

Azimut Exploration Inc.

Unaudited Condensed Interim Financial Statements
November 30, 2025

Unaudited and unreviewed by the Company's independent auditors

Azimut Exploration Inc.

Statements of Financial Position
(in Canadian dollars)

| | As at November 30, 2025 Unaudited \$ | As at August 31, 2025 Audited \$ |
|---|---|---|
| Assets | | |
| Current assets | | |
| Cash and cash equivalents (Note 3) | 7,389,146 | 13,639,750 |
| Amounts receivable (Note 4) | 841,532 | 364,134 |
| Prepaid expenses | 71,295 | 137,927 |
| Tax credits and mining rights receivable | 3,699,596 | 3,699,596 |
| Asset available for sale (Note 6) | - | 1,550,000 |
| | <hr/> | <hr/> |
| | 12,001,569 | 19,391,407 |
| Non-current assets | | |
| Tax credits and mining rights receivable (Note 9) | 645,335 | - |
| Investments (Note 7) | 3,035,012 | 725,155 |
| Property and equipment (Note 5) | 1,129,698 | 1,151,630 |
| Intangible assets | 40,290 | 30,773 |
| Right-of-use assets (Note 8) | 1,155,600 | 316,785 |
| Exploration and evaluation assets (Note 9) | 46,570,957 | 44,271,194 |
| | <hr/> | <hr/> |
| | 52,576,892 | 46,495,537 |
| Total assets | <hr/> | <hr/> |
| | 64,578,461 | 65,886,944 |
| Liabilities and Equity | | |
| Current liabilities | | |
| Accounts payable and accrued liabilities | 2,741,576 | 3,120,995 |
| Advances received for exploration work | 1,201,094 | 3,044,929 |
| Lease liabilities (Note 11) | 303,898 | 66,386 |
| | <hr/> | <hr/> |
| | 4,246,568 | 6,232,310 |
| Non-current liabilities | | |
| Lease liabilities (Note 11) | 243,227 | 253,941 |
| Asset retirement obligations (Note 10) | 2,063,220 | 2,033,120 |
| Deferred income tax liabilities | 860,249 | 860,249 |
| | <hr/> | <hr/> |
| | 3,166,696 | 3,147,310 |
| Total liabilities | <hr/> | <hr/> |
| | 7,413,264 | 9,379,620 |
| Equity | | |
| Share capital (Note 12) | 73,979,181 | 73,933,931 |
| Stock options (Note 13) | 4,930,761 | 4,926,650 |
| Contributed surplus | 5,190,098 | 5,190,098 |
| Deficit | (26,934,843) | (27,543,355) |
| | <hr/> | <hr/> |
| Total equity | 57,165,197 | 56,507,324 |
| Total liabilities and equity | <hr/> | <hr/> |
| | 64,578,461 | 65,886,944 |

Subsequent events (Note 19)

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

Approved by the Board of Directors

(s) Vanessa Laplante Director

(s) Jean-Marc Lulin Director

Azimut Exploration Inc.

Statements of Net Earnings (Loss) and Comprehensive Income (Loss)

For the three-month period ended November 30, 2025 and 2024

(in Canadian dollars, except number of common shares)

| | 2025 \$ | 2024 \$ |
|---|--------------------|-------------------|
| Revenues | | |
| Operator income | 122,566 | 64,835 |
| Expenses | | |
| General and administrative (Note 14) | 333,432 | 356,107 |
| General exploration (Note 14) | 6,827 | 11,400 |
| Operating expenses | <u>340,259</u> | <u>367,507</u> |
| Financing cost (income), net | | |
| Interest income | (75,033) | (99,737) |
| Interest, bank charges and other | 19,774 | 14,346 |
| Unwinding of discount on asset retirement obligations (Note 10) | 13,099 | 16,078 |
| | <u>(42,160)</u> | <u>(69,313)</u> |
| Other losses (gains) | | |
| Change in fair value – investments (Note 7) | (759,857) | 293,525 |
| Gain on option payments on exploration and evaluation assets (Note 9) | (43,658) | (19,024) |
| Loss on sale of assets (Note 6) | 19,470 | - |
| | <u>(784,045)</u> | <u>274,501</u> |
| Earning (Loss) before income taxes | 608,512 | (507,860) |
| Deferred income tax recovery | - | 427,250 |
| Net earnings (loss) and comprehensive income (loss) for the period | <u>608,512</u> | <u>(80,610)</u> |
| Basic and diluted net earnings (loss) per share (Note 16) | <u>0.006</u> | <u>(0.001)</u> |
| Weighted average number of shares outstanding (Note 16) | <u>100,579,035</u> | <u>85,593,644</u> |

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

Azimut Exploration Inc.

Statements of Changes in Equity

For the three-month period ended November 30, 2025 and 2024
(in Canadian dollars, except number of common shares)

| | Share capital | | Underwriters' options | | Stock options | | Contributed surplus | | Deficit | | Total | |
|--|--------------------|-------------------|-----------------------|---------------|------------------|----|---------------------|----|---------------------|----|-------------------|--|
| | Number | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ | |
| Balance as at September 1, 2025 | 100,554,310 | 73,933,931 | | - | 4,926,650 | | 5,190,098 | | (27,543,355) | | 56,507,324 | |
| Net earnings and comprehensive income for the period | - | - | - | - | - | - | - | - | 608,512 | | 608,512 | |
| Stock options exercised (Note 13) | 75,000 | 45,250 | | - | (20,750) | | - | - | - | | 24,500 | |
| Stock-based compensation (Note 13) | - | - | | - | 24,861 | | - | - | - | | 24,861 | |
| Balance as at November 30, 2025 | 100,629,310 | 73,979,181 | | - | 4,930,761 | | 5,190,098 | | (26,934,843) | | 57,165,197 | |
| Balance as at September 1, 2024 | 85,593,644 | 65,200,783 | | 52,464 | 4,533,469 | | 5,039,601 | | (25,064,483) | | 49,761,834 | |
| Net loss and comprehensive loss for the period | - | - | - | - | - | - | - | - | (80,610) | | (80,610) | |
| Stock-based compensation | - | - | | - | 26,260 | | - | - | - | | 26,260 | |
| Balance as at November 30, 2024 | 85,593,644 | 65,200,783 | | 52,464 | 4,559,729 | | 5,039,601 | | (25,145,093) | | 49,707,484 | |

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

Azimut Exploration Inc.

