ABRASILVER RESOURCE CORP.

CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

THREE AND SIX MONTHS ENDED JUNE 30, 2026 AND 2025

(Expressed in Thousands of Canadian Dollars)

(UNAUDITED)

ABRASILVER RESOURCE CORP.

Condensed Interim Consolidated Statements of Financial Position
(Expressed in Thousands of Canadian Dollars, except for securities and per share amounts)
(Unaudited)

As at		June 30, 2026 (Unaudited)		December 31, 2025 (Audited)
Assets				
Current assets				
Cash and cash equivalents	$	8,088	$	29,412
Term deposits (*)		15,435		29,047
Receivables		604		395
Prepaid expenses		215		306
Total current assets		24,342		59,160
Equipment (note 6)		529		388
Mineral property interests (note 7)		33,389		26,513
Total Assets	$	58,260	$	86,061
Liabilities				
Current liabilities				
Accounts payable and accrued liabilities (note 12)	$	5,404	$	7,243
Total current liabilities		5,404		7,243
Total Liabilities		5,404		7,243
Shareholders' Equity				
Share capital (note 11)		231,280		226,694
Reserves (notes 11(b), (c) and (d))		12,642		13,122
Accumulated other comprehensive income		2,430		1,220
Accumulated deficit		(193,496)		(162,218)
Total shareholders' equity		52,856		78,818
Total Liabilities and Shareholders' Equity	$	58,260	$	86,061

(*) The term deposits consist of guaranteed investment certificates with maturities between August 2026 and April 2027.

Nature of operations and going concern (note 1)
Commitments (note 15)
Subsequent event (notes 7 and 16)

Approved by the Board of Directors:

Director: *(s) " Flora Wood"*

Director: *(s) "Robert Bruggeman"*

The notes to the unaudited condensed interim consolidated financial statements are an integral part of these statements.

ABRASILVER RESOURCE CORP.

Condensed Interim Consolidated Statements of Loss and Comprehensive Loss
(Expressed in Thousands of Canadian Dollars, except for securities and per share amounts)
(Unaudited)

	Three months ended June 30, 2026	Three months ended June 30, 2025	Six months ended June 30, 2026	Six months ended June 30, 2025
Administrative expenses				
Consulting fees	$ 187	$ 371	$ 222	$ 518
Insurance	45	38	73	88
Investor relations	44	33	69	111
Office and administration and depreciation	666	710	1,239	1,158
Professional fees (note 12)	995	361	1,677	770
Salaries, benefits and director fees (note 12)	400	544	797	811
Share-based payments (notes 11 and 12)	1,560	978	3,400	2,339
Transfer agent and filing fees	72	80	346	298
Total administrative expenses	3,969	3,115	7,823	6,093
Evaluation and exploration expenses (note 9)	12,951	9,344	23,840	15,961
Other (income) expenses				
Gain on sale of marketable securities (note 13)	-	(166)	-	(786)
Other income (note 7(b))	-	(682)	-	(689)
Interest income	(189)	(735)	(596)	(987)
Accretion of consideration payable (note 10)	-	36	-	361
Foreign exchange gain	(627)	1,673	(1,012)	1,650
Write off of equipment	7	-	7	-
Loss on settlement of consideration payable (note 10)	-	200	-	200
Loss on disposition of subsidiary (note 8)	-	88	-	88
Total other (income) expense	(809)	414	(1,601)	(163)
Net loss from continuing operations	16,111	12,873	30,062	21,891
Loss from discontinued operation (note 8)	-	7	-	12
Total net loss for the period	16,111	12,880	30,062	21,903
Other comprehensive (income) loss:				
Foreign currency translation adjustment - continuing operations	(585)	1,368	(1,210)	1,322
Foreign currency translation adjustment - discontinued operations	-	13	-	113
Total comprehensive loss for the period - continuing operations	15,526	14,241	28,852	23,213
Total comprehensive loss (income) for the period - discontinued operation	-	20	-	125
Total comprehensive loss for the period	$ 15,526	$ 14,261	$ 28,852	$ 23,338
Basic and diluted loss per share - continuing operations	$ 0.10	$ 0.04	$ 0.19	$ 0.15
Basic and diluted loss per share - discontinued operation	$ 0.00	$ 0.00	$ 0.00	$ 0.00
Weighted average number of shares outstanding - basic and diluted (000's)	160,957	152,559	160,550	147,442

The notes to the unaudited condensed interim consolidated financial statements are an integral part of these statements.

ABRASILVER RESOURCE CORP.

Condensed Interim Consolidated Statements of Changes in Shareholders' Equity
(Expressed in Thousands of Canadian Dollars, except for securities and per share amounts)
(Unaudited)

	Share Capital		Share-based payment reserve	Accumulated other comprehensive income (loss)	Accumulated Deficit	Total
	Number	Amount				
Balance, December 31, 2024	128,693,370	$ 123,609	$ 7,208	$ 2,449	$ (104,515)	$ 28,751
Shares issued in private placement, net of costs	22,959,215	56,220	-	-	-	56,220
Shares issued for settlement of RSU	76,667	144	(144)	-	-	-
Shares issued from exercise of stock options	874,104	503	(261)	-	(170)	72
Share-based payments	-	-	2,339	-	-	2,339
Foreign currency translation adjustment	-	-	-	(1,435)	-	(1,435)
Net loss for the period from continuing operations	-	-	-	-	(21,891)	(21,891)
Net loss for the period from discontinued operation	-	-	-	-	(12)	(12)
Balance, June 30, 2025	152,603,356	$ 180,476	$ 9,142	$ 1,014	$ (126,588)	$ 64,044
Balance, December 31, 2025	159,879,512	$ 226,694	$ 13,122	$ 1,220	$ (162,218)	$ 78,818
Shares issued for acquisition of mineral property interests	94,650	1,293	-	-	-	1,293
Shares issued from exercise of stock options	1,115,939	2,114	(2,386)	-	(530)	(802)
Shares issued for settlement of RSU	259,133	1,179	(1,494)	-	(686)	(1,001)
Cancellation of shares	(18,752)	-	-	-	-	-
Share-based payments	-	-	3,400	-	-	3,400
Foreign currency translation adjustment	-	-	-	1,210	-	1,210
Net loss for the period from continuing operations	-	-	-	-	(30,062)	(30,062)
Balance, June 30, 2026	161,330,482	$ 231,280	$ 12,642	$ 2,430	$ (193,496)	$ 52,856

The notes to the unaudited condensed interim consolidated financial statements are an integral part of these statements.

ABRASILVER RESOURCE CORP.

