



**HONEY BADGER**  
S I L V E R I N C .

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**Consolidated Financial Statements**

**For the year ended December 31, 2025**

**(Expressed in Canadian dollars)**

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## Independent Auditor's Report

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### To the Shareholders of Honey Badger Silver Inc.

#### Opinion

We have audited the consolidated financial statements of **Honey Badger Silver Inc.** and its subsidiaries ("the Group"), which comprise the consolidated statements of financial position as at December 31, 2025 and December 31, 2024 and the consolidated statements of loss and comprehensive loss, consolidated statements of cash flows, and consolidated statements of shareholders' equity (deficiency) for the years then ended, and notes to the consolidated financial statements, including material accounting policy information.

In our opinion, the accompanying consolidated financial statements present fairly, in all material respects, the consolidated financial position of the Group as at December 31, 2025 and December 31, 2024, and its consolidated financial performance and its consolidated financial cash flows for the years then ended in accordance with IFRS Accounting Standards as issued by the International Accounting Standards Board (IASB).

#### Basis for Opinion

We conducted our audits in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Consolidated Financial Statements section of our report. We are independent of the Group in accordance with the ethical requirements that are relevant to our audits of the consolidated financial statements in Canada, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

#### Material Uncertainty Related to Going Concern

We draw attention to Note 1 in the consolidated financial statements, which indicates that the Group does not have sufficient financial resources to carry out currently planned operations and exploration through the next twelve months. Additional financing may be required by the Group to complete its strategic objectives and continue as a going concern. As stated in Note 1, these conditions, along with other matters as set forth in Note 1, indicate that a material uncertainty exists that may cast significant doubt on the Group's ability to continue as a going concern. Our opinion is not modified in respect of this matter.

#### Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audits of the consolidated financial statements of the Group for the years ended December 31, 2025 and December 31, 2024. These matters were addressed in the context of our audits of the consolidated financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. We have identified no other key audit matters other than the matter described in the Material Uncertainty Related to Going Concern section of our report.

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# Independent Auditor's Report

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## To the Shareholders of Honey Badger Silver Inc. (Continued)

### Information Other than the Consolidated Financial Statements and Auditor's Report Thereon

Management is responsible for other information. Other information comprises the information included in Management's Discussion and Analysis for the years ended December 31, 2025 and December 31, 2024 to be filed with the relevant Canadian Securities Commissions. Our opinion on the consolidated financial statements does not cover the other information and we do not and will not express any form of assurance conclusion thereon. In connection with our audits of the consolidated financial statements, our responsibility is to read the other information identified above and, in doing so, consider whether the other information is materially inconsistent with the consolidated financial statements or our knowledge obtained in the audits or otherwise appears to be materially misstated. If, based on the work we have performed on this other information, we conclude that there is a material misstatement of this other information, we are required to report that fact in the auditors' report. We have nothing to report in this regard.

### Responsibilities of Management and Those Charged with Governance for the Consolidated Financial Statements

Management is responsible for the preparation and fair presentation of the consolidated financial statements in accordance with IFRS Accounting Standards as issued by the IASB and for such internal control as management determines is necessary to enable the preparation of consolidated financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated financial statements, management is responsible for assessing the Group's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Group or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Group's financial reporting process.

### Auditor's Responsibilities for the Audit of the Consolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but it is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated financial statements.

As a part of an audit in accordance with Canadian generally accepted auditing standards, we exercise professional judgement and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as a fraud may involve collusion, forgery, intentional omissions, misrepresentations or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Group's internal control.

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## Independent Auditor's Report

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To the Shareholders of Honey Badger Silver Inc. (Continued)

### Auditor's Responsibilities for the Audit of the Consolidated Financial Statements (Continued)

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude of the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Group's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Plan and perform the group audit to obtain sufficient appropriate audit evidence regarding the financial information of the entities or business units within the Group as a basis for forming an opinion on the group financial statements. We are responsible for the direction, supervision and review of the audit work performed for purposes of the group audit. We remain solely responsible for our audit opinion.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the consolidated financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter, or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

The engagement partner on the audit resulting in this independent auditor's report is Wayne O'Connell.

*Jones & O'Connell LLP*

Jones & O'Connell LLP  
Chartered Professional Accountants  
Licensed Public Accountants  
St. Catharines, Ontario  
May 4, 2026

## Honey Badger Silver Inc.

### Consolidated Statements of Financial Position

(Expressed in Canadian dollars)

As at December 31,	Note	2025	2024
<b>ASSETS</b>			
Current			
Cash	4	\$ 2,479,770	\$ 150,100
Funds held in trust	4	-	300,000
Subscriptions receivable		-	40,000
Marketable securities	5	54,475	34,696
Investment in Monetary Metals	6	986,480	-
Receivables		107,830	30,583
Prepaid expenses		65,051	93,986
		3,693,606	649,365
Long-term			
Right-of-use asset	7	65,753	-
		\$ 3,759,359	\$ 649,365
<b>LIABILITIES</b>			
Current			
Trade and other payables		\$ 307,686	\$ 147,351
Due to related parties	12	43,030	177,265
Lease liability - short-term portion	8	56,135	-
Obligation to issue shares		54,000	64,500
Flow-through premium liability	10	619,059	64,137
		1,079,910	453,253
Long-term			
Lease liability - long-term portion		5,207	
		1,085,117	453,253
<b>SHAREHOLDERS' EQUITY</b>			
Share capital	11	24,094,306	19,749,128
Warrants	11	1,859,145	1,637,226
Contributed surplus	11	5,330,979	4,783,259
Deficit		(28,610,188)	(25,973,501)
		2,674,242	196,112
		\$ 3,759,359	\$ 649,365
<b>Nature of operations and going concern</b>	1		
<b>Subsequent events</b>	16		

These consolidated financial statements are approved for issue by the Board of Directors of the Company on April 30, 2026.

They are signed on the Company's behalf by:

"Chad Williams", Director

"Paolo Cattelan", Director

*The accompanying notes are an integral part of these consolidated financial statements*

## Honey Badger Silver Inc.

### Consolidated Statements of Loss and Comprehensive Loss (Expressed in Canadian dollars)

<b>For the Year Ended December 31,</b>	<i>Note</i>	<b>2025</b>	<b>2024</b>
<b>Expenses</b>			
Consulting fees	12	\$ 872,527	\$ 760,543
Exploration and evaluation expenditures	9 & 12	848,163	558,293
General and administrative		22,861	44,843
Marketing, promotion and travel	11	282,531	306,985
Professional fees		300,946	119,699
Project investigation costs		29,650	95,303
Regulatory fees and transfer agent		102,292	84,729
Amortization	6	25,920	-
Share-based compensation	11	632,744	254,829
		(3,117,634)	(2,225,224)
<b>Flow-through premium recovery</b>	9	177,921	24,007
<b>Foreign exchange loss</b>		(7,849)	(9,212)
<b>Gain on forgiveness of trade and other payables</b>	11	-	75,200
<b>Gain on settlement of trade and other payables</b>	11	-	24,774
<b>Interest income</b>		25	504
<b>Unrealized gain on Monetary Metals investment</b>	6	247,700	-
<b>Net change in fair value of marketable securities</b>	5	63,150	(17,347)
<b>Loss and comprehensive loss for the year</b>		\$ (2,636,687)	\$ (2,127,298)
<b>Basic and diluted loss per share</b>		\$ (0.03)	\$ (0.04)
<b>Weighted average number of shares outstanding</b>		92,764,640	57,314,551

*The accompanying notes are an integral part of these consolidated financial statements*

# Honey Badger Silver Inc.

## Consolidated Statements of Cash Flows

(Expressed in Canadian dollars)

<b>For the Year Ended December 31,</b>	<b>2025</b>	<b>2024</b>
<b>Operating activities</b>		
Loss for the year	\$ (2,636,687)	\$ (2,127,298)
Items not affecting cash:		
Share-based compensation	632,744	254,829
Amortization	25,920	
Flow-through premium recovery	(177,921)	(24,007)
Gain on forgiveness of trade and other payables	-	(75,200)
Gain on settlement of trade and other payables	-	(24,774)
Unrealized (gain) loss on marketable securities	(63,150)	17,347
Unrealized gain on Monetary Metals investment	(247,700)	-
Shares issues for exploration and evaluation assets	-	340,000
Change in non-cash working capital items:		
Receivables	(77,247)	(4,765)
Prepaid expenses	28,935	(80,079)
Trade and other payables	159,635	83,035
Due to related parties	(134,235)	(130,329)
<b>Cash used in operating activities</b>	<b>(2,489,706)</b>	<b>(1,771,241)</b>
<b>Investing activities</b>		
Purchase of Monetary Metals silver loan	(738,780)	-
Proceeds on sale of marketable securities	39,750	-
<b>Cash provided by investing activities</b>	<b>(699,030)</b>	<b>-</b>
<b>Financing activities</b>		
Proceeds from private placements (Note 11)	4,866,112	1,579,700
Subscription receivable	40,000	
Share issuance costs (Note 11)	(261,254)	(22,258)
Exercise of warrants (Note 11)	516,308	47,158
Exercise of options (Note 11)	93,030	-
Funds held in trust	300,000	-
Right-of-Use lease payments	(25,290)	-
Obligation to issue shares	(10,500)	64,500
<b>Cash provided by financing activities</b>	<b>5,518,406</b>	<b>1,669,100</b>
<b>Increase in cash for the year</b>	<b>2,329,670</b>	<b>(102,141)</b>
<b>Cash, beginning of year</b>	<b>150,100</b>	<b>252,241</b>
<b>Cash, end of year</b>	<b>\$ 2,479,770</b>	<b>\$ 150,100</b>
<b>Non-cash investing and financing activities</b>		
Shares issued to settle trade and other payables	\$ -	\$ 76,964
Broker warrants	49,636	8,460
Unit warrants	357,685	421,189
Allocation of flow-through premium	732,843	84,494
Allocation exercise of warrants	186,122	17,918

