
TINKA RESOURCES LIMITED

CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
FOR THE THREE MONTHS ENDED
DECEMBER 31, 2025

(Unaudited - Expressed in Canadian Dollars)

**NOTICE OF NO AUDITOR REVIEW OF
CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS**

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

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

The Company's auditors have not performed a review of these condensed consolidated interim financial statements in accordance with the standards established by the Chartered Professional Accountants of Canada for a review of interim financial statements by an entity's auditor.

TINKA RESOURCES LIMITED
CONDENSED CONSOLIDATED INTERIM STATEMENTS OF FINANCIAL POSITION
(Unaudited - Expressed in Canadian Dollars)

	Note	December 31, 2025 \$	September 30, 2025 \$
ASSETS			
Current assets			
Cash		12,686,564	6,431,318
GST receivable		9,012	4,188
Prepaid expenses and other		<u>245,428</u>	<u>90,672</u>
Total current assets		<u>12,941,004</u>	<u>6,526,178</u>
Non-current assets			
Property, plant and equipment	4	48,986	33,998
Exploration and evaluation assets	5	76,597,207	75,301,165
Deferred share issue costs	6(c)	<u>-</u>	<u>10,571</u>
Total non-current assets		<u>76,646,193</u>	<u>75,345,734</u>
TOTAL ASSETS		<u>89,587,197</u>	<u>81,871,912</u>
LIABILITIES			
Current liabilities			
Accounts payable and accrued liabilities		<u>568,626</u>	<u>816,019</u>
TOTAL LIABILITIES		<u>568,626</u>	<u>816,019</u>
SHAREHOLDERS' EQUITY			
Share capital	6	120,328,931	106,233,384
Share subscriptions received	6(c)	-	5,757,541
Share-based payments reserve	6	8,196,028	7,881,726
Deficit		<u>(39,506,388)</u>	<u>(38,816,758)</u>
TOTAL SHAREHOLDERS' EQUITY		<u>89,018,571</u>	<u>81,055,893</u>
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY		<u>89,587,197</u>	<u>81,871,912</u>

Nature of Operations - see Note 1

These condensed consolidated interim financial statements were approved for issue by the Board of Directors on February 24, 2026 and are signed on its behalf by:

/s/ Graham Carman
Graham Carman
Director

/s/ Nick DeMare
Nick DeMare
Director

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

TINKA RESOURCES LIMITED
CONDENSED CONSOLIDATED INTERIM STATEMENTS OF COMPREHENSIVE LOSS
(Unaudited - Expressed in Canadian Dollars)

	Note	Three Months Ended December 31	
		2025 \$	2024 \$
Expenses			
Accounting and administration	7(b)(ii)	22,271	36,169
Audit		24,000	53,584
Corporate development		30,257	30,359
Director and officer compensation	7	165,499	52,500
Investment conferences		21,528	13,755
Investor relations		15,000	-
Legal		35,896	34,340
Office		45,243	30,490
Professional fees		7,000	16,000
Regulatory		13,546	14,111
Rent		16,412	17,681
Salaries and benefits		16,935	15,036
Share-based compensation	6(e)	314,302	-
Shareholder costs		2,460	4,347
Transfer agent		13,126	1,917
Travel and related		12,911	15,000
		<u>756,386</u>	<u>335,289</u>
Loss before other items		<u>(756,386)</u>	<u>(335,289)</u>
Other items			
Interest income		93,199	22,906
Other income		24,929	-
Impairment of exploration and evaluation assets	5	(30,096)	-
Foreign exchange		(21,276)	125,969
		<u>66,756</u>	<u>148,875</u>
Net loss and comprehensive loss for the period		<u>(689,630)</u>	<u>(186,414)</u>
Loss per share - basic and diluted		<u>\$(0.01)</u>	<u>\$(0.00)</u>
Weighted average number of common shares outstanding - basic and diluted		<u>132,528,897</u>	<u>78,840,551</u>

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

TINKA RESOURCES LIMITED
CONDENSED CONSOLIDATED INTERIM STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY
(Unaudited - Expressed in Canadian Dollars)

