



ADYTON RESOURCES CORPORATION

CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS
(Unaudited – Prepared by Management)
(Expressed in Canadian dollars)

As of March 31, 2025

NOTICE TO READER

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

The condensed interim consolidated financial statements of the Company for the quarter ended March 31, 2025, have been prepared by and are the responsibility of the Company's management.

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

ADYTON RESOURCES CORPORATION
CONDENSED INTERIM CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
AS AT MARCH 31, 2025
(Unaudited - Prepared by management)
(Expressed in Canadian dollars)

	Notes	As at March 31, 2025 C\$	As at December 31, 2024 C\$
ASSETS			
Current Assets			
Cash and cash equivalents	12	4,301,263	2,409,625
Trade and other receivables	4	62,008	53,512
Prepayments	5	105,256	49,208
Other financial assets	12	1,852,873	4,521,345
		6,321,400	7,033,690
Non-current Assets			
Exploration and evaluation expenditure	6	14,766,609	13,603,660
Property, plant, and equipment		166,155	156,854
		14,932,764	13,760,514
TOTAL ASSETS		21,254,164	20,794,204
LIABILITIES			
Current Liabilities			
Trade and other payables		1,118,423	604,167
		1,118,423	604,167
TOTAL LIABILITIES		1,118,423	604,167
NET ASSETS		20,135,741	20,190,037
SHAREHOLDERS' EQUITY			
Issued capital	7	28,664,661	28,664,661
Other equity	7	663,801	663,801
Accumulated losses		(11,123,167)	(10,866,147)
Reserves	8	1,930,446	1,727,722
		20,135,741	20,190,037

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

On behalf of the Board of Directors of Adyton Resources Corporation:

"Sinton Spence"

Director

"Timothy Crossley"

Director

ADYTON RESOURCES CORPORATION
PRO-FORMA CONDENSED INTERIM CONSOLIDATED STATEMENTS OF LOSS AND COMPREHENSIVE LOSS
FOR THE THREE MONTHS ENDED MARCH 31, 2025
(Unaudited – prepared by management)
(Expressed in Canadian dollars)

		Three months ended March 31,	
	Notes	2025 C\$	2024 C\$
Other income			
Interest income		64,703	-
		64,703	-
Listing and share registry expenses		(3,639)	-
Audit, legal and compliance expenses		(20,857)	(40,891)
Insurance		(15,106)	-
Foreign exchange gain (loss)		18,334	(147,639)
Director and key management personnel remuneration		(95,279)	(35,238)
Marketing and investor relations expenses		(31,715)	-
Office and administrative expenses		(16,539)	(4,077)
Travel expenses		(22,424)	-
Finance costs		-	(290)
Share based payments expense		(134,498)	-
Loss before income tax		(257,020)	(228,135)
Other comprehensive loss			
Exchange differences on translation to presentation currency		108,500	(125,167)
Comprehensive loss		(148,520)	(353,302)
Pro forma - basic loss per common share	9	\$(0.0010)	\$(0.0015)
Pro forma - diluted loss per common share	9	\$(0.0010)	\$(0.0015)
Weighted average number of common shares outstanding		259,941,885	148,941,886
Diluted weighted average number of common shares outstanding		263,941,885	148,941,886

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

ADYTON RESOURCES CORPORATION
CONDENSED INTERIM CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
AS AT MARCH 31, 2025
(Unaudited – prepared by management)
(Expressed in Canadian dollars)

	Share capital	Other equity	Reserves	Deficit	Total Shareholders' Equity
Balance – December 31, 2023	19,954,932	-	1,128,519	(8,657,846)	12,425,605
Loss for the year	-	-	-	(2,208,301)	(2,208,301)
Exchange differences on translation to presentation currency	-	-	(429,377)	-	(429,377)
Total comprehensive loss	-	-	(429,377)	(2,208,301)	(2,637,678)
Issued pursuant to financings	8,390,000	-	-	-	8,390,000
Non-participating equity contributions by EVIH under Fergusson Island Project Development Agreement	-	663,801	-	-	663,801
Issued pursuant to debt settlement	360,000	-	-	-	360,000
Issued for finders fees	333,640	-	-	-	333,640
Share based payments	-	-	1,028,580	-	1,028,580
Capital raising costs	(373,911)	-	-	-	(373,911)
Balance, December 31, 2024	28,664,661	663,801	1,727,722	(10,866,147)	20,190,037

