BUCHANS RESOURCES LIMITED

CONDENSED INTERIM FINANCIAL STATEMENTS

Unaudited

For the three and six months ended June 30, 2026

NOTICE OF NO AUDITOR REVIEW OF
CONDENSED INTERIM FINANCIAL STATEMENTS

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

The Company's independent auditor has not performed a review of these condensed interim financial statements in accordance with standards established by CPA Canada for a review of interim financial statements by an entity's auditor.

BUCHANS RESOURCES LIMITED

CONDENSED INTERIM FINANCIAL STATEMENTS

For the three and six months ended June 30, 2026

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BUCHANS RESOURCES LIMITED

Condensed Interim Statement of Financial Position

As at June 30, 2026

Unaudited

Expressed in Canadian Dollars	Notes	June 30, 2026 $	December 31, 2025 $
Assets			
Current assets			
Cash and cash equivalents	**8**	359,375	26,686
Trade and other receivables	**9**	85,678	86,967
Prepaid expenses		22,923	10,632
Marketable securities	**10**	5,774,078	8,864,532
Total current assets		6,242,054	8,988,817
Non-current assets			
Exploration and evaluation assets	**6**	510,169	381,283
Right-of-use asset, lease	**5**	302,934	327,424
Investment in associates	**7**	792,582	742,832
Total non-current assets		1,605,685	1,451,539
Total assets		7,847,739	10,440,356
Shareholders' Equity and liabilities			
Current liabilities			
Trade and other payables	**11**	53,515	138,053
Current portion of loan payable	**12**	16,000	16,000
Current portion of lease obligation	**5**	39,478	38,410
Total current liabilities		108,993	192,463
Long term liabilities			
Loans payable	**12**	25,333	33,333
Lease obligation	**5**	263,456	289,014
Total long term liabilities		288,789	322,347
Total liabilities		397,782	514,810
Shareholders' Equity			
Share capital	**13**	8,457,826	8,431,826
Retained earnings		(1,007,869)	1,493,720
Total shareholders' equity		7,449,957	9,925,546
Total shareholders' equity and liabilities		7,847,739	10,440,356

Nature of operations and going concern (Note 1)
Commitments and contingencies (Notes 1, 5, 12 and 15)

The financial statements were approved by the Board of Directors on August 28, 2026, and signed on its behalf by:

Signed "John F. Kearney" , Director

Signed "Patrick Downey" , Director

See accompanying notes to the condensed interim financial statements

BUCHANS RESOURCES LIMITED

Condensed Interim Statement of Loss and Comprehensive Loss

For the three and six months ended June 30, 2026 and 2025

Unaudited

Expressed in Canadian Dollars	Notes	Three months ended June 30, 2026	Three months ended June 30, 2025	Six months ended June 30, 2026	Six months ended June 30, 2025
		$	$	$	$
General and administrative expenses:					
Professional fees		(8,927)	(16,000)	(16,927)	(20,102)
Shareholders and investors expense		(2,194)	(23,095)	(4,444)	(24,920)
Depreciation on right-of-use asset	5	(12,329)	-	(24,489)	(11,770)
Office expense		(13,449)	(10,476)	(50,104)	(49,523)
Loss before other items		(36,899)	(49,571)	(95,964)	(106,315)
Other items:					
Foreign exchange gain/(loss)		-	(323)	(278)	(359)
Interest expense on lease obligation	5	(4,279)	-	(8,725)	(146)
Interest income		31	-	98	78
Dividend income		978	-	978	-
Gain/(loss) on disposal of marketable securities	10	-	(10,000)	415,736	(54,800)
Change in fair value of marketable securities	10	(1,176,912)	659,511	(2,813,434)	(56,510)
Total other items		(1,180,182)	649,188	(2,405,625)	(111,737)
Net loss and comprehensive loss for the period	4	(1,217,081)	599,617	(2,501,589)	(218,052)
Earnings/(loss) per share					
Basic and diluted earnings/(loss) per share	4	(0.019)	0.009	(0.038)	(0.003)
Weighted average common shares - basic and diluted		64,993,969	64,760,636	64,993,969	64,760,636