	Three Months Ended December 31, 2025					Total Shareholders' Equity \$
	Share Capital		Share-Based Payments Reserve \$	Share Subscriptions Received \$	Deficit \$	
	Number of Shares*	Amount \$				
Balance at September 30, 2025	81,739,372	106,233,384	7,881,726	5,757,541	(38,816,758)	81,055,893
Common shares issued for:						
- private placement	51,918,181	14,277,500	-	(5,757,541)	-	8,519,959
Share issue costs	-	(181,953)	-	-	-	(181,953)
Share-based compensation	-	-	314,302	-	-	314,302
Net loss for the period	-	-	-	-	(689,630)	(689,630)
Balance at December 31, 2025	<u>133,657,553</u>	<u>120,328,931</u>	<u>8,196,028</u>	<u>-</u>	<u>(39,506,388)</u>	<u>89,018,571</u>

	Three Months Ended December 31, 2024					Total Shareholders' Equity \$
	Share Capital		Share-Based Payments Reserve \$	Deficit \$	Total Shareholders' Equity \$	
	Number of Shares*	Amount \$				
Balance at September 30, 2024	78,260,780	104,523,745	7,813,618	(37,747,186)	74,590,177	
Common shares issued for:						
- private placement	3,478,592	1,739,296	-	-	1,739,296	
Share issue costs	-	(29,657)	-	-	(29,657)	
Net loss for the period	-	-	-	(186,414)	(186,414)	
Balance at December 31, 2024	<u>81,739,372</u>	<u>106,233,384</u>	<u>7,813,618</u>	<u>(37,933,600)</u>	<u>76,113,402</u>	

* The share numbers have been adjusted to reflect a consolidation of the Company's share capital on a one new for 5 old basis effective October 1, 2025.

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

TINKA RESOURCES LIMITED
CONDENSED CONSOLIDATED INTERIM STATEMENTS OF CASH FLOWS
(Unaudited - Expressed in Canadian Dollars)

	Three Months Ended December 31,	
	2025 \$	2024 \$
Operating activities		
Net loss for the period	(689,630)	(186,414)
Adjustments for:		
Share-based compensation	314,302	-
Impairment of exploration and evaluation assets	30,096	-
Changes in non-cash working capital items:		
GST receivable	(4,824)	(1,742)
Prepaid expenses and other	(154,756)	60,971
Accounts payable and accrued liabilities	102,302	42,509
Net cash used in operating activities	<u>(402,510)</u>	<u>(84,676)</u>
Investing activities		
Expenditures on exploration and evaluation assets	(1,672,675)	(637,556)
Additions to property, plant and equipment	(18,146)	-
Net cash used in investing activities	<u>(1,690,821)</u>	<u>(637,556)</u>
Financing activities		
Issuance of common shares	8,519,959	1,739,296
Share issue costs	(171,382)	(29,657)
Net cash provided by financing activities	<u>8,348,577</u>	<u>1,709,639</u>
Net change in cash	6,255,246	987,407
Cash at beginning of period	<u>6,431,318</u>	<u>2,076,217</u>
Cash at end of period	<u>12,686,564</u>	<u>3,063,624</u>

Supplemental cash flow information - see Note 10

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

TINKA RESOURCES LIMITED
NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
FOR THE THREE MONTHS ENDED DECEMBER 31, 2025
(Unaudited - Expressed in Canadian Dollars)

1. Nature of Operations

Tinka Resources Limited (the “Company”) was incorporated on September 15, 1987 under the provisions of the Company Act (British Columbia). The Company’s common shares are listed and trade on the TSX Venture Exchange (“TSXV”) under the symbol “TK”, on the OTCQB under the symbol “TKRFF” and, on the Frankfurt Exchange under the symbol “TLD”. The Company’s principal office is located at #1305 - 1090 West Georgia Street, Vancouver, British Columbia, V6E 3V7 Canada.

The Company is a junior mineral exploration company currently engaged in the acquisition and exploration of mineral properties located in Peru. On the basis of information to date, the Company has not yet determined whether these properties contain economically recoverable ore reserves. The underlying value of the mineral resource interests is entirely dependent on the existence of economically recoverable reserves, the ability of the Company to obtain the necessary financing to complete exploration and development and upon future profitable production. Mineral resource interests represent costs incurred to date, less amounts amortized and/or written off, and do not necessarily represent present or future values.

The Company’s mineral properties are located in Peru and consequently the Company is subject to certain risks, including currency fluctuations and possible political or economic instability which may result in the impairment or loss of mining title or other mineral rights, and mineral exploration and mining activities may be affected in varying degrees by political stability and governmental regulations relating to the mining industry.

