



CONSOLIDATED FINANCIAL STATEMENTS

For the Years Ended September 30, 2025 and 2024

(Expressed in Canadian Dollars)

INDEPENDENT AUDITOR'S REPORT

To the Shareholders of
Riverside Resources Inc.

Opinion

We have audited the accompanying consolidated financial statements of Riverside Resources Inc. (the "Company"), which comprise the consolidated statements of financial position as at September 30, 2025 and 2024 and the consolidated statements of income (loss) and comprehensive income (loss), changes in equity, and cash flows for the years then ended, and notes to the consolidated financial statements, including material accounting policy information.

In our opinion, these consolidated financial statements present fairly, in all material respects, the financial position of the Company as at September 30, 2025 and 2024, and its financial performance and its cash flows for the years then ended in accordance with IFRS Accounting Standards as issued by the International Accounting Standards Board.

Basis for Opinion

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

Key Audit Matters

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

We have determined the matters described below to be the key audit matters to be communicated in our auditor's report.

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

As described in Note 9 to the consolidated financial statements, the carrying amount of the Company's E&E Assets was \$4,841,107 as of September 30, 2025. As more fully described in Note 3 to the consolidated financial statements, management assesses E&E Assets for indicators of impairment at each reporting period.

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



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

- Evaluating management's assessment of impairment indicators.
- Evaluating the intent for the E&E Assets through discussion and communication with management.
- Reviewing the Company's recent expenditure activity.
- Assessing compliance with option agreements.
- Evaluating, on a test basis, confirmation of title to ensure mineral rights underlying the E&E Assets are in good standing.

Spin-out of Blue Jay Gold Corp.

As described in Note 4 to the consolidated financial statements, the Company entered into a plan of arrangement (the "Arrangement") to spin out of its Pichette, Oakes and Duc projects, to its shareholders by the way of a share capital reorganization.

The principal considerations for our determination that the Arrangement is a key audit matter is that there was complexity in evaluating the structure of the Arrangement including but not limited to the fair value measurement of the distribution to shareholders and evaluation of the net assets disposed of, held by Blue Jay Gold Corp. This in turn led to a high degree of auditor judgement, subjectivity, and effect in performing procedures to evaluate audit evidence relating to the aforementioned matters.

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

- Examining and evaluating the contractual terms identified in the agreements associated with the Arrangement.
- Evaluating the net assets held by Blue Jay Gold Corp. as of the date of completion of the Arrangement.
- Evaluating the fair value of the distribution to shareholders of the Company.

Other Information

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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



Vancouver, Canada

Chartered Professional Accountants

January 28, 2026

RIVERSIDE RESOURCES INC.
 Consolidated Statements of Financial Position as at,
 (Expressed in Canadian Dollars)

	Note	September 30, 2025	September 30, 2024
Assets			
Current assets:			
Cash and cash equivalents	15	\$ 3,429,861	\$ 5,502,507
Short-term investments	5	1,366,601	118,694
Receivables	6	1,021,176	326,178
Prepaid expenses	7	73,539	55,321
		5,891,177	6,002,700
Non-current assets:			
Receivables	6	535,210	451,492
Equipment	8	49,207	71,671
Exploration and evaluation assets	9	4,841,107	7,304,389
Total Assets		\$ 11,316,701	\$ 13,830,252

Liabilities and Equity

Current liabilities:			
Accounts payable and accrued liabilities	10	\$ 221,238	\$ 139,833
Provision liability	19	1,248,375	1,129,636
Exploration advances	11	34,844	686,094
		1,504,457	1,955,563
Equity:			
Capital stock	12	20,075,317	26,057,995
Reserves	12	4,903,469	3,983,869
Accumulated deficit		(15,413,303)	(18,060,197)
Accumulated other comprehensive income (loss)		246,761	(106,978)
Total Equity		9,812,244	11,874,689
Total Liabilities and Equity		\$ 11,316,701	\$ 13,830,252

Nature of operations and going concern (Note 1)

Subsequent events (Note 20)

On behalf of the Board on January 28, 2026

“Walter Henry” Director
 Water Henry

“James Ladner” Director
 James Ladner

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

RIVERSIDE RESOURCES INC.

Consolidated Statements of Income (Loss) and Comprehensive Income (Loss)
 For the years ended September 30,
 (Expressed in Canadian Dollars)

	Note	2025	2024
Expenses			
Management and consulting fees	9, 13	\$ 526,521	\$ 417,417
Depreciation	8	27,956	41,320
Director fees	13	36,000	36,032
Foreign exchange (gain) loss		19,927	(113,722)
General and administration		173,577	189,097
Investor relations		380,724	294,618
Professional fees		557,079	85,399
Property investigation and evaluation		79,314	5,730
Rent		58,200	58,200
Share-based payments	12, 13	141,017	171,610
Interest income		(163,329)	(302,637)
Gain on disposal of asset		-	(20,644)
Gain on disposal of subsidiary	4	(4,286,380)	-
Operational fee recovery	11	(130,312)	(156,126)
Other income		(242,327)	(255,954)
Unrealized loss (gain) on short-term investments		(72,477)	(4,313)
Realized loss on short-term investments		-	11,555
Write-down of exploration and evaluation assets	9	122,457	878,387
Write-down of receivables	6	243,948	259,140
Net income (loss) for the year		2,528,105	(1,595,109)
Items that may be reclassified subsequently to profit or loss:			
Foreign exchange gain (loss) on translation of subsidiaries		353,739	(266,064)
Comprehensive (loss) income for the year		2,881,844	(1,861,173)
Income (loss) and comprehensive income (loss) attributable to:			
Equity holders of the Company		3,000,633	(1,861,173)
Non-controlling interest	4	(118,789)	-
		\$ 2,881,844	\$ (1,861,173)
Income (loss) per share			
– basic		\$ 0.04	\$ (0.02)
– diluted		\$ 0.03	\$ (0.02)
Weighted average number of common shares outstanding			
– basic	3(g)	74,783,464	74,683,696
– diluted	3(g)	77,457,555	74,683,696

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

RIVERSIDE RESOURCES INC.

Consolidated Statements of Cash Flows

For the years ended September 30,
(Expressed in Canadian Dollars)

	2025	2024
OPERATING ACTIVITIES		
Income (loss) for the year	\$ 2,528,105	\$ (1,595,109)
Items not involving cash:		
Depreciation	27,956	41,320
Share-based payments	141,017	171,610
Realized loss on short-term investments	-	11,555
Unrealized gain on short-term investments	(72,477)	(4,312)
Other income	(242,327)	(255,954)
Gain on disposal of asset	-	(20,644)
Gain on disposal of subsidiary	(4,286,314)	-
Write-down of exploration and evaluation assets	122,457	878,387
Write-down of receivables	243,948	259,140
Change in non-cash working capital items:		
Prepaid expenses	(180,610)	31,042
Receivables	(1,128,622)	160,620
Accounts payable and accrued liabilities	915,389	(233,183)
	<u>(1,931,478)</u>	<u>(555,528)</u>
INVESTING ACTIVITIES		
Exploration advances, net of exploration incurred	(408,923)	695,195
Exploration and evaluation assets	(834,899)	(1,992,958)
Cash disposed on spin out of Blue Jay	(458,229)	-
Sale of equipment	-	38,090
Sale of short-term investments	-	81,270
	<u>(1,702,051)</u>	<u>(1,178,403)</u>
FINANCING ACTIVITIES		
Proceeds from share issuance by subsidiary	1,469,000	-
	<u>1,469,000</u>	<u>-</u>
Effect of foreign exchange on cash and cash equivalents	91,883	5,548
Decrease in cash and cash equivalents	(2,072,646)	(1,728,383)
Cash and cash equivalents, beginning of the year	5,502,507	7,230,890
Cash and cash equivalents, end of the year	\$ 3,429,861	\$ 5,502,507

Supplemental disclosures with respect to cash flows (Note 15)

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

RIVERSIDE RESOURCES INC.

Consolidated Statements of Changes in Equity
(Expressed in Canadian Dollars)

	Capital Stock			Reserves	Accumulated Deficit	Accumulated other comprehensive loss (income)	Non-controlling interest	Total
	Note	Shares	Amount					
Balance at September 30, 2023		74,448,464	\$ 26,017,795	\$ 3,852,459	\$ (16,465,088)	\$ 159,086	\$ -	\$ 13,564,252
Issuance of performance bonus shares	12	335,000	40,200	-	-	-	-	40,200
Share-based payments	12	-	-	131,410	-	-	-	131,410
Loss for the year		-	-	-	(1,595,109)	-	-	(1,595,109)
Foreign exchange translation of foreign subsidiaries		-	-	-	-	(266,064)	-	(266,064)
Balance at September 30, 2024		74,783,464	\$ 26,057,995	\$ 3,983,869	\$ (18,060,197)	\$ (106,978)	\$ -	\$ 11,874,689
Balance at September 30, 2024		74,783,464	\$ 26,057,995	\$ 3,983,869	\$ (18,060,197)	\$ (106,978)	\$ -	\$ 11,874,689
Equity transactions with non-controlling interest		-	-	778,583	-	-	690,417	1,469,000
Return of capital pursuant to Blue Jay spin-out	4	-	(5,982,678)	-	-	-	-	(5,982,678)
Share-based payments	12	-	-	141,017	-	-	-	141,017
Disposal of non-controlling interest		-	-	-	-	(571,628)	(571,628)	
Income / (loss) for the year		-	-	-	2,646,894	-	(118,789)	2,528,105
Foreign exchange translation of foreign subsidiaries		-	-	-	-	353,739	-	353,739
Balance at September 30, 2025		74,783,464	\$ 20,075,317	\$ 4,903,469	\$ (15,413,303)	\$ 246,761	\$ -	\$ 9,812,244

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

RIVERSIDE RESOURCES INC.