	Share capital	Other equity	Reserves	Deficit	Total Shareholders' Equity
Balance – December 31, 2024	28,664,661	663,801	1,727,722	(10,866,147)	20,190,037
Loss for the period	-	-	-	(257,020)	(257,020)
Exchange differences on translation to presentation currency	-	-	108,500	-	108,500
Total comprehensive loss	-	-	108,500	(257,020)	(148,520)
Share based payments	-	-	94,224	-	94,224
Balance, March 31, 2025	28,664,661	663,801	1,930,446	(11,123,167)	20,135,741

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

ADYTON RESOURCES CORPORATION
CONDENSED INTERIM CONSOLIDATED STATEMENTS OF CASHFLOWS
AS AT MARCH 31, 2025
(Unaudited – prepared by management)
(Expressed in Canadian dollars)

	Three months ended 31 March 2025 C\$	Three months ended 31 March 2024 C\$
Loss before income tax expense	(257,020)	(228,135)
<u>Adjustments for:</u>		
Depreciation expense	188	-
Share based payment expense	134,498	-
Unrealised foreign exchange (gain)/loss	(21,426)	145,951
Total adjustments	113,260	145,951
Operating cash flows before changes in working capital	(143,760)	(82,184)
<u>Changes in working capital:</u>		
Increase in trade and other receivables and prepayments	(64,022)	(28,921)
Increase in trade and other payables	11,968	82,486
Total changes in working capital	(52,054)	53,565
Net cash flows used in operating activities	(195,814)	(28,619)
Cash flow from investing activities		
Payments for exploration and evaluation expenditure	(579,315)	(5,610)
Payments for property, plant and equipment	(12,453)	-
Redemption of other financial assets, net of investments	2,691,483	-
Net cash generated from (used in) investing activities	2,099,715	(5,610)
Cash flow from financing activities		
Cash from share issuance	-	-
Capital raising costs	-	-
Net cash provided by financing activities	-	-
Reconciliation of cash and cash equivalents		
Cash and cash equivalents at beginning of the period	2,409,625	158,871
Net increase/(decrease) in cash and cash equivalents	1,903,901	(34,229)
Foreign exchange difference on cash and cash equivalents	(12,263)	-
Cash and cash equivalents at end of the period	4,301,263	124,642

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

1. NATURE OF BUSINESS

Adyton Resources Corporation (the “Company”) was incorporated on March 8, 2018, under the laws of British Columbia. The Company’s head office address is Level 7, 300 Adelaide Street, Brisbane QLD 4000. The Company’s registered and records office is located at Suite 2700, 1133 Melville Street, Vancouver, British Columbia, V6E 4E5. To date the Company has not earned operating revenue.

2. BASIS OF PRESENTATION

The Board of Directors of Adyton Resources Corporation approved these condensed interim consolidated financial statements on May 28, 2025.

These 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 issued by the International Financial Reporting Interpretations Committee (“IFRIC”) applicable to the preparation of interim financial statements, including International Accounting Standard (“IAS”) 34, “Interim Financial Reporting”.

The condensed interim consolidated financial statements do not include all note disclosures required by IFRS for annual financial statements and should be read in conjunction with the annual financial statements of Adyton Resources Corporation prepared in accordance with IFRS as issued by the IASB and which were lodged on the Company’s SEDAR+ profile on April 24, 2025.

The accounting policies adopted in the presentation of these financial statements are consistent with those disclosed in the annual financial statements of Adyton Resources Corporation for the year ended December 31, 2024.

In the opinion of management, all adjustments considered necessary for the fair presentation of the Company’s financial position, results of operations and cash flows have been included. Operating results for the three-month period ended March 31, 2025, are not necessarily indicative of the results that may be expected for the year ending December 31, 2025.