As at December 31, 2025 the Company had working capital in the amount of \$12,372,378. These consolidated financial statements have been prepared on a going concern basis which assumes that the Company will be able to realize its assets and discharge its liabilities in the normal course of business operations for the foreseeable future. To date the Company has not earned any revenue and is considered to be in the exploration stage. The Company’s operations are funded from equity financings which are dependent upon many external factors and may be difficult to impossible to secure or raise when required. Management considers that the Company has adequate resources to maintain its core operations and conduct planned exploration of its existing exploration and evaluation assets for the next twelve months. However, the Company recognizes that exploration expenditures may change with ongoing results and, as a result, it may be required to obtain additional financing. While the Company has been successful in securing financings in the past there can be no assurance that it will be able to do so in the future.

2. Basis of Preparation

Statement of Compliance

These condensed consolidated interim financial statements have been presented in accordance with IFRS Accounting Standards as issued by the International Accounting Standards Board (“IASB”), applicable to the preparation of condensed consolidated interim financial statements, including IAS 34, *Interim Financial Reporting*.

The preparation of condensed consolidated interim financial statements requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates.

Basis of Measurement

The Company’s condensed consolidated interim financial statements have been prepared on the historical cost basis except for the revaluation of certain financial assets and financial liabilities to fair value. These condensed consolidated interim financial statements are presented in Canadian Dollars unless otherwise stated.

TINKA RESOURCES LIMITED
NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
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(Unaudited - Expressed in Canadian Dollars)

2. Basis of Preparation

Subsidiaries

The subsidiaries of the Company as at December 31, 2025 are as follows:

<u>Company</u>	<u>Location of Incorporation</u>	<u>Ownership Interest</u>
Darwin Resources Corp.	Canada	100%
Tinka Resources S.A.C.	Peru	100%
Darwin Peru S.A.C.	Peru	100%
Cia. Electrica Chaupihuaranga S.A.C.	Peru	100%
Tinka Saudi Resources Corp.	Canada	100%

3. Material Accounting Policies

These condensed consolidated interim financial statements have been prepared on a basis consistent with the material accounting policies disclosed in the consolidated financial statements for the year ended September 30, 2025. Accordingly, they should be read in conjunction with the consolidated financial statements for the year ended September 30, 2025.

Accounting Standards and Interpretations Issued but Not Yet Effective

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

The Company is in the process of assessing the impact of this new standard on the Company's consolidated financial statements.

TINKA RESOURCES LIMITED
NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
FOR THE THREE MONTHS ENDED DECEMBER 31, 2025
(Unaudited - Expressed in Canadian Dollars)

4. Property, Plant and Equipment

	Office Furniture and Equipment \$
Cost:	
Balance at September 30, 2024	206,105
Additions	<u>2,651</u>
Balance at September 30, 2025	208,756
Additions	<u>18,146</u>
Balance at December 31, 2025	<u>226,902</u>
Accumulated Depreciation:	
Balance at September 30, 2024	(162,754)
Depreciation	<u>(12,004)</u>
Balance at September 30, 2024	(174,758)
Depreciation	<u>(3,158)</u>
Balance at December 31, 2025	<u>(177,916)</u>
Carrying Value:	
Balance at September 30, 2025	<u>33,998</u>
Balance at December 30, 2025	<u>48,986</u>

5. Exploration and Evaluation Assets

	<u>December 31, 2025</u>			<u>September 30, 2025</u>		
	Acquisition Costs \$	Deferred Exploration Costs \$	Total \$	Acquisition Costs \$	Deferred Exploration Costs \$	Total \$
Ayawilca	2,635,007	68,187,364	70,822,371	2,635,007	67,747,717	70,382,724
Silvia	546,525	1,370,725	1,917,250	546,525	502,146	1,048,671
Other	<u>-</u>	<u>3,857,586</u>	<u>3,857,586</u>	<u>24,977</u>	<u>3,844,793</u>	<u>3,869,770</u>
	<u>3,181,532</u>	<u>73,415,675</u>	<u>76,597,207</u>	<u>3,206,509</u>	<u>72,094,656</u>	<u>75,301,165</u>

TINKA RESOURCES LIMITED
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(Unaudited - Expressed in Canadian Dollars)