Notes to the Consolidated Financial Statements
For the years ended September 30, 2025
(Expressed in Canadian Dollars)

1. Nature of operations and going concern

Riverside Resources Inc. (the “Company” or “Riverside”) is a mineral exploration and evaluation company operating as a prospect generator listed on the TSX Venture Exchange (the “Exchange”) under the symbol “RRI” and is engaged in the acquisition, exploration and evaluation of assets in the Americas including Canada, the United States and Mexico.

The Company’s head office address is 550 – 800 West Pender Street, Vancouver, British Columbia, Canada V6C 2V6.

These consolidated financial statements have been prepared assuming the Company will continue as a going concern, which contemplates the realization of assets and satisfaction of liabilities in the normal course of business.

The Company’s ability to continue operations is uncertain and is dependent upon the ability of the Company to obtain necessary financing to meet the Company’s liabilities and commitments as they become payable, acquiring assets or a business, and the ability to generate future profitable production or operations or sufficient proceeds from the disposition thereof. The outcome of these matters cannot be predicted at this time. The consolidated financial statements do not include adjustments to amounts and classifications of assets and liabilities that might be necessary should the Company be unable to continue operations as a going concern. Management believes that the Company has sufficient working capital to maintain its operations and activities for the next fiscal year.

These consolidated financial statements were approved and authorized for issue by the Board of Directors on January 28, 2026.

2. Basis of presentation and statement of compliance

The consolidated financial statements have been prepared on a historical cost basis, except for financial instruments classified as and measured at their fair value. All dollar amounts presented are in Canadian dollars unless otherwise specified. In addition, the financial statements have been prepared using the accrual basis of accounting, except for cash flow information.

These consolidated financial statements have been prepared in accordance with IFRS Accounting Standards as issued by the International Accounting Standards Board.

The Company has reclassified certain comparative information on the consolidated statements of income (loss) and comprehensive income (loss) and statements of cash flows to conform with current period presentation.

3. Material accounting policy information

(a) Principles of consolidation

These consolidated financial statements include the accounts of the Company and its wholly owned subsidiaries. All inter-company transactions and balances have been eliminated upon consolidation.

Name of subsidiary	Country of incorporation	Proportion of ownership interest	Principal activity
Riverside Resources Mexico, S.A. de C.V.	Mexico	100%	Mineral exploration
RRM Exploracion, S.A.P.I. de C.V.	Mexico	100%	Mineral exploration
RRM Minas S DE RL de C.V.	Mexico	100%	Mineral exploration
RRI Exploration Inc.	United States	100%	Mineral exploration
Riverside Resources (BC) Inc.	Canada	100%	Mineral exploration
RRI Holdings Limited	Canada	100%	Holding company
1412597 BC LTD.	Canada	100%	Holding company
1412601 BC LTD.	Canada	100%	Holding company

RIVERSIDE RESOURCES INC.

Notes to the Consolidated Financial Statements
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(Expressed in Canadian Dollars)

(b) Foreign currency translation

The functional currency of an entity is the currency of the primary economic environment in which the entity operates. The functional currency of the Company, Riverside Resources (BC) Inc., RRI Holdings Limited, and RRI Exploration Inc. is the Canadian dollar and the Mexican Peso for Riverside Resources Mexico, S.A. de C.V., RRM Exploration S.A.P.I. de C.V. and RRM Minas S DE RL de C.V. The functional currency determinations were conducted through an analysis of the consideration factors identified in IAS 21, *The Effects of Changes in Foreign Exchange Rates*.

Transactions in currencies other than the functional currency for an entity are recorded at exchange rates prevailing on the dates of the transaction. At the end of each reporting period, monetary assets and liabilities denominated in foreign currencies are translated at the period end exchange rate while non-monetary assets and liabilities are translated at historical rates. Revenues and expenses are translated at the exchange rates approximating those in effect on the date of the transactions. Exchange gains and losses arising on translation are included in consolidated statement of (loss) income.

The subsidiaries with a Mexican Peso functional currency have been translated into Canadian dollars as follows: assets and liabilities are translated at year end exchange rates, while revenues and expenses are translated using average rates over the year. Translation gains and losses relating to the foreign operations are included in accumulated other comprehensive loss as a separate component of shareholders' equity.

(c) Short-term investments and cash equivalents

Cash equivalents include Canadian guaranteed investment certificates that are readily convertible into cash or have maturities at the date of purchase of ninety days or less; and short-term investments include: marketable securities in publicly traded and private companies.

(d) Equipment

Equipment is carried at cost less accumulated depreciation and impairment losses. Depreciation is calculated using the declining balance method at the following annual rates:

Computer hardware	45%
Exploration equipment	20%
Furniture & fixtures	20%
Vehicles	30%

(e) Exploration and evaluation assets

Pre-acquisition costs are expensed as incurred. The Company records exploration and evaluation asset interests, which consist of the right to explore for mineral deposits, at cost. The Company records deferred exploration costs, which consist of costs attributable to the exploration of exploration and evaluation asset interests, at cost. All costs relating to the acquisition and exploration of these exploration and evaluation asset interests are capitalized on a property by property basis until the exploration and evaluation asset interests to which they relate are placed into production, disposed of through sale, or where management has determined there to be an impairment. If an exploration and evaluation asset interest is abandoned, the exploration and evaluation asset interests and deferred exploration costs will be written off to operations in the period of abandonment.

On an on-going basis, the capitalized costs are reviewed on a property-by-property basis to consider if there is any impairment on the subject property. Management's determination for impairment includes but is not limited to 1) whether the Company's exploration programs have significantly changed, such that previously identified resource targets are no longer being pursued; 2) whether exploration results to date are promising and whether additional exploration work is being planned in the foreseeable future; or 3) whether remaining lease terms are insufficient to conduct necessary studies or exploration work.

The recorded cost of exploration and evaluation asset interests is based on cash paid and the value of share consideration issued (where shares are issued) for exploration and evaluation asset interest acquisitions and exploration costs incurred. The recorded

RIVERSIDE RESOURCES INC.

Notes to the Consolidated Financial Statements
For the years ended September 30, 2025
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amount may not reflect the recoverable value, as this will be dependent on future development programs, the nature of the mineral deposit, commodity prices, adequate funding, and the ability of the Company to bring its projects into production.

Property option payments received from its farm-out partners are recorded as a reduction to the capitalized cost of exploration and evaluation assets. Once the capitalized cost is fully recovered, the property option payments are recorded as property income. Management fees received pursuant to exploration alliance arrangements are recorded as operational fee recovery.

(f) Impairment of long-lived assets

At the end of each reporting period, or more frequently as required, the Company's assets are reviewed to determine whether there is any indication that those assets may be impaired. If such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment, if any. The recoverable amount is the higher of fair value less costs to sell and value in use. Fair value is determined as the amount that would be obtained from the sale of the asset in an arm's length transaction between knowledgeable and willing parties. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset. If the recoverable amount of an asset is estimated to be less than its carrying amount, the carrying amount of the asset is reduced to its recoverable amount and the impairment loss is recognized in profit or loss for the period. For an asset that does not generate largely independent cash flows, the recoverable amount is determined for the cash generating unit to which the asset belongs.

Where an impairment loss subsequently reverses, the carrying amount of the asset (or cash-generating unit) is increased to the revised estimate of its recoverable amount, but to an amount that does not exceed the carrying amount that would have been determined had no impairment loss been recognized for the asset (or cash-generating unit) in prior years. A reversal of an impairment loss is recognized immediately in profit or loss.

(g) Income (loss) per share

Basic income (loss) per common share is calculated by dividing income (loss) attributable to common shareholders by the weighted average number of shares outstanding during the year. The effect of dilutive stock options, warrants and similar instruments on income (loss) per share is recognized on the use of the proceeds that could be obtained upon of these and similar instruments. It assumes that the proceeds would be used to purchase common shares at the average market price during the year. Diluted income (loss) per share excludes all dilutive potential common shares if their effect is anti-dilutive.

The calculation of basic income (loss) per share for the year ended September 30, 2025, was based on the income attributable to common shareholders of \$2,646,894 (2024 – loss of \$1,595,109) and a weighted average number of common shares outstanding of 74,783,464 (2024 – 74,683,696).

The calculation of diluted income per share for the year ended September 30, 2025, includes the weighted average number of common shares outstanding of 77,457,555 adjusted for the effects of all potentially dilutive common shares.

(h) Critical accounting estimates, judgments, and assumptions

The preparation of these consolidated financial statements requires management to make certain estimates, judgments and assumptions that affect the reported amounts of assets, liabilities, and contingent liabilities at the date of the financial statements and reported amount of expenses during the reporting period. Actual outcomes could differ from these estimates. These consolidated financial statements include estimates that, by their nature, are uncertain. The impacts of such estimates are pervasive throughout the consolidated financial statements and may require accounting adjustments based on future occurrences. Revisions to accounting estimates are recognized in the period in which the estimate is revised and future periods if the revision affects both current and future periods. These estimates are based on historical experience, current and future economic conditions, and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Information about significant areas of estimation uncertainty in applying accounting policies that have the most significant effect on the amounts recognized in the consolidated financial statements are noted below with further details of the assumptions contained in the relevant note.

