



Condensed Interim Financial Statements

For the three and six months ended June 30, 2026 and 2025

(Expressed in Canadian Dollars)
(Unaudited)

INDEX	Page
Management's Responsibility for Financial Statements	2
Condensed Interim Statements of Financial Position	3
Condensed Interim Statements of (Loss) Income and Comprehensive (Loss) Income	4
Condensed Interim Statements of Changes in Shareholders' Equity	5
Condensed Interim Statements of Cash Flows	6
Notes to the Condensed Interim Financial Statements	7-24

Management's Responsibility for Financial Statements

The accompanying condensed interim financial statements of New Break Resources Ltd. (the "Company" or "New Break") are the responsibility of management and the Board of Directors. These condensed interim financial statements have been prepared by management, on behalf of the Board of Directors, in accordance with the accounting policies disclosed in the notes to the condensed interim financial statements. Where necessary, management has made informed judgments and estimates in accounting for transactions which were not complete at the statement of financial position date. In the opinion of management, the condensed interim financial statements have been prepared within acceptable limits of materiality and are in accordance with International Financial Reporting Standards ("IFRS") appropriate in the circumstances.

Management has established processes, which are in place to provide it sufficient knowledge to support management representations that it has exercised reasonable diligence that (i) the condensed interim financial statements do not contain any untrue statement of material fact or omit to state a material fact required to be stated or that is necessary to make a statement not misleading in light of the circumstances under which it is made, as of the date of, and for the periods presented by, the condensed interim financial statements and (ii) the condensed interim financial statements fairly present in all material respects the financial condition, results of operations and cash flows of the Company, as of the date of and for the periods presented by the condensed interim financial statements.

The Board of Directors is responsible for reviewing and approving the condensed interim financial statements together with other financial information of the Company and for ensuring that management fulfills its financial reporting responsibilities. An Audit Committee assists the Board of Directors in fulfilling this responsibility. The Audit Committee meets with management to review the financial reporting process and the condensed interim financial statements together with other financial information of the Company. The Audit Committee reports its findings to the Board of Directors for its consideration in approving the condensed interim financial statements together with other financial information of the Company for issuance to the shareholders.

Management recognizes its responsibility for conducting the Company's affairs in compliance with established financial standards, and applicable laws and regulations, and for maintaining proper standards of conduct for its activities.

(signed) "William Love"

William Love
Chief Executive Officer

(signed) "Michael Farrant"

Michael Farrant
President and Chief Financial Officer

Toronto, Canada
August 31, 2026

Notice to Reader

The accompanying condensed interim financial statements of the Company have been prepared by and are the responsibility of the Company's management. The condensed interim financial statements as at and for the three and six months ended June 30, 2026, have been prepared using accounting policies in compliance with International Financial Reporting Standards for the preparation of the condensed interim financial statements and are in accordance with IAS 34 – Interim Financial Reporting.

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

Condensed Interim Statements of Financial Position

As at

(Unaudited)

(Expressed in Canadian Dollars)		June 30, 2026	December 31, 2025
Assets			
Current assets			
Cash		\$ 1,560,488	\$ 2,607,074
HST receivable		176,559	128,203
Other amount receivable	Note 6	1,000	201,000
Prepaid expenses		127,781	27,402
Investments	Note 6	1,260,000	1,326,000
		3,125,828	4,289,679
Non-current assets			
Mineral properties	Note 7	777,000	735,500
Total Assets		\$ 3,902,828	\$ 5,025,179
Liabilities and Equity			
Current liabilities			
Accounts payable and accrued liabilities	Note 8	\$ 229,491	\$ 116,129
Flow-through share premium liability		-	252,450
Total Liabilities		229,491	368,579
Shareholders' Equity			
Share capital	Note 9(b)	8,244,752	7,998,082
Warrant reserve	Note 9(d)	71,100	138,550
Stock option reserve	Note 9(c)	1,213,569	1,241,579
Deficit		(5,856,084)	(4,721,611)
Total Shareholders' Equity		3,673,337	4,656,600
Total Liabilities and Shareholders' Equity		\$ 3,902,828	\$ 5,025,179

Nature of operations and going concern (Note 1)

Commitments and contingencies (Note 12)

Approved by the Board of Directors and authorized on August 31, 2026:

"William Love"

William Love

Director

"Thomas Puppendahl"

Thomas Puppendahl

Director

The accompanying notes form an integral part of these unaudited condensed interim financial statements

Condensed Interim Statements of (Loss) Income and Comprehensive (Loss) Income
For the periods ended
(Unaudited)

(Expressed in Canadian Dollars)		Three Months Ended June 30,		Six Months Ended June 30,	
		2026	2025	2026	2025
Expenses					
Exploration and evaluation	Note 7	\$ 249,759	\$ 37,590	\$ 1,071,372	\$ 110,623
Management fees	Note 10	27,000	27,000	54,000	54,000
Consulting fees		225	2,400	375	2,950
Professional fees		11,317	13,263	24,629	29,068
Investor relations		37,874	21,018	80,320	36,412
General and administrative		27,013	22,247	56,060	43,762
Shareholder costs and filing fees		19,513	9,336	68,153	13,788
Travel		2,309	-	2,309	-
Share-based compensation	Note 9(c)	65,280	-	65,280	-
Loss before the undernoted		(440,290)	(132,854)	(1,422,498)	(290,603)
Bank charges		(443)	(417)	(744)	(587)
Part X11.6 tax		(2,765)	-	(2,765)	-
Interest income		6,883	124	16,779	124
Flow-through share premium recovery	Note 12	51,535	-	252,450	-
Gain on sale of mineral property	Note 7	-	500,000	-	500,000
Realized loss on sale of investment	Note 6	-	-	(490)	-
Change in unrealized (loss) gain on value of investments	Note 6	(240,000)	274,000	(58,875)	272,000
Net (loss) income and comprehensive (loss) income for the period		\$ (625,080)	\$ 640,853	\$ (1,216,143)	\$ 480,934
Net (loss) income per share					
Basic and diluted (loss) income per share		\$ (0.01)	\$ 0.01	\$ (0.01)	\$ 0.01
Weighted average number of shares outstanding – basic and diluted		90,687,826	57,595,721	90,457,576	57,512,623

The accompanying notes form an integral part of these unaudited condensed interim financial statements

Condensed Interim Statements of Changes in Shareholders' Equity
(Unaudited)