5. Exploration and Evaluation Assets (continued)

	Ayawilca \$	Silvia \$	Other \$	Total \$
Balance at September 30, 2024	<u>67,661,813</u>	<u>798,240</u>	<u>4,307,132</u>	<u>72,767,185</u>
Exploration costs				
Camp costs	420,279	-	-	420,279
Community relations	1,276,976	9,792	-	1,286,768
Depreciation	12,004	-	-	12,004
Drilling	-	26,774	-	26,774
Environmental	56,318	-	-	56,318
Geological	725,688	168,316	-	894,004
Health and safety	89,466	-	-	89,466
Software and database management	14,829	-	-	14,829
VAT incurred	-	-	109,871	109,871
VAT recovered	-	-	(547,233)	(547,233)
	<u>2,595,560</u>	<u>204,882</u>	<u>(437,362)</u>	<u>2,363,080</u>
Acquisition costs				
Concession payments and related taxes	125,351	45,549	-	170,900
Balance at September 30, 2025	<u>70,382,724</u>	<u>1,048,671</u>	<u>3,869,770</u>	<u>75,301,165</u>
Exploration costs				
Camp costs	40,047	151,429	-	191,476
Community relations	240,797	230,109	-	470,906
Depreciation	2,826	332	-	3,158
Drilling	-	275,439	-	275,439
Environmental	1,642	32,554	-	34,196
Geological	149,285	145,113	-	294,398
Health and safety	2,976	33,603	-	36,579
Software and database management	2,074	-	-	2,074
VAT incurred	-	-	93,746	93,746
VAT recovered	-	-	(75,834)	(75,834)
	<u>439,647</u>	<u>868,579</u>	<u>17,912</u>	<u>1,326,138</u>
Impairment	<u>-</u>	<u>-</u>	<u>(30,096)</u>	<u>(30,096)</u>
Balance at December 31, 2025	<u>70,822,371</u>	<u>1,917,250</u>	<u>3,857,586</u>	<u>76,597,207</u>

Ayawilca Project

As at December 31, 2025 the Ayawilca Project comprises mineral claims granted in the Province of Daniel Alcides Carrion, Peru.

The Company is required to issue 100,000 common shares to Sierra Peru Pty Ltd. (“Sierra”) in the event that a positive feasibility study is prepared on the Ayawilca Project. Sierra also retains a right to a 1% net smelter royalty (“NSR”) from any production from certain of the mineral claims that make up the Ayawilca Project. The NSR can be repurchased at any time by the Company for US \$1,000,000 on or before January 10, 2028.

Silvia Project

On June 16, 2021 the Company entered into an acquisition agreement with BHP World Exploration Inc. Sucursal del Peru (“BHP Peru”) in which the Company paid \$177,176 (US \$145,000) and acquired mining claims located in the Huanuco Andean region of central Peru (the “Silvia Project”). BHP Peru retains a right to a 1% NSR on the Silvia Project. The NSR can be repurchased at any time by the Company for US \$8,000,000 on or before July 8, 2036.

TINKA RESOURCES LIMITED
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FOR THE THREE MONTHS ENDED DECEMBER 31, 2025
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5. Exploration and Evaluation Assets (continued)

Other

During the three months ended December 31, 2025 the Company determined to provide an impairment of \$30,096 for costs capitalized on two mining concessions in the Department of Huancavelica, Peru.

Expenditures incurred by the Company in Peru are subject to Peruvian Value Added Tax ("VAT"). The VAT is included in exploration and evaluation assets as incurred. Under Peruvian law VAT paid can be used in the future to offset amounts resulting from VAT charged on sales. Under certain circumstances and subject to approval from tax authorities a Company can also apply for early refund of VAT prior to generating sales. As at December 31, 2025 the Company has a VAT balance of \$3,857,586 (September 30, 2025 - \$3,839,674).

In July 2025 the Company acquired, for no consideration, a 5% ownership interest in Midad Al Mona Mining Company ("Midad Al Mona"), newly established Saudi Arabian company, which was granted an exploration concession (the "Huwaymidan Concession") located in the Jiddah Terrane of the Saudi Arabian Shield, central Saudi Arabia. The Company will be remunerated for consulting services provided to Midad Al Mona. During the three months ended December 31, 2025 the Company billed a total of \$42,747. The Company's 5% interest in Midad Al Mona will be carried for the initial two years, after which the Company may continue to maintain its 5% interest by negotiating a renewed consulting agreement or via a funding agreement.

6. Share Capital

(a) *Authorized Share Capital*

The Company's authorized share capital consists of an unlimited number of common shares without par value. All issued common shares are fully paid.