See accompanying notes to the condensed interim financial statements

BUCHANS RESOURCES LIMITED

Condensed Interim Statement of Changes in Shareholders' Equity

As at June 30, 2026

Unaudited

Expressed in Canadian Dollars	Share Capital	Retained Earnings (Deficit)	Total
	$	$	$
Balance as at December 31, 2024	8,411,026	(3,047,799)	5,363,227
Total comprehensive loss for the period	-	(218,052)	(218,052)
Balance as at June 30, 2025	8,411,026	(3,265,852)	5,145,174
Share issued	20,800	-	20,800
Total comprehensive income for the period	-	4,759,572	4,759,572
Balance as at December 31, 2025	8,431,826	1,493,720	9,925,546
Share issued	26,000	-	26,000
Total comprehensive loss for the period	-	(2,501,589)	(2,501,589)
Balance as at June 30, 2026	8,457,826	(1,007,869)	7,449,957

See accompanying notes to the condensed interim financial statements

BUCHANS RESOURCES LIMITED

Condensed Interim Statements of Cash Flows

For the six months ended June 30, 2026 and 2025

Unaudited

Expressed in Canadian Dollars	Notes	2026	2025
		$	$
Cash flow from operating activities			
Loss for the period		(2,501,589)	(218,052)
Depreciation on right-of-use asset	5	24,489	11,770
(Gain)/loss on disposal of marketable securities	10	(415,736)	-
Change in fair value of marketable securities	10	2,813,434	54,800
Non-cash interest income		-	56,510
Interest expense on lease obligation	5	8,725	146
Interest income on finance leases		-	(78)
		(70,677)	(94,905)
Movements in working capital			
(Increase) in trade and other receivables		1,289	3,271
Decrease in prepaid expenses		(12,291)	25,000
Increase (decrease) in trade and other payables		(84,538)	(182,797)
Net cash flows from operating activities		(166,217)	(249,431)
Cash flows provided by (used in) investing activities			
Proceeds on disposal of marketable securities	10	692,756	164,400
Investment in associate	7	(49,749)	-
Investment in exploration and evaluation assets	6	(102,886)	(41,761)
Lease payments received		-	15,277
Net cash flows provided by investing activities		540,121	137,916
Cash flows (used in) financing activities			
Payment of lease obligation	5	(33,215)	(28,427)
Bank loan payments	12	(8,000)	-
Net cash flows (used in) financing activities		(41,215)	(28,427)
Net increase in cash and cash equivalents		332,689	(139,942)
Cash and cash equivalents at the beginning of the period		26,686	260,590
Cash and cash equivalent at the end of the period	8	359,375	120,648

See accompanying notes to the condensed interim financial statements

Expressed in Canadian dollars, unless noted

1. NATURE OF OPERATIONS AND GOING CONCERN

Buchans Resources Limited ("Buchans" or the "Company") is incorporated under the laws of the province of Ontario, Canada. The Company's registered business address is 181 University Ave., Suite 1413, Toronto, Ontario, M5H 3M7.

The Company is in the business of exploring its exploration and evaluation properties and has not yet determined whether its exploration and evaluation assets contain economically recoverable mineral reserves. The underlying value and the recoverability of the exploration and evaluation properties is entirely dependent upon the existence of economically recoverable mineral reserves, the ability of the Company to obtain the necessary financing to complete the exploration and development of the exploration and evaluation properties, and the generation of future profitable production or proceeds from the disposition of the exploration and evaluation properties.

Although the Company has taken steps to verify title to properties on which it is conducting exploration and in which it has an interest in accordance with industry standards for the current stage of development of such properties, these procedures do not guarantee the Company's title. Property title may be subject to government licensing requirements, social licensing requirements, unregistered prior agreements, unregistered claims, aboriginal claims and non-compliance with regulatory requirements. The Company's properties may also be subject to increases in taxes and royalties, renegotiating contracts and political uncertainty.

