



**SILVER HAMMER**  
MINING CORP.

**CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS**

**FOR THE NINE MONTHS ENDED JUNE 30, 2025**

**(EXPRESSED IN CANADIAN DOLLARS)**  
**(UNAUDITED)**

#### **NOTICE OF NO AUDITOR REVIEW OF INTERIM FINANCIAL STATEMENTS**

**Under National Instrument 51-102, Part 4, subsection 4.3(3) (a), if an auditor has not performed a review of the interim financial statements; they must be accompanied by a notice indicating that the financial statements have not been reviewed by an auditor. The Company's independent auditor has not performed a review of these financial statements in accordance with standards established by the Canadian Institute of Chartered Accountants for a review of interim financial statements by an entity's auditor.**

## Table of Contents

|                                                                                                   |          |
|---------------------------------------------------------------------------------------------------|----------|
| <b>Condensed Consolidated Interim Statements of Financial Position (unaudited)</b> .....          | <b>4</b> |
| <b>Condensed Consolidated Interim Statements of Loss and Comprehensive Loss (unaudited)</b> ..... | <b>5</b> |
| <b>Condensed Consolidated Interim Statements of Changes in Equity (unaudited)</b> .....           | <b>6</b> |
| <b>Condensed Consolidated Interim Statements of Cash Flows (unaudited)</b> .....                  | <b>7</b> |
| <b>Notes to the Condensed Consolidated Interim Financial Statements (unaudited)</b> .....         | <b>8</b> |
| 1. Corporate information and continuance of operations .....                                      | 8        |
| 2. Material accounting policy information and basis of preparation .....                          | 9        |
| 3. Exploration and evaluation assets .....                                                        | 10       |
| 4. Share capital.....                                                                             | 11       |
| 5. Related party transactions .....                                                               | 14       |
| 6. Contingencies.....                                                                             | 15       |
| 7. Segmented information .....                                                                    | 15       |
| 8. Management of capital .....                                                                    | 15       |
| 9. Financial instruments and risk management.....                                                 | 16       |

**SILVER HAMMER MINING CORP.**

Condensed Consolidated Interim Statements of Financial Position (unaudited)

(Expressed in Canadian Dollars)

|                                                     | As at   | June 30,         | September 30,    |
|-----------------------------------------------------|---------|------------------|------------------|
|                                                     | Note(s) | 2025             | 2024             |
|                                                     |         | \$               | \$               |
| <b>ASSETS</b>                                       |         |                  |                  |
| <b>Current assets</b>                               |         |                  |                  |
| Cash                                                |         | 56,864           | 35,767           |
| Amounts receivable                                  |         | 5,690            | 23,472           |
| Prepaid expenses                                    |         | 19,138           | 13,777           |
|                                                     |         | <b>81,692</b>    | <b>73,016</b>    |
| <b>Non-current assets</b>                           |         |                  |                  |
| Reclamation deposits                                | 3       | 30,854           | 30,543           |
| Property, plant and equipment                       |         | -                | 1,409            |
| Exploration and evaluation assets                   | 3       | 8,173,734        | 8,127,835        |
|                                                     |         | <b>8,204,588</b> | <b>8,159,787</b> |
| <b>TOTAL ASSETS</b>                                 |         | <b>8,286,280</b> | <b>8,232,803</b> |
| <b>LIABILITIES</b>                                  |         |                  |                  |
| <b>Current liabilities</b>                          |         |                  |                  |
| Accounts payable and accrued liabilities            | 5, 6    | 689,608          | 885,280          |
| <b>TOTAL LIABILITIES</b>                            |         | <b>689,608</b>   | <b>885,280</b>   |
| <b>SHAREHOLDERS' EQUITY</b>                         |         |                  |                  |
| Share capital                                       | 4       | 13,076,492       | 12,405,539       |
| Share subscription received                         | 4       | 27,500           | 31,500           |
| Reserves                                            | 4       | 2,331,396        | 2,252,634        |
| Accumulated deficit                                 |         | (7,838,716)      | (7,342,150)      |
| <b>TOTAL SHAREHOLDERS' EQUITY</b>                   |         | <b>7,596,672</b> | <b>7,347,523</b> |
| <b>TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY</b>   |         | <b>8,286,280</b> | <b>8,232,803</b> |
| Corporate information and continuance of operations | 1       |                  |                  |
| Segmented information                               | 7       |                  |                  |
| Subsequent events                                   | 4       |                  |                  |

These unaudited condensed consolidated interim financial statements were approved for issue by the Board of Directors and signed on its behalf by:

/s/ Alnesh Mohan Director

/s/ Donald J. Birak Director

**SILVER HAMMER MINING CORP.**

## Condensed Consolidated Interim Statements of Loss and Comprehensive Loss (unaudited)

(Expressed in Canadian Dollars)

