



# **Trigon Metals Inc.**

## **Condensed consolidated interim financial statements**

*For the three and six months ended September 30, 2025 and 2024*

*(Expressed in U.S. Dollars)*

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

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

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

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

**Trigon Metals Inc.**  
**Condensed Consolidated Interim Statements of Financial Position**  
(Expressed in US dollars)

| As at   | Notes | September 30,<br>2025 | March 31,<br>2025    |
|---|-------|-----------------------|----------------------|
| <b>ASSETS</b>   |       |                       |                      |
| <b>Current assets</b>   |       |                       |                      |
| Cash  |       | \$ 1,378,418          | \$ 1,037,235         |
| Amounts receivable  | 4     | 35,256                | 51,736               |
| Prepaid expenses  |       | 24,402                | 122,993              |
| Current assets held for sale  | 14    | 33,751,581            | 34,514,406           |
| Current assets held for distribution  | 14    | -                     | 29,133               |
| <b>Total current assets</b>   |       | <b>35,189,657</b>     | <b>35,755,503</b>    |
| <b>Non-current assets</b>   |       |                       |                      |
| Property and equipment  |       | 305                   | -                    |
| <b>Total Assets</b>   |       | <b>\$ 35,189,962</b>  | <b>\$ 35,755,503</b> |
| <b>LIABILITIES</b>  |       |                       |                      |
| <b>Current</b>  |       |                       |                      |
| Accounts payable and accrued liabilities  | 6,11  | \$ 3,073,724          | \$ 4,192,759         |
| Loan payable  | 13    | 6,865,683             | 1,376,000            |
| Warrant liability   | 10    | 6,089                 | 12,400               |
| Acquisition fee payable   | 5     | 475,900               | -                    |
| Current liabilities held for sale   | 14    | 36,686,728            | 35,095,668           |
| Current liabilities held for distribution   | 14    | -                     | 1,236,160            |
| <b>Total current liabilities</b>  |       | <b>47,108,124</b>     | <b>41,912,987</b>    |
| <b>Non-current liabilities</b>  |       |                       |                      |
| Acquisition fee payable   | 5     | 728,242               | -                    |
| <b>Total Liabilities</b>  |       | <b>\$ 47,836,366</b>  | <b>\$ 41,912,987</b> |
| <b>(Deficiency) equity attributable to shareholders of Trigon Metals Inc.:</b>      |       |                       |                      |
| Share capital   | 9     | 51,999,590            | 51,950,470           |
| Contributed surplus   | 10    | 2,055,935             | 2,191,579            |
| Currency translation reserve  |       | 10,543,512            | 10,543,512           |
| Deficit   |       | (71,526,628)          | (65,414,821)         |
| <b>Total equity (deficiency) attributable to shareholders of Trigon Metals Inc.</b> |       | <b>(6,927,591)</b>    | <b>(729,260)</b>     |
| Non-controlling interest  |       | (5,718,813)           | (5,428,224)          |
| <b>Total Deficiency</b>   |       | <b>(12,646,404)</b>   | <b>(6,157,484)</b>   |
| <b>Total Liabilities and Deficiency</b>   |       | <b>\$ 35,189,962</b>  | <b>\$ 35,755,503</b> |
| <b>Nature of operation and going concern (note 1)</b>                               |       |                       |                      |
| <b>Commitments and contingencies (notes 12)</b>                                     |       |                       |                      |

Approved by the Board of Directors on November 27, 2025.

*"Jed Richardson"*

Jed Richardson  
Director

*"Larisa Sprott"*

Larisa Sprott  
Director

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

**Trigon Metals Inc.**  
**Condensed Consolidated Interim Statements of Loss and Comprehensive Loss**  
(Expressed in US dollars)

|  |    | Three months ended<br>September 30, |                | Six months ended<br>September 30, |                |
|--|----|-------------------------------------|----------------|-----------------------------------|----------------|
|  |    | 2025                                | 2024           | 2025                              | 2024           |
| <b>Expenses</b>  |    |                                     |                |                                   |                |
| Consulting fees  | 11 | \$ 301,695                          | \$ 564,588     | \$ 605,949                        | \$ 944,028     |
| Professional fees  |    | 18,257                              | 203,103        | 255,449                           | 237,677        |
| Travel and related costs   |    | 25,235                              | 25,059         | 58,291                            | 68,703         |
| Investors relations and filing fees  |    | 60,437                              | 34,198         | 138,350                           | 85,396         |
| General and administrative costs   |    | 42,877                              | 39,082         | 87,057                            | 73,501         |
| Exploration and evaluation expenditures  | 5  | 37,699                              | 83,735         | 299,681                           | 158,837        |
| Depreciation   |    | 729                                 | 925            | 1,613                             | 1,823          |
| Share-based compensation   | 10 | 16,100                              | -              | 16,100                            | 232,900        |
| Foreign exchange loss (gain)   |    | (21,317)                            | (371,237)      | 78,583                            | (394,353)      |
| Total expenses before the undernoted   |    | \$ 481,712                          | \$ 579,453     | \$ 1,541,073                      | \$ 1,408,512   |
| <b>Other income (expense)</b>  |    |                                     |                |                                   |                |
| Interest (expense) income  |    | \$ 8,182                            | \$ 153         | \$ 10,316                         | \$ 2,444       |
| Other (expenses) income  |    | (1,098)                             | 176            | (1,390)                           | (302)          |
| Finance charges  |    | (267,335)                           | -              | (724,578)                         | -              |
| Change in fair value of warrant liability  | 10 | 17,474                              | 423,512        | 6,311                             | (33,295)       |
| Accretion expenses   |    | (25,474)                            | (29,581)       | (49,689)                          | (57,749)       |
| <b>Net loss from continuing operations</b>   |    | \$ (749,963)                        | \$ (185,193)   | \$ (2,300,103)                    | \$ (1,497,414) |
| <b>Net loss from discontinued operations</b>   | 14 | (2,076,235)                         | (6,883,050)    | (4,254,037)                       | (7,785,831)    |
| <b>Net loss and comprehensive loss</b>   |    | \$ (2,826,198)                      | \$ (7,068,243) | \$ (6,554,140)                    | \$ (9,283,245) |
| <b>Net loss and comprehensive loss from continuing operations attributable to:</b>                     |    |                                     |                |                                   |                |
| Shareholders of Trigon Metals Inc.   |    | (749,963)                           | (1,497,414)    | \$ (2,300,103)                    | \$ (1,497,414) |
| <b>Net (loss) income and comprehensive (loss) income from discontinued operations attributable to:</b> |    |                                     |                |                                   |                |
| Shareholders of Trigon Metals Inc.   |    | \$ (1,955,917)                      | (6,278,905)    | \$ (3,963,448)                    | \$ (7,181,686) |
| Non-controlling interest   |    | (120,318)                           | (604,145)      | (290,589)                         | (604,145)      |
|  |    | \$ (2,076,235)                      | \$ (6,883,050) | \$ (4,254,037)                    | \$ (7,785,831) |
| <b>Loss per share</b>  |    |                                     |                |                                   |                |
| Basic and diluted, from continuing operations  |    | (0.01)                              | (0.00)         | (0.04)                            | (0.03)         |
| Basic and diluted, from discontinued operations  |    | (0.04)                              | (0.17)         | (0.08)                            | (0.18)         |
| <b>Weighted average number of common shares outstanding</b>  |    |                                     |                |                                   |                |
| Basic and diluted  |    | 54,514,733                          | 40,007,822     | 54,487,059                        | 43,661,375     |

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

**Trigon Metals Inc.**  
**Condensed Consolidated Interim Statements of Shareholders' Equity**  
(Expressed in US dollars)

| Attributable to equity owners of Trigon Metals Inc. |  |                               |                  |                        |              |                 |                                      |  |                                 |                                 |  |
|---|--|-------------------------------|------------------|------------------------|--------------|-----------------|--------------------------------------|--|---------------------------------|---------------------------------|--|
|   |  | Number of<br>common<br>shares | Share<br>Capital | Contributed<br>surplus | Warrants     | Deficit         | Cumulative<br>translation<br>reserve | Total<br>shareholders'<br>(deficiency)<br>equity | Non-<br>controlling<br>interest | Total<br>(deficiency)<br>equity |  |
| Notes   |  |                               |                  |                        |              |                 |                                      |  |                                 |                                 |  |
| Balance as at March 31, 2024                        |  | 43,574,720                    | \$ 49,721,297    | \$ 1,360,896           | \$ 1,951,157 | \$ (63,514,789) | \$ 10,543,512                        | \$ 62,073  | \$ (4,143,506)                  | \$ (4,081,433)                  |  |
| Net loss from continuing operations for the period  |  | -                             | -                | -                      | -            | (1,497,414)     | -                                    | (1,497,414)                                      | -                               | (1,497,414)                     |  |
| Net loss from discontinued operations for the       |  | 14                            | -                | -                      | -            | (7,181,686)     | -                                    | (7,181,686)                                      | (604,145)                       | (7,785,831)                     |  |
| Share and warrant issue costs                       |  | 9,10                          | -                | (2,717)                | -            | 192,223         | (192,223)                            | -  | -                               | (2,717)                         |  |
| Shares issued for consulting                        |  | 9,10                          | 320,000          | 195,798                | -            | -               | -                                    | 195,798  | -                               | 195,798                         |  |
| Stock options granted                               |  |                               | -                | -                      | 232,900      | -               | -                                    | 232,900  | -                               | 232,900                         |  |
| Stock options exercised                             |  | 9,10                          | 175,000          | 147,948                | (45,024)     | -               | -                                    | 102,924  | -                               | 102,924                         |  |
| Warrant expiry                                      |  | 9,10                          | -                | -                      | -            | (2,143,380)     | 2,143,380                            | -  | -                               | -                               |  |
| Balance as at September 30, 2024                    |  | 44,069,720                    | \$ 50,062,326    | \$ 1,548,772           | \$ -         | \$ (70,242,732) | \$ 10,543,512                        | \$ (8,088,122)                                   | \$ (4,747,651)                  | \$ (12,835,773)                 |  |
| Balance as at March 31, 2025                        |  | 54,459,081                    | \$ 51,950,470    | \$ 2,191,579           | \$ -         | \$ (65,414,821) | \$ 10,543,512                        | \$ (729,260)                                     | \$ (5,428,224)                  | \$ (6,157,484)                  |  |
| Net loss from continuing operations for the period  |  |                               | -                | -                      | -            | (2,300,103)     |                                      | (2,300,103)                                      | -                               | (2,300,103)                     |  |
| Net loss from discontinued operations for the       |  | 14                            | -                | -                      | -            | (3,963,448)     | -                                    | (3,963,448)                                      | (290,589)                       | (4,254,037)                     |  |
| Shares issued for consulting                        |  | 9,10                          | 320,000          | 55,636                 | -            | -               | -                                    | 55,636   | -                               | 55,636                          |  |
| Stock options granted                               |  | 9,10                          | -                | -                      | 16,100       | -               | -                                    | 16,100   | -                               | 16,100                          |  |
| Stock options expired                               |  | 9,10                          | -                | -                      | (151,744)    | -               | 151,744                              | -  | -                               | -                               |  |
| Share and warrant issue costs                       |  | 9,10                          | -                | (6,516)                | -            | -               | -                                    | (6,516)  | -                               | (6,516)                         |  |
| Warrant expiry                                      |  | 9,10                          | -                | -                      | -            | -               | -                                    | -  | -                               | -                               |  |
| Balance as at September 30, 2025                    |  | 54,779,081                    | \$ 51,999,590    | \$ 2,055,935           | \$ -         | \$ (71,526,628) | \$ 10,543,512                        | \$ (6,927,591)                                   | \$ (5,718,813)                  | \$ (12,646,404)                 |  |