(Expressed in Canadian Dollars)	Note	Share Capital		Reserves			Total
		Number of Shares	Amount	Warrants	Stock Options	Deficit	
Balance at December 31, 2024		57,428,600	\$ 3,957,582	\$ 402,544	\$ 291,335	\$ (4,037,440)	\$ 614,021
Flow-through shares issued for cash	9(b)(iv)	2,550,000	216,750	-	-	-	216,750
Flow-through premium	9(b)(iv)	-	(81,600)	-	-	-	(81,600)
Shares issued for cash as part of unit financing	9(b)(iv)	1,252,000	93,900	-	-	-	93,900
Warrants issued as part of unit financing	9(b)(iv)	-	(27,744)	27,744	-	-	-
Expiry of warrants	9(d)	-	-	(4,544)	-	4,544	-
Expiry of stock options	9(c)	-	-	-	(72,576)	72,576	-
Net loss for the period		-	-	-	-	480,934	480,934
Balance at June 30, 2025		61,230,600	4,158,888	425,744	218,759	(3,479,386)	1,324,005
Flow-through shares issued for cash	9(b)(i)(ii)(iii)(ix)	5,455,000	1,235,050	-	-	-	1,235,050
Flow-through premium	9(b)(i)(ii)(iii)(ix)	-	(337,250)	-	-	-	(337,250)
Share issue costs on flow-through financing	9(b)(ii)(ix)	-	(39,780)	-	-	-	(39,780)
Shares issued for cash as part of unit financing	9(b)(i)(iii)	6,188,000	464,100	-	-	-	464,100
Warrants issued as part of unit financing	9(b)(i)(iii)	-	(137,064)	137,064	-	-	-
Shares issued for purchase of mineral claims	9(b)(v)(viii)	625,000	167,500	-	-	-	167,500
Exercise of warrants	9(b)(iv)	16,133,500	2,424,778	(424,258)	-	-	2,000,520
Exercise of stock options	9(b)(vi)(vii)	350,000	61,860	-	(26,860)	-	35,000
Expiry of stock options	9(c)	-	-	-	(29,840)	29,840	-
Share-based compensation	9(c)	-	-	-	1,079,520	-	1,079,520
Net loss for the period		-	-	-	-	(1,272,065)	(1,272,065)
Balance at December 31, 2025		89,982,100	7,998,082	138,550	1,241,579	(4,721,611)	4,656,600
Shares issued for purchase of mineral claims	9(b)(xii)	80,000	22,000	-	-	-	22,000
Exercise of warrants	9(b)(xiv)	553,000	161,255	(50,655)	-	-	110,600
Expiry of warrants	9(d)	-	-	(16,795)	-	16,795	-
Exercise of stock options	9(b)(x)(xi)(xiii)	350,000	63,415	-	(28,415)	-	35,000
Expiry of stock options	9(c)	-	-	-	(64,875)	64,875	-
Share-based compensation	9(c)	-	-	-	65,280	-	65,280
Net loss for the period		-	-	-	-	(1,216,143)	(1,216,143)
Balance at June 30, 2026		90,965,100	\$ 8,244,752	\$ 71,100	\$ 1,213,569	\$ (5,856,084)	\$ 3,673,337

The accompanying notes form an integral part of these unaudited condensed interim financial statements

Condensed Interim Statements of Cash Flows
For the periods ended
(Unaudited)

(Expressed in Canadian Dollars)		Three Months Ended June 30,		Six Months Ended June 30,	
		2026	2025	2026	2025
Cash flows from operating activities					
Net (loss) income for the period		\$ (625,080)	\$ 640,853	\$(1,216,143)	\$ 480,934
Adjustments not affecting cash:					
Flow-through share premium recovery	Note 12	(51,535)	-	(252,450)	-
Share-based compensation		65,280	-	65,280	-
Non-cash gain on sale of mineral property	Note 7	-	(425,000)	-	(425,000)
Loss on sale of investment	Note 6	-	-	490	-
Change in unrealized (loss) gain on value of investments	Note 6	240,000	(274,000)	58,875	(272,000)
Operating cash flows before changes in non-cash working capital:		(371,335)	(58,147)	(1,343,948)	(216,066)
Changes in non-cash working capital:					
HST receivable		(48,798)	3,992	(48,356)	40,910
Other amount receivable	Note 7	-	-	200,000	185,597
Prepaid expenses		(53,952)	2,991	(100,379)	4,948
Accounts payable and accrued liabilities		(161,425)	(148,677)	113,362	(143,189)
Cash used in operating activities		(635,510)	(199,841)	(1,179,321)	(127,800)
Cash flows from investing activities					
Purchase of mineral claims	Note 7	(3,500)	-	(19,500)	-
Proceeds from sale of investment	Note 6	-	-	6,635	-
Cash used in investing activities		(3,500)	-	(12,865)	-
Cash flows from financing activities					
Proceeds from private placements	Note 9(b)	-	310,650	-	310,650
Exercise of warrants	Note 9(d)	110,600	-	110,600	-
Exercise of stock options	Note 9(c)	-	-	35,000	-
Cash provided by financing activities		110,600	310,650	145,600	310,650
(Decrease) increase in cash during the period		(528,410)	110,809	(1,046,586)	182,850
Cash, beginning of period		2,088,898	109,589	2,607,074	37,548
Cash, end of period		\$1,560,488	\$ 220,398	\$ 1,560,488	\$ 220,398
Supplemental cash flow information:					
Value of common shares issued for purchase of mineral property					
	Note 7	\$ -	\$ -	\$ 22,000	\$ -
Value of investment received on sale of mineral property					
	Note 7	\$ -	\$ 425,000	\$ -	\$ 425,000

The accompanying notes form an integral part of these unaudited condensed interim financial statements

1. NATURE OF OPERATIONS AND GOING CONCERN

New Break Resources Ltd. (the “Company” or “New Break”) is a Canadian mineral exploration company currently engaged in the acquisition, exploration and evaluation of mineral properties in Canada. All of the Company’s mineral property interests are currently in the exploration and evaluation stage.

The Company was incorporated under the name “8861587 Canada Corporation” under the laws of Canada on April 18, 2014. Effective December 28, 2018, the Company changed its name to New Break Resources Ltd. On November 24, 2021, New Break was also registered as Extra-Territorial in Nunavut, Canada. On September 7, 2022, the Company became listed on the Canadian Securities Exchange (the “CSE”) and trades under the symbol NBRK. On March 13, 2026, the Company became listed on the Frankfurt Stock Exchange and trades under the symbol O91. On March 25, 2026, the Company became listed on the OTCQB Venture Market (“OTCQB”) and trades under the symbol NBRKF. The address of the Company's corporate office and principal place of business is 110 Yonge Street, Suite 1601, Toronto, Ontario, M5C 1T4, Canada.

These financial statements have been prepared on a going concern basis, which contemplates that the Company will be able to realize its assets and discharge its liabilities in the normal course of business. Accordingly, they do not give effect to adjustments that would be necessary should the Company be unable to continue as a going concern and therefore be required to realize its assets and liquidate its liabilities and commitments in other than the normal course of business and at amounts different from those in the accompanying financial statements. Such adjustments could be material. It is not possible to predict whether the Company will be able to raise adequate financing or to ultimately attain profitable levels of operations. Changes in future conditions could require material write downs of the carrying values.

The business of exploring for minerals involves a high degree of risk and there can be no assurance that the exploration programs will result in profitable operations. The Company is in the process of exploring its mineral properties and has not yet determined whether these properties contain mineral reserves that are economically recoverable. The recoverability of amounts shown for mineral properties is dependent upon the establishment of a sufficient quantity of economically recoverable reserves, the ability of the Company to obtain necessary financing to complete the development and upon future profitable production or proceeds from the disposition of these assets.

Although the Company has taken steps to verify title to the properties on which it is conducting exploration and in which it has an interest, in accordance with industry standards for the current stage of operations of such properties, these procedures do not guarantee the Company's title. Property title may be subject to government licensing requirements or regulations, unregistered prior agreements, unregistered claims, indigenous claims, and non-compliance with regulatory, environmental and social licensing requirements. The Company’s assets may also be subject to increases in taxes and royalties, renegotiation of contracts, political uncertainty and currency exchange fluctuations and restrictions.

The Company has not realized a profit from operations and has incurred expenditures related to property exploration, resulting in a cumulative deficit of \$5,856,084 as at June 30, 2026 (December 31, 2025 - \$4,721,611). The recoverability of the carrying value of mineral properties and the Company's continued existence is dependent upon the preservation of its interest in the underlying properties, the discovery of economically recoverable reserves, the achievement of profitable operations, or the ability of the Company to raise alternative financing, if necessary, or alternatively upon the Company's ability to dispose of its property interests on an advantageous basis. Management cannot provide assurance that it will be successful in future financing activities or be able to execute its business strategy. As at June 30, 2026, the Company had current assets of \$3,125,828 (December 31, 2025 - \$4,289,679) to cover current liabilities of \$229,491 (December 31, 2025 - \$116,129), exclusive of non-cash flow-through share premium liability.