|                                                                                                                  | Note(s) | For the three months ended |                   | For the nine months ended |                    |
|------------------------------------------------------------------------------------------------------------------|---------|----------------------------|-------------------|---------------------------|--------------------|
|                                                                                                                  |         | June 30,<br>2025           | June 30,<br>2024  | June 30,<br>2025          | June 30,<br>2024   |
|                                                                                                                  |         | \$                         | \$                | \$                        | \$                 |
| <b>Expenses</b>                                                                                                  |         |                            |                   |                           |                    |
| Consulting fees                                                                                                  | 5       | 50,000                     | 60,275            | 150,000                   | 190,275            |
| Depreciation                                                                                                     |         | 209                        | 600               | 1,409                     | 1,800              |
| Foreign exchange (gain) loss                                                                                     |         | (19,113)                   | 4,074             | 4,314                     | 5,379              |
| General and administrative                                                                                       |         | 6,950                      | 13,182            | 19,691                    | 38,932             |
| Investor relations and promotion                                                                                 |         | 1,105                      | 39,113            | 19,217                    | 272,732            |
| Professional fees                                                                                                | 5       | 78,912                     | 78,531            | 187,257                   | 179,539            |
| Project evaluation costs                                                                                         | 5       | -                          | 46,508            | -                         | 621,507            |
| Regulatory and transfer agents                                                                                   |         | 6,053                      | 12,647            | 16,777                    | 35,272             |
| Travel                                                                                                           |         | 900                        | 2,397             | 6,502                     | 10,046             |
| <b>Total expenses</b>                                                                                            |         | <b>(125,016)</b>           | <b>(257,327)</b>  | <b>(405,167)</b>          | <b>(1,355,482)</b> |
| <b>Other expenses</b>                                                                                            |         |                            |                   |                           |                    |
| Loss on debt settlement                                                                                          | 4       | (91,399)                   | -                 | (91,399)                  | -                  |
| <b>Total other expenses</b>                                                                                      |         | <b>(91,399)</b>            | <b>-</b>          | <b>(91,399)</b>           | <b>-</b>           |
| <b>Net loss</b>                                                                                                  |         | <b>(216,415)</b>           | <b>(257,327)</b>  | <b>(496,566)</b>          | <b>(1,355,482)</b> |
| <b>Other comprehensive (loss) income</b>                                                                         |         |                            |                   |                           |                    |
| <b>Items that may be reclassified subsequently to profit or loss:</b>                                            |         |                            |                   |                           |                    |
| Foreign currency translation differences for foreign operations                                                  |         | (161,574)                  | 30,974            | 30,904                    | 22,343             |
| <b>Total comprehensive loss</b>                                                                                  |         | <b>(377,989)</b>           | <b>(226,353)</b>  | <b>(465,662)</b>          | <b>(1,333,139)</b> |
| <b>Basic and diluted loss per share for the period attributable to common shareholders (\$ per common share)</b> |         |                            |                   |                           |                    |
|                                                                                                                  |         | <b>(0.01)</b>              | <b>(0.00)</b>     | <b>(0.01)</b>             | <b>(0.03)</b>      |
| <b>Weighted average number of common shares outstanding - basic and diluted</b>                                  |         |                            |                   |                           |                    |
|                                                                                                                  |         | <b>65,368,697</b>          | <b>54,191,412</b> | <b>61,369,631</b>         | <b>54,191,412</b>  |

See accompanying notes to these unaudited condensed consolidated interim financial statements

**SILVER HAMMER MINING CORP.**

Condensed Consolidated Interim Statements of Changes in Equity (unaudited)  
(Expressed in Canadian Dollars)

|                                            |      | Share capital                 |                   | Share<br>subscription<br>received | Reserves                 |                     |                | Accumulated<br>other<br>comprehensive<br>income (loss) | Accumulated<br>deficit | TOTAL            |
|--------------------------------------------|------|-------------------------------|-------------------|-----------------------------------|--------------------------|---------------------|----------------|--------------------------------------------------------|------------------------|------------------|
|                                            |      | Number of<br>common<br>shares | \$                | \$                                | Stock options<br>reserve | Warrants<br>reserve |                | \$                                                     | \$                     | \$               |
| Note(s)                                    |      |                               |                   |                                   |                          |                     |                |                                                        |                        |                  |
| <b>Balance as of September 30, 2024</b>    |      | <b>54,191,412</b>             | <b>12,405,539</b> | <b>31,500</b>                     | <b>1,372,210</b>         | <b>726,621</b>      | <b>153,803</b> | <b>(7,342,150)</b>                                     |                        | <b>7,347,523</b> |
| Shares issued for cash - private placement | 4    | 3,645,427                     | 154,408           | (31,500)                          | -                        | 46,091              | -              | -                                                      | -                      | 168,999          |
| Share issue costs                          | 4    | -                             | (10,835)          | -                                 | -                        | -                   | -              | -                                                      | -                      | (10,835)         |
| Fair value of finders' warrants            | 4    | -                             | (1,767)           | -                                 | -                        | 1,767               | -              | -                                                      | -                      | -                |
| Share subscription received                |      | -                             | -                 | 27,500                            | -                        | -                   | -              | -                                                      | -                      | 27,500           |
| Shares issued for debt settlement          | 4, 5 | 7,959,048                     | 529,147           | -                                 | -                        | -                   | -              | -                                                      | -                      | 529,147          |
| Loss and comprehensive loss for the period |      | -                             | -                 | -                                 | -                        | -                   | 30,904         | (496,566)                                              |                        | (465,662)        |
| <b>Balance as of June 30, 2025</b>         |      | <b>65,795,887</b>             | <b>13,076,492</b> | <b>27,500</b>                     | <b>1,372,210</b>         | <b>774,479</b>      | <b>184,707</b> | <b>(7,838,716)</b>                                     |                        | <b>7,596,672</b> |
|                                            |      |                               |                   |                                   |                          |                     |                |                                                        |                        |                  |
| <b>Balance as of September 30, 2023</b>    |      | <b>54,191,412</b>             | <b>12,405,539</b> |                                   | <b>1,372,210</b>         | <b>726,621</b>      | <b>168,471</b> | <b>(5,766,395)</b>                                     |                        | <b>8,906,446</b> |
| Loss and comprehensive loss for the period |      | -                             | -                 |                                   | -                        | -                   | 22,343         | (1,355,482)                                            |                        | (1,333,139)      |
| <b>Balance as of June 30, 2024</b>         |      | <b>54,191,412</b>             | <b>12,405,539</b> |                                   | <b>1,372,210</b>         | <b>726,621</b>      | <b>190,814</b> | <b>(7,121,877)</b>                                     |                        | <b>7,573,307</b> |