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

**Trigon Metals Inc.**  
**Consolidated Statements of Cash Flows**  
(Expressed in US dollars)

|   |       | Six months ended September 30, |                   |
|---|-------|--------------------------------|-------------------|
|   | Notes | 2025                           | 2024              |
| <b>Cash provided by (used in):</b>  |       |                                |                   |
| <b>Operating activities</b>   |       |                                |                   |
| Net loss from continuing operations for the period  |       | \$ (2,300,103)                 | \$ (1,497,414)    |
| Adjustments for items not affecting cash:   |       |                                |                   |
| Depreciation  |       | 1,613                          | 1,823             |
| Accretion expenses  |       | 49,689                         | 57,749            |
| Change in fair value of warrant liability   | 10    | (6,311)                        | 33,295            |
| Share-based compensation  | 10    | 16,100                         | 232,900           |
| Shares for consulting   |       | 55,636                         | 195,798           |
| Foreign exchange gain   |       | (1,918)                        | -                 |
| Net cash from operating activities from continuing operations before changes in working capital |       | (2,185,294)                    | (975,849)         |
| Net changes in non-cash working capital from continuing operations                              |       |                                |                   |
| Change in amounts receivable  |       | 16,480                         | 8,967             |
| Change in prepaid expenses  |       | 98,591                         | 28,079            |
| Change in accounts payable and accrued liabilities  |       | (790,267)                      | 340,706           |
| <b>Net cash flows from continuing operations used in operating activities</b>                   |       | <b>(2,860,490)</b>             | <b>(598,097)</b>  |
| <b>Net cash flows from discontinued operations used in operating activities</b>                 | 14    | <b>(1,952,726)</b>             | <b>75,107</b>     |
| <b>Financing activities</b>   |       |                                |                   |
| Share and warrant issuance costs  | 9     | (6,516)                        | (2,717)           |
| Option exercise   | 10    | -                              | 102,924           |
| Loan payable  | 13    | 5,160,915                      | -                 |
| <b>Net cash flows from continuing operations provided by financing activities</b>               |       | <b>5,154,399</b>               | <b>100,207</b>    |
| <b>Net cash flows from discontinued operations provided by financing activities</b>             |       |                                | <b>-</b>          |
|   |       |                                |                   |
| <b>Cash flows from continuing operations during the period</b>                                  |       | <b>2,293,909</b>               | <b>(497,890)</b>  |
| <b>Cash flows from discontinued operations during the period</b>                                | 14    | <b>(1,952,726)</b>             | <b>75,107</b>     |
| Cash - beginning of period  |       | 1,037,235                      | 619,294           |
| <b>Cash - end of period</b>   |       | <b>\$ 1,378,418</b>            | <b>\$ 196,511</b> |

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

## **Trigon Metals Inc.**

### **Notes to the condensed consolidated interim financial statements**

For the three and six months ended September 30, 2025 and 2024

(Expressed in US dollars)

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#### **1. NATURE OF OPERATIONS AND GOING CONCERN**

Trigon Metals Inc. (the “Company” or “Trigon”) was incorporated under the Business Corporations Act of Canada on April 1, 2005. On December 28, 2016, the Company changed its name from Kombat Copper Inc. to Trigon Metals Inc. and its stock symbol from “KBT” to “TM”. The Company’s head office is located at 658 Lansdowne Avenue, Toronto, Ontario, M6H 3Y8.

These consolidated financial statements were reviewed, approved and authorized for issue by the Board of Directors on November 27, 2025.

The principal business activities of Trigon and its subsidiaries (collectively, the “Company”) are the acquisition, maintenance, exploration and development of mines and mineral properties on the African continent. The business of exploring for minerals and mining involves a high degree of risk. Few properties that are explored are ultimately developed into producing mines. Significant time and major expenses may be required to establish ore reserves, to develop metallurgical processes, to acquire construction and operating permits and to construct mining and processing facilities. The recoverability of the amounts shown for property and equipment is dependent upon the Company obtaining the necessary financing to complete the exploration, evaluation and development of its properties, the discovery of economically recoverable reserves and future profitable operations, or alternatively upon the Company’s ability to dispose of its interests on an advantageous basis.

Although the Company has taken steps to verify title to the properties on which it is conducting exploration and in which it has an interest, in accordance with industry standards for the current stage of operations of such properties, these procedures do not guarantee the Company’s title. Property title may be subject to government licensing requirements or regulations, unregistered prior agreements, unregistered claims, indigenous claims, and non-compliance with regulatory, social and environmental requirements. The Company’s property interests may also be subject to increases in taxes and royalties, renegotiation of contracts, political uncertainty and currency exchange fluctuations and restrictions.

#### **Going concern**

These consolidated financial statements have been prepared on the assumption that the Company will continue as a going concern, meaning it will continue in operation for the foreseeable future and will be able to realize assets and discharge liabilities in the ordinary course of operations. A different basis of measurement may be appropriate if the Company is not expected to continue operations for the foreseeable future.

As announced on January 16, 2025, Trigon has paused operations at its Kombat Mine due to the failure of both its main submersible dewatering pumps. The Company thus has no internal source of cash flow to provide funds required for ongoing care and maintenance. At September 30, 2025, the Company had a working capital deficit of \$11,918,467, compared to a working capital deficit of \$6,157,484 at March 31, 2025.

The Company’s ability to continue as a going concern is dependent on its ability to close the transaction announced with Horizon Corporation Limited (“Horizon”) for the sale of the Kombat Mine to Horizon (“the Proposed Horizon Transaction”) (see Note 14) or raise sufficient capital to service its liabilities and provide funds for care and maintenance operations should the Proposed Horizon Transaction not conclude. The Company signed a waiver and consent agreement with Sprott (as defined below) to November 30, 2025. The Company is in arrears to Sprott for a total of approximately \$2.4 million on its stream liability as at September 30, 2025. Management believes it will be able to raise sufficient capital and/or close the Proposed Horizon Transaction before any formal Namibian liquidation takes place and thus the consolidated financial statements have been prepared on the assumption that the Company will continue as a going concern. There can be no assurance the Company will be successful in these endeavors.

Should the Proposed Horizon Transaction not conclude, any additional equity financing may be on terms that are dilutive, or potentially dilutive, to the Company’s shareholders and debt financing, if available, may involve restrictive covenants with respect to the Company’s ability to pay dividends, raise additional capital or execute various other financial and operational plans. These conditions indicate that material uncertainties exist which cast significant doubt on the Company’s ability to continue as a going concern.

## **Trigon Metals Inc.**

### **Notes to the condensed consolidated interim financial statements**

For the three and six months ended September 30, 2025 and 2024

(Expressed in US dollars)

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## **2. MATERIAL ACCOUNTING POLICIES**

### **Statement of compliance**

These condensed consolidated interim financial statements of the Company and its subsidiaries have been prepared in accordance with International Accounting Standards ("IAS") 34, Interim Financial Reporting, as issued by the International Accounting Standards Board ("IASB") and accounting policies based on International Financial Reporting Standards ("IFRS") and International Financial Reporting Interpretation Committee ("IFRIC") interpretations.

The accounting policies as set out in the Company's audited consolidated financial statements for the year ended March 31, 2025 were consistently applied to all periods presented, unless otherwise noted below.

The preparation of condensed interim financial statements in accordance with International Accounting Standards ("IAS") 34, Interim Financial Reporting, requires the use of certain critical accounting estimates. It also requires management to exercise judgement in applying the Company's accounting policies. Certain disclosures included in the annual financial statements have been condensed or omitted. Accordingly, these unaudited condensed consolidated interim financial statements should be read in conjunction with the annual audited consolidated financial statements as at March 31, 2025.

### **Basis of preparation**

These consolidated financial statements have been prepared on a historical cost basis except for certain financial instruments, which are stated at their fair values. In addition, these consolidated financial statements have been prepared using the accrual basis of accounting, except for cash flow information. All amounts have been rounded to the nearest dollar, unless otherwise indicated.

### **Consolidation**

These consolidated financial statements incorporate the accounts of Trigon Metals Inc. and its subsidiaries, PNT Financeco Corp. (Mauritius) 100% (2024 – 100%), Kombat Holdings Namibia (Pty) Ltd. (Namibia) 100% (2024 - 100%), Trigon Mining (Namibia) (Pty) Ltd. ("Trigon Namibia") (Namibia) 80% (2024 – 80%), Safi Silver Corp. (formerly "Trigon (Morocco) Holding Corp"). (Canada) 100% (2024 – 100%) and Technomine Africa Sarl ("Technomine") (Morocco) 100% (2024 – 100%), Kombat Streamco (100%), and Base Metals and Services (amalgamated with PNT Financeco Corp.) (2024 – 100%). The Company voluntarily wound-up Gazania Investments Nine (Pty) Ltd. ("Gazania") (Namibia) on August 4, 2023. All intercompany transactions, balances, income and expenses are eliminated on consolidation. The 20% of Trigon Namibia not owned by the Company is owned by the Namibia State Mining Company and a local Namibian partner. Safi Silver Corp. was incorporated during the year ending March 31, 2023. PNT Financeco Corp. was continued into Mauritius in November 2023. Base Metals and Services was acquired on March 14, 2024 (Note 6) and amalgamated with PNT Financeco Corp on August 23, 2024. The Company also has a 25% interest in Copperbelt Mineral Exploration (Pty) Ltd.

Subsidiaries consist of entities over which the Company is exposed to, or has rights to, variable returns as well as the ability to affect those returns through the power to direct the relevant activities of the entity. Subsidiaries are fully consolidated from the date control is transferred to the Company and are de-consolidated from the date control ceases. These consolidated financial statements include all the assets, liabilities, revenues, expenses and cash flows of the Company and its subsidiaries after eliminating inter-entity balances and transactions.

For non-wholly owned, controlled subsidiaries, the net assets attributable to outside equity shareholders are presented as "non-controlling interests" in the equity section of the consolidated statement of financial position. Profit for the period that is attributable to non-controlling interests is calculated based on the ownership of the minority shareholders in the subsidiary. Warrants and stock options issued by subsidiaries, exercisable into subsidiary shares, are presented as a component of non-controlling interest in the consolidated statement of financial position.

When the Company ceases to have control, any retained interest in the entity is re-measured to its fair value at the date when control is lost, with the change in carrying amount recognized in profit or loss. The fair value is the initial carrying amount for the purposes of subsequently accounting for the retained interest as an associate, joint venture or financial asset. In addition, any amounts previously recognized in other comprehensive income in respect of that entity are accounted for as if the group had directly disposed of the related assets or liabilities. This may mean that amounts previously recognized in other comprehensive income are reclassified to profit or loss.

The partial disposition of an interest resulting in a loss of control meets the definition of a disposal group. A disposal group qualifies as a discontinued operation if it is a component of an entity that either has been disposed of or is classified as held for sale.



## **Trigon Metals Inc.**

### **Notes to the condensed consolidated interim financial statements**

For the three and six months ended September 30, 2025 and 2024

(Expressed in US dollars)

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## **2. MATERIAL ACCOUNTING POLICIES (Continued)**

### **Material accounting policies**

The unaudited condensed consolidated interim financial statements were prepared using the same accounting policies and methods as those used in the Company's consolidated financial statements for the year ended March 31, 2025.

### **Future accounting standards issued but not yet effective**

Certain new standards, interpretations, amendments and improvements to existing standards were issued by the IASB or IFRIC that are mandatory for annual accounting periods beginning on January 1, 2025, or later. Updates that are not applicable or are not consequential to the Company have been excluded. The following have not yet been adopted and are being evaluated to determine their impact on the Company.

In May 2024, the IASB issued amendments to IFRS 9 Financial Instruments and IFRS 7 Financial Instruments – Disclosures. The amendments clarify the derecognition of financial liabilities and introduce an accounting policy option to derecognize financial liabilities that are settled through an electronic payment system. The amendments also clarify how to assess the contractual cash flow characteristics of financial assets that include environmental, social and governance (ESG)-linked features and other similar contingent features and the treatment of non-recourse assets and contractually linked instruments (CLIs). Further, the amendments mandate additional disclosures in IFRS 7 for financial instruments with contingent features and equity instruments classified at FVOCI. The amendments are effective for annual periods starting on or after January 1, 2026. Retrospective application is required, and early adoption is permitted.