*The accompanying notes are an integral part of these consolidated financial statements*

## Honey Badger Silver Inc.

### Consolidated Statements of Shareholders' Equity (Deficiency)

(Expressed in Canadian dollars)

	Number of shares	Share capital	Warrants	Contributed surplus	Deficit	Total
<b>Balance, December 31, 2024</b>	73,214,670	\$ 19,749,128	\$ 1,637,226	\$ 4,783,259	\$ (25,973,501)	\$ 196,112
Private placements	34,854,438	4,508,427	357,685	-	-	4,866,112
Share issue costs - cash	-	(261,255)	-	-	-	(261,255)
Share issue costs - warrants	-	(49,636)	49,636	-	-	-
Allocation of flow-through premium	-	(732,843)	-	-	-	(732,843)
Exercise of warrants	7,824,784	702,430	(185,402)	-	-	517,028
Exercise of options	1,217,000	178,055	-	(85,024)	-	93,031
Share-based compensation	-	-	-	632,744	-	632,744
Loss and comprehensive loss for the period	-	-	-	-	(2,636,687)	(2,636,687)
<b>Balance, December 31, 2025</b>	<b>117,110,892</b>	<b>\$ 24,094,306</b>	<b>\$ 1,859,145</b>	<b>\$ 5,330,979</b>	<b>\$ (28,610,188)</b>	<b>\$ 2,674,242</b>

	Number of shares	Share capital	Warrants	Contributed surplus	Deficit	Total
<b>Balance, December 31, 2023</b>	39,476,491	\$ 17,884,789	\$ 1,224,495	\$ 4,528,430	\$ (23,846,203)	\$ (208,489)
Private placement	27,736,499	1,498,511	421,189	-	-	1,919,700
Share issues costs - cash	-	(22,258)	-	-	-	(22,258)
Share issue costs - warrants	-	(9,460)	9,460	-	-	-
Allocation of flow-through premium	-	(84,494)	-	-	-	(84,494)
Shares issued to settle trade and other payables	1,026,180	76,964	-	-	-	76,964
Shares issued for exploration and evaluation assets	4,250,000	340,000	-	-	-	340,000
Exercise of warrants	725,500	65,076	(17,918)	-	-	47,158
Share-based compensation	-	-	-	254,829	-	254,829
Loss and comprehensive loss for the period	-	-	-	-	(2,127,298)	(2,127,298)
<b>Balance, December 31, 2024</b>	<b>73,214,670</b>	<b>\$ 19,749,128</b>	<b>\$ 1,637,226</b>	<b>\$ 4,783,259</b>	<b>\$ (25,973,501)</b>	<b>\$ 196,112</b>

*The accompanying notes are an integral part of these consolidated financial statements*

# Honey Badger Silver Inc.

Notes to the Consolidated Financial Statements

For the year ended December 31, 2025

(Expressed in Canadian dollars)

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## 1. NATURE OF OPERATIONS AND GOING CONCERN

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Honey Badger Silver Inc. (the "Company") is a publicly traded company incorporated in Ontario, Canada in 1992. The Company's common shares are listed for trading on the TSX Venture Exchange (the "TSX-V") under the symbol "TUF" and on the OTCQB Venture Market in the United States under the symbol "HBEIF". The Company corporate office is located at Unit 1 – 15782 Marine Drive, Vancouver, BC, V4B 1E6 and the Company's registered and records office is located at 199 Bay Street, Suite 5300, Commerce Court West, Toronto, Ontario, M5L 1B9.

The Company is engaged in identifying, evaluating, acquiring, and exploring silver-based and other metals-based assets, including high-grade properties, and projects with existing mineral resources/reserves and cash-flowing metal royalties and streams. The Company has several projects in Canada.

These consolidated financial statements have been prepared on a going concern basis which assumes that the Company will be able to realize its assets and discharge its liabilities in the normal course of business for the foreseeable future. As at December 31, 2025, the Company had working capital of \$2,613,696. Management estimates that the Company does not have sufficient financial resources to carry out currently planned operations and exploration through the next twelve months. Additional financing may be required by the Company to complete its strategic objectives and continue as a going concern. There is no assurance that the Company will be able to obtain adequate financing in the future or that such financing will be on terms acceptable to the Company. These material uncertainties may cast significant doubt upon the Company's ability to continue as a going concern.

These financial statements do not reflect adjustments that would be necessary if the going concern assumption were not appropriate.

## 2. BASIS OF PRESENTATION

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### Statement of compliance

These consolidated financial statements have been prepared in accordance with IFRS<sup>®</sup> Accounting Standards ("IFRS") as issued by the International Accounting Standards Board ("IASB"), and interpretations of the International Financial Reporting Interpretations Committee ("IFRIC").

These consolidated financial statements were approved by the Board of Directors on May 4, 2026.

### Basis of measurement

These consolidated financial statements have been prepared on the historical cost basis except for certain financial instruments which are measured at fair value. In addition, these consolidated financial statements have been prepared using the accrual basis of accounting, except for cash flow information.

# Honey Badger Silver Inc.

Notes to the Consolidated Financial Statements

For the year ended December 31, 2025

(Expressed in Canadian dollars)

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## 2. BASIS OF PRESENTATION (continued)

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### Functional and presentation currency

These consolidated financial statements are presented in Canadian dollars, which is the parent company's functional currency, as well as the functional currency of its wholly owned subsidiaries.

### Use of estimates and judgments

The preparation of financial statements in accordance with IFRS Accounting Standards requires Management to make judgments, estimates, and assumptions that affect the reported amounts of assets and liabilities and disclosures of contingent assets and liabilities at the date of the financial statements and reported amounts of expenses during the reporting period. Judgments, estimates and assumptions are continuously evaluated and are based on management's best knowledge of the relevant facts and circumstances, having regard to previous experience. However, actual outcomes may differ from the amounts included in the financial statements.

Significant assumptions about the future and other sources of estimation uncertainty that management has made at the end of the reporting period, that could have an effect on the amounts recognized in the financial statements relate to the following:

#### Going concern assumption

In the determination of the Company's ability to meet its ongoing obligations and future contractual commitments management relies on the Company's planning, budgeting and forecasting process to help determine the funds required to support the Company's normal operations for a period of one year. Changes in estimated cash use may alter the Company's ability to meet its ongoing obligations and future contractual commitments and could result in adjustments to the amounts and classifications of assets and liabilities should the Company be unable to continue as a going concern.

#### Income taxes and the recovery of deferred taxes

The measurement of income taxes payable and deferred income tax assets and liabilities requires Management to make judgments in the interpretations and application of the relevant tax laws. The actual amount of income taxes only becomes final upon filing and acceptance of the tax return by the relevant authorities, which occurs subsequent to the issuance of consolidated financial statements.

#### Deferred flow-through premium estimates

Recorded costs of flow-through share premium liabilities reflect premiums received by the Company on the issue of flow-through shares. The premium is subject to measurement uncertainties and requires the Company to assess the value of non-flow-through shares. The determination is subjective and does not necessarily provide a reliable single measure of the fair value of the premium liability.

## Honey Badger Silver Inc.

Notes to the Consolidated Financial Statements

For the year ended December 31, 2025

(Expressed in Canadian dollars)

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### 2. BASIS OF PRESENTATION (continued)

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#### Use of estimates and judgments (Continued)

##### Share-based compensation

Estimating fair value for granted stock options requires determining the most appropriate valuation model which is dependent on the terms and conditions of the grant. This estimate also requires determining the most appropriate inputs to the valuation model including the expected life of the option, volatility, dividend yield, and rate of forfeitures and making assumptions about them. The value of the share-based payment expense for the period along with the assumptions and model used for estimating fair value for share-based compensation transactions are disclosed in note 10.

##### Warrants

The Company may issue units in their financings, comprised of common shares and common share purchase warrants. The fair value of the warrants issued on the closing is estimated, and reflected in the reserve for warrants account until such time that the warrants are exercised, at which time the corresponding amount will be transferred to share capital. If the warrants expire unexercised, the amount recorded is transferred to contributed surplus.