2. BASIS OF PRESENTATION AND ACCOUNTING POLICIES

Statement of Compliance

These condensed interim financial statements (the “financial statements”) have been prepared in accordance with IAS 34, Interim Financial Reporting using accounting policies consistent with International Financial Reporting Standards (“IFRS”) as issued by the International Accounting Standards Board (“IASB”).

Basis of Presentation

These financial statements have been prepared on the historical cost basis, except for financial instruments designated at fair value through profit and loss, which are stated at their fair value. In addition, these financial statements have been prepared using the accrual basis of accounting except for cash flow information.

These financial statements do not include all the information required for full annual financial statements and therefore should be read in conjunction with the audited financial statements of the Company as at and for the year ended December 31, 2025. Selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes to the Company’s financial position and performance since the last audited annual financial statements. Interim results are not necessarily indicative of the results expected for the financial year. Actual annual results may differ from interim estimates.

These financial statements are presented in Canadian dollars, which is the Company's functional currency.

Material Accounting Policies

The material accounting policies adopted by the Company in the preparation of these unaudited condensed interim financial statements are consistent with those disclosed in note 3 of the Company’s audited financial statements and related notes for the year ended December 31, 2025.

Recent Accounting Pronouncements

The Company adopted the following accounting standards and amendments to accounting standards, effective January 1, 2026:

In May 2024, the IASB issued amendments to IFRS 9 Financial Instruments and IFRS 7 Financial Instruments: Disclosures. The amendments have been adopted by the Company, however the amendments did not result in any changes to the financial statements.

Changes in Accounting Standards Not Yet Effective

In April 2024, the IASB issued IFRS 18 *Presentation and Disclosure in Financial Statements* (“IFRS 18”), which replaces IAS 1 *Presentation of Financial Statements*. IFRS 18 introduces new presentation and disclosure requirements intended to improve the consistency and comparability of financial information, with a primary focus on the statement of profit or loss. The changes include the requirement to classify income and expenses into three new categories – operating, investing and financing – and present subtotals for operating profit or loss and profit or loss before financing and income taxes.

IFRS 18 also provides enhanced guidance for aggregation and disaggregation of information in the financial statements, introduces new disclosure requirements for management-defined performance measures (“MPMs”) and eliminates classification options for interest and dividends in the statement of cash flows.

IFRS 18 is effective for annual periods beginning on or after January 1, 2027, and is to be applied retrospectively. The Company is currently assessing the impact of the standard on its financial statements.

2. BASIS OF PRESENTATION AND ACCOUNTING POLICIES (Continued)

Approval of the Financial Statements

These financial statements of the Company for the three and six months ended June 30, 2026 and 2025 were approved and authorized for issue by the Board of Directors on August 31, 2026.

3. CRITICAL ACCOUNTING ESTIMATES AND JUDGMENT

Use of Estimates and Judgment

The preparation of financial statements in conformity with IFRS requires that management make judgments, estimates and assumptions about future events that affect the amounts reported in the financial statements and related notes to the financial statements. Although these estimates are based on management's best knowledge of the amount, event or actions, actual results may differ from those estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimates are revised and in any future periods affected. The Company makes estimates and assumptions about the future that affect the reported amounts of assets and liabilities, profits and expenses. Estimates and judgments are continually evaluated based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. The effect of a change in an accounting estimate is recognized prospectively by including it in comprehensive income in the period of the change, if the change affects that period only, or in the period of the change and future periods, if the change affects both.

The significant judgments made by management in applying the Company's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the annual financial statements as at and for the year ended December 31, 2025.

4. FINANCIAL INSTRUMENTS

The Company manages its exposure to a number of different financial risks arising from its operations as well as its use of financial instruments including market risks (commodity prices, foreign currency exchange rate and interest rate), credit risk and liquidity risk through its risk management strategy. The objective of the strategy is to support the delivery of the Company's financial targets while protecting its future financial security and flexibility.

Financial risks are primarily managed and monitored through operating and financing activities and, if required, through the use of derivative financial instruments. The Company does not use derivative financial instruments for purposes other than risk management. The financial risks are evaluated regularly with due consideration to changes in the key economic indicators and up to date market information.

Market Risk

Market risk is the risk or uncertainty arising from possible market price movements and their impact on the future performance of the business. The Company may use derivative financial instruments such as foreign exchange contracts and interest rate swaps to manage certain exposures. These market risks are evaluated by monitoring changes in key economic indicators and market information on an ongoing basis.

Commodity Risk

The Company is exposed to price risk with respect to commodity prices. Commodity price risk is defined as the potential adverse impact on earnings and economic value due to commodity price movements and volatilities. The Company monitors commodity prices as they relate to gold and the stock market to determine the appropriate course of action to be taken.

4. FINANCIAL INSTRUMENTS (Continued)

Liquidity Risk

Liquidity risk encompasses the risk that a company cannot meet its financial obligations in full. The Company's main source of liquidity is derived from its common stock issuances. These funds are primarily used to finance working capital, operating expenses, capital expenditures and acquisitions.

The Company manages its liquidity risk by regularly monitoring its cash used in operating activities and holding adequate amounts of cash. There is no certainty of the Company's ability to secure adequate funding through the completion of additional financings or asset sales

As at June 30, 2026, the Company held current assets of \$3,125,828 (December 31, 2025 - \$4,289,679) to settle current liabilities of \$229,491 (December 31, 2025 - \$116,209), exclusive of non-cash flow-through premium liability.

Sensitivity analysis

The Company's marketable securities are denominated in Canadian dollars and are subject to fair value fluctuations. As at June 30, 2026, if the fair value of the Company's marketable securities had increased/decreased by 10% with all other variables held constant, loss for the three and six months ended June 30, 2026, would have been approximately \$126,000 lower/higher.

Interest Rate Risk

Interest rate risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate due to changes in market interest rates. Cash bears interest at market rates. In the event that the Company held interest bearing debt, the Company could be exposed to interest rate risk. The Company does not have any interest-bearing debt. Other current financial assets and liabilities are not exposed to interest rate risk because of their short-term nature.

Credit Risk

Credit risk is the risk that one party to a financial instrument will fail to discharge an obligation and cause the other party to incur a financial loss. Financial instruments that potentially subject the Company to credit risk consist of cash. The Company has reduced its credit risk by investing its cash with a Canadian chartered bank.

The Company's financial assets and liabilities as at June 30, 2026 and December 31, 2025 were as follows:

	Amortized Cost	FVPL	Total
December 31, 2025			
Financial assets			
Cash	\$ 2,607,074	\$ -	\$ 2,607,074
Other amount receivable	\$ 201,000	\$ -	\$ 201,000
Investments	\$ -	\$ 1,326,000	\$ 1,326,000
Financial liabilities			
Accounts payable and accrued liabilities	\$ 116,129	\$ -	\$ 116,129

4. FINANCIAL INSTRUMENTS (Continued)

	Amortized Cost	FVPL	Total
June 30, 2026			
Financial assets			
Cash	\$ 1,560,488	\$ -	\$ 1,560,488
Other amount receivable	\$ 1,000	\$ -	\$ 1,000
Investment	\$ -	\$ 1,260,000	\$ 1,260,000
Financial liabilities			
Accounts payable and accrued liabilities	\$ 229,491	\$ -	\$ 229,491

The fair values of these financial instruments approximate their carrying values because of their short- term nature.