Condensed Interim Consolidated Statements of Cash Flows
(Expressed in Thousands of Canadian Dollars, except for securities and per share amounts)
(Unaudited)

Six Months Ended June 30,	**2026**	**2025**
Operating Activities		
Net loss for the period from continuing operations	$ (30,062)	$ (21,891)
Items not affecting cash:		
Accrued interest income	(396)	(139)
Accretion of consideration payable	-	361
Foreign exchange loss (gain)	(1,012)	1,650
Share-based payments	3,400	2,339
Gain on sale of marketable securities	-	(786)
Loss on settlement of consideration payable	-	200
Write off of equipment	7	-
Depreciation	44	36
Changes in non-cash operating working capital:		
Receivables	(209)	106
Prepaid expenses	91	(181)
Accounts payable and accrued liabilities	(3,901)	2,186
Cash (used in) operating activities from continuing operations	(32,038)	(16,119)
Cash (used in) operating activities from discontinued operation (note 8)	-	(18)
Cash (used in) operating activities	(32,038)	(16,137)
Investing Activities		
Additions to mineral interests	(4,436)	(1,640)
Redemption of term deposits	14,522	-
Proceeds from sale of marketable securities	-	14,532
Purchase of term deposits	-	(14,220)
Purchase of marketable securities	-	(13,745)
Additions to equipment	(168)	(85)
Payment for acquisition of equipment of Condoryacu	(7)	-
Cash (used in) provided by investing activities - continuing operations	9,911	(15,158)
Cash (used in) provided by investing activities - discontinued operation	-	-
Cash (used in) provided by investing activities	9,911	(15,158)
Financing Activities		
Proceeds from issuance of shares in private placements, net of issuance costs	-	56,220
Proceeds from exercise of stock options	259	271
Payment to settle consideration payable	-	(9,661)
Cash provided by financing activities - continuing operations	259	46,830
Cash (used in) financing activities - discontinued operation	-	-
Cash provided by financing activities	259	46,830

ABRASILVER RESOURCE CORP.

Condensed Interim Consolidated Statements of Cash Flows (Continued)
(Expressed in Thousands of Canadian Dollars, except for securities and per share amounts)
(Unaudited)

Six Months Ended June 30,		**2026**		**2025**
Foreign exchange effect on cash and cash equivalents - continuing operations		544		(1,301)
Foreign exchange effect on cash and cash equivalents - discontinued operation (note 8)		-		(114)
Foreign exchange effect on cash and cash equivalents		544		(1,415)
Change in cash and cash equivalents during the period		(21,324)		14,120
Cash and cash equivalents, beginning of the period		29,412		13,727
Cash and cash equivalents, end of the period	$	8,088	$	27,847
Cash and cash equivalents are comprised of:				
Cash	$	8,088	$	12,147
Cash equivalents		-		15,700
	$	8,088	$	27,847
Supplemental cash flow information:				
Interest received	$	132	$	231
Non-cash investing and financing activities				
Shares issued for mineral property interests	$	1,293	$	-
Shares issued for settlement of RSUs	$	-	$	144

The notes to the unaudited condensed interim consolidated financial statements are an integral part of these statements.

1. Nature of operations and going concern

AbraSilver Resource Corp. (formerly AbraPlata Resource Corp.) (the “Company” or "AbraSilver") was incorporated on August 31, 1993 under the Alberta Business Corporations Act. On September 30, 2015, the Company’s incorporation jurisdiction was moved to British Columbia. The Company’s registered office is located at Suite 550, 220 Bay Street, Toronto, Ontario, M5J 2W4.

These unaudited condensed interim consolidated financial statements have been prepared on a going concern basis, which assumes that the Company will be able to realize its assets and discharge its liabilities in the normal course of business. As at June 30, 2026, the Company has working capital of $18,938 (December 31, 2025 – $51,917) and has an accumulated deficit of $193,496. The continued operations of the Company are dependent on its ability to generate future cash flows or obtain additional financing. As at June 30, 2026, the Company has not achieved profitable operations however it had $18,938 working capital and therefore has sufficient resources to sustain operations for the next 12 months, although the Company will need additional funding to achieve its long-term business objectives. These consolidated financial statements do not reflect any adjustments that may be necessary if the Company is unable to continue as a going concern.

On March 4, 2021, the Company changed its name from "AbraPlata Resource Corp." to "AbraSilver Resource Corp.". The common shares of the Company began trading under the Company's new name on the TSX Venture Exchange (the "**TSXV**") on March 9, 2021. On February 24, 2025, the Company announced that it has received final listing approval from the Toronto Stock Exchange (the "**TSX**") to graduate from the TSXV. The common shares of the Company began trading on the TSX effective at the market open on February 27, 2025, under the symbol "ABRA".

The Company’s business may be affected by changes in political and market conditions, such as interest rates, availability of credit, inflation rates, changes in laws, tariffs, and national and international circumstances. Recent geopolitical events, and potential economic global challenges such as the risk of higher inflation and energy crises, may create further uncertainty and risk with respect to the prospects of the Company’s business.

2. Basis of preparation

Statement of compliance

These unaudited condensed interim consolidated financial statements, including comparatives, have been prepared in accordance with International Accounting Standard (“IAS”) 34 ‘Interim Financial Reporting’ (“IAS 34”) using accounting policies consistent with IFRS® Accounting Standards as issued by the International Accounting Standards Board (“IFRS") and Interpretations of the International Financial Reporting Interpretations Committee (“IFRIC”). The accounting policies and methods of computation applied by the Company in these unaudited condensed interim consolidated financial statements are the same as those applied in the Company’s annual consolidated financial statements for the year ended December 31, 2025 other than as discussed below.

These unaudited condensed interim consolidated financial statements were authorized for issue by the Board of Directors on August 13, 2026.

Comparative information

Certain comparative information has been reclassified to conform to current period presentation.

3. Change in accounting policy

Certain new accounting standards and interpretations have been published that are either applicable in the current period or not mandatory for the current period.

Future accounting standards

IFRS 18 Presentation and Disclosure in Financial Statements was issued by the IASB in April 2024, and introduces three sets of new requirements to give investors more transparent and comparable information about companies' financial performance for better investment decisions, with mandatory application of the standard in annual reporting periods beginning on or after January 1, 2027. The Company is still assessing the impact of the implementation of these amendments. No standards have been early adopted in the current period.

4. Financial instruments

(a) Fair value estimation

The fair value of financial instruments is determined by valuation methods depending on hierarchy levels as defined below:
1. Level 1 of the fair value hierarchy includes unadjusted quoted prices in active markets for identical assets or liabilities;
2. Level 2 of the hierarchy includes inputs that are observable for the asset or liability, either directly or indirectly; and
3. Level 3 includes inputs for the asset or liability that are not based on observable market data.

The Company's marketable securities are valued using level 1 fair value hierarchy. At June 30, 2026 and December 31, 2025, the carrying value was $nil. The carrying values of other financial instruments maturing in the short term approximates their fair values.

(b) Financial risks

The Company may be exposed to risks of varying degrees of significance which could affect its ability to achieve its strategic objectives. The Company manages risks to minimize potential losses. The main objective of the Company's risk management process is to ensure that the risks are properly identified and that the capital base is adequate in relation to those risks. The Company's risk exposure and the impact on the Company's financial instruments are summarized below:

Credit risk
Credit risk is the risk of potential loss to the Company if the counterparty to a financial instrument fails to meet its contractual obligations.

The Company is exposed to credit risk with respect to its cash and cash equivalents, receivables and term deposits. The Company's maximum exposure to credit risk is their carrying amounts disclosed in the consolidated statements of financial position. Credit risk associated with cash and cash equivalents and term deposits are minimized by placing these instruments with major Canadian financial institutions with strong investment-grade ratings as determined by a primary ratings agency. Credit risk associated with receivables is minimal.