These condensed interim consolidated financial statements have been prepared on a historical cost basis, except for financial instruments measured at their fair value. In addition, the financial statements have been prepared using the accrual basis of accounting except for cash flow information.

3. RELATED PARTY TRANSACTIONS

Parties are considered to be related if one party has the ability, directly or indirectly, to control the other party or exercise significant influence over the other party in making financial and operating decisions. Related parties may be individuals or corporate entities. A transaction is considered to be a related party transaction when there is a transfer of resources or obligations between related parties.

3. RELATED PARTY TRANSACTIONS (continued)

The Company has identified the following as related parties:

- i. Its directors and officers as its key management personnel.
- ii. Mayur Resources Pte Limited and its related entities (Mayur). Mayur was formerly the parent entity of MRE and as at March 31, 2025 owned 19.56% of the issued common shares of Adyton. Timothy Crossley who is a Director of the Company is also a Director of Mayur. The Company did not have any dealings with Mayur during the period.
- iii. Sinton Spence Chartered Accountants ("SSCA"), a related entity of Mr Sinton Spence a Director of the Company provided accounting and taxation services to the Group's Papua New Guinea subsidiaries on arm's length commercial terms. The total value of services provided by SSCA during the period ending March 31, 2025 was \$9,908 (2024: \$132).
- iv. Siecap Pty Ltd ("Siecap"), a related entity of Mr David Irvine, a Director of the Company provided administrative support and consulting services to the Company on an arm's length basis. The total value of services provided by Siecap during the period ending March 31, 2025 was \$52,844 (2024: \$nil).

Transactions with key management personnel

Compensation recorded for key management personnel and companies related to them for the period ended March 31, 2025 was as follows:

	March 31, 2025	March 31, 2024
	\$	\$
Short-term remuneration*	156,134	35,238
Share-based payments	134,498	-
	<u>290,632</u>	<u>35,238</u>

*Of the total short term remuneration of \$156,134 (2024: \$35,238), \$60,855 (2024: \$nil) was capitalized to Exploration and evaluation expenditures, representing amounts attributable to key management personnel directly involved in exploration activities.

4. TRADE AND OTHER RECEIVABLES

	March 31, 2025	December 31, 2024
	C\$	C\$
Trade and other receivables	<u>62,008</u>	<u>53,512</u>

Trade and other receivables comprise GST and VAT receivables that are expected to be recovered within twelve months.

5. PREPAYMENTS

	March 31, 2025 C\$	December 31, 2024 C\$
Prepayments	105,256	49,208

Prepayments comprise prepaid insurance premiums and prepaid retainers to various service providers.

6. EXPLORATION AND EVALUATION EXPENDITURE

	March 31, 2025 C\$	December 31, 2024 C\$
Exploration and evaluation phases	14,766,609	13,603,660

Movements in exploration and evaluation assets during the financial period are summarised below:

	March 31, 2025 C\$	December 31, 2024 C\$
Balance at beginning of financial period	13,603,660	12,506,396
Exploration and evaluation expenditure capitalised during the financial period	1,086,926	1,350,563
Effect of changes in exchange rates	76,023	(253,299)
Balance at end financial period	14,766,609	13,603,660

The recoupment of costs carried forward in relation to areas of interest in the exploration and evaluation phase is dependent on successful development and commercial exploitation, or alternatively, sale of the respective areas of interest.

7. SHARE CAPITAL

Authorised share capital comprises an unlimited number of common shares without par value.

7. SHARE CAPITAL (continued)

(a) *Movements in issued capital*

The following reconcile the movements in share capital during the period ended March 31, 2025 and year ended December 31, 2024.

	2025		2024	
	No. of shares	C\$	No. of shares	C\$
Balance at the beginning of the reporting period	259,941,886	28,664,661	148,941,886	19,954,932
Shares issued pursuant to financings	-	-	103,000,000	8,390,000
Capital costs pursuant to financings	-	-	-	(373,911)
Shares issued to settle debt	-	-	4,000,000	360,000
Shares issued as Finders Fees	-	-	4,000,000	333,640
	259,941,886	28,664,661	259,941,886	28,664,661

Financings:

April 2024 Financing

On April 19, 2024, the Company closed a non-brokered private placement (the “April 2024 Financing”), raising \$1,500,000 in gross proceeds through the issuance of 50,000,000 common shares (the “Shares”) at a price of \$0.03 per Share.