In April 2024, the IASB issued IFRS 18 Presentation and Disclosure in Financial Statements to improve reporting of financial performance. The new standard replaces IAS 1, Presentation of Financial Statements. IFRS 18 introduces new categories and required subtotals in the statement of profit and loss and also requires disclosure of management-defined performance measures. It also includes new requirements for the location, aggregation and disaggregation of financial information. The standard is effective for annual reporting periods beginning on or after January 1, 2027, including interim financial statements. Retrospective application is required, and early adoption is permitted.

## **3. CRITICAL ACCOUNTING ESTIMATES AND MANAGEMENT JUDGMENTS**

The preparation of the consolidated financial statements in accordance with IFRS requires management to make judgments, estimates and assumptions that affect the reported amount of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amount of revenues and expenses during the reported period. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimates are revised and in any future periods affected.

The significant areas of judgment and estimation uncertainty considered by management in preparing the consolidated financial statements include:

### *Critical judgment in applying accounting policies:*

- Assets' carrying values and impairment charges

Events or changes in circumstances can give rise to significant impairment charges or reversals of impairment in a particular year. Management exercises its judgment in determining when such events or changes in circumstances have arisen and where such circumstances evidence a significant or prolonged decline of fair value on assets indicating impairment.

In the determination of carrying values and impairment charges, management looks at the higher of recoverable amount or fair value less costs to sell in the case of assets and at objective evidence, significant or prolonged decline of fair value on financial assets indicating impairment. These determinations and their individual assumptions require that management make a decision based on the best available information at each reporting period.

In the event that the fair value less costs to sell exceeds the carrying values, management looks at prior year impairments and reverses impairments up to the cost of the asset.

## Trigon Metals Inc.

### Notes to the condensed consolidated interim financial statements

For the three and six months ended September 30, 2025 and 2024

(Expressed in US dollars)

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### 3. CRITICAL ACCOUNTING ESTIMATES AND MANAGEMENT JUDGMENTS (continued)

*Critical judgment in applying accounting policies (continued):*

- Commercial production

The determination of when the mine is in a condition necessary for it to be capable of operating in the manner intended by management (referred to as "commercial production") is a matter of judgment that will impact when the Company recognizes revenue and operating costs in the consolidated statement of loss and depreciation and depletion commence. In making this determination, management considers whether (a) the major capital expenditures to bring the mine to the condition necessary for it to be capable of operating in the manner intended by management have been completed; (b) a reasonable period of commissioning has been completed; (c) consistent operating results have been achieved at the previously budgeted level of design capacity; and (d) the transfer of operations from the construction personnel to operations personnel has been completed. The Company declared commercial production from the open pit operations on October 16, 2023 and from the underground operations on April 30, 2024.

- Determination of functional currency

Based on the primary indicators in IAS 21 – The Effects of Change in Foreign Exchange Rates – the US dollar has been determined as the presentation currency of the Company, with the US dollar as the functional currency for all subsidiaries, as the US dollar is the currency in which funds from financing activities (i.e. issuing debt and equity instruments) are generated and because the activities of the foreign operation are carried out as an extension of the reporting entity, rather than being carried out with a significant degree of autonomy. Effects of changes in foreign exchange rates are recorded as foreign exchange gain (loss) on the statement of loss. If the functional currency of the Namibian entities had been the Namibian dollar ("N\$"), the effect of changes in foreign exchange rates would have been reflected as other comprehensive income and carried as a cumulative translation adjustment within accumulated other comprehensive income in the equity section of the consolidated statement of financial position.

- Expected credit losses

Determining allowance for expected credit losses ("ECLs") requires management to make assumptions about historical patterns for probability of default, the timing of collection and the amount of incurred credit losses, which are adjusted based on management's judgment about whether economic conditions and credit terms are such that actual losses may be higher or lower than what historical patterns suggest.

*Key sources of estimation uncertainty:*

- Depreciation rates

Mine asset development costs and the environmental rehabilitation obligation are depreciated on a straight-line basis over the life of mine production. All other buildings and equipment are depreciated on a straight-line basis over three to ten years. The Company believes these represent the best approximation of the asset utility to the Company. If the estimated life had been longer than management's estimate, the carrying amount of the asset would have been higher.

The Company's right of use (ROU) asset is depreciated on a straight-line basis over 10 years, which represents the life of the lease associated with the ROU asset. The Company believes this approach represents the best approximation of the asset utility to the Company.

- Assets' carrying values and impairment charges

The determination of carrying values and impairment charges and their individual assumptions require that management make an estimate based on the best available information at each reporting period including the future expectation of mine development to extend life of mine. Under situations where management has determined indicators of impairment are present, an impairment assessment will be performed by management whereupon management looks at the higher of recoverable amount or fair value less costs to sell in the case of assets.

## Trigon Metals Inc.

### Notes to the condensed consolidated interim financial statements

For the three and six months ended September 30, 2025 and 2024

(Expressed in US dollars)

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### 3. CRITICAL ACCOUNTING ESTIMATES AND MANAGEMENT JUDGMENTS (continued)

#### *Key sources of estimation uncertainty (continued):*

- Mineral Reserve and Mineral Resource estimates

The figures for Mineral Reserves and Mineral Resources are determined in accordance with National Instrument 43-101, "Standards of Disclosure for Mineral Projects", issued by the Canadian Securities Administrators. There are numerous uncertainties inherent in estimating Mineral Reserves and Mineral Resources, including many factors beyond the Company's control.

Such estimation is a subjective process, and the accuracy of any Mineral Reserve or Mineral Resource estimate is a function of the quantity and quality of available data and of the assumptions made and judgments used in engineering and geological interpretation. Differences between management's assumptions, including economic assumptions such as metal prices and market conditions, and future circumstances could have a material effect in the future on the Company's financial position and results of operation.

- Share-based payment transactions and warrants and warrant liability

The Company records share-based compensation at fair value over the vesting period. The Company also issues warrants. The fair value of the options and warrants is determined using the Black-Scholes options pricing model and management assumptions including the expected dividend yield, expected volatility, forfeiture rate, risk free rate and expected life. Should the underlying assumptions change, it will impact the fair value. Such judgments and assumptions are inherently uncertain. Changes in these assumptions affect the fair value estimates.

- Streaming arrangements and deferred revenue

Management has determined that based on the agreements, the counterparty assumes significant business risk and rewards associated with the timing and amount of metals being delivered. There is also judgement involved in determining the implied financing cost associated with the streaming arrangement. Management's intention is to settle the obligations through a sale of the streaming arrangement as opposed to a delivery of non-financial items. As such, the deposits received from the counterparty have been recorded liabilities held for sale in the consolidated statement of financial position based on the fair market value of expected future deliveries to be performed by the purchaser.

- Determination of discount rates

Determination of the discount rate for acquisition fees payable is based on comparison to similar interest-bearing debt instruments of a group of comparative companies.

- Estimation of decommissioning and restoration costs and the timing of expenditure

The cost estimates are updated annually to reflect known developments, (e.g. revisions to cost estimates and to the estimated lives of operations) and are subject to review at regular intervals. Decommissioning, restoration and similar liabilities are estimated based on the Company's interpretation of current regulatory requirements, constructive obligations and are measured at fair value. Fair value is determined based on the net present value of estimated future cash expenditures for the settlement of decommissioning, restoration or similar liabilities that may occur upon decommissioning of the mine. Such estimates are subject to change based on changes in laws and regulations and negotiations with regulatory authorities.

## Trigon Metals Inc.

### Notes to the condensed consolidated interim financial statements

For the three and six months ended September 30, 2025 and 2024

(Expressed in US dollars)

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### 3. CRITICAL ACCOUNTING ESTIMATES AND MANAGEMENT JUDGMENTS (continued)

#### *Key sources of estimation uncertainty (continued):*

- Income, value added, withholding and other taxes

In assessing the probability of realizing income tax assets recognized, management makes estimates related to expectations of future taxable income, applicable tax planning opportunities, expected timing of reversals of existing temporary differences and the likelihood that tax positions taken will be sustained upon examination by applicable tax authorities. In making its assessments, management gives additional weight to positive and negative evidence that can be objectively verified. Estimates of future taxable income are based on forecasted cash flows from operations and the application of existing tax laws in each jurisdiction. The Company considers whether relevant tax planning opportunities are within the Company's control, are feasible, and are within management's ability to implement. Examination by applicable tax authorities is supported based on individual facts and circumstances of the relevant tax position examined in light of all available evidence. Where applicable tax laws and regulations are either unclear or subject to ongoing varying interpretations, it is reasonably possible that changes in these estimates can occur that materially affect the amounts of income tax assets recognized. Also, future changes in tax laws could limit the Company from realizing the tax benefits from the deferred tax assets. The Company reassesses unrecognized income tax assets at each reporting period.

The Company is subject to income, value added, withholding and other taxes. Significant judgment is required in determining the Company's provisions for taxes. There are many transactions and calculations for which the ultimate tax determination is uncertain during the ordinary course of business. The Company recognizes liabilities for anticipated tax audit issues based on estimates of whether additional taxes will be due. The determination of the Company's income, value added, withholding and other tax liabilities requires interpretation of complex laws and regulations. The Company's interpretation of taxation law as applied to transactions and activities may not coincide with the interpretation of the tax authorities. All tax related filings are subject to government audit and potential reassessment subsequent to the financial statement reporting period. Where the final tax outcome of these matters is different from the amounts that were initially recorded, such differences will impact the tax related accruals and deferred income tax provisions in the period in which such determination is made.

- Date of completion of technical report

Determination of the date of completion of the Company's technical report impacts the carrying amount of acquisition fees payable and is estimated based on available cash flows and anticipated availability of experts to engage in completing the technical report.

**Trigon Metals Inc.****Notes to the condensed consolidated interim financial statements**

For the three and six months ended September 30, 2025 and 2024

(Expressed in US dollars)

**4. AMOUNTS RECEIVABLE**

|                        | September 30, 2025 |        | March 31, 2025 |        |
|------------------------|--------------------|--------|----------------|--------|
| Sales taxes receivable | \$                 | 35,019 | \$             | 51,736 |
|                        | \$                 | 35,019 | \$             | 51,736 |

**5. EXPLORATION AND EVALUATION EXPENDITURES**

|  | Three months ended<br>September 30, |                  | Six months ended<br>September 30, |                   |
|--|-------------------------------------|------------------|-----------------------------------|-------------------|
|  | 2025                                | 2024             | 2025                              | 2024              |
| <b><u>Technomine, Morocco</u></b>                    |                                     |                  |                                   |                   |
| Assay and survey                                     | \$ 936                              | \$ 15            | \$ 1,851                          | \$ 817            |
| Field office and support                             | 5,959                               | 8,712            | 7,943                             | 10,430            |
| Consulting and labour                                | 30,804                              | 75,008           | 105,785                           | 145,446           |
| Professional fees                                    | -                                   | -                | -                                 | -                 |
| Travel   | -                                   | -                | 309                               | 898               |
| Other  | -                                   | -                | -                                 | 1,246             |
|  | \$ 37,699                           | \$ 83,735        | \$ 115,888                        | \$ 158,837        |
| <b><u>Copperbelt, Namibia</u></b>                    |                                     |                  |                                   |                   |
| Assay and survey                                     | \$ -                                | \$ -             | \$ -                              | -                 |
| Field office and support                             | -                                   | -                | 183,793                           | -                 |
|  | \$ -                                | \$ -             | \$ 183,793                        | \$ -              |
| <b>Total exploration and evaluation expenditures</b> | <b>\$ 37,699</b>                    | <b>\$ 83,735</b> | <b>\$ 299,681</b>                 | <b>\$ 158,837</b> |

**Safi Silver Corporation**

On September 24, 2020, the Company acquired a 100% equity interest in Technomine, a Moroccan company, from Technomine's previous shareholders (the "Vendors"). Technomine owns a 100% interest in the Silver Hill Project ("Silver Hill") in Morocco. Below are the terms of the transaction:

1. Pay to the Vendors \$369,467 (CAD\$500,000) in cash (paid) and issue 6,000,000 common shares (issued) on closing of the Transaction (the "First Payment"). The common shares were valued at \$554,200 (CAD\$750,000) based on their trading price subsequent to the signing of the share purchase agreement.
2. On the one-year anniversary of the closing of the transaction, Trigon was to pay to the Vendors \$295,574 (CAD\$400,000) (outstanding) and issue such number of Trigon common shares equal to \$184,734 (CAD\$250,000) (based on their trading price at the time) (outstanding) (the "Second Payment").
3. Upon the completion of an independent National Instrument 43-101 compliant Mineral Resource estimate at Silver Hill showing at least 100,000 tonnes of contained copper and/or equivalent, Trigon shall issue such number of shares equal to \$923,668 (CAD\$1,250,000) (based on their trading price at the time) to the Vendors (outstanding).