See accompanying notes to these unaudited condensed consolidated interim financial statements

**SILVER HAMMER MINING CORP.**

## Condensed Consolidated Interim Statements of Cash Flows (unaudited)

(Expressed in Canadian Dollars)

|                                                                                                 | Note(s) | For the nine months ended |                  |
|-------------------------------------------------------------------------------------------------|---------|---------------------------|------------------|
|                                                                                                 |         | June 30,<br>2025          | June 30,<br>2024 |
|                                                                                                 |         | \$                        | \$               |
| <b>Cash flow from (used in)</b>                                                                 |         |                           |                  |
| <b>OPERATING ACTIVITIES</b>                                                                     |         |                           |                  |
| Net loss                                                                                        |         | (496,566)                 | (1,355,482)      |
| Depreciation                                                                                    |         | 1,409                     | 1,800            |
| Loss on debt settlement                                                                         | 4       | 91,399                    | -                |
| <b>Net changes in non-cash working capital items:</b>                                           |         |                           |                  |
| Amounts receivable                                                                              |         | 17,782                    | (7,999)          |
| Prepaid expenses                                                                                |         | (5,463)                   | 135,421          |
| Accounts payable and accrued liabilities                                                        |         | 246,619                   | 724,134          |
| <b>Cash flow used in operating activities</b>                                                   |         | <b>(144,820)</b>          | <b>(502,126)</b> |
| <b>INVESTING ACTIVITIES</b>                                                                     |         |                           |                  |
| Exploration and evaluation assets additions                                                     | 3       | (19,747)                  | (25,722)         |
| <b>Cash flow used in investing activities</b>                                                   |         | <b>(19,747)</b>           | <b>(25,722)</b>  |
| <b>FINANCING ACTIVITIES</b>                                                                     |         |                           |                  |
| Proceeds on issuance of common shares, net of cash share issue costs                            | 4       | 158,164                   | -                |
| Share subscription received                                                                     | 4       | 27,500                    | -                |
| <b>Cash flow provided by financing activities</b>                                               |         | <b>185,664</b>            | <b>-</b>         |
| <b>Decrease in cash</b>                                                                         |         | <b>21,097</b>             | <b>(527,848)</b> |
| <b>Cash, beginning of period</b>                                                                |         | <b>35,767</b>             | <b>632,232</b>   |
| <b>Cash, end of period</b>                                                                      |         | <b>56,864</b>             | <b>104,384</b>   |
| <b>Supplemental cash flow information</b>                                                       |         |                           |                  |
| Change in accounts payable and accrued liabilities related to exploration and evaluation assets |         | 4,545                     | -                |
| Fair value of finders' warrants                                                                 | 4       | 1,767                     | -                |
| Shares issued for debt settlement                                                               | 4, 5    | 529,147                   | -                |
| Reclassification of the deferred acquisition costs to project evaluation costs                  |         | -                         | 571,390          |
| Cash paid for income taxes                                                                      |         | -                         | -                |
| Cash paid for interest                                                                          |         | -                         | -                |

See accompanying notes to these unaudited condensed consolidated interim financial statements

## SILVER HAMMER MINING CORP.

Notes to the Condensed Consolidated Interim Financial Statements (unaudited)

For the Nine Months ended June 30, 2025 and 2024

(Expressed in Canadian Dollars)

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### 1. CORPORATE INFORMATION AND CONTINUANCE OF OPERATIONS

Silver Hammer Mining Corp. (the “Company”) was formed on May 2, 2017 under the laws of British Columbia. The address of the Company’s corporate office and its principal place of business is Suite 300 – 1055 West Hastings Street, Vancouver, British Columbia, V6E 2E9, Canada.

The Company’s common shares are listed on the Canadian Securities Exchange under the symbol “HAMR”.

The Company’s principal business activities include the acquisition and exploration of mineral property assets. As of June 30, 2025, the Company holds an interest in early-stage mineral exploration properties located in the United States and the Company had not yet determined whether the Company’s mineral property asset contains a deposit of minerals that is economically recoverable. The recoverability of amounts shown for exploration and evaluation assets is dependent upon the discovery of economically recoverable reserves, confirmation of the Company’s interest in the underlying mineral claims, the ability of the Company to obtain the necessary financing to complete the development of and the future profitable production from the property or realizing proceeds from its disposition. The outcome of these matters cannot be predicted at this time and the uncertainties cast significant doubt upon the Company’s ability to continue as a going concern.