(b) *Share Consolidation*

On October 1, 2025 the Company completed a consolidation of its share capital on a five old for one new basis. The share and per share amounts have been adjusted within these condensed consolidated interim financial statements to reflect the share consolidation.

(c) *Equity Financings*

Three Months Ended December 31, 2025

On October 3, 2025 the Company completed a non-brokered private placement of 51,918,181 units at \$0.275 per unit, for total proceeds of \$14,277,500. Each unit comprised one common share and one-half of a share purchase warrant. Each whole warrant entitles the holder to purchase an additional common share at a price of \$0.40 per share on or before October 3, 2028. As at September 30, 2025 the Company had received share subscriptions totalling \$5,757,541 and incurred \$10,571 of costs associated with the private placement financing.

The Company paid a total of \$118,934 for finders' fees and incurred \$63,019 for legal and filing costs associated with this private placement.

Current and former directors and officers of the Company purchased a total of 2,540,909 units for \$693,250.

Fiscal 2025

On December 17, 2024 the Company completed a non-brokered private placement of 3,478,592 units at \$0.50 per unit, for total proceeds of \$1,739,296. Each unit comprised one common share and one-half of a share purchase warrant. Each whole warrant entitles the holder to purchase an additional common share at a price of \$0.75 per share or before June 17, 2026.

TINKA RESOURCES LIMITED
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6. Share Capital (continued)

Directors and officers of the Company purchased a total of 340,000 units for \$170,000.

The Company incurred \$29,657 for legal and filing costs associated with this private placement.

(d) **Warrants**

A summary of the number of common shares reserved pursuant to the Company's outstanding warrants at December 31, 2025 and 2024 and the changes for the three months ended on those dates, is as follows:

	2025		2024	
	Number	Weighted Average Exercise Price \$	Number	Weighted Average Exercise Price \$
Balance, beginning of period	1,739,296	0.75	-	-
Issued	<u>25,959,091</u>	0.40	<u>1,739,296</u>	0.75
Balance, end of period	<u>27,698,387</u>	0.42	<u>1,739,296</u>	0.75

The following table summarizes information about the Company warrants outstanding and exercisable at December 31, 2025:

Number	Exercise Price \$	Expiry Date
1,739,296	0.75	June 17, 2026
<u>25,959,091</u>	0.40	October 3, 2028
<u>27,698,387</u>		

(e) **Share Option Plan**

The Company has established a rolling share option plan (the "Plan") in which the maximum number of common shares which can be reserved for issuance under the Plan is 10% of the issued and outstanding shares of the Company. The minimum exercise price of the options is set at the Company's closing share price on the day before the grant date, less allowable discounts. Options granted may be subject to vesting provisions as determined by the Board of Directors and have a maximum term of ten years. The Plan permits the holder of share options to exercise cashless (net exercise) by surrendering a portion of the underlying share option shares to pay for the exercise cost.

During the three months ended December 31, 2025 the Company granted share options to purchase 100,000 common shares and recorded compensation expense of \$1,006 relating to the vesting of these share options. In addition the Company recorded share-based compensation of \$313,296 relating to the vesting of share options previously granted.

The fair value of share options granted during the three months ended December 31, 2025 were estimated using the Black-Scholes option pricing model using the following assumptions: risk-free interest rate of 0.87%; estimated volatility of 59%; expected life of 5 years; expected dividend yield of 0%; and estimated forfeiture rate of 0%. The weighted average measurement date fair value of all share options granted, using the Black-Scholes option pricing model, during the three months ended December 31, 2025 was \$0.22 per option.

During the three months ended December 31, 2024 the Company did not grant any share purchase options.

TINKA RESOURCES LIMITED
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(Unaudited - Expressed in Canadian Dollars)

6. Share Capital (continued)

A summary of the Company's share options at December 31, 2025 and 2024 and the changes for the three months ended on those dates, is as follows:

	2025		2024	
	Number of Options Outstanding	Weighted Average Exercise Price \$	Number of Options Outstanding	Weighted Average Exercise Price \$
Balance, beginning of period	8,130,000	0.56	2,995,500	1.25
Granted	100,000	0.44	-	-
Expired	-	-	(31,000)	1.25
Balance, end of period	<u>8,230,000</u>	0.56	<u>2,964,500</u>	1.25

The following table summarizes information about the share options outstanding and exercisable at December 31, 2025:

Number Outstanding	Number Exercisable	Exercise Price \$	Expiry Date
1,530,000	1,530,000	1.25	June 28, 2026
6,600,000	-	0.40	September 10, 2030
<u>100,000</u>	<u>-</u>	0.44	December 15, 2030
<u>8,230,000</u>	<u>1,530,000</u>		

7. Related Party Disclosures

Certain directors, officers, or their related parties, hold positions in other entities that result in them having control or significant influence over the financial or operating policies of those entities. Certain of these entities transacted with the Company during the reporting period. Transactions made with related parties are made in the normal course of business and are measured at the exchange amount, which is the amount of consideration established and agreed to by the related parties.