RIVERSIDE RESOURCES INC.

Notes to the Consolidated Financial Statements
For the years ended September 30, 2025
(Expressed in Canadian Dollars)

Exploration and evaluation assets

Exploration and evaluation costs are initially capitalized as intangible exploration assets with the intent to establish commercially viable reserves. The Company is required to make estimates and judgments about the future events and circumstances regarding whether the carrying amount of intangible exploration assets exceeds its recoverable amount. Recoverability is dependent on various factors, including the discovery of economically recoverable reserves, the ability of the Company to obtain the necessary financing to complete the development and upon future profitable production or proceeds from the disposition of the exploration and evaluation assets themselves. Additionally, there are numerous geological, economic, environmental, and regulatory factors and uncertainties that could impact management's assessment as to the overall viability of its properties or the ability to generate future cash flows necessary to cover or exceed the carrying value of the Company's exploration and evaluation assets properties.

Share-based payments

Charges for share-based payments are based on the fair value on the date the awards are granted. Stock options are valued using the Black-Scholes option pricing model, and inputs to the model include assumptions on share price volatility, discount rates and expected life outstanding.

Contingencies

Contingencies are resolved only when one or more events transpire. As a result, the assessment of contingencies inherently involves estimating the outcome of future events. The Company has recorded a provision with respect to a legal dispute with the Government of Mexico. See Note 19.

Critical accounting judgments

- going concern presentation of the consolidated financial statements as discussed in Note 1, which assumes that the Company will continue in operation for the foreseeable future and will be able to realize its assets and discharge its liabilities in the normal course of operations as they come due; and

- management's determination of the functional currency of the Company and each of its subsidiaries requires judgment based on the factors outline in IAS 21, *The Effects of Changes in Foreign Exchange Rates*.

(i) Income taxes

Income tax is recognized in profit or loss except to the extent that it relates to items recognized directly in equity. Current tax expense is the expected tax payable on taxable income for the year, using tax rates enacted or substantively enacted at the reporting date, adjusted for amendments to tax payable with regards to previous years.

Deferred tax is recognized in respect of temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the amounts used for taxation purposes. Deferred tax is measured at the tax rates that are expected to be applied to temporary differences when they revert, based on the laws that have been enacted or substantively enacted by the reporting date.

Deferred tax assets and liabilities are offset if there is a legally enforceable right to offset current income tax liabilities and assets, and they relate to income taxes levied by the same tax authority for the same taxable entity. A deferred tax asset is recognized for unused tax losses, tax credits and deductible temporary differences, to the extent that it is probable that future taxable profits will be available against which they can be utilized. Deferred tax assets are reviewed at each reporting date and are reduced to the extent that it is no longer probable that the related income tax benefit will be realized.

RIVERSIDE RESOURCES INC.

Notes to the Consolidated Financial Statements
For the years ended September 30, 2025
(Expressed in Canadian Dollars)

(j) Financial instruments

Financial assets

The Company classifies its financial assets in the following categories: at fair value through profit or loss (“FVTPL”) and/or at amortized cost. The determination of the classification of financial assets is made at initial recognition. Equity instruments that are held for trading (including all equity derivative instruments) are classified as FVTPL; for other equity instruments, on the day of acquisition the Company can make an irrevocable election (on an instrument-by-instrument basis) to designate them as at FVOCI.

The Company’s accounting policy for each of the categories is as follows:

Financial assets at FVTPL: Financial assets carried at FVTPL are initially recorded at fair value and transaction costs are expensed as incurred. Realized and unrealized gains and losses arising from changes in the fair value of the financial assets held at FVTPL are recognized in profit or loss. The Company’s short-term investments are classified as FVTPL.

Financial assets at amortized cost: A financial asset is measured at amortized cost if the objective of the business model is to hold the financial asset for the collection of contractual cash flows, and the asset's contractual cash flows are comprised solely of payments of principal and interest. They are classified as current assets or non-current assets based on their maturity date and are initially recognized at fair value and subsequently carried at amortized cost less any impairment. The Company’s financial assets at amortized cost include cash and cash equivalents and receivables and approximate fair value due to the short-term nature of the assets.

Impairment of financial assets at amortized cost: The Company assesses all information available, including on a forward-looking basis, the expected credit losses associated with its assets carried at amortized cost. The impairment methodology applied depends on whether there has been a significant increase in credit risk. To assess whether there is a significant increase in credit risk, the Company compares the risk of a default occurring on the asset as at the reporting date, with the risk of default as at the date of initial recognition, based on all information available, and reasonable and supportive forward-looking information.

Financial liabilities

The Company classifies its financial liabilities into one of two categories, depending on the purpose for which the liability was acquired. The Company’s accounting policy for each category is as follows:

Fair value through profit or loss (FVTPL) - This category comprises derivatives, or liabilities acquired or incurred principally for the purpose of selling or repurchasing it in the near term. They are carried in the statement of financial position at fair value with changes in fair value recognized in profit or loss. The Company has no financial liabilities at FVTPL.

Other financial liabilities - This category comprises liabilities initially recognized at fair value less directly attributable transaction costs. Subsequently, they are measured at amortized cost using the effective interest method. The Company’s other financial liabilities is its accounts payable and accrued liabilities and approximate fair value due to the short-term nature of the liability.

(k) Share-based payments

The stock option plan allows the Company’s employees, directors, and consultants to acquire shares of the Company. The fair value of options granted is recognized as a share-based payments expense with a corresponding increase in shareholders’ equity. An individual is classified as an employee when the individual is an employee for legal or tax purposes (direct employee) or provides services similar to those performed by a direct employee. Consideration paid on the exercise of stock options is credited to share capital and the fair value of the options is reclassified from reserves to capital stock.

The fair value is measured at grant date and each tranche is recognized over the period during which the options vest. The fair value of the options granted is measured using the Black-Scholes Option Pricing Model taking into account the terms and

RIVERSIDE RESOURCES INC.

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conditions upon which the options were granted. At each financial position reporting date, the amount recognized as an expense is adjusted to reflect the number of stock options that are expected to vest.

In situations where equity instruments are issued to non-employees and some or all the goods or services received by the entity as consideration cannot be specifically identified, they are measured at fair value of the share-based payment. Otherwise, share-based payments are measured at the fair value of goods or services received.

(l) Capital stock

Common shares are classified as shareholders' equity. Incremental costs directly attributable to the issue of common shares and stock options are recognized as a deduction from shareholders' equity. Common shares issued for consideration other than cash, are valued based on their market value at the date the shares are issued.

The Company has adopted a residual value method with respect to the measurement of shares and warrants issued as private placement units. The residual value method first allocates value to the more easily measurable component based on fair value and then the residual value, if any, to the less easily measurable component. The Company considers the fair value of common shares issued in the private placements to be the more easily measurable component and the common shares are valued at their fair value, as determined by the closing market price on the announcement date. The balance, if any, is allocated to the attached warrants. Any fair value attributed to the warrants is recorded as reserves.

(m) Related party transactions

Parties are related if one party has the ability, directly or indirectly, to control the other party or exercise significant influence over the other party in making financial and operating decisions. Parties are also considered to be related if they are subject to common control, and related parties may be individuals, such as key management personnel, including immediate family members of the individual, or corporate entities. A transaction is a related party transaction when there is a transfer of resources or obligations between related parties.

New standards issued and not yet effective

The following new standards, amendments to standards and interpretations have been issued but are not effective during the year ended September 30, 2025.

On April 9, 2024, the IASB issued a new standard – IFRS 18, “Presentation and Disclosure in Financial Statements” with a focus on updates to the statement of profit or loss. The key new concepts introduced in IFRS 18 relate to:

- the structure of the statement of profit or loss;
- required disclosures in the financial statements for certain profit or loss performance measures that are reported outside an entity's financial statements (that is, management-defined performance measures); and
- enhanced principles on aggregation and disaggregation which apply to the primary financial statements and notes in general.

IFRS 18 will replace IAS 1; many of the other existing principles in IAS 1 are retained, with limited changes. IFRS 18 will apply for reporting periods beginning on or after January 1, 2027 and also applies to comparative information. Adoption of IFRS 18 will not impact the recognition or measurement of items in the financial statements, but it might change what an entity reports as its ‘operating profit or loss’. Management has not yet concluded on the impact of the new standard to these consolidated financial statements.

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4. Plan of Arrangement

On October 27, 2023, the Company incorporated Blue Jay Resources Corp., which was subsequently renamed Blue Jay Gold Corp. (“Blue Jay”). On November 1, 2023, Blue Jay issued 14,956,693 common shares at \$0.115 to Riverside Resources Inc. (“Riverside”) to acquire the Pichette-Clist Gold Project, Oakes Gold Project and the Duc Gold Project (the “Ontario Properties”).