In connection with the April 2024 Financing, the Company paid finders fees (the “Finders Fees”) consisting of 4,000,000 Shares and 4,000,000 common share purchase warrants (the “Finders Warrants”) to an arm’s length finder. Each Finders Warrant entitles the holder thereof to purchase one Share at an exercise price of \$0.05 until April 20, 2026.

Certain officers, directors and other insiders of the Company purchased an aggregate of 6,250,000 Shares under the April 2024 Financing.

October 2024 Financing

On October 3, 2024, the Company closed a non-brokered private placement (the “October 2024 Financing”), raising \$6,890,000 in gross proceeds through the issuance of 53,000,000 common shares (the “Shares”) at a price of \$0.13 per Share.

Debt Settlement:

On April 24, 2024 the Company issued 4,000,000 shares at a deemed price of \$0.03 in settlement of C\$120,000 of accrued liabilities for fees owed to management and directors of the Company (the “Debt Settlement”). At the time of settlement, the fair value of the Company’s shares was \$0.09 per share. In accordance with IFRS 9, the difference between the fair value of the shares issued and the amount of debt settled resulted in the recognition of a non-cash share based payments expense of \$240,000 in the Company’s Consolidated Statements of Loss and Comprehensive Loss for the year

7. SHARE CAPITAL (continued)

(a) Movements in issued capital – (continued)

Debt Settlement: - (continued)

ended December 31, 2024. The Debt Settlement was reviewed and approved by disinterested members of the Board and completed in compliance with applicable securities laws and exchange policies. The consistent \$0.03 price across the April 2024 financing, finder's fee, and Debt Settlement reflects the valuation used by the Company at the time of these transactions.

(b) Options on issue

The following share-based payment options over common shares were on issue:

	March 31, 2025 Number	December 31, 2024 Number
On issue at the beginning of the period	8,000,000	10,237,944
Options granted to directors/key management personnel	-	7,250,000
Expiry of options issued to Directors	-	(9,487,944)
Expiry of options issued to Brokers	-	-
	8,000,000	8,000,000
Weighted Average Exercise Price	\$ 0.21	\$ 0.21
Weighted Average Remaining Contractual Life (in years)	2.63	2.88

On November 8, 2024, the Company granted 7,250,000 stock options under the Company's Amended and Restated Stock Option Plan (the "Option Plan"). Each option entitles the holder to acquire one common share at an exercise price of \$0.20 for a three-year period expiring on November 8, 2027, subject to vesting requirements that the options only vest on the date on which the holder has been an officer, director or employee of the Company for 12 months (this condition is satisfied if the holder has been an officer, director or employee of the Company for 12 months before the Grant Date).

The fair value of the options granted during the year was estimated at the grant date using the Black Scholes or a binomial options pricing model, with the following weighted average assumptions:

Assumption	Value
Share price at grant date	\$ 0.205
Exercise price	\$ 0.20
Expected volatility	150.30%
Risk-free interest rate	3.05%
Expected life of options	3 years
Expected dividend yield	0%
Fair value per option granted	\$ 0.1675

7. SHARE CAPITAL (continued)

(b) Options on issue (continued)

The total share-based payment expense recognized during the period ended March 31, 2025, with respect to stock options, was \$94,224 (December 31, 2024: \$1,028,580), which has been recorded in share based payments expense in the Consolidated Statements of Loss and Comprehensive Loss.

(c) Warrants on issue

The following warrants over common shares were on issue:

	March 31, 2025 Number	December 31, 2024 Number
On issue at the beginning of the period	4,000,000	-
Warrants granted as Finders Fees	-	4,000,000
	4,000,000	4,000,000

In connection with the April 2024 Financing, the Company paid finders fees (the “Finders Fees”) including 4,000,000 common share purchase warrants (the “Finders Warrants”) to an arm’s length finder. Each Finder Warrant entitles the holder thereof to purchase one Share at an exercise price of \$0.05 until April 20, 2026. The issuance of the Finders Warrants are recorded to share capital and net against share based payments reserve.