(Expressed in Thousands of Canadian Dollars, except for securities and per share amounts)

4. Financial instruments (continued)

(b) Financial risks (continued)

Liquidity risk
Liquidity risk is the risk that the Company will not be able to meet its financial obligations as they fall due.

At June 30, 2026, the Company had a cash and cash equivalents balance of $8,088 and term deposits of $15,435 to settle current liabilities of $5,404.

The Company intends to finance future requirements from share issuances, the exercise of options, debt or other sources. There can be no certainty of the Company's ability to raise additional financing through these means.

The Company has the following contractual cash flow requirements as at June 30, 2026:

	June 30, 2026	December 31, 2025
Accounts payable and accrued liabilities	$ 5,404	$ 7,243
	$ 5,404	$ 7,243

Market risk
Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate due to changes in market factors. Market risk comprises three types of risk: price risk, interest rate risk and currency risk.

Price risk
Price risk is the risk that the fair value of future cash flows of the Company's financial instruments will fluctuate because of changes in market prices. The Company is not exposed to price risks.

Interest rate risk
Interest rate risk is the risk that the fair values and future cash flows of the Company will fluctuate because of changes in market interest rates. The Company is exposed to interest rate risk to the extent that the cash and cash equivalents and term deposits, if any, maintained at financial institutions is subject to a floating rate of interest. The interest rate risk on cash and cash equivalents and term deposits is not considered significant.

Currency risk
Currency risk is the risk that the fair values or future cash flows of the Company's financial instruments will fluctuate because of changes in foreign currency exchange rates. The Company is exposed to currency risk through financial assets and liabilities denominated in currencies other than the functional currency of the entity which holds the financial asset or liability. The Company's financial instruments denominated in currencies other than the functional currency of the entity which holds the financial asset of liability as at June 30, 2026 are as follows:

(Expressed in Thousands of Canadian Dollars, except for securities and per share amounts)

4. Financial instruments (continued)

(b) Financial risks (continued)

Market risk (continued)

Currency risk (continued)

Cost ('000)	Argentine peso	US$	C$ equivalent
Cash and cash equivalents	311,575	1,838	2,910
Term deposits	-	10,086	14,307
Accounts payable and accrued liabilities	1,549,315	1,185	3,168

The Company's sensitivity analysis suggests that a 10% depreciation or appreciation of the foreign currencies against the Canadian dollar would have resulted in an approximate $1,405 decrease or increase in the Company's total net income or loss.

As at June 30, 2026, US dollar amounts have been translated at a rate of C$1.421 per US dollar, and Argentine peso amounts have been translated at C$0.0010 per Argentine peso.

5. Capital management

The Company's objectives when managing capital are to safeguard the Company's ability to continue as a going concern in order to pursue the development and exploration of its mineral properties and to maintain a flexible capital structure, which optimizes the costs of capital to an acceptable risk. The Company considers its capital to include shareholders' equity.

The Company depends on external financing to fund its activities and there can be no guarantee that external financing will be available at terms acceptable to the Company. Additional funding will be required by the Company to complete its strategic objectives and continue as a going concern. There is no certainty that additional financing at terms that are acceptable to the Company will be available. The capital structure of the Company currently consists of common shares. The Company manages the capital structure and makes adjustments to it in light of changes in economic conditions and risk characteristics of the underlying assets. In order to maintain or adjust the capital structure, the Company may issue new debt, new shares or warrants. The Company is not subject to externally restricted capital requirements.

Management reviews its capital management approach on a regular basis. There were no changes in the Company's approach to capital management.

(Expressed in Thousands of Canadian Dollars, except for securities and per share amounts)

6. Equipment

Cost		Equipment
Balance, December 31, 2024	$	370
Additions		139
Impact of foreign exchange		(25)
Balance, December 31, 2025		484
Additions		168
Additions from acquisition of Condoryacu (note 7)		9
Write off		(9)
Impact of foreign exchange		21
Balance, June 30, 2026	$	673
Accumulated depreciation		
Balance, December 31, 2024	$	27
Depreciation		76
Impact of foreign exchange		(7)
Balance, December 31, 2025		96
Depreciation		44
Additions from acquisition of Condoryacu (note 7)		2
Write off		(2)
Impact of foreign exchange		4
Balance, June 30, 2026	$	144
Net book value		
Balance, December 31, 2025	$	388
Balance, June 30, 2026	$	529

The additions to the equipment during the six months ended June 30, 2026 include camp equipment from the acquisition of Condoryacu. The additions to the equipment during the year ended December 31, 2025 include containers used in mineral property interest projects and are depreciated over five years on a declining balance. The depreciation of the equipment is included in the evaluation and exploration expenses (note 9).

7. Mineral property interests

Through the Company’s wholly-owned subsidiaries, the Company controls exploration projects in Argentina classified by the Company into the Diablillos Project and La Coipita Project. All acquisition costs and option payments related to these exploration projects are capitalized as mineral property interests and are incurred in US dollars and translated to Canadian dollars, the presentation currency for the Company.

7. Mineral property interests (continued)

(a) Diablillos project

(1) On November 1, 2016, the Company closed a share purchase agreement dated August 23, 2016, as amended and restated on March 21, 2017, and further amended on September 11, 2019, with SSR Mining Inc. ("SSRM") and Fitzcarraldo Ventures Inc. (the "Diablillos SPA") pursuant to which Huayra Mineral Corporation, a wholly owned subsidiary of the Company, acquired from SSRM all of the issued and outstanding shares of Pacific Rim Mining Corporation Argentina S.A., ABP Global Inc. (BVI) and ABP Diablillos Inc.(BVI) (together, the “SSRM subsidiaries”). Through the acquisition of the SSRM subsidiaries, the Company acquired certain exploration projects in Salta Province, Argentina (the "Diablillos Project").

Cash consideration payable to SSRM consists of the following:
1. US$300 on closing; this amount to be increased by an amount equal to the US dollar equivalent of the amount of Argentine pesos deposited in entity purchased by the Company (paid);
2. US$300 on or before February 15, 2017 (as amended) (paid);
3. US$500 on 180th day after closing (paid);
4. US$50 on or before January 12, 2018 (as amended) (paid);
5. $ 200 to be paid on December 19, 2019 (paid);
6. US$5,000 to be paid on the earlier of (paid):
   - o the date on which a Diablillos Feasibility Study in respect of all or any part of the Diablillos Concessions has been obtained;
   - o July 31, 2023; and
   - o 90 days after demand by SSRM for payment if (a) AbraSilver’s market capitalization exceeds $100,000 for 20 consecutive trading days (on the primary stock exchange on which such entity’s shares are traded) or (b) after November 1, 2020, the spot price of silver (based on the London Bullion Market Association (LBMA) Silver Price as published by the LBMA on its website (or should that quotation cease, another similar quotation acceptable to the parties acting reasonably) (the “Benchmark”) exceeds $25 per ounce for 20 consecutive trading days on the Benchmark;
7. US$7,000 to be paid on the earlier of (note 10 and paid):
   - o the date on which Commercial Production occurs in respect of all or any part of the Diablillos Concessions (not reached yet); and
   - o July 31, 2025.