Statements of Cash Flows

For the three-month period ended November 30, 2025 and 2024

(in Canadian dollars)

| | 2025 \$ | 2024 \$ |
|---|--------------------|--------------------|
| Cash flows (used in) from operating activities | | |
| Net earnings (loss) for the period | 608,512 | (80,610) |
| Items not affecting cash | | |
| Depreciation of property and equipment (Note 5) | 9,209 | 11,288 |
| Amortization of intangible assets | - | 579 |
| Depreciation of right-of-use assets (Note 8) | 13,031 | 15,151 |
| Change in fair value, investments (Note 7) | (759,858) | 293,525 |
| Gain on option payments on exploration and evaluation assets (Note 9) | (43,658) | (19,024) |
| Loss on sale of exploration property (Note 6) | 19,470 | - |
| Stock-based compensation cost (Note 13) | 6,254 | 9,750 |
| Unwinding of discount on asset retirement obligations (Note 10) | 13,099 | 16,078 |
| Recovery of deferred income taxes | - | (427,250) |
| | <u>(133,941)</u> | <u>(180,513)</u> |
| Changes in non-cash working capital items | | |
| Amounts receivable | (845,358) | 32,970 |
| Prepaid expenses | 66,632 | 13,755 |
| Accounts payable and accrued liabilities | (1,843,835) | 639,202 |
| Advances received for exploration work | 553,931 | 141,940 |
| | <u>(2,068,630)</u> | <u>827,867</u> |
| | <u>(2,202,571)</u> | <u>647,354</u> |
| Cash flows from financing activities | | |
| Stock options exercised (Note 13) | 24,500 | - |
| Repayment of lease liabilities (Note 11) | (475,833) | (14,677) |
| | <u>(451,333)</u> | <u>(14,677)</u> |
| Cash flows from (used in) investing activities | | |
| Additions to property and equipment (Note 5) | (14,700) | - |
| Additions to intangible assets | (9,517) | - |
| Additions to exploration and evaluation assets | (3,572,483) | (3,101,749) |
| Option payments on E&E assets | - | 75,000 |
| | <u>(3,596,700)</u> | <u>(3,026,749)</u> |
| Net change in cash and cash equivalents | (6,250,604) | (2,394,072) |
| Cash and cash equivalents – Beginning of the period | 13,639,750 | 11,766,113 |
| Cash and cash equivalents – End of the period | 7,389,146 | 9,372,041 |
| Additional information | | |
| Interest received | 75,033 | 99,759 |
| Interest paid | (19,267) | (1,371) |
| Additional cash flow information (Note 17) | | |

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

Azimut Exploration Inc.

Notes to Financial Statements

For the three-month period ended November 30, 2025

(in Canadian dollars)

1 Nature of operations and general information

Azimut Exploration Inc. (“Azimut” or the “Company”), governed by the *Business Corporations Act (Quebec)*, is in the business of acquiring and exploring mineral properties. The Company’s registered office is at 110 De La Barre Street, Suite 224, Longueuil, Quebec, Canada. The mining and mineral exploration business involves a high degree of risk, and there can be no assurance that planned exploration and development programs will result in profitable mining operations. The Company’s shares are listed on the TSX Venture Exchange (“TSXV”) under the symbol AZM and on the OTCQX Market (“OTCQX”) under the symbol AZMTF.

Until it is determined that a property contains mineral reserves or resources that can be economically mined, it is classified as an exploration and evaluation asset (“E&E asset”). It has not yet been determined whether the Company’s properties contain economically recoverable ore reserves. The recoverability of the amounts shown for E&E assets depends on the existence of economically recoverable reserves, the Company’s ability to obtain necessary financing to complete the exploration and evaluation of its properties, and the profitable sale of the E&E assets.

Although management has taken steps to verify the titles to mineral properties in which the Company has an interest, in accordance with industry standards for the current stage of exploration and evaluation of the properties, these procedures do not guarantee the Company’s title. Property titles may be subject to unregistered prior agreements and may not comply with regulatory requirements.

2 Summary of material accounting policies

The material accounting policies used in preparing these financial statements are described below.

Basis of preparation

These unaudited condensed interim financial statements have been prepared in accordance with International Financial Reporting Standards (“IFRS”), as issued by the International Accounting Standards Board (“IFRS Accounting Standards”). The accounting policies applied to these unaudited condensed interim financial statements are consistent with those applied in previous fiscal years unless otherwise stated. The Company’s Board of Directors approved these financial statements for issue on January 21, 2026.

3 Cash and cash equivalents

As at November 30, 2025, the Company’s cash and cash equivalents of \$7,389,146 (\$13,639,750 – August 31, 2025) included \$5.2 million of high-interest savings accounts bearing interest at 2.81% (\$9.1 million bearing interest at 3.48% – August 31, 2025), cashable at any time without penalty.

4 Amounts receivable

| | As at November 30, 2025 | As at August 31, 2025 |
|------------------------------|-------------------------------|-----------------------------|
| | \$ | \$ |
| Commodity taxes | 740,629 | 338,230 |
| Amounts receivable | 100,903 | 25,904 |
| Amounts receivable - Current | <u>841,532</u> | <u>364,134</u> |

Azimut Exploration Inc.

