



Consolidated Financial Statements

F3 Uranium Corp.

**For the Years Ended
June 30, 2026 and 2025**

DAVIDSON

INDEPENDENT AUDITOR'S REPORT

To the Shareholders of
F3 Uranium Corp.

Opinion

We have audited the accompanying consolidated financial statements of F3 Uranium Corp. (the "Company"), which comprise the consolidated statements of financial position as at June 30, 2026 and 2025, and the consolidated statements of loss and comprehensive loss, changes in shareholders' equity and cash flows for the years then ended, and notes to the consolidated financial statements, including material accounting policy information.

In our opinion, these consolidated financial statements present fairly, in all material respects, the financial position of the Company as at June 30, 2026 and 2025, and its financial performance and its cash flows for the years then ended in accordance with IFRS Accounting Standards as issued by the International Accounting Standards Board ("IFRS Accounting Standards").

Basis for Opinion

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Consolidated Financial Statements section of our report. We are independent of the Company in accordance with the ethical requirements that are relevant to our audit of the consolidated financial statements in Canada, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained in our audit is sufficient and appropriate to provide a basis for our opinion.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the consolidated financial statements of the current year. These matters were addressed in the context of our audit of the consolidated financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

Assessment of Impairment Indicators of Exploration and Evaluation Assets ("E&E Assets")

As described in Note 12 to the consolidated financial statements, the carrying amount of the Company's E&E Assets was \$86,300,972 as of June 30, 2026. As more fully described in Note 3 and 4 to the consolidated financial statements, management assesses E&E Assets for indicators of impairment at each reporting period.

The principal considerations for our determination that the assessment of impairment indicators of the E&E Assets is a key audit matter are that there was judgment made by management when assessing whether there were indicators of impairment for the E&E Assets, specifically relating to the assets' carrying amount which is impacted by the Company's intent and ability to continue to explore and evaluate these assets. This in turn led to a high degree of auditor judgment, subjectivity, and effort in performing procedures to evaluate audit evidence relating to the judgments made by management in their assessment of indicators of impairment that could give rise to the requirement to prepare an estimate of the recoverable amount of the E&E Asset.

Addressing the matter involved performing procedures and evaluating audit evidence in connection with forming our overall opinion on the consolidated financial statements. Our audit procedures included, among others:

- Reviewed and challenged management's assessment as to whether indicators of impairment or impairment reversals exist.
- Tested the Company's additions to E&E Assets for the year by evaluating a sample of recorded expenditures for consistency to underlying records, the capitalization requirements of the Company's accounting policy and the requirements of the accounting standard.
- Reviewed the Company's ability to fund future activities and reviewed any available budgets for future periods.
- Discussed with management regarding the plans and intent for the properties.
- On a test basis, confirmed title to ensure claims are in good standing.

Other Information

Management is responsible for the other information. The other information obtained at the date of this auditor's report includes Management's Discussion and Analysis.

Our opinion on the consolidated financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the consolidated financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the consolidated financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated.

We obtained Management's Discussion and Analysis prior to the date of this auditor's report. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of Management and Those Charged with Governance for the Consolidated Financial Statements

Management is responsible for the preparation and fair presentation of the consolidated financial statements in accordance with IFRS Accounting Standards, and for such internal control as management determines is necessary to enable the preparation of consolidated financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Consolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated financial statements.

As part of an audit in accordance with Canadian generally accepted auditing standards, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

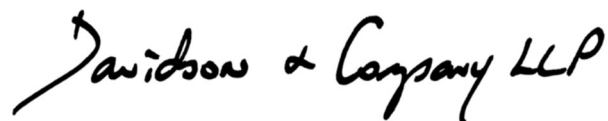
- Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Plan and perform the group audit to obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Company to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit opinion.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the consolidated financial statements of the current year and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

The engagement partner on the audit resulting in this independent auditor's report is Glenn Parchomchuk.

A handwritten signature in black ink that reads "Davidson & Company LLP". The signature is written in a cursive, flowing style.

Chartered Professional Accountants

Vancouver, Canada

October 22, 2026

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F3 Uranium Corp.

Consolidated statements of financial position
(Expressed in Canadian dollars)

	Notes	June 30, 2026	June 30, 2025
ASSETS		\$	\$
Current assets			
Cash and cash equivalents	16	17,546,667	5,725,031
Term deposits	10	5,126,597	10,255,600
Amounts receivable	7	323,086	310,930
Marketable securities	11	794,062	683,045
Prepaid expenses		457,269	125,593
		24,247,681	17,100,199
Non-current assets			
Long term investments	11	295,476	295,476
Right-of-use asset	9	9,024	36,096
Exploration and evaluation assets	12	86,300,972	75,615,607
TOTAL ASSETS		110,853,153	93,047,378
LIABILITIES			
Current liabilities			
Accounts payable and accrued liabilities		543,153	907,585
Lease liability – short term	9	13,480	36,253
Flow-through share premium	14	2,564,396	455,698
		3,121,029	1,399,536
Non-current liabilities			
Lease liability – long term	9	-	13,480
Convertible debt	13	12,425,159	11,600,215
Deferred income tax liability	23	11,582,000	8,758,000
TOTAL LIABILITIES		27,128,188	21,771,231
SHAREHOLDERS' EQUITY			
Share capital	15	123,760,715	105,895,441
Shares to be issued	15	20,800	-
Reserves	15	40,802,060	36,231,800
Equity portion of convertible debt	13	2,741,192	2,741,192
Accumulated deficit		(83,599,802)	(73,592,286)
TOTAL SHAREHOLDERS' EQUITY		83,724,965	71,276,147
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY		110,853,153	93,047,378
Nature of operations (Note 1)			
Commitments (Note 22)			
Subsequent events (Note 24)			

Approved by the Board of Directors and authorized for issuance on October 22, 2026:

"Devinder Randhawa"

Director

"Terrence Osier"

Director

The accompanying notes form an integral part of these consolidated financial statements.

F3 Uranium Corp.

Consolidated statements of loss and comprehensive loss

(Expressed in Canadian dollars)

	Notes	For the year ended June 30, 2026	For the year ended June 30, 2025
EXPENSES		\$	\$
Accretion and interest expense	13	2,174,944	2,039,940
Business development		750,067	841,445
Consulting and director fees	17	2,453,121	2,909,751
Depreciation	9	27,072	27,071
Exploration costs (recovery)		-	(150,641)
Office and administration		615,441	431,591
Professional fees		652,857	796,358
Research and development		-	314,286
Public relations and communications		880,056	669,824
Lease interest	9	5,602	11,103
Share-based compensation	15, 17	3,222,372	6,145,114
Wages and benefits	17	473,935	689,132
Net loss before other items		(11,255,467)	(14,724,974)
Other items:			
Foreign exchange loss		(18,080)	(5,243)
Flow-through share recovery	14	2,958,642	3,533,000
Impairment of assets held for distribution	8	-	(839,997)
Interest income		891,633	1,016,425
Realized gain (loss) on marketable securities	11	69,361	(2,665)
Loss on transfer of spin out assets	6	-	(726,623)
Change in fair value of marketable securities	11	170,395	(587,832)
		4,071,951	2,387,065
Loss before income taxes		(7,183,516)	(12,337,909)
Deferred income tax expense	23	(2,824,000)	(396,000)
Loss for the year		(10,007,516)	(12,733,909)
Basic and Diluted Loss Per Share		(0.02)	(0.02)
Weighted Average Number of Shares			
Outstanding – Basic and Diluted		614,586,197	513,866,643

The accompanying notes form an integral part of these consolidated financial statements.

F3 Uranium Corp.

Consolidated statements of changes in shareholders' equity
(Expressed in Canadian dollars)

	Number of shares	Share capital	Reserves	Shares to be issued	Equity portion of convertible debt	Accumulated deficit	Shareholders' equity
		\$	\$	\$	\$	\$	\$
Balance, June 30, 2024	493,352,709	101,518,149	30,801,355	-	2,741,192	(60,858,377)	74,202,319
Private placement	49,200,000	13,953,909	1,054,091	-	-	-	15,008,000
Share issuance costs	-	(1,157,001)	-	-	-	-	(1,157,001)
Brokers warrants	-	(105,543)	105,543	-	-	-	-
Options exercised	475,000	54,600	-	-	-	-	54,600
Conversion of RSUs	4,195,702	1,414,677	(1,474,303)	-	-	-	(59,626)
Convertible debt interest shares	1,768,854	450,000	-	-	-	-	450,000
Flow-through share premium	-	(3,251,717)	-	-	-	-	(3,251,717)
Reorganization	-	(6,981,633)	(400,000)	-	-	-	(7,381,633)
Share-based compensation	-	-	6,145,114	-	-	-	6,145,114
Net loss for the year	-	-	-	-	-	(12,733,909)	(12,733,909)
Balance, June 30, 2025	548,992,265	105,895,441	36,231,800	-	2,741,192	(73,592,286)	71,276,147
Private Placements	102,408,300	22,338,693	3,210,307	-	-	-	25,549,000
Share issuance costs	-	(1,739,180)	-	-	-	-	(1,739,180)
Broker's warrants	-	(330,193)	330,193	-	-	-	-
Obligation to issue shares	-	-	-	20,800	-	-	20,800
Options exercised	574,376	173,804	(108,429)	-	-	-	65,375
Conversion of RSUs	6,590,025	2,039,490	(2,084,183)	-	-	-	(44,693)
Convertible debt interest shares	2,609,081	450,000	-	-	-	-	450,000
Flow-through share premium	-	(5,067,340)	-	-	-	-	(5,067,340)
Share-based compensation	-	-	3,222,372	-	-	-	3,222,372
Net loss for the year	-	-	-	-	-	(10,007,516)	(10,007,516)
Balance, June 30, 2026	661,174,047	123,760,715	40,802,060	20,800	2,741,192	(83,599,802)	83,724,965

The accompanying notes form an integral part of these consolidated financial statements

F3 Uranium Corp.