(a) *Transactions with Key Management Personnel*

Key management personnel include those persons having authority and responsibility for planning, directing and controlling the activities of the Company as a whole. The Company has determined that key management personnel consists of the Company's Chairman, Chief Executive Officer ("CEO") and Chief Financial Officer ("CFO").

During the three months ended December 31, 2025 the Company incurred \$125,499 (2024 - \$40,250) compensation with respect to the Company's key management personnel.

During the three months ended December 31, 2025 the Company also recorded \$169,939 (2024 -\$nil) share-based compensation relating to the vesting of share options previously granted to key management personnel.

The Company has a management agreement with its CEO which provides that in the event the CEO's services are terminated without cause or upon a change of control of the Company, a termination payment is payable. If the termination had occurred on December 31, 2025 the amount payable under the agreement would be approximately \$619,992.

TINKA RESOURCES LIMITED
NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
FOR THE THREE MONTHS ENDED DECEMBER 31, 2025
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7. Related Party Disclosures (continued)

(b) *Transactions with Other Related Parties*

- (i) During the three months ended December 31, 2025 the Company incurred \$40,000 (2024 - \$12,250) compensation with respect to the Company's current and former non-management directors and the current and former corporate secretary of the Company.

As at December 31, 2025 \$22,500 (September 30, 2025 - \$nil) remained unpaid and has been included in accounts payable and accrued liabilities.

During the three months ended December 31, 2025 the Company also recorded \$100,691 (2024 - \$nil) share-based compensation relating to the vesting of share options granted or previously granted to non-executive directors and the corporate secretary of the Company.

- (ii) During the three months ended December 31, 2025 the Company incurred a total of \$10,500 (2024 - \$13,750) with Chase Management Ltd. ("Chase"), a private corporation owned by the CFO, for accounting and administrative services provided by Chase personnel, excluding the CFO, and \$1,005 (2024 - \$1,005) for rent. As at December 31, 2025 \$4,505 (September 30, 2025 - \$4,505) remained unpaid and has been included in accounts payable and accrued liabilities.

During the three months ended December 31, 2025 the Company also recorded \$8,544 (2024 - \$nil) share-based compensation relating to the vesting of share options previously granted to Chase.

See also Note 6(c).

8. Segmented Information

Substantially all of the Company's operations are in one industry, the exploration for base and precious metals. Management reviews the financial results according to expenditures by property. The Company's mineral properties are located in Peru and its corporate assets are located in Canada. The Company is in the exploration stage and, accordingly, has no reportable segment revenues or operating results.

	December 31, 2025		
	Corporate Canada \$	Mineral Operations Peru \$	Total \$
Current assets	12,487,939	453,065	12,941,004
Property, plant and equipment	-	48,986	48,986
Exploration and evaluation assets	-	76,597,207	76,597,207
	<u>12,487,939</u>	<u>77,099,258</u>	<u>89,587,197</u>
	September 30, 2025		
	Corporate Canada \$	Mineral Operations Peru \$	Total \$
Current assets	6,382,303	143,875	6,526,178
Property, plant and equipment	-	33,998	33,998
Exploration and evaluation assets	-	75,301,165	75,301,165
Deferred share issue costs	10,571	-	10,571
	<u>6,392,874</u>	<u>75,479,038</u>	<u>81,871,912</u>

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9. Financial Instruments and Risk Management

Categories of Financial Assets and Financial Liabilities

Financial instruments are classified into one of the following categories: fair value through profit or loss (“FVTPL”); amortized cost; and fair value through other comprehensive income (“FVOCI”). The carrying values of the Company’s financial instruments are classified into the following categories:

Financial Instrument	Category	December 31, 2025 \$	September 30, 2025 \$
Cash	FVTPL	12,686,564	6,431,318
Accounts payable and accrued liabilities	Amortized cost	(568,626)	(816,019)

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

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

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

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

The recorded amounts for accounts payable and accrued liabilities approximate their fair value due to their short-term nature. The Company’s cash under the fair value hierarchy are measured using Level 1 inputs.