### 3. MATERIAL ACCOUNTING POLICY INFORMATION

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#### Principles of consolidation

These consolidated financial statements include the accounts of the parent company and its wholly owned subsidiaries, from the date control was acquired. Control exists when the Company possesses power over an investee, has exposure to variable returns from the investee and has the ability to use its power over the investee to affect its returns. All inter-company balances and transactions, and any income and expenses arising from inter-company transactions, are eliminated on consolidation. All of the Company's subsidiaries listed below are not active and have no assets or liabilities in the current or prior year.

Name of subsidiary	Place of incorporation	Ownership interest at December 31, 2025	Principal activity
Honey Badger Silver Royalties Inc.	Canada	100%	Holding company
Honey Badger Silver (Nunavut) Ltd.	Canada	100%	Dormant company
Honey Badger Zinc Ltd.	Canada	100%	Dormant company
Silver Storm Royalties Inc.	Canada	100%	Dormant company
Thunder Bay Silver & Cobalt Corp.	Canada	100%	Dormant company

## Honey Badger Silver Inc.

Notes to the Consolidated Financial Statements

For the year ended December 31, 2025

(Expressed in Canadian dollars)

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### 3. MATERIAL ACCOUNTING POLICY INFORMATION (continued)

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#### Exploration and evaluation assets and expenditures

The Company expenses all costs relating to the acquisition and exploration of mineral claims. Such costs include, but are not limited to acquisition costs, geological, geophysical studies, exploratory drilling, and sampling.

Once a project has been established as commercially viable and technically feasible, related development expenditures are capitalized. This includes costs incurred in preparing the site for mining operations.

Capitalization ceases when the mine is capable of commercial production, with the exception of development costs that give rise to a future benefit.

#### Asset retirement obligations

IAS 37 - Provisions, Contingent Liabilities, and Contingent Assets, provides guidance relating to asset retirement obligations. An obligation to incur restoration, rehabilitation, and environmental costs arises when an environmental disturbance is caused by the exploration, development, or ongoing production of a mineral property interest. Such costs arising for the decommissioning of plant and other site preparation work, discounted to their net present value, are provided for and charged to expenses as an exploration cost, as soon as the obligation to incur such costs arises. Discount rates using a pre-tax rate that reflect the time value of money are used to calculate the net present value. The related liability is adjusted each period for the unwinding of the discount rate and for changes to the current market-based discount rate, amount, or timing of the underlying cash flows needed to settle the obligation.

As at December 31, 2025 and 2024, the Company had no asset retirement obligations.

#### Financial instruments

##### *Financial assets*

On initial recognition, financial assets are recognized at fair value and are subsequently classified and measured at: (i) amortized cost; (ii) fair value through other comprehensive income ("FVTOCI"); or (iii) fair value through profit or loss ("FVTPL"). The classification of financial assets is generally based on the business model in which a financial asset is managed and its contractual cash flow characteristics. A financial asset is measured at fair value net of transaction costs that are directly attributable to its acquisition except for financial assets at FVTPL where transaction costs are expensed. All financial assets not classified and measured at amortized cost or FVTOCI are classified as FVTPL. On initial recognition of an equity instrument that is not held for trading, the Company may irrevocably elect to present subsequent changes in the investment's fair value in other comprehensive income/loss.

## Honey Badger Silver Inc.

Notes to the Consolidated Financial Statements

For the year ended December 31, 2025

(Expressed in Canadian dollars)

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### 3. MATERIAL ACCOUNTING POLICY INFORMATION (continued)

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#### Financial instruments (continued)

##### *Financial assets (continued)*

The classification determines the method by which the financial assets are carried on the statement of financial position subsequent to inception and how changes in value are recorded. Cash and receivables are classified at amortized cost. The Company's marketable securities are classified as FVTPL.

The Company derecognizes financial assets only when the contractual rights to cash flows from the financial assets expire, or when it transfers the financial assets and substantially all of the associated risks and rewards of ownership to another entity.

##### *Impairment*

An 'expected credit loss' impairment model applies which requires a loss allowance to be recognized based on expected credit losses. The estimated present value of future cash flows associated with the asset is determined and an impairment loss is recognized for the difference between this amount and the carrying amount as follows: the carrying amount of the asset is reduced to estimated present value of the future cash flows associated with the asset, discounted at the financial asset's original effective interest rate, either directly or through the use of an allowance account and the resulting loss is recognized in profit or loss for the period.

In a subsequent period, if the amount of the impairment loss related to financial assets measured at amortized cost decreases, the previously recognized impairment loss is reversed through profit or loss to the extent that the carrying amount of the investment at the date the impairment is reversed does not exceed what the amortized cost would have been had the impairment not been recognized.

##### *Financial liabilities*

Financial liabilities are designated as either: (i) FVTPL; or (ii) amortized cost. All financial liabilities are classified and subsequently measured at amortized cost except for financial liabilities at FVTPL. The classification determines the method by which the financial liabilities are carried on the statement of financial position subsequent to inception and how changes in value are recorded. Trade and other payables and due to related parties are classified as other financial liabilities and carried on the statement of financial position at amortized cost. For the period presented, the Company does not have any derivative financial liabilities.

The Company derecognizes a financial liability when its contractual obligations are discharged, cancelled, or expire. The Company also derecognizes a financial liability when the terms of the liability are modified such that the terms and/or cash flows of the modified instrument are substantially different, in which case a new financial liability based on the modified terms is recognized at fair value. Gains and losses on derecognition are generally recognized in the statements of loss and comprehensive loss.

## **Honey Badger Silver Inc.**

Notes to the Consolidated Financial Statements

For the year ended December 31, 2025

(Expressed in Canadian dollars)

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### **3. MATERIAL ACCOUNTING POLICY INFORMATION (continued)**

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#### **Flow-through shares**

The Company will from time to time, issue flow-through common shares to finance a significant portion of its exploration program. Pursuant to the terms of the flow-through share agreements, these shares transfer the tax deductibility of qualifying resource expenditures to investors. On issuance, the Company bifurcates the flow-through share into i) a flow-through share premium, equal to the estimated premium, if any, investors pay for the flow-through feature, which is recognized as a liability, and ii) share capital. Upon expenditures being incurred, the Company derecognizes the liability and recognizes a gain on flow-through premium for the amount of tax reduction renounced to the shareholders.

Proceeds received from the issuance of flow-through shares are restricted to be used only for Canadian resource property exploration expenditures. The Company may also be subject to a Part XII.6 tax on flow-through proceeds renounced under the 'Look-back Rule', in accordance with Government of Canada flow-through regulations. When applicable, this tax is accrued as a financial expense until paid.

#### **Share capital**

Common shares are classified as equity. Incremental costs directly attributable to the issue of common shares and share purchase warrants are recognized as a deduction from equity, net of any tax effects. Common shares issued for consideration other than cash, are valued based on their market value at the date the shares are issued.

Proceeds received on the issuance of units, consisting of common shares and share purchase warrants, are allocated to common shares and warrants reserve on a relative fair value basis whereby the common shares are valued based on the quoted market price of the common shares at the time the units are issued, and the share purchase warrants are valued using the Black-Scholes option pricing model. The fair value of the warrants upon issuance is reflected in the reserve for warrants account until such time that the warrants are exercised, at which time the corresponding amount will be transferred to share capital. If the warrants expire unexercised, the amount recorded is transferred to contributed surplus.

#### **Share-based compensation**

The Company stock option plan allows the Company's employees and consultants to acquire shares of the Company. The fair value of options granted is recognized as a share-based payment expense with a corresponding increase in equity. An individual is classified as an employee when the individual is an employee for legal or tax purposes (direct employee) or provides services similar to those performed by a direct employee.

The fair value is measured at the grant date and each tranche is recognized on a graded-vesting basis over the period during which the options vest. The fair value of the options granted is measured using the Black-Scholes option pricing model taking into account the terms and conditions upon which the options were granted. At each period end, the amount recognized as an expense is adjusted to reflect the actual number of share options that are expected to vest.

## **Honey Badger Silver Inc.**

Notes to the Consolidated Financial Statements

For the year ended December 31, 2025

(Expressed in Canadian dollars)

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### **3. MATERIAL ACCOUNTING POLICY INFORMATION (continued)**

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#### **Share-based compensation (continued)**

In situations where equity instruments are granted to non-employees and some or all goods and services received by the entity as consideration cannot be specifically identified, they are measured at the fair value of the share-based payments. Otherwise, share-based payments are measured at the fair value of goods or services received.

In situations where shares are issued for acquisitions, the fair value of the shares is based on market value at the time of the issuance of shares.

#### **Right-of-Use Assets**

Right-of-use assets are recorded at the present value of future lease payments, alongside a corresponding lease liability. Lease payments are recognized on a straight-line basis over the term of the lease. The lease liability is initially measured at the present value of the lease payments that are not paid at the commencement date, discounted by using the rate implicit in the lease. If this rate cannot be readily determined, an incremental borrowing rate is used. The lease liability is subsequently measured by increasing the carrying amount to reflect interest on the lease liability using the effective interest method, and by reducing the carrying amount to reflect the lease amount incurred. Right of-use assets are depreciated over the shorter period of the lease term and useful life of the underlying asset. The depreciation starts at the commencement date of the lease.

