Precipitate Gold Corp

Condensed Consolidated Interim Financial Statements

For the Six Months Ended May 31, 2025 and May 31, 2024

Unaudited - Expressed in Canadian Dollars

NOTICE OF NO AUDITOR REVIEW OF
CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

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

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

PRECIPITATE GOLD CORP.
Condensed Consolidated Interim Statements of Financial Position
Unaudited – Prepared by Management
Expressed in Canadian Dollars

As at	**May 31, 2025**	**November 30, 2024**
ASSETS		
Current		
Cash and cash equivalents	$ 4,127,992	$ 4,788,875
Amounts receivable	33,621	43,991
Prepaid expenses	76,786	29,403
	4,238,399	4,862,269
Equipment (Note 4)	1,896	3,296
Mineral Property Interests (Note 3)	898,069	898,069
	$ 5,138,364	$ 5,763,634
LIABILITIES		
Current		
Accounts payable and accrued liabilities (Note 7)	$ 331,765	$ 333,767
SHAREHOLDERS' EQUITY		
Share Capital (Note 5)	16,968,427	16,968,427
Reserves (Note 5)	4,583,060	4,583,060
Deficit	(16,744,888)	(16,121,620)
	4,806,599	5,429,867
	$ 5,138,364	$ 5,763,634

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

Approved by the Board of Directors on July 24, 2025.

"Jeffrey Wilson"	*"Lon Shaver"*
Jeffrey Wilson, Director	Lon Shaver, Director

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

PRECIPITATE GOLD CORP.
Condensed Consolidated Interim Statements of Loss and Comprehensive Loss
Unaudited – Prepared by Management
Expressed in Canadian Dollars

	Three Months Ended May 31, 2025	Three Months Ended May 31, 2024	Six Months Ended May 31, 2025	Six Months Ended May 31, 2024
Expenses				
Exploration and evaluation (Note 3 and 7)	$ 226,569	$ 47,078	$ 421,629	$ 99,663
Salaries and wages (Note 7)	50,892	49,748	101,101	99,937
Audit and accounting (Note 7)	23,559	23,113	46,703	47,446
Consulting and directors' fees (Note 7)	9,000	11,000	18,000	20,000
Marketing, conferences and investor relations	11,968	3,324	21,764	7,573
Legal	411	822	411	822
Property investigation costs	2,211	31,258	26,614	78,709
Office and administrative	19,502	26,539	45,730	52,284
Rent	8,700	14,500	17,400	20,300
Transfer agent and filing fees	12,896	10,802	25,645	23,480
Share-based compensation (Note 5 and 7)	-	-	-	143,952
Depreciation (Note 4)	700	704	1,400	2,087
Foreign exchange loss (gain)	195,813	(22,545)	63,260	(30,402)
Total expenses	(562,221)	(196,343)	(789,657)	(565,851)
Recovery of exploration expenditures (Note 3)	-	-	72,210	-
Interest income	45,324	44,469	94,179	91,808
Net loss for the period	$ (516,897)	$ (151,874)	$ (623,268)	$ (474,043)
Loss per share, basic and diluted	$ (0.00)	$ (0.00)	$ (0.00)	$ (0.00)
Weighted average shares outstanding – basic and diluted	130,366,808	130,366,808	130,366,808	130,366,808

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

Precipitate Gold Corp.
Condensed Consolidated Interim Statements of Cash Flows
Unaudited – Prepared by Management
Expressed in Canadian Dollars

For the six-month period ended,		May 31, 2025		May 31, 2024
Operating activities:				
Net loss for the period	$	(623,268)	$	(474,043)
Items not affecting cash:				
Depreciation		1,400		2,087
Share-based compensation		-		143,952
Change in non-cash working capital:				
Amounts receivable		10,370		10,694
Prepaid expenses		(47,383)		(9,472)
Accounts payable and accrued liabilities		(2,002)		6,054
		(660,883)		(320,728)
Change in cash and cash equivalents		(660,883)		(320,728)
Cash and cash equivalents- beginning of period		4,788,875		5,446,366
Cash and cash equivalents - end of period	$	4,127,992	$	5,125,638

