanding directors' fees.

Northern Superior Resources Inc.
Notes to the Condensed Interim Consolidated Financial Statements
For the three months ended March 31, 2025 and 2024

Expressed in Canadian dollars
(Unaudited)

During the three months ended March 31, 2025, the Company issued 88,235 DSUs for common shares of the Company.

f) Warrants

A summary of the changes in the Company's warrants follows:

	Number of warrants	Weighted average exercise price	Fair value of warrants granted
Balance, December 31, 2023	8,594,760	\$ 0.534	\$ 920,981
Expired, 2024	(8,594,760)	(0.534)	(920,981)
Balance, December 31, 2024	-	\$ -	\$ -
Balance, March 31, 2025	-	\$ -	\$ -

During the three months ended March 31, 2025, no warrants expired unexercised (year ended December 31, 2024, 8,594,760).

9. FLOW-THROUGH SHARE PREMIUM

The issuance of flow-through common shares requires the Company to incur an amount equivalent to the proceeds of the issued flow-through common shares on Canadian qualifying exploration expenditures. The Company may be required to indemnify the holders of such shares for any tax and other costs payable by them in the event the Company has not incurred the required exploration expenditures. As expenditures are incurred, the flow-through share premium liability is reversed (see Note 16). At March 31, 2025, the flow-through share premium liability was \$510,255 (December 31, 2024 - \$1,433,669).

10. NON-CONTROLLING INTERESTS

As at March 31, 2025, Northern held 100% ownership of the subsidiaries with the exception of ONGold, where it retained 56.39% of ONGold's outstanding common shares (December 31, 2024 – 56.39%).

For financial reporting purposes, the assets, liabilities, results of operations and cash flows of the Company's wholly owned subsidiaries and non-wholly owned subsidiary, ONGold, are included in the loss and comprehensive loss attributable to non-controlling interests in the consolidated statements of loss and comprehensive loss.

As at March 31, 2025, the non-controlling interests in ONGold was \$2,056,805 (December 31, 2024 - \$2,280,967).

On December 23, 2024, ONGold issued 8,957,732 common shares in exchange for the MB and Domain properties. Concurrently with the acquisition of MB and Domain, ONGold completed a flow through private placement of 5,000,532 shares for net proceeds of \$2,927,862. Together these transactions increased the non-controlling interest from 27.65% to 43.61%.

During the three months ended March 31, 2025, there were no dividends paid to the non-controlling interest by the Company.

For the three months ended March 31, 2025, ONGold's financial information included in the condensed interim consolidated statements of financial position and statement of loss and comprehensive loss was: assets - \$5,381,376; liabilities - \$699,679; and net loss of \$783,847.

Northern Superior Resources Inc.

Notes to the Condensed Interim Consolidated Financial Statements

For the three months ended March 31, 2025 and 2024

Expressed in Canadian dollars
(Unaudited)

11. RELATED PARTY TRANSACTIONS

The Company has arrangements pursuant to which parties related to the Company by way of directorship or officership provide certain services, either directly or through companies owned or controlled by the officers and directors. Transactions were in the normal course of operations and all the costs are recorded at the terms agreed upon between the parties. The Company's key management and related party expenses for the three months ended March 31, 2025 and 2024 are as follows:

	Three months ended March 31,	
	2025	2024
Management - fees and salaries	\$ 202,502	\$ 215,750
Management - share based compensation	66,649	158,380
Directors - fees	27,500	25,000
Total	\$ 296,652	\$ 399,130

As at March 31, 2025, an amount of \$30,833, included in accounts payable and accrued liabilities, was owed to directors and officers of the Company (December 31, 2024 - \$33,465). The amounts outstanding on fees are unsecured, non-interest bearing, with no fixed terms or repayment.

As at March 31, 2025, the Company has a geological services agreement with a company controlled by a director that was entered into prior to the acquisition of Royal Fox. The minimum remaining commitment is for two years with a balance owing of \$400,000. As at March 31, 2025, an amount of \$170,547, was included in accounts payable and accrued liabilities (December 31, 2024 - \$121,565). The amounts outstanding on fees are unsecured, non-interest bearing, with no fixed terms or repayment.

On April 26, 2024, key management and directors acquired 257,732 shares of ONGold at a price of \$0.51 by way of subscription receipt financing.

On April 26, 2024, a director of the Company acquired 549,000 shares of ONGold at a price of \$0.05 per share, with a fair value of \$0.51 per share, by way of management share grant.

The settlement of the CVRs (Note 3) required the Company to issue 1,968,377 common shares of the Company to certain directors and officers.

Certain directors and officers acquired 1,820,000 common shares from the May 28, 2024, private placement for gross proceeds of \$1,001,000 to the Company.

See Note 6.