The second acquisition fee payable is presented in the financial statements as the net present value of the future payments, discounted by 15%. As of September 30, 2025, the second acquisition fee payable has been accreted to \$728,242.

The net present value of the second acquisition fee payable was originally calculated using an estimated completion date of March 31, 2025 for the completion of the technical report. In the year ended March 31, 2025, the Company reassessed the estimated completion date of the technical report, changing the estimated completion date to March 31, 2027. This change impacted the net present value calculation for the second acquisition fee payable. The effect of these changes on the net present value of the second acquisition fee payable is as follows below.

## Trigon Metals Inc.

### Notes to the condensed consolidated interim financial statements

For the three and six months ended September 30, 2025 and 2024

(Expressed in US dollars)

#### 5. EXPLORATION AND EVALUATION EXPENDITURES (continued)

|   |    |           |
|---|----|-----------|
| Second acquisition fee payable as at March 31, 2024     | \$ | 802,182   |
| Accretion adjustment                                    |    | (153,446) |
| Effect of exchange differences                          |    | 8,735     |
| Second acquisition fee payable as at March 31, 2025     | \$ | 657,471   |
| Accretion   |    | 49,813    |
| Effect of exchange differences                          |    | 20,958    |
| Second acquisition fee payable as at September 30, 2025 | \$ | 728,242   |

In addition, the Company paid \$33,252 (CAD\$45,000) cash and issued 300,000 common shares to Majilias Inc. for its role as an arm's length finder. The common shares were valued at \$27,710 (CAD\$37,500) based on their trading price subsequent to the signing of the share purchase agreement. The finder shall also be entitled to share consideration comprising the Second Payment, when paid by Trigon.

On February 14, 2024, the Trigon announced plans to spin out its wholly-owned subsidiary, Safi Silver Corp. ("Safi Silver"), which holds the Company's Moroccan assets, namely the Silver Hill and Addana Projects, pursuant to a plan of arrangement under section 192 of the *Canada Business Corporations Act* (the "Proposed Arrangement"). The Company has received an interim order from the Ontario Superior Court of Justice (Commercial List) in respect of the Proposed Arrangement and on April 9, 2024, Trigon shareholders approved the Proposed Arrangement. In September 2025, the Company decided not to proceed with the Proposed Arrangement and Safi Silver ceased being classified as an asset held for distribution and discontinued operation.

At September 30, 2025, all claims held by Safi Silver were in good standing.

#### Acquisition of Kalahari Copperbelt project option

On March 14, 2024, the Company announced that it had completed the acquisition of Base Metal Investments and Services ("Base Metal"), a private Mauritius domiciled company, that holds an option (the "Copperbelt Option") to acquire up to a 70% stake in the Kalahari Copperbelt Project (the "Transaction"). The Copperbelt Option provides Trigon, through Base Metal, the right to attain up to 70% interest in Copperbelt Exploration (Pty) Ltd. ("Copperbelt") which wholly owns the Kalahari Copperbelt Project (the "Project").

As consideration for the Transaction, Trigon has issued to Commodity Makers International ("Commodity Makers"), the sole shareholder of Base Metal, 2,720,000 Trigon common shares issued at CAD\$0.85 based on the quoted market price of the Company's shares on the date of issuance, for a total value of \$1,712,593. In addition, the Company will issue 320,000 Trigon common shares to Commodity Makers on each of the 6, 12, 18 and 24-month anniversaries from March 14, 2024 for an aggregate total number of 4 million Trigon common shares as compensation for the consulting services to be provided by Mr. Rennie Morkel, Mr. Andreas Rompel and Mr. Grant Sboros after closing of the transaction. 640,000 common shares were issued during the year ended March 31, 2025, and 320,000 common shares have been issued during the six months ended September 30, 2025, as compensation for consulting services provided. The common shares due on the 24-month anniversary have not been accrued for as at September 30, 2025.

Concurrently with the closing of the Transaction, Base Metal acquired a 25% equity interest in Copperbelt (the "Initial Acquisition"). As consideration for the Initial Acquisition, Trigon, on behalf of Base Metal, paid USD\$60,000 to Ongwe Minerals (Pty) Ltd., the vendor of Copperbelt, and has committed to funding USD\$1M in exploration expenditures on the Project by March 2026.

The Base Metal acquisition is considered an asset acquisition as it does meet the definition of a business. There were no assets acquired or liabilities assumed as a result of this acquisition other than the Copperbelt project.

Each of the Transaction and Initial Acquisition is an arm's length transaction under the policies of the TSX Venture Exchange (the "Exchange"). Mr. Rennie Morkel is a director and officer of Commodity Makers and Mr. Andreas Rompel and Mr. Grant Sboros have provided consulting services to Commodity Makers. Messrs Morkel and Rompel are now officers of Trigon and Mr. Sboros has joined Trigon's board of directors.

As at September 30, 2025, the four licenses associated with the Kalahari Copperbelt project were in good standing.

The Kalahari Copperbelt Project is not being sold with the Kombat Mine and will remain within Trigon's portfolio together with Safi Silver.

**Trigon Metals Inc.****Notes to the condensed consolidated interim financial statements**

For the three and six months ended September 30, 2025 and 2024

(Expressed in US dollars)

**6. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES**

|                | September 30, 2025  | March 31, 2025      |
|----------------|---------------------|---------------------|
| Trade payables | \$ 528,310          | \$ 921,279          |
| Accruals       | 2,545,414           | 3,271,480           |
|                | <b>\$ 3,073,724</b> | <b>\$ 4,192,759</b> |

**7. FINANCIAL INSTRUMENTS**

Financial instruments measured at fair value on the consolidated statements of financial position are classified into one of three levels in the fair value hierarchy according to the relative reliability of the inputs used to estimate the fair values. The three levels of the fair value hierarchy are:

- Level 1 – Unadjusted quoted prices in active markets for identical assets or liabilities;
- Level 2 – Inputs other than quoted prices that are observable for the asset or liability either directly or indirectly; and
- Level 3 – Inputs that are not based on observable market data.

The Company's financial instruments consist of cash, amounts receivable, buyback option on the streaming agreement, accounts payable and accrued liabilities, lease liabilities, loan payable, warrant liability, stream liability, and acquisition fees payable. The fair value of the Company's cash, amounts receivable, accounts payable and accrued liabilities, lease liabilities, equipment financing and acquisition fees payable all approximate their carrying values due to the short-term nature of these instruments.

The non-current portion of the acquisition fees payable is recorded at a 15% discount rate. The liability component of the warrant liability and buyback option on streaming arrangement are recorded at fair value. The equipment financing is recorded at a 15% discount rate.

Financial assets and financial liabilities as at September 30, 2025 and March 31, 2025 were as follows:

|  | Assets & liabilities<br>at<br>amortized cost | Assets & liabilities<br>at fair value<br>through profit & loss | TOTAL        |
|--|--|--|--------------|
| <u>At September 30, 2025</u>             |  |  |              |
| Financial assets:                        |  |  |              |
| Cash                                     | \$ 1,378,418                                 | \$ -   | \$ 1,378,418 |
| Financial liabilities:                   |  |  |              |
| Accounts payable and accrued liabilities | (3,073,724)                                  | -  | (3,073,724)  |
| Loan payable                             | (6,865,683)                                  | -  | (6,865,683)  |
| Warrant liability                        | -  | (6,089)  | (6,089)      |
| Acquisition fee payable                  | (1,204,142)                                  | -  | (1,204,142)  |
| <u>At March 31, 2025</u>                 |  |  |              |
| Financial assets:                        |  |  |              |
| Cash                                     | \$ 1,037,235                                 | \$ -   | \$ 1,037,235 |
| Financial liabilities:                   |  |  |              |
| Accounts payable and accrued liabilities | (4,192,759)                                  | -  | (4,192,759)  |
| Loan payable                             | (1,376,000)                                  | -  | (1,376,000)  |
| Warrant liability                        | -  | (12,400)   | (12,400)     |

## **Trigon Metals Inc.**

### **Notes to the condensed consolidated interim financial statements**

For the three and six months ended September 30, 2025 and 2024

(Expressed in US dollars)

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#### **7. FINANCIAL INSTRUMENTS (continued)**

##### **Level 2 hierarchy**

The warrant liability is classified as a Level 2 financial instrument within the hierarchy of the Company's financial instruments, measured at FVPL in the consolidated statements of financial position as at September 30, 2025 and March 31, 2025.

Within Level 2, the Company includes inputs other than quoted prices that are observable for the liability such as volatility of the underlying shares, interest rates and time to expiry.

##### **Level 3 hierarchy**

The buyback option on the streaming arrangement is classified as a Level 3 financial instrument within the hierarchy of the Company's financial instruments, measured at FVPL in the consolidated statements of financial position as at September 30, 2025 and March 31, 2025. At September 30, 2025 and March 31, 2025, the buyback option had a fair value of \$nil.

The stream liability is classified as a Level 3 financial instrument within the hierarchy of the Company's financial instruments, measured at FVPL in the consolidated statements of financial position at September 30, 2025. The streaming liability is included in the liabilities held for sale on the consolidated financial statements.

Within Level 3, the Company includes an asset for which observable inputs are not available for use in the fair valuation of this asset. The key assumptions used in the valuation of these instruments included (but were not limited to): the exercise date of the option, the buyback percentage, the date at which the percentage of copper sold under the streaming arrangement would be reduced, the monthly production of copper and silver concentrate, and future pricing and volatility of copper and silver during the option period.

Valuations of assets for which market quotations are not readily available, are inherently uncertain, may fluctuate within short periods of time and are based on estimates, and determination of fair value may differ materially from the values that would have resulted if a ready market existed for the investments. Given the size of this asset, such changes may have a significant impact on the Company's financial condition or operating results.

#### **8. CAPITAL MANAGEMENT AND FINANCIAL RISK FACTORS**

The Company considers its capital structure to include the components of shareholders' equity. Management's objective is to ensure that there is sufficient capital to minimize liquidity risk and to continue as a going concern. The Company has entered into an agreement to sell its Kombat Mine operation and the assets from the Kombat Mine have been classified as held for sale at September 30, 2025. If this transaction does not close, the Company will need additional capital for its Asis West underground operations and Asis Far West future expansion. Although the Company has been successful in the past in obtaining financing through the sale of equity securities, there can be no assurance that the Company will be able to obtain adequate financing in the future, or that the terms of such financings will be favourable.

Risk management is carried out by the management team under policies approved by the Board of Directors. The Company's capital management objectives, policies and processes have remained unchanged during the periods ended September 30, 2025 and March 31, 2025. The Company is not subject to any capital requirements imposed by a lending institution or regulatory body, other than of the TSX Venture Exchange ("TSXV") which requires adequate working capital or financial resources of the greater of (i) \$50,000 and (ii) an amount required in order to maintain operations and cover general and administrative expenses for a period of six months. As of September 30, 2025, the Company does not believe it is compliant with the policies of the TSXV.