The Company had a working capital deficiency of \$607,916 (September 30, 2024 – \$812,264) and a deficit of \$7,838,716 as of June 30, 2025 (September 30, 2024 – \$7,342,150), which has been funded primarily by the issuance of equity. The Company’s ability to continue its operations and to realize its assets at their carrying values is dependent upon obtaining additional financing and generating revenues sufficient to cover its operating costs. These unaudited condensed consolidated interim financial statements do not give effect to any adjustments which would be necessary should the Company be unable to continue as a going concern and therefore be required to realize its assets and discharge its liabilities in other than the normal course of business and at amounts different from those reflected in these unaudited condensed consolidated interim financial statements. While the Company has been successful in obtaining financing in the past, there is no assurance that such financing will continue to be available or be available on favorable terms in the future. An inability to raise additional financing may impact the future assessment of the Company as a going concern. In the event that additional financial support is not received or operating profits are not generated, the carrying values of the Company’s assets may be adversely affected. These factors indicate the existence of a material uncertainty that may cast significant doubt about the Company’s ability to continue as a going concern.

#### *Proposed Financings*

On June 17, 2025, the Company announced a non-brokered private placement of up to 32,890,910 units at a price of \$0.055 per unit, for total gross proceeds of \$1,809,000. Each unit consists of:

- One common share of the Company; and
- One share purchase warrant, entitling the holder to acquire one additional common share at an exercise price of \$0.07, exercisable for a period of 60 months from the closing date of the private placement.

See Note 4 for additional details.

## SILVER HAMMER MINING CORP.

Notes to the Condensed Consolidated Interim Financial Statements (unaudited)

For the Nine Months ended June 30, 2025 and 2024

(Expressed in Canadian Dollars)

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## 2. MATERIAL ACCOUNTING POLICY INFORMATION AND BASIS OF PREPARATION

### *Statement of compliance with International Financial Reporting Standards*

These unaudited condensed consolidated interim financial statements of the Company have been prepared in accordance with IFRS Accounting Standards ("IFRS") issued by the International Accounting Standards Board ("IASB"). These financial statements comply with International Accounting Standard 34, Interim Financial Reporting.

### *Basis of presentation*

These unaudited condensed consolidated interim financial statements include the accounts of the Company and its subsidiaries. This interim financial report does not include all of the information required of a full annual financial report and is intended to provide users with an update in relation to events and transactions that are significant to an understanding of the changes in financial position and performance of the Company since the end of the last annual reporting period. It is therefore recommended that this financial report be read in conjunction with the annual financial statements of the Company for the year ended September 30, 2024.

These unaudited condensed consolidated interim financial statements of the Company for the nine months ended June 30, 2025, were approved by the Board of Directors on August 27, 2025.

### *New accounting standards and pronouncements*

Certain new standards, interpretations, amendments and improvements to existing standards were issued by the IASB that are mandatory for accounting periods beginning on or after July 1, 2024. The Company does not expect that any new or amended standards or interpretations that are effective for annual periods beginning on or after July 1, 2024 will have a significant impact on the Company's results of operations or financial position.

- *Disclosure of Accounting Policies*

In February 2021, the IASB issued amendments to IAS 1, which change the disclosure requirements with respect to accounting policies from 'significant accounting policies' to 'material accounting policy information'. The amendments provide guidance on when accounting policy information is likely to be considered material. The amendments to IAS 1 are effective for annual reporting periods beginning on or after January 1, 2023, with earlier application permitted.

- *Definition of Accounting Estimates (Amendment to IAS 8)*

In February 2021, the IASB issued amendments to IAS 8, which added the definition of Accounting Estimates in IAS 8. The amendments also clarified that the effects of a change in an input or measurement technique are changes in accounting estimates, unless resulting from correction of prior period errors.

- *Classification of Liabilities as Current or Non-Current*

The IASB issued amendments to IAS 1 - Classification of Liabilities as Current or Non-current in January 2020, which have been further amended partially by amendments Non-current Liabilities with Covenants issued in October 2022. The amendments require that an entity's right to defer settlement of a liability for at least twelve months after the reporting period must have substance and must exist at the end of the reporting period. Classification of a liability is unaffected by the likelihood that the entity will exercise its right to defer settlement for at least twelve months after the reporting period. Subsequent to the release of amendments to IAS 1 Classification of Liabilities as Current or Non-Current, the IASB amended IAS 1 further in October 2022. If an entity's right to defer is subject to the entity complying with specified conditions, such conditions affect whether that right exists at the end of the reporting period, if the entity is required to comply with the condition on or before the end of the reporting period and not if the entity is required to comply with the conditions after the reporting period. The amendments also provide clarification on the meaning of 'settlement' for the purpose of classifying a liability as current or non-current.

There was no material impact upon adoption of the above accounting standards.

## SILVER HAMMER MINING CORP.

Notes to the Condensed Consolidated Interim Financial Statements (unaudited)

For the Nine Months ended June 30, 2025 and 2024

(Expressed in Canadian Dollars)

### 2. MATERIAL ACCOUNTING POLICY INFORMATION AND BASIS OF PREPARATION (CONTINUED)

#### *New accounting standards and pronouncements (continued)*

- IFRS 18 Presentation and Disclosure in the Financial Statements

In April 2024, the IASB issued a new IFRS accounting standard to improve the reporting of financial performance. IFRS 18 Presentation and Disclosure in the Financial Statements replaces IAS 1 Presentation of Financial Statements. The standards will become effective January 1, 2027, with early adoption permitted.