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

PRECIPITATE GOLD CORP.
Condensed Consolidated Interim Statements of Changes in Equity
For the Six Months Ended May 31, 2025 and May 31, 2024
Unaudited – Prepared by Management
Expressed in Canadian Dollars

	Share Capital		Reserves				
	Shares	Amount	Warrants	Options	Total	Deficit	Total
Balance, November 30, 2023	**130,366,808**	**$ 16,968,427**	**$ 2,096,331**	**$ 2,342,777**	**$ 4,439,108**	**$ (15,371,170)**	**$ 6,036,365**
Share based compensation	-	-	-	143,952	143,952	-	143,952
Net loss and comprehensive loss	-	-	-	-	-	(474,043)	(474,043)
Balance, May 31, 2024	**130,366,808**	**16,968,427**	**2,096,331**	**2,486,729**	**4,583,060**	**(15,845,213)**	**5,706,274**
Recovery of dividend Withholding Tax	-	-	-	-	-	18,072	18,072
Net loss and comprehensive loss	-	-	-	-	-	(294,479)	(294,479)
Balance, November 30, 2024	**130,366,808**	**16,968,427**	**2,096,331**	**2,486,729**	**4,583,060**	**(16,121,620)**	**5,429,867**
Net loss and comprehensive loss	-	-	-	-	-	(623,268)	(623,268)
Balance, May 31, 2025	**130,366,808**	**$ 16,968,427**	**$ 2,096,331**	**$ 2,486,729**	**$ 4,583,060**	**$ (16,744,888)**	**$ 4,806,599**

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

1. Nature of Operations and Going Concern

Precipitate Gold Corp. (the "Company") was incorporated on January 31, 2011, under the laws of the province of British Columbia, Canada, and its principal activity is the acquisition and exploration of mineral properties in the Dominican Republic. The head office, principal address, and records office of the Company are located at 625 Howe Street, Suite 580, Vancouver, British Columbia, V6C 2T6, Canada. The Company's shares trade on the TSX Venture exchange under the symbol PRG.

The recoverability of amounts shown as mineral properties is dependent upon the discovery of economically recoverable reserves, the Company's ability to obtain financing to develop the properties and the ultimate realization of profits through future production or sale of the properties. Realized values may be substantially different than carrying values as recorded in these financial statements.

These condensed consolidated interim financial statements have been prepared on a going concern basis which assumes that the Company will be able to continue its operation as a going concern for the foreseeable future and will be able to realize its assets and discharge its liabilities in the normal course of business. At May 31, 2025, the Company had a working capital surplus of $3,906,634. Management estimates that the Company has sufficient financial resources to carry out currently planned exploration and operations through the next twelve months.

Although the Company has been successful in the past in obtaining financing, there can be no assurances that the Company will continue to obtain the additional financial resources necessary and/or achieve profitability or positive cash flows from its future operations. If the Company is unable to obtain adequate additional financing, the Company would be required to curtail its planned operations, and exploration and development activities. These condensed consolidated interim financial statements do not give effect to adjustments which would be necessary should the Company be unable to continue as a going concern and therefore be required to realize its assets and discharge its liabilities in other than the normal course of business and at amounts different from those reflected in the financial statements.

2. Basis of Presentation

a) Statement of compliance

These condensed consolidated interim financial statements have been prepared in accordance with the IFRS Accounting Standards ("IFRS") as issued by the International Accounting Standards Board ("IASB") and the International Financial Reporting Interpretations Committee ("IFRIC").

These condensed consolidated interim financial statements have been prepared on a historical cost basis except for financial instruments classified at fair value through profit or loss, or fair value through other comprehensive income which are stated at their fair values. In addition, these condensed consolidated interim financial statements have been prepared using the accrual basis of accounting.

b) Basis of Consolidation

These condensed consolidated interim financial statements include the financial statements of the Company and its four wholly-owned subsidiaries: 0945044 BC Ltd., incorporated in British Columbia, Canada, which owns 100% of Corporacion Minera San Juan, S.R.L. located in the Dominican Republic; Precipitate Dominicana S.R.L. located in the Dominican Republic, which owns 50% of Toro Negro Drilling S.R.L. located in the Dominican Republic; and 1246871 BC Ltd., incorporated in British Columbia, Canada.