#### **Leases**

The Company recognizes a right-of-use asset and a lease obligation at the lease commencement date, in accordance with IFRS 16 Leases. The right-of-use asset is initially measured at cost and, subsequently, at cost less any accumulated depreciation and impairment, and adjusted for certain remeasurements of the lease obligation. The lease liability is initially measured at the present value of the lease payments at the commencement date, discounted using the interest rate implicit in the lease or, if that rate cannot be readily determined, at the Company's incremental borrowing rate. Generally, the Company uses its incremental borrowing rate as the discount rate. The lease obligation is subsequently increased by the interest cost on the lease liability and decreased by lease payments made. It is remeasured when there is a change in future lease payments arising from a change in an index or rate, a change in the estimate of the amount expected to be payable under a residual value guarantee or, as appropriate, a change in the assessment of whether a purchase or extension option is reasonably certain to be exercised or a termination option is reasonably certain not to be exercised.

## **Honey Badger Silver Inc.**

Notes to the Consolidated Financial Statements

For the year ended December 31, 2025

(Expressed in Canadian dollars)

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### **3. MATERIAL ACCOUNTING POLICY INFORMATION (continued)**

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#### **Loss per share**

The Company presents the basic and diluted loss per share data for its common shares, calculated by dividing the loss attributable to common shareholders of the Company by the weighted average number of common shares outstanding during the period. Diluted loss per share is determined by adjusting the loss attributable to common shareholders and the weighted average number of common shares outstanding for the effects of all dilutive potential common shares.

During the years ended December 31, 2025 and 2024, the calculations of basic and diluted loss per share are the same as there were no potentially dilutive instruments outstanding.

#### **Income taxes**

Income tax expense consists of current and deferred tax expenses. Current and deferred tax are recognized in profit or loss except to the extent they relate to items recognized directly in equity or other comprehensive income.

Current tax is recognized and measured at the amount expected to be recovered from or payable to the taxation authorities based on the income tax rates enacted or substantively enacted at the end of the reporting period and includes any adjustment to taxes payable in respect of previous years.

Deferred tax is recognized on any temporary differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable earnings. Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the period when the asset is realized and the liability is settled. The effect of a change in the enacted or substantively enacted tax rates is recognized in loss and comprehensive loss depending on the item to which the adjustment relates.

The following temporary differences are not provided for: goodwill not deductible for tax purposes; the initial recognition of assets or liabilities that affect neither accounting nor taxable loss; and differences relating to investments in subsidiaries to the extent that they will probably not reverse in the foreseeable future. The amount of deferred tax provided is based on the expected manner of realization or settlement of the carrying amount of assets and liabilities, using tax rates enacted or substantively enacted at the statement of financial position date.

Deferred tax assets are recognized to the extent that future recovery is probable. At each reporting period end, deferred tax assets are reduced to the extent that it is no longer probable that sufficient taxable earnings will be available to allow all or part of the asset to be recovered.

## Honey Badger Silver Inc.

Notes to the Consolidated Financial Statements

For the year ended December 31, 2025

(Expressed in Canadian dollars)

### 3. MATERIAL ACCOUNTING POLICY INFORMATION (continued)

#### New standards, interpretations and amendments not yet effective

A number of new standards, amendments to standards and interpretations are not yet effective as of December 31, 2025 and have not been applied in preparing these consolidated financial statements.

On April 9, 2024, the IASB issued IFRS 18 “Presentation and Disclosure in the Financial Statements” (“IFRS 18”) replacing IAS 1. IFRS 18 introduces categories and defined subtotals in the statement of profit or loss, disclosures on management-defined performance measures, and requirements to improve the aggregation and disaggregation of information in the financial statements. As a result of IFRS 18, amendments to IAS 7 were also issued to require that entities use the operating profit subtotal as the starting point for the indirect method of reporting cash flows from operating activities and also to remove presentation alternatives for interest and dividends paid and received. Similarly, amendments to IAS 33 “Earnings per Share” were issued to permit disclosure of additional earnings per share figures using any other component of the statement of profit or loss, provided the numerator is a total or subtotal defined under IFRS 18. IFRS 18 is effective for annual reporting periods beginning on or after January 1, 2027, and is to be applied retrospectively, with early adoption permitted. The Company is currently assessing the impact of the standard on its financial statements.

### 4. CASH AND FUNDS HELD IN TRUST

	December 31, 2025	December 31, 2024
Cash and funds held in trust	\$ 54,000	\$ 300,000
Cash - unallocated	89,699	-
Cash allocated for flow-through expenditures	2,336,071	150,100
Total	\$ 2,479,770	\$ 450,100

The Company’s Chairman participated in the first tranche of a private placement that closed in December 2024 which made the Chairman a Control Person as defined by the British Columbia Securities Commission. Accordingly, these proceeds were held in escrow with the Company’s legal counsel until the shareholders approved the Chairman as a Control Person which they did at the Company’s annual general and special meeting, on February 14, 2025, at which time the proceeds were released to the Company. Accordingly, these proceeds were recorded as funds held in trust as at December 31, 2024.

Cash and funds held in trust as at December 31, 2025 is comprised of funds received for a subsequent private placement for which the Company is obligated to issue common shares.

## Honey Badger Silver Inc.

Notes to the Consolidated Financial Statements

For the year ended December 31, 2025

(Expressed in Canadian dollars)

### 5. MARKETABLE SECURITIES

	December 31, 2025	December 31, 2024
Opening balance	\$ 34,696	\$ 52,043
Removal of cost of marketable securities sold	(43,371)	-
Reversals of previously recognized unrealized losses on marketable securities	144,800	-
Realized loss on disposal of marketable securities	(118,779)	-
Net change in fair value of marketable securities	37,129	(17,347)
Ending balance	\$ 54,475	\$ 34,696

The Company holds 2,405 common shares of IAMGOLD Corporation ("IAMGOLD"), a public company listed on the TSX. During the year ended December 31, 2025, the Company recorded an unrealized gain on marketable securities of \$63,150 (2024 – loss of \$17,347) related to the revaluation of these common shares. On December 22, 2025, the Company's holdings of 693,910 shares in Mines D'Or Orbec were consolidated into 2,405 common shares of IAMGOLD, pursuant to an acquisition of Mines D'Or Orbec by IAMGOLD.

### 6. INVESTMENT IN MONETARY METALS

On December 4, 2025, the Company invested \$738,780 in a 9,958 oz silver loan with Monetary Metals & Co. The loan bears interest at a rate of 12% per annum and matures in August 2027. As at December 31, 2025, the fair value of the investment was \$986,480, representing an unrealized gain of \$247,700 which is recognized on the Company's statements of loss and comprehensive loss for the year ended December 31, 2025 (2024 - \$nil). The investment has been classified as held for sale under IFRS 9 and is measured at fair value through profit and loss (FVTPL).

### 7. RIGHT-OF-USE ASSETS

Balance, December 31, 2024	\$	-
Additions		91,043
Depreciation		(25,290)
Balance, December 31, 2025	\$	65,753

Right of use assets consist of a facility lease for office space. Amortization is recorded on a straight line basis over a period of 18 months.

## Honey Badger Silver Inc.

Notes to the Consolidated Financial Statements

For the year ended December 31, 2025

(Expressed in Canadian dollars)

### 8. LEASE LIABILITY

At the commencement date of the leases, the lease liability was measured at the present value of the lease payments that were not paid at that date. The lease payments are discounted using an interest rate of 10%, which is the Company's incremental borrowing rate. The continuity of the lease liabilities are presented in the table below:

Balance, December 31, 2024	\$	-
Additions		91,043
Accretion expense	\$	(1,671)
Lease payments		(28,030)
Balance, December 31, 2025	\$	61,342

  

Balance, December 31, 2025		
Less than one year	\$	56,135
Greater than one year		5,207
Total lease obligation	\$	61,342

Effective August 1, 2025, the Company entered into an 18 month lease for office space.

#### Maturity Analysis - Contractual Undiscounted Cash Flows

<u>As at December 31, 2025</u>		
Less than one year	\$	67,883
Greater than one year		5,728
Total undiscounted lease obligation	\$	73,611

### 9. EXPLORATION AND EVALUATION EXPENDITURES

#### Yukon Properties

##### *Plata, Groundhog, and Hy*

On June 4, 2021, the Company completed the acquisition of three silver properties located in Yukon, Canada comprised of the Plata, Groundhog, and Hy properties. In consideration, the Company issued 6,106,091 common shares valued at \$4,524,613 to Strategic Metals Ltd., a public company which a former director of the Company is also the Chief Executive Officer, President and a director.

##### *Clear Lake*

On March 29, 2022, the Company completed the acquisition of the Clear Lake silver/zinc/lead property located in Yukon, Canada. In consideration, the Company paid \$250,000 cash and granted a 1% net smelter return ("NSR") royalty on all metals other than silver.