Notes to Financial Statements

For the three-month period ended November 30, 2025

(in Canadian dollars)

5 Property and equipment

| | Office furniture \$ | Office equipment \$ | Computer equipment \$ | Specialized equipment \$ | Camp (1) \$ | Vehicles (1) \$ | Total \$ |
|---------------------------------------|---------------------------|---------------------------|-----------------------------|--------------------------------|----------------|--------------------|------------------|
| Period ended November 30, 2025 | | | | | | | |
| Opening net book amount | - | - | 31,098 | 122,330 | 998,202 | - | 1,151,630 |
| Additions | - | - | - | 14,700 | - | - | 14,700 |
| Change in estimate | - | - | - | - | 17,001 | - | 17,001 |
| Depreciation for the period (1) | - | - | (2,332) | (9,724) | (41,577) | - | (53,633) |
| Closing net book amount | - | - | 28,766 | 127,306 | 973,626 | - | 1,129,698 |
| As at November 30, 2025 | | | | | | | |
| Cost | 23,363 | 29,914 | 129,967 | 258,377 | 2,652,065 | 3,702 | 3,097,388 |
| Accumulated depreciation | (23,363) | (29,914) | (101,201) | (131,071) | (1,678,439) | (3,702) | (1,967,690) |
| Net book amount | - | - | 28,766 | 127,306 | 973,626 | - | 1,129,698 |
| Year ended August 31, 2025 | | | | | | | |
| Opening net book amount | 596 | - | 30,238 | 164,205 | 1,312,035 | - | 1,507,074 |
| Additions | - | - | 9,839 | 2,201 | - | - | 12,040 |
| Change in estimate | - | - | - | - | (2,339) | - | (2,339) |
| Depreciation for the year (1) | (596) | - | (8,979) | (44,076) | (311,494) | - | (365,145) |
| Closing net book amount | - | - | 31,098 | 122,330 | 998,202 | - | 1,151,630 |
| As at August 31, 2025 | | | | | | | |
| Cost | 23,363 | 29,914 | 129,967 | 243,677 | 2,635,065 | 3,702 | 3,065,688 |
| Accumulated depreciation | (23,363) | (29,914) | (98,869) | (121,347) | (1,636,863) | (3,702) | (1,914,058) |
| Net book amount | - | - | 31,098 | 122,330 | 998,202 | - | 1,151,630 |

(1) Depreciation of property and equipment included in E&E assets in the amount of \$44,424 for the period ended November 30, 2025 (\$325,399 – August 31, 2025)

6 Asset available for sale

On November 12, 2025, Azimut and SOQUEM Inc. (“SOQUEM”) entered into an agreement with PMET Resources Inc. (“PMET”) for the sale of Azimut’s 50% participating interest in the Pikwa joint venture (“Pikwa”) to PMET. In consideration for the sale of its interest in Pikwa, Azimut received 420,958 of PMET’s common shares, representing gross proceeds of \$1,550,000. The transaction closed on November 28, 2025.

| | \$ |
|---|------------------|
| Participating interest in Pikwa | |
| Carrying value of the property – August 31, 2025 | 2,517,132 |
| Impairment of exploration and evaluation assets (1) | (967,132) |
| Ending balance – August 31, 2025 | 1,550,000 |

(1) As at August 31, 2025, Azimut had classified its 50% participating interest in Pikwa as an available-for-sale asset under current assets at the lower of the carrying amount and the fair value less costs to sell.

Azimut Exploration Inc.

Notes to Financial Statements

For the three-month period ended November 30, 2025

(in Canadian dollars)

7 Investments

| | November 30, 2025 | August 31, 2025 |
|--|-------------------|-----------------|
| | \$ | \$ |
| Fair value through profit or loss investments | | |
| Opening balance | 725,155 | 931,242 |
| Acquisitions | - | 85,000 |
| Received from disposal of assets (Note 6) | 1,550,000 | - |
| Disposal | - | (69,285) |
| Change in fair value | 759,857 | (221,802) |
| Ending balance | <u>3,035,012</u> | <u>725,155</u> |

The investments are mainly held in common shares of Canadian publicly traded companies. The fair value of each investment in common shares is based on the quoted market prices of those shares on a recognized stock exchange at the end of each reporting period.

8 Right-of-use assets

| | Office | Vehicle | Exploration camp | November 30, 2025 |
|--------------------------------|-----------------|----------------|------------------|-------------------|
| | \$ | \$ | \$ | \$ |
| Opening net book amount | 251,935 | 64,850 | - | 316,785 |
| Additions | - | - | 1,029,510 | 1,029,510 |
| Depreciation for the period | <u>(13,031)</u> | <u>(6,080)</u> | <u>(171,584)</u> | <u>(190,695)</u> |
| Closing net book amount | 238,904 | 58,770 | 857,926 | 1,155,600 |

In June 2025, the Company extended the lease of the office space until June 2030. Also, a vehicle was leased for 36 months with a residual value of \$1,500. During the three-month period ended November 30, 2025, the Company leased the Wabamisk camp for 12 months, including upfront mobilization payments of \$745,015.

Azimut Exploration Inc.

Notes to Financial Statements

For the three-month period ended November 30, 2025

(in Canadian dollars)

9 Exploration and evaluation assets

All mineral properties are in the Province of Quebec.