Consolidated statements of cash flows

(Expressed in Canadian dollars)

	For the year ended June 30, 2026	For the year ended June 30, 2025
	\$	\$
OPERATING ACTIVITIES		
Net loss for the year	(10,007,516)	(12,733,909)
Non-cash items:		
Accretion and interest expense	2,174,944	2,039,940
Deferred income tax expense	2,824,000	396,000
Depreciation and amortization	27,072	27,071
Impairment of exploration and evaluation assets	-	839,997
Interest on lease	5,602	11,103
Realized gain (loss) on marketable securities	(69,361)	2,665
Share based compensation	3,222,372	6,145,114
Flow-through share recovery	(2,958,642)	(3,533,000)
Unrealized gain (loss) on marketable securities	(170,395)	587,934
Reorganization	-	726,623
Changes in non-cash working capital items:		
Amounts receivable	(12,155)	651,996
Prepaid expenses and deposits	(331,676)	99,152
Accounts payable and accrued liabilities	111,134	(1,792,250)
Net cash used in operating activities	(5,184,621)	(6,531,564)
INVESTING ACTIVITIES		
Exploration and evaluation assets additions, net of recoveries	(11,160,931)	(23,201,865)
Term deposits	5,129,003	(10,255,600)
Purchase of short-term investments	-	(937,500)
Cash spin out of F4 Uranium Corp.	-	(90,145)
Proceeds from sale of marketable securities	128,739	220,259
Net cash used in investing activities	(5,903,189)	(34,264,851)
FINANCING ACTIVITIES		
Private placement proceeds	25,549,000	15,008,000
Finders' fees and share issuance costs	(1,788,940)	(1,216,627)
Obligation to issue shares	20,800	-
Options exercised	70,441	54,600
Interest paid	(900,000)	(900,000)
Lease payments	(41,855)	(41,002)
Net cash provided by financing activities	22,909,446	12,904,971
Net cash change during the year	11,821,636	(27,891,444)
Cash and cash equivalents, beginning of the year	5,725,031	33,616,475
Cash and cash equivalents, end of the year	17,546,667	5,725,031

Supplemental disclosure with respect to cash flows (Note 16).

The accompanying notes form an integral part of these consolidated financial statements.

F3 Uranium Corp.

Notes to the consolidated financial statements
For the years ended June 30, 2026 and 2025
(Expressed in Canadian dollars)

1. Nature of operations

F3 Uranium Corp. (the "Company") was incorporated on September 23, 2013 under the laws of the Canada Business Corporations Act. The Company's principal business activity is the acquisition and exploration of mineral properties. To date, the Company has not generated revenues from operations and is considered to be in the exploration stage. The Company's head office is located at 750 – 1620 Dickson Ave., Kelowna, BC, V1Y 9Y2. The Company is listed on the TSX Venture Exchange under the symbol FUU and on the Frankfurt Stock Exchange under the symbol 2F3.

On January 16, 2024, the Company announced that it had initiated steps to spin out 17 of the Company's prospective uranium exploration projects in the Athabasca Basin, including the Murphy Lake, Cree Bay, Hearty Bay, Clearwater West, Todd Lake, Smart Lake, Lazy Edward Bay, Grey Island, Seahorse Lake, Bird Lake, Beaver River, Bell Lake, Flowerdew Lake, James Creek, Henderson Lake and Wales Lake East and West properties (collectively, the "Properties"), into a newly incorporated wholly owned subsidiary named F4 Uranium Corp. ("F4"). The Patterson Lake North Property, together with the Broach and Minto Properties (collectively, the "PLN Project"), remained with the Company. On August 15, 2024, the Company completed a plan of arrangement (the "Arrangement") pursuant to the Canada Business Corporations Act, under which the Properties were spun out to F4 (Note 6).

The Company has not yet determined whether its exploration and evaluation assets contain ore reserves that are economically recoverable. The recoverability of the amounts recorded for exploration and evaluation assets, including acquisition costs, is dependent upon the existence of economically recoverable reserves, the ability of the Company to obtain necessary financing to complete the development of those reserves, and future profitable production.

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 for the foreseeable future. The Company's ability to continue as a going concern is dependent upon its ability to fund its operations through equity financings, joint ventures, option agreements or other means.

As at June 30, 2026, the Company had cash and cash equivalents and term deposits totalling \$22,673,264 (June 30, 2025: \$15,980,631) and working capital of \$21,126,652 (June 30, 2025: \$15,700,663). The Company believes it has sufficient resources to continue operations for the next twelve months.

2. Basis of presentation

(a) Statement of compliance

These consolidated financial statements have been prepared in accordance with IFRS Accounting Standards as issued by the International Accounting Standards Board ("IASB"). These consolidated financial statements were authorized for issue by the Board of Directors on October 22, 2026.

(b) Basis of preparation

These consolidated financial statements have been prepared on a historical cost basis, except for certain financial instruments that are measured at fair value. These consolidated financial statements have been prepared using the accrual basis of accounting, except for cash flow information.

F3 Uranium Corp.

Notes to the consolidated financial statements
For the years ended June 30, 2026 and 2025
(Expressed in Canadian dollars)

2. Basis of presentation (continued)

(c) Basis of consolidation

The consolidated financial statements of the Company include Fission Energy Peru S.A.C., which is 100% owned, has been inactive since 2020 and has no assets or liabilities. Up to August 15, 2024, the Company consolidated F4 Uranium Corp., which was spun out on that date pursuant to a plan of arrangement. Following the spin-out, F4 Uranium Corp. ceased to be a subsidiary and is no longer consolidated. The Company consolidates the subsidiary when it is exposed, or has rights, to variable returns from its involvement with the subsidiary and has the ability to affect those returns through its power over the subsidiary. All intercompany balances and transactions are eliminated on consolidation.

3. Material accounting policy information

(a) Financial instruments

Classification

The Company classifies its financial instruments in the following categories: at fair value through profit and loss ("FVTPL"), at fair value through other comprehensive income (loss) ("FVTOCI") or at amortized cost. The Company determines the classification of financial assets at initial recognition. The classification of debt instruments is driven by the Company's business model for managing the financial assets and their contractual cash flow characteristics. Equity instruments that are held for trading are classified as FVTPL. For other equity instruments, on the day of acquisition the Company can make an irrevocable election (on an instrument-by-instrument basis) to designate them as at FVTOCI. Financial liabilities are measured at amortized cost, unless they are required to be measured at FVTPL (such as instruments held for trading or derivatives) or if the Company has opted to measure them at FVTPL.

The Company classifies its financial instruments as follows:

Financial Instrument	Classification
Cash and cash equivalents	Amortized cost
Amounts receivable	Amortized cost
Marketable securities	FVTPL
Term deposits	Amortized cost
Accounts payable and accrued liabilities	Amortized cost
Convertible debt	Amortized cost

Measurement

Financial assets and liabilities at amortized cost are initially recognized at fair value plus or minus transaction costs, respectively, and subsequently carried at amortized cost less any impairment.

Financial assets and liabilities carried at FVTPL are initially recorded at fair value and transaction costs are expensed in the statements of loss and comprehensive loss. Realized and unrealized gains and losses arising from changes in the fair value of the financial assets and liabilities held at FVTPL are included in the statements of loss and comprehensive loss in the period in which they arise.

Selected investments in equity instruments at FVTOCI are initially recorded at fair value plus transaction costs. Subsequently they are measured at fair value, with gains and losses recognized in other comprehensive income (loss).

F3 Uranium Corp.

Notes to the consolidated financial statements
For the years ended June 30, 2026 and 2025
(Expressed in Canadian dollars)

3. Material accounting policy information (continued)

(a) Financial instruments (continued)

Impairment of financial assets at amortized cost

The Company recognizes a loss allowance for expected credit losses on financial assets that are measured at amortized cost. At each reporting date, the Company measures the loss allowance for the financial asset at an amount equal to the lifetime expected credit losses if the credit risk on the financial asset has increased significantly since initial recognition. If at the reporting date, the financial asset has not increased significantly since initial recognition, the Company measures the loss allowance for the financial asset at an amount equal to the twelve month expected credit losses. The Company shall recognize in the statements of loss and comprehensive loss, as an impairment gain or loss, the amount of expected credit losses (or reversal) that is required to adjust the loss allowance at the reporting date to the amount that is required to be recognized.