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

### 3. EXPLORATION AND EVALUATION ASSETS

The Company's evaluation and exploration assets are broken down as follows:

|                                       | Silver Strand<br>Project<br>\$ | Eliza Silver<br>Project<br>\$ | Silverton<br>Silver Project<br>\$ | TOTAL<br>\$ |
|---------------------------------------|--------------------------------|-------------------------------|-----------------------------------|-------------|
| Balance as of September 30, 2024      | 4,869,087                      | 1,770,086                     | 1,488,662                         | 8,127,835   |
| Deferred exploration costs            |                                |                               |                                   |             |
| - Geological                          | 15,202                         | -                             | -                                 | 15,202      |
|                                       | 15,202                         | -                             | -                                 | 15,202      |
| Effect of movements in exchange rates | 22,824                         | 5,222                         | 2,651                             | 30,697      |
| Balance as of June 30, 2025           | 4,907,113                      | 1,775,308                     | 1,491,313                         | 8,173,734   |

#### Silver Strand Project

##### Asset Purchase Agreement with Silver Strand Development LLC

On January 21, 2021, the Company through its' wholly owned subsidiary, 123456 US Inc., entered into an asset purchase agreement with a third party, Silver Strand Development LLC. ("SSD") (the "SSD Agreement") to acquire a 100% interest in certain mineral claims (the "SSD Claims") located in the State of Idaho, USA.

To acquire 100% interest of the SSD Claims, the Company will have to:

- Pay US\$10,000 to SSD for the transfer of the title to 123456 US Inc. of the SSD Claims (the "Transfer of Title") (paid);
- Pay US\$25,000 to SSD within 5 business days of the SS Acquisition (paid – \$31,171);
- Issue 200,000 common shares of the Company to SSD at the date of the SS Acquisition (issued with fair value of \$50,000);
- Pay US\$25,000 to SSD on the first anniversary following the completion of the SS Acquisition (paid – \$32,371); and
- Issue 200,000 common shares of the Company to SSD on the first anniversary following the completion of the SS Acquisition (issued with fair value of \$73,000).

## **SILVER HAMMER MINING CORP.**

Notes to the Condensed Consolidated Interim Financial Statements (unaudited)

For the Nine Months ended June 30, 2025 and 2024

(Expressed in Canadian Dollars)

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### **3. EXPLORATION AND EVALUATION ASSETS (CONTINUED)**

#### **Eliza Silver Project and Silverton Silver Project**

The Company through its' wholly owned subsidiary, 1304562 B.C. Ltd., owns a 100% interest in the Eliza Silver Project and the Silverton Silver Mine.

During the year ended September 30, 2022, the Company entered into an asset purchase agreement with Treasure Hill Resources LLC ("TH Resources") to acquire certain patented mining claims and associated property rights in White Pine County, Nevada (the "California Patent") with an amount of \$31,263 (US\$25,000). TH Resources will retain a 1% NSR from the production of minerals from the California Patent.

During the year ended September 30, 2022, the Company made a reclamation deposit of US\$22,600 as collateral for the Silverton Silver project in the event of future operations. As of June 30, 2025, the balance of the reclamation deposit was \$30,854 (US\$22,600) (September 30, 2024 – \$30,543 (US\$22,600)).

### **4. SHARE CAPITAL**

#### **Authorized share capital**

Unlimited number of common shares without par value.

#### **Issued share capital**

As of June 30, 2025, the Company had 65,795,887 common shares issued and outstanding (September 30, 2024 – 54,191,412).

#### **During the nine months ended June 30, 2025**

- On October 1, 2024, the Company executed an agreement with the Chief Executive Officer ("CEO") and Chief Financial Officer ("CFO") to settle outstanding payables amounting to \$186,400 through the issuance of 3,389,092 common shares.
- On December 16, 2024, the Company completed a non-brokered private placement (the "2024 Financing") by issuing 3,072,700 units at \$0.055 per unit for total gross proceeds of \$168,999. Each unit is comprised of one common share of the Company and one transferable common share purchase warrant. Each warrant entitles the holder to purchase one additional common share of the Company at a price of \$0.07 for a period of 36 months from the closing date of the 2024 Financing.

For accounting purposes, the Company applied the residual method to allocate the proceeds to common shares and warrants and determined that \$46,091 was allocated to the warrants.

In connection with the 2024 Financing, the Company:

- paid finders' fees of \$5,285 in cash; and
- issued 96,089 finders' warrants, each exercisable to acquire one common share at \$0.07 for a period of 36 months from the closing date of the 2024 Financing.

## SILVER HAMMER MINING CORP.

Notes to the Condensed Consolidated Interim Financial Statements (unaudited)

For the Nine Months ended June 30, 2025 and 2024

(Expressed in Canadian Dollars)

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### 4. SHARE CAPITAL (CONTINUED)

#### Issued share capital (continued)

##### **During the nine months ended June 30, 2025 (continued)**

The Company estimated the fair value of finders' warrants using the Black-Scholes options pricing model, assuming a risk-free interest rate of 2.94%, an expected life of 3 years, an expected volatility of 90% and an expected dividend yield of 0%, which totaled \$1,767, and recorded these values as share issuance costs.