2. Basis of Presentation (continued)

c) Functional and Presentation Currency

The functional currency of a company is the currency of the primary economic environment in which a company operates. The presentation currency for a company is the currency in which a company chooses to present its financial statements.

These condensed consolidated interim financial statements are presented in Canadian dollars, which is the Company's presentation and functional currency. The functional currencies of the Company's subsidiaries do not differ from that of the parent company.

Transactions in foreign currencies are translated into the functional currency at exchange rates as at the date of the transaction. Foreign currency differences arising on translation are recognized in profit or loss. Foreign currency monetary assets and liabilities are translated at the functional currency exchange rate at the date of the statement of financial position. Non-monetary items that are measured in terms of historical cost in a foreign currency are translated using exchange rates as at the date of the initial transaction. All gains and losses on translation of these foreign currency transactions are included in profit or loss.

d) Material Accounting Policies

These unaudited condensed consolidated interim financial statements do not include all of the significant accounting policies required by IFRS for complete financial statements for year-end reporting purposes. These financial statements should be read together with the audited financial statements for the year ended November 30, 2024 which, in Note 3, detail all material accounting policies adopted by the Company.

The Company's accounting policies have been applied consistently to all periods presented in these unaudited condensed consolidated interim financial statements.

e) Critical Accounting Judgments and Estimates

The preparation of these financial statements requires management to make judgments, estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities, and income and expenses.

Although management uses historical experience and its best knowledge of the amount, events or actions to form the basis for judgments and estimates, actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimate is revised if the revision affects only that period or in the period of the revision and further periods if the review affects both current and future periods. The most significant accounts that require estimates as the basis for determining the stated amounts include: recoverability and impairment of mineral properties and valuation of share-based payments.

Significant estimates that have the most significant effect on the amounts recognized in the financial statements are as follows:

Expressed in Canadian Dollars

2. Basis of Presentation - *continued*

e) Critical Accounting Judgments and Estimates - *continued*

<u>Recoverability of capitalized mineral property costs</u>

The Company uses the cost model and the value of the mineral property interests is based on expenditures incurred, less any recoveries or impairment. At every reporting period, management assesses the potential impairment which involves assessing whether or not facts and circumstances exist that suggests the carrying amount exceeds the recoverable amount.

<u>Share-based payments</u>

The Company uses the Black-Scholes Option Pricing Model to calculate the fair value of stock options and of common share purchase warrants issued. The model requires the input of highly subjective assumptions including the expected price volatility. Changes in the subjective input assumptions can materially affect the fair value estimate, and therefore the existing models do not necessarily provide a reliable single measure of the fair value of the Company's stock options and common share purchase warrants. The Company discloses assumptions and models used for estimating fair value of stock options and common share purchase warrants.

f) Recent Accounting Pronouncements

Presentation and Disclosure in Financial Statements (IFRS 18) - IFRS 18 will replace IAS 1, Presentation of Financial Statements which aims to improve how companies communicate in their financial statements, with a focus on information about financial performance in the statement of profit or loss, in particular additional defined subtotals, disclosures about management-defined performance measures and new principles for aggregation and disaggregation of information. IFRS 18 is accompanied by limited amendments to the requirements in IAS 7 Statement of Cash Flows. IFRS 18 is effective from January 1, 2027. Companies are permitted to apply IFRS 18 before that date.

The Company is not yet able to determine the impact to the consolidated financial statements from the adoption of this standard.

Certain pronouncements were issued by the IASB but are not yet effective as at May 31, 2025. The Company intends to adopt these standards when they become effective but does not expect these amendments to have a material effect on its consolidated financial statements.