On January 28, 2025, the Company announced the execution of a definitive arrangement agreement with Blue Jay in respect of the spin-out of its Pichette, Oakes and Duc projects, to its shareholders by way of a share capital reorganization effected through a statutory plan of arrangement (the “Arrangement”). Under the Arrangement, the Company will distribute the common shares of Blue Jay to Riverside's shareholders. Riverside's current shareholders will receive Blue Jay Shares by way of a share exchange, pursuant to which each existing common share of Riverside will be exchanged for one new common share of Riverside and 1/5th of a Blue Jay share.

On May 22, 2025, the Company and Blue Jay completed the previously announced plan of arrangement. Under the arrangement, the shares of Blue Jay held by the Company were spun out to the Company's shareholders, effective May 22, 2025.

The distribution of Blue Jay shares to Riverside's shareholders represent a non-cash distribution to owners. In accordance with IFRIC 17, “Distributions of Non-cash Assets to Owners”, the Company measured the distribution at the fair value of the Blue Jay shares on the effective date of the Arrangement, resulting in a return of capital of \$5,982,678. The fair value of the distribution was determined based on the observable arm's length financings completed by Blue Jay prior to the Arrangement.

Under the terms of the Arrangement, each issued and outstanding Riverside option has been adjusted for the assets spun-out. The exercise prices of the Riverside replacement stock options were adjusted based on the proportional market value of the two companies after completion of the Arrangement (see Note 12).

Blue Jay completed arm's length equity financings on December 18, 2024 and May 7, 2025. As the Company retained control of Blue Jay following these financings, the transactions were accounted for as equity transactions in accordance with IFRS 10, “Consolidated Financial Statements”, resulting in the recognition and subsequent measurement of non-controlling interests (“NCI”) in consolidation.

A continuity of NCI is as follows:

	CAD\$
NCI balance, September 30, 2024	-
NCI recognized	690,417
Share of loss allocated to NCI	(118,789)
NCI derecognized on disposal of Blue Jay	(571,628)
NCI balance, September 30, 2025	-

Upon completion of the Arrangement, the Company lost control of Blue Jay and derecognized Blue Jay's assets and liabilities and related non-controlling interests in accordance with IFRS 10. The Company recognized a gain on disposal of subsidiary of \$4,286,380, which was determined based on the fair value of the distribution to owners of \$5,982,678, plus the carrying amount of non-controlling interests derecognized of \$571,628, less the carrying value of net assets derecognized of \$2,267,926, which was comprised of cash of \$458,229, prepaids of \$149,892, other current assets of \$168,895, and exploration and evaluation assets of \$2,391,550 net of accounts payable and other liabilities of \$900,640.

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5. Short-term investments

Short-term investments include marketable securities received as a result of property option agreements. Marketable securities comprise common shares in publicly traded and private companies as follows:

	September 30, 2025			September 30, 2024		
	Number of shares	Cost	Fair market value	Number of shares	Cost	Fair market value
Arcus Development Group Inc.	29,000	\$ 11,020	\$ 870	29,000	\$ 11,020	\$ 290
Guerrero Exploration Inc.	950,000	343,049	-	950,000	343,049	-
Goldshore Resources Inc. (formerly Sierra Madre Developments Inc.)	104,194	1,103,791	54,181	104,194	1,103,791	38,552
Sinaloa Resources Corp.	1,000,000	100,000	-	1,000,000	100,000	-
First Helium Inc.	154,500	45,308	3,863	154,500	45,308	6,952
Upper Canada Mining Inc.	5,600,000	-	-	5,600,000	-	-
Southern Empire Resources ⁽¹⁾	1,620,000	135,324	113,400	1,620,000	135,324	72,900
Questcorp Mining Inc. ⁽²⁾	6,285,722	1,175,430	1,194,287	-	-	-
	15,743,416	\$ 2,913,922	\$ 1,366,601	9,457,694	\$ 1,738,492	\$ 118,694

⁽¹⁾ On January 11, 2023, the Company received 550,000 shares of Southern Empire Resources Corp. with a fair market value of \$55,000 as per the option agreement for the Suaqui Verde property.

On February 2, 2024, the Company received an additional 575,000 shares of Southern Empire Resources Corp. with a fair market value of \$25,875 as per the amended option agreement for the Suaqui Verde property and was fully recognized as other income.

On September 9, 2024, the Company sold 5,000 shares for net proceeds of \$255.

⁽²⁾ On May 20, 2025, the Company received 6,285,722 shares of Questcorp Mining Inc. with a fair market value of \$1,175,430 as per the option agreement for Union property (see Note 9 (h) for additional details).

6. Receivables

Receivables mainly consist of receivable from a third party and tax refunds from the Federal Government of Canada and Mexico.

	September 30, 2025	September 30, 2024
Current		
GST recoverable amounts in Canada	\$ 15,660	\$ 27,160
IVA recoverable amounts in Mexico	254,870	299,018
Receivable from a third party	750,646	-
	1,021,176	326,178
Non-current		
IVA recoverable amounts in Mexico	535,210	451,492
	\$ 1,556,386	\$ 777,670

As of September 30, 2025, the Company has an outstanding amount receivable from Blue Jay of \$750,646 which was settled subsequently (Note 20).

During the year ended September 30, 2025, the Company wrote down IVA recoverable amounts in Mexico by \$243,948 (2024 - \$259,140) based on aged IVA recoverable amounts in Mexico.

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7. Prepaid expenses

The breakdown of prepaid expenses is as follows:

	September 30, 2025	September 30, 2024
Expense advances	\$ 26,331	\$ 23,971
Insurance	36,286	20,471
Rent	10,922	10,879
	<hr/>	<hr/>
	\$ 73,539	\$ 55,321

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8. Equipment

	Computer hardware	Exploration equipment	Furniture & fixtures	Vehicles	TOTAL
Cost					
Balance at September 30, 2023	\$ 96,851	\$ 260,769	\$ 37,058	\$ 261,994	\$ 656,672
Disposals	-	-	-	(37,824)	(37,824)
Foreign exchange movement	(2,812)	(28,415)	(2,934)	(30,291)	(64,452)
Balance at September 30, 2024	\$ 94,039	\$ 232,354	\$ 34,124	\$ 193,879	\$ 554,396
Foreign exchange movement	2,261	22,847	2,359	20,379	47,846
Balance at September 30, 2025	\$ 96,300	\$ 255,201	\$ 36,483	\$ 214,258	\$ 602,242
Accumulated depreciation					
Balance at September 30, 2023	\$ (93,010)	\$ (193,167)	\$ (34,550)	\$ (200,741)	\$ (521,468)
Depreciation	(1,549)	(13,431)	(498)	(25,842)	(41,320)
Disposals	-	-	-	26,480	26,480
Foreign exchange movement	2,545	22,237	2,765	26,036	53,583
Balance at September 30, 2024	\$ (92,014)	\$ (184,361)	\$ (32,283)	\$ (174,067)	\$ (482,725)
Depreciation	(945)	(9,937)	(378)	(16,696)	(27,956)
Foreign exchange movement	(2,115)	(18,591)	(2,244)	(19,404)	(42,354)
Balance at September 30, 2025	\$ (95,074)	\$ (212,889)	\$ (34,905)	\$ (210,167)	\$ (553,035)
Net book value					
Balance at September 30, 2024	\$ 2,025	\$ 47,993	\$ 1,841	\$ 19,812	\$ 71,671
Balance at September 30, 2025	\$ 1,226	\$ 42,312	\$ 1,578	\$ 4,091	\$ 49,207

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9. Exploration and evaluation assets