##### **Financial risks**

The Company's financial instruments comprise cash, amounts receivable, buyback option on the stream agreement, accounts payable and accrued liabilities, lease liability, loan payable, warrant liability, stream liability, and acquisition fees payable. The main use of these financial instruments is to fund operations and the pursuit of capital transactions. The main risks that could adversely affect the Company's financial assets, liabilities or future cash flows are credit risk, liquidity risk and market risk.

Management mandates and agrees policies for managing each of these risks. The Company is exposed to a variety of financial risks by virtue of its activities including, but not limited to, those summarized below.



**Trigon Metals Inc.****Notes to the condensed consolidated interim financial statements**

For the three and six months ended September 30, 2025 and 2024

(Expressed in US dollars)

**8. CAPITAL MANAGEMENT AND FINANCIAL RISK FACTORS (Continued)****Financial risks (continued)**

The following discussion also includes a sensitivity analysis that is intended to illustrate the sensitivity to changes in market variables on the Company's financial instruments and show the impact on income or loss and shareholders' equity, where applicable. The sensitivity analysis has been prepared for the six months ended September 30, 2025, using the amounts of other financial assets and liabilities held as at the consolidated statement of financial position date.

**Credit risk**

Credit risk arises when a failure by counterparties to discharge their obligations could reduce the amount of future cash inflows from financial assets. The Company minimizes its credit risk by dealing with reputable customers with strong credit ratings. Further, the Company has been prepaid for a substantial portion of its silver sales in advance as part of its silver streaming arrangement, further reducing the Company's credit risk exposure. With respect to credit risk arising from financial assets of the Company, which comprise cash and minimal receivables, the Company's exposure to credit risk arises from default of counterparties, with a maximum exposure equal to the carrying amount of these instruments. As cash balances are held with high credit quality financial institutions, the credit risk to the Company is considered minimal. The Company monitors and is subject to normal industry credit risks.

**Liquidity risk**

Liquidity risk is the risk that the Company will encounter difficulty in meeting its obligations associated with financial liabilities as they come due. The Company's ability to continue as a going concern is dependent on management's ability to raise the required capital through future equity or debt issuances.

The Company manages its liquidity risk by forecasting cash flows required for operations and anticipating any investing and financing activities. Management and the Board of Directors are actively involved in the review, planning, and approval of significant expenditures and commitments.

The Company's contractual liabilities and obligations are as follows:

|  | < 1 year             | 1 to 3 years      | 4 to 5 years | >5 years    | Total                |
|--|----------------------|-------------------|--------------|-------------|----------------------|
| Accounts payable and accrued liabilities | \$ 3,073,724         | \$ -              | \$ -         | \$ -        | \$ 3,073,724         |
| Loan payable                             | 6,865,683            | -                 | -            | -           | 6,865,683            |
| Acquisition fee payable                  | 475,900              | 728,242           | -            | -           | 1,204,142            |
| Liabilities from discontinued operations | 36,686,728           | -                 | -            | -           | 36,686,728           |
| <b>Balance September 30, 2025</b>        | <b>\$ 47,102,035</b> | <b>\$ 728,242</b> | <b>\$ -</b>  | <b>\$ -</b> | <b>\$ 47,830,277</b> |
| Accounts payable and accrued liabilities | \$ 4,192,759         | \$ -              | \$ -         | \$ -        | \$ 4,192,759         |
| Loan payable                             | 1,376,000            | -                 | -            | -           | 1,376,000            |
| Liabilities from discontinued operations | 36,331,828           | -                 | -            | -           | 36,331,828           |
| <b>Balance March 31, 2025</b>            | <b>\$ 41,900,587</b> | <b>\$ -</b>       | <b>\$ -</b>  | <b>\$ -</b> | <b>\$ 41,900,587</b> |

The Company's approach to managing liquidity risk is to endeavour to have sufficient liquidity to meet liabilities when due. As at September 30, 2025, the Company had a cash balance from continuing operations of \$1,378,418 (March 31, 2025: \$1,037,235). As at September 30, 2025, the Company's financial liabilities from continuing operations consisted of accounts payable and accrued liabilities of \$3,073,724 (March 31, 2025: \$4,192,759) all due in less than one year, and other current liabilities from continuing operations of \$7,347,672 (March 31, 2025 - \$1,376,000).

During the year ended March 31, 2025, the Company raised \$1,756,499 through two private placements.

## Trigon Metals Inc.

### Notes to the condensed consolidated interim financial statements

For the three and six months ended September 30, 2025 and 2024

(Expressed in US dollars)

#### 8. CAPITAL MANAGEMENT AND FINANCIAL RISK FACTORS (Continued)

##### Market risk

Market risk is the risk that changes in market prices, such as foreign exchange rates, interest rates, commodities and equity prices will affect the Company's income or the value of its holdings of financial instruments. The ability of the Company to explore, evaluate and develop its exploration and mining properties and the future profitability of the Company are directly related to the price of base and precious metals. The Company monitors metal prices to determine the appropriate course of action to be taken.

##### Foreign currency risk

Foreign currency risk is created by fluctuations in the fair value or cash flows of financial instruments due to changes in foreign exchange rates and exposure as a result of investment in its subsidiaries. The Company is exposed to currency risk by incurring certain expenditures in Canadian dollars, US dollars, Namibian dollars and South African Rand for its operations in Namibia and Moroccan Dirham and US dollars in Morocco. The Company has sought to minimize this risk by keeping its cash reserves in US dollars and only purchasing Canadian dollars, Namibian dollars, South African Rand and Moroccan Dirham as needed.

##### Sensitivity analysis

The carrying amount of cash, amounts receivable, and accounts payable and accrued liabilities equals fair market value. The effect of changes in foreign exchange rates on net loss is deemed insignificant as the number and amount of foreign-currency transactions are relatively small. Had the foreign exchange rates been higher (lower) by 10%, the foreign exchange in the consolidated statement of loss would have been lower (higher) by approximately \$424,000 (six months ended September 30, 2024: \$581,000).

#### 9. SHARE CAPITAL

(a) Authorized:

Unlimited number of voting common shares

Unlimited number of non-voting preferred shares, issuable in series

(b) Issued:

Reconciliation of the number and value of common shares as at September 30, 2025 and March 31, 2025 is as follows. All issued shares are fully paid.

|                                     | Note | Number of shares  | Issued capital       |
|-------------------------------------|------|-------------------|----------------------|
| Balance, March 31, 2024             |      | 43,574,681        | \$ 49,721,297        |
| Option exercise                     | 10   | 251,000           | 262,089              |
| Shares issued for consulting        | 14   | 640,000           | 263,926              |
| Private placement                   |      | 9,993,400         | 1,756,499            |
| Cost of issue                       |      | -                 | (53,341)             |
| <b>Balance, March 31, 2025</b>      |      | <b>54,459,081</b> | <b>\$ 51,950,470</b> |
| <b>Shares issued for consulting</b> |      | <b>320,000</b>    | <b>\$ 55,636</b>     |
| <b>Cost of issue</b>                |      | <b>-</b>          | <b>(6,516)</b>       |
| <b>Balance, September 30, 2025</b>  |      | <b>54,779,081</b> | <b>\$ 51,999,590</b> |

## Trigon Metals Inc.

### Notes to the condensed consolidated interim financial statements

For the three and six months ended September 30, 2025 and 2024

(Expressed in US dollars)

#### 9. SHARE CAPITAL (continued)

##### Private placement

On February 21, 2025, the Company closed the first tranche of a non-brokered private placement. The Company issued 4,390,000 common shares at a price of \$0.17 (CAD\$0.25) per share for gross proceeds of \$771,612 (CAD\$1,097,500). The Company paid finders fees of \$35,583 (CAD\$51,200) and issued 15,000 finder's warrants in association with the private placement. Each finder's warrant entitles the holder to acquire one common share of the Company at a price of \$0.17 (CAD\$0.25) for a period of two years.

On March 6, 2025, the Company closed the second tranche of a non-brokered private placement. The Company issued 5,603,400 common shares at a price of \$0.17 (CAD\$0.25) per share for gross proceeds of \$984,887 (CAD\$1,400,850). The Company paid finders fees of \$3,970 (CAD\$5,640) and issued 22,560 finder's warrants in association with the private placement. Each finder's warrant entitles the holder to acquire one common share of the Company at a price of \$0.17 (CAD\$0.25) for a period of two years.

##### Share Consolidation

On April 9, 2024, the shareholders of the Company approved the consolidation of the Company's common shares on a basis of one new common share for every existing five common shares outstanding, effective June 4, 2024. On June 4, 2024, the Company had 217,873,600 common shares outstanding, and these common shares were consolidated to 43,574,681 common shares. The change in the number of issued and outstanding common shares did not materially affect any shareholder's percentage of ownership in the Company. The share and per share amounts in the consolidated financial statements for the six months ended September 30, 2025 and 2024 have been updated to reflect this share consolidation.

#### 10. EQUITY RESERVES

|                           | No. of Options | Weighted<br>Average<br>Exercise<br>Price (CAD) | Grant Date<br>Fair Value of<br>Options | No. of<br>Warrants,<br>Broker<br>Warrants | Weighted<br>Average<br>Exercise<br>Price (CAD) | Grant Date<br>Fair Value of<br>Warrants,<br>Broker<br>Warrants | TOTAL        |
|---------------------------|----------------|--|--|---|--|--|--------------|
| March 31, 2024            | 1,762,000      | \$1.31   | \$ 1,360,896                           | 3,185,075                                 | \$1.75   | \$ 1,951,157   | \$ 3,312,053 |
| Granted                   | 2,334,000      | \$0.93   | 1,226,900                              | -   | -  | -  | 1,226,900    |
| Expired                   | (479,000)      | \$1.02   | (286,463)                              | (3,185,075)                               | \$1.75   | (2,143,380)  | (2,429,843)  |
| Exercised                 | (251,000)      | \$0.83   | (109,754)                              | -   | -  | -  | (109,754)    |
| Warrant issue costs (net) | -              | -  | -                                      | -   | -  | 192,223  | 192,223      |
| March 31, 2025            | 3,366,000      | \$1.31   | \$ 2,191,579                           | -   | -  | \$ -   | \$ 2,191,579 |
| Granted                   | 225,000        | \$0.25   | 16,100                                 | -   | -  | -  | 16,100       |
| Expired                   | (230,000)      | \$1.15   | (151,744)                              | -   | -  | -  | (151,744)    |
| September 30, 2025        | 3,361,000      | \$1.06   | \$ 2,055,935                           | -   | -  | \$ -   | \$ 2,055,935 |

##### Options

Under the Company's stock option plan, the Company may grant options to its directors, officers, employees and consultants for up to 10% of the outstanding common stock. Under the plan, the exercise price of each option must not be less than the market price of the Company's stock on the date of grant, less any allowable discount. The maximum term of a stock option is five years.

In May 2024, the Company granted a total of 2,169,000 stock options to various directors, officers and consultants pursuant to its stock option plan. The options vested immediately and may be exercised at a price of CAD\$0.95 per option for a period of five years from the date of grant.

## Trigon Metals Inc.

### Notes to the condensed consolidated interim financial statements

For the three and six months ended September 30, 2025 and 2024

(Expressed in US dollars)

#### 10. EQUITY RESERVES (Continued)

In November 2024, the Company granted a total of 125,000 stock options to a consultant pursuant to its stock option plan. The options vested immediately and may be exercised at a price of CAD\$0.82 per option for a period of five years from the date of grant.

In February 2025, the Company granted a total of 40,000 stock options to a consultant pursuant to its stock option plan. The options vested immediately and may be exercised at a price of CAD\$0.26 per option for a period of five years from the date of grant.

There were 225,000 options granted during the six months ended September 30, 2025 (2,169,000 options granted during the six months ended September 30, 2024). The weighted average life of total outstanding options is 3.12 years at September 30, 2025 (March 31, 2025 – 3.28 years).