5. CAPITAL MANAGEMENT

The Company defines capital management as the manner in which it manages its share capital. As at June 30, 2026, the Company's share capital was \$8,244,752 (December 31, 2025 - \$7,998,082).

There were no changes in the Company's approach to capital management during the period ended June 30, 2026. The Company is not subject to any externally imposed capital requirements.

The Company's objective in managing capital is to maintain the entity's ability to continue as a going concern, support the Company's normal operating requirements and to continue the exploration and evaluation of its mineral properties.

The Board of Directors does not establish a quantitative return on capital criteria for management but rather relies on the expertise of the Company's management to sustain future development of the business.

The Company regularly monitors and reviews the amount of capital in proportion to risk and future development and exploration opportunities. The Company manages the capital structure and makes adjustments to it in the light of changes in economic conditions and the risk characteristics of the underlying assets. In order to maintain or adjust the capital structure, the Company may issue new debt or equity or similar instruments to obtain additional financing.

6. INVESTMENTS

	June 30, 2026			December 31, 2025		
	Shares	Share Price	Fair Value	Shares	Share Price	Fair Value
Guardian Exploration Inc.	6,000,000	\$0.21	\$ 1,260,000	6,000,000	\$0.22	\$ 1,320,000
Planet Green Metals Inc.	-	-	-	75,000	\$0.08	6,000
Total Fair Value of Investments			\$ 1,260,000			\$ 1,326,000

On October 16, 2024, New Break entered into an agreement with Planet Green Metals Inc. ("Planet Green") to sell a 100% interest in eight mineral claims located in Sheraton Township, Ontario in exchange for \$1,000 in cash and 100,000 common shares of Planet Green. The common shares were received on October 28, 2024, at an estimated fair value of \$9,500 based on their market price of \$0.095 per share. The cash payment, which was due by December 15, 2024, is still outstanding and included in other amounts receivable as at June 30, 2026 and December 31, 2025.

In December 2025, New Break sold 25,000 shares of Planet Green for net proceeds of \$1,905 and recorded a realized loss on the sale of \$470. In January 2026, New Break sold the remaining 75,000 shares of Planet Green for net proceeds of \$6,635 and recorded a realized loss on the sale of \$490.

6. INVESTMENTS (Continued)

For the three and six months ended June 30, 2026, the Company recorded an unrealized gain of \$nil and \$1,125 on the value of investment as a result of the reversal of a previously recorded unrealized loss (unrealized loss of \$1,000 and \$3,000, respectively for the three and six months ended June 30, 2025).

On April 10, 2025, New Break entered into a definitive asset purchase and sale agreement with Guardian Exploration Inc. (“Guardian”) (TSX-V: GX) to sell a 100% interest in the Sundog gold project and 60 drums of Jet A fuel (12,300 litres) warehoused in Arviat, Nunavut (the “Purchased Assets”). On April 30, 2025, New Break completed the sale of the Purchased Assets in exchange for a cash payment of \$75,000 and the receipt of 5,000,000 shares of Guardian at an estimated fair value of \$425,000, based on their market price of \$0.085 per share. New Break recorded a gain on sale of mineral claims of \$500,000 (see Note 7).

In addition, effective August 20, 2025, New Break sold certain exploration data with respect to the Esker gold project to Guardian in exchange for a cash payment of \$20,000 and the receipt of 1,000,000 shares of Guardian at an estimated fair value of \$130,000, based on their market price of \$0.13 per share. New Break recorded a gain on sale of exploration data of \$150,000.

The fair value adjustment of the investment in Guardian resulted in an unrealized loss of \$240,000 and \$58,875, respectively for the three and six months ended June 30, 2026 (unrealized gain of \$275,000 for both the three and six months ended June 30, 2026).

7. MINERAL PROPERTIES

Acquisition Costs	Moray Gold Project
Balance, December 31, 2025	\$ 735,500
Mineral claim acquisitions during 2026	41,500
Balance, June 30, 2026	\$ 777,000

Moray Gold Project

As at June 30, 2026, the Moray project consists of 29,429 hectares of contiguous mineral claims and 129 hectares of nearby mineral claims, for a total of 29,558 hectares (the “Moray Property”), approximately 49 km southeast of Timmins, Ontario. These claims are 100% owned by New Break. The cost of mineral claims acquired through staking have been expensed while claims acquired through mineral claim acquisition agreements with third parties have been capitalized as follows:

Date	Acquisition of Mineral Claims				
	Cash Paid	Shares Issued (Number)	Share Price	Fair Value of Shares	Total
September 2020 ⁽¹⁾	\$100,000	2,500,000	\$0.05	\$ 125,000	\$225,000
May 23, 2023 ⁽²⁾	80,000	1,500,000	\$0.13	195,000	275,000
July 21, 2023	10,000	300,000	\$0.11	33,000	43,000
October 24, 2025	20,000	500,000	\$0.275	137,500	157,500
December 15, 2025	5,000	125,000	\$0.24	30,000	35,000
February 27, 2026	16,000	80,000	\$0.275	22,000	38,000
May 19, 2026	3,500	-	-	-	3,500
Total	\$234,500	4,925,000		\$ 542,500	\$777,000

7. MINERAL PROPERTIES (Continued)

- (1) The mineral claims were acquired from a private company, Exiro Minerals Corp. (“Exiro”) and included six single cell mineral claims (the “Voyageur Claims”). These mineral claims, other than the Voyageur Claims, are subject to a 2% net smelter return (“NSR”) royalty in favour of Exiro, while the Voyageur Claims are subject to a 1% NSR royalty in favour of Exiro and a 1% NSR royalty in favour of the previous property owners. New Break can repurchase 50% of Exiro’s royalty at any time for a payment of \$1.0 million and can repurchase 50% of the royalty held by the previous property owners on the Voyageur Claims at any time for a payment of \$750,000.
- (2) The mineral claims acquired May 23, 2023, are subject to a 1.5% NSR royalty in favour of the vendors. New Break can reduce the NSR on these mineral claims to 0.5% at any time for a payment of \$750,000.

Effective October 22, 2021, the Company entered into a memorandum of understanding (“MOU”) with the Matachewan First Nation and Mattagami First Nation (collectively, the “First Nations”) as it relates to carrying out Prescribed Exploration Activities (“Prescribed Exploration”), as such term is defined by the Ontario Mining Act, on the Moray property. As Prescribed Exploration is conducted, New Break is required to make payments to the First Nations equal to 2% of the cost of such exploration. During the three and six months ended June 30, 2026, \$638 and \$9,976 was accrued as owing to the First Nations in respect of Prescribed Exploration completed during those periods, respectively (\$nil during the three and six months ended June 30, 2025). Subject to New Break’s adherence to the terms and conditions of the MOU, the First Nations have agreed to support the Moray project while the MOU remains in force.

Ontario Junior Exploration Program

In each of 2022, 2023, 2024 and 2025, the Company’s Moray project has been accepted into OJEP, a program run by the government of Ontario, under which New Break has received a 50% reimbursement of certain exploration and evaluation expenditures incurred on the Moray property within the OJEP funding periods noted below. The reimbursements received and receivable, have been netted against exploration and evaluation expenditures in the periods in which the expenditures were incurred.