Historically, the Company relied on equity financing to generate financial resources to fund its working capital requirements and to fund its planned exploration programs. The continuing operations of the Company are dependent on its ability to generate future cash flows, sell marketable securities or obtain additional financing. Management is of the opinion that funding is available to meet the Company's liabilities and commitments as they become due, although there is a risk that additional financing will not be available on a timely basis, on acceptable terms to the Company, or at all. The financial statements have been prepared on a going concern basis. The preparation of financial statements requires an assessment on the validity of the going concern assumption. The validity of the going concern concept is dependent on financing being available for the continuing working capital requirements of the Company and financing for the exploration and development of the Company's projects being available. Should the going concern basis not be appropriate, adjustments would have to be made to the financial statements. Such adjustments could be material.

2. BASIS OF PRESENTATION

These financial statements have been prepared based upon the historical cost basis, with the exception of certain financial instruments measured at fair value. In addition, these financial statements have been prepared using the accrual basis of accounting, except cash flow information.

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

These condensed interim financial statements were prepared on a basis consistent with the accounting policies disclosed in the annual financial statements of the Company for the year ended December 31, 2025, as set out in Note 3 thereof.

4. INCOME/(LOSS) PER SHARE

Basic income/(loss) per share is computed by dividing the income/(loss) after taxation for the period available to ordinary shareholders by the sum of the weighted average number of ordinary shares in issue and ranking for dividend during the period. Diluted income/(loss) per share is computed by dividing the income/(loss) after taxation for the period by the weighted average number of ordinary shares in issue, adjusted for the effect of all potential dilutive ordinary shares that were outstanding during the period. The computation for basic and diluted income/(loss) per share is as follows:

	June 30, 2026 $	June 30, 2025 $
Numerator		
Net income/(loss)	(2,501,589)	(218,052)
Total income/(loss) for the period	(2,501,589)	(218,052)
Denominator	No. of Shares	No. of Shares
Weighted average number of shares - basic and diluted	64,993,969	64,760,636
Earnings/(loss) per share		
Basic and diluted earnings/(loss) per share	(0.038)	(0.003)

Expressed in Canadian dollars, unless noted

5. RIGHT OF USE ASSET AND LEASE OBLIGATION

On January 22, 2025, the Company signed a new lease agreement with Dream Office (GP) Inc. for a portion of 181 University Ave., Suite 1413, Toronto, Ontario, M5H 3M7. The lease is for a period of seven years, starting August 1, 2025, and expiring July 31, 2032. In accordance with IFRS 16, the Company recognized a right of use asset (“ROU”) and a lease obligation.

	June 30, 2026	December 31, 2025
	$	$
Cost		
Balance, beginning of period	343,381	1,145,272
Additions	-	343,381
Derecognized - investment in finance leases	-	(1,145,272)
Balance, end of period	343,381	343,381
Accumulated Depreciation		
Balance, beginning of period	17,531	1,133,502
Additions	24,489	27,727
Derecognized - accumulated depreciation	-	(1,143,698)
Balance, end of period	42,021	17,531
Net book value	302,934	327,424

	June 30, 2026	December 31, 2025
	$	$
Balance, beginning of period	327,424	28,281
Additions	-	343,381
Lease payments	(33,215)	(50,570)
Interest expense	8,725	6,332
Balance, end of period	302,934	327,424

	$	$
Current portion of lease liability	39,478	38,410
Long-term portion of lease liability	263,456	289,014
	302,934	327,424

When measuring the lease obligation, the Company discounted the remaining lease payments using the estimated incremental borrowing rate of 5.5% per annum.

6. EXPLORATION AND EVALUATION ASSETS

The following table shows the Company's exploration and evaluation assets:

	June 30, 2026	Additions	Dec. 31, 2025	Additions	Dec. 31, 2024
	$	$	$	$	$
South Voiseys Bay	299,701	35,213	264,488	44,880	219,608
Tasiuyak-Voiseys Gold	71,180	61,901	9,279	9,279	-
Voiseys Bay (Luk)	78,965	1,620	77,345	-	77,345
Prepaid exploration C2 bonds	60,323	30,152	30,171	30,171	-
	510,169	128,886	381,283	84,330	296,953

All exploration and evaluation assets are carried at cost less any applicable impairment provision.