The fair value of \$333,640 for the warrants granted during the year was estimated at the grant date using the Black Scholes or a binomial options pricing model, with the following weighted average assumptions:

Assumption	Value
Share price at grant date	\$ 0.09
Exercise price	\$ 0.05
Expected volatility	229.80%
Risk-free interest rate	4.35%
Expected life of options	2 years
Expected dividend yield	0%
Fair value per option granted	\$ 0.08341

7. SHARE CAPITAL (continued)

(d) Restricted stock units

The following restricted stock units over common shares were on issue:

	March 31, 2025 Number	December 31, 2024 Number
On issue at the beginning of the period	1,100,000	-
Granted	-	1,100,000
	1,100,000	1,100,000

On November 8, 2024, the Company granted 1,100,000 restricted share units under the Company's Amended and Restated Non-Option Omnibus Incentive Plan (the "Omnibus Plan"). Each RSU entitles the holder to a payment in the form of one common share or its cash equivalent in accordance with the provisions of the Omnibus Plan, subject to vesting requirements that the RSU's only vest on the date on which the holder has been an officer, director or employee of the Company for 12 months. The RSU's are also subject to performance criteria such that they will only vest following the date on which the 30 day VWAP of the common shares on the TSX Venture Exchange is at least \$0.18, and are subject to a restriction period ending December 31, 2027.

The fair value of the restricted stock units granted during the year was estimated at the grant date using Black Scholes or a binomial options pricing model, with the following weighted average assumptions:

Assumption	Value
Share price at grant date	\$ 0.205
Barrier price	\$ 0.18
Expected volatility	150.30%
Risk-free interest rate	3.05%
Expected life of options	3 years
Expected dividend yield	0%
Fair value per option granted	\$ 0.2019

The total share-based payment expense recognized during the period ended March 31, 2025, with respect to restricted stock units, was \$40,274 (December 31, 2024: \$23,717), which has been recorded in share based payments expense in the Consolidated Statements of Loss and Comprehensive Loss.

7. SHARE CAPITAL (continued)

(e) Other equity

The following reconciles the movement in other equity during the period.

	March 31, 2025 C\$	December 31, 2024 C\$
Balance at the beginning of the period	663,801	-
Non-participating shares issued by subsidiary to third party	-	663,801
	663,801	663,801

On May 2, 2024, the Company entered into a binding Investment and Development Agreement (“IDA”) with East Vision International Holdings PTE. Ltd. (“EVIH”) for the development of the Fergusson Island Gold Project (the “Fergusson Project”). Under the terms of the IDA, EVIH may acquire up to a 50% ownership interest in the Company’s subsidiary MR Exploration PNG Pte. Ltd. (“MRE”) subject to EVIH providing funding of up to US\$9.5 million for the development of the Fergusson Project, allocated as follows:

- **Project expenditures:** US\$8.5 million to fund the Fergusson Project-related expenditures
- **Direct payment to Adyton:** US\$1.0 million, with US\$500,000 received upon execution of the IDA and the remaining US\$500,000 due within 90 days of obtaining a bulk sampling permit and constructing an experimental production line for the Fergusson Project. On receipt of the initial US\$500,000, the Company issued 103,365,385 Class B preference shares (the “Class B shares”) of MRE as part of EVIH’s initial investment in MRE. The Class B shares exclude voting rights. EVIH retains ownership of all materials and equipment used in the project, including all samples and ores obtained during exploration until full conversion.

EVIH’s acquisition of the 50% interest with the conversion of the Class B Shares into Class A shares (with voting rights) of MRE (the “Class A shares”) and transfer of assets to MRE are contingent upon completion of the following specific project milestones within 2.5 years from the effective date:

1. **Statutory and Landowner Approvals:** Conversion of 20% of the Class B Shares to Class A Shares upon obtaining all necessary approvals for executing and completing the experimental production line, including bulk sampling and metallurgical trials.
2. **Feasibility Study Completion:** An additional 30% conversion upon completion of a feasibility study for a minimum 2 million ton ROM gold concentrate mining and processing operation.
3. **Licenses and Permits Acquisition:** The final 50% conversion upon granting of all necessary licenses, permits, and approvals required for the development of the mining operation.