For the year ended September 30, 2025

	La Silla Mexico	Australia Mexico	Ariel Mexico	Cecilia Mexico	Teco Mexico	Suqui Verde Mexico	Los Cuarentas Mexico	La Union Mexico	El Valle Mexico	Northwestern Ontario, Canada	British Columbia, Canada	Total
Acquisition costs	\$ -	\$ 5,495	\$ 60,654	\$ 8,029	\$ 18,363	\$ 5,889	\$ 25,871	\$ 98,749	\$ 15,478	\$ 4,620	\$ 62,673	\$ 305,821
Exploration costs:												
Assaying	-	-	-	-	-	-	-	-	-	8,532	12,611	21,143
Field & camp costs	-	972	6,259	5	-	-	14,773	18,420	2,861	72,604	33,531	149,525
Geological consulting	-	418	38,728	23,000	392	14,392	84,882	67,010	24,167	200,160	200,750	653,899
Surveys & geophysics	-	-	-	-	-	-	-	-	3,826	9,776	950	14,552
Transport & support	-	5,152	13,759	582	-	-	21,823	28,918	10,477	49,955	51,005	181,671
Total current exploration costs	-	6,542	58,846	23,587	392	14,392	121,478	114,348	41,331	341,027	298,847	1,020,790
Professional & other fees:												
Professional consulting	-	-	17,000	660	-	-	-	17,763	12,000	15,406	30,250	93,079
Legal fees	-	181	5,937	-	862	862	2,507	1,777	1,724	-	-	13,850
Others	-	-	2,105	-	-	-	2,323	6,579	1,696	5,760	13,658	32,121
Total current professional & other fees	-	181	25,042	660	862	862	4,830	26,119	15,420	21,166	43,908	139,050
Total costs incurred during the period	-	12,218	144,542	32,276	19,617	21,143	152,179	239,216	72,229	366,813	405,428	1,465,661
Balance, Opening	17,516	71,148	816,071	1,384,955	330,785	6,070	386,672	1,480,736	101,343	2,339,341	369,752	7,304,389
Asset write-off	(18,858)	-	-	-	-	-	-	-	-	-	(103,599)	(122,457)
Recoveries	-	-	-	-	-	-	-	(1,561,692)	-	(78,233)	(150,114)	(1,790,039)
Transferred to Blue Jay	-	-	-	-	-	-	-	-	-	(2,391,550)	-	(2,391,550)
Foreign exchange movements	1,342	7,954	57,683	76,515	30,612	1,015	41,445	154,377	4,160	-	-	375,103
Balance, End of the period	\$ -	\$ 91,320	\$ 1,018,296	\$ 1,493,746	\$ 381,014	\$ 28,228	\$ 580,296	\$ 312,637	\$ 177,732	\$ 236,371	\$ 521,467	\$ 4,841,107
Cumulative costs:												
Acquisition	\$ 101,562	\$ 19,367	\$ 435,640	\$ 727,508	\$ 148,180	\$ 18,017	\$ 368,701	\$ 826,129	\$ 37,795	\$ 109,073	\$ 142,410	\$ 2,934,382
Exploration	621,303	49,895	442,986	1,086,876	141,976	45,606	254,381	923,557	93,879	2,473,466	791,866	6,925,791
Professional & other fees	160,287	14,227	132,320	168,426	34,606	2,056	28,026	136,525	54,961	258,815	92,762	1,083,011
Recoveries	-	-	-	(696,001)	-	(43,097)	(122,519)	(1,689,982)	-	(203,233)	(150,114)	(2,904,946)
Transferred to Blue Jay	-	-	-	-	-	-	-	-	-	(2,391,550)	-	(2,391,550)
Asset write-off	(931,324)	-	-	-	-	-	-	-	(12,790)	(10,200)	(355,457)	(1,309,771)
Foreign exchange movements	48,172	7,831	7,350	206,937	56,252	5,646	51,707	116,408	3,887	-	-	504,190
	\$ -	\$ 91,320	\$ 1,018,296	\$ 1,493,746	\$ 381,014	\$ 28,228	\$ 580,296	\$ 312,637	\$ 177,732	\$ 236,371	\$ 521,467	\$ 4,841,107

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	La Silla Mexico	Australia Mexico	Ariel Mexico	Cecilia Mexico	Teco Mexico	Suaqui Mexico	Verde* Mexico	Los Cuarentas Mexico	La Union Mexico	El Valle, Llano del Nogalo & El Pima Mexico	Northwestern Ontario, Canada	British Columbia, Canada	Total
Acquisition costs	\$ -	\$ 5,522	\$ 235,204	\$ -	\$ 18,451	\$ 5,918	\$ 85,054	\$ 327,891	\$ 4,743	\$ 25,000	\$ 24,107	\$ 731,890	
Exploration costs:													
Access	-	-	59,058	-	-	-	-	-	-	-	2,441	61,499	
Assaying	-	-	-	-	-	-	-	-	-	1,632	11,380	13,012	
Drilling	-	-	-	-	-	-	-	-	-	149	-	149	
Field & camp costs	166	358	2,012	8,142	-	-	254	38,501	-	19,377	4,616	73,426	
Geological consulting	9,370	752	38,145	30,945	1,529	629	5,307	237,754	3,057	213,327	188,278	729,093	
Surveys & geophysics	-	-	-	-	-	-	-	-	-	77,242	333	77,575	
Transport & support	-	5,367	20,612	16,543	-	-	11,635	71,018	6,852	49,606	80,405	262,038	
Total current exploration costs	9,536	6,477	119,827	55,630	1,529	629	17,196	347,273	9,909	361,333	287,453	1,216,792	
Professional & other fees:													
Professional consulting	-	-	18,875	9,184	-	-	-	19,425	12,000	6,479	25,250	91,213	
Legal fees	9,136	-	6,138	316	167	167	335	27,662	568	-	1,897	46,386	
Others	-	-	1,876	510	-	-	137	6,242	415	6,434	10,919	26,533	
Total current professional & other fees	9,136	-	26,889	10,010	167	167	472	53,329	12,983	12,913	38,066	164,132	
Total costs incurred during the period	18,672	11,999	381,920	65,640	20,147	6,714	102,722	728,493	27,635	399,246	349,626	2,112,814	
Balance, Opening	748,326	67,943	503,153	1,446,976	346,961	(179,387)	326,990	910,673	89,600	1,950,295	271,984	6,483,514	
Asset write-off	(912,466)	-	-	-	-	-	-	-	(12,790)	(10,200)	(251,858)	(1,187,314)	
Recoveries	164,000	-	-	(33,501)	-	179,403	-	-	-	-	309,902	-	
Foreign exchange movements	(1,016)	(8,794)	(69,002)	(94,160)	(36,323)	(660)	(43,040)	(158,430)	(3,102)	-	-	(414,527)	
Balance, End of the year	\$ 17,516	\$ 71,148	\$ 816,071	\$ 1,384,955	\$ 330,785	\$ 6,070	\$ 386,672	\$ 1,480,736	\$ 101,343	\$ 2,339,341	\$ 369,752	\$ 7,304,389	

* At December 31, 2023, the Company recognized cumulative recoveries on Suaqui Verde project of \$179,403 to other income.

Cumulative costs:

Acquisition	\$ 101,562	\$ 13,872	\$ 374,986	\$ 719,479	\$ 129,817	\$ 12,128	\$ 342,830	\$ 727,380	\$ 22,317	\$ 104,453	\$ 79,737	\$ 2,628,561
Exploration	621,303	43,353	384,140	1,063,289	141,584	31,214	132,903	809,209	52,548	2,132,439	493,019	5,905,001
Professional & other fees	160,287	14,046	107,278	167,766	33,744	1,194	23,196	110,406	39,541	237,649	48,854	943,961
Recoveries	-	-	-	(696,001)	-	(43,097)	(122,519)	(128,290)	-	(125,000)	-	(1,114,907)
Asset write-off	(912,466)	-	-	-	-	-	-	-	(12,790)	(10,200)	(251,858)	(1,187,314)
Foreign exchange movements	46,830	(123)	(50,333)	130,422	25,640	4,631	10,262	(37,969)	(273)	-	-	129,087
	\$ 17,516	\$ 71,148	\$ 816,071	\$ 1,384,955	\$ 330,785	\$ 6,070	\$ 386,672	\$ 1,480,736	\$ 101,343	\$ 2,339,341	\$ 369,752	\$ 7,304,389

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Title to exploration and evaluation asset interests involves certain inherent risks due to the difficulties of determining the validity of certain claims as well as the potential for problems arising from the frequently ambiguous conveyancing history characteristic of many mineral claims. The Company has investigated title to all of its exploration and evaluation asset interests and, to the best of its knowledge, title to all of its interests is in good standing. The exploration and evaluation asset interests in which the Company has committed to earn an interest are in Mexico and Canada.

The terms and commitments of the Company with respect to its exploration and evaluation assets are subject to change if and when the Company and its partners mutually agree to new terms and conditions.

(a) La Silla, Sinaloa, Mexico

In October 2015, the Company acquired two mining concessions in the La Silla gold-silver district in Sinaloa through a lottery process. The Company has a 100% exploration concession interest in the La Silla Property.

In December 2023, the Company decided to focus on other projects of higher prospectivity and the related investment amounting to \$761,255 was fully written off. However, the Company still maintained its rights to these concessions.

In July 2024, the Company signed an agreement to assign and transfer all its rights and concessions of La Silla project with payment terms subject to certain conditions. Upon execution of the agreement, the Company received US\$100,000. While the remaining payments of US\$150,000 and US\$350,000, respectively, will only be received upon fulfillment of certain government regulatory approvals.

(b) Ariel, Sonora, Mexico

The Company acquired a 100% exploration concession interest in Ariel Property on June 1, 2017.

(c) Cecilia, Sonora, Mexico

The Company acquired 100% interest in the La Cecilia Margarita concessions from Gunpoint in January 2020.

On March 14, 2024, the Company entered into an Exploration Earn-In Option Agreement (the “Agreement”) with Compania Minera Cuzcatlan (“Fortuna”), a wholly owned subsidiary of Fortuna Silver Mines Inc. for the Company’s Cecilia Gold Silver Project (the “Project”) in Sonora, Mexico.

The Agreement is divided into three phases Earn-in Option, wherein Fortuna can earn-in an undivided 51% by paying a total of US\$150,000 in cash and incurring US\$3,750,000 in exploration expenditures over five (5) years.

- Phase I: Fortuna is to incur expenditures as listed in the table below totaling at least US\$3,750,000 of qualifying exploration expenditures before the fifth anniversary of the effective date of the executed Agreement.
- Phase II: Upon completion of Phase I obligations, Fortuna can elect to form a 51:49 joint venture or can elect to earn an additional 29% by incurring a further US\$2,250,000 in qualifying exploration expenditures and delivering a completed feasibility study.