Derecognition of financial assets

The Company derecognizes financial assets only when the contractual rights to cash flows from the financial assets expire, or when it transfers the financial assets and substantially all the associated risks and rewards of ownership to another entity. Gains and losses on derecognition are generally recognized in the statements of loss and comprehensive loss.

Derecognition of financial liabilities

The Company derecognizes a financial liability only when the contractual obligation is discharged, cancelled or expires. Any difference between its carrying amount and consideration paid, including non-cash assets transferred and liabilities assumed, is recognized in the statements of loss and comprehensive loss.

(b) Cash and cash equivalents

Cash and cash equivalents consist of deposits in banks and redeemable term deposits that are readily convertible to cash. The Company's cash and cash equivalents are invested with major financial institutions and are not invested in any asset backed deposits/investments.

(c) Foreign currency translation

These consolidated financial statements are presented in Canadian dollars. The financial statements for the Company's subsidiary are measured using the currency of the primary economic environment in which the subsidiary operates (the "functional currency"). Each subsidiary determines its own functional currency and items included in the financial statements of each entity are measured using that functional currency. The functional currency determinations were conducted through an analysis of the consideration factors identified in *IAS 21, The Effects of Changes in Foreign Exchange Rates*.

The functional currency of the Company, and the Company's subsidiary is the Canadian dollar.

F3 Uranium Corp.

Notes to the consolidated financial statements
For the years ended June 30, 2026 and 2025
(Expressed in Canadian dollars)

3. Material accounting policy information (continued)

(c) Foreign currency translation (continued)

Transactions and balances

Foreign currency transactions are translated into the Company's functional currency using the exchange rates prevailing at the date of the transactions. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation of monetary assets and liabilities denominated in foreign currencies at exchange rates prevailing at the reporting date are recognized in profit or loss. Non-monetary assets and liabilities are translated at their historical costs.

Translation differences on assets and liabilities carried at fair value are reported as part of the fair value gain or loss.

Foreign operations

The assets and liabilities of foreign operations are translated into Canadian dollars at the rate of exchange prevailing at the reporting date and income and expenses are translated at exchange rates prevailing at the date of transactions. The exchange differences arising on the translation are recognized in other comprehensive income/(loss). On disposal of a foreign operation, the component of other comprehensive income/(loss) relating to that particular foreign operation is recognized in profit or loss.

(d) Convertible debt

Under the Company's convertible debentures policy, the host debt liability, equity conversion feature and other (when applicable) components of convertible debentures are presented separately on the statement of financial position, at initial recognition. The Company determines the carrying amount of the financial liability by discounting the stream of future payments at the prevailing market rate for a similar liability of comparable credit status and providing substantially the same cash flows.

The liability component is then increased by accretion of the discounted amounts to reach the face value of the convertible debentures at maturity which is recorded in the statement of loss and comprehensive loss as accretion expense.

The carrying amount of other components (when applicable), such as warrants, is determined using the Black-Scholes Model. The carrying amount of the equity component is calculated by deducting the carrying amount of the financial liability and the carrying amounts of any other components (when applicable) from the amount of the convertible debentures, and is presented in equity as an equity component of convertible debentures.

The transaction costs are allocated between the liability and equity components, on a pro-rata basis according to their carrying amounts.

F3 Uranium Corp.

Notes to the consolidated financial statements
For the years ended June 30, 2026 and 2025
(Expressed in Canadian dollars)

3. Material accounting policy information (continued)

(e) *Exploration and evaluation assets*

The Company records exploration and evaluation assets which consist of the costs of acquiring licenses for the right to explore and costs associated with exploration and evaluation activity, at cost. All direct and indirect costs related to the acquisition, exploration and development of exploration and evaluation assets are capitalized by property.

The exploration and evaluation assets are capitalized until the technical feasibility and commercial viability of the extraction of mineral resources in an area of interest are demonstrable. Exploration and evaluation assets are then assessed for impairment and reclassified to mining property and development assets within property and equipment. If an exploration and evaluation property interest is abandoned, both the acquisition costs and the exploration and evaluation costs will be written off to operations in the period of abandonment.

On an ongoing basis, exploration and evaluation assets are reviewed on a property-by-property basis to consider if there are any indicators of impairment, including the following:

- i. Whether the exploration on the property has significantly changed, such that previously identified resource targets are no longer being pursued;
- ii. Whether exploration results to date are promising and whether additional exploration work is being planned in the foreseeable future; and
- iii. Whether remaining claim tenure terms are sufficient to conduct necessary studies or exploration work.

If any indication of impairment exists, an estimate of the exploration and evaluation asset's recoverable amount is calculated. The recoverable amount is determined as the higher of the fair value less costs of disposal for the exploration and evaluation property interest and their value in use. The fair value less costs of disposal and the value in use are determined for an individual exploration and evaluation property interest, unless the exploration and evaluation property interest does not generate cash inflows that are largely independent of other exploration and evaluation property interests. If this is the case, the exploration and evaluation property interests are grouped together into cash generating units ("CGUs") for impairment purposes.

If the recoverable amount of an asset is estimated to be less than its carrying amount, the carrying amount of the asset is reduced to its recoverable amount and the impairment loss is recognized in profit or loss for the period.

Where an impairment subsequently reverses, the carrying amount of the asset (or CGU) is increased to the revised estimate and its recoverable amount, but to an amount that does not exceed the carrying amount that would have been determined had no impairment loss been recognized for the asset (or CGU) in prior periods. A reversal of an impairment loss is recognized in profit or loss in the period in which that determination was made.

F3 Uranium Corp.

Notes to the consolidated financial statements
For the years ended June 30, 2026 and 2025
(Expressed in Canadian dollars)

3. Material accounting policy information (continued)

(f) *Agents warrants*

Warrants issued to agents in connection with a financing are recorded at fair value using the Black-Scholes Option Pricing Model and charged to share issue costs associated with the offering with an offsetting credit to reserves in shareholders' equity.

(g) *Flow-through shares*

The Company will from time to time, issue flow-through common shares to finance a significant portion of its exploration program. Pursuant to the terms of the flow-through share agreements, these shares transfer the tax deductibility of qualifying resource expenditures to investors. On issuance, the Company bifurcates the flow through share into i) a flow through share premium, equal to the estimated premium, if any, investors pay for the flow-through feature, which is recognized as a liability, and ii) share capital. Upon qualifying expenditures being incurred, the Company derecognizes the liability and recognizes the premium as other income. Proceeds received from the issuance of flow-through shares are restricted to be used only for Canadian resource property exploration expenditures within a two-year period. The Company may also be subject to a Part XII.6 tax on flow-through proceeds renounced under the Look-Back Rule, in accordance with the Government of Canada flow-through regulations. When applicable, this tax is accrued as a financial expense until paid.

(h) *Share capital*

Share capital includes cash consideration received for share issuances, net of commissions and share issue costs. Common shares issued for non-monetary consideration are recorded at their fair market value based upon the trading price of the Company's shares on the Exchange on the date of the agreement.

The proceeds from the issue of units is allocated between common shares and common share purchase warrants on a prorated basis, based on relative fair values as follows: the fair value of common shares is based on the market close on the date the units are issued; and the fair value of the common share purchase warrants is determined using the Black-Scholes Option Pricing Model.

(i) *Share-based payments*

The Company's share-based compensation plans for employees, Directors, Officers, employees and consultants consist of stock options and restricted share units ("RSUs").

The Company has a stock option plan whereby it is authorized to grant stock options to directors, officers, employees and consultants. Directors, officers, employees and consultants are classified as employees who render personal services to the entity and either i) are regarded as employees for legal or tax purposes, ii) work for an entity under its direction in the same way as directors, officers, employees and consultants who are regarded as employees for legal or tax purposes, or iii) the services rendered are similar to those rendered by employees.

F3 Uranium Corp.

Notes to the consolidated financial statements
For the years ended June 30, 2026 and 2025
(Expressed in Canadian dollars)

3. Material accounting policy information (continued)

(i) *Share-based payments (continued)*

The fair value of equity settled stock options issued to employees is measured on the grant date, using the Black-Scholes Option Pricing Model with assumptions for risk-free interest rates, dividend yields, volatility of the expected market price of the Company's common shares and an expected life of the options. The fair value less estimated forfeitures is charged over the vesting period of the related options to profit or loss unless it meets the criteria for capitalisation to the exploration and evaluation assets with a corresponding credit to other capital reserves in equity. Stock options granted with graded vesting schedules are accounted for as separate grants with different vesting periods and fair values.

The share-based awards issued to non-employees are generally measured on the fair value of goods or services received unless that fair value cannot be reliably measured. This fair value shall be measured at the date the entity obtains the goods or the counterparty renders service. If the fair value of goods or services received cannot be reliably measured, the fair value of the share-based payments to non-employees are periodically re-measured using the Black-Scholes Option Pricing Model until the counterparty performance is complete.

When the stock options are exercised, the proceeds are credited to share capital and the fair value of the options exercised is reclassified from other capital reserves to share capital. The estimated forfeitures are based on historical experience and reviewed on a quarterly basis to determine the appropriate forfeiture rate based on past, present and expected forfeitures.