On September 2, 2020 AbraSilver’s market capitalization exceeded $100,000 for twenty (20) consecutive trading days on the TSXV for the period from and after August 6, 2020 to and including September 2, 2020. On the same day SSRM requested the US$5,000 to be paid within 90 days. During the year ended December 31, 2020, the Company paid $6,534 (US$5,000) as an addition to the Diablillos project.

7. Mineral property interests (continued)

(a) Diablillos project (continued)

The US$7,000 balance would be paid on earlier of the date on which commercial production occurs in respect of all or any part of the Diablillos Project and July 31, 2025.

On April 10, 2025, the Company completed the final payment ahead of schedule by the paying US$6.85 million, a reduced total obligation from the original US$7.0 million payment obligation. With this final payment, the Company has fully satisfied its purchase obligation, securing 100% ownership of the Diablillos project.

(2) On August 30, 2017 the Company signed a share purchase agreement, which was amended September 6, 2019, to acquire all of the issued and outstanding shares of Minera Cerro Bayo S.A. ("Cerro Bayo"), a privately held Argentine company. Cerro Bayo owns certain mineral rights that, as a result of a long-standing border dispute between two neighboring provinces in northwestern Argentina, overlap and potentially conflict with the Company's mineral rights to its Diablillos Ag-Au project. The acquisition of the potentially conflicting mineral rights through the acquisition of Cerro Bayo means that the Company will retain its title to the Diablillos Ag-Au project regardless of the ultimate outcome of the provincial border dispute.

Cash and equity consideration payable under the agreement is as follows:
1. US$225 upon closing (paid);
2. US$175 on or before February 28, 2018 (paid);
3. US$15 upon signing of the September 6, 2019, amendment (paid);
4. US$350 and 300 common shares on or before November 30, 2019 (paid and issued);
5. US$65 on or before April 30, 2020 (paid);
6. US$65 and 200 common shares on or before October 31, 2020 (paid and issued);
7. US$65 on or before April 30, 2021(paid);
8. US$65 on or before October 31, 2021 (paid);
9. US$65 on or before April 30, 2022 (paid);
10. US$65 on or before October 31, 2022 (paid);
11. US$1,000 on or before July 31, 2023 (paid);
12. US$1,170 on or before July 31, 2025 (paid).

7. Mineral property interests (continued)

(a) Diablillos project (continued)

(3) On June 20, 2025, the Company entered into a net smelter returns royalty agreement (the “Catamarca Agreement”) with EMX Royalty Corporation (“EMX”) in respect of certain mineral concessions comprising part of the Diablillos Project and located in the province of Catamarca. The mineral concessions that are subject to the Catamarca Agreement overlap with certain mineral concession located in the province of Salta and which are subject to the historical net smelter returns royalty agreement dated November 1, 2016 and which has been duly assigned to EMX. The Catamarca Agreement memorializes the agreement of the parties to grant, in the aggregate, a 1% production royalty to EMX on the net smelter returns from the Diablillos Project, irrespective of whether certain of the mineral concessions comprising the Diablillos Project are finally determined to be located in the province of Salta or Catamarca. As consideration for the entering into of the Catamarca Agreement, EMX made a payment to AbraSilver of US$500 ($682) which is recorded as other income in profit or loss.

(4) On December 2025 , the Company entered into agreements with multiple arms’ length parties to acquire several strategic mining properties in the vicinity of its flagship Diablillos project in Argentina.

- **Mi Belelo 3 Property**

On December 3, 2025, AbraSilver, through its wholly owned subsidiary, Pacific Rim Mining Corporation Argentina SA ("PRMC"), received an offer to enter into a purchase agreement to purchase a 100% interest in a mineral property known as Mi Belelo 3 Property, located in the Antofagasta de la Sierra Department in the Province of Catamarca, Argentina. In accordance with the agreement, the Company must pay to the owners US$200 (paid).

- **Natalia Property**

On December 3, 2025, AbraSilver, through its wholly owned subsidiary, PRMC received an offer to enter into a purchase agreement to purchase a 100% interest in a mineral property known as Natalia Property, located in the Antofagasta de la Sierra Department in the Province of Catamarca, Argentina. In accordance with the agreement, the Company must pay to the owners US$200 (paid).

- **Condoryacu Property**

On December 15, 2025, AbraSilver, through its wholly owned subsidiary, PRMC, received an offer to enter into an Agreement for the Exploration of Condoryacu Mining Properties and Purchase Option of Condoryacu SRL (“**Condoryacu**”), the offer was accepted by PRMC on December 17, 2025 (the Execution date). The Condoryacu Property is in the cooperation area between the provinces of Salta and Catamarca and includes the following Mining concessions: María Amalia Mine, located in the province of Salta; Condor Yacu I Mine (the ”**Concessions**”), located in the province of Catamarca, and a water easement, in the province of Salta. The Concessions are subject to a 1% net smelter return royalty (“**NSR**”) on production. To earn 100% interest in Condoryacu the Company must:

a. Pay US$250 within 15 days from the Execution date (paid); and
b. Pay US$2,500 within 90 days from the Execution date (paid).

On March 27, 2026 the Company submitted the notice exercising the Exploration of Condoryacu Mining Properties and the Purchase Option of Condoryacu.

(Expressed in Thousands of Canadian Dollars, except for securities and per share amounts)

7. Mineral property interests (continued)

(a) Diablillos project (continued)

- **Condoryacu Property (continued)**

Condoryacu assets consist of a group of mining properties described above, and it does not have any processes, workforce, or other inputs capable of producing outputs.

As the acquired corporation does not meet the definition of a business under IFRS 3 Business Combinations, the transaction has been accounted for as an asset acquisition.

Accordingly, no goodwill has been recognized, and no other assets or liabilities were acquired.

The allocation of the consideration to assets and liabilities acquired is as follows:

Consideration		
Cash (paid in 2025)	$	348
Cash (paid during the three months ended March 31, 2026)		3,469
	$	3,817

Assets acquired		
Equipment	$	7
Mineral property interest		3,810
	$	3,817

- **María Amalia 1 Property**

On December 15, 2025, AbraSilver, through its wholly owned subsidiary PRMC, received an offer to enter into an option agreement to purchase a 100% interest in a mineral property known as María Amalia 1 Property, located in the Los Andes Department in the Province of Salta, Argentina. To earn the interest the Company must pay to the owner the total amount of US$250 within 90 days from the offer date (paid).

- **Bianca X**

On February 6, 2026, AbraSilver, through its wholly owned subsidiary, PRMC, received an offer to enter into a purchase agreement to purchase a 100% interest in a mineral property known as Bianca X, with a surface area of 2,945.5 hectares, located in San Antonio de los Cobres los Andes Department in the Province of Salta, Argentina. To acquire the interest the Company was required to pay the owners US$100 and issued 94,650 shares of the Company. On February 13, 2026, US$100 was paid by PRMC and 94,650 AbraSilver Shares were issued which was valued at $1,293 based on the Company's share price of $13.66 on the date of issuance. In addition, the Company paid $10 share issuance cost for the shares issued for the addition to mineral property interest.