As at September 30, 2025, the Company had stock options outstanding and exercisable as follows:

| Grant date | Expiry date | Number outstanding | Number exercisable | Exercise price (CAD) | Grant date fair value | Dividend yield (%) | Expected volatility (%) | Expected life (years) | Risk free rate (%) |
|------------|-------------|--------------------|--------------------|----------------------|-----------------------|--------------------|-------------------------|-----------------------|--------------------|
| 21-Feb-22  | 21-Feb-27   | 822,000            | 822,000            | \$1.70               | 828,604               | 0                  | 117                     | 5                     | 1.74               |
| 26-Aug-22  | 26-Aug-27   | 150,000            | 150,000            | \$0.75               | 75,593                | 0                  | 115                     | 5                     | 3.25               |
| 23-May-24  | 23-May-29   | 1,999,000          | 1,999,000          | \$0.95               | 1,073,138             | 0                  | 103                     | 5                     | 3.68               |
| 14-Nov-24  | 14-Nov-29   | 125,000            | 125,000            | \$0.82               | 56,200                | 0                  | 103                     | 5                     | 3.18               |
| 20-Feb-25  | 20-Feb-30   | 40,000             | 40,000             | \$0.26               | 6,300                 | 0                  | 142                     | 5                     | 2.91               |
| 01-Aug-25  | 01-Aug-30   | 225,000            | 225,000            | \$0.25               | 16,100                | 0                  | 76                      | 2                     | 2.69               |
|            |             | <b>3,361,000</b>   | <b>3,361,000</b>   |                      | <b>\$ 2,055,935</b>   |                    |                         |                       |                    |

The expected volatility is based on historical share prices of the Company.

#### Warrant liability and compensation options

As at September 30, 2025, the Company had the following common share purchase warrants and compensation options outstanding that are classified as liabilities:

|                              | Grant date | Expiry date | Number outstanding | Exercise price (CAD) | Fair value at period end | Dividend yield (%) | Expected volatility (%) | Expected life (years) | Risk free rate (%) |
|------------------------------|------------|-------------|--------------------|----------------------|--------------------------|--------------------|-------------------------|-----------------------|--------------------|
| Warrants on stream agreement | 24-Oct-22  | 24-Oct-25   | 500,000            | \$0.93               | \$ -                     | 0                  | 94                      | 3                     | 4.21               |
| Warrants on units            | 12-Jul-23  | 12-Jul-26   | 2,500,000          | \$1.50               | \$ 1,211                 | 0                  | 99                      | 3                     | 4.33               |
| Broker compensation options  | 12-Jul-23  | 12-Jul-26   | 204,450            | \$1.00               | \$ 1,558                 | 0                  | 99                      | 3                     | 4.33               |
| Broker compensation options  | 12-Jul-23  | 12-Jul-26   | 83,400             | \$1.00               | \$ 636                   | 0                  | 99                      | 3                     | 4.33               |
| Finder warrants              | 21-Feb-25  | 21-Feb-27   | 36,600             | \$0.25               | \$ 2,615                 | 0                  | 73                      | 2                     | 2.73               |
| Finder warrants              | 06-Mar-25  | 06-Mar-27   | 960                | \$0.25               | \$ 69                    | 0                  | 73                      | 2                     | 2.63               |
|                              |            |             | <b>3,325,410</b>   |                      | <b>\$ 6,089</b>          |                    |                         |                       |                    |

The expected volatility is based on historical share prices of the Company. The weighted average life of the outstanding warrants was 0.68 years at September 30, 2025.

On February 21, 2025, the Company issued 15,000 finder's warrants in association with the private placement. Each finder's warrant entitles the holder to acquire one common share of the Company at a price of \$0.17 (CAD\$0.25) for a period of two years.

On March 6, 2025, the Company issued 22,560 finder's warrants in association with the private placement. Each finder's warrant entitles the holder to acquire one common share of the Company at a price of \$0.17 (CAD\$0.25) for a period of two years.

## Trigon Metals Inc.

### Notes to the condensed consolidated interim financial statements

For the three and six months ended September 30, 2025 and 2024

(Expressed in US dollars)

#### 11. RELATED PARTY TRANSACTIONS

##### Compensation of key management

Key management includes the Company's directors, officers and senior executives. Compensation awarded to key management included:

|                      | Three months ended<br>September 30, |            | Six months ended<br>September 30, |            |
|----------------------|-------------------------------------|------------|-----------------------------------|------------|
|                      | 2025                                | 2024       | 2025                              | 2024       |
| Consulting fees      | \$ 365,276                          | \$ 209,050 | \$ 671,917                        | \$ 411,572 |
| Share-based payments | -                                   | -          | -                                 | 407,982    |
|                      | \$ 365,276                          | \$ 209,050 | \$ 671,917                        | \$ 819,554 |

The Company paid \$21,660 in rent to 14122917 Canada Inc., a company controlled by Mr. Jed Richardson for office rent for the six months ended September 30, 2025 (six months ended September 30, 2024 - \$18,354).

Included in accounts payable and accrued liabilities as at September 30, 2025 was approximately \$163,902 for consulting fees and expenses charged by current and former officers, directors and senior executives of the Company (March 31, 2025: \$317,786). Such amounts are unsecured, non-interest bearing and with no fixed terms of payment.

During the six months ended September 30, 2025, the Company incurred costs of \$Nil (September 30, 2024: \$229,840) for drilling services from Optimine Project Solutions CC, a company controlled by members of Namibian senior management. These amounts were included in loss from discontinued operations.

During the six months ended September 30, 2025, the Company incurred costs of \$Nil (September 30, 2024: \$90,281) for crane rental services from OMEG Crane Hire CC, a company controlled by members of Namibian senior management. These amounts were included in loss from discontinued operations.

During the six months ended September 30, 2025, the Company incurred costs of \$Nil (September 30, 2024: \$69,968) for maintenance services from Jeriah Trading Enterprises CC, a company controlled by members of Namibian senior management. These amounts were included in loss from discontinued operations.

\$164,720 of consulting fees related to key management personnel were included in loss from discontinued operations for the six months ended September 30, 2025 (\$167,614 for the six months ended September 30, 2024).

**Trigon Metals Inc.**  
**Notes to the condensed consolidated interim financial statements**  
For the three and six months ended September 30, 2025 and 2024  
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## **12. COMMITMENTS AND CONTINGENCIES**

### **Management contracts**

The Company is party to certain management contracts and severance obligations. These contracts contain clauses requiring additional payments of up to \$1,899,000 to be made to the officers of the Company upon the occurrence of certain events such as a change of control. As the triggering effect has not taken place, the contingent payments have not been reflected in these consolidated financial statements. Additional minimum management contractual commitments remaining under the agreements are approximately \$725,000, all due within one year.

### **Legal claims**

From time to time, the Company is named as a party to claims or involved in proceedings, including legal, regulatory and tax related, in the ordinary course of its business. While the outcome of these matters may not be estimable at period end, the Company makes provisions, where possible, for the estimated outcome of such claims or proceedings. Should a loss result from the resolution of any claims or proceedings that differs from these estimates, the difference will be accounted for as a charge to net loss in that period.

### **Environmental**

The Company's mining and exploration activities are subject to various laws and regulations governing the protection of the environment. These laws and regulations are continually changing and are 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.

### **Silver Hill Project**

The Company completed its acquisition of 100% equity interest in Technomine, a Moroccan company from Technomine's shareholders on September 24, 2020. The Company is required to meet the terms of the transaction outlined in the definitive agreement as consideration of the acquisition.

### **Copperbelt Option**

See Note 5 for details.

### **Sprott Private Resource Streaming and Royalty (B) Corporation and Sprott Mining Inc. Streaming Agreement**

On September 19, 2024, Trigon announced that production from the Asis West underground mine had reached a thirty consecutive day average daily production of 980 tonnes of ore per day, exceeding the milestone required in terms of the streaming agreement to achieve thirty consecutive day average daily production of 900 tonnes of ore per day by October 31, 2025. See Note 19.

### **Finder's Fees**

The Company entered into a Finder Agreement with Brightmind Ventures Limited ("Brightmind"), dated September 1, 2024 (the "Finder Agreement"), pursuant to which Brightmind was engaged to identify and source parties interested in participating in equity financings of the Company from time to time. Pursuant to the terms of the Finder Agreement, completion of the Proposed Horizon Transaction will trigger a cash fee to be paid by the Company to Brightmind in the approximate aggregate amount of \$720,000 (the "M&A Transaction Fee"), assuming all Instalment Payments are received by the Company. Due to the deferred nature of the Instalment Payments, pursuant to the Finder Agreement, Trigon shall pay the *pro rata* portion of the M&A Transaction Fee to Brightmind upon Trigon's receipt of each Instalment Payment. Payment of the M&A Transaction Fee by Trigon remains subject to the TSXV's review and approval. Brightmind is not a Non-Arm's Length party to Trigon, Horizon, the Purchaser, or their associates and affiliates.

## **Trigon Metals Inc.**

### **Notes to the condensed consolidated interim financial statements**

For the three and six months ended September 30, 2025 and 2024

(Expressed in US dollars)

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#### **13. LOAN PAYABLE**

On December 12, 2024, Horizon entered into a loan agreement with the Company for \$5 million which was subsequent reduced to \$4 million ("Horizon Loan") as described in note 14 as part of the Proposed Horizon Transaction.

The loan bears interest at a rate of 15% and matures in 2 years. The loan includes a six-month grace period on the payment of any interest. Interest payments will commence at the end of the six-month grace period and will be paid in 18 equal amortized repayments. The loan will be secured by a general security agreement over all the assets of the Company but subordinated to Sprott.

An additional loan amount of \$2,000,000 (the "Additional Loan") was also made available to Trigon on the same terms as the Horizon Loan to provide flexibility for further financing. The Additional Loan will be repaid by offsetting the loan amount, including accrued interest, against the eighth instalment payment for the Proposed Horizon Transaction.

On July 16, 2025, a further amendment between Trigon and Horizon was entered into for an additional \$7,200,000 loan. The purpose of the new loan is to fund Namibian carrying costs including capital projects until transaction closing. The \$7,200,000 loan has the same terms as the initial \$4,000,000 loan.

As of September 30, 2025, the Company has drawn down \$6,535,915 of the loan facility (Note 14).

As of November 27, 2025, the total loans available from Horizon total \$13,200,000. The Company has drawn a total of \$8,035,915 from the Horizon loans, leaving an additional \$4,834,317 of the total loans available to draw down as of November 27, 2025.

#### **14. DISCONTINUED OPERATIONS**

##### **Sale of Kombat Mine**

Trigon signed a definitive agreement for the sale of Trigon's interest in the Kombat Mine to Kamino Minerals Ltd., an affiliate of Horizon on May 27, 2025. The transaction was approved on July 4, 2025 by the shareholders at the annual general and special meeting. The Proposed Horizon Transaction is subject to the satisfaction of a number of other closing conditions, including the approval of the Namibian Competition Commission which has been received, the consent of Sprott, approval of the TSX Venture Exchange, as well as other customary conditions. There is no guarantee that this transaction will be completed as described, or at all.

##### **Pre-Closing Reorganization**

Prior to closing of the Transaction, Trigon will undertake an internal reorganisation in terms of which:

- Trigon has incorporated a new wholly owned Ontario subsidiary ("Trigon Ontario");
- Trigon will transfer to Trigon Ontario all of Trigon's rights and obligations under Trigon's stream agreement (the "Sprott stream") with Sprott Private Resource Streaming and Royalty (B) Corp. and Sprott Mining Inc. (collectively, "Sprott") including the release of Trigon from all security and guarantees under the Sprott stream;
- Trigon will transfer to Trigon Ontario a portion of the PNT Financeco Corp. ("PNT") Loan such that the net asset value of Trigon Ontario will be \$1;
- PNT will transfer to Trigon, or a subsidiary of Trigon, 100% of its interest in Copperbelt Mineral Exploration (Pty) Ltd.

##### **Purchase Consideration**

Kamino will pay to Trigon a total purchase consideration of \$24,000,000 in cash (the "Purchase Consideration") for the Transaction comprising:

- \$1 for the shares in Trigon Ontario; and
- \$23,999,999 for the shares in PNT and the PNT Loan, subject to a purchase price adjustment for outstanding liabilities owing to IXM S.A. and Sprott on closing (the "Purchase Price Adjustment").