Phase	Due date	Cash (in USD)	Exploration expenditures (in USD)	Cumulative exploration expenditures (in USD)
Phase I	March 14, 2024	\$50,000 (partially received)*	-	-
Phase I	March 14, 2025	-	\$500,000	\$500,000
Phase I	March 14, 2026	\$25,000	\$500,000	\$1,000,000
Phase I	March 14, 2027	\$25,000	\$500,000	\$1,500,000
Phase I	March 14, 2028	\$25,000	\$500,000	\$2,000,000
Phase I	March 14, 2029	\$25,000	\$1,750,000	\$3,750,000
Phase II	March 14, 2030	-	\$750,000	\$4,500,000
Phase II	March 14, 2031	-	\$750,000	\$5,250,000

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Phase II	March 14, 2032	-	\$750,000	\$6,000,000
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* During the year ended September 30, 2024, the Company received a partial payment of US\$25,000 (CAD\$33,501) upon execution of the agreement and recorded the full amount as a recovery. The remaining US\$25,000 will be collected upon the submission to registration at the Mining Registry of the Mexican agreement.

Upon completion of Phase II Earn-In obligation, the Company will have the option to sell its interest in the project to Fortuna for US\$5,000,000, while retaining a 2% Net Smelter Royalty (NSR) where 1% NSR may be purchased before commercial production for US\$3,000,000, thereby Fortuna earning 100% interest in the project.

During the year ended September 30, 2025, the Company received a total of US\$582,223 (September 30, 2024 – US\$1,450,766) as exploration advances from Fortuna for the exploration activities of Cecilia project.

On July 7, 2025, the Company received notice from Fortuna that they will not be proceed with the option agreement with respect to Cecilia project.

(d) Teco, Sonora, Mexico

The Company has a 100% ownership interest in the Teco Project which is made up of two concessions: Teco and Suaqui Grande. The Teco concession registration remains pending with Mexico authorities.

(e) Australia, Sonora, Mexico

The Company has a 100% interest ownership interest in the Australia Project which is made up of two concessions: Sandy and Sandy 2.

(f) Suaqui Verde, Mexico

The Company has a 100% interest in Suaqui Verde Property.

On December 24, 2021, the Company entered into a Definitive Option Agreement with Southern Empire Resource Corp. ("Southern Empire") whereby Southern Empire could acquire a 100% interest in the Suaqui Verde Property, by paying \$112,500 in cash, issuing 1,625,000 common shares while retaining a 2.5% NSR on precious metal products and 1.75% NSR on base metal products. The transaction details as below:

Due date	Cash	Common shares
Upon the closing date (December 24, 2021)	\$25,000 (received)	500,000 (received)
On or before the first anniversary of the closing date (December 24, 2022)	\$37,500 (received)	550,000 (received)
On or before the second anniversary of the closing date (March 31, 2024 amended)	\$50,000	575,000 (received)

On October 1, 2021, the Company received the payment of \$50,000 for granting an exclusivity period of 60 days from October 1, 2021, to complete its due diligence on the Suaqui Verde property.

On January 11, 2023, the Company received \$37,500 cash and 550,000 shares of Southern Empire Resources Corp. with a fair market value of \$55,000 as per the option agreement for the Suaqui Verde property.

On January 11, 2024, the Company amended the Option Agreement with Southern Empire Resources Corp. to revise the terms of the original agreement for the Suaqui Verde property, whereby the \$50,000 cash originally due on December 24, 2023 was changed to March 31, 2024, and the common shares were due on or before February 2, 2024.

On February 2, 2024, the Company received an additional 575,000 shares of Southern Empire Resources Corp. with a fair market value of \$25,875 as per the amended option agreement for the Suaqui Verde property and was fully recognized as other income.

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During the year ended September 30, 2025, the Company did not receive the cash payment of \$50,000.

(g) Los Cuarentas, Sonora, Mexico

On June 24, 2019, the Company entered into a binding letter agreement with Alaska Energy Metals to acquire a 100% undivided right, title, and interest in five projects, including Los Cuarentas, La Union, El Valle, Llano del Nogalo and El Pima, at a purchase price of \$35,000 cash (paid) and 150,000 common shares (issued at a fair market value of \$24,000). During the year ended September 30, 2021, the Company obtained ownership of the properties of Llano del Nogalo and El Valle. In 2022, the El Pima property was sold to an unrelated party for \$50,000.

(h) La Union, Sonora, Mexico

The Company has a 100% exploration concession interest in certain portions of the La Union Property and an option to acquire 100% interest in others as noted below:

YEAR	PAYMENTS	in USD
1	August 31, 2022	\$10,000 (paid)
2	August 31, 2023	\$15,000 (paid)
3	August 31, 2024	\$25,000 (paid)
4	August 31, 2025	\$50,000 (paid)
5	August 31, 2026	\$75,000
TOTAL		\$175,000

On May 6, 2025, the Company entered into a definitive option agreement with Questcorp Mining Inc. ("Questcorp") for the La Union project located in Sonora, Mexico. Under the agreement, Questcorp can acquire 100% interest in the project by fulfilling the following terms and granting the Company a 2.5% net smelter royalty on commercial production:

Due date	Cash payment	Share issuance	Exploration expenditures
Within two business days of the date of agreement	\$25,000 (paid)	N/A	N/A
On May 20, 2025	N/A	9.9%	N/A
On or before May 20, 2026	N/A	14.9% ⁽¹⁾⁽²⁾	\$1,000,000
On or before May 20, 2027	\$25,000	19.9% ⁽¹⁾⁽²⁾	\$1,250,000
On or before May 20, 2028	\$25,000	19.9% ⁽¹⁾⁽²⁾	\$1,500,000
On or before May 20, 2029	\$25,000	19.9% ⁽¹⁾⁽²⁾	\$1,750,000
Total	\$100,000	19.9% ⁽¹⁾⁽²⁾	\$5,500,000

⁽¹⁾ Issuable within the fifth business day after the applicable date.

⁽²⁾ Expressed as a cumulative total percentage of the undiluted issued and outstanding common shares of Questcorp as of the applicable payment date, and assuming Riverside has not previously disposed of any common shares.

Subsequently on May 7, 2025, the Company received \$25,000 cash payment from Questcorp and 6,285,722 common shares with a fair value of \$1,175,430, representing 9.9% of Questcorp's issued and outstanding shares as of May 20, 2025 (see Note 5).

On May 27, 2025, the Company also received \$351,262 (US\$250,000) cash payment from Questcorp as reimbursement of previous years' cost incurred in maintaining the land and taxes.

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(i) Northwestern Ontario, Canada

In April 2019, the Company acquired a 100% interest in the Oakes, Longrose, Pichette and Vincent projects in Northwestern Ontario, Canada. In July 2020, the Company expanded and acquired a 100% interest in the High Lake (Kenora) project in Western Ontario, Canada.

On August 29, 2024, the Company signed an option agreement wherein the Company may acquire up to 100% interest in the Clist Lake property located in Ontario, Canada. Under the agreement, the Company is granted a sole and exclusive right and option to acquire up to 100% interest in the said property by making the following cash payments and incurring the following exploration expenditures as follows:

Due date	Cash	Exploration expenditures
Upon signing of Agreement (August 29, 2024)	\$25,000 (paid)	-
On or before the 1st anniversary (August 29, 2025)	\$25,000	\$50,000
On or before the 2nd anniversary (August 29, 2026)	\$25,000	\$50,000
On or before the 3rd anniversary (August 29, 2027)	\$50,000	\$150,000
On or before the 4th anniversary (August 29, 2028)	\$75,000	\$150,000
On or before the final anniversary (August 29, 2029)	\$300,000	-

Except for the first payment upon signing of the agreement, the above cash payments are optional, and the Company maintains the right to accelerate payments at any time.

On May 22, 2025, the Company completed the Arrangement and transferred its 100% interest of Pichette-Clist gold project, Duc gold project and Oakes gold project collectively referred as Ontario Properties to Blue Jay as previously mentioned in Note 4.

(j) Southern British Columbia, Canada

On May 3, 2023, the Company signed a Letter Agreement (LA) wherein the Company may acquire up to 100% interest in the Elly-Anika and Chilco projects located in British Columbia, Canada. Under the LA, the Company is granted a sole and exclusive right and option to acquire up to 100% interest in the said property by making the following cash payments and incurring the following exploration expenditures as follows:

Due date	Cash	Exploration expenditures
Upon the date of LA (May 3, 2023)	\$10,000 (paid)	-
On the first anniversary of the LA date (May 3, 2024)	\$15,000	\$20,000
On the second anniversary of the LA date (May 3, 2025)	\$30,000	\$20,000

During the year ended September 30, 2024, the Company decided not to continue with further exploration of the project and chose to cancel the agreement and write off all costs incurred related to this project in the amount of \$251,858.

On September 29, 2023, the Company signed a LA wherein the Company may acquire up to 100% interest in the Deer Park and Sunrise projects located in British Columbia, Canada. Under the LA, the Company is granted a sole and exclusive right and option to acquire up to 100% interest in the said property by making the following cash payments and incurring the following exploration expenditures as follows:

Due date	Cash	Exploration expenditures
Upon the date of LA (September 29, 2023)	\$25,000 (paid)	-
On the first anniversary of the LA date (September 29, 2024)	\$20,000 (paid)	\$20,000 (incurred)
On the second anniversary of the LA date (September 29, 2025)	\$35,000 (paid)	\$20,000 (incurred)

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On August 7, 2024, the Company signed an option agreement wherein the Company may acquire up to 100% interest in the Taft property located in British Columbia, Canada. Under the agreement, the Company is granted a sole and exclusive right and option to acquire up to 100% interest in the said property by making the following cash payments and incurring the following exploration expenditures as follows:

Due date	Cash	Exploration expenditures
Upon signing of Agreement (August 7, 2024)	\$15,000 (paid)	-
On or before the 1st anniversary (August 7, 2025)	\$15,000	\$60,000
On or before the 2nd anniversary (August 7, 2026)	\$20,000	\$60,000
On or before the 3rd anniversary (August 7, 2027)	\$20,000	\$60,000
On or before the 4th anniversary (August 7, 2028)	\$25,000	\$60,000
On or before the final anniversary (August 7, 2029)	\$30,000	\$80,000

During the year ended September 30, 2025, the Company decided not to continue with further exploration of the Taft project and chose to cancel the agreement and write off all costs incurred related to this project in the amount of \$103,599.