7. Mineral property interests (continued)

(a) Diablillos project (continued)

- **El Chañal**

On January 30, 2026, AbraSilver, through its wholly owned subsidiary PRMC, received an offer to enter into a purchase option agreement to purchase a 100% interest in a mineral property known as El Chañal, with a surface area of 3,498.91 hectares, located in San Antonio de los Cobres, los Andes Department in the Province of Salta, Argentina. To acquire the interest, the Company paid to the owners US$350 during the six months ended June 30, 2026.

(b) La Coipita project

On January 31, 2020, AbraSilver entered into an option agreement, through its wholly owned subsidiary, AbraPlata Argentina SA, to acquire a 100% interest in the La Coipita project ("La Coipita") located in San Juan province, Argentina by paying a total of US$4,265 in staged payments over 60 months (US$4,265 paid to March 31, 2026) to the optionors.

On October 23, 2023, the Company and the optionors amended the US$1,000 cash amount to be paid to the optionors in January 2024 and the US$2,500 cash amount to be paid in January 2025. As per the amendment the Company paid US$ 500 on January 31, 2024, paid US$1,000 in January 2025 and paid the remaining US$2,000 January 2026.

Cash consideration payable per the letter agreement were as follows:

1. US$35 upon acceptance of the letter agreement (paid);
2. US$30 in February 2020 (paid);
3. US$100 in January 2021 (paid);
4. US$200 in January 2022 (paid);
5. US$400 in January 2023 (paid);
6. US $500 in January 2024 (paid);
7. US$1,000 in January 2025 (paid); and
8. US$2,000 in January 2026 (paid).

In the event the project is placed into commercial production, the optionors shall be entitled to collect 1.1% of the net smelter return ("NSR"), which AbraSilver may purchase for US$3,000 during the 60 months after the first staged payment was made, or for US$5,000 thereafter until start-up of construction of the project.

On February 5, 2020, AbraPlata Argentina SA ("AbraPlata") entered into a binding letter agreement with Altius Resources Inc. to sell its right to acquire the 1.1% NSR from the optionors. In consideration, Altius agreed to invest in AbraPlata by way of subscription for common shares or share units in its next equity financing a minimum sum of $125 (received).

On August 9, 2021, AbraSilver entered into an option agreement, through its wholly owned subsidiary, AbraPlata, to acquire a 100% interest in the Yaretas project ("Yaretas") located in San Juan province, Argentina by paying a total of US$3,025 in staged payments over 60 months (US$1,525 paid to December 31, 2025) to the optionors ("Yaretas Project Owners").

On August 11, 2023, the Company and the Yaretas Project Owners amended the US$ 200 cash amount to be paid to the owners in August 2023. As per the amendment the Company paid US$100 on August 31, 2023 and the remaining US$ 100 was paid in August 2024.

7. Mineral property interests (continued)

(b) La Coipita Project (continued)

Cash consideration payable per the letter agreement is as follows:

1. US$50 upon celebration of the letter agreement (paid);
2. US$75 in August 2022 (paid);
3. US$100 in August 2023 (paid);
4. US$500 in August 2024 (paid);
5. US$800 in August 2025 (paid); and
6. US$1,500 in August 2026 (paid subsequent to June 30, 2026).

In the event the project is placed into commercial production, the Yaretas Project Owners shall be entitled to collect 1.1% of NSR, which AbraSilver may purchase for US$5,000 at any time.

Agreement with Teck Resources Limited ("Teck")

On January 22, 2024 the Company announced that it has executed a definitive option and joint venture agreement (the “Agreement”) with a subsidiary of Teck, to explore and develop the La Coipita copper-gold project in San Juan, Argentina.

The Agreement grants Teck an option (the “La Coipita Option”) to acquire an 80% interest in La Coipita by funding cumulative exploration expenditures of US$20,000 over a five-year period, making staged cash payments to AbraSilver, and participating in an equity placement in AbraSilver totaling US$3,060 (including an initial mandatory payment of US$560), and making up to US$6,300 in optional cash payments in respect of amounts payable to the underlying Project vendors. Following an initial transition period during which AbraSilver will support field operations, Teck is expected to act as operator for the duration of the La Coipita Option.

Cash consideration receivable per the Agreement are as follows:

1. US$560 cash payment upon closing of the agreement (optional payment - received);
2. US$1,000 cash payment or at Teck’s election, subscription for US$1,000 of common shares of AbraSilver (“ABRA Shares”) on or before January 31, 2025, to be priced at the greater of (a) a 25% premium to the preceding 20-day volume weighted average price of ABRA shares, or (b) $1.75 per ABRA Share (optional payment or subscription) (shares issued); and
3. US$1,500 cash payment on or before January 31, 2028 (optional payment).

In settlement of the second milestone above, 408,163 shares were issued on December 19, 2024 for gross proceeds of $1,426 (US$1,000). The value of the shares were determined to be $9,445 based on the fair market value of the Company's shares on the date of issuance and the difference of $482 was offset against the capitalized costs of the La Coipita project.

Additional cash payments in respect of amounts for expenditures required to settle payments to the project optionors:

1. US$500 Initial payment (mandatory payment - received);
2. US$500 on or before July 31, 2024 (optional payment - received);
3. US$1,000 on or before January 15, 2025 (optional payment - received);
4. US$800 on or before July 31, 2025 (optional payment - received);
5. US$2,000 on or before January 15, 2026 (optional payment - received in December 2025); and
6. US$1,500 on or before July 31, 2026 (optional payment - received in July 2026).

(Expressed in Thousands of Canadian Dollars, except for securities and per share amounts)

7. Mineral property interests (continued)

(b) La Coipita Project (continued)

Agreement with Teck (continued)

The $3,897 (US$2,800) received from Teck during the year ended December 31, 2025 and $3,509 (US$2,560) received from Teck during the year ended December 31, 2024 were applied against the mineral property interest of La Coipita.

Upon exercise of the La Coipita Option, the parties will incorporate a company in Argentina ("Newco") to become the titleholder of La Coipita. Teck will hold 80% of Newco's outstanding shares, with AbraSilver holding the remaining 20%. Each party will fund its pro-rata share of future expenditures on La Coipita through equity contributions to Newco or incur dilution in Newco. If a party's shareholding interest in Newco is diluted below 10% or pursuant to certain other conditions of the Agreement, its shareholding interest will be converted to a 1.1% net smelter returns royalty on La Coipita, of which 0.6% can be bought back by the payor for a cash payment of US$3,000 at any time.

	Diablillos Project	La Coipita Project	Total
December 31, 2024	$ 24,816	$ 440	$ 25,256
Additions, cash[i]	2,546	3,897	6,443
Options payment received from Teck	-	(3,897)	(3,897)
Foreign exchange translation	(1,268)	(21)	(1,289)
December 31, 2025	26,094	419	26,513
Additions, cash [ii]	4,436	-	4,436
Shares issued for acquisition of Bianca X	1,293	-	1,293
Foreign exchange translation	1,132	15	1,147
June 30, 2026	$ 32,955	$ 434	$ 33,389

[i] The additions of $2,546 includes $1,640 of additions which fulfilled the payment obligation of US$1,170 as shown in note 7(a) and $906 which fulfilled the payment obligation of US$650 for the new properties acquired in 2025 under Diablillos project as shown in note 7(a).