Should the Initial Investment Amount of US\$8.5 million be insufficient to complete the necessary activities as described above, EVIH may provide a shareholder loan to MRE, capped at US\$2 million, to cover additional costs.

7. SHARE CAPITAL (continued)

(e) Other equity (continued)

Upon satisfaction of all milestones and a decision to proceed with Project development, EVIH has agreed to finance the development through a loan to MRE at an interest rate of 8% per annum. Repayment will be prioritized through a 90% allocation of the Project's free cash flow until the loan and accrued interest are fully repaid.

If EVIH does not provide the required project financing, its ownership interest in MRE will be reduced to 10% through the issuance of additional Class A Shares to the Company.

Other Equity of \$663,801 represents the non-refundable amount of US\$500,000 received by the Company upon execution of the IDA.

8. RESERVES

	March 31, 2025 C\$	December 31, 2024 C\$
Share based payments reserve	3,008,881	2,914,658
Foreign currency translation reserve	(1,106,658)	(1,215,159)
Other reserves	28,223	28,223
	<u>1,930,446</u>	<u>1,727,722</u>

(a) Foreign currency translation reserve

The foreign currency translation reserve is used to record the cumulative effect of the translation of the financial statements of the Company's subsidiaries that have a functional currency other than Canadian dollars into Canadian dollars which is the presentation currency for these condensed interim consolidated financial statements.

(b) Share based payments reserve

The Share based payment reserve is used to record the fair value of share-based payments made by the Company. Refer to Note 7 for share-based payment transactions.

9. BASIC AND DILUTED LOSS PER SHARE

The calculation of basic and diluted loss per share for the three-month period ended March 31, 2025, was based on the loss attributable to common shareholders of \$257,020 (three months ended March 31, 2024 – loss of \$228,135) and the weighted average number of common shares outstanding of 259,941,885 (three months ended March 31, 2024 – 148,941,886). The diluted weighted average number of common shares outstanding of 263,941,885 includes the 4,000,000 issued finders fee warrants exercisable at \$0.05 per share.

10. FINANCIAL INSTRUMENTS

The Company is exposed in varying degrees to a variety of financial instrument related risks. The Board of Directors approves and monitors the risk management processes. The type of risk exposure and the way in which such exposure is managed is provided as follows:

Market Risk

Market risk is the risk that the fair value or future cash flows from a financial instrument will fluctuate because of changes in market prices or prevailing conditions. Market risk comprises three types of risk: currency risk, interest rate risk and other price risk and are disclosed as follows:

(i) Currency risk

Currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rates. The Group is exposed to currency risk as it raises equity funds in C\$ and utilises those funds to undertake exploration and evaluation activities on its mineral exploration projects in Papua New Guinea. Expenditure related to those exploration and evaluation activities is funded primarily in A\$ and Papua New Guinea Kina (PGK).

The Company's exposure to currency risk as at March 31, 2025, and December 31, 2024, is summarised as follows:

	C\$ Denominated Balances \$	A\$ Denominated Balances \$	PGK Denominated Balances \$	Other Denominated Balances \$	TOTAL March 31, 2025 \$
March 31, 2025					
Cash and cash equivalents	184,132	3,481,251	635,880	-	4,301,263
Trade and other receivables	7,517	45,417	9,074	-	62,008
Prepayments	79,107	26,149	-	-	105,256
Other financial assets	-	1,852,873	-	-	1,852,873
<i>Total assets</i>	270,756	5,405,690	644,954	-	6,321,400
Trade and other payables	152,160	52,011	881,596	32,656	1,118,423
<i>Net exposure</i>	118,596	5,353,679	(236,642)	(32,656)	5,202,977
	C\$ Denominated Balances \$	A\$ Denominated Balances \$	PGK Denominated Balances \$	Other Denominated Balances \$	TOTAL December 31, 2024 \$
December 31, 2024					
Cash and cash equivalents	262,366	1,944,952	202,307	-	2,409,625
Trade and other receivables	3,208	35,996	14,308	-	53,512
Prepayments	6,933	42,275	-	-	49,208
Other financial assets	-	4,521,345	-	-	4,521,345
<i>Total assets</i>	272,507	6,544,568	216,615	-	7,033,690
Trade and other payables	143,833	85,088	349,203	26,043	604,167
<i>Net exposure</i>	128,674	6,459,480	(132,588)	(26,043)	6,429,523