3. Mineral Properties

Acquisition Costs Summary

	Juan de Herrera Project	Pueblo Grande and Ponton Projects	Total
Balance – November 30, 2023, 2024 and May 31, 2025	$ 898,068	$ 1	$ 898,069

Expressed in Canadian Dollars

3. Mineral Properties – *Continued*

Exploration and Evaluation Expenditures Summary

Exploration and evaluation expenditures for the six-month period ended May 31, 2025:

	Juan de Herrera Project	Pueblo Grande Project	Ponton Project	Total
Assay	$ 49,673	$ -	$ 1,573	$ 51,246
Camp and general	26,617	170	-	26,787
Consulting	2,762	9,536	41,039	53,337
Field equipment and supplies	74,184	114	-	74,298
Fuel	14,645	512	-	15,157
Geological consulting	76,330	-	-	76,330
License and registration	156	65	-	221
Office	23,560	6,769	-	30,329
Salaries and benefit	68,434	10,255	-	78,689
Travel, meals, and accommodation	13,449	1,786	-	15,235
Total exploration and evaluation costs	$ 349,810	$ 29,207	$ 42,612	$ 421,629

Exploration and evaluation expenditures for the six-month period ended May 31, 2024:

	Juan de Herrera Project	Pueblo Grande Project	Ponton Project	Total
Camp and general	$ 120	$ 194	$ -	$ 314
Consulting	14,465	19,465	21,816	55,746
Field equipment and supplies	1,760	834	-	2,594
Fuel	165	1,571	-	1,736
License and registration	89	3,033	-	3,122
Office	728	13,078	-	13,806
Salaries and benefit	103	14,885	-	14,988
Travel, meals, and accommodation	5,743	1,614	-	7,357
Total exploration and evaluation costs	$ 23,173	$ 54,674	$ 21,816	$ 99,663

3. Mineral Properties – *Continued*

a) Juan de Herrera Project, Dominican Republic

The Company, through 0945044 BC Ltd., owns a 100% interest in four concessions, the Juan de Herrera Fase II, Helios, Hercules, and Escalibur Fase II concession ("Dominican Republic properties") in the Dominican Republic through Corporacion Minera San Juan, S.R.L. ("CMSJ"), its wholly-owned subsidiary.

The properties are subject to a 3% net smelter returns ("NSR") royalty from any base and precious metal commercial production. The Company may acquire 50% of the NSR royalty by paying $2,000,000.

b) Pueblo Grande Project, Dominican Republic

On October 24, 2018, the Company entered into a Purchase and Sale Agreement with Everton Resources Inc. and Everton Minera Dominican A SRL ("Everton") to acquire an 100% interest in the Pueblo Grande Project.

Pre-existing advanced stage or mining-related commitments to a third party include (i) a sliding scale NSR royalty ranging from 1%, where gold is under US$1,000/oz, to 2%, where gold is over US $1,400/oz and (ii) sum of cash or shares valued at the greater of $5,000,000 or the value of 5,000,000 common shares based on a 20 day VWAP, in the event a resource of 1,000,000 gold equivalent ounces or greater are delineated at certain grades and in various indicated and inferred categories.

On April 13, 2020, the Company signed a definitive earn-in agreement with Barrick Gold Corporation ("Barrick") and subsequently amended on May 13, 2023, March 1, 2023 and December 3, 2024 whereby Barrick had the right to earn a 70% interest in the Company's Pueblo Grande Project by incurring a minimum US$22.0 million in exploration expenditures and delivering a qualifying Pre-Feasibility Study prior April 13, 2030.

During the six-month period ended May 31, 2025, Barrick elected to terminate the earn-in agreement, and each company's obligations under the earn-in agreement ceased, except as specifically provided therein. In terminating the earn-in agreement, Barrick forfeited all rights and interests in the Pueblo Grande Project to Precipitate with all concessions in good standing and provided the Company with all data and results derived from work to the date of termination.

Up until the date that notice to terminate the earn-in agreement was provided to the Company, Barrick incurred an aggregate of US$7.0 million in qualifying work expenditures.

In relation to the earn-in agreement, the company received US$50,000 (CDN $72,210) during the six-month period ended May 31, 2025 (2024 - $nil) from Barrick as a recovery on certain expenditures.

c) Ponton Project, Dominican Republic

The Ponton Project was acquired 100% as part of the agreement with Everton Resources Inc.