The Company’s risk exposures and the impact on the Company’s financial instruments are summarized below:

Credit Risk

Credit risk is the risk of loss associated with a counterparty’s inability to fulfill its payment obligations. The Company’s credit risk is primarily attributable to cash. Management believes that the credit risk concentration with respect to financial instruments included in cash is remote.

Liquidity Risk

Liquidity risk is the risk that the Company will not have the resources to meet its obligations as they fall due. The Company manages this risk by closely monitoring cash forecasts and managing resources to ensure that it will have sufficient liquidity to meet its obligations. All of the Company’s financial liabilities are classified as current and are anticipated to mature within the next fiscal period. The following table is based on the contractual maturity dates of financial assets and the earliest date on which the Company can be required to settle financial liabilities.

	Contractual Maturity Analysis at December 31, 2025				
	Less than 3 Months \$	3 - 12 Months \$	1 - 5 Years \$	Over 5 Years \$	Total \$
Cash	12,686,564	-	-	-	12,686,564
Accounts payable and accrued liabilities	(568,626)	-	-	-	(568,626)

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9. Financial Instruments and Risk Management (continued)

	Contractual Maturity Analysis at September 30, 2025				
	Less than 3 Months \$	3 - 12 Months \$	1 - 5 Years \$	Over 5 Years \$	Total \$
Cash	6,431,318	-	-	-	6,431,318
Accounts payable and accrued liabilities	(816,019)	-	-	-	(816,019)

Market Risk

Market risk is the risk of loss that may arise from changes in market factors such as interest rates, foreign exchange rates, and commodity and equity prices. These fluctuations may be significant.

(a) Interest Rate Risk

The Company is exposed to interest rate risk to the extent that the cash bear floating rates of interest. The interest rate risk on cash and cash equivalents and on the Company's obligations are not considered significant.

(b) Foreign Currency Risk

The Company has operations in Canada and Peru which are subject to foreign currency fluctuations. The Company's operating expenses are incurred in Canadian Dollars and Peruvian Nuevo Soles and the fluctuation of the Canadian Dollar in relation to other currencies will have an impact upon the profitability of the Company and may also affect the value of the Company's assets and the amount of shareholders' equity. The Company also maintains a US Dollar bank account with a Canadian bank. The Company has not entered into any agreements or purchased any instruments to hedge possible currency risks. At December 31, 2025, 1 Canadian Dollar was equal to 2.45 Peruvian Nuevo Soles and 0.73 US Dollar.

Balances are as follows:

	Peruvian Nuevo Soles	US Dollars	CDN \$ Equivalent
Cash	701,258	323,910	729,941
Accounts payable and accrued liabilities	<u>(1,004,425)</u>	<u>(13,000)</u>	<u>(427,777)</u>
	<u>(303,167)</u>	<u>310,910</u>	<u>302,164</u>

Based on the net exposures as of December 31, 2025 and, assuming that all other variables remain constant, a 10% fluctuation on the Canadian Dollar against the Peruvian Nuevo Soles and US Dollar would result in the Company's net loss being approximately \$31,000 higher or lower.

Capital Management

The Company manages its capital structure and makes adjustments to it, based on the funds available to the Company, in order to support the acquisition and exploration of mineral properties. The Board of Directors does not establish quantitative return on capital criteria for management, but rather relies on the expertise of the Company's management to sustain future development of the business. The Company defines capital that it manages as share capital and cash. The Company will continue to assess new properties and seek to acquire an interest in additional properties if it feels there is sufficient geologic or economic potential and if it has adequate financial resources to do so. Management reviews its capital management approach on an ongoing basis and believes that this approach, given the relative size of the Company, is reasonable.

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10. Supplemental Cash Flow Information

During the three months ended December 31, 2025 and 2024 non-cash activities were conducted by the Company as follows:

	2025 \$	2024 \$
Operating activities		
Depreciation	3,158	3,195
Accounts payable and accrued liabilities	<u>349,695</u>	<u>141,624</u>
	<u>352,853</u>	<u>144,819</u>
Investing activity		
Exploration and evaluation assets	<u>(352,853)</u>	<u>(144,819)</u>