RSUs are measured at their fair value on the date of grant based on the closing price of the Company's shares on the date of the grant and are recognized as share-based compensation expense over the vesting period, with a corresponding credit to reserve for share-based payments.

(j) *Research and development costs*

Research Costs are expensed as incurred. Development expenditures on an individual project are recognized as an intangible asset when the Company can demonstrate all the following (i) The technical feasibility of completing the intangible asset so that the asset will be available for use or sale (ii) Its intention to complete and its ability and intention to use or sell the asset (iii) How the asset will generate future economic benefits (iv) The availability of resources to complete the asset (v) The ability to measure reliably the expenditure during development. During the years ended June 30, 2026 and 2025, the Company did not meet these capitalization criteria; accordingly, all research and development expenditures were expensed as incurred.

F3 Uranium Corp.

Notes to the consolidated financial statements
For the years ended June 30, 2026 and 2025
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3. Material accounting policy information (continued)

(k) *Income taxes*

Current tax is the expected tax payable or receivable on the taxable income or loss for the year, using tax rates enacted or substantively enacted at the end of each reporting period, and includes any adjustments to tax payable or receivable in respect of previous years.

Deferred income taxes are recorded using the liability method whereby deferred tax is recognized in respect of temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes. Deferred tax is measured at the tax rates that are expected to be applied to temporary differences when they are realized or settled, based on the laws that have been enacted or substantively enacted by the end of the reporting period.

Deferred tax is not recognized for temporary differences which arise on the initial recognition of assets or liabilities in a transaction that is not a business combination and that affects neither accounting, nor taxable profit or loss.

A deferred tax asset is recognized for unused tax losses, tax credits and deductible temporary differences, to the extent that it is probable that future tax profits will be available against which they can be utilized. Deferred tax assets are reviewed at each reporting date and are reduced to the extent that it is no longer probable that the related tax benefit will be realized.

(l) *Loss per share*

The Company presents basic and diluted loss per share for its common shares, calculated by dividing loss attributable to common shareholders by the weighted average number of common shares outstanding during the period. Diluted loss per share is similarly calculated except it is assumed that outstanding stock options and warrants, with the average market price that exceeds the average exercise prices of the options and warrants for the year, are exercised and the assumed proceeds are used to repurchase shares of the Company at the average market price of the common shares for the year. Diluted loss per share does not adjust the loss attributable to common shareholders when the effect is anti-dilutive.

(m) *Related party transactions*

Parties are considered to be related if one party has the ability, directly or indirectly, to control the other party or exercise significant control over the other party in making financial and operating decisions. Related parties may be individuals or corporate entities. A transaction is considered to be a related party transaction when there is a transfer of resources, services or obligations between related parties.

(n) *Leases*

At inception of a contract, the Company assesses whether a contract is, or contains, a lease. A contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset over a period of time in exchange for consideration. The Company assesses whether the contract involves the use of an identified asset, whether it has the right to obtain substantially all of the economic benefits from the use of the asset during the term of the contract and it has the right to direct the use of the asset.

The right-of-use asset is subsequently depreciated from the commencement date to the earlier of the end of the lease term, or the end of the useful life of the asset. The right-of-use asset may be reduced due to impairment losses, if any, and adjusted for certain remeasurements of the lease liability.

F3 Uranium Corp.

Notes to the consolidated financial statements
For the years ended June 30, 2026 and 2025
(Expressed in Canadian dollars)

3. Material accounting policy information (continued)

- (n) A lease liability is initially measured at the present value of the lease payments that are not paid at the commencement date discounted by the interest rate implicit in the lease or, if that rate cannot be readily determined the incremental borrowing rate. The lease liability is subsequently measured at amortized cost using the effective interest method. Lease payments included in the measurement of the lease liability comprise fixed payments, variable lease payments, and amounts expected to be payable at the end of the lease term.

The Company does not recognize the right-of-use assets and lease liabilities for short-term leases that have a lease term of twelve months or less. The lease payments associated with these leases are charged directly to income on a straight-line basis over the lease term. Refer to Note 9.

- (o) *Asset Retirement Obligations*

The Company recognizes asset retirement obligations for estimated reclamation and restoration costs when a present legal or constructive obligation exists, the amount can be reliably estimated, and it is probable that an outflow of resources will be required to settle the obligation. The liability is initially measured at the present value of the estimated future costs, with a corresponding amount capitalized to exploration and evaluation assets where applicable. The liability is subsequently accreted over time and adjusted for changes in cost estimates, timing or discount rates. Actual reclamation costs are charged against the liability when incurred. As at June 30, 2026, the Company has not identified any material asset retirement obligations.

4. Key estimates and judgements

The key assumptions concerning the future and other key sources of estimation uncertainty at the reporting date, that have significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year, are described below. The Company based its assumptions and estimates on parameters available when the consolidated financial statements were prepared. Existing circumstances and assumptions about future developments, however, may change due to market changes or circumstances arising beyond the control of the Company. Such changes are reflected in the assumptions when they occur.

Judgements

- the recoverability of mineral properties and exploration and evaluation expenditures incurred on its projects; the Company capitalizes acquisition, exploration and evaluation expenditures on its statement of financial position, and evaluates these amounts at least annually for indicators of impairment;
- the Company determines the flow-through share premium by allocating the total funds received between common share and flow-through premium liability by first assessing the fair value of the common shares issued, based on market price at issuance, with any excess considered being allocated to warrants (if any) and the flow-through premium.

F3 Uranium Corp.

Notes to the consolidated financial statements
For the years ended June 30, 2026 and 2025
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4. Key estimates and judgements (continued)

Estimates

- the inputs in accounting for share-based payment transactions in the statement of loss and comprehensive loss (using the Black-Scholes Option Pricing Model) including volatility, probable life of options granted, time of exercise of the options and forfeiture rate; and
- the determination and recognition of deferred income tax assets or liabilities requires subjective assumptions regarding future income tax rates and the likelihood of utilizing tax carry-forwards. Changes in these assumptions could materially affect the recorded amounts, and therefore do not necessarily provide certainty as to their recorded values.

5. New accounting pronouncements

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 for annual reporting periods beginning on or after January 1, 2027. Companies are permitted to apply IFRS 18 before that date.

The Company has not yet determined the impact of these amendments on its consolidated financial statements and has not early adopted IFRS 18.

Amendments to IFRS 9 Financial Instruments and IFRS 7 Financial Instruments: Disclosures – Classification and Measurement of Financial Instruments clarify certain requirements relating to the recognition and derecognition of financial assets and financial liabilities, including liabilities settled through electronic payment systems, and provide additional guidance for assessing the contractual cash flow characteristics of financial assets, including financial instruments with contingent features. The amendments also introduce additional disclosure requirements for certain financial instruments. The amendments are effective for annual reporting periods beginning on or after January 1, 2026, with earlier application permitted.

The Company has not early adopted the amendments and is currently assessing the impact, if any, on its consolidated financial statements.

F3 Uranium Corp.

Notes to the consolidated financial statements
For the years ended June 30, 2026 and 2025
(Expressed in Canadian dollars)

6. F4 Uranium Corp. Plan of Arrangement

Reorganization

The Company completed a plan of arrangement (the "Arrangement") with F4 Uranium Corp., which was approved by the Company's shareholders at a special meeting held on August 8, 2024, and by a final order of the Supreme Court of British Columbia dated August 13, 2024. The Arrangement became effective on August 15, 2024. Pursuant to the Arrangement, shareholders of record as of the close of business on August 14, 2024 received, for each common share of the Company held, (i) one new common share of the Company and (ii) 0.1 of a common share of F4.

The Company's outstanding stock options, warrants, and restricted share units were adjusted in accordance with the terms of the Arrangement, as described in the Company's management information circular dated June 28, 2024. Upon completion of the Arrangement, F4 ceased to be a subsidiary of the Company.

The Company removed the carrying value of the assets transferred and recorded the difference between the fair value and the carrying value of the assets transferred as follows:

	\$
Exploration and evaluation assets inclusive of deficiency deposits	8,131,667
Fair value of net assets transferred	(7,405,044)
Loss on transfer of spin out assets	726,623

Holders of the Company's stock options exchanged each previously held option for a new option to acquire a common share of the Company and a new option to acquire a common share of F4. The exercise price of the options in the Company was reduced to reflect the comparative fair values of the Company and F4 on completion of the Arrangement.

Holders of the Company's warrants, upon exercise of the warrants at the original exercise price, will receive one Company common share and 0.1 of a F4 common share. The Company, acting as agent for F4, shall collect and pay to F4 Uranium Corp an amount equal to 10% of the gross proceeds to reflect the comparative fair values of F3 and F4 on completion of the Arrangement.

As a result, the Company's warrant value was reduced by \$400,000 based on relative proportion of the comparative fair values of the Company and F4 on completion of the Arrangement.

The arrangement resulted in the reduction of share capital of \$6,981,633.

7. Amounts receivable

	June 30, 2026	June 30, 2025
	\$	\$
Sales tax receivable	103,746	294,916
Other receivables	219,340	16,014
	323,086	310,930

F3 Uranium Corp.