Moray Gold Project – Reimbursement of Exploration Expenditures

OJEP Funding Period	Year Ended December 31,				Total
	2025	2024	2023	2022	
April 1, 2022 to February 15, 2023	\$ -	\$ -	\$ -	\$ 200,000	\$ 200,000
April 1, 2023 to February 15, 2024	-	14,998	221,226	-	236,224
April 1, 2024 to February 28, 2025	14,403	185,597	-	-	200,000
April 1, 2025 to February 28, 2026	200,000	-	-	-	200,000
	\$ 214,403 ⁽⁴⁾	\$ 200,595 ⁽³⁾	\$ 221,226 ⁽²⁾	\$ 200,000 ⁽¹⁾	\$ 836,224

- (1) \$60,000 received November 2022 and \$140,000 received March 2023.
- (2) \$30,000 received November 2023 and \$191,226 received March 2024.
- (3) \$14,998 received March 2024 and \$185,597 received March 2025.
- (4) \$14,403 received March 2025 and \$200,000 received March 2026.

7. MINERAL PROPERTIES (Continued)

Sundog Gold Project

Effective September 1, 2021, New Break entered into an Inuit Owned Lands Mineral Exploration Agreement (“MEA”) with Nunavut Tunngavik Incorporated (“NTI”) for exclusive rights to a 100% interest in the minerals within, upon, or under, a 9,415-hectare exploration area on Inuit Mineral Title Lands parcel AR-35 in Kivalliq Region, Nunavut (the “Sundog gold project”).

On April 10, 2025, New Break entered into a definitive asset purchase and sale agreement with Guardian Exploration Inc. to sell a 100% interest in the Sundog gold project and 60 drums of Jet A fuel (12,300 litres) warehoused in Arviat, Nunavut (the “Purchased Assets”). On April 30, 2025, New Break completed the sale of the Purchased Assets in exchange for a cash payment of \$75,000 and the receipt of 5,000,000 shares of Guardian at an estimated fair value of \$425,000, based on their market price of \$0.085 per share and recorded a gain on sale of mineral property of \$500,000. Guardian also reimbursed New Break for the \$18,830 in Sundog annual rent paid to NTI on December 27, 2024, which was recorded in exploration and evaluation expenditures for the year ended December 31, 2024. New Break recorded this recovery against exploration and evaluation expenditures for the year ended December 31, 2025.

Guardian has assumed 100% of the responsibility for the obligations under the MEA including the annual exploration expenditure requirements and annual rent payments due to NTI, until a construction decision is made. New Break has retained an option to purchase a 20% interest in the Sundog gold project at any time for \$1, carried through to a decision to mine (the “Option”). Upon exercise of the Option, New Break and Guardian would enter into an agreement on standard industry terms to be mutually agreed upon, governing the joint operation on a 20/80 basis, respectively. New Break would only become responsible for funding 20% of mine development costs once a construction decision has been made. New Break can sell its 20% interest at any time, subject to Guardian having a right of first refusal to purchase it.

Exploration and Evaluation Expenditures

For the three months ended June 30, 2026	Moray	Other	Total
Drilling program	\$ 146,881	\$ -	\$ 146,881
Prospecting	75,893	-	75,893
Assessment reports	14,082	-	14,082
Community relations	638	-	638
Land management	7,165	-	7,165
Staking costs	4,350	-	4,350
Geological software license fees	750	-	750
	\$ 249,759	\$ -	\$ 249,759

For the three months ended June 30, 2025	Moray	Sundog	Other	Total
Consulting fees	\$ 4,554	\$ -	\$ -	\$ 4,554
Drilling program	42,515	-	-	42,515
Assessment reports	270	-	-	270
Community relations	500	-	-	500
Land management	3,607	(18,830)	3,504	(11,719)
Staking costs	-	-	750	750
Other	-	-	720	720
	\$ 51,446	\$ (18,830)	\$ 4,974	\$ 37,590

7. MINERAL PROPERTIES (Continued)

For the six months ended June 30, 2026	Moray	Other	Total
Drilling program	\$ 940,996	\$ -	\$ 940,996
Prospecting	75,893	-	75,893
Consulting fees	7,750	-	7,750
Assessment reports	15,879	-	15,879
Community relations	9,976	-	9,976
Land management	12,878	-	12,878
Staking costs	6,250	-	6,250
Geological software license fees	1,750	-	1,750
	\$ 1,071,372	\$ -	\$ 1,071,372

For the six months ended June 30, 2025	Moray	Sundog	Other	Total
Consulting fees	\$ 37,003	\$ -	\$ 14,834	\$ 51,837
Drilling program	43,923	-	-	43,923
Assessment reports	26,918	-	-	26,918
Community relations	500	-	-	500
Land management	3,837	(18,830)	4,291	(10,702)
Staking costs	-	-	750	750
Other	10,600	-	1,200	11,800
OJEP reimbursement	(14,403)	-	-	(14,403)
	\$ 108,378	\$ (18,830)	\$ 21,075	\$ 110,623

8. ACCOUNTS PAYABLE

Accounts payable and accrued liabilities consist primarily of outstanding vendors' invoices and accrued expenses incurred during the periods. The balances owing to the creditors are payable in accordance with the vendors' individual credit terms.

	June 30, 2026	December 31, 2025
Trade and other payables	\$ 191,099	\$ 70,179
First Nations – 2% of prescribed exploration activities	14,226	8,500
Audit and tax services fees	24,166	37,450
	\$ 229,491	\$ 116,129

9. SHARE CAPITAL

(a) Authorized

The Company is authorized to issue an unlimited number of common shares without par value.

A Control Person on the CSE is any person or combination of persons holding enough voting securities to materially affect the control of a listed issuer, generally presumed if holding more than 20% of outstanding voting rights. On October 2, 2024, shareholders of the Company approved the creation of a Control Person comprised of John Ross and Patricia Quigley (together a “Control Person”). As at June 30, 2026, the Control Person owned 21,808,300 common shares, representing 23.97% of the outstanding voting rights of New Break.

9. SHARE CAPITAL (Continued)

(b) Issued and outstanding

Share Capital	Note 9(b)	Number of Common Shares	Amount
Balance at December 31, 2024		57,428,600	\$ 3,957,582
Private placement of \$0.085 F-T common shares	(i)(ii)(iii)	5,200,000	442,000
Less: flow-through premium on F-T common shares	(i)(ii)(iii)	-	(166,400)
Share issue costs - cash	(ii)	-	(3,060)
Private placement of \$0.075 units	(i)(iii)	7,440,000	558,000
Less: warrant valuation	(i)(iii)	-	(164,808)
Exercise of warrants - cash proceeds	(iv)	16,133,500	2,000,520
Exercise of warrants - fair value	(iv)	-	424,258
Common shares issued for mineral claims - October 24, 2025	(v)	500,000	137,500
Exercise of stock options - cash proceeds	(vi)(vii)	350,000	35,000
Exercise of stock options - fair value	(vi)(vii)	-	26,860
Common shares issued for mineral claims - December 15, 2025	(viii)	125,000	30,000
Private placement of \$0.36 F-T common shares	(ix)	2,805,000	1,009,800
Less: flow-through premium on F-T common shares	(ix)	-	(252,450)
Share issue costs - cash	(ix)	-	(36,720)
Balance at December 31, 2025		89,982,100	7,998,082
Exercise of warrants - cash proceeds	(xiv)	553,000	110,600
Exercise of warrants - fair value	(xiv)	-	50,655
Exercise of stock options - cash proceeds	(x)(xi)(xiii)	350,000	35,000
Exercise of stock options - fair value	(x)(xi)(xiii)	-	28,415
Common shares issued for mineral claims - February 27, 2026	(xii)	80,000	22,000
Balance at June 30, 2026		90,965,100	\$ 8,244,752

- (i) On June 27, 2025, the Company completed the first tranche of a non-brokered private placement offering through the issuance of 1,252,000 units at a price of \$0.075 per unit for aggregate gross proceeds of \$93,900 and 2,550,000 flow-through shares at a price of \$0.085 per flow-through share for aggregate gross proceeds of \$216,750. The Company recognized an aggregate flow-through premium of \$81,600 as a result of the issuance of the flow-through shares. Each unit consists of one common share and one common share purchase warrant, with each warrant entitling the holder thereof to purchase one common share at an exercise price of \$0.12 for a period of twenty-four (24) months from the date of closing. 700,000 of the units and 2,350,000 flow-through shares were purchased by two shareholder who together are a Control Person of the Company. The issue date fair value of the warrants was estimated to be \$27,744 based on their Black-Scholes values, using assumptions in Note 9(d). No finder fees were paid.
- (ii) On July 31, 2025, the Company completed the second tranche of a non-brokered private placement offering through the issuance of 1,500,000 flow-through shares at a price of \$0.085 per flow-through share for aggregate gross proceeds of \$127,500. The Company recognized an aggregate flow-through premium of \$48,000 as a result of the issuance of the flow-through shares. 600,000 of the flow-through shares were purchased by a shareholder who is a Control Person of the Company. The Company paid a finder's fee of \$3,060.