## Honey Badger Silver Inc.

Notes to the Consolidated Financial Statements

For the year ended December 31, 2025

(Expressed in Canadian dollars)

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### 9. EXPLORATION AND EVALUATION EXPENDITURES (Continued)

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#### Northwest Territories Property

##### *Sunrise Lake*

On October 17, 2023, the Company entered into a purchase agreement with SSR Mining Inc. ("SSR") to acquire 100% of SSR's Sunrise Lake silver project in the Northwest Territories, Canada. In consideration, the Company granted SSR a 4% NSR royalty on any future production from the project, half (2%) of which may be purchased by the Company at any time prior to commencement of construction at the project for US\$10 million

#### Nunavut Properties

##### *Nanisivik*

In 2021 and 2022, the Company staked certain claims in Nunavut, Canada known as the Nanisivik silver property.

##### *Yava*

On October 1, 2024, the Company issued 4,250,000 common shares value at \$340,000 to acquire the Yava project located in Nunavut, Canada.

During the year ended December 31, 2025 and 2024, the Company incurred the following exploration and evaluation expenditures.

## Honey Badger Silver Inc.

Notes to the Consolidated Financial Statements

For the year ended December 31, 2025

(Expressed in Canadian dollars)

### 9. EXPLORATION AND EVALUATION EXPENDITURES (Continued)

For the Year Ended December 31,	2025	2024
<b>Yukon Properties</b>		
Claim maintenance	\$ 26,250	\$ 3,706
Geological	8,000	-
Support costs	171,354	-
Geophysics	281,381	13,743
Data interpretation	178,652	122,105
	<b>665,637</b>	<b>139,554</b>
<b>Northwest Territories Property</b>		
Acquisition	-	3,043
Claim maintenance	15,283	993
Consulting	2,185	-
	<b>17,468</b>	<b>4,036</b>
<b>Nunavut Properties</b>		
Acquisition	-	340,000
Data interpretation	-	65,331
Geological	2,000	-
Geophysics	163,058	-
	<b>165,058</b>	<b>405,331</b>
<b>Ontario Properties</b>		
Claim maintenance	-	6,576
	-	6,576
<b>Quebec Property</b>		
Claim maintenance	-	2,796
	-	2,796
<b>Total</b>	<b>\$ 848,163</b>	<b>\$ 558,293</b>

## Honey Badger Silver Inc.

Notes to the Consolidated Financial Statements

For the year ended December 31, 2025

(Expressed in Canadian dollars)

### 10. FLOW-THROUGH PREMIUM LIABILITY

	December 31, 2025	December 31, 2024
Opening balance	\$ 64,137	\$ 3,650
April 2024 flow-through private placement	-	53,890
December 2024 flow-through private placement	-	30,604
January 2025 flow-through private placement	19,425	-
July 3, 2025 flow-through private placement	230,513	-
July 16, 2025 flow-through private placement	111,913	-
October 8, 2025 flow-through private placement	370,992	-
Flow-through premium recovery	(177,921)	(24,007)
Closing balance	\$ 619,059	\$ 64,137

### 11. SHARE CAPITAL

#### Authorized

The Company has an unlimited number of common shares without par value authorized for issue.

#### Issued and outstanding

During the year ended December 31, 2025, the Company completed the following:

- On January 3, 2025, the Company completed the second and final tranche of a private placement through the issuance of 1,619,230 units at a price of \$0.13 per unit for gross proceeds of \$210,500 (of which \$32,500 was received in December 2024 and recorded as an obligation to issued shares as at December 31, 2024) and 465,000 flow-through shares at a price of \$0.16 per flow-through share for proceeds of \$74,400 (of which \$32,000 was received in December 2024 and recorded as an obligation to issued shares as at December 31, 2024).

Each unit consisted of one common share and one share purchase warrant entitling the holder to acquire one common share at a price of \$0.18 until January 3, 2028. The share purchase warrants were valued at \$79,516 using the Black-Scholes option pricing model with the following assumptions: a risk-free interest rate of 2.85%; an expected volatility of 111.32%; a share price on the date of issuance of \$0.12; an expected life of 3 years; and an expected dividend yield of 0%.

The Company recorded a flow-through premium liability of \$19,425 on issuance of the flow-through shares.

## Honey Badger Silver Inc.

Notes to the Consolidated Financial Statements

For the year ended December 31, 2025

(Expressed in Canadian dollars)

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### 11. SHARE CAPITAL (continued)

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#### Issued and outstanding (continued)

The Company paid cash finder's fees of \$5,464 and issued 27,900 broker warrants on the same terms as the private placement warrants. The broker warrants were valued at \$2,041 using the Black-Scholes option pricing model with the following assumptions: a risk-free interest rate of 2.85%; an expected volatility of 111.32%; an expected life of 3 years; and an expected dividend yield of 0%. The Company paid other share issue costs of \$6,035.

- On July 3, 2025, the Company closed the first tranche of a non-brokered private placement ("first tranche"), raising aggregate gross proceeds of approximately \$1.986 million through the issuance of 9,860,000 non-flow-through units (the "NFT Units") at a purchase price of \$0.10 per NFT Unit (the "FT Offering") and 7,692,353 common shares of the Company that are intended to qualify as "flow-through shares" as defined in subsection 66(15) of the Income Tax Act (Canada) ("FT Shares") at a purchase price of \$0.13 per FT Share (the "Unit Offering, and together with the FT Offering, the Offering"). Each NFT Unit consists of one non-flow-through common share of the Company (a "Unit Share") and one half of one common share purchase warrant (each whole warrant, a "Warrant"). Each Warrant entitles the holder to acquire one common share of the Company for an exercise price of \$0.15 until January 3, 2027.

The 4,930,000 \$0.15 warrants issued in conjunction with the NFT financing were valued at \$184,172 using the Black-Scholes option pricing model, relative value method with the following assumptions: a risk-free interest rate of 2.64%; an expected volatility of 113.93%; a share price of \$0.115 on the date of issuance, an expected life of 1.5 years; and an expected dividend yield of 0%.

In connection with the closing of the First Tranche, the Company issued 362,680 non-transferable finder's warrants to certain arm's length finders. Each finder's warrant is exercisable to acquire one common share in the capital of the Company at a price of C\$0.15 per share until January 3, 2027.

The 362,680 \$0.15 finders warrants issued in conjunction with this financing were valued at \$9,618 using the Black-Scholes option pricing model with the following assumptions: a risk-free interest rate of 2.64%; an expected volatility of 113.93%; %; a share price of \$0.115 on the date of issuance, an expected life of 0.5 years; and an expected dividend yield of 0%.

The Company recorded a flow-through premium liability of \$250,513 on issuance of the flow-through shares.

- On July 16, 2025, the Company closed a second tranche of the above noted non-brokered private placement, issuing 4,650,000 NFT Units at \$0.10 per Unit and 5,729,145 FT shares at \$0.11 per share for gross proceeds of \$1,095,206.

## Honey Badger Silver Inc.

Notes to the Consolidated Financial Statements

For the year ended December 31, 2025

(Expressed in Canadian dollars)

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### 11. SHARE CAPITAL (continued)

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#### Issued and outstanding (continued)

The 2,025,000 \$0.15 warrants issued in conjunction with the NFT financing were valued at \$94,067 using the Black-Scholes option pricing model, relative value method with the following assumptions: a risk-free interest rate of 2.79%; an expected volatility of 115.99%; a share price of \$0.135 on the date of issuance, an expected life of 1.5 years; and an expected dividend yield of 0%.

The 133,000 \$0.15 finders warrants issued in conjunction with this financing were valued at \$5,163 using the Black-Scholes option pricing model with the following assumptions: a risk-free interest rate of 2.79%; an expected volatility of 115.99%; a share price of \$0.135 on the date of issuance, an expected life of 0.5 years; and an expected dividend yield of 0%.

The Company recorded a flow-through premium liability of \$111,913 on issuance of the flow-through shares in this tranche.

Cash costs of issue for the July 3 and July 16<sup>th</sup> financing tranches amount to \$151,564.

- On October 8, 2025, the Company closed a non-brokered private placement of flow-through common shares (the "Offering") for aggregate gross proceeds of \$1,500,000 through the issuance of 4,838,710 common shares of the Company that are intended to qualify as "flow-through shares" as defined in subsection 66(15) of the Income Tax Act (Canada) ("FT Shares") at a price of \$0.31 per FT Share.

In connection with the Offering, the Company paid an aggregate of \$90,000 in finder's fees and issued 290,322 non-transferable finder warrants to eligible finders. Each finder warrant entitles the holder to acquire one common share of the Company at a price of \$0.35 per share for a period of 18 months following the closing date.

The 290,322 \$0.35 finders warrants issued in conjunction with this financing were valued at \$32,814 using the Black-Scholes option pricing model with the following assumptions: a risk-free interest rate of 2.42%; a share price of \$0.25 on the date of issuance an expected volatility of 116.42%; an expected life of 1.5 years; and an expected dividend yield of 0%.

The Company recorded a flow-through premium liability of \$370,992 on issuance of the flow-through shares in this tranche.

- During the year ended December 31, 2025, the Company issued 7,824,784 common shares on the exercise of warrants for gross proceeds of \$516,308. The Company recorded an allocation on exercise of warrants of \$185,402 from warrants reserve to share capital.

## Honey Badger Silver Inc.

Notes to the Consolidated Financial Statements

For the year ended December 31, 2025

(Expressed in Canadian dollars)

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### 11. SHARE CAPITAL (continued)

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#### Issued and outstanding (continued)

- During the year ended December 31, 2025, issued 1,217,000 common shares on the exercise of options for gross proceeds of \$93,031. The Company recorded an allocation on exercise of warrants of \$85,024 from contributed surplus to share capital.