Change in E&E assets

| Mineral property | Undivided interest | Cost as at August 31, 2025 | Additions | Option payments | Tax credit | Cost as at November 30, 2025 | Accumulated impairment as at August 31, 2025 | Impairment | Accumulated impairment as at November 30, 2025 | Net book value as at November 30, 2025 | | | | | | | | | | |
|-------------------------------|--------------------|----------------------------|------------------|-----------------|------------------|------------------------------|--|------------|--|--|--|--|--|--|--|--|--|--|--|--|
| | | | | | | | | | | | | | | | | | | | | |
| | | | | | | | | | | | | | | | | | | | | |
| James Bay – Gold | | | | | | | | | | | | | | | | | | | | |
| Elmer (Patwon Zone) (i) | 100 | 503,023 | - | - | - | 503,023 | - | - | - | 503,023 | | | | | | | | | | |
| Acquisition costs | | 31,791,872 | 138,824 | - | - | 31,930,696 | - | - | - | 31,930,696 | | | | | | | | | | |
| Exploration costs | | 32,294,895 | 138,824 | - | - | 32,433,719 | - | - | - | 32,433,719 | | | | | | | | | | |
| SOQUEM – JB Alliance (a) | 50 | 37,894 | - | - | - | 37,894 | - | - | - | 37,894 | | | | | | | | | | |
| Acquisition costs | | 299,702 | 501 | - | - | 300,203 | - | - | - | 300,203 | | | | | | | | | | |
| Exploration costs | | 337,596 | 501 | - | - | 338,097 | - | - | - | 338,097 | | | | | | | | | | |
| Opinaca (c) | 25 - 50 | 169,739 | - | - | - | 169,739 | (166,159) | - | (166,159) | 3,580 | | | | | | | | | | |
| Acquisition costs | | 288,508 | - | - | - | 288,508 | (286,580) | - | (286,580) | 1,928 | | | | | | | | | | |
| Exploration costs | | 458,247 | - | - | - | 458,247 | (452,739) | - | (452,739) | 5,508 | | | | | | | | | | |
| Wabamisk (Rosa Zone) (d) | 100 | 95,042 | 17,619 | - | - | 112,661 | - | - | - | 112,661 | | | | | | | | | | |
| Acquisition costs | | 468,020 | 1,602,571 | - | (621,500) | 1,449,091 | - | - | - | 1,449,091 | | | | | | | | | | |
| Exploration costs | | 563,062 | 1,620,190 | - | (621,500) | 1,561,752 | - | - | - | 1,561,752 | | | | | | | | | | |
| Other | 100 | 56,000 | - | - | - | 56,000 | (56,000) | - | (56,000) | - | | | | | | | | | | |
| Acquisition costs | | 43,839 | 101 | - | - | 43,940 | (43,839) | - | (43,839) | 101 | | | | | | | | | | |
| Exploration costs | | 99,839 | 101 | - | - | 99,940 | (99,839) | - | (99,839) | 101 | | | | | | | | | | |
| Total James Bay – Gold | | 33,753,639 | 1,759,616 | - | (621,500) | 34,891,755 | (552,578) | - | (552,578) | 34,339,177 | | | | | | | | | | |
| James Bay – CSM ** | | | | | | | | | | | | | | | | | | | | |
| Mercator | 100 | 177,255 | - | - | - | 177,255 | (88,628) | - | (88,628) | 88,627 | | | | | | | | | | |
| Acquisition costs | | 302,212 | 4,558 | - | (2,250) | 304,520 | (150,873) | - | (150,873) | 153,647 | | | | | | | | | | |
| Exploration costs | | 479,467 | 4,558 | - | (2,250) | 481,775 | (239,501) | - | (239,501) | 242,274 | | | | | | | | | | |
| Corne | 100 | 56,817 | - | - | - | 56,817 | (28,408) | - | (28,408) | 28,409 | | | | | | | | | | |
| Acquisition costs | | 94,384 | - | - | - | 94,384 | (47,092) | - | (47,092) | 47,292 | | | | | | | | | | |
| Exploration costs | | 151,201 | - | - | - | 151,201 | (75,500) | - | (75,500) | 75,701 | | | | | | | | | | |
| JBN | 100 | 716,902 | 106,758 | - | - | 823,660 | (98,808) | - | (98,808) | 724,852 | | | | | | | | | | |
| Acquisition costs | | 1,158,092 | 2,500 | - | - | 1,160,592 | (18,164) | - | (18,164) | 1,142,428 | | | | | | | | | | |
| Exploration costs | | 1,874,994 | 109,258 | - | - | 1,984,252 | (116,972) | - | (116,972) | 1,867,280 | | | | | | | | | | |

Azimut Exploration Inc.

Notes to Financial Statements

For the three-month period ended November 30, 2025
(in Canadian dollars)

9 Exploration and evaluation assets (cont'd)

Change in E&E assets (cont'd)