The realisation of the exploration and evaluation assets is dependent on the successful discovery and development of mineral economic resources, including the ability to raise finance to develop the projects. Should this prove unsuccessful the value included in the statement of financial position would be impaired. By its nature there is inherent uncertainty as in the asset value.

The Company holds interests in several copper/nickel/cobalt exploration properties in Labrador, including claims at South Voisey's Bay and claims in the immediate Voisey's Bay area, and the Tasiuyak gold exploration property.

On April 1, 2025, Buchans entered into an agreement to purchase additional claims at South Voisey's Bay. The agreement grants the Company an option to purchase 100% interests in 25 additional adjacent claims (additional 6.25 km^2). To acquire this interest, Buchans must (i) pay the vendors an aggregate total of $40,000, (ii) issue a total of 1,000,000 BRL shares over four years, and (iii) grant the Vendors a two percent (2%) net smelter returns royalty ("NSR Royalty") on the vended claims. Buchans may purchase one half of the NSR Royalty at any time for a cash payment of $1,500,000 and retains right of first refusal on the transfer or assignment of the NSR Royalty. Buchans has acquired the claims and made the first and second of four annual payments and share issuances.

7. INVESTMENT IN ASSOCIATES

At June 30, 2026, the Company held 11,573,501 (2025 – 11,227,879) shares of Minco Exploration Plc, incorporated in Ireland, representing 9.4% (2025 – 10.8%) interest, as an investment in associate and not held for distribution.

In February 2026, Minco Exploration Plc completed a €1.66 million financing. As part of the financing, the Company invested $49,750 (€30,000) and acquired an additional 345,622 ordinary shares of Minco Exploration Plc.

	June 30, 2026	December 31, 2025
	$	$
Opening balance	742,832	692,047
Dilution gain of associate	-	93,546
Share of loss of associate	-	(42,761)
Investment in associate	49,750	-
Closing balance	792,582	742,832

8. CASH AND CASH EQUIVALENTS

	June 30, 2026	December 31, 2025
	$	$
Cash	359,375	19,855
Cash (US dollars)	-	6,831
Immediately available without restriction	359,375	26,686

Cash comprises cash balances held at a major Canadian bank for purposes of meeting short-term cash commitments.

Expressed in Canadian dollars, unless noted

9. TRADE AND OTHER RECEIVABLES

	June 30, 2026 $	December 31, 2025 $
Receivables	694	639
Receivable from related parties (Note 14)	214,536	242,408
Expected credit losses	(160,000)	(160,000)
Sales taxes receivable	6,293	3,920
	61,522	86,967

10. MARKETABLE SECURITIES

	June 30, 2026 $	December 31, 2025 $
Canterra Minerals Corporation	4,635,078	7,810,232
Royalties Inc.	1,132,000	1,045,800
Manhattan Uranium Discovery Corporation	7,000	8,500
	5,774,078	8,864,532

(a) Canterra Minerals Corporation

At June 30, 2026, the Company held 31,966,054 shares of Canterra (December 31, 2025 – 35,501,054) with a quoted market value as at that date of $4,635,078 (December 31, 2025 – $7,810,232). During the six months ended June 30, 2026, the Company sold 3,535,000 shares and recorded a gain on disposal of $403,482. The Company also recorded a fair value loss of $2,713,734.

(b) Royalties Inc.

At June 30, 2026, the Company held 11,320,000 shares of Royalties (December 31, 2025 – 11,620,003) with a quoted market value as at that date of $1,132,000 (December 31, 2025 – $1,045,800). During the three and six months ended June 30, 2026, the Company sold 300,003 shares and recorded a gain on disposal of $12,254. The Company also recorded a fair value gain of $98,200.

(c) Manhattan Uranium Discovery Corp.