During the year ended December 31, 2024, the Company completed the following:

- On April 10, 2024, the Company completed a placement through the issuance of 16,749,000 units at a price of \$0.05 per unit for gross proceeds of \$837,450 and the issuance of 5,642,307 flow-through shares at a price of \$0.065 per flow-through share for gross proceeds of \$366,750.

Each unit consisted of one common share and one-half of one share purchase warrant. Each whole warrant entitles the holder to acquire one common share at a price of \$0.065 until October 10, 2025. The share purchase warrants were valued at \$196,155 using the Black-Scholes option pricing model with the following assumptions: a risk-free interest rate of 4.27%; an expected volatility of 107%; an expected life of 1.5 years; and an expected dividend yield of 0%. The Company recorded a flow-through premium liability of \$53,890 on issuance of the flow-through shares.

The Company paid cash finder's fees of \$7,130 and issued 97,000 broker warrants on the same terms as the private placement warrants. The broker warrants were valued at \$5,935 using the Black-Scholes option pricing model with the following assumptions: a risk-free interest rate of 4.27%; an expected volatility of 107%; an expected life of 1.5 years; and an expected dividend yield of 0%. The Company paid other share issue costs of \$7,878.

- On September 30, 2024, the Company issued 1,026,180 common shares valued at \$76,964 to settle trade and accounts payable of \$101,738, and accordingly recorded a gain on settlement of trade and other payables of \$24,774.
- On October 1, 2024, the Company issued 4,250,000 common shares value at \$340,000 to acquire the Yava project (Note 6).
- On December 16, 2024, the Company completed the first tranche of a private placement through the issuance of 4,657,692 units at a price of \$0.13 per unit for gross proceeds of \$605,500 and 687,500 flow-through shares at a price of \$0.16 per flow-through share for gross proceeds of \$110,000.

Each unit consisted of one common share and one share purchase warrant entitling the holder to acquire one common share at a price of \$0.18 until December 16, 2027. The share purchase warrants were valued at \$225,034 using the Black-Scholes option pricing model with the following assumptions: a risk-free interest rate of 2.92%; an expected volatility of 111%; an expected life of 3 years; and an expected dividend yield of 0%.

## Honey Badger Silver Inc.

Notes to the Consolidated Financial Statements

For the year ended December 31, 2025

(Expressed in Canadian dollars)

### 11. SHARE CAPITAL (continued)

#### Issued and outstanding (continued)

The Company's Chairman participated in this first tranche private placement which made the Chairman a Control Person as defined by the British Columbia Securities Commission. Accordingly, these proceeds were held in escrow with the Company's legal counsel until the shareholders approved the Chairman as a Control Person which they did at the Company's annual general and special meeting, on February 14, 2025, at which time the proceeds were released to the Company. Accordingly, these proceeds were recorded as funds held in trust as at December 31, 2024.

The Company received proceeds of \$40,000 subsequent to December 31, 2024 and accordingly, these proceeds were recorded as subscriptions receivable as at December 31, 2024.

The Company recorded a flow-through premium liability of \$30,604 on issuance of the flow-through shares.

The Company paid cash finder's fees of \$7,250 and issued 51,875 broker warrants on the same terms as the private placement warrants. The broker warrants were valued at \$3,526 using the Black-Scholes option pricing model with the following assumptions: a risk-free interest rate of 2.92%; an expected volatility of 111%; an expected life of 3 years; and an expected dividend yield of 0%.

- In October and November 2024, the Company issued 725,500 common shares on the exercise of warrants for gross proceeds of \$47,158. The Company recorded an allocation on exercise of warrants of \$17,918 from warrants reserve to share capital.

#### Warrants

The continuity of share purchase warrants for the year ended December 31, 2025 is as follows:

Expiry date	Exercise price	Balance, December 31, 2024	Granted	Exercised	Expired	Balance, December 31, 2025				
October 10, 2025	\$ 0.065	7,746,000	-	(7,746,000)	-	-				
January 3, 2026	\$ 0.150	-	362,680	-	-	362,680				
January 16, 2026	\$ 0.150	-	133,000	-	-	133,000				
April 11, 2026	\$ 0.18	3,245,523	-	(33,334)	-	3,212,189				
May 24, 2026	\$ 0.18	957,940	-	-	-	957,940				
January 3, 2027	\$ 0.15	-	4,930,000	(45,450)	-	4,884,550				
January 16, 2027	\$ 0.15	-	2,325,000	-	-	2,325,000				
October 18, 2027	\$ 0.35	-	290,322	-	-	290,322				
December 16, 2027	\$ 0.18	4,709,567	-	-	-	4,709,567				
January 3, 2028	\$ 0.18	-	1,647,130	-	-	1,647,130				
		16,659,030	9,688,132	(7,824,784)	-	18,522,378				
Weighted average exercise price	\$	0.13	\$	0.16	\$	0.07	\$	-	\$	0.17

As at December 31, 2025, the weighted average remaining contractual life of the share purchase warrants outstanding was 1.61 years.

## Honey Badger Silver Inc.

Notes to the Consolidated Financial Statements

For the year ended December 31, 2025

(Expressed in Canadian dollars)

### 11. SHARE CAPITAL (continued)

The continuity of share purchase warrants for the year ended December 31, 2024 is as follows:

Expiry date	Exercise price	Balance,	Granted	Exercised	Expired	Balance,				
		December 31, 2023				December 31, 2024				
March 18, 2024	\$ 0.57	3,759,402	-	-	(3,759,402)	-				
October 10, 2025	\$ 0.07	-	8,471,500	(725,500)	-	7,746,000				
April 11, 2026	\$ 0.18	3,245,523	-	-	-	3,245,523				
May 24, 2026	\$ 0.18	957,940	-	-	-	957,940				
December 16, 2027	\$ 0.18	-	4,709,567	-	-	4,709,567				
		7,962,865	13,181,067	(725,500)	(3,759,402)	16,659,030				
Weighted average exercise price	\$	0.36	\$	0.11	\$	0.07	\$	0.57	\$	0.13

As at December 31, 2024, the weighted average remaining contractual life of the share purchase warrants outstanding was 1.53 years.

#### Stock Options

The Company has a stock option plan pursuant to which the Company's Board of Directors may grant incentive stock options to directors, officers, employees and consultants. The exercise price of the options cannot be less than the closing price of the Company's shares on the trading day preceding the date of grant, and the maximum term of any option cannot exceed five years. The Board, in accordance with applicable TSX-V or other regulatory requirements, if any, will determine any vesting period assigned therein. There is no minimum vesting period unless the optionee is engaged in investor relation activities. The maximum aggregate number of common shares under option at any time under the stock option plan cannot exceed 10% of the issued shares. The fair value of the share-based compensation is recognized as contributed surplus upon vesting.

The continuity of stock options for the year ended December 31, 2025 is as follows:

Expiry date	Exercise price	Balance,	Granted	Exercised	Expired / Forfeited	Balance,				
		December 31, 2024				December 31, 2025				
August 28, 2025	\$ 0.34	276,316	-	-	(276,316)	-				
February 19, 2026	\$ 0.57	52,632	-	-	-	52,632				
March 23, 2026	\$ 0.71	760,526	-	-	-	760,526				
August 3, 2026	\$ 0.46	263,158	-	-	(131,579)	131,579				
October 27, 2026	\$ 0.37	131,579	-	-	-	131,579				
December 31, 2026	\$ 0.43	385,896	-	-	(41,053)	344,843				
September 15, 2028	\$ 0.09	521,000	-	(117,000)	(75,000)	329,000				
April 24, 2029	\$ 0.075	3,595,000	-	(1,100,000)	-	2,495,000				
July 16, 2030	\$ 0.120	-	4,000,000	-	-	4,000,000				
September 8, 2030	\$ 0.230	-	1,360,000	-	-	1,360,000				
		5,986,107	5,360,000	(1,217,000)	(523,948)	9,605,159				
Weighted average exercise price	\$	0.22	\$	0.15	\$	0.08	\$	0.34	\$	0.19

As at December 31, 2025, 6,925,1059 of the 9,605,159 stock options issued and outstanding were exercisable with a weighted average remaining contractual life of 3.58 years.