Notes to the consolidated financial statements
For the years ended June 30, 2026 and 2025
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8. Assets held for distribution

Pursuant to the planned Spin-Out, the Company transferred the Properties to F4 in exchange for 49,366,951 shares of F4 being distributed to F3 shareholders. The distribution was approved by the Company shareholders at a special meeting of the Company shareholders held on August 8, 2024. The Properties were reclassified to assets held for distribution at June 30, 2024 at a value of \$7,948,249. During the year ended June 30, 2025, certain assets related to the Key Lake Area which were classified as held for distribution were not transferred and were written off for a total mineral property impairment charge of \$839,997.

9. Right-of-use asset and lease liability

On September 17, 2021, the Company entered into a five-year office lease with an arm's length landlord commencing November 1, 2021. Under the terms of the lease, monthly lease payments were \$3,275 for the first 36 months and \$3,488 per month for the remainder of the lease term. The Company has recognized a right-of-use ("ROU") asset and a corresponding lease liability in connection with the lease. The ROU asset is presented as a right-of-use asset on the statement of financial position.

Below is a summary of the activities related to right-of-use office lease asset for the indicated periods:

Right-of-use-asset	\$
As at June 30, 2024, 2025 and 2026	133,434
Accumulated depreciation, June 30, 2024	70,267
Depreciation	27,071
Accumulated depreciation, June 30, 2025	97,338
Depreciation	27,072
Accumulated depreciation, June 30, 2026	124,410
Net book value, June 30, 2025	36,096
Net book value, June 30, 2026	9,024

The Company has also recognized a lease liability for this lease, which was initially measured at the present value of the future lease payments, discounted using the Company's incremental borrowing rate of 18%.

F3 Uranium Corp.

Notes to the consolidated financial statements
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9. Right-of-use asset and lease liability (continued)

Below is a summary of the activities related to lease liabilities for the following periods:

Lease liability	\$
Balance, June 30, 2024	79,632
Interest expense	11,103
Lease payments	(41,002)
Balance, June 30, 2025	49,733
Interest expense	5,602
Lease payments	(41,855)
Balance, June 30, 2026	13,480
Current portion	13,480
Non-current portion	-
Balance, June 30, 2026	13,480

From July 1, 2026 through the expiry of the lease on October 31, 2026, the Company is obligated to make monthly base lease payments of \$3,488, plus applicable taxes.

10. Term deposits

As at June 30, 2026, the Company held term deposits of \$5,126,597 (June 30, 2025 – \$10,255,600), comprising guaranteed investment certificates held with financial institutions. These deposits are classified as short-term investments, measured at amortized cost and presented separately from cash and cash equivalents.

The term deposits earn fixed rates of interest over their respective terms. Although redeemable before maturity, early redemption may result in penalties or reduced interest earned.

F3 Uranium Corp.

Notes to the consolidated financial statements
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11. Marketable securities and investments

The Company's marketable securities consist of investments in public company shares. A summary of the Company's holdings is as follows:

Traction Uranium Corp.

	Number of Shares	Fair Value
		\$
Balance, June 30, 2024	2,721,128	190,479
Unrealized loss	-	(117,009)
Share consolidation*	(2,449,015)	-
Balance, June 30, 2025	272,113	73,470
Sale of securities	(184,038)	(132,878)
Unrealized gain	-	59,408
Share consolidation*	(88,075)	-
Balance, June 30, 2026	-	-

*Traction Uranium Corp. consolidated its outstanding shares on a ten-to-one basis as of September 26, 2024 and on a three-to-one basis on March 11, 2026 record date.

During the year ended June 30, 2026, the Company sold 184,038 Traction shares for net proceeds of \$128,739, resulting in a realized gain of \$69,361 (2025 – no shares sold).

SKRR Exploration Inc.

	Number of Shares	Fair Value
		\$
Balance, June 30, 2024	1,605,000	160,500
Sale of securities	(100,000)	(17,500)
Unrealized loss	-	(64,675)
Share consolidation*	(1,203,750)	-
Balance, June 30, 2025	301,250	78,325
Unrealized loss	-	(3,013)
Balance, June 30, 2026	301,250	75,312

*SKRR Exploration Inc. consolidated its outstanding shares on a four-to-one basis as of November 25, 2024 record date.

During the year ended June 30, 2025, the Company sold 100,000 SKRR shares for net proceeds of \$14,835, resulting in a realized loss on sale of \$2,665 (2026 – no shares sold).

F3 Uranium Corp.

Notes to the consolidated financial statements
For the years ended June 30, 2026 and 2025
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11. Marketable securities and investments (continued)

F4 Uranium Corp.

	Number of Shares	Fair Value
		\$
Balance, June 30, 2024	-	-
Additions	6,250,000	937,500
Unrealized loss	-	(406,250)
Balance, June 30, 2025	6,250,000	531,250
Unrealized gain	-	187,500
Balance, June 30, 2026	6,250,000	718,750

During the year ended June 30, 2025, the Company purchased 6,250,000 shares of F4 Uranium Corp. at \$0.15 per share for a total purchase price of \$937,500. The fair value of these F4 shares at June 30, 2025 was \$531,250.

During the year ended June 30, 2026, the Company recognized a net gain of \$170,395 from changes in the fair value of marketable securities (2025 – net loss of \$587,832), which was recorded in the consolidated statements of loss and comprehensive loss.

Other investment

On May 29, 2023, the Company purchased a 3.125% undivided interest in a Cessna Citation CJ2+ from AirSprint Inc. for a total consideration of \$217,672 (\$160,000 USD); and a further \$215,553 (\$160,000 USD) was paid during the year ended June 30, 2024 for an additional 3.125% undivided interest. The undivided interest can be sold to a third party purchase at any time.

On August 19, 2024, the Company sold its 3.125% interest in the Cessna Citation CJ2+ for net proceeds of \$137,749.

The consideration paid to purchase the interest was recorded as a long term investment. As of June 30, 2026, the value is \$295,476 (2025 - \$295,476).

F3 Uranium Corp.

Notes to the consolidated financial statements
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12. Exploration and evaluation assets

The Company's exploration and evaluation assets relate to its PLN Project located in the Athabasca Basin, Saskatchewan, Canada. The PLN Project comprises the Patterson Lake North, Broach and Minto properties, all of which are 100% owned by the Company. As at June 30, 2026, the PLN Project comprised 45 mineral claims (June 30, 2025 - 42 claims).

The carrying value of the Company's exploration and evaluation assets by property at June 30, 2026 is as follows:

Property	\$
Patterson Lake North	85,305,511
Broach	992,011
Minto	3,450
Total exploration and evaluation assets	86,300,972

During the year ended June 30, 2026, the Company received \$50,000 under the Government of Saskatchewan's Targeted Mineral Exploration Incentive program, which was recorded as a recovery of exploration and evaluation expenditures.

In January 2024, pursuant to a property swap with CanAlaska Uranium Ltd. ("CanAlaska"), the Company acquired the Patterson West claims, which now form part of the PLN Project. CanAlaska retained a 2.5% net smelter return royalty on the Patterson West claims, of which 1% may be repurchased by the Company for \$3,000,000.

F3 Uranium Corp.

Notes to the consolidated financial statements
For the years ended June 30, 2026 and 2025
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12. Exploration and evaluation assets (continued)

On August 15, 2024, the Company completed the plan of arrangement described in Note 6, pursuant to which certain non-core exploration properties and related agreements were transferred to F4 Uranium Corp. Those properties are no longer held by the Company and are not included in exploration and evaluation assets at June 30, 2026 or June 30, 2025.

A summary of the changes in exploration and evaluation assets is as follows:

	June 30, 2026	June 30, 2025
	\$	\$
Opening balance	75,615,607	53,474,145
Incurred during the year:		
Drilling	8,354,208	17,872,958
Camp and other costs	1,600,690	3,144,231
Geological costs	1,546	-
Geophysical costs	704,851	1,109,828
Land retention and permitting	1,838	4,304
Reporting and surveying	72,232	10,141
Total additions	10,735,365	22,141,462
Recoveries	(50,000)	-
Closing balance	86,300,972	75,615,607

Title to exploration and evaluation assets involves certain inherent risks due to the difficulties of determining the validity of title and ownership of mineral claims. The Company reviews its exploration and evaluation assets for indicators of impairment in accordance with its accounting policy described in Note 3.

F3 Uranium Corp.

Notes to the consolidated financial statements
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13. Convertible debt

On October 18, 2023, the Company closed a \$15,000,000 convertible debenture financing (the "Debentures") with Denison Mines Corp. ("Denison").

The Debentures carry a 9% coupon (the "Interest"), payable quarterly, have a maturity date of October 18, 2028, and are convertible at Denison's option into common shares of the Company at a conversion price of \$0.56 per share (the "Conversion Price").

The Company, at its sole discretion, may pay up to one-third of the Interest in common shares of the Company issued at a price per common share equal to the volume-weighted average trading price of the Company's common shares on the TSX Venture Exchange (the "TSXV") for the 20 trading days ending on the day prior to the date on which such payment of Interest is due.