9. SHARE CAPITAL (Continued)

- (iii) On September 5, 2025, the Company completed the third and final tranche of a non-brokered private placement offering through the issuance of 6,188,000 units at a price of \$0.075 per unit for aggregate gross proceeds of \$464,100 and 1,150,000 F-T Shares at a price of \$0.085 per F-T Share for aggregate gross proceeds of \$97,750. The Company recognized an aggregate flow-through premium of \$36,800 as a result of the issuance of the flow-through shares. Each unit consists of one common share and one common share purchase warrant, with each warrant entitling the holder thereof to purchase one common share at an exercise price of \$0.12 for a period of twenty-four (24) months from the date of closing. 1,000,000 of the units and 1,000,000 flow-through shares were purchased by a shareholder who is a Control Person of the Company. The issue date fair value of the warrants was estimated to be \$137,064 based on their Black-Scholes values, using assumptions in Note 9(d). No finder fees were paid.
- (iv) The following warrants were exercised on various dates from September 22 to October 14, 2025, and the issue date fair value was moved from warrant reserve to share capital:

Date	Warrants	Exercise Price	Proceeds	Fair Value
September 22, 2025	212,500	\$0.20	\$ 42,500	\$ 19,465
September 29, 2025	1,229,000	\$0.12	147,480	32,492
October 1, 2025	300,000	\$0.12	36,000	7,812
October 2, 2025	350,000	\$0.12	42,000	9,114
October 2, 2025	125,000	\$0.20	25,000	11,450
October 3, 2025	213,000	\$0.12	25,560	5,287
October 6, 2025	150,000	\$0.12	18,000	3,324
October 7, 2025	460,000	\$0.12	55,200	11,436
October 9, 2025	1,475,000	\$0.12	177,000	38,759
October 10, 2025	1,000,000	\$0.15	150,000	30,600
October 10, 2025	5,175,000	\$0.12	621,000	130,423
October 14, 2025	250,000	\$0.15	37,500	7,650
October 14, 2025	5,194,000	\$0.12	623,280	116,446
Total	16,133,500		\$ 2,000,520	\$ 424,258

- (v) On October 24, 2025, the Company issued 500,000 common shares in connection with the purchase of additional mineral claims associated with the Moray Project. The fair value of the 500,000 shares was estimated at \$137,500 based on their market price of \$0.275 per share (see Note 7).
- (vi) On December 3, 2025, stock options to purchase 250,000 common shares of the Company at a price of \$0.10 were exercised for proceeds of \$25,000 by a director of the Company. Grant date fair value of \$19,275 was transferred from stock option reserve to share capital in connection with the exercise.
- (vii) On December 8, 2025, stock options to purchase 100,000 common shares of the Company at a price of \$0.10 were exercised for proceeds of \$10,000 by two consultants to the Company. Aggregate grant date fair value of \$7,585 was transferred from stock option reserve to share capital in connection with the exercise.
- (viii) On December 15, 2025, the Company issued 125,000 common shares in connection with the purchase of additional mineral claims associated with the Moray Project. The fair value of the 125,000 shares was estimated at \$30,000 based on their market price of \$0.24 per share (see Note 7).

9. SHARE CAPITAL (Continued)

- (ix) On December 30, 2025, the Company completed a non-brokered private placement for gross proceeds of \$1,009,800 through the issuance of 2,805,000 F-T Shares at a price of \$0.36 per F-T Share. The Company paid aggregate finder's fees of \$36,720. The Company recognized an aggregate flow-through premium of \$252,450 as a result of the issuances of the F-T Shares.
- (x) On January 9, 2026, stock options to purchase 50,000 common shares of the Company at a price of \$0.10 were exercised for proceeds of \$5,000 by a consultant to the Company. Grant date fair value of \$3,855 was transferred from stock option reserve to share capital in connection with the exercise.
- (xi) On January 20, 2026, stock options to purchase 200,000 common shares of the Company at a price of \$0.10 were exercised for proceeds of \$20,000 by a consultant to the Company. Grant date fair value of \$17,100 was transferred from stock option reserve to share capital in connection with the exercise.
- (xii) On February 27, 2026, the Company issued 80,000 common shares in connection with the purchase of additional mineral claims associated with the Moray Project. The fair value of the 80,000 shares was estimated at \$22,000 based on their market price of \$0.275 per share (see Note 7).
- (xiii) On March 23, 2026, stock options to purchase 100,000 common shares of the Company at a price of \$0.10 were exercised for proceeds of \$10,000 by a consultant to the Company. Grant date fair value of \$7,460 was transferred from stock option reserve to share capital in connection with the exercise.
- (xiv) The following warrants were exercised on various dates from April 20 to June 23, 2026, at a price of \$0.20 per share, for aggregate proceeds of \$110,600, and the issue date fair value was moved from warrant reserve to share capital:

Date	Warrants	Exercise Price	Proceeds	Fair Value
April 20, 2026	5,000	\$0.20	\$ 1,000	\$ 458
April 30, 2026	250,000	\$0.20	50,000	22,900
May 15, 2026	173,000	\$0.20	34,600	15,847
June 19, 2026	25,000	\$0.20	5,000	2,290
June 23, 2026	100,000	\$0.20	20,000	9,160
Total	553,000		\$ 110,600	\$ 50,655

(c) Stock Options

The Company has a stock option plan to provide directors, officers, employees and consultants with options to purchase common shares of the Company. The maximum number of common shares reserved for issuance upon the exercise of options, is not to exceed 10% of the total number of common shares outstanding immediately prior to such issuance. The stock options have a maximum term of five years and a vesting period and exercise price determined by the board of directors. The exercise price of the stock options is fixed by the board of directors and may not be less than the market price of the shares at the time of grant, subject to all applicable regulatory requirements. As at June 30, 2026, 3,146,510 (December 31, 2025 - 2,748,210) additional options remain available for issuance under the Plan.

9. SHARE CAPITAL (Continued)

The following table reflects the continuity of stock options for the six months ended June 30, 2026 and the year ended December 31, 2025.

	Number of Stock Options	Weighted Average Exercise Price
Outstanding at December 31, 2024	3,800,000	\$0.10
Granted	4,160,000	\$0.285
Exercised	(350,000)	\$0.10
Expired	(1,360,000)	\$0.10
Outstanding at December 31, 2025	6,250,000	\$0.22
Granted	300,000	\$0.285
Exercised	(350,000)	\$0.10
Expired	(250,000)	\$0.285
Outstanding at June 30, 2026	5,950,000	\$0.23

Stock Option Grants

On October 21, 2025, the Company granted options to purchase up to 4,160,000 common shares of the Company to directors, officers and consultants at a price of \$0.285 per share for a period of five years. The options vested immediately. The Company recorded \$1,079,520 of share-based compensation expense, being the entire grant date fair value.