On May 7, 2026, pursuant to a three-tiered amalgamation involving Urano Energy Corp., Manhattan Uranium Discovery Corp. (formerly Aero Energy Limited) and Pegasus Resources Inc., each shareholder of Urano Energy Corp. received 0.2 common shares of Manhattan Uranium Discovery Corp. for each Urano Energy Corp. common share held. As a result, the Company's 100,000 shares of Urano Energy Corp. were exchanged for 20,000 shares of Manhattan Uranium Discovery Corp. The Company also recorded a fair value loss of $1,500.

At June 30, 2026, the Company held 20,000 shares of Manhattan Uranium Discovery Corp. (December 31, 2025 – 100,000 shares of Urano Energy Corp.) with a quoted market value as at that date of $7,000 (December 31, 2025 – $8,500).

11. TRADE AND OTHER PAYABLES

	June 30, 2026 $	December 31, 2025 $
Trade creditors and accruals	53,515	103,053
Amounts due to related parties (Note 14)	-	35,000
	53,515	138,053

12. LOANS PAYABLE

On May 26, 2020, the Government of Canada launched the Canada Emergency Business Account (CEBA), which was implemented by eligible financial institutions. The Company and its former subsidiary, Buchans Minerals Corporation, each received loans of $40,000, for a total amount of $80,000 and in January 2021, the Company received an additional loan in the amount of $40,000. In February 2024, the Company refinanced the full balance of the CEBA loans less a $40,000 forgivable portion. The refinancing was done through a bank loan in the amount of $80,000 repayable in monthly instalments over a period of five years at interest rates of prime plus 1.5% to 3.5%.

Expressed in Canadian dollars, unless noted

13. SHARE CAPITAL

Authorized
Unlimited number of common shares

Issued	Shares	Amount $
Balance at December 31, 2024	64,710,636	8,411,026
Shares issued for property	200,000	20,800
Balance at December 31, 2025	64,910,636	8,431,826
Shares issued for property	250,000	26,000
Balance at June 30, 2026	65,160,636	8,457,826

On April 1, 2025, Buchans entered into an agreement to purchase additional claims at South Voisey's Bay and made the first of four annual payments and share issuances.

14. RELATED PARTY TRANSACTIONS

The directors are considered key management personnel of the Company in accordance with IAS 24 'Related Party Disclosures'. No fees were paid by the Company to directors for their services as directors of the Company in the six months ended June 30, 2026 and 2025.

During the six months ended June 30, 2026, the Company charged $18,000 to related parties for office services, including $9,000 (December 31, 2025 - $15,000) to Energold Minerals Inc., and $9,000 (December 31, 2025 - $15,000) to Conquest Resources Limited.

Included in trade and other receivables at June 30, 2026, is $15,763 (December 31, 2025 - $41,830) from Minco Exploration Plc (Note 7) covering administration services.

In February 2026, as part of a financing in Minco Exploration, the Company invested $49,750 (€30,000) to acquire an additional 345,622 ordinary shares of Minco, and Minco reduced its payable to Buchans by $49,750. (Note 9)

Included in amounts payable at December 31, 2025, was a note payable to Energold Minerals Inc. in the amount of $35,000 in respect of advances made by Energold to the Company. In March 2026, the Company repaid $35,000 to Energold. (Note 11)

These companies are related through John F. Kearney, Chairman of the Company, being director of some or all companies mentioned.

All amounts owing to or from related parties are non-interest bearing, unsecured and due on demand unless otherwise stated.

15. COMMITMENTS AND CONTINGENCIES

The Company's exploration and evaluation activities are subject to various laws and regulations governing the protection of the environment. These laws and regulations are continually changing and generally becoming more restrictive. The Company believes its operations are materially in compliance with all applicable laws and regulations. The Company has made, and expects to make in the future, expenditures to comply with such laws and regulations.

16. FINANCIAL INSTRUMENTS

The Company's risk exposures and the impact on the Company's financial instruments are summarized below. There have been no changes in the risks, objectives, policies and procedures during the financial statements reporting period.

Fair value
The Company's marketable securities are classified as fair value through profit or loss ("FVPL"), which are measured at fair value. Cash and cash equivalents, trade and other receivables, trade and other payables, loans payable and lease obligations are measured at amortized cost.