Transaction costs associated with the issuance of the Debentures during the year ended June 30, 2024 totalled \$749,365, comprising cash payments of \$593,500 and the issuance of 380,518 common shares with a fair value of \$155,865.

The following table summarizes the accounting for the convertible debt during the year ended June 30, 2026:

	Liability Component	Equity Component
	\$	\$
Balance, June 30, 2024	10,910,275	2,741,192
Accretion expense and interest	2,039,940	-
Contractual coupon interest	(1,350,000)	-
Balance, June 30, 2025	11,600,215	2,741,192
Accretion expense and interest	2,174,944	-
Contractual coupon interest	(1,350,000)	-
Balance, June 30, 2026	12,425,159	2,741,192

During the year ended June 30, 2026, the Company issued 2,609,081 common shares with a value of \$450,000 to settle accrued interest payable to Denison.

During the year ended June 30, 2025, the Company issued 1,768,854 common shares with a value of \$450,000 to settle accrued interest payable to Denison.

As at June 30, 2026, \$112,500 of accrued interest payable to Denison was included in accounts payable and accrued liabilities.

For accounting purposes, the convertible debt is separated into its liability and equity components by first valuing the liability component. The fair value of the liability component at the time of issue was calculated as the discounted cash flows of the debt using an 18% discount rate, which was the estimated rate for similar debt without a conversion feature. The fair value of the equity component (conversion feature) was determined at the time of issue as the difference between the face value of the debt and the fair value of the liability component, less deferred income tax adjustments.

F3 Uranium Corp.

Notes to the consolidated financial statements
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14. Flow-through share premium liability

A summary of the changes in the Company's flow-through share premium liability is as follows:

	June 30, 2026	June 30, 2025
	\$	\$
Opening balance	455,698	736,981
Flow-through share premium on issuance of flow-through common share units	5,067,340	3,251,717
Settlement of flow-through share premium liability on expenditures incurred	(2,958,642)	(3,533,000)
Closing balance	2,564,396	455,698

15. Share Capital and other capital reserves

The Company is authorized to issue an unlimited number of common shares, without par value. All of the Company's issued shares are fully paid.

(a) *Share issuances*

Year ended June 30, 2026

October 2025 private placement

On October 3, 2025, the Company completed a bought deal private placement (the "Offering") for aggregate gross proceeds of \$20,000,000, including the full exercise of the Underwriters' over-allotment option.

Pursuant to the Offering, the Company issued:

- (i) 25,000,000 non-flow-through units (the "Units") at a price of \$0.20 per Unit;
- (ii) 14,814,815 non-critical mineral flow-through units sold to charitable purchasers (the "NFT Units") at a price of \$0.27 per NFT Unit;
- (iii) 16,666,667 federal flow-through units sold to charitable purchasers (the "FFT Units") at a price of \$0.30 per FFT Unit; and
- (iv) 18,181,818 Saskatchewan flow-through units sold to charitable purchasers (the "SFT Units", and together with the NFT Units and FFT Units, the "FT Units") at a price of \$0.33 per SFT Unit.

Each Unit consisted of one common share of the Company (a "Common Share") and one-half of one Common Share purchase warrant (each whole warrant, a "Warrant"). Each FT Unit consisted of one Common Share issued as a "flow-through share" within the meaning of subsection 66(15) of the Income Tax Act (Canada) (a "FT Share") and one-half of one Warrant. Each whole Warrant entitles the holder to acquire one Common Share at a price of \$0.30 per share until October 3, 2028.

Gross proceeds from the Offering were allocated between common shares and warrants based on their relative fair values at the date of issuance. Of the gross proceeds of \$20,000,000, \$16,789,693 was allocated to share capital and \$3,210,307 was allocated to other capital reserves in respect of warrants issued to subscribers. The fair value of the warrants was determined using the Black-Scholes option pricing model using expected volatility of 84.017%, a risk-free interest rate of 2.45%, an expected life of 3.0 years and a dividend yield of 0%.

F3 Uranium Corp.

Notes to the consolidated financial statements
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15. Share Capital and other capital reserves (continued)

(a) Share issuances (continued)

In connection with the Offering, the Company paid aggregate cash commissions of \$1,095,619 to the Underwriters and issued 4,091,975 broker warrants with an aggregate fair value of \$182,460. Each broker warrant entitles the holder to acquire one Common Share at a price of \$0.20 per share until October 3, 2028. The fair value of the broker warrants was determined using the Black-Scholes option pricing model using expected volatility of 74.17%, a risk-free interest rate of 2.44%, an expected life of 2 years and a dividend yield of 0%.

In addition, \$5,067,340 was reclassified from share capital to the flow-through share premium liability in respect of the flow-through shares issued under the Offering (Note 14).

April 2026 private placement

On April 17, 2026, the Company completed a bought deal private placement for aggregate gross proceeds of \$5,549,000, including the partial exercise of the Underwriters' option. Pursuant to the offering, the Company issued 27,745,000 flow-through common shares at a price of \$0.20 per share.

The flow-through shares were issued as "flow-through shares" within the meaning of subsection 66(15) of the Income Tax Act (Canada) and qualify as eligible flow-through shares under The Mineral Exploration Tax Credit Regulations, 2014 (Saskatchewan). No warrants were issued to subscribers and no flow-through share premium liability was recognized in connection with the offering.

In connection with the offering, the Company paid aggregate cash commissions of \$305,195 to the Underwriters and issued 1,525,975 broker warrants with an aggregate fair value of \$147,733. Each broker warrant entitles the holder to acquire one Common Share at a price of \$0.20 per share until April 17, 2028. The fair value of the broker warrants was determined using the Black-Scholes option pricing model using expected volatility of 80.639%, a risk-free interest rate of 2.77%, an expected life of 2.0 years and a dividend yield of 0%. In aggregate, the October 2025 and April 2026 private placements resulted in the issuance of 102,408,300 common shares for aggregate gross proceeds of \$25,549,000.

Year ended June 30, 2025

May 2025 private placement

On May 7, 2025, the Company completed a bought deal private placement for aggregate gross proceeds of \$8,000,000 through the issuance of 29,200,000 flow-through common shares at a price of \$0.24 per share.

No warrants were issued as part of the flow-through shares. The Company recognized \$1,314,000 as a flow-through share premium liability (Note 14).

In connection with the private placement, the Company paid finder's fees and incurred other share issuance costs totalling \$516,102.

F3 Uranium Corp.

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15. Share Capital and other capital reserves (continued)

(a) Share issuances (continued)

October 2024 private placement

On October 31, 2024, the Company completed a private placement for aggregate gross proceeds of \$8,000,000 through the issuance of 7,500,000 flow-through units at a price of \$0.375 per unit and 12,500,000 Saskatchewan flow-through units at a price of \$0.415 per unit (collectively, the "FT Units").

Each FT Unit consisted of one common share and one-half of one common share purchase warrant. Each whole warrant entitles the holder to acquire one common share at an exercise price of \$0.40 per share until October 31, 2026.

Gross proceeds from the private placement were allocated between the common shares and warrants on a pro rata basis based on their relative fair values at the date of issuance. Of the gross proceeds, \$6,837,716 was allocated to share capital and \$1,162,284 was allocated to other capital reserves. The fair value of the warrants was determined using the Black-Scholes option pricing model using expected volatility of 85.585%, a risk-free interest rate of 3.07%, an expected life of 2.0 years and a dividend yield of 0%.

In connection with the private placement, the Company paid finder's fees and incurred other share issuance costs totalling \$640,899, of which \$108,192 was allocated to other capital reserves based on the relative fair value of the warrants issued.

The Company also issued 1,079,650 broker warrants with an aggregate fair value of \$105,543, each entitling the holder to acquire one common share at an exercise price of \$0.32 per share until October 31, 2026. The fair value of the broker warrants was determined using the Black-Scholes option pricing model using expected volatility of 85.585%, a risk-free interest rate of 3.07%, an expected life of 2.0 years and a dividend yield of 0%.

In addition, \$1,937,717 was reclassified from share capital to the flow-through share premium liability (Note 14).

In aggregate, the May 2025 and October 2024 private placements resulted in the issuance of 49,200,000 common shares for aggregate gross proceeds of \$15,008,000.

F3 Uranium Corp.

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15. Share Capital and other capital reserves (continued)

(b) Stock options

The Company has a stock option plan under which the Board of Directors may grant stock options to employees, directors, officers, and consultants. The exercise price is determined by the Board of Directors, subject to a minimum exercise price equal to the closing price of the Company's common shares on the day preceding the grant date. Options may be granted for a maximum term of five years, with vesting terms determined by the Board of Directors at the date of grant. The number of common shares reserved for issuance under the plan cannot exceed 10% of the Company's issued and outstanding common shares.

Stock option transactions are summarized as follows:

⁽¹⁾ These prices reflect the exercise prices prior to the closing of the Arrangement.