[ii] The additions of $4,436 includes $3,462 (US$2,495) for the Condoryacu Property, $343 (US$250) for Maria Amalia 1 Property, $484 (US$350) for El Channal and $137 (US$100) for Bianca X and $10 for payment of share issuance costs for shares issued for acquisition of Bianca X under Diablillos project as shown in note 7(a).

(Expressed in Thousands of Canadian Dollars, except for securities and per share amounts)

8. Discontinued operation

On June 16, 2025, the Company disposed of its subsidiary, Aethon Minerals Chile SpA to a third party in Chile for $18 (US$13). The net assets of Aethon Minerals Chile SpA disposed of on June 16, 2025 was $106, resulting in a loss on disposition of subsidiary of $88.

Aethon Minerals Chile SpA met the definition of a discontinued operation and has been presented as such in the condensed interim consolidated statement of loss and comprehensive loss. The comparative statements of loss and comprehensive loss have been re-presented to show the discontinued operation separately from continuing operations. The financial performance and cash flow information presented for the six months ended June 30, 2026 and 2025 are set out below.

	Three months ended June 30,		Six months ended June 30,	
	2026	**2025**	**2026**	**2025**
Administrative expenses				
Office and administration and depreciation	$ -	$ 1	$ -	$ 2
Professional fees	-	7	-	11
Total administrative expenses	-	8	-	13
Other expense				
Foreign exchange loss	-	(1)	-	-
Interest income	-	-	-	(1)
Total other expense	-	(1)	-	(1)
Net loss from discontinued operations	$ -	$ 7	$ -	$ 12

Cash flows from Aethon Minerals Chile SpA are as below:

Six Months Ended June 30,	**2026**	**2025**
Operating Activities		
Net loss for the period from discontinued operation	$ -	$ (12)
Changes in non-cash operating working capital:		
Receivables	-	(4)
Accounts payable and accrued liabilities	-	(2)
Cash (used in) operating activities	$ -	$ (18)
Foreign exchange effect on cash and cash equivalents	-	(114)
Change in cash and cash equivalents during the period	-	(132)
Cash and cash equivalents, beginning of the period	-	261
Cash and cash equivalents, end of the period	$ -	$ 129

(Expressed in Thousands of Canadian Dollars, except for securities and per share amounts)

9. Evaluation and exploration expenses

	Three months ended June 30, 2026	Three months ended June 30, 2025	Six months ended June 30, 2026	Six months ended June 30, 2025
Diablillos				
Camp costs	$ 1,827	$ 1,315	$ 3,095	$ 2,330
Drilling	4,345	3,990	8,734	7,401
Legal and regulatory fee	93	50	140	82
Engineering	1,097	503	1,734	525
Geology and lab	677	198	1,195	1,210
Personnel costs	1,620	1,156	2,787	1,817
Permitting	16	44	26	53
Travel and transport	476	241	689	462
Administration	397	182	764	398
Feasibility study	2,379	1,646	4,632	1,646
Depreciation	24	19	44	37
Total evaluation and exploration expenses	**$ 12,951**	**$ 9,344**	**$ 23,840**	**$ 15,961**

10. Consideration payable

	As at June 30, 2026	As at December 31, 2025
Opening balance	$ -	$ 9,287
Accretion	-	361
Loss on settlement	-	200
Payment	-	(9,661)
Foreign exchange gain	-	(187)
Ending balance	$ -	$ -

The consideration payable represents the remaining payment in the amount of US$7,000 as per the Diablillos SPA, which is to be paid on the earlier of the date on which commercial production occurs in respect of all or any part of the Diablillos Concessions and July 31, 2025. The payment obligation is discounted and accreted at a discount rate of 15% per annum, with an estimated payment date of July 31, 2025, see note 7 (a). On April 10, 2025, the Company made the payment ahead of schedule by paying $9,661 (US6.85 million), a reduced total obligation and recorded a loss on settlement of consideration payable of $200 and foreign exchange gain of $187.

11. Share capital

a) Authorized and issued

Authorized: Unlimited common shares without par value. Unlimited first preferred shares without par value. Unlimited second preferred shares without par value.

11. Share capital (continued)

a) Authorized and issued (continued)

(i) On February 12, 2025, the Company announced the completion of a bought deal public offering (the "Offering"). The Company issued 11,765,650 common shares at a price of $2.55 per share for aggregate gross proceeds of $30,002. The Offering was completed pursuant to an underwriting agreement dated February 4, 2025 entered into among the Company and a syndicate of underwriters, led by National Bank Financial Inc. and Beacon Securities Limited, acting as co-bookrunners, and including Raymond James Ltd., Scotia Capital Inc. and TD Securities Inc. (collectively, the "Underwriters"). In connection with the Offering, the Company paid the Underwriters a cash commission equal to 6.0% of the aggregate gross proceeds raised. In connection with the Offering, the Company also issued 10,094,697 common shares to an affiliate of Central Puerto S.A. and 1,098,868 common shares to Kinross Gold Corporation, upon the exercise of certain participation rights held by such persons for gross proceeds of $28,544. The common shares sold pursuant to the Offering are subject to a hold period of four months plus one day from the closing date of the Offering. The Company incurred total transaction costs of $2,326.

(ii) On October 22, 2025, the Company closed a bought deal private placement, pursuant to the listed issuer financing exemption (the "October 2025 Offering"), of 6,513,000 common shares at a price of $7.10 per share for aggregate gross proceeds of $46,242. This total includes the partial exercise of the underwriters' option. Concurrently with the October 2025 Offering, the Company issued 270,860 common shares to Kinross Gold Corporation, upon the exercise of a participation right held by Kinross (the "Concurrent Private Placement"), for aggregate gross proceeds of $1,923. The Company incurred share issuance costs of $2,926 related to the bought deal private placement and Concurrent Private Placement. The common shares sold pursuant to the Concurrent Private Placement are subject to a hold period of four months plus one day from the date of issuance.

(iii) On February 13, 2026, 94,650 shares were issued for acquisition of Bianca X which was valued at $1,293 based on the Company's share price of $13.66 on the date of issuance (note 7 (a)).

(iv) On March 9, 2026, 18,752 shares were canceled, as the deadline outlined in the Aethon Minerals Corporation and AbraPlata Resource Corp. Depositary Agreement had passed without the holder tendering their position.