| Mineral property | Undivided interest % | Cost as at August 31, 2025 | Additions | Option payments | Tax credit | Cost as at November 30, 2025 | Accumulated impairment as at August 31, 2025 | Impairment | Accumulated impairment as at November 30, 2025 | Net book value as at November 30, 2025 |
|---|-------------------------|----------------------------------|------------------|-----------------|-----------------|------------------------------------|---|------------|---|--|
| | | | | | | | | | | |
| James Bay – CSM ** (cont'd) | | | | | | | | | | |
| JBL | 100 | | | | | | | | | |
| Acquisition costs | | 76,618 | - | - | - | 76,618 | (60,086) | - | (60,086) | 16,532 |
| Exploration costs | | 1,076,579 | 21,770 | - | (10,750) | 1,087,599 | (372,814) | - | (372,814) | 714,785 |
| | | <u>1,153,197</u> | <u>21,770</u> | <u>-</u> | <u>(10,750)</u> | <u>1,164,217</u> | <u>(432,900)</u> | <u>-</u> | <u>(432,900)</u> | <u>731,317</u> |
| Wapatik | 100 | | | | | | | | | |
| Acquisition costs | | 40,480 | - | - | - | 40,480 | - | - | - | 40,480 |
| Exploration costs | | 20,169 | 651 | - | - | 20,820 | - | - | - | 20,820 |
| | | <u>60,649</u> | <u>651</u> | <u>-</u> | <u>-</u> | <u>61,300</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>61,300</u> |
| Wabamisk CSM (Fortin Zone) | 100 | | | | | | | | | |
| Acquisition costs | | 108,787 | - | - | - | 108,787 | (32,929) | - | (32,929) | 75,858 |
| Exploration costs | | 4,057,646 | 1,009,837 | - | - | 5,067,483 | (916,580) | - | (916,580) | 4,150,903 |
| | | <u>4,166,433</u> | <u>1,009,837</u> | <u>-</u> | <u>-</u> | <u>5,176,270</u> | <u>(949,509)</u> | <u>-</u> | <u>(949,509)</u> | <u>4,226,761</u> |
| Dalmas & Galinée | (b) | 50 | | | | | | | | |
| Acquisition costs | | 122,678 | - | - | - | 122,678 | - | - | - | 122,678 |
| Exploration costs | | 2,794,114 | 4,257 | - | (2,100) | 2,796,271 | - | - | - | 2,796,271 |
| | | <u>2,916,792</u> | <u>4,257</u> | <u>-</u> | <u>(2,100)</u> | <u>2,918,949</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>2,918,949</u> |
| SOQUEM CSM | (a) | 50 | | | | | | | | |
| Acquisition costs | | 114,431 | 4,968 | - | - | 119,399 | - | - | - | 119,399 |
| Exploration costs | | 1,320,670 | 3,456 | - | - | 1,324,126 | (967,132) | - | (967,132) | 356,994 |
| | | <u>1,435,101</u> | <u>8,424</u> | <u>-</u> | <u>-</u> | <u>1,443,525</u> | <u>(967,132)</u> | <u>-</u> | <u>(967,132)</u> | <u>476,393</u> |
| Other CSM | 100 | | | | | | | | | |
| Acquisition costs | | 54,888 | - | - | - | 54,888 | (42,688) | - | (42,688) | 12,200 |
| Exploration costs | | 28,684 | 4,201 | - | (2,075) | 30,810 | (21,919) | - | (21,919) | 8,891 |
| | | <u>83,572</u> | <u>4,201</u> | <u>-</u> | <u>(2,075)</u> | <u>85,698</u> | <u>(64,607)</u> | <u>-</u> | <u>(64,607)</u> | <u>21,091</u> |
| Total James Bay – CSM** | | 12,321,406 | 1,162,956 | | (17,175) | 13,467,187 | (2,846,121) | | (2,846,121) | 10,621,066 |
| James Bay – CSM** – Under option | | | | | | | | | | |
| Corvet, Kaanaaya & Wabamisk East | (g) | 100 | | | | | | | | |
| Acquisition costs | | - | - | - | - | - | - | - | - | - |
| Exploration costs | | 315 | 3,115 | - | - | 3,430 | - | - | - | 3,430 |
| | | <u>315</u> | <u>3,115</u> | <u>-</u> | <u>-</u> | <u>3,430</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>3,430</u> |
| Pilipas | (h) | 100 | | | | | | | | |
| Acquisition costs | | - | - | - | - | - | - | - | - | - |
| Exploration costs | | 118 | - | - | - | 118 | - | - | - | 118 |
| | | <u>118</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>118</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>118</u> |

Azimut Exploration Inc.

Notes to Financial Statements

For the three-month period ended November 30, 2025
(in Canadian dollars)

9 Exploration and evaluation assets (cont'd)

Change in E&E assets (cont'd)

| Mineral property | Undivided interest | Cost as at August 31, 2025 | Additions | Option payments | Tax credit | Cost as at November 30, 2025 | Accumulated impairment as at August 31, 2025 | Impairment | Accumulated impairment as at November 30, 2025 | Net book value as at November 30, 2025 |
|--|--------------------|----------------------------|------------------|-----------------|------------------|------------------------------|--|------------|--|--|
| | % | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ |
| James Bay – CSM** – Under option (cont'd) | | | | | | | | | | |
| Kukamas | (e) | 100 | | | | | | | | |
| Acquisition costs | | - | - | - | - | - | - | - | - | - |
| Exploration costs | | 26,607 | 4,735 | (31,342) | - | - | - | - | - | - |
| | | 26,607 | 4,735 | (31,342) | - | - | - | - | - | - |
| Total James Bay – CSM** – Under option | | 27,040 | 7,850 | (31,342) | - | 3,548 | - | - | - | 3,548 |
| Total James Bay | | 46,102,085 | 2,930,422 | (31,342) | (638,675) | 48,362,490 | (3,398,699) | - | (3,398,699) | 44,963,791 |
| Nunavik – CSM** | | | | | | | | | | |
| Rex-Duquet | (f) | 100 | | | | | | | | |
| Acquisition costs | | 1,445,562 | 1,314 | - | - | 1,446,876 | (1,292,778) | - | (1,292,778) | 154,098 |
| Exploration costs | | 4,331,145 | 18,484 | - | - | 4,349,629 | (3,855,358) | - | (3,855,358) | 494,271 |
| | | 5,776,707 | 19,798 | - | - | 5,796,505 | (5,148,136) | - | (5,148,136) | 648,369 |
| Rex South | | 100 | | | | | | | | |
| Acquisition costs | | 583,513 | 6,278 | - | - | 589,791 | (405,165) | - | (405,165) | 184,626 |
| Exploration costs | | 893,649 | 19,750 | - | - | 913,399 | (440,251) | - | (440,251) | 473,148 |
| | | 1,477,162 | 26,028 | - | - | 1,503,190 | (845,416) | - | (845,416) | 657,774 |
| Nantais | | 100 | | | | | | | | |
| Acquisition costs | | 185,487 | - | - | - | 185,487 | (185,487) | - | (185,487) | - |
| Exploration costs | | 326,155 | - | - | - | 326,155 | (326,155) | - | (326,155) | - |
| | | 511,642 | - | - | - | 511,642 | (511,642) | - | (511,642) | - |
| Doran | | 100 | | | | | | | | |
| Acquisition costs | | 126,004 | - | - | - | 126,004 | - | - | - | 126,004 |
| Exploration costs | | 50,190 | - | - | - | 50,190 | - | - | - | 50,190 |
| | | 176,194 | - | - | - | 176,194 | - | - | - | 176,194 |
| Total Nunavik – CSM** | | 7,941,705 | 45,826 | - | - | 7,987,531 | (6,505,194) | - | (6,505,194) | 1,482,337 |
| Nunavik – Gold | | | | | | | | | | |
| Other | | 100 | | | | | | | | |
| Acquisition costs | | 738,409 | - | - | - | 738,409 | (738,409) | - | (738,409) | - |
| Exploration costs | | 982,241 | - | - | - | 982,241 | (982,241) | - | (982,241) | - |
| Total Nunavik – Gold | | 1,720,650 | - | - | - | 1,720,650 | (1,720,650) | - | (1,720,650) | - |

Azimut Exploration Inc.