The Company also has a 100% ownership interest in Revel project which was acquired through staking.

10. Accounts payable and accrued liabilities

Accounts payable and accrued liabilities consist of payables to vendors. The breakdowns of accounts payable and accrued liabilities are as follows:

	September 30, 2025	September 30, 2024
Payables to vendors	\$ 221,238	\$ 139,833

11. Exploration advances

Exploration advances are related to Cecilia and Union projects. Refer to Note 9 for further details.

	September 30, 2025	September 30, 2024
Exploration advances	\$ 34,844	\$ 686,094

Exploration Earn-In Option Agreement with Fortuna

On April 24, 2024, the Company received US\$613,705 as exploration advances from Fortuna for the exploration activities of Cecilia project. On August 9, 2024, the Company received another US\$837,061 for the continuation of the exploration activities of this project.

On July 7, 2025, the Company received notice from Fortuna that they will not be proceed with the option agreement with respect to Cecilia project.

During the year ended September 30, 2025, the Company received a total of US\$582,223 from Fortuna for the continuation of the exploration activities of this project.

During the year ended September 30, 2025, the Company recognized \$130,312 (\$156,126 – September 30, 2024) as operational fee recovery relating to activities of the agreement.

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Exploration Option Agreement with Questcorp

On May 27, 2025, the Company received \$157,600 as exploration advances from Questcorp for the initial stage of exploration activities of Union project. On July 21, 2025, the Company received another \$500,000 from Questcorp Mining Inc. for the continuation of the exploration activities of Union project.

12. Capital stock and reserves

The authorized capital stock of the Company consists of an unlimited number of common and preferred voting shares without nominal or par value.

Issued and outstanding

Shares issued for the year ended September 30, 2025

There were no shares issued for the year ended September 30, 2025.

Shares issued for the year ended September 30, 2024

On January 17, 2024, the Company issued 335,000 bonus shares at a fair value of \$40,200 to certain executive officers and consultants of the Company in accordance with the Company's shareholder approved bonus share plan.

Share purchase and finders' warrants

There were no activities that occurred during the year ended September 30, 2025 and 2024.

Bonus share plan

The Company has a bonus share plan ("Bonus Plan") that enables the directors to approve the issuance of bonus shares to employees, officers, directors, and consultants of the Company. The Bonus Plan puts the number of bonus shares that may be issued under the Bonus Plan to be 400,000 common shares per year. During the year ended September 30, 2025, nil bonus shares (September 30, 2024 – 335,000) were issued under this plan. The share-based expense associated with bonus shares granted during the year ending September 30, 2024, amounted to \$40,200, calculated based on the fair market value at the grant date.

Stock options

The Company has established a rolling stock option plan ("Option Plan") enabling the directors to grant options to employees, officers, directors, and consultants of the Company. From time to time, shares may be reserved by the Board, in its discretion, for options under the Option Plan, provided that the total number of shares reserved for issuance by the Board shall not exceed 10% of the issued and outstanding listed shares (on a non-diluted basis) less that portion of the 400,000 that may be issued as bonus shares that have not been so issued as at the date of grant. Options are non-assignable and may be granted for a term not exceeding that permitted by the Exchange, currently ten years. All stock options issued are subject to vesting terms. Options issued to directors, vest in the amount of 33% every six months from the date of grant; and options issued to officers and/or consultants vest between 12 and 24 months depending on date of grant and nature of service. The exercise price of each option equals the market price, minimum price, or discounted market price of the Company's shares as calculated on the date of grant.

Share-based payments relating to options vested during the year ended September 30, 2025, using the Black-Scholes option pricing model was \$141,017 (September 30, 2024 – \$131,410). The associated share-based payment expense for the options granted was calculated based on the following weighted average assumptions:

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	September 30, 2025	September 30, 2024
Forfeiture rate	0.00%	0.00%
Estimated risk-free rate	2.66%	3.51%
Expected volatility	88.47%	90.10%
Estimated annual dividend yield	0.00%	0.00%
Expected life of options	5 years	5 years
Fair value per option granted	\$ 0.13	\$ 0.12

The number and weighted average exercise prices of the stock options are as follows:

	Number of options	Weighted average exercise price
Outstanding options, September 30, 2023	4,060,000	\$ 0.19
Expired	(415,000)	\$ 0.13
Granted	1,725,000	\$ 0.12
Forfeited	(940,000)	\$ 0.14
Cancelled	(640,000)	\$ 0.30
Outstanding options, September 30, 2024	3,790,000	\$ 0.14
Expired	(665,000)	\$ 0.11
Granted	1,450,000	\$ 0.08
Forfeited	(50,000)	\$ 0.08
Cancelled	(115,000)	\$ 0.13
Outstanding options, September 30, 2025	4,410,000	\$ 0.09

On January 17, 2024, the Company granted 1,725,000 incentive stock options to certain directors, officers, and consultants of the Company. The options are exercisable at \$0.12 per share (pre-modification) for a period of five years from the date of grant. Options granted to individuals in their capacity as a director vest in three equal instalments over 18 months and options granted to officers and consultants vest in four equal instalments over 12 months.

On February 4, 2025, the Company granted 1,450,000 incentive stock options to certain directors, officers, and consultants of the Company. The options are exercisable at \$0.13 per share (pre-modification) for a period of five years from the date of grant. Options granted to individuals in their capacity as a director vest in three equal instalments over 18 months and options granted to officers and consultants vest in four equal instalments over 12 months.

During the year ended September 30, 2025, 665,000 stock options (September 30, 2024 – 415,000) expired unexercised.

During the year ended September 30, 2025, 115,000 stock options were cancelled (September 30, 2024 – 640,000) and 50,000 stock options (September 30, 2024 – 940,000) were forfeited.

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

Expiry date	Number of options outstanding	Remaining life in years	Exercise Price*	Number of options exercisable
October 19, 2025	305,000	0.05	\$ 0.18	305,000
November 17, 2026	635,000	1.13	\$ 0.10	635,000
September 2, 2027	660,000	1.92	\$ 0.08	660,000
January 17, 2029	1,410,000	3.30	\$ 0.07	1,410,000
February 4, 2030	1,400,000	4.35	\$ 0.08	658,333
	4,410,000			3,668,333

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*According to the Arrangement with Blue Jay on May 22, 2025, each Riverside Option was exchanged for one Riverside Replacement Option to acquire one New Riverside Share with an amended exercise price. As a result, the above exercise prices reflect in the new Riverside Replacement Option prices.

13. Related party transactions

The Company had the following transactions with related parties:

Payee / Payer	Nature of transactions	Year ending September 30,	Fees (\$)	Amount payable at year end (\$)
Arriva Management Inc.	Management and consulting fees (i)	2025	355,000	36,560
		2024	244,997	12,160
GSBC Financial Management Inc.	Management and consulting fees (i)	2025	96,000	Nil
		2024	96,000	Nil
FT Management Inc.	Management and consulting fees (i) and Rent (ii)	2025	177,600	Nil
		2024	177,600	Nil
Omni Resource Consulting Ltd.	Consulting fees (i)	2025	65,000	Nil
		2024	120,000	Nil
Bryan Wilson*	Director fees	2025	12,000	Nil
		2024	4,710	Nil
James Ladner	Director fees	2025	12,000	Nil
		2024	12,000	Nil
Walter Henry	Director fees	2025	12,000	Nil
		2024	12,000	2,334
Wendy Chan*	Director fees	2025	n/a	n/a
		2024	7,322	Nil

* On May 10, 2024, Bryan Wilson was elected as director of the Company at the AGM and Wendy Chan did not stand for re-election.

The remuneration of related parties during the year ended September 30 are as follows:

	2025	2024
Directors' fees	\$ 36,000	\$ 36,032
Management and consulting fees (i)	693,600	638,597
Share-based payments	83,047	98,688
	<hr/>	<hr/>
	\$ 812,647	\$ 773,317

(i) Management and consulting fees of the key management personnel for the year ended September 30, 2025, were allocated as follows: \$232,400 (2024 - \$227,400) expensed to consulting fees, \$332,300 (2024 - \$320,597) capitalized to exploration and evaluation assets and \$70,700 (2024 - \$32,400) capitalized to exploration work performed for alliances that will be reimbursed.

(ii) During the year ended September 30, 2025, the Company incurred rent expense of \$58,200 (2024 - \$58,200) for shared office spaces with FT Management Inc., a company controlled by a spouse of an officer of the Company.