- On April 7, 2025, the Company issued 4,569,956 common shares with a fair value of \$342,747 to settle outstanding payables owed to various service providers including the CEO and CFO of the Company, totaling \$251,348. As a result, the Company recognized a loss on debt settlement of \$91,399, which was recorded in the consolidated statements of loss and comprehensive loss for the nine months ended June 30, 2025.
- On April 21, 2025, the Company completed a non-brokered private placement by issuing 572,727 units at \$0.055 per unit for total gross proceeds of \$31,500. The proceeds were received during the year ended September 30, 2024. Each unit is comprised of one common share of the Company and one transferable common share purchase warrant. Each warrant entitles the holder to purchase one additional common share of the Company at a price of \$0.07 for a period of 36 months from the closing date of the financing. For accounting purposes, the Company applied the residual method to allocate the proceeds to common shares and warrants and determined that no value was allocated to the warrants.
- In connection with the share capital transaction discussed above, the Company incurred \$10,835 in share issuance costs.

During the nine months ended June 30, 2024, no share capital transactions occurred.

##### **Subsequent to June 30, 2025**

As discussed in Note 1, the Company closed the first tranche of its non-brokered private placement by issuing 6,026,418 units at a price of \$0.055 per unit, for total gross proceeds of \$331,453 of which \$27,500 was received during the nine months ended June 30, 2025. Each unit consists of one common share of the Company and one common share purchase warrant, entitling the holder to acquire one additional common share at an exercise price of \$0.07, exercisable for a period of five years from the date of issuance. In connection with the first tranche, the Company paid finder's fees of \$7,315 in cash and issued 133,000 finder's warrants. Each finder's warrant entitles the holder to acquire one common share of the Company at an exercise price of \$0.07, exercisable for a period of five years from the date of issuance.

**SILVER HAMMER MINING CORP.**

Notes to the Condensed Consolidated Interim Financial Statements (unaudited)

For the Nine Months ended June 30, 2025 and 2024

(Expressed in Canadian Dollars)

**4. SHARE CAPITAL (CONTINUED)****Warrants**

The changes in warrants during the nine months ended June 30, 2025, are as follows:

|                         | Number outstanding | Weighted average exercise price (\$) |
|-------------------------|--------------------|--------------------------------------|
| <b>Balance, opening</b> | 4,180,450          | 0.32                                 |
| Issued                  | 3,741,516          | 0.07                                 |
| Expired                 | (4,180,450)        | 0.32                                 |
| <b>Balance, closing</b> | <b>3,741,516</b>   | <b>0.07</b>                          |

During the nine months ended June 30, 2025, and 2024, 4,180,450 and 4,509,474 warrants expired unexercised, respectively.

Except for the items mentioned above, no warrants were issued, exercised, or expired during the nine months ended June 30, 2025, and 2024.

The following summarizes information about warrants outstanding as of June 30, 2025:

| Expiry date                                 | Exercise price (\$) | Warrants outstanding | Estimated grant date fair value (\$) | Weighted average remaining contractual life (in years) |
|---------------------------------------------|---------------------|----------------------|--------------------------------------|--------------------------------------------------------|
| December 16, 2027                           | 0.07                | 3,168,789            | 47,858                               | 2.46                                                   |
| April 17, 2028                              | 0.07                | 572,727              | -                                    | 2.80                                                   |
|                                             |                     | <b>3,741,516</b>     | <b>47,858</b>                        | <b>2.51</b>                                            |
| <b>Weighted average exercise price (\$)</b> |                     | <b>0.07</b>          |                                      |                                                        |

**Options**

The Company has a share option plan (the "Plan") that allows it to grant options to its employees, officers, directors and consultants. A fixed maximum of 10% of the common shares issued may be granted. The exercise price of each option shall not be less than the closing market price for the common shares on the trading day prior to the date of the grant. Options may have a maximum term of ten years. Vesting conditions of options is at the discretion of the Board of Directors at the time the options are granted.

The changes in options during the nine months ended June 30, 2025, are as follows:

|                         | Number outstanding | Weighted average exercise price (\$) |
|-------------------------|--------------------|--------------------------------------|
| <b>Balance, opening</b> | 3,235,000          | 0.41                                 |
| Cancelled               | (1,045,000)        | 0.50                                 |
| <b>Balance, closing</b> | <b>2,190,000</b>   | <b>0.37</b>                          |

During the nine months ended June 30, 2025, 1,045,000 options were cancelled.

During the nine months ended June 30, 2024, 450,000 options were cancelled.

**SILVER HAMMER MINING CORP.**

Notes to the Condensed Consolidated Interim Financial Statements (unaudited)

For the Nine Months ended June 30, 2025 and 2024

(Expressed in Canadian Dollars)

**4. SHARE CAPITAL (CONTINUED)****Options (continued)**

The following summarizes information about stock options outstanding and exercisable as of June 30, 2025:

| Expiry date                          | Exercise price (\$) | Options outstanding | Options exercisable | Estimated grant date fair value (\$) | Weighted average remaining contractual life (in years) |
|--------------------------------------|---------------------|---------------------|---------------------|--------------------------------------|--------------------------------------------------------|
| June 16, 2026                        | 0.62                | 700,000             | 700,000             | 255,664                              | 0.96                                                   |
| February 15, 2028                    | 0.24                | 1,305,000           | 1,305,000           | 254,025                              | 2.63                                                   |
| March 15, 2028                       | 0.24                | 185,000             | 185,000             | 22,248                               | 2.71                                                   |
|                                      |                     | <b>2,190,000</b>    | <b>2,190,000</b>    | <b>531,937</b>                       | <b>2.10</b>                                            |
| Weighted average exercise price (\$) |                     | <b>0.13</b>         | <b>0.36</b>         |                                      |                                                        |

**Subsequent to June 30, 2025**

- The Company granted 4,300,000 options with an exercise price of \$0.055 to its directors, officers, and consultants. The options are exercisable for a period of five years. All of the options granted vested immediately at the date of grant.
- 485,000 options were cancelled.