	Number outstanding	Weighted average exercise price \$
Balance, June 30, 2024	42,854,541	0.33⁽¹⁾
Granted	-	-
Exercised	(475,000)	0.11
Expired, cancelled or forfeited	(3,410,668)	0.12
Balance, June 30, 2025	38,968,873	0.22
Granted	24,000,000	0.20
Exercised	(574,376)	0.14
Cancelled	(2,320,267)	0.21
Net settlement	(130,623)	0.09
Forfeited	(370,000)	0.20
Balance, June 30, 2026	59,573,607	0.21

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Notes to the consolidated financial statements
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15. Share Capital and other capital reserves (continued)

(b) *Stock options (continued)*

Stock Options

Number outstanding	Exercise price	Number of vested options	Expiry date
	\$		
3,500,000	0.078	3,500,000	September 2, 2026 ¹
3,175,000	0.104	3,175,000	October 12, 2026 ¹
2,390,000	0.130	2,390,000	March 8, 2027
7,129,607	0.215	7,129,607	April 6, 2028
11,115,000	0.268	11,098,333	December 15, 2028
8,634,000	0.294	8,634,000	January 12, 2029
23,630,000	0.200	7,630,000	March 27, 2031
59,573,607		43,331,940	

¹See Note 23

The weighted average remaining life of the stock options is 2.98 years.

Option Exercises

During the year ended June 30, 2026, 574,376 stock options were exercised for aggregate cash proceeds of \$70,422. The options exercised during the year had exercise prices ranging from \$0.078 to \$0.215 per share. In addition, 130,623 stock options were net settled during the year.

During the year ended June 30, 2025, the Company issued 475,000 common shares upon the exercise of stock options at exercise prices of \$0.13 and \$0.14 per share for aggregate gross proceeds of \$54,600.

During the year ended June 30, 2026, \$108,429 was transferred from reserves in connection with stock option exercises and net settlements. Together with exercise proceeds of \$70,441 and after deducting employee net settlement amounts of \$5,067, the net increase in share capital was \$173,804.

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15. Share Capital and other capital reserves (continued)

(c) Warrants

Warrant transactions are summarized as follows:

	Number outstanding	Weighted average exercise price \$
Balance, June 30, 2024	48,097,748	0.49
Granted	11,079,650	0.39
Exercised	-	-
Expired, cancelled or forfeited	(2,587,384)	0.38
Balance, June 30, 2025	56,590,014	0.48
Granted	42,949,600	0.29
Expired, cancelled or forfeited	(45,510,364)	0.50
Balance, June 30, 2026	54,029,250	0.31

As at June 30, 2026, warrants were outstanding as follows:

Number outstanding	Exercise price \$	Number of vested exercisable	Expiry date
10,000,000	0.40	10,000,000	October 31, 2026
1,079,650	0.32	1,079,650	October 31, 2026
37,331,650	0.30	37,331,650	October 3, 2028
4,091,975	0.20	4,091,975	October 3, 2027
1,525,975	0.20	1,525,975	April 17, 2028
54,029,250		54,029,250	

The weighted average remaining contractual life of the outstanding warrants at June 30, 2026 was 1.78 years.

During the year ended June 30, 2026, a total of 44,617,507 warrants expired unexercised, at exercise prices ranging from \$0.47 to \$0.56 per share. A further 892,857 warrants with an exercise price of \$0.56 per share were cancelled.

During the year ended June 30, 2025, a total of 2,587,384 warrants expired or were cancelled.

F3 Uranium Corp.

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15. Share Capital and other capital reserves (continued)

(d) Share-based compensation

Stock options are measured at fair value using the Black-Scholes option pricing model.

During the year ended June 30, 2026, the Company granted 24,000,000 stock options at an exercise price of \$0.20 per option (June 30, 2025: nil). Pursuant to the applicable vesting schedules, share-based compensation related to stock options of \$1,597,283 was recognized during the year ended June 30, 2026 (2025 - \$3,277,852).

The weighted-average assumptions used in the Black-Scholes option pricing model for options granted or replaced during the respective years were as follows:

	June 30, 2026	June 30, 2025
Risk-free rate	3.21%	2.78%
Expected life	5 years	1.04 years
Expected volatility	90.3%	130.18%
Exercise price	\$0.20	\$0.25

(e) Restricted share units

The Company has adopted a restricted share unit plan (the "RSU Plan"), pursuant to which the Board of Directors may grant non-transferable restricted share units to directors, officers, employees and consultants of the Company. The expiry date and vesting terms of each RSU award are determined by the Board of Directors at the date of grant. The number of common shares reserved for issuance under the RSU Plan cannot exceed 51,415,906 shares without approval by disinterested shareholders and, in any event, cannot exceed 10% of the Company's issued and outstanding shares.

RSU grants

During the year ended June 30, 2026, the Company granted 20,725,000 RSUs to directors, officers, employees and consultants (June 30, 2025 - nil). Each RSU entitles the holder to receive one common share of the Company upon vesting. The RSUs vest in three equal tranches on March 27, 2027, March 27, 2028 and March 27, 2029. The grant-date fair value of the RSUs was \$4,145,000, determined by reference to the fair value of the Company's common shares on the date of grant and is recognized as share-based compensation expense over the applicable vesting periods.

Pursuant to the applicable vesting schedules, share-based compensation related to RSUs of \$1,625,089 was recognized during the year ended June 30, 2026 (June 30, 2025 - \$2,867,262).

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15. Share Capital and other capital reserves (continued)

RSUs transactions are summarized as follows:

	Number of RSUs
Balance as at June 30, 2024	33,202,377
Exercised	(4,195,702)
Cancelled	(1,834,052)
Balance as at June 30, 2025	27,172,622
Granted	20,725,000
Exercised	(6,590,025)
Net settled	(229,975)
Cancelled	(33,333)
Forfeited	(720,001)
Expired	(11,122,617)
Balance as at June 30, 2026	29,151,671

As at June 30, 2026, 4,259,560 RSUs were vested and pending issuance (June 30, 2025 – 19,940,098).

During the year ended June 30, 2026, \$2,084,183 was transferred from reserves in connection with RSU conversions and net settlements. After deducting withholding taxes of \$44,963.

During the year ended June 30, 2025, \$1,474,303 was transferred from reserves to share capital in connection with RSU conversions.

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16. Supplemental disclosure with respect to cash flows

	June 30, 2026	June 30, 2025
	\$	\$
Cash & cash equivalents		
Cash	17,477,230	5,655,317
GIC – 3 months	69,437	69,714
	17,546,667	5,725,031

There were no cash payments for income taxes during the years ended June 30, 2026 and 2025. During the year ended June 30, 2026, the Company received \$673,182 (June 30, 2025 \$1,016,425) in interest income and paid \$900,000 (June 30, 2025 \$900,000) in interest expense. At June 30, 2026, the Company had received \$20,800 in cash in respect of common shares to be issued.

Significant non-cash transactions and equity reallocations for the year ended June 30, 2026 included:

- (a) The Company transferred \$5,067,340 from share capital to the flow-through share premium liability in connection with the issuance of flow-through shares and recognized \$2,958,642 of flow-through share premium recovery as a non-cash operating item.
- (b) Of the gross proceeds from private placements, \$3,210,307 was allocated to other capital reserves in respect of warrants issued to subscribers.
- (c) Brokers' warrants with a fair value of \$330,193 were recorded as an increase to reserves and a corresponding reduction of share capital.
- (d) Stock option exercises and employee net settlements increased share capital by \$173,804, comprising \$108,429 transferred from reserves and \$70,442 of cash proceeds, net of \$5,067 of withholding deductions.
- (e) In connection with RSU conversions and employee net settlement activity, \$2,084,183 was transferred from reserves, including transfers relating to RSU net settlements. The related share capital increase of \$2,039,490 was net of settlement deductions of \$44,693.
- (f) The Company recognized \$3,222,372 of share-based compensation with a corresponding increase in reserves.
- (g) The Company issued 2,609,081 common shares to settle \$450,000 of interest payable on the convertible debt and recorded a further \$112,500 of interest payable in accounts payable and accrued liabilities as at June 30, 2026.
- (h) The Company incurred \$139,503 of exploration and evaluation expenditures through accounts payable and accrued liabilities.

F3 Uranium Corp.

Notes to the consolidated financial statements
For the years ended June 30, 2026 and 2025
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16. Supplemental disclosure with respect to cash flows (continued)

Significant non-cash transactions for the year ended June 30, 2025 included:

- (a) The Company transferred \$3,251,717 from share capital to the flow-through share premium liability in connection with the issuance of flow-through shares.
- (b) Of the gross proceeds from private placements, \$1,054,091 was allocated to reserves for the fair value of warrants issued in connection with the private placements.
- (c) The Company incurred \$615,168 of exploration and evaluation related expenditures through accounts payable and accrued liabilities.
- (d) On the conversion of RSUs, \$1,414,677 was reclassified from reserves to share capital.
- (e) Brokers' warrants with a fair value of \$105,543 were issued.
- (f) The Company recorded \$112,500 of interest payable on the convertible debt in accounts payable as at June 30, 2025 and issued 1,768,854 common shares to settle \$450,000 of interest payable on the convertible debt.
- (g) The Company incurred \$615,168 of exploration and evaluation expenditures through accounts payable and accrued liabilities.

17. Related party transactions

The Company has identified the Company's officers, directors, and senior management as its key management personnel.