The Purchase Consideration will be settled in eight equal instalments, with the first instalment payable on the later of closing of the Transaction, and the date that is nine months after the date of approval of the Transaction by Trigon's shareholders. The seven remaining instalments will be payable every three months from the date of the first instalment.

## **Trigon Metals Inc.**

### **Notes to the condensed consolidated interim financial statements**

For the three and six months ended September 30, 2025 and 2024

(Expressed in US dollars)

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#### **14. DISCONTINUED OPERATIONS (continued)**

##### **Purchase Consideration (continued)**

In addition, the Purchaser will make an additional cash payment (the "Production Payment") to Trigon thirty days following the first date upon which the underground operations of the Project achieve ore production and processing of a daily minimum of 2,250 tpd on each day for a 90 consecutive day period. The Production Payment ranges between \$3,500,000 and \$13,000,000, dependent on copper price.

As further consideration, Trigon will be granted a royalty on the Project from Trigon Mining (Namibia) (Pty) Ltd, the registered owner of the Project, of 1.0% of copper net smelter returns on a per invoice basis, payable if the invoiced copper price on final invoicing is greater than \$4.00 per pound (the "Royalty") for up to 20 quarters with 8 allowable deferrals. Such royalty is to be paid exclusively from Horizon's equity ownership. Payments under the Royalty will commence once the Project achieves copper metal production of 1,000 tonnes for each of two consecutive calendar months.

##### **Loans from Horizon to Trigon**

On February 11, 2025, Trigon announced the revised terms of the loan agreement entered into with Horizon ("Loan Agreement"), in terms of which the loan amount was reduced from \$5,000,000 to \$4,000,000, with structured advances over five tranches ("Horizon Loan"), all of which have now been advanced. The Horizon Loan bears interest at 15% per annum, with interest only commencing after a six month grace period ("Grace Period") and is repayable in 18 equal amortised repayments commencing at the end of the Grace Period, subject to the repayment terms in terms of the Sale Agreement below. The Horizon Loan is secured by a General Security Agreement over all the property, assets and undertakings of Trigon.

In terms of the Sale Agreement, the Horizon Loan will be classified between Project Loan Amounts (being amounts applied to costs and expenses in Namibia relating to the Project) and Non-Project Loan Amounts. All obligations to repay Project Loan Amounts, including interest thereon will be transferred to PNT prior to closing. An agreed sale of the project would see this portion of the debts of Trigon cleared. Any remaining Non-Project Loan Amounts will continue to bear interest at 15% per annum, remain secured by the General Security Agreement and be repaid by way of offset against the Production Payment. At this time Trigon anticipates the Non-Project loan amount at handover will be around \$1 million.

As at September 30, 2025, the initial \$4,000,000 facility has been fully drawn down.

In terms of the Loan Agreement, an additional loan amount of \$2,000,000 (the "Additional Loan") was also made available to Trigon on the same terms as the Horizon Loan to provide flexibility for further financing. In terms of the Sale Agreement, the Additional Loan was to be advanced to Trigon no later than thirty calendar days after the date of approval of the Proposed Horizon Transaction by Trigon shareholders. The Additional Loan will be subject to the terms and conditions of the Horizon Loan, and will be repaid by offsetting the loan amount, including accrued interest, against the eighth instalment payment for the Proposed Horizon Transaction. As at September 30, 2025, \$1,400,000 of the Additional Loan has been drawn.

On July 16, 2025, a further amendment between Trigon and Horizon was entered into for an additional \$7,200,000 loan. The purpose of the new loan is to fund Namibian carrying costs including capital projects until transaction closing. The \$7,200,000 loan has the same terms as the initial \$4,000,000 loan. As at September 30, 2025, \$1,115,000 of the Additional Loan has been drawn, with an additional \$1,500,000 drawn in October 2025.

##### **Deal Protections**

The Sale Agreement provides for customary deal protection provisions, including non-solicitation covenants on the part of Trigon and a right in favour of the Purchaser to match any unsolicited superior proposal. In the event that the Agreement is terminated in certain circumstances, Trigon has agreed to pay the Purchaser a termination fee equal to one times the principal outstanding under the Loan Agreement. In the event that Trigon shareholder approval has not been obtained by the date (the "Right to Match Expiry Date") that is the earlier of (i) the date that is two months from the date of the Meeting, and (ii) the date that is six months from the date of the Sale Agreement, the Purchaser will retain a right to match with respect to any acquisition proposal



**Trigon Metals Inc.****Notes to the condensed consolidated interim financial statements**

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(Expressed in US dollars)

**14. DISCONTINUED OPERATIONS (continued)**

The results for Kombat Mine operation for the three and six months ended September 30, 2025 and 2024 were as follows:

|   | Three months ended<br>September 30, |                       | Six months ended<br>September 30, |                       |
|---|-------------------------------------|-----------------------|-----------------------------------|-----------------------|
|   | 2025                                | 2024                  | 2025                              | 2024                  |
| <b>Revenue</b>                          | -                                   | 7,163,883             | <b>481,348</b>                    | 17,196,114            |
| <b>Cost of sales</b>                    | <b>(69,484)</b>                     | 6,999,511             | <b>249,174</b>                    | 14,132,086            |
| <b>Cost of sales - depreciation</b>     | <b>523,135</b>                      | 2,365,551             | <b>869,110</b>                    | 3,323,970             |
| <b>Gross income (loss)</b>              | <b>(453,651)</b>                    | (2,201,179)           | <b>(636,936)</b>                  | (259,942)             |
| <b>Expenses</b>                         |                                     |                       |                                   |                       |
| Exploration and evaluation expenditures | <b>283,533</b>                      | 591,399               | <b>745,168</b>                    | 1,077,760             |
| Professional fees                       | <b>57,449</b>                       | 29,186                | <b>118,430</b>                    | 60,651                |
| Accretion expense                       | <b>1,484,578</b>                    | 1,551,798             | <b>2,575,153</b>                  | 3,145,884             |
| (Gain) loss on asset disposal           | <b>(109,871)</b>                    | -                     | <b>(96,566)</b>                   | 227,397               |
| Finance charges                         | <b>206,713</b>                      | 242,209               | <b>435,155</b>                    | 379,693               |
| Open pit deferred cost impairment       | -                                   | 2,350,280             | -                                 | 2,350,280             |
| Loss on asset disposal                  | -                                   | -                     | -                                 | -                     |
| Foreign exchange loss (gain)            | <b>(310,882)</b>                    | -                     | <b>(143,376)</b>                  | 259,104               |
| Other expense                           | <b>11,064</b>                       | (83,001)              | <b>(16,863)</b>                   | 25,120                |
| <b>Net (loss) income</b>                | <b>\$ (2,076,235)</b>               | <b>\$ (6,883,050)</b> | <b>\$ (4,254,037)</b>             | <b>\$ (7,785,831)</b> |

Kombat Mine's exploration and evaluation expenses for the three and six months ended September 30, 2025 and 2024 were as follows:

|                          | Three months ended<br>September 30, |            | Six months ended<br>September 30, |              |
|--------------------------|-------------------------------------|------------|-----------------------------------|--------------|
|                          | 2025                                | 2024       | 2025                              | 2024         |
| Drilling and assay       | <b>\$ -</b>                         | \$ 12,050  | <b>\$ -</b>                       | \$ 12,050    |
| Field office and support | <b>62,373</b>                       | 248,347    | <b>291,285</b>                    | 416,800      |
| Consulting and labour    | <b>205,618</b>                      | 309,318    | <b>429,886</b>                    | 605,411      |
| Licence and permit       | <b>122</b>                          | 2,093      | <b>3,877</b>                      | 5,344        |
| Travel                   | <b>15,420</b>                       | 19,591     | <b>20,120</b>                     | 38,155       |
|                          | <b>\$ 283,533</b>                   | \$ 591,399 | <b>\$ 745,168</b>                 | \$ 1,077,760 |

The major classes of assets and liabilities of Kombat Mine at September 30, 2025 and March 31, 2025 were as follows:

**Trigon Metals Inc.****Notes to the condensed consolidated interim financial statements**

For the three and six months ended September 30, 2025 and 2024

(Expressed in US dollars)

**14. DISCONTINUED OPERATIONS (continued)**

| As at                                     | September<br>30, 2025 | March 31,<br>2025    |
|---|-----------------------|----------------------|
| <b>ASSETS</b>                             |                       |                      |
| Cash                                      | \$ 235,946            | \$ 64,963            |
| Amounts receivable                        | 708,368               | 720,211              |
| Prepaid expenses                          | 23,109                | 26,717               |
| Property and equipment                    | 32,784,158            | 33,702,515           |
| <b>Total assets</b>                       | <b>\$ 33,751,581</b>  | <b>\$ 34,514,406</b> |
| <b>LIABILITIES</b>                        |                       |                      |
| Accounts payable and accrued liabilities  | \$ 3,107,218          | \$ 3,210,526         |
| Lease liability                           | 109,752               | 137,189              |
| Equipment financing                       | 7,595,241             | 7,946,628            |
| Deferred revenue                          | 1,431,331             | 1,590,967            |
| Environmental rehabilitation obligation   | 717,280               | 666,358              |
| Deferred revenue on streaming arrangement | 23,725,906            | 21,544,000           |
| <b>Total liabilities</b>                  | <b>36,686,728</b>     | <b>35,095,668</b>    |

**Sprott Streaming Agreement**

On October 24, 2022, the Company entered into a streaming agreement with Sprott Streaming and Sprott Mining (together "Sprott") for a silver and copper stream transaction. Under the terms of this agreement, the Company will sell 100% of its silver and 6.5% of its copper produced from its underground operations to Sprott. Once the Company hits the underground production target of 2,250 tonnes per day mined, the percentage of copper sold to Sprott will be reduced to 1.625%.

Pursuant to this agreement, the Company received advanced consideration of \$37,500,000 from Sprott Streaming and Sprott Mining against future deliveries of copper and silver production from the Company's Kombat mine. The advanced consideration is accounted for as deferred revenue, with revenue recognized when the metals are delivered to the counterparty. The Company estimates the current portion of deferred revenue based on deliveries anticipated over the next twelve months based on the mine plan.

Deferred revenue consists of: 1) initial cash deposit received by the Company for future delivery of payable copper and silver, and 2) a significant financing component of the agreement resulting from the difference in the timing of the upfront consideration received and the promised goods delivered. As such, the Company recognizes interest expense at each reporting period and will accrete the deferred revenue balance to recognize the significant financing element that is part of the agreement. The interest rate of 23.68% is determined based on the rate implicit in the agreement at the date of inception.

As the Company delivers silver and copper to Sprott, 90% of the sale value will be applied to reduce the advanced consideration outstanding and 10% will be payable in cash, until the entire advanced consideration has been repaid.

The Company has the option to reduce the payable copper and silver by up to 50% by making a single cash payment to Sprott equivalent to 1.5 times the percentage of the advanced consideration to be repurchased. The payment must be made prior to June 27, 2027, after which the buyback option expires. The Company determined that the buyback option constituted a separate financial asset to the Company. The buyback option was recorded at a fair value of \$nil (2024 - \$nil) on the consolidated statement of financial position as at September 30, 2025. The fair value of the buyback option was estimated using a Geometric Brownian motion model using the following assumptions: expected copper volatility of 8.17% (2024 - 12.44%) based on historical volatility of commodity copper, expected silver volatility of 16.24% (2024 - 16.95%) based on historical volatility of commodity silver, risk-free rate of 2.47% (2024 - 3.91%), copper price of \$9,750 (2024 - \$8,767) per tonne, silver price of \$34.06 (2024 - \$24.54) per ounce, and it was estimated that the step down date would not be met.