**5. RELATED PARTY TRANSACTIONS****Related party transactions**

The Company considers the executive officers and directors as the key management of the Company.

Total compensation of key company personnel for the nine months ended June 30, 2025, and 2024 are as follows:

|                                                                        | For the nine months ended |                |
|------------------------------------------------------------------------|---------------------------|----------------|
|                                                                        | June 30, 2025             | June 30, 2024  |
|                                                                        | \$                        | \$             |
| <b>Peter Ball, CEO, President, Director <sup>(1)</sup></b>             |                           |                |
| Consulting fees                                                        | 150,000                   | 150,000        |
| <b>Alnesh Mohan, CFO, Director, Corporate Secretary <sup>(2)</sup></b> |                           |                |
| Professional fees                                                      | 93,660                    | 99,300         |
| Project evaluation costs                                               | -                         | 12,500         |
|                                                                        | <b>93,660</b>             | <b>111,800</b> |
| <b>Angie Ball, Corporate Administrator <sup>(1)</sup></b>              |                           |                |
| Professional fees                                                      | 2,500                     | -              |
|                                                                        | <b>2,500</b>              | <b>-</b>       |
| <b>TOTAL</b>                                                           | <b>246,160</b>            | <b>261,800</b> |

(1) Fees paid to Ariston Capital Corp., a corporation controlled by the CEO, President and Director.

(2) Fees paid to Quantum Advisory Partners LLP, a partnership in which the CFO is an incorporated partner. Fees were paid for the provision of CFO, financial reporting and accounting support.

## **SILVER HAMMER MINING CORP.**

Notes to the Condensed Consolidated Interim Financial Statements (unaudited)

For the Nine Months ended June 30, 2025 and 2024

(Expressed in Canadian Dollars)

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### **5. RELATED PARTY TRANSACTIONS (CONTINUED)**

#### **Related party balances**

The balances due to the Company's directors and officer, included in accounts payable and accrued liabilities, amounted to \$64,350 as of June 30, 2025 (September 30, 2024 – \$196,442). These amounts are unsecured, non-interest bearing, and payable on demand. In addition, as discussed in Note 4, \$350,360 was settled through the issuance of 6,370,184 common shares during the nine months ended June 30, 2025.

### **6. CONTINGENCIES**

The Company is from time to time involved in various claims, legal proceedings and complaints arising in the ordinary course of business. Other than disclosed herein, the Company does not believe that adverse decisions in any pending or threatened proceedings related to any matter, or any amount which it may be required to pay by reason thereof, will have a material effect on the financial condition or future results of operations of the Company.

During the year ended September 30, 2024, the Company received a court order regarding an amount owed to a law firm (the "Firm"). On May 13, 2024, a judgment was rendered against the Company for its failure to make payment for services rendered under the engagement letter. As a result, in addition to the amount owed to the Firm, the Company is responsible for paying attorney fees, court costs, and pre- and post-judgment interest. The total amount owed to the Firm, as of June 30, 2025, was US\$242,127. This amount remains unpaid and is included in accounts payable and accrued liabilities as of June 30, 2025.

### **7. SEGMENTED INFORMATION**

The Company operates in one reportable segment being the exploration and evaluation of mineral properties. The Company's non-current assets mainly consist of the exploration and evaluation assets located in the United States.

### **8. MANAGEMENT OF CAPITAL**

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 sourcing and exploration of its resource property. The Company does not have any externally imposed capital requirements to which it is subject.

The Company considers the aggregate of its share capital, contributed surplus and deficit as capital. The Company manages the capital structure and makes adjustments to it in light of changes in economic conditions and the risk characteristics of the underlying assets. To maintain or adjust the capital structure, the Company may attempt to issue new shares or dispose of assets or adjust the amount of cash.

**SILVER HAMMER MINING CORP.**

Notes to the Condensed Consolidated Interim Financial Statements (unaudited)

For the Nine Months ended June 30, 2025 and 2024

(Expressed in Canadian Dollars)

**9. FINANCIAL INSTRUMENTS AND RISK MANAGEMENT****Fair value**

Financial instruments are classified into one of the following categories: FVTPL, amortized cost and FVTOCI.