Expressed in Canadian Dollars

4. Equipment

	Tools and Equipment	Drilling Equipment	Total
Cost			
Balance, November 30, 2023, 2024, and May 31, 2025	$ 16,808	$ 32,154	$ 48,962
Accumulated depreciation			
Balance, November 30, 2023	$ 10,703	$ 31,471	$ 42,174
Depreciation	2,809	683	3,492
Balance, November 30, 2024	13,512	32,154	45,666
Depreciation	1,400	-	1,400
Balance, May 31, 2025	$ 14,912	$ 32,154	$ 47,066
Carrying Value			
At November 30, 2024	$ 3,296	$ -	$ 3,296
At May 31, 2025	$ 1,896	$ -	$ 1,896

5. Shareholders' Equity

a) Authorized

Unlimited number of common shares without par value.

b) Issued Share Capital

During the period ended May 31, 2025 and during the year ended November 30, 2024, the Company did not issue any common shares.

c) Warrants

Details of warrant activity for the six-month period ended May 31, 2025 and the year ended November 30, 2024 are as follows:

November 30, 2023	Expired	November 30, 2024	May 31, 2025	Exercise Price	Expiry Date
11,324,388	(11,324,388)	-	-	$0.15	December 30, 2023
123,000	(123,000)	-	-	$0.09	December 30, 2023
486,000	(486,000)	-	-	$0.10	December 30, 2023
162,600	(162,600)	-	-	$0.15	December 30, 2023
12,095,988	(12,095,988)	-	-	$0.15	

d) Share Options

The Company has a rolling share option plan, which authorizes the Board of Directors to grant options to directors, officers, employees and consultants to acquire up to 10% of the issued and outstanding common shares of the Company. Under the plan, the exercise price of each option may not be less than market price of the Company's shares calculated on the date of the grant less the applicable discount.

Expressed in Canadian Dollars

5. Shareholders' Equity – *Continued*

d) Share Options – *Continued*

The options can be granted for a maximum term of 10 years. The Company's share option plan contains no vesting requirements, but permits the Board of Directors to specify a vesting schedule at its discretion.

Details of activity in share purchase options for the six-month period ended May 31, 2025 and the year ended November 30, 2024 are as follows:

November 30, 2023	Granted	November 30, 2024	Expired	May 31, 2025	Exercise Price	Expiry Date
2,630,000	-	2,630,000	(2,630,000)	-	$0.15	May 25, 2025
75,000	-	75,000		75,000	$0.28	October 21, 2025
2,650,000	-	2,650,000		2,650,000	$0.21	January 29, 2026
2,110,000	-	2,110,000		2,110,000	$0.095	October 18, 2026
400,000	-	400,000		400,000	$0.065	September 30, 2027
-	2,570,000	2,570,000		2,570,000	$0.09	February 29, 2029
7,865,000	2,570,000	10,435,000	(2,630,000)	7,805,000	$0.14	

During the six-month period ended May 31, 2025, the Company granted nil stock options (2024 - 2,570,000) to its directors, officers and consultants with a fair value of $nil (2024 - $143,952) or $nil (2024 - $0.06) per option.

All options vested immediately. The following weighted average assumptions were used for the Black-Scholes option pricing model valuation of options issued in the six-month period ended May 31, 2025 and May 31, 2024:

	2025	**2024**
Stock price volatility	-	116.40%
Risk-free interest rate	-	3.69%
Expected life of options	-	5.00 years
Expected dividend yield	-	0.00%

The balance of stock options outstanding as at May 31, 2025 was as follows:

Expiry Date	**Number**	**Weighted Average Exercise Price ($)**	**Weighted Average Remaining Life (Years)**
Stock options			
October 21, 2025	75,000	0.28	0.39
January 29, 2026	2,650,000	0.21	0.67
October 18, 2026	2,110,000	0.095	1.38
September 30, 2027	400,000	0.065	2.33
February 14, 2029	2,570,000	0.09	3.71
	7,805,000	0.13	1.46

Expressed in Canadian Dollars

6. Segmented Information

a) Operating Segment

The Company's operations are primarily directed towards the acquisition of mineral properties and exploration for metals in Canada and the Dominican Republic.

b) Geographic Segments

The Company's geographic information as at May 31, 2025 and November 30, 2024 are as follows:

As at May 31, 2025		Dominican Republic
Assets		
Mineral properties	$	898,069
Equipment		1,896
Total	$	899,965