On May 20, 2026, the Company granted options to purchase up to 300,000 common shares of the Company to three consultants at a price of \$0.285 per share for a period of five years. The options vested immediately. The Company recorded \$65,280 of share-based compensation expense, being the entire grant date fair value.

The fair values of the outstanding options granted, were estimated on the dates of grant using the Black-Scholes option pricing model with the following assumptions:

Grant Date	Stock Price	Exercise Price	Risk-free Interest Rate	Expected Stock Price Volatility	Expected Life (in years)	Expected Dividend Rate	Expected Forfeiture Rate
November 19, 2021	\$0.10	\$0.10	1.45%	100%	5	0%	0%
June 2, 2023	\$0.10	\$0.10	3.49%	146%	5	0%	0%
October 21, 2025	\$0.285	\$0.285	2.65%	149%	5	0%	0%
May 20, 2026	\$0.245	\$0.285	3.23%	142%	5	0%	0%

Stock Option Exercises

On December 3, 2025, stock options to purchase 250,000 common shares of the Company at a price of \$0.10 were exercised for proceeds of \$25,000 by a director of the Company. Grant date fair value of \$19,275 was transferred from stock option reserve to share capital in connection with the exercise.

On December 8, 2025, stock options to purchase 100,000 common shares of the Company at a price of \$0.10 were exercised for proceeds of \$10,000 by two consultants to the Company. Aggregate grant date fair value of \$7,585 was transferred from stock option reserve to share capital in connection with the exercise.

On January 9, 2026, stock options to purchase 50,000 common shares of the Company at a price of \$0.10 were exercised for proceeds of \$5,000 by a consultant to the Company. Grant date fair value of \$3,855 was transferred from stock option reserve to share capital in connection with the exercise.

9. SHARE CAPITAL (Continued)

On January 20, 2026, stock options to purchase 200,000 common shares of the Company at a price of \$0.10 were exercised for proceeds of \$20,000 by a consultant to the Company. Grant date fair value of \$17,100 was transferred from stock option reserve to share capital in connection with the exercise.

On March 23, 2026, stock options to purchase 100,000 common shares of the Company at a price of \$0.10 were exercised for proceeds of \$10,000 by a consultant to the Company. Grant date fair value of \$7,460 was transferred from stock option reserve to share capital in connection with the exercise.

Stock Option Expiries

Effective January 3, 2025, stock options to purchase up to 60,000 common shares of the Company at a price of \$0.10 per share, granted to a consultant on June 2, 2023, expired unexercised in accordance with the terms of the Plan, following the death of the consultant. Grant date fair value of \$5,436 was transferred to deficit.

Effective February 28, 2025, stock options to purchase up to 250,000 common shares of the Company at a price of \$0.10 per share, granted to a former officer of the Company on November 19, 2021, expired unexercised in accordance with the terms of the Plan. Grant date fair value of \$18,650 was transferred to deficit.

Effective May 9, 2025, stock options to purchase up to 450,000 common shares of the Company at a price of \$0.10 per share, granted to a former director and a consultant on November 19, 2021, expired unexercised in accordance with the terms of the Plan. Grant date fair value of \$33,570 was transferred to deficit.

Effective May 23, 2025, stock options to purchase up to 200,000 common shares of the Company at a price of \$0.10 per share, granted to a former director of the Company on November 19, 2021, expired unexercised in accordance with the terms of the Plan. Grant date fair value of \$14,920 was transferred to deficit.

Effective July 29, 2025, stock options to purchase up to 400,000 common shares of the Company at a price of \$0.10 per share, granted to two consultants of the Company on November 19, 2021, expired unexercised in accordance with the terms of the Plan. Grant date fair value of \$29,840 was transferred to deficit.

Effective March 31, 2026, stock options to purchase up to 250,000 common shares of the Company at a price of \$0.285 per share, granted to a former director of the Company on October 21, 2025, expired unexercised in accordance with the terms of the Plan. Grant date fair value of \$64,875 was transferred to deficit.

The following table reflects the stock options outstanding and exercisable at June 30, 2026:

Date of Grant	Number of Options Outstanding	Exercise Price	Weighted Average Remaining Life (years)	Date of Expiry	Number of Options Exercisable	Grant Date Fair Value
November 19, 2021	1,500,000	\$ 0.10	0.39	November 18, 2026	1,500,000	\$ 111,900
June 2, 2023	240,000	\$ 0.10	1.92	June 1, 2028	240,000	21,744
October 21, 2025	3,910,000	\$ 0.285	4.31	October 21, 2030	3,910,000	1,014,645
May 20, 2026	300,000	\$ 0.285	4.89	May 20, 2031	300,000	65,280
	5,950,000	\$ 0.23	3.25		5,950,000	\$ 1,213,569

The weighted average remaining contractual life of options outstanding and exercisable at June 30, 2026 is 3.25 years (December 31, 2025 - 3.42 years) at a weighted average exercise price of \$0.23 (December 31, 2025 - \$0.22).

9. SHARE CAPITAL (Continued)

(d) Warrants

The following table reflects the continuity of warrants for the six months ended June 30, 2026 and the year ended December 31, 2025:

	Number of Warrants	Issue Date Fair Value	Weighted Average Exercise Price
Balance at December 31, 2024	10,980,850	\$ 402,544	\$ 0.15
Issued	7,440,000	164,808	\$ 0.12
Exercised	(16,133,500)	(424,258)	\$ 0.12
Expired	(51,000)	(4,544)	\$ 0.15
Balance at December 31, 2025	2,236,350	138,550	\$ 0.23
Exercised	(553,000)	(50,655)	\$ 0.20
Expired	(183,350)	(16,795)	\$ 0.20
Balance at June 30, 2026	1,500,000	\$ 71,100	\$ 0.25

Warrant Issuances

On June 27, 2025, the Company issued 1,252,000 warrants with an exercise price of \$0.12 for a period of 24 months (see Note 9(b)(i)). Issue date fair value of \$27,744 was moved from share capital to warrant reserve. 700,000 of these warrants were issued to a shareholder who is a Control Person of the Company.

On September 5, 2025, the Company issued 6,188,000 warrants with an exercise price of \$0.12 for a period of 24 months (see Note 9(b)(iii)). Issue date fair value of \$137,064 was moved from share capital to warrant reserve. 1,000,000 of these warrants were issued to a shareholder who is a Control Person of the Company.

Warrant Exercises

On September 24, 2025, the Company accelerated the expiry date associated with 15,796,000 warrants to October 14, 2025, as the trading price of the Company's common shares had exceeded \$0.25 for the five preceding trading days. See Note 9 (b)(iv) for details of warrant exercises from September 22 to October 14, 2025. In total, 16,133,500 warrants were exercised at a weighted average exercise price of \$0.12 for aggregate gross proceeds of \$2,000,520. \$424,258 of aggregate issue date fair value was moved from warrant reserve to share capital.

See Note 9 (b)(xiv) for details of warrant exercises from April 20 to June 23, 2026. In total, 553,000 warrants were exercised at a price of \$0.20 per share for aggregate proceeds of \$110,600. \$50,655 of aggregate issue date fair value was moved from warrant reserve to share capital.

Warrant Expiries

On May 30, 2025, 51,000 finder warrants issued on May 31, 2023, having an exercise price of \$0.15 expired unexercised. Issue date fair value of \$4,544 was moved from warrant reserve to deficit.