10. FINANCIAL INSTRUMENTS (continued)

Market Risk (continued)

(ii) Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows will fluctuate as a result of changes in market interest rates. The Company's sensitivity to interest rates relative to its cash balances is currently immaterial. The Company also has no long-term debt with variable interest rates, so it has no negative exposure to changes in the market interest rate.

(iii) Price rate risk

The Company is exposed to price risk with respect to equity prices. Equity price risk is defined as the potential adverse impact on the Company's earnings due to movements in individual equity prices or general movements in the level of the stock market. Management closely monitors individual equity movements and the stock market to determine the appropriate course of action to be taken by the Company. Given the Company's limited market exposure at this time it has assessed there to be a low level of price rate risk.

Credit Risk

Credit risk is the risk of an unexpected loss if a customer or third party to a financial instrument fail to meet its contractual obligations. The Company's credit risk is primarily attributable to its liquid financial assets including cash. The Company limits the exposure to credit risk by only investing its cash with high-credit quality financial institutions. Management believes that the credit risk related to its cash is negligible.

Liquidity Risk

As the Group's assets are in the exploration and evaluation phase, the Company is currently non-revenue generating. As such, a major focus of the Board and management is on ongoing cash flow forecasting and management of cash flows to ensure that the Company has sufficient funds to cover its planned activities and any ongoing obligations. At March 31, 2025, the Company had C\$6,154,136 in cash and cash equivalents and other financial assets and total current assets of C\$6,321,400 which exceed current liabilities of C\$1,118,423 by C\$5,202,977.

On the basis of the above, the Directors are of the opinion the Company will be able to meet its debts as and when they fall due and realise its assets and settle its liabilities in the ordinary course of business.

The Company monitors its actual and forecast expenditure commitments against its available cash reserves. Where necessary the Company seeks to raise additional capital or adjust its forecast expenditure profile with the objective of always having sufficient cash reserves available to meet forecast expenditure commitments for the succeeding twelve months.

11. SEGMENT NOTE

The Company currently operates in one operating segment, being the acquisition, exploration and evaluation of copper and gold properties in Papua New Guinea. As at March 31, 2025, all material non-current assets of the company were located in Papua New Guinea.

12. CASH FLOW INFORMATION

Cash and cash equivalents	March 31, 2025	December 31, 2024
	\$	\$
Cash and cash equivalents	4,301,263	2,409,625
	4,301,263	2,409,625

At March 31, 2025, the Company held cash equivalents, including Term Deposits, with a market value of \$4,301,263 (December 31, 2024: \$2,409,625). The Term Deposits are held in \$AUD maturing between April 21, 2025 and June 19, 2025 at interest rates between 4.67% and 4.94% (December 31, 2024: held in \$AUD maturing on January 15, 2025 at an interest rate of 5.02%).

At March 31, 2025 the Company held other financial assets, including a Term Deposit, with a market value of \$1,852,873 (December 31, 2024: \$4,521,345). The Term Deposit is held in \$AUD maturing April 15, 2025 at an interest rate of 5.01% (December 31, 2024: held in \$AUD in various denominations maturing February 15, 2025 to April 15, 2025 at interest rates between 4.99% to 5.02%). At March 31, 2025, the Group earned interest from the Term Deposits held that had not yet been received of \$58,668 (December 31, 2024: \$61,280). This interest receivable has been classified to other financial assets and is measured at amortized cost.