**Trigon Metals Inc.****Notes to the condensed consolidated interim financial statements**

For the three and six months ended September 30, 2025 and 2024

(Expressed in US dollars)

**14. DISCONTINUED OPERATIONS (continued)**

On the issuance date, the fair value of the derivative asset of the buyback option had an estimated fair value of \$1,926,653, which was accounted for as a derivative asset at FVPL, with a corresponding increase in a contra derivative asset account. The fair value of the buyback option was estimated using a Geometric Brownian motion model using the following assumptions: expected copper volatility of 11.23% based on historical volatility of commodity copper, expected silver volatility of 17.98% based on historical volatility of commodity silver, risk-free rate of 3.82%, copper price of \$7,689 per tonne, silver price of \$19.22 per ounce, estimated step down date of April 30, 2024.

As the deferred revenue on streaming arrangements is considered variable consideration, an adjustment is made to the transaction price per unit each time there is a change in the underlying production profile of the mine. The change in the transaction price per unit results in a cumulative catch-up adjustment to deferred revenue in the period in which the change is made, reflecting the new production profile expected to be delivered under the streaming arrangement. A corresponding cumulative catch-up adjustment is made to accretion expense, reflecting the impact of the change in the deferred revenue balance. In March 2024, the Company completed its technical report for the Kombat Mine, which resulted in an update in the life of the Kombat Mine and reduction of the silver and copper reserves to be delivered. These changes resulted in a reduction of the stream liability as at March 31, 2024 and a decrease in finance expense (recovery of accretion expense) of \$20,353,417 for the year ended March 31, 2024. Given the extended pause in operations from January 2025 due to flooding and the pending closing of the sale of the Kombat mine, the Company assessed that it will no longer settle the stream liability through delivery of non-financial items but will settle through a sale of the liability. As such, the liability has been re-measured at FVPL. These changes resulted in a reduction of the stream liability and a decrease in finance expense (recovery of accretion expense) of \$8,686,107 for the year ended March 31, 2025.

|   |           |                   |
|---|-----------|-------------------|
| Deferred revenue on streaming arrangement as at March 31, 2024            | \$        | 29,415,464        |
| Deferred revenue recognized   |           | (4,671,237)       |
| Accretion   |           | 5,467,880         |
| Change in fair value  |           | (8,668,107)       |
| <b>Deferred revenue on streaming arrangement as at March 31, 2025</b>     |           | <b>21,544,000</b> |
| Deferred revenue recognized   |           | (384,403)         |
| Accretion   |           | 2,566,309         |
| <b>Deferred revenue on streaming arrangement as at September 30, 2025</b> | <b>\$</b> | <b>23,725,906</b> |

As of September 30, 2025, the Company had overdue cash amounts owed to Sprott in the amount of approximately \$2.4 million in relation to the Sprott Streaming Agreement. These amounts are included in the accrued liabilities in the financial statements. The Company signed a waiver and consent agreement with Sprott that is effective until November 30, 2025.

# Trigon Metals Inc.

## Notes to the condensed consolidated interim financial statements

For the three and six months ended September 30, 2025 and 2024

(Expressed in US dollars)

### 14. DISCONTINUED OPERATIONS (continued)

#### Property and Equipment

Property and equipment are carried at cost less accumulated depreciation and impairment and consist of the following:

| Cost  | Office furniture,<br>equipment<br>and software | Vehicles     | Buildings   | Land       | Machinery and<br>equipment | Right of use<br>assets | Environmental<br>rehabilitation<br>obligation<br>asset | Mine development<br>and plant under<br>construction | Total          |
|---|--|--------------|-------------|------------|----------------------------|------------------------|--|---|----------------|
| Balance, March 31, 2024                                   | \$ 561,495                                     | \$ 435,193   | \$ 109,487  | \$ 134,861 | \$ 8,263,009               | \$ 1,824,954           | \$ 586,870   | \$ 24,701,048                                       | \$ 36,616,917  |
| Additions   | 23,586   | 148,090      | 17,476      | -          | 2,055,274                  | -                      | 23,787   | 4,214,231   | 6,482,444      |
| Impairment  | -  | -            | -           | -          | (243,994)                  | -                      | -  | -   | (243,994)      |
| Balance, March 31, 2025                                   | \$ 585,081                                     | \$ 583,283   | \$ 126,963  | \$ 134,861 | \$ 10,074,289              | \$ 1,824,954           | \$ 610,657   | \$ 28,915,279                                       | \$ 42,855,367  |
| Additions   | 26,544   | -            | -           | -          | 20,775                     | -                      | -  | -   | 47,319         |
| Disposals   | (2,874)  | (229,488)    | -           | -          | (80,204)                   | (325,799)              | -  | -   | (638,365)      |
| Balance, September 30, 2025                               | \$ 608,751                                     | \$ 353,795   | \$ 126,963  | \$ 134,861 | \$ 10,014,860              | \$ 1,499,155           | \$ 610,657   | \$ 28,915,279                                       | \$ 42,264,321  |
| <b>Accumulated depreciation, depletion and impairment</b> |  |              |             |            |                            |                        |  |   |                |
| Balance, March 31, 2024                                   | \$ (431,223)                                   | \$ (137,995) | \$ (10,127) | \$ -       | \$ (420,967)               | \$ (515,843)           | \$ -   | \$ (1,258,328)                                      | \$ (2,774,483) |
| Depreciation for the period                               | (119,040)                                      | (114,307)    | (1,125)     | -          | (843,782)                  | (257,812)              | (99,247)   | (4,970,686)   | (6,405,999)    |
| Disposals   | -  | 2,848        | -           | -          | 24,782                     | -                      | -  | -   | 27,630         |
| Balance, March 31, 2025                                   | \$ (550,263)                                   | \$ (249,454) | \$ (11,252) | \$ -       | \$ (1,239,967)             | \$ (773,655)           | \$ (99,247)  | \$ (6,229,014)                                      | \$ (9,152,852) |
| Depreciation for the period                               | (25,230)                                       | (42,034)     | (563)       | -          | (635,101)                  | (166,182)              | -  | -   | (869,110)      |
| Disposals   | 1,073  | 115,610      | -           | -          | 37,512                     | 387,604                | -  | -   | 541,799        |
| Balance, September 30, 2025                               | \$ (574,420)                                   | \$ (175,878) | \$ (11,815) | \$ -       | \$ (1,837,556)             | \$ (552,233)           | \$ (99,247)  | \$ (6,229,014)                                      | \$ (9,480,163) |
| <b>Net book value</b>                                     |  |              |             |            |                            |                        |  |   |                |
| As at March 31, 2025                                      | \$ 34,818                                      | \$ 333,829   | \$ 115,711  | \$ 134,861 | \$ 8,834,322               | \$ 1,051,299           | \$ 511,410   | \$ 22,686,265                                       | \$ 33,702,515  |
| As at September 30, 2025                                  | \$ 34,331                                      | \$ 177,917   | \$ 115,148  | \$ 134,861 | \$ 8,177,304               | \$ 946,922             | \$ 511,410   | \$ 22,686,265                                       | \$ 32,784,158  |

Reconciliation of the carrying amounts as at September 30, 2025 and March 31, 2025 are as follows:

|   | September 30, 2025                            |              |                | March 31, 2025                                |              |                |
|---|---|--------------|----------------|---|--------------|----------------|
|   | Accumulated<br>Depreciation and<br>Impairment |              |                | Accumulated<br>Depreciation and<br>Impairment |              |                |
|   | Cost  | Impairment   | Net book value | Cost  | Depreciation | Net book value |
| Office furnitures, equipment and software     | \$ 608,751                                    | \$ 574,420   | \$ 34,331      | \$ 585,081                                    | \$ 550,263   | \$ 34,818      |
| Vehicles                                      | 353,795                                       | 175,878      | 177,917        | 583,283                                       | 249,454      | 333,829        |
| Buildings                                     | 126,963                                       | 11,815       | 115,148        | 126,963                                       | 11,252       | 115,711        |
| Land  | 134,861                                       | -            | 134,861        | 134,861                                       | -            | 134,861        |
| Machinery and equipment                       | 10,014,860                                    | 1,837,556    | 8,177,304      | 10,318,283                                    | 1,483,961    | 8,834,322      |
| Right of use assets                           | 1,499,155                                     | 552,233      | 946,922        | 1,824,954                                     | 773,655      | 1,051,299      |
| Environmental rehabilitation obligation asset | 610,657                                       | 99,247       | 511,410        | 610,657                                       | 99,247       | 511,410        |
| Assets under construction                     | 28,915,279                                    | 6,229,014    | 22,686,265     | 28,915,279                                    | 6,229,014    | 22,686,265     |
|   | \$ 42,264,321                                 | \$ 9,480,163 | \$ 32,784,158  | \$ 43,099,361                                 | \$ 9,396,846 | \$ 33,702,515  |

Right of use assets consist of a land lease and leased machinery and equipment.

## Trigon Metals Inc.

### Notes to the condensed consolidated interim financial statements

For the three and six months ended September 30, 2025 and 2024

(Expressed in US dollars)

#### 14. DISCONTINUED OPERATIONS (continued)

##### Epiroc Equipment Finance

On August 21, 2023, the Company announced that it had agreed to purchase underground mining equipment from Epiroc South Africa (Pty) Ltd for \$8,933,261. The purchase was completed pursuant to an equipment finance facility (the "Facility") for 85% of the purchase consideration (\$7,593,272), with a 15% down payment (\$1,339,989) paid upfront by Trigon. The Facility is secured solely by the equipment (the "Security") and an unsecured corporate guarantee. The Facility had a 0.75% arrangement fee, bears interest at a rate of 10.95% per annum and has a term of 60 months from the shipment date of each piece of equipment. Repayments are being made in 55 monthly installments, commencing 6 months after the delivery of each item. The amounts owed to Epiroc relating to this financing are recorded as an equipment financing liability. As at September 30, 2025, \$8,933,261 of the equipment has been delivered under this financing agreement.

##### Equipment Financing

In November 2023, the Company entered into a finance agreement for various pieces of equipment which have been included in the lease liability. The first leases commenced in November 2023 with lease terms of 120 months. The Company used a discount rate of 10.68% in determining the present value of the leases.

|   |           |                  |
|---|-----------|------------------|
| Equipment financing as at March 31, 2024            | \$        | 4,987,981        |
| Additions   |           | 3,461,809        |
| Interest expense                                    |           | 45,834           |
| Principal payments                                  |           | (548,996)        |
| Equipment financing as at March 31, 2025            | \$        | 7,946,628        |
| Interest expense                                    |           | 11,459           |
| Principal payments                                  |           | (141,762)        |
| <b>Equipment financing as at June 30, 2025</b>      | <b>\$</b> | <b>7,816,325</b> |
| Equipment financing as at March 31, 2024            | \$        | 4,987,981        |
| Additions   |           | 3,461,809        |
| Interest expense                                    |           | 45,834           |
| Principal payments                                  |           | (548,996)        |
| Equipment financing as at March 31, 2025            | \$        | 7,946,628        |
| Interest expense                                    | \$        | 22,917           |
| Principal payments                                  |           | (374,304)        |
| <b>Equipment financing as at September 30, 2025</b> | <b>\$</b> | <b>7,595,241</b> |

Future undiscounted minimum lease payments for the lease agreements are as follows:

|   | September 30, 2025  | March 31, 2025      |
|---|---------------------|---------------------|
| Within one year                             | \$ 3,306,910        | \$ 849,426          |
| After one year but not more than five years | 5,209,324           | 4,138,555           |
| More than five years                        | -                   | -                   |
|   | <b>\$ 8,516,234</b> | <b>\$ 4,987,981</b> |

##### IXM Advance

Effective July 1, 2024, the Company entered into an agreement with IXM whereby IXM advanced \$2.5 million in two tranches of \$1.25 million with tranche one immediately drawn down and the second tranche being drawn down in August 2024. The advance was to be repaid in principal installments of \$208,334 per month commencing in October 2024 through September 2025 repayable in copper concentrate, which were paused from February 2025, when mining operations were paused. Interest is being charged at the 30-day secured overnight financing rate average plus 2.5% and is currently being accrued.