12. FINANCIAL INSTRUMENTS AND CAPITAL MANAGEMENT

Management of Capital risk

The Company manages its capital structure and makes adjustments to it to effectively support the acquisition, exploration and development of mineral properties. In the definition of capital, the Company includes, as disclosed in its statement of financial position: share capital, deficit, equity reserves.

The properties in which the Company currently has an interest are in the exploration stage; as such the Company is dependent on external financing to fund its activities. In order to carry out the planned exploration and pay for general administrative costs, the Company will be using its existing working capital and will need to raise additional amounts. The Company will continue to assess new properties and seek to acquire an interest in additional properties if it feels there is sufficient geologic or economic potential and if it has adequate financial resources to do so.

Northern Superior Resources Inc.

Notes to the Condensed Interim Consolidated Financial Statements

For the three months ended March 31, 2025 and 2024

Expressed in Canadian dollars
(Unaudited)

Management reviews its capital management approach on an ongoing basis and believes that this approach, given the relative size of the Company, is reasonable. There were no changes in the Company's approach to capital management during the three months ended March 31, 2025 and the year ended December 31, 2024.

The Company and its subsidiaries are not subject to any capital requirements imposed by a lending institution or regulatory body.

The Company and its subsidiaries are not subject to any capital requirements imposed by a lending institution or regulatory body, other than the TSX Venture Exchange ("TSXV") which requires adequate working capital or financial resources of the greater of (i) \$50,000 and (ii) an amount required to maintain operations and cover general and administrative expenses for a period of 6 months.

As at March 31, 2025, the Company believes it is compliant with the policies of the TSXV.

Financial Instruments and Risk Management

As at March 31, 2025, the Company's financial instruments consist of cash and cash equivalents, marketable securities, receivables, accounts payable and accrued liabilities and consideration payable. IFRS requires disclosures about the inputs to fair value measurements for financial assets and liabilities recorded at fair value, including their classification within a hierarchy that prioritizes the inputs to fair value measurement.

Fair value estimation

The Company's financial assets and liabilities are initially measured and recognized according to a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets and liabilities and the lowest priority to unobservable inputs.

The three levels of fair value hierarchy are as follows:

- Level 1: Quoted prices in active markets for identical assets or liabilities that the Company has the ability to access at the measurement date.
- Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).
- Level 3: Inputs for the asset or liability that are not based on observable market data.

The Company's financial instruments recorded at fair value consist of marketable securities are measured based on Level 1 inputs. There were no transfers between the three levels.

As at March 31, 2025, the Company believes that the carrying values of cash and cash equivalents, receivables and accounts payable and accrued liabilities, and consideration payable approximate their fair values due to the short-term maturity of these financial instruments.

i. Credit Risk

Credit risk is the risk of an unexpected loss if a party to a financial instrument fails to meet its contractual obligations. The Company's credit risk is primarily attributable to cash and cash equivalents and receivables. The Company has no significant concentration of credit risk arising from operations. The Company's surplus cash at March 31, 2025, is invested in liquid accounts in A rated Canadian Chartered Banks and Guaranteed Investment Certificates ("GICs"). The Company is not exposed to significant credit risk and overall the Company's credit risk has not changed significantly from the prior year.

Northern Superior Resources Inc.

Notes to the Condensed Interim Consolidated Financial Statements

For the three months ended March 31, 2025 and 2024

Expressed in Canadian dollars

(Unaudited)

ii. Liquidity Risk

Liquidity risk is the risk that the Company will not be able to meet its financial obligations as they fall due. The Company's approach to managing liquidity risk is to ensure that it will have sufficient liquidity to meet liabilities when due. As at March 31, 2025, the Company had cash and cash equivalents of \$8,401,221 (December 31, 2024: \$10,844,618) available to settle trade payables and accrued liabilities totaling \$1,756,702 (December 31, 2023: \$1,138,434).

iii. 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. The Company is exposed to short-term interest rates through the interest earned on cash balances. A 1% change in short term rates would change the interest income and net loss of the Company, assuming that all other variables remained constant, by approximately \$72,900 at March 31, 2025 (December 31, 2024 – \$69,900).

Unless otherwise noted, it is management's opinion that the Company is not exposed to significant currency or commodity risk arising from financial instruments.

13. SEGMENTED INFORMATION

The Company conducts its business as a single operating segment being the mineral exploration business in Canada. All exploration properties and equipment are situated in Canada.

14. ENVIRONMENTAL OBLIGATION

	March 31, 2025	December 31, 2024
Balance, beginning of year	553,301	200,194
Additions	-	376,898
Accretion	9,219	(23,791)
Balance, end of period	562,520	553,301

The Company recognized a provision for future estimated reclamation costs related to an existing camp site on the TPK property. As at March 31, 2025, the estimated future liability of approximately \$200,000 (December 31, 2024 – \$200,000) was adjusted for inflation at an average rate of 1.80% (2024 – 3.11%), discounted at a rate of 2.97% (2024 – 3.10%), and recorded as \$180,453 (December 31, 2024 - \$176,403).