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14. Segmented information

The Company operates in one business segment, the exploration of exploration and evaluation assets and prospect generation. The Company's exploration activities are centralized whereby management of the Company is responsible for business results and the everyday decision-making. Geographical information is as follows:

	September 30, 2025	September 30, 2024
Equipment		
Canada	\$ 1,654	\$ 2,084
Mexico	47,553	69,587
	<hr/> 49,207	<hr/> 71,671
Exploration and evaluation assets		
Canada	757,838	2,709,094
Mexico	4,083,269	4,595,295
	<hr/> 4,841,107	<hr/> 7,304,389
Total	\$ 4,890,314	\$ 7,376,060

15. Supplemental disclosure with respect to cash flows

	September 30, 2025	September 30, 2024
Cash	\$ 3,279,006	\$ 5,356,047
Cash equivalents	150,855	146,460
	<hr/> 3,429,861	<hr/> 5,502,507

The significant non-cash transactions for the year ended September 30, 2025, were as follows:

- Included in the accounts payable was \$31,560 in exploration and evaluation asset expenditures.
- The Company received 6,285,722 Questcorp shares valued at \$1,175,430 which was recognized as recovery in the Exploration and evaluation assets (see Note 5).
- The Company completed a return of capital through distribution of Blue Jay shares to shareholders with a fair value of \$5,982,678 (Note 4).
- The Company derecognized NCI of \$571,628 upon completion of the Arrangement (Note 4).

The significant non-cash transactions for the year ended September 30, 2024, were as follows:

- Included in the accounts payable was \$15,407 in exploration and evaluation asset expenditures.
- The Company received 575,000 Southern Empire shares valued at \$25,875 and was fully recognized as other income (Note 5).

16. Income Taxes

A reconciliation of current income taxes at statutory rates with the reported taxes is as follows:

	2025	2024
Income (loss) for the year	\$ 2,528,105	\$ (1,595,109)
Expected income tax (recovery)	683,000	(431,000)
Change in statutory, foreign tax, foreign exchange rates and other	(6,000)	277,000

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Permanent differences	(443,000)	34,000
Impact of intercompany transfer	-	(503,000)
Impact of Blue Jay spin-out	185,000	-
Adjustment to prior year provision per statutory tax return and expiry of non-capital losses	85,000	1,715,000
Change in unrecognized deductible temporary differences	(504,000)	(1,092,000)
 Current income taxes	 \$ -	 \$ -

The significant components of the Company's deferred tax assets and liabilities are as follows:

	2025	2024
Deferred tax assets (liabilities)		
Non-capital losses	\$ 815,000	\$ 811,000
Exploration and evaluation assets	(815,000)	(811,000)
	\$ -	\$ -

The significant components of deductible temporary differences, unused tax losses and unused tax credits that have not been included on the consolidated statements of financial position are as follows:

	September 30, 2025	Expiry dates	September 30, 2024	Expiry dates
Allowable capital losses	\$ -	No expiry date	\$ 348,000	No expiry date
Non-capital losses	11,224,000		12,504,000	
Capital assets	360,000	No expiry date	378,000	No expiry date
Exploration and evaluation assets	1,855,000	No expiry date	1,850,000	No expiry date
Marketable securities	1,755,000	No expiry date	1,620,000	No expiry date
 Canada	 9,684,000	 2029 to 2045	 11,320,000	 2026 to 2044
USA	27,000	2024 onwards	18,000	2024 onwards
Mexico	\$ 1,513,000	2029 to 2035	\$ 1,167,000	2029 to 2034

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

17. Capital management

The Company manages its capital structure and adjusts it, based on the funds available to the Company, to support the acquisition and exploration of exploration and evaluation assets. In the management of capital, the Company includes components of shareholders' equity. The Board of Directors does not establish quantitative return on capital criteria for management but rather relies on the expertise of the Company's management to sustain future development of the business. The properties in which the Company currently has an interest are in the exploration stage as such the Company is dependent on external financing to fund activities. To carry out planned exploration and pay for administrative costs, the Company will spend its existing working capital and raise additional funds as needed. The Company will continue to assess new properties and seek to acquire an interest in additional properties if it feels there is sufficient geologic or economic potential and if it has adequate financial resources to do so. The Company is not currently subject to externally imposed capital requirements.

There were no changes in the Company's approach to capital management during the year ended September 30, 2025.

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18. Financial instruments

Financial instruments measured at fair value 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 fair value of the Company's cash and cash equivalents, receivables, and accounts payable and accrued liabilities approximate carrying value, which is the amount recorded on the statements of financial position. The fair value of the Company's public company short-term investments is based on level 1 quoted prices in active markets for identical assets and liabilities. Financial instruments valued at level 3 inputs consist of the Company's private company investments. The key assumptions driving the valuation of the private company short-term investments include but are not limited to the value of completed financings by the investee.

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

Credit risk

Credit risk is the risk of loss associated with a counterparty's inability to fulfill its payment obligations. The Company's cash and cash equivalents are held with major financial institutions in Canada and Mexico which management believes the risk of loss to be remote. Receivables consist of tax refunds from the Federal Government of Canada and Mexico, in which regular collection occurs. The Company believes its credit risk is equal to the carrying value of this balance.

Liquidity risk

The Company's approach to managing liquidity risk is to ensure that it will have sufficient liquidity to meet liabilities when due. As at September 30, 2025, the Company had cash and cash equivalents of \$3,429,861 to settle current liabilities of \$1,504,457. The Company believes it has sufficient funds to meet its current liabilities as they become due.

Interest rate risk

The Company has interest-bearing cash balances. The interest earned on cash balances approximates fair value rates, and the Company is not at significant risk to fluctuating interest rates. The Company's current policy is to invest excess cash in investment-grade short-term deposit certificates issued by its banking institutions. The Company periodically monitors the investments it makes and is satisfied with the credit ratings of its banks. As of September 30, 2025, the Company had investments in short-term deposit certificates of \$23,000.

Price risk

The Company is exposed to price risk with respect to commodity and equity prices. Equity price risk is defined as the potential adverse impact on the Company's earnings due to movements in individual equity prices or general movements in the level of the stock market. Commodity price risk is defined as the potential adverse impact on profit or loss and economic value due to commodity price movements and volatilities. The Company closely monitors commodity prices of gold, silver and copper, individual equity movements, and the stock market to determine the appropriate course of action to be taken by the Company.

The Company currently maintains short-term investments, which include marketable securities (Note 5). There can be no assurance that the Company can exit these positions if required, resulting in proceeds approximating the carrying value of these securities.

Foreign currency risk

The Company is exposed to foreign currency risk on fluctuations related to cash and cash equivalents, receivables, and accounts payable and accrued liabilities that are denominated in US dollars (US) and Mexican pesos.

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Sensitivity analysis

The Company operates in Mexico and is exposed to risk from changes in the US dollar and the Mexican peso. A simultaneous 10% fluctuation in the US dollar and Mexican peso against the Canadian dollar would affect loss for the period by \$285,244.

The Company holds marketable securities and is exposed to risk from changes in the share price of the marketable securities. A simultaneous 5% fluctuation in share prices would affect short-term investments and loss for the period by approximately \$68,330.

19. Mexico tax liability

During the year ended September 30, 2019, the Company received a final verdict of a lawsuit against the Government of Mexico. The funds provided by the Company to its wholly owned subsidiary Riverside Resources Mexico S.A. de C.V. (“RRM”) in fiscal 2010 were deemed to be income. The Mexican tax authority passed a decision to impose a lien on RRM’s assets and a tax penalty of \$1,131,026 (MXN16,445,464) on RRM. Accordingly, the Company recorded a tax penalty totaling \$1,131,026. The Mexican tax authority has not enforced the lien, and the lien does not impede RRM’s ability to carry out its business operations.

As at September 30, 2025, the Company adjusted the provisional liability to \$1,248,375 (September 30, 2024 - \$1,129,636) as a result of the foreign exchange movement.

20. Subsequent events

On October 31, 2025, the Company and Blue Jay signed a debt settlement agreement, whereby the aggregate amount of \$750,646 arising from the advances made by Company to Blue Jay were fully settled by debt forgiveness of \$600,646 and the remaining \$150,000 by subscribing for units on Blue Jay’s non-brokered private placement.

On November 5, 2025, the Company signed an option agreement wherein the Company may acquire up to 100% interest in the Redtop property located in British Columbia, Canada. Under the agreement, the Company is granted a sole and exclusive right and option to acquire up to 100% interest in the said property by making the following cash payments and incurring the following exploration expenditures as follows:

Due date	Cash	Exploration expenditures
Upon signing of Agreement	\$12,000 (paid)	-
On or before the approval date	\$21,000	\$50,000
On or before the one year anniversary of the approval date	\$27,000	\$100,000
On or before the two year anniversary of the approval date	\$45,000	\$300,000
On or before the three year anniversary of the approval date	\$75,000	\$300,000

Except for the first payment upon signing of the agreement, the above cash payments and expenditures are optional, and the Company maintains the right to accelerate payments at any time.

On December 1, 2025, the Company completed a non-brokered private placement and issued 18,460,000 common shares at a price of \$0.20 per share for gross proceeds of \$3,692,000. Each unit comprised of one common share and one half of common share purchase warrant each exercisable at \$0.30 per common share until December 1, 2027.

On January 5, 2026, the Company received another \$350,000 from Questcorp Mining Inc. for the continuation of the exploration activities of Union project.

Subsequent to year ended September 30, 2025, 305,000 stock options expired unexercised.