	June 30, 2026	June 30, 2025
	\$	\$
Wages, consulting and directors' fees paid or accrued to key management personnel and companies controlled	1,508,533	2,012,583
Share-based compensation pursuant to the vesting schedule of options granted to key management personnel	2,221,070	4,128,346
	3,729,603	6,140,929
Exploration and evaluation expenditure	658,500	878,909
	4,388,103	7,019,838

Included in accounts payable at June 30, 2026 is \$22,335 (June 30, 2025 - \$33,231) for expenses due to key management personnel and companies controlled by key management personnel. Amounts were non-interest bearing, unsecured and due on demand. As of June 30, 2026, the Company has recorded the pre-payment of management fees to key management personnel and companies controlled by key management personnel in the amount of \$2,825.

On March 3, 2024, and amended on May 13, 2024, the Company entered into a definitive agreement with a technology company to develop machine learning technology for the purpose of identifying potential locations of uranium mineralization. Under the agreement, the Company was required to make a series of payments totaling \$1,275,000 based on the achievement of certain developmental milestones. During the year ended June 30, 2026, the Company made no payments related to the development of the machine learning technology (June 30, 2025 - \$314,524). The Company shares common officers with the technology company. The agreement was terminated in June 2025. These transactions were conducted in the normal course of operations.

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18. Segmented Information

The Company primarily operates in one reportable operating segment being the acquisition and exploration of mineral properties. As at June 30, 2026 and June 30, 2025, all of the Company's assets were in Canada.

19. Capital management

The Company's objectives when managing capital are to safeguard the Company's ability to continue as a going concern in order to pursue exploration and development of its exploration and evaluation assets and to maintain a flexible capital structure which optimizes the costs of capital at an acceptable risk.

The Company depends on external financing to fund its activities. The capital structure of the Company currently consists of common shares, stock options, RSUs and warrants.

Changes in the equity accounts of the Company are disclosed in the consolidated statements of changes in shareholders equity. 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 debt or dispose of assets. The issuance of common shares or issuance of debt requires approval of the Board of Directors.

The Company reviews its capital management approach on an on-going basis and updates it as necessary depending on various factors, including capital deployment and general industry conditions.

The Company anticipates continuing to access equity markets and the use of joint ventures to fund continued exploration and development of its exploration and evaluation assets and the future growth of the business.

20. Financial instruments and risk management

Financial instruments

IFRS 13, Fair Value Measurement, establishes a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

Level 1 – quoted prices (unadjusted) 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 for the asset or liability that are not based on observable market data (unobservable inputs).

The Company's financial instruments consist of cash and cash equivalents, marketable securities, term deposits, accounts receivable, accounts payable, accrued liabilities, and convertible debt. Cash and cash equivalents and term deposits are measured at amortized cost, and marketable securities are valued using quoted prices from an active market (Level 1). For accounts payable and accrued liabilities, the carrying value is considered to be a reasonable approximation of fair value due to the short-term nature. For the convertible debt, the fair value approximates the carrying value due to the market rate of interest used by the Company.

The Company's financial instruments are exposed to a number of financial and market risks, including credit, liquidity and foreign exchange risks. The Company does not currently have in place any active hedging or derivative trading policies to manage these risks since the Company's management does not believe that the current size, scale and pattern of its operations warrant such hedging activities.

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Notes to the consolidated financial statements
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20. Financial instruments and risk management (continued)

Risk management

(a) Credit risk

Credit risk is the risk that a counterparty to a financial instrument will not discharge its obligations, resulting in a financial loss to the Company. The Company has procedures in place to minimize its exposure to credit risk. Company management evaluates credit risk on an ongoing basis including counterparty credit rating and other counterparty concentrations as measured by amount and percentage. The primary sources of credit risk for the Company arise from cash and marketable securities.

The Company has not suffered any credit losses in the past, nor does it expect to have any credit losses in the future. As at June 30, 2026, the Company has no significant financial assets that are past due or impaired due to credit risk defaults. The Company's maximum exposure to credit risk is limited to its cash and investment account balances.

(b) Liquidity risk

Liquidity risk is the risk that the Company will not be able to meet its obligations with respect to financial liabilities as they fall due (see Note 1). The Company's financial liabilities are comprised of accounts payable and accrued liabilities, convertible debt and lease liability.

The Company frequently assesses its liquidity position by reviewing the timing of amounts due and the Company's current cash flow position to meet its obligations.

The Company manages its liquidity risk by maintaining sufficient cash and cash equivalents and short-term investment balances to meet its anticipated operational needs

The Company's accounts payable and accrued liabilities arose as a result of exploration and development of its exploration and evaluation assets and other corporate expenses. Payment terms on these liabilities are typically 30 to 60 days from receipt of invoice and do not generally bear interest.

The following table summarizes the remaining contractual maturities of the Company's financial liabilities.

Maturity Dates		June 30, 2026	June 30, 2025
		\$	\$
Accounts payable and accrued liabilities	< 12 months	543,153	907,585
Convertible debt	> 12 months	12,425,159	11,600,215

(c) Interest rate risk

From time-to-time, the Company invests excess cash in guaranteed investment certificates ("GICs") and term deposits at fixed or floating rates of interest and cash equivalents are to be maintained in floating rates of interest in order to maintain liquidity, while achieving a satisfactory return.

As of June 30, 2026, the Company was exposed to nominal interest rate risk. The Company manages risk by monitoring changes in interest rates in comparison to prevailing market rates. The Company has no debt bearing variable interest rate.

F3 Uranium Corp.

Notes to the consolidated financial statements
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20. Financial instruments and risk management (continued)

Risk management (continued)

(d) *Market risk*

Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate due to changes in market prices, other than those arising from interest rate risk or currency risk.

The Company is exposed to other price risk on its marketable securities due to fluctuations in the current market prices and fluctuations in trading volumes of those securities. The Company's exposure to market risk is limited to the fair value of its marketable securities.

(e) *Commodity price risk*

The Company is still in the exploration stage, and therefore commodity prices are not reflected in operating financial results. However, fluctuations in commodity prices may influence financial markets and may indirectly affect the Company's ability to raise capital to fund exploration activities.

21. Commitments

During the current and prior fiscal years, the Company entered into various consulting agreements with consultants and officers to provide various services. In the event of termination without cause or a change of control, the Company is committed to paying severance. This severance ranges from six months of consulting fees, with an additional one month of fees for each twelve months of service to three years of fees (the "Severance Period"). In the event there is a change in control and these individuals are terminated within the Severance Period, the Company will be liable to cover \$3,800,000 in termination fees.

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22. Income Taxes

A reconciliation of current income taxes at statutory rates of 27% (2025: 27%) with the reported taxes is as follows:

	2026	2025
	\$	\$
Loss before income taxes	(7,183,516)	(12,337,909)
Expected income tax expense (recovery)	(1,940,000)	(3,331,000)
Permanent differences	62,000	798,000
Adjustment to prior years provision versus statutory tax returns	1,913,000	110,000
Change in tax impact on unrecognized temporary differences	2,789,000	2,819,000
Total income tax expense	2,824,000	396,000
Income tax expense to the statement of loss and comprehensive loss	2,824,000	396,000

Significant components of the Company's consolidated deferred income tax assets (liabilities) are as follows:

Deferred tax asset (liability)	2026	2025
	\$	\$
Exploration and evaluation assets	(18,237,000)	(15,521,000)
Property and equipment	24,000	24,000
Right-of-use assets	(2,000)	(10,000)
Lease liability	3,000	13,000
Share issuance costs	867,000	837,000
Marketable securities	58,000	385,000
Non-capital losses	6,400,000	6,432,000
Convertible debt	(695,000)	(918,000)
Net deferred tax liabilities recognized	(11,582,000)	(8,758,000)

The significant components of the Company's unrecognized deductible temporary differences and unused tax losses are as follows:

	2026	Expiry date	2025	Expiry date
	\$		\$	
Capital losses	4,902,000	None	2,635,000	None
Property and equipment	17,000	None	17,000	None
Exploration and evaluation assets	3,228,000	None	3,228,000	None
Total unrecognized deductible temporary differences and taxes losses	8,147,000		5,880,000	

Tax attributes are subject to review, and potential adjustment, by tax authorities.

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23. Subsequent events

Subsequent to June 30, 2026, the Company issued an aggregate of 2,248,922 common shares as follows:

(a) The Company issued 425,000 common shares pursuant to the exercise of stock options, consisting of 200,000 options exercised at \$0.078 per share and 225,000 options exercised at \$0.104 per share, for aggregate proceeds of \$39,000.

(b) 3,300,000 stock options with an exercise price of \$0.078 expired unexercised on September 2, 2026. 2,950,000 stock options with an exercise price of \$0.104 expired unexercised on October 12, 2026.

(c) On July 10, 2026, the Company settled \$112,500 by issuing 755,034 common shares to Denison Mines Corp. at a deemed price of \$0.149 per share in settlement of accrued interest on an existing convertible note.

(d) The Company issued 271,016 common shares pursuant to the settlement of previously granted RSUs.

(e) On October 8, 2026, the Company settled \$112,500 of accrued interest on an existing convertible note by issuing 797,872 common shares to Denison Mines Corp. at a deemed price of \$0.141 per share.