11. Share capital (continued)

b) Stock options

The share compensation plan of the Company (the “Share Compensation Plan”) was adopted by the Company’s board of directors (the “Board”) on July 16, 2020 and approved by the Company’s shareholders on August 27, 2020. On July 13, 2022, the Board approved certain administrative amendments to the share compensation plan, including: (i) clarifying the circumstances which the expiry time for options and RSUs may be extended during a black-out period; (ii) placing limits on when RSUs may vest; (iii) modifying the certain amendments to the share compensation plan that would require shareholder approval; (iv) adding certain defined terms to the share compensation plan to conform to the policies of the TSXV; (v) specifying that decisions relating to certain adjustments and vesting acceleration shall require the prior approval of the TSXV; (vi) specifying certain instances where a TSXV imposed hold period will be applied to awards; and (vii) allowing for the issuance of “incentive stock options”. On July 18, 2023, the Board approved a further amendment to the Share Compensation Plan in order to allow for the exercise of Options on a net basis whereby the option holders will be entitled to receive that number of common shares that is the equal to the quotient obtained by dividing: (i) the product of the number of options being exercised multiplied by the difference between the market price of the common shares based on the volume weighted average price of the common shares traded on the TSXV for the five (5) consecutive trading days prior to such date and the exercise price of the subject Options; by (ii) the market price of the common shares based on the volume weighted average price of the common shares traded on the TSXV for the five (5) consecutive trading days prior to such date. On August 7, 2024, the Board approved a further amendment to the Share Compensation Plan to adjust, following the Consolidation, the type and number of securities or other property to be received upon exercise or redemption of awards granted pursuant to and the total number of securities reserved and available for issuance under the Share Compensation Plan. On February 27, 2025, in connection with the Company’s delisting from the TSXV and listing on the TSX, the Board approved a further amendment to the Share Compensation Plan in order to effect administrative amendments to comply with the policies of the TSX. On May 15, 2025, the Board approved a further amendment to the Share Compensation Plan in order to change the Share Compensation Plan from a “rolling 10% plan” in respect of Options and a “fixed plan” in respect of RSUs to a “rolling 10% plan” in respect of Options and RSUs. The Share Compensation Plan was approved by the Company’s shareholders on June 26, 2025.

(Expressed in Thousands of Canadian Dollars, except for securities and per share amounts)

11. Share capital (continued)

b) Stock options (continued)

Under the Share Compensation Plan, the Company is authorized to grant Options and/or RSUs to officers, directors, employees and consultants enabling them to acquire up to that number of common shares equal to 10% of the issued and outstanding common shares of the Company at the time of the grant. The Options can be granted for a maximum of ten years and vest as determined by the Board. The exercise price of each option granted may not be less than the fair market value of the common shares.

On March 10, 2025 the Company granted 300,000 Options to a consultant firm Caro & Navarro Limitada. The Options are exercisable at a price of $3.32 per common share for a period of five years from the date of grant. The options vest in 50% instalments on January 31, 2026 and June 30, 2026. The fair value of the Options was determined to be $700 using the Black-Scholes option pricing model with the following assumptions: 5 years expected life; share price at the grant date of $3.13; 89% volatility; risk free interest rate of 2.63%; and a dividend yield of 0%.

On June 26, 2025 the Company granted an aggregate of 1,305,000 Options to directors, officers, employees, advisors and consultants of the Company. The Options are exercisable at a price of $4.55 per common share for a period of five years from the date of grant. The Options vest in 25% instalments every 6 months, starting from the date of the grant. The fair value of the Options was determined to be $3,940 using the Black-Scholes option pricing model with the following assumptions: 5 years expected life; share price at the grant date of $4.55; 82% volatility; risk free interest rate of 2.87%; and a dividend yield of 0%.

On October 30, 2025 the Company granted an aggregate of 100,000 Options to a director of the Company. The Options are exercisable at a price of $6.59 per common share for a period of five years from the date of grant. The Options vest in 25% instalments every 6 months, starting from the date of the grant. The fair value of the Options was determined to be $420 using the Black-Scholes option pricing model with the following assumptions: 5 years expected life; share price at the grant date of $6.59; 77% volatility; risk free interest rate of 2.71%; and a dividend yield of 0%.

Expected volatility was estimated based on the historical prices of the Company's stock.

During the three and six months ended June 30, 2026, the Company recorded $793 and $1,857, respectively (three and six months ended June 30, 2025 - $948 and $2,304, respectively) in share-based payments related to the stock options.

The movement in the Company's share options for the six months ended June 30, 2026 and 2025 are as follows:

	Number of stock options outstanding	Weighted average exercise price
Balance, December 31, 2024	6,917,500	$ 1.69
Exercised	(1,020,000)[2]	0.41
Granted	1,605,000	4.32
Expired	(40,000)	2.25
Balance, June 30, 2025	7,462,500	$ 2.61
Balance, December 31, 2025	6,881,000	$ 2.73
Exercised	(1,405,000) [1]	2.39
Balance, June 30, 2026	5,476,000	$ 2.82

[1] 1,265,000 options were net settled by issuance of 975,939 shares.
[2] 445,000 options were net settled by issuance of 299,104 shares.

(Expressed in Thousands of Canadian Dollars, except for securities and per share amounts)

11. Share capital (continued)

b) Stock options (continued)

The weighted average trading price of the Company's shares on the dates of the exercises of Options was $14.16 for the six months ended June 30, 2026 (six months ended June 30, 2025 - $2.68).

Stock options outstanding as at June 30, 2026:

Expiry date	Options outstanding	Exercise price ($)	Remaining contractual life (years)	Options exercisable
February 11, 2027	325,000	1.88	0.62	325,000
February 17, 2028	535,000	1.85	1.64	535,000
March 28, 2029	908,500	1.78	2.75	908,500
September 3, 2029	400,000	2.21	3.18	300,000
September 18, 2029	1,830,000	2.51	3.22	1,372,500
March 10, 2030	150,000	3.32	3.70	150,000
June 26, 2030	1,227,500	4.55	3.99	613,750
October 30, 2030	100,000	6.59	4.34	25,000
	5,476,000	2.82	3.04	4,229,750

c) Warrants

The Company has no warrants outstanding as at June 30, 2026 and December 31, 2024 and 2025.

(Expressed in Thousands of Canadian Dollars, except for securities and per share amounts)

11. Share capital (continued)

(d) RSU

RSU movements are as follows:

Balance, December 31, 2024	76,667
Granted	985,000
Vested and settled	(76,667)
Balance, June 30, 2025	985,000

Balance, December 31, 2025	1,085,000
Vested and settled	(328,329)
Balance, June 30, 2026	756,671

During the six months ended June 30, 2026, the Company issued 259,133 shares (six months ended June 30, 2025 - 76,667 shares in settlement upon vesting of 76,667 RSUs) in settlement upon vesting of 328,329 RSUs.

On June 26, 2025, the Company granted 985,000 RSUs to officers, directors and consultants.The RSU will vest as follows: 33.33% on June 26, 2026; 33.33% on June 26, 2027 and 33.34% on June 26, 2028.

For the three and six months ended June 30, 2026, the Company recorded $767 and $1,543, respectively (three and six months ended June 30, 2025 - $30 and $36, respectively) as a share-based payments relating to the RSUs.

12. Related party transactions

Key management personnel include the members of the Board of Directors and officers of the Company, who have the authority and responsibility for planning, directing and controlling the activities of the Company. Amounts paid and accrued to directors, former director, officers and companies in which directors and officers are shareholders or partners are as follows:

	Three months ended June 30,		Six months ended June 30,	
	2026	2025	2026	2025
Salaries, benefits and director fees	$ 325	$ 506	$ 649	$ 732
Professional fees	101	140	212	252
Share-based payments	1,117	584	2,421	1,532
	$ 1,543	$ 1,230	$ 3,282	$ 2,516

As at June 30, 2026, $56 (December 31, 2025 – $528) was payable to directors, officers and companies in which directors and officers are shareholders or partners of the Company. These amounts are unsecured, non-interest bearing and have no specific terms of repayment.