As at June 30, 2026, the carrying and fair value amounts of the Company's current financial instruments are approximately equivalent due to the relatively short periods to maturity of these instruments.

Fair value estimates are made at a specific point in time, based on relevant market information and information about financial instruments. These estimates are subject to and involve uncertainties and matters of significant judgment, therefore cannot be determined with precision. Changes in assumptions could significantly affect the estimates.

16. FINANCIAL INSTRUMENTS (CONTINUED)

Fair value hierarchy
The fair value hierarchy has the following levels: (a) quoted prices (unadjusted) in active markets for identical assets or liabilities (Level 1); (b) 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) (Level 2); and (c) inputs for the asset or liability that are not based on observable market data (unobservable inputs) (Level 3). During the three and six months ended June 30, 2026, the Company's financial instruments that are carried at fair value, consisting of investments in marketable securities have been classified as Level 1 within the fair value hierarchy.

Interest rate risk
The Company has cash balances and a variable interest bank loan. The Company's current policy is to invest excess cash in investment-grade short-term deposit certificates issued by major banks with a credit rating of at least BBB-. The Company periodically monitors the investments it makes and is satisfied with the credit ratings of its banks. See Note 12.

Credit risk
Credit risk is the risk that a client or vendor will be unable to pay or receive any amounts owed to or owed by the Company. Management's assessment of the Company's risk of cash is low as it is primarily attributable to funds held in banks. The Company has credit risk on its trade and other receivables, including those owing from related parties. Management assesses credit risk based on the information available, and records expected credit losses where there are significant increases in credit risk. The carrying amount of financial assets recorded in the statement of financial position represents the Company's maximum exposure to credit risk. The Company manages credit risk by performing credit assessments of customers, monitoring outstanding balances and establishing credit limits where appropriate. The Company also reviews the collectability of receivables on an ongoing basis and records allowances for expected credit losses as necessary. The Company has assessed the expected credit losses by counterparty.

Commodity price risk
The ability of the Company to develop its properties and the future profitability of the Company is directly related to the market price of certain minerals, particularly zinc, lead, and copper.

Liquidity risk
The Company's approach to managing liquidity risk is to ensure that it will have sufficient liquidity to meet liabilities when due. Other than a bank loan repayable over five years and office lease obligations payable until July 31, 2032, all of the Company's financial liabilities have contractual maturities of less than 30 days and are subject to normal trade terms.

Market risk
Market risk is the risk that the fair value of, or future cash flows from, the Company's financial instruments will significantly fluctuate because of changes in market prices. The Company is exposed to market risk with respect to its marketable securities and unfavourable market conditions could result in dispositions of marketable securities at less than favorable prices. A 5% change in the market prices would result in a $288,704 impact to the net income.

Foreign currency risk
Although the Company is incorporated in Canada, the Company has operations in Ireland and UK through its investment in associate, none of which presently generate cash from operations, and may hold cash investments in Canadian and US Dollars, Euros or Sterling. The functional currency of the Company's operations is the Canadian Dollar. However, expenditures are not considered to be a monetary asset, and have been translated to the functional currency at the rates of exchange ruling at the dates of the original transactions. The Company also has transactional currency exposures. Such exposures arise from expenses incurred by the Company in currencies other than the functional currency.

17. CAPITAL MANAGEMENT

The capital of the Company consists primarily of its shareholders' equity.

The Company's objective when managing capital is to maintain adequate levels of funding, primarily to equity financing, to support the exploration and development of mineral properties and maintain the necessary corporate and administrative functions to facilitate these activities. Future financings are dependent on market conditions and there can be no assurance the Company will be able to raise funds in the future. All equity financings require the approval of the Board of Directors.

The Company invests all capital that is surplus to its immediate operational needs in short term, highly-liquid financial instruments, such as short term guaranteed investment certificates, held with a major Canadian financial institution.

Management reviews its capital management approach on an ongoing basis and believes that this approach, given the relative size of the Company, is reasonable.

There were no significant changes to the Company's approach to capital management during the three and six months ended June 30, 2026. The Company is not subject to externally imposed capital requirements.