Notes to Financial Statements

For the three-month period ended November 30, 2025
(in Canadian dollars)

9 Exploration and evaluation assets (cont'd)

Change in E&E assets (cont'd)

| Mineral property | Undivided interest | Cost as at August 31, 2025 | Additions | Option payments | Tax credit | Cost as at November 30, 2025 | Accumulated impairment as at August 31, 2025 | Impairment | Accumulated impairment as at November 30, 2025 | Net book value as at November 30, 2025 |
|--------------------------------|--------------------|----------------------------|------------------|-----------------|------------------|------------------------------|--|------------|--|--|
| | % | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ |
| Nunavik – Uranium | | | | | | | | | | |
| North Rae | 100 | | | | | | | | | |
| Acquisition costs | | 485,129 | 165 | - | - | 485,294 | (485,129) | - | (485,129) | 165 |
| Exploration costs | | 709,305 | - | - | - | 709,305 | (709,305) | - | (709,305) | - |
| Total Nunavik – Uranium | | 1,194,434 | 165 | - | - | 1,194,599 | (1,194,434) | - | (1,194,434) | 165 |
| Total Nunavik | | 10,856,789 | 45,991 | - | - | 10,902,780 | (9,420,278) | - | (9,420,278) | 1,482,502 |
| Total E&E assets | | 56,958,874 | 2,976,413 | (31,342) | (638,675) | 59,265,270 | (12,818,977) | - | (12,818,977) | 46,446,293 |

* Fully impaired properties for which the Company still holds mining claims.

** CSM = critical and strategic minerals

Note that commodities reflect the main target of the exploration work performed during the period. This classification may change over time.

| | November 30, 2025 | August 31, 2025 |
|--|----------------------|--------------------|
| | \$ | \$ |
| Acquisition and exploration – Net book value | 46,446,293 | 44,139,897 |
| Prepaid exploration expenses | 124,664 | 131,297 |
| | <hr/> | <hr/> |
| | 46,570,957 | 44,271,194 |

Azimut Exploration Inc.

Notes to Financial Statements

For the three-month period ended November 30, 2025

(in Canadian dollars)

9 Exploration and evaluation assets (cont'd)

- a) The James Bay Strategic Alliance (the “JB Alliance”) was formed between Azimut and SOQUEM on September 22, 2016, to identify, acquire and explore gold targets in the James Bay region. The properties are held as 50/50 joint venture (“JV”) projects, each property subject to a JV agreement between Azimut and SOQUEM. Azimut remains the operator of Munischewan, Pontois and Desceliers. SOQUEM is the operator of Pikwa. On November 28, 2025, Azimut and SOQUEM concluded the sale of the Pikwa Property to PMET Resources Inc. (Note 6).
- b) The Dalmas and Galinée properties are subject to a JV agreement between Azimut and SOQUEM. On April 25, 2019, SOQUEM acquired a 50% interest in the Dalmas Property. Azimut remains the operator.
- c) The Opinaca A and B properties are subject to a JV agreement with the following parties:
 - Opinaca A is a 50/50 JV project with Everton Resources Inc. (“Everton”).
 - Opinaca B is a 25/50/25 JV project with Hecla Quebec Inc. (“Hecla”) and Everton.
- d) The Wabamisk Property is 100% owned by Azimut and comprises 544 mining claims. Eight (8) of the property’s claims are subject to a 2.1% net smelter return (“NSR”) royalty with a buy-back of 1.05% for \$350,000.
- e) On November 30, 2022, the Company granted KGHM International Ltd (“KGHM”) the option to earn an initial 50% interest (the “first option”) in the Kukamas Property by making cash payments to Azimut aggregating \$250,000, funding a minimum of \$5 million in work expenditures over four (4) years and performing a minimum of 5,000 metres of diamond drilling. Azimut acts as the operator during the first option phase. KGHM may earn an additional 20% interest for a total interest of 70% (the “second option”) by making an additional cash payment of \$225,000 and incurring an additional \$4.2 million in work expenditures over three (3) years from the election date, and by delivering a preliminary economic assessment under National Instrument 43-101 on or before the third anniversary of the election notice. The second option period may be extended by up to three (3) years by incurring work expenditures of \$1,700,000 per extension year and making cash payments to Azimut of \$100,000 per extension year. KGHM will act as the operator during the second option.

If KGHM elects not to exercise the second option after exercising the first option, it must pay Azimut \$75,000 in cash as a final payment.

- f) The Duquet Property was transferred to Azimut on September 30, 2015, in consideration of an aggregate 2.25% NSR royalty on the property. The Duquet Property was combined with the Rex Property to form a single entity, known as the Rex-Duquet Property.
- g) On July 7, 2023, the Company signed JV option agreements with Rio Tinto Exploration Canada Inc (“Rio Tinto) for its wholly owned Corvet and Kaanaayaa lithium properties. The Company amended the agreement with Rio Tinto on July 23, 2025, to include a third property, Wabamisk East.

Under the revised agreements, Rio Tinto can acquire a 50% interest in each property over four (4) years by funding \$25 million in exploration expenditures before December 31, 2028, and by making cash payments totalling \$1,700,000, including \$500,000 upon signing the initial agreement. The Company is the operator during this first option phase. Rio Tinto can earn an additional 20% interest over five (5) years with further work expenditures of \$60 million. Rio Tinto will act as the operator during this second option phase. Rio Tinto has indicated its intent to terminate the option agreements on December 31, 2025.