The Company recognized a provision for future estimated reclamation cost related to an existing liability upon the acquisition of Monument Bay. As at March 31, 2025, the estimated future liability of approximately \$423,544 (December 31, 2024 - \$423,544) was adjusted for inflation at an average rate of 1.80% (2024 – 1.80%), discount rate of 2.61% (2024 – 3.23%), and recorded as \$382,067 (2024 – \$376,898).

15. PREPAIDS AND RECEIVABLES

The following table shows the breakdown of prepaids and receivables:

	March 31, 2025	December 31, 2024
	\$	\$
Input tax credit recoverable	980,352	916,621
Interest receivable	132,562	118,202
Quebec mining taxes recoverable	411,048	419,379
Prepaid expenditures	109,258	107,652
	1,633,220	1,561,854

Northern Superior Resources Inc.
Notes to the Condensed Interim Consolidated Financial Statements
For the three months ended March 31, 2025 and 2024

Expressed in Canadian dollars
(Unaudited)

16. COMMITMENTS AND CONTINGENCIES

Flow Through Shares

As part of the May 2024 financing, the Company committed to incur by December 31, 2025, \$5,000,094 in Canadian exploration expenditures (“CEE”) pursuant to bought deal private placements for which flow-through proceeds have been received. Through March 31, 2025, the Company expended \$3,852,021 (December 31, 2024 - \$1,774,340) in expenditures that management has assessed as meeting the requirements for flow-through renunciation and as a result is estimated that it is committed to spend a further \$1,148,073 before December 31, 2025. The laws and regulations related to flow through shares are subject to interpretation by various parties, including management, law makers and tax authorities (Canada Revenue Agency (“CRA”)). Such interpretations may be subjective.

As part of the December 2024 ONGold financing, the Company committed to incur by December 31, 2025, \$3,250,996 in CEE pursuant to bought deal private placements for which flow-through proceeds have been received. Through March 31, 2025, the Company expended \$290,503 (December 31, 2024 - \$2,188) in expenditures that management has assessed as meeting the requirements for flow-through renunciation and as a result is estimated that it is committed to spend a further \$2,960,493 before December 31, 2025. The laws and regulations related to flow through shares are subject to interpretation by various parties, including management, law makers and tax authorities (CRA). Such interpretations may be subjective.

The change in the flow-through share CEE commitment and the change in deferred flow-through premium is summarized below:

Flow-Through Share Canadian Exploration Expenditure Commitment	March 31, 2025	December 31, 2024
CEE Commitment - beginning	\$ 6,474,562	\$ -
CEE Commitment - additions	-	8,251,090
	6,474,562	8,251,090
CEE spending in period	(2,365,996)	(1,776,528)
CEE commitment - ending	\$ 4,108,566	\$ 6,474,562

Deferred Flow-through Premium	March 31, 2025	December 31, 2024
Deferred FT premium - beginning	\$ 1,433,669	\$ -
Deferred FT premium - additions	-	2,222,264
	1,433,669	2,222,264
Change in FT premium in period	(923,414)	(788,595)
Deferred FT premium - ending	\$ 510,255	\$ 1,433,669

The Company has indemnified the subscribers of current and previous flow-through share offerings against any tax related amounts that may become payable by the subscribers if the Company does not meet this expenditure commitment.

Environmental

The Company’s exploration activities are subject to various laws and regulations governing the protection of the environment. These laws and regulations are continually changing and generally becoming more restrictive. The Company believes its operations are materially in compliance with all applicable laws and regulations. The Company expects to make expenditures to comply with such laws and regulations.

Northern Superior Resources Inc.
Notes to the Condensed Interim Consolidated Financial Statements
For the three months ended March 31, 2025 and 2024

Expressed in Canadian dollars
(Unaudited)

General

The Company may be subject to various claims, lawsuits and other complaints arising in the ordinary course of business. The Company records provisions for losses when claims become probable and the amounts are estimable.

Management Contracts

The Company is party to certain employment and consulting contracts. These contracts contain minimum commitments of approximately \$1,335,583 with regards to termination pay and additional contingent payments of up to approximately \$2,392,000 upon the occurrence of a change of control. As a triggering event has not taken place, the contingent payments have not been reflected in these consolidated financial statements. Minimum commitments under these contracts due within one year are \$1,538,000.

Other

The Company has a geological services agreement with a company controlled by a director. The minimum remaining commitment is for two years with a balance owing of \$400,000. See Note 11.

See also Note 6 regarding royalties.