Set out below are the Company's financial assets and liabilities by category:

|                                          | June 30, 2025 | FVTPL  | Amortized costs | FVTOCI |
|------------------------------------------|---------------|--------|-----------------|--------|
|                                          | \$            | \$     | \$              | \$     |
| <b>FINANCIAL ASSETS</b>                  |               |        |                 |        |
| <b>ASSETS</b>                            |               |        |                 |        |
| Cash                                     | 56,864        | 56,864 | -               | -      |
| <b>FINANCIAL LIABILITIES</b>             |               |        |                 |        |
| <b>LIABILITIES</b>                       |               |        |                 |        |
| Accounts payable and accrued liabilities | (689,608)     | -      | (689,608)       | -      |

  

|                                          | September 30, 2024 | FVTPL  | Amortized costs | FVTOCI |
|------------------------------------------|--------------------|--------|-----------------|--------|
|                                          | \$                 | \$     | \$              | \$     |
| <b>FINANCIAL ASSETS</b>                  |                    |        |                 |        |
| <b>ASSETS</b>                            |                    |        |                 |        |
| Cash                                     | 35,767             | 35,767 | -               | -      |
| <b>FINANCIAL LIABILITIES</b>             |                    |        |                 |        |
| <b>LIABILITIES</b>                       |                    |        |                 |        |
| Accounts payable and accrued liabilities | (885,280)          | -      | (885,280)       | -      |

The carrying values of cash, and accounts payable approximate their fair values due to the relatively short period to maturity of those financial instruments.

As of June 30, 2025 and September 30, 2024, there were no financial assets or liabilities measured and recognized in the statement of financial position at fair value that would be categorized as Level 1, 2 and 3 in the fair value hierarchy above.

IFRS 13 establishes a fair value hierarchy that reflects the significance of inputs used in making fair value measurements as follows:

Level 1: Unadjusted quoted prices in active markets for identical assets or liabilities;

Level 2: Inputs other than quoted prices included in Level 1 that are observable for the asset or liability either directly (i.e., as prices) or indirectly (i.e., derived from prices); and

Level 3: Inputs that are not based on observable market data.

The Company has determined the estimated fair values of its financial instruments based upon appropriate valuation methodologies.

**SILVER HAMMER MINING CORP.**

Notes to the Condensed Consolidated Interim Financial Statements (unaudited)  
For the Nine Months ended June 30, 2025 and 2024  
(Expressed in Canadian Dollars)

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**9. FINANCIAL INSTRUMENTS AND RISK MANAGEMENT (CONTINUED)****Financial risk management****Credit risk**

Credit risk is the risk of an unexpected loss if a customer or third party to a financial instrument fails to meet its contractual obligations. The Company's exposure to credit risk includes cash.

The Company's cash is held at a large Canadian financial institution in interest bearing accounts. The Company has no investments in asset-backed commercial paper.

The Company's maximum exposure to credit risk is the carrying value of its financial assets.

Management believes that the credit risk concentration with respect to these financial instruments is remote. Cash based in Canada are accessible.

**Liquidity risk**

Liquidity risk is the risk that an entity will encounter difficulty in raising funds to meet commitments associated with financial instruments. The Company manages liquidity by maintaining adequate cash balances to meet liabilities as they become due.

As of June 30, 2025, the Company had cash of \$56,864 and accounts payable and accrued liabilities of \$689,608. All accounts payable and accrued liabilities remain current. As discussed in Note 4, the Company closed the first tranche of its non-brokered private placement by issuing 6,026,418 units at a price of \$0.055 per unit, for total gross proceeds of \$331,453.

**Market risk**

The significant market risks to which the Company is exposed are interest rate risk, foreign currency risk, and price risk.

- **Interest rate risk**

Interest rate risk is the risk that the fair value or the future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Company's cash is held at a Canadian chartered bank. Management believes that the credit risk concentration with respect to cash is remote as the cash is easily accessible.

The Company's interest rate risk principally arises from the interest rate impact of interest earned on cash. The Company is not exposed to significant interest rate risk relating to its cash.

- **Foreign currency risk**

The Company is exposed to currency risk to the extent that monetary assets and liabilities held by the Company are not denominated in CA\$. The Company has not entered into any foreign currency contracts to mitigate this risk.

The Company's cash, deposits, and accounts payable and accrued liabilities are held in CA\$ and US\$; therefore, US\$ accounts are subject to fluctuation against the CA\$.

**SILVER HAMMER MINING CORP.**

Notes to the Condensed Consolidated Interim Financial Statements (unaudited)

For the Nine Months ended June 30, 2025 and 2024

(Expressed in Canadian Dollars)

**9. FINANCIAL INSTRUMENTS AND RISK MANAGEMENT (CONTINUED)****Financial risk management (continued)****- Foreign currency risk (continued)**

The Company's financial instruments were denominated as follows as of June 30, 2025:

|                                          | CA\$             | US\$             |
|------------------------------------------|------------------|------------------|
| Cash                                     | 50,584           | 4,600            |
| Amounts receivable                       | 5,690            | -                |
| Reclamation deposits                     | -                | 22,600           |
| Accounts payable and accrued liabilities | (303,973)        | (282,475)        |
|                                          | <b>(247,699)</b> | <b>(255,275)</b> |
| Rate to convert to \$1.00 CA\$           | 1.00             | 1.37             |
| <b>Equivalent to CA\$</b>                | <b>(247,699)</b> | <b>(348,501)</b> |

Based on the above net exposures as of June 30, 2025, and assuming that all other variables remain constant, a 10% change of the CA\$ against the US\$ would change profit or loss by approximately \$35,000.

**Commodity price risk**

The Company is exposed to price risk with respect to commodity prices. The Company's ability to raise capital to fund exploration and development activities may be subject to risks associated with fluctuations in the market price of commodities. The Company is not exposed to significant other price risk.