Azimut Exploration Inc.

Notes to Financial Statements

For the three-month period ended November 30, 2025

(in Canadian dollars)

9 Exploration and evaluation assets (cont'd)

h) On December 8, 2023, the Company signed an Option to Joint Venture agreement with Ophir Gold Corp. (now Ophir Metals Corp.; "Ophir") for its wholly owned Pilipas Property. Under the agreement, Ophir can earn up to a 70% interest in the property from the Company over three (3) years by funding \$4 million in exploration expenditures and making payments totalling 6 million Ophir shares and \$100,000 in cash. During the year ended August 31, 2025, the Company received \$85,000 in shares of Ophir (Note 7) and \$25,000 in cash.

i) On July 7, 2025, the Company acquired a 100% interest in 103 claims forming the K2 property from Dios Exploration Inc. ("Dios"), for a cash payment of \$120,000 and the issuance of 200,000 common shares of the Company. K2 lies adjacent to the Elmer Property. Dios will retain a 2.0% NSR royalty on the K2 claims, subject to a 1.0% NSR buydown for \$3,000,000.

10 Asset retirement obligations

The following tables summarize the Company's asset retirement obligations as at November 30, 2025 and August 31, 2025:

| | November 30, 2025 | | | August 31, 2025 | | |
|--|--------------------------|----------------|------------------|--------------------------|----------------|------------------|
| | Rex-Duquet, Rex South | Elmer | Total | Rex-Duquet, Rex South | Elmer | Total |
| Opening balance | 1,268,556 | 764,564 | 2,033,120 | 1,229,011 | 748,538 | 1,977,549 |
| Change in estimate | 5,620 | 11,381 | 17,001 | 4,129 | (6,468) | (2,339) |
| Unwinding of discount on asset retirement obligations | 7,403 | 5,696 | 13,099 | 35,416 | 22,494 | 57,910 |
| Ending balance | 1,281,579 | 781,641 | 2,063,220 | 1,268,556 | 764,564 | 2,033,120 |

The following are the assumptions used to estimate the provisions for asset retirement obligations:

| | Rex-Duquet, Rex South | Elmer | Total |
|--|--------------------------|------------|-------------|
| Estimated undiscounted cash flows to settle obligations | \$1,094,929 | \$758,316 | \$1,853,245 |
| Weighed average discount rate | 2.33% | 2.98% | |
| Estimated number of years before disbursements to settle obligations | 1.25 year | 7.25 years | |

11 Leases liabilities

The Company leases office space, warehouse facilities, a vehicle, an exploration camp and exploration equipment. The office lease is for five (5) years until June 30, 2030. The vehicle lease is for 36 months with a buy-out option. During the three-month period ended November 30, 2025, the Company leased an exploration camp for the Wabamisk project. The lease is for 12 months with a buy-out option at the end. The warehouses and exploration equipment are covered by monthly leases and represent low-value items. The Company has elected not to recognize right-of-use assets or lease liabilities for these leases.

| | November 30, 2025 |
|------------------------------------|----------------------|
| Opening balance | 320,327 |
| Addition | 1,029,510 |
| Principal repayment for the period | (802,712) |
| Ending balance | 547,125 |
| Less: Current lease liability | 303,898 |
| Non-current lease liability | 243,227 |

Azimut Exploration Inc.

Notes to Financial Statements

For the three-month period ended November 30, 2025

(in Canadian dollars)

12 Share capital

An unlimited number of common shares are authorized, without par value, voting and participating.

13 Stock option plan

The number of shares reserved for issuance under the stock option plan is approximately 9.99% of the Company's common shares issued and outstanding. On November 25, 2025, the Company filed for an increase in the number of reserved common shares by 1,862,000 for future issuance under the option plan for a total of 10,052,000, or approximately 9.99% of the Company's 100,629,310 issued and outstanding common shares as at November 11, 2025. The increase in the number of shares reserved under the option plan was approved on December 16, 2025. The exercise price of the options is set at the closing price of the Company's shares on the TSXV the day before the grant date. The options have a maximum term of ten (10) years following the grant date. If a blackout period should be in effect at the end of the term, the expiry date will be extended by ten (10) business days following the end of the blackout period. The options vest immediately unless otherwise approved and disclosed by the Board of Directors.

The following tables summarize the information about stock options outstanding as at November 30, 2025 and August 31, 2025:

| | November 30, 2025 | | August 31, 2025 | |
|---------------------------------------|---|------------------------------------|-----------------------|------------------------------------|
| | Number | Weighted average exercise price \$ | Number | Weighted average exercise price \$ |
| Outstanding – Beginning of the period | 6,565,000 | 0.87 | 6,035,000 | 0.88 |
| Granted | 30,000 | 0.76 | 855,000 | 0.61 |
| Exercised | (75,000) | 0.33 | (240,000) | 0.20 |
| Expired | - | - | (85,000) | 1.39 |
| Outstanding – End of the period | 6,520,000 | 0.87 | 6,565,000 | 0.87 |
| Vested – End of the period | 6,357,000 | | 6,407,000 | |
| Exercise price \$ | Weighted average remaining contractual life (years) | As at November 30, 2025 | As at August 31, 2025 | |
| | | | | |
| Between 0.19 and 0.50 | 2.32 | 495,000 | 570,000 | |
| Between 0.51 and 1.00 | 6.09 | 4,732,000 | 4,702,000 | |
| Between 1.01 and 1.50 | 4.76 | 1,285,000 | 1,285,000 | |
| Between 1.51 and 2.00 | 4.68 | 8,000 | 8,000 | |
| | 5.54 | 6,520,000 | 6,565,000 | |

During the three months ended November 30, 2025, the Company granted a total of 30,000 stock options to employees. These options are exercisable for a 10-year period, with 20,000 vesting immediately and 10,000 vesting half immediately and the remaining half after one year.