(Expressed in Thousands of Canadian Dollars, except for securities and per share amounts)

13. Use of marketable securities

From time to time, the Company may acquire and transfer marketable securities to facilitate intragroup funding transfers between the Canadian parent and its Argentine operating subsidiaries. The Company does not acquire marketable securities or engage in these transactions for speculative purposes. In this regard, under this strategy, the Company generally uses marketable securities of large and well established companies, with high trading volumes and low volatility. Nonetheless, as the process to acquire, transfer and ultimately sell the marketable securities occurs over several days, some fluctuations are unavoidable. As the marketable securities are acquired with the intention of a near term sale, they are considered financial instruments that are held for trading, all changes in the fair value of the instruments, between acquisition and disposition, are recognized through profit or loss. The subsequent disposition of these marketable securities in exchange for Argentine pesos gave rise to a gain as the amount received in Argentine peso exceeds the amount of Argentine peso the Company would have received from a direct foreign currency exchange. As a result of having utilized this mechanism for intragroup funding for the three and six months ended June 30, 2026, the Company realized a gain of $nil (three and six months ended June 30, 2025 - $166 and $786, respectively) from the favorable foreign currency impact. During the three and six months ended June 30, 2026, the Company received $nil (three and six months ended June 30, 2025 - $8,747 and $14,532, respectively) from the disposal of the marketable securities and paid $nil (three and six months ended June 30, 2025 - $8,580 and $13,745, respectively) for the purchase of the marketable securities.

14. Segmented information

Operating segments are reported in a manner consistent with internal reporting provided to the chief operating decision maker. The chief operating decision maker is responsible for allocating resources and assessing performance of the operating segments and has been identified as the Company's CEO. During the three and six months ended June 30, 2026, the Company has three (three months ended June 30, 2025 – four) operating segments.

The Company's reportable segments are based on the geographic region for the Company's operations and include Argentina, U.S. and Chile. The gains on sale of marketable securities are allocated to Argentina, as they are the result of funding provided to the Company’s Argentine subsidiaries.

The segmental report is as follows:

As at June 30, 2026	US	Argentina	Canada	Total
Current assets	$ 22	$ 1,474	$ 22,846	$ 24,342
Equipment	-	529	-	529
Mineral property interests	-	33,389	-	33,389
Total assets	$ 22	$ 35,392	$ 22,846	$ 58,260
Total liabilities	$ 22	$ 2,308	$ 3,074	$ 5,404

As at December 31, 2025	US	Argentina	Canada	Total
Current assets	$ 139	$ 2,118	$ 56,903	$ 59,160
Equipment	-	388	-	388
Mineral property interests	-	26,513	-	26,513
Total assets	$ 139	$ 29,019	$ 56,903	$ 86,061
Total liabilities	$ 112	$ 3,498	$ 3,633	$ 7,243

(Expressed in Thousands of Canadian Dollars, except for securities and per share amounts)

14. Segmented information (continued)

Three months ended June 30, 2026

	US	Argentina	Chile	Canada	Total
Continuing operations					
Net loss	$ -	$ (11,254)	$ -	$ (4,857)	$ (16,111)

Six months ended June 30, 2026

	US	Argentina	Chile	Canada	Total
Continuing operations					
Net loss	$ -	$ (20,624)	$ -	$ (9,438)	$ (30,062)

Three months ended June 30, 2025

	US	Argentina	Chile	Canada	Total
Continuing operations					
Gain on sale of marketable securities	$ -	$ 166	$ -	$ -	$ 166
Net loss	$ (339)	$ (8,590)	$ -	$ (3,944)	$ (12,873)
Discontinued operation					
Net loss	$ -	$ -	$ (7)	$ -	$ (7)

Six months ended June 30, 2025

	US	Argentina	Chile	Canada	Total
Continuing operations					
Gain on sale of marketable securities	$ -	$ 786	$ -	$ -	$ 786
Net loss	$ (433)	$ (14,749)	$ -	$ (6,709)	$ (21,891)
Discontinued operation					
Net loss	$ -	$ -	$ (12)	$ -	$ (12)

15. Commitments

As at June 30, 2026, the Company has mineral interest commitments at its La Coipita and Diablillos projects in the form of option payments.

The Company has the following commitments (option payments - at the Company's discretion):

	Year ended December 31, 2026
La Coipita	$ 2,132
Total commitments	$ 2,132

16. Subsequent events

- On July 3, 2026, the Company issued 130,000 shares after 130,000 stock options were exercised at an exercise price of $1.775.
- On July 22, 2026, the Company announced the following changes to the Board and senior management team. Marie Inkster was appointed as Executive Chair of the Board, Hernan Zaballa and Sam Leung had stepped down from the Board. John Miniotis, the Company's President and Chief Executive Officer, was appointed to the Board to fill one of the vacancies resulting from the resignations, Mr. Miniotis has served as President and CEO of the Company since 2019, Jeremy Weyland was promoted to Chief Operating Officer. Mr. Weyland previously served as Senior Vice President, Projects and Development.
- On July 22, 2026, the Company announced that it had entered into an agreement with National Bank Financial Inc., Beacon Securities Limited and Raymond James Ltd., acting as co-bookrunners, on behalf of a syndicate of underwriters (collectively, the "Underwriters"), pursuant to which the Underwriters agreed to purchase, on a "bought deal" basis, 3,062,000 common shares of the Company at a price of $14.70 per common share (the "Issue Price"), for aggregate gross proceeds of $45.01 million (the "Offering"). The Underwriters were also granted an option to purchase up to an additional 339,000 common shares at the Issue Price, exercisable in whole or in part, at any time until 30 days after the closing of the Offering for additional gross proceeds of $4.98 million to cover over-allotments, if any, and for market stabilization purposes. On July 29, 2026, the Company announced the successful closing of its previously announced bought deal public offering of 3,401,000 common shares of the Company at a price of $14.70 per common share for aggregate gross proceeds of $49.99 million. This total includes the full exercise of the over-allotment option. In addition to and in connection with the public offering, the Company intends to complete a private placement of up to 139,241 common shares pursuant to the exercise of participation rights held by Kinross Gold Corporation ("Kinross"), at the Issue Price, for aggregate gross proceeds of up to approximately $2.05 million.
- On July 21, 2026, 65,000 unvested stock options and 26,667 restricted share units were forfeited.
- On July 31,2026, the Company announced the successful closing of a private placement of 139,241 common shares of the Company at a price of $14.70 per common share for aggregate gross proceeds of approximately $2.05 million. In connection with the private placement, the Company issued 139,241 common shares to Kinross, upon the exercise of certain participation rights held by Kinross.
- Subsequent to June 30, 2026, the Company issued 491,850 shares after 605,000 stock options were exercised at a weighted average exercise price of $2.57. The options were exercised using the net exercise procedure, net of withholding taxes and the exercise price cost.
- On August 10, 2026 the Company completed the US$1,500,000 payment indicated in the Mineral property interest note 7(a) in connection with the Yaretas Project option agreement.