## Honey Badger Silver Inc.

Notes to the Consolidated Financial Statements

For the year ended December 31, 2025

(Expressed in Canadian dollars)

### 11. SHARE CAPITAL (continued)

#### Stock Options (Continued)

The continuity of stock options for the year ended December 31, 2024 is as follows:

Expiry date	Exercise price	Balance, December 31, 2023	Granted	Exercised	Expired / Forfeited	Balance, December 31, 2024				
November 1, 2024	\$ 0.40	17,544	-	-	(17,544)	-				
August 28, 2025	\$ 0.34	298,246	-	-	(21,930)	276,316				
February 11, 2026	\$ 0.46	43,860	-	-	(43,860)	-				
February 19, 2026	\$ 0.57	52,632	-	-	-	52,632				
March 23, 2026	\$ 0.71	888,596	-	-	(128,070)	760,526				
August 3, 2026	\$ 0.46	263,158	-	-	-	263,158				
October 27, 2026	\$ 0.37	131,579	-	-	-	131,579				
December 31, 2026	\$ 0.430	755,370	-	-	(369,474)	385,896				
September 15, 2028	\$ 0.090	549,000	-	-	(28,000)	521,000				
April 24, 2029	\$ 0.075	-	3,595,000	-	-	3,595,000				
		2,999,985	3,595,000	-	(608,878)	5,986,107				
Weighted average exercise price	\$	0.44	\$	0.08	\$	-	\$	0.47	\$	0.22

As at December 31, 2024, all stock options were exercisable with a weighted average remaining contractual life of 3.35 years.

On July 16, 2025, The Company granted an aggregate of 4,000,000 options to acquire common shares of the Company (the "Options") to certain officers, employees and/or consultants of the Company. The Options have an exercise price of \$0.12 per share, have a 5-year term from the date of grant and vest in equal halves on the date of grant and on the date that is six months from the date of grant.

The options were valued at \$444,871 using the Black-Scholes option pricing model with the following assumptions: an exercise price of \$0.12, a risk-free interest rate of 3.16%; an expected volatility of 113.92%; an expected life of 5 years; a share price of \$0.135 on the date of grant; and an expected dividend yield of 0%. During the year ended December 31, 2025, stock based compensation expense of \$430,041 was expensed in conjunction with this grant.

On September 8, 2025, The Company granted an aggregate of 1,360,000 options to acquire common shares of the Company (the "Options") to certain officers, employees and/or consultants of the Company. The Options have an exercise price of \$0.23 per share, have a 5-year term from the date of grant and vest in equal halves on the date of grant and on the date that is six months from the date of grant.

The options were valued at \$248,207 using the Black-Scholes option pricing model with the following assumptions: a risk-free interest rate of 2.81%; an expected volatility of 109.32%; an expected life of 5 years; have a share price of \$0.23 on the date of grant; and an expected dividend yield of 0%. During the year ended December 31, 2025, stock based compensation expense of \$202,702 was expensed in conjunction with this grant.

## Honey Badger Silver Inc.

Notes to the Consolidated Financial Statements

For the year ended December 31, 2025

(Expressed in Canadian dollars)

### 12. RELATED PARTY TRANSACTIONS AND BALANCES

#### *Related party transactions*

<b>For the Year Ended December 31,</b>	<b>2025</b>	<b>2024</b>
<b>Consulting fees</b>		
Chairman	\$ 500,000	\$ 300,000
Chief Executive Officer	105,000	260,000
Golden Oak *	55,000	120,000
The Marrelli Group ****	64,961	-
	724,961	680,000
<b>Exploration and evaluation expenditures</b>		
Chief Executive Officer	40,000	-
Nemo Resources **	59,500	-
	99,500	-
<b>Marketing, promotion and travel</b>		
Red Cloud*****		85,000
Sharechest ***	-	1,000
	-	86,000
<b>Share-based compensation</b>	437,577	199,205
<b>Total</b>	\$ 1,262,038	\$ 965,205

\* Golden Oak Corporate Services Ltd. ("Golden Oak") is a consulting company controlled by the Chief Financial Officer and Corporate Secretary of the Company. Golden Oak provided the services of a Chief Financial Officer, Corporate Secretary, and accounting and administrative staff to the Company until June 5, 2025.

\*\* Nemo Resources Inc. ("Nemo Resources") is a consulting company controlled by a director of the Company which provides exploration services to the Company.

\*\*\* Sharechest Inc. ("Sharechest") is a company controlled by the Chairman of the Company.

\*\*\*\* Commencing June 5, 2025, the Company engaged Marrelli Support Services Inc. and DSA Corporate Services L.P. ("the Marrelli Group") for the services of a Chief Financial Officer, Corporate Secretary, and accounting and various administrative functions. The Company's Chief Financial officer is the president of Marrelli Support Services Inc.

\*\*\*\*\* During the year ended December 31, 2024, Red Cloud forgave certain amounts owing from the Company and accordingly, the Company recorded a gain on forgiveness of trade and other payables of \$75,200 for the year ended December 31, 2024.

## Honey Badger Silver Inc.

Notes to the Consolidated Financial Statements

For the year ended December 31, 2025

(Expressed in Canadian dollars)

### 12. RELATED PARTY TRANSACTIONS AND BALANCES (continued)

#### *Related party balances*

		December 31, 2025	December 31, 2024
Chairman	Fees	\$ -	\$ 154,250
Chairman	Expenses	26,635	19,983
The Marrelli Group	Fees	16,395	-
Golden Oak	Expenses	-	3,032
<b>Total</b>		<b>\$ 43,030</b>	<b>\$ 177,265</b>

All amounts owing are unsecured, non-interest bearing and due on demand.

### 13. SEGMENTED INFORMATION

Operating segments are identified on the basis of internal reports that are regularly reviewed by the chief operating decision-maker to allocate resources to the segments and to assess their performance.

The chief operating decision-maker who is responsible for allocating resources and assessing performance of the operating segments, has been defined as the Chief Executive Officer.

The Company operates in a single segment, being mineral exploration and evaluation.

All of the Company's mineral exploration and evaluation assets are located in Canada.

### 14. FINANCIAL INSTRUMENTS AND RISK MANAGEMENT

#### Financial Instruments

Financial instruments are classified into one of the following categories: FVTPL; FVTOCI; or at amortized cost. The carrying values of the Company's financial instruments are classified into the following categories.

		December 31, 2025	December 31, 2024
Cash	Amortized cost	\$ 2,479,770	\$ 150,100
Funds held in trust	Amortized cost	-	300,000
Subscriptions receivable	Amortized cost	-	40,000
Investment in Monetary Metals Silver Loan	FVTPL	986,480	-
Marketable securities	FVTPL	54,475	34,696
Trade and other payables	Amortized cost	(307,686)	(147,351)
Lease liability	Amortized cost	(61,342)	-
Due to related parties	Amortized cost	(43,030)	(177,265)

## Honey Badger Silver Inc.

Notes to the Consolidated Financial Statements

For the year ended December 31, 2025

(Expressed in Canadian dollars)

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### 13. FINANCIAL INSTRUMENTS AND RISK MANAGEMENT (Continued)

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#### Financial Instruments

The Company's financial instruments recorded at fair value require disclosure about how the fair value was determined based on significant levels of inputs described in the following hierarchy:

Level 1 - Quoted prices are available in active markets for identical assets or liabilities as of the reporting date. Active markets are those in which transactions occur in sufficient frequency and value to provide pricing information on an ongoing basis.

Level 2 - Pricing inputs are other than quoted prices in active markets included in Level 1. Prices in Level 2 are either directly or indirectly observable as of the reporting date. Level 2 valuations are based on inputs including quoted forward prices for commodities, time value and volatility factors, which can be substantially observed or corroborated in the market place.

Level 3 - Valuations in this level are those with inputs for the asset or liability that are not based on observable market data.

The carrying values of cash, funds held in trust, subscriptions receivable, trade and other payables, and due to related parties approximate their fair values due to their short-term nature. These financial instruments are classified as financial assets and liabilities at amortized cost and are reported at amortized cost. The Company's marketable securities are held in a company with an active market and are classified as current assets at fair value. The Company's investment in Monetary Metals is a silver loan, with silver traded on an active market and are classified as current assets at fair value.

#### Risk Management

The Company's financial instruments are exposed to certain financial risks, which include credit risk, liquidity risk, and such market risks as interest rate risk, market price risk, and commodity risk. The Board of Directors has overall responsibility for the establishment and oversight of the Company's risk management framework. The Board has implemented and monitors compliance with risk management policies as set out herein.

#### Credit Risk

Credit risk is the risk that one party to a financial instrument will fail to fulfill an obligation and causes the other party to incur a financial loss. The Company's credit risk consists primarily of cash. The credit risk is minimized by placing cash and investing short term investments with major Canadian financial institutions. Management believes that the credit risk concentration with respect to its bank deposits is remote since all cash is held with financial institutions of reputable credit. The Company's receivables relate to government goods and services taxes and have negligible counterparty default risk.

## Honey Badger Silver Inc.

Notes to the Consolidated Financial Statements

For the year ended December 31, 2025

(Expressed in Canadian dollars)

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### 13. FINANCIAL INSTRUMENTS AND RISK MANAGEMENT (Continued)

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#### Risk Management (Continued)

##### Liquidity Risk

The Company's liquidity risk is the risk that Company has insufficient funds to settle its contractual financial liabilities. The Company manages this risk by ensuring sufficient funds are available as contractual cash flows become due.

As at December 31, 2025, the Company had a cash and funds held in trust of \$2,479,770 to settle trade and other payables, due to related parties and lease liability of \$412,058.

While the Company has been successful in obtaining the required funding in the past to meet its financial obligations, there is no assurance that future financings will be available.