As at November 30, 2024		Dominican Republic
Assets		
Mineral properties	$	898,069
Equipment		3,296
Total	$	901,365

7. Related Party Transactions

Key management personnel consist of directors and senior management including the President, Chief Executive Officer and Vice President of Exploration and Chief Financial Officer. Key management personnel compensation for the six-month period ended May 31, 2025 and May 31, 2024 includes:

		2025		**2024**
Salaries and wages	$	94,500	$	94,500
Consulting and directors' fees		18,000		20,000
Geological consulting		89,500		89,500
Accounting expense		30,000		30,000
Share-based compensation		-		131,629
	$	232,000	$	365,629

The accounts payable and accrued liabilities of the Company as at May 31, 2025 included amounts due to related parties of $32,303 (November 30, 2024 - $34,861). All related party transactions are in the normal course of operations and are measured at the exchange amount, which is the amount of consideration established and agreed to by the related parties.

8. Capital Management

The Company manages its capital to maintain its ability to continue as a going concern and to provide returns to shareholders and benefits to other stakeholders. The capital structure of the Company consists of equity comprised of issued share capital and deficit.

The Company manages its capital structure and makes adjustments to it in light of economic conditions. The Company, upon approval from its Board of Directors, will balance its overall capital structure through new share issues or by undertaking other activities as deemed appropriate under the specific circumstances.

The Company is not subject to externally imposed capital requirements. There have been no changes to the approach with capital management during the period ended May 31, 2025.

9. Financial Instruments

The Company has classified fair value measurements of its financial instruments using a fair value hierarchy that reflects the significance of inputs used in making the measurements as follows:

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 marketplace.

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

The fair value of cash, amounts receivable, and accounts payables and accrued liabilities, approximates their carrying value due to their short-term maturity.

Management of Risks Arising From Financial Instruments

The Company is exposed to various types of market risks including credit risk, liquidity risk, interest rate risk and commodity price risk. This is not an exhaustive list of all risks, nor will the mitigation strategies eliminate all risks listed.

(i) Liquidity Risk

Liquidity risk is the risk that the Company will not be able to meet its financial obligations as they fall due. The Company currently settles its financial obligations out of cash. The ability to do this relies on the Company raising equity financing in a timely manner and by maintaining sufficient cash in excess of anticipated needs. The Company's financial obligations are limited to accounts payable and accrued liabilities and income taxes payable, all of which have contractual maturities of less than a year. The Company is not exposed to liquidity risk

9. Financial Instruments – *Continued*

Management of Risks Arising From Financial Instruments – *Continued*

(ii) Credit Risk

Credit risk is the risk of financial loss to the Company if a customer or counterparty to a financial instrument fails to meet its contractual obligations. Financial instruments that potentially subject the Company to a concentration of credit risk consist primarily of cash and cash equivalents and amounts receivable. Cash and cash equivalents is held with a major Canadian financial institution and the receivables are due from Government entities. The Company has no investment in asset-backed commercial paper. Cash equivalents consist of cashable guaranteed investment certificates that are readily convertible in a known amount of cash within 90 days or less. As at May 31, 2025, the Company has cash equivalent of $3,558,816 (US$2,586,725) (November 30, 2024 - $3,653,902 (US$2,530,753)).

(iii) Interest Rate Risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Company has no interest-bearing debt. The Company's sensitivity to interest rates is minimal.

(iv) Political Risk

The Company has subsidiaries in the Dominican Republic. These operations are potentially subject to a number of political, economic and other risks that may affect the Company's future operations and financial position.

(v) Foreign Currency Fluctuation Risk

The international nature of the Company's operations results in foreign exchange risk. The Company's operating costs and vendors are primarily in Canada and the Dominican Republic. Any fluctuations of the Canadian dollar in relation to these currencies may affect the profitability of the Company and the value of the Company's assets and liabilities. The Company's exposure to foreign currency fluctuations is minimal.

10. Subsequent event

Subsequent to the six-month period ended May 31, 2025, the Company granted 3,950,000 stock options to certain officers, directors and consultants. Each option is exercisable acquire one common share at a price of $0.11 per option for a period of five years from the date of grant.