During the 2025 fiscal year, 855,000 stock options were granted to board members, management, employees and consultants. Of this number, 740,000 were granted to its directors and officers and 115,000 to its employees and consultants. These options are exercisable for a 10-year period and vest immediately.

Azimut Exploration Inc.

Notes to Financial Statements

For the three-month period ended November 30, 2025

(in Canadian dollars)

14 Expenses by nature

| | Three-month periods ended November 30, | |
|--|---|----------------|
| | 2025 | 2024 |
| | \$ | \$ |
| Salaries and fringe benefits | 162,585 | 195,563 |
| Stock-based compensation (Note 12) | 6,254 | 9,750 |
| Professional and maintenance fees | 23,684 | 24,865 |
| Administration and office | 10,168 | 30,246 |
| Business development and administration fees | 24,460 | 3,103 |
| Advertising | 438 | - |
| Rent | 1,525 | 5,002 |
| Insurance | 21,246 | 18,367 |
| Conferences and meetings | 60,832 | 42,193 |
| Depreciation of property and equipment (Note 7) | 9,209 | 11,288 |
| Amortization of intangible assets | - | 579 |
| Depreciation on right-of-use asset | 13,031 | 15,151 |
| General and administrative expenses | 333,432 | 356,107 |
| Salaries for project generation | 165 | 10,322 |
| Other exploration expenses | 13,322 | 1,078 |
| Credit on duties refundable for loss and refundable tax credit for resources | (6,660) | - |
| General exploration | 6,827 | 11,400 |

15 Related party transactions

Compensation of key management

Key management consists of the directors, the President and Chief Executive Officer (“CEO”), the Chief Financial Officer (“CFO”), the Vice-President of Corporate Development (“VPD”) and the Vice-President of Exploration (“VPE”). The compensation paid or payable for services provided by key management was as follows:

| | Three-month period ended November 30, | |
|--------------------------|--|----------------|
| | 2025 | 2024 |
| | \$ | \$ |
| Salaries | 265,500 | 248,750 |
| Director fees | 42,500 | 35,000 |
| Stock-based compensation | 8,590 | 24,753 |
| | 316,590 | 308,503 |

The amounts of \$151,250 for salaries (\$78,720 in 2025) and \$5,340 for stock-based compensation (\$15,003 in 2025) were capitalized to E&E assets.

As at November 30, 2025, accounts payable and accrued liabilities include \$187,223 (\$129,191 as at August 31, 2025) owed to key management.

Some key management employees are subject to employment agreements that provide for payments on termination of employment without serious reason or following a change of control, providing for payments equivalent up to once or, as applicable, twice an individual’s base salary. The indemnity paid must not represent more than 10% of the Company’s cash and cash equivalents at such time. As at November 30, 2025, the entitled indemnity amounted to a minimum of \$792,846 and a maximum of \$1,549,333.

Azimut Exploration Inc.

Notes to Financial Statements

For the three-month period ended November 30, 2025

(in Canadian dollars)

16 Net loss (earnings) per share

For the three-month period ended November 30, 2024, the diluted loss per share was the same as the basic loss per share since the potential dilutive instruments had an anti-dilutive effect.

For the three-month period ended November 30, 2025, the diluted net earnings per share were calculated using the basic weighted average number of shares outstanding of 100,579,035 adjusted by the potential dilutive instruments of each stock option where the exercise price was lower than the average market price of the Company's share. During the three-month period ended November 30, 2025, there were 467,706 stock options vested with an exercise price lower than the average market price of the Company's shares. As a result, the diluted weighted-average number of shares of 101,046,742 was used to calculate diluted net earnings per share in 2026.

17 Additional cash flow information

| | Three-month periods ended November 30, | |
|---|---|-----------|
| | 2025 | 2024 |
| | \$ | \$ |
| Acquisition of E&E assets included in accounts payable and accrued liabilities | 1,462,909 | 1,253,830 |
| Repayment of leased camp included in accounts payable and accrued liabilities | 326,879 | - |
| Depreciation of property & equipment included in E&E assets | 44,424 | 80,002 |
| Refundable duties credit for losses and refundable tax credit for resources presented as a reduction in E&E assets, net | 638,675 | 328,382 |
| Stock-based compensation included in E&E assets | 18,607 | 16,510 |

In the year ended August 31, 2025, the Company changed the presentation of the cash flow statement to present advances received for exploration work on a net basis within cash flows from operating activities, as it better reflects the nature of the operations. The comparatives for the 2025 quarters were adjusted accordingly.

18 Financial instruments, financial risks and capital management

The Company's financial instruments as at November 30, 2025, consist of cash and cash equivalents, amounts receivable, investments and accounts payable, accrued liabilities, and advances received for exploration work. The fair value of these financial instruments is either equal to their fair value (investments) or approximates their carrying value due to their short-term maturity or the fact that they bear interest at current market rates.

The Company defines the fair value hierarchy under which its financial instruments are valued as follows: Level 1 includes unadjusted quoted prices in active markets for identical assets or liabilities; Level 2 includes inputs other than quoted prices in Level 1 that are observable for assets or liabilities, either directly or indirectly; and Level 3 includes inputs for assets or liabilities that are not based on observable market data. There was no transfer of hierarchy level during the period ended November 30, 2025.

19 Subsequent event

The Company and SOQUEM agreed to sell the Galinée project, under which Azimut will sell its 50% interest in the project to LiFT Power Ltd in exchange for 2,000,000 common shares of LiFT. The Company will retain a 1.4% NSR royalty on the property. The agreement is subject to approval from the TSXV.

The Company granted 1,115,000 stock options to directors, officers, employees and consultants, with an exercise price of \$0.79 per share, exercisable for a 10-year period. Of this number, 1,020,000 have been granted to directors and officers and 95,000 to employees and consultants.