On June 23, 2026, 183,350 warrants issued on June 23, 2023, having an exercise price of \$0.20 expired unexercised. Issue date fair value of \$16,795 was moved from warrant reserve to deficit.

9. SHARE CAPITAL (Continued)

As at June 30, 2026, the following warrants were outstanding. The warrants entitle the holders to purchase the stated number of common shares at the exercise price on or before the expiry date, subject to and acceleration clause, as noted below:

Issue Date	Warrants Outstanding	Exercise Price	Weighted Average Remaining Life (years)	Expiry Date	Issue Date Fair Value
July 18, 2024	1,500,000	\$0.25	3.05	July 18, 2029 ⁽¹⁾	\$ 71,100

(1) These warrants are subject to a potential acceleration clause should the trading price of the common shares equal or exceed \$0.40 for any five (5) non-consecutive trading days over a 365-day period.

The weighted average remaining contractual life of warrants outstanding as at June 30, 2026 is 3.05 years (December 31, 2025 – 2.53 years) at a weighted average exercise price of \$0.25 (December 31, 2025 - \$0.23).

The Company follows the fair value method of accounting for warrants using the Black-Scholes option pricing model. The fair values of warrants issued were calculated based on the following assumptions:

Issue Date	Stock Price	Exercise Price	Risk-free Interest Rate	Expected Stock Price Volatility	Expected Life (in years)	Expected Dividend Rate	Expected Forfeiture Rate
July 18, 2024	\$0.063	\$0.25	3.34%	132%	5	0%	0%

10. RELATED PARTY TRANSACTIONS AND KEY MANAGEMENT COMPENSATION

Key Management Compensation

In accordance with IAS 24, key management personnel are those persons having authority and responsibility for planning, directing and controlling the activities of the Company directly or indirectly, including any directors (executive and non-executive) of the Company. Key management of New Break includes the President who also serves as the Chief Financial Officer and the Chief Executive Officer (formerly Vice-President, Exploration).

	Three Months Ended June 30,		Six Months Ended June 30,	
	2026	2025	2026	2025
Management fees	\$ 27,000	\$ 27,000	\$ 54,000	\$ 54,000
Management fees included in exploration and evaluation	22,500	22,500	45,000	45,000
Total fees paid to management and directors	\$ 49,500	\$ 49,500	\$ 99,000	\$ 99,000
Exploration and evaluation consulting fees charged by a geological consulting company, the President & CEO of which, is also a director of New Break ⁽¹⁾	\$ -	\$ 11,902	\$ -	\$ 63,124

(1) Effective February 8, 2025, this geological consulting company is no longer a related party following the resignation of the director from the board of the Company.

10. RELATED PARTY TRANSACTIONS AND KEY MANAGEMENT COMPENSATION (Continued)

Related Party Transactions

Related parties include the Board of Directors, senior management, close family members and enterprises that are controlled by these individuals as well as certain persons performing similar functions.

Effective May 9, 2025, stock options to purchase up to 450,000 common shares of the Company at a price of \$0.10 per share, granted to a former director and a consultant who is also a former director, on November 19, 2021, expired unexercised in accordance with the terms of the Plan.

Effective May 23, 2025, stock options to purchase up to 200,000 common shares of the Company at a price of \$0.10 per share, granted to a former director of the Company on November 19, 2021, expired unexercised in accordance with the terms of the Plan.

On June 27, 2025, the Company completed the first tranche of a non-brokered private placement offering through the issuance of 1,252,000 Units at a price of \$0.075 per unit for aggregate gross proceeds of \$93,900 and 2,550,000 F-T Shares at a price of \$0.085 per F-T Share for aggregate gross proceeds of \$216,750. 700,000 of the Units and 2,350,000 F-T Shares were purchased by two shareholders who together are a Control Person of the Company.

On July 31, 2025, the Company completed the second tranche of a non-brokered private placement offering through the issuance of 1,500,000 F-T Shares at a price of \$0.085 per F-T Share for aggregate gross proceeds of \$127,500. 600,000 of the F-T Shares were purchased by a shareholder who is a Control Person of the Company.

On September 5, 2025, the Company completed the third and final tranche of a non-brokered private placement offering through the issuance of 6,188,000 Units at a price of \$0.075 per unit for aggregate gross proceeds of \$464,100 and 1,150,000 F-T Shares at a price of \$0.085 per F-T Share for aggregate gross proceeds of \$97,750. 1,000,000 of the Units and 1,000,000 F-T Shares were purchased by a shareholder who is a Control Person of the Company.

On October 10, 2025, 1,000,000 warrants having an exercise price of \$0.15 and 5,175,000 having an exercise price of \$0.12, were exercised. The 1,000,000 warrants at \$0.15 and 2,075,000 of the warrants at \$0.12, were exercised by two shareholders who together are a Control Person of the Company.

On October 21, 2025, the Company granted options to purchase up to 4,160,000 common shares of the Company to directors, officers and consultants at a price of \$0.285 per share for a period of five years. 2,760,000 of these were granted to directors, officers and a Control Person of the Company.

On December 3, 2025, stock options to purchase 250,000 common shares of the Company at a price of \$0.10 were exercised for proceeds of \$25,000 by a director of the Company.

Effective March 31, 2026, stock options to purchase up to 250,000 common shares of the Company at a price of \$0.285 per share, granted to a former director of the Company on October 21, 2025, expired unexercised in accordance with the terms of the Plan.

On May 15, 2026, 173,000 warrants having an exercise price of \$0.20 were exercised by one of the shareholders that is a Control Person of the Company.

As at June 30, 2026, \$31,149 (December 31, 2025 - \$19,141) included in accounts payable and accrued liabilities was owing to related parties. These amounts are unsecured, non-interest bearing, with no fixed terms of repayment.

11. (LOSS) INCOME PER SHARE

Net (loss) income per share has been calculated by dividing the net (loss) income for the period by the weighted average number of common shares outstanding during the period. The effect of stock options and warrants was anti-dilutive and hence, the diluted income (loss) per share equals the basic income (loss) per share.

12. COMMITMENTS AND CONTINGENCIES

As at June 30, 2026, the Company had a commitment to spend \$nil (December 31, 2025 - \$1,009,800) on eligible Canadian Exploration Expenditures ("CEE"), from amounts raised from flow-through financing, by December 31, 2026.

Flow-Through

Flow-through common shares require the Company to incur an amount equivalent to the proceeds of the issued flow-through common shares on eligible qualifying CEE. Certain interpretations are required to assess the eligibility of flow-through expenditures that if changed, could result in the denial of renunciation. The Company has indemnified current and previous flow-through subscribers for any tax and related costs payable by them in the event the Company does not incur the required exploration expenditures. No amounts have been recorded in these financial statements for potential liabilities relating to these indemnities as a triggering event has not taken place.

On December 30, 2025, the Company issued \$1,009,800 in flow-through shares and recorded a flow-through share premium liability of \$252,450. During the three months ended June 30, 2026, the Company incurred \$206,138 (June 30, 2025 - \$47,339) in eligible CEE and recorded a flow-through share premium recovery of \$51,535 in the statement of loss (June 30, 2025 - \$nil). During the six months ended June 30, 2026, the Company incurred \$1,009,800 (June 30, 2026 - \$133,278) in eligible CEE and recorded a flow-through share premium recovery of \$252,450 in the statement of loss (June 30, 2025 - \$nil).

Environmental

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

Contingent Payments

Effective October 1, 2021, the Company became party to certain consulting agreements that contain clauses that could require additional aggregate payments of \$198,000 upon termination without cause and \$396,000 upon termination in connection with a change of control. As a triggering event has not taken place, the contingent payments have not been reflected in these financial statements.