##### Market Risks

The Company's market risk arises from changes in interest rates, market prices, commodity prices, and foreign exchange rates that could have an impact on profit or loss. This includes:

- a) Interest rate risk is the sensitivity of the fair value or of the future cash flows of a financial instrument to changes in interest rates. The Company does not have any financial assets or liabilities that were subject to variable interest rates.
- b) Market price risk is the sensitivity of the fair value of the Company's marketable securities to price volatility. The fair value of its portfolio is not material, and any market price risk is considered insignificant.
- c) Commodity price risk is the sensitivity of the fair value of the future cash flows of mineral assets. The Company manages this risk by continually monitoring base and precious metal prices and commodity price trends to determine the appropriate timing for funding the exploration of its mineral assets, or for the acquisition or disposition of mineral-based assets.
- d) Currency risk is the sensitivity of the fair value or of the future cash flows of financial instruments to changes in foreign exchange rates. The Company does not have any financial assets or liabilities that are subject to variable foreign exchange rates and as such the Company is not subject to currency risk.

## Honey Badger Silver Inc.

Notes to the Consolidated Financial Statements

For the year ended December 31, 2025

(Expressed in Canadian dollars)

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### 14. MANAGEMENT OF CAPITAL

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In managing liquidity, the Company's primary objective is to ensure the entity can continue as a going concern while raising additional funding to meet its obligations as they come due, and to maximize shareholder return. The Company's operations to date have been funded by issuing equity.

As of December 31, 2025, the Company had working capital of \$2,613,696.

The Company monitors its capital structure and makes adjustments to it according to market conditions in an effort to meet its objectives given the current outlook of the business and industry in general. The Company may manage its capital structure by issuing new shares, adjusting capital spending, or disposing of assets. The capital structure is reviewed by Management and the Board of Directors on an ongoing basis. The Company's ability to carry out its planned exploration activities is uncertain and dependent upon securing additional financing.

### 15. INCOME TAXES

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A reconciliation of income taxes at statutory rates with reported taxes is as follows:

	Year ended December 31,	
	2025	2024
Loss for the year	\$ (2,636,687)	\$ (2,127,298)
Tax rate	27%	27%
Expected income tax recovery	\$ (699,000)	\$ (574,000)
Change in statutory foreign tax, foreign exchange and other	-	3,000
Permanent differences	186,000	71,000
Impact of flow-through share issuances	(47,000)	129,000
Share issue costs	(22,000)	(13,000)
Change in unrecognized deductible temporary differences	582,000	384,000
Total	\$ -	\$ -

## Honey Badger Silver Inc.

Notes to the Consolidated Financial Statements

For the year ended December 31, 2025

(Expressed in Canadian dollars)

### 15. INCOME TAXES (Continued)

The significant components of the Company's deferred tax assets are as follows:

	December 31, 2025	December 31, 2024
<b>Deferred tax assets</b>		
Exploration and evaluation assets	\$ 2,741,000	\$ 2,591,000
Marketable securities	14,000	39,000
Share issue costs	63,000	18,000
Capital losses	40,000	65,000
Non-capital losses available for future periods	2,894,000	2,475,000
Investment in Monetary Metals	(33,000)	-
Right of use assets	(1,000)	-
<b>Total unrecognized deferred tax assets</b>	<b>\$ 5,718,000</b>	<b>\$ 5,188,000</b>

Deferred tax assets have not been recognized in these consolidated financial statements as it is not probable that they will be realized. Non-capital losses expire at varying points between 2026 and 2045.

### 16. SUBSEQUENT EVENTS

- (i) On April 15, 2026, the Company closed a brokered private placement offering of subscription receipts of the Company (the "Subscription Receipts") for aggregate gross proceeds of \$11,500,000 (the "Offering"). A total of 71,875,000 Subscription Receipts were issued at a price of \$0.16 per Subscription Receipt. The subscription receipts will convert into one unit of the Company which consists of one common share and one common share purchase warrants, with each warrant entitling the holder to acquire one additional common share for a period of three years closing the acquisition at an exercise price of \$0.24 per warrant

In consideration for their services, the Agents are entitled to a cash commission equal to 6% of the gross proceeds of the Offering and such number of compensation warrants equal to 6% of the number of Units issued under the offering, subject to a reduction to 3% in respect of sales to certain purchasers. Each compensation warrant will entitle the holder to acquire one Common Share at an exercise price of \$0.24 per Common Share for a period of two years from the closing of the Acquisition. The compensation warrants will be issued only if the Escrow Release Conditions are satisfied on or before the Escrow Release Deadline.

The net proceeds of the Offering will be used to fund the cash portion of the purchase price for the acquisition (the "Acquisition") by Honey Badger of all of the issued and outstanding shares of Canadian Zinc Corporation (described in point (iii) below), the owner of the Prairie Creek Project (the "PC Silver Project" or the "Project"), from Resource Capital Fund VI L.P., and for expenses related to the Acquisition.

## Honey Badger Silver Inc.

Notes to the Consolidated Financial Statements

For the year ended December 31, 2025

(Expressed in Canadian dollars)

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### 16. SUBSEQUENT EVENTS (Continued)

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The gross proceeds of the Offering, less certain expenses and a portion of the Agents' fees, will be deposited into escrow with a subscription receipt agent pending satisfaction of the Escrow Release Conditions (such amount being the "Escrowed Funds"), which includes the completion, satisfaction or waiver of all conditions precedent to the closing of the Acquisition other than the payment of the purchase price and receipt of final approval of the TSXV (the "Escrow Release Conditions"). If the Escrow Release Conditions are satisfied on or before June 15, 2026 (the "Escrow Release Deadline"), the Escrowed Funds (less the balance of the Agents' fees) will be released to the Company and the Subscription Receipts will automatically convert into Units. If the Escrow Release Conditions are not satisfied on or before the Escrow Release Deadline, the Subscription Receipts will be canceled, and the Escrowed Funds will be returned to holders of Subscription Receipts on a pro rata basis.

- (ii) On March 31, 2026, the Company issued 1,000,000 stock options to the Company's chief operating officer, exercisable for a period of 5 years at \$0.22. The options vest at a rate of 50% upon grant and 50% after 6 months.
- (iii) On March 13, 2026, the Company entered into a definitive agreement (the "Agreement") to acquire all of the issued and outstanding shares of Canadian Zinc Corporation ("CZC"), 100% owner of the Prairie Creek Project ("PC Silver Project", or the "Project"), from Resource Capital Fund VI L.P. ("RCF"), an arm's length party to the Company, for \$10 million in cash plus \$2 million in Honey Badger shares and warrants (the "Acquisition"). The PC Silver Project is a major permitted underground silver-zinc-lead project located in the Northwest Territories.

Total consideration of \$12 million is to consist of a \$10 million cash payment on closing, (subject to closing adjustments as defined in the agreement) plus \$2 million in shares and warrants of Honey Badger, with pricing determined based upon the Offering and in accordance with applicable TSX Venture Exchange ("TSXV") policies, in each case subject to the Agreement, including adjustments contained therein. On April 27, 2026, the Agreement closed. It is management's preliminary assessment is that this acquisition will be accounted for as an asset acquisition under IFRS 3.

- (iv) On January 19, 2026, the Company closed it has closed a non-brokered private placement (the "Offering") of units of the Company (the "Units") for aggregate gross proceeds of \$2,250,000 through the issuance of 12,499,998 Units at a price of \$0.18 per Unit.

Each Unit consists of one common share of the Company (each, a "Unit Share") and one common share purchase warrant (each, a "Unit Warrant"). Each Unit Warrant entitles the holder to acquire one common share of the Company (each, a "Warrant Share") at an exercise price of \$0.23 per Warrant Share for a period of 36 months from the closing date of the Offering, subject to customary anti-dilution adjustments.

In connection with the Offering, the Company paid an aggregate of \$60,290 in finder's fees and issued 334,946 non-transferrable finder warrants to eligible finders (each, a "Finder's Warrant"). Each Finder's Warrant entitles the holder to acquire one common share of the Company (each, a "Finder's Warrant Share") at a price of \$0.23 per Finder's Warrant Share, subject to customary anti-dilution adjustments, for a period of 36 months following the closing date of the Offering.

## **Honey Badger Silver Inc.**

Notes to the Consolidated Financial Statements

For the year ended December 31, 2025

(Expressed in Canadian dollars)

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- (v) On January 9, 2026, the Company granted an aggregate of 2,000,000 options to acquire common shares of the Company (the "Options") to certain officers, employees and/or consultants of the Company. The Options have an exercise price of \$0.20 per common share of the Company, have a 5-year term from the date of grant and vest in equal halves on the date of grant and on the date that is six months from the date of grant.
- (vi) On April 29, 2026, the Company granted an aggregate of 5,335,000 stock options (the "Options") to certain directors, officers, employees and/or consultants of the Company. The Options are exercisable at a price of \$0.45 per share and are valid for a period of 5 years from the date of grant and vest in equal halves on the date of grant and on the date that is six months from the date of grant.
- (vii) Subsequent to December 31, 2025, 5,509,304 common shares were issued upon exercise of warrants for gross proceeds of \$982,075.

### **17. COMPARATIVE FIGURES**

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Certain comparative amounts have been reclassified in order to conform with current year financial statement presentation.