
T2 METALS CORP.

CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
FOR THE THREE MONTHS ENDED
JULY 31, 2026

(Unaudited - Expressed in Canadian Dollars)

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

In accordance with National Instrument 51-102 Part 4, subsection 4.3(3)(a), if an auditor has not performed a review of these condensed consolidated interim financial statements they must be accompanied by a notice indicating that the condensed consolidated 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 auditors have not performed a review of these condensed consolidated interim financial statements in accordance with the standards established by the Chartered Professional Accountants of Canada for a review of interim financial statements by an entity's auditor.

T2 METALS CORP.
CONDENSED CONSOLIDATED INTERIM STATEMENTS OF FINANCIAL POSITION
(Unaudited - Expressed in Canadian Dollars)

	Note	July 31, 2026 \$	April 30, 2026 \$
ASSETS			
Current assets			
Cash		7,258,580	8,685,791
GST receivable		122,243	9,232
Prepays and other		92,216	47,333
Total current assets		7,473,039	8,742,356
Non-current assets			
Exploration and evaluation assets	4	5,482,844	3,820,997
Property, plant and equipment	5	64,150	22,167
Bonds		34,733	33,730
Total non-current assets		5,581,727	3,876,894
TOTAL ASSETS		13,054,766	12,619,250
LIABILITIES			
Current liabilities			
Accounts payable and accrued liabilities	8	1,443,298	692,684
TOTAL LIABILITIES		1,443,298	692,684
SHAREHOLDERS' EQUITY			
Share capital	7	43,510,039	43,510,039
Share-based payments reserve		3,121,515	2,853,315
Deficit		(35,020,086)	(34,436,788)
TOTAL SHAREHOLDERS' EQUITY		11,611,468	11,926,566
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY		13,054,766	12,619,250

Nature of Operations - see Note 1

Event After the Reporting Period - see Note 11

These condensed consolidated interim financial statements were approved for issue by the Board of Directors on September 25, 2026 and are signed on its behalf by:

/s/ Mark Saxon
Mark Saxon
Director

/s/ Nick DeMare
Nick DeMare
Director

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

T2 METALS CORP.**CONDENSED CONSOLIDATED INTERIM STATEMENTS OF COMPREHENSIVE LOSS***(Unaudited - Expressed in Canadian Dollars)*

	Note	Three Months Ended July 31,	
		2026	2025
		\$	\$
Expenses			
Accounting and administration	7(b)(ii)	12,450	8,750
Advisory services	7(b)(iii)	12,161	21,486
Corporate development		77,463	21,684
Depreciation	5	1,923	-
Director and officer compensation	7	66,000	54,000
General exploration		36,454	25,666
Legal		20,082	8,561
Office		24,763	4,530
Professional fees		31,755	22,096
Regulatory fees		7,370	6,988
Share-based compensation	6(d)	268,200	-
Shareholder costs		4,400	1,544
Transfer agent		1,801	973
Travel		47,111	8,442
Website		2,081	587
		<u>614,014</u>	<u>185,307</u>
Loss before other items		<u>(614,014)</u>	<u>(185,307)</u>
Other items			
Interest income		26,458	8,429
Foreign exchange		4,258	3,721
		<u>30,716</u>	<u>12,150</u>
Net loss and comprehensive loss for the period		<u>(583,298)</u>	<u>(173,157)</u>
Basic and diluted loss per common share		<u>\$(0.01)</u>	<u>\$(0.00)</u>
Basic and diluted weighted average number of common shares outstanding		<u>62,788,808</u>	<u>42,044,019</u>

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

T2 METALS CORP.

CONDENSED CONSOLIDATED INTERIM STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY (Unaudited - Expressed in Canadian Dollars)

Three Months Ended July 31, 2026					
	Common Shares		Share-Based Payments Reserve \$	Deficit \$	Total Shareholders' Equity \$
	Number of Shares	Amount \$			
Balance at April 30, 2026	62,788,808	43,510,039	2,853,315	(34,436,788)	11,926,566
Share-based compensation	-	-	268,200	-	268,200
Net loss for the period	-	-	-	(583,298)	(583,298)
Balance at July 31, 2026	<u>62,788,808</u>	<u>43,510,039</u>	<u>3,121,515</u>	<u>(35,020,086)</u>	<u>11,611,468</u>

Three Months Ended July 31, 2025					
	Common Shares		Share-Based Payments Reserve \$	Deficit \$	Total Shareholders' Equity \$
	Number of Shares	Amount \$			
Balance at April 30, 2025	42,044,019	34,268,077	2,504,727	(32,121,206)	4,651,598
Net loss for the period	-	-	-	(173,157)	(173,157)
Balance at July 31, 2025	<u>42,044,019</u>	<u>34,268,077</u>	<u>2,504,727</u>	<u>(32,294,363)</u>	<u>4,478,441</u>

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

T2 METALS CORP.
CONDENSED CONSOLIDATED INTERIM STATEMENTS OF CASH FLOWS
(Unaudited - Expressed in Canadian Dollars)

	Three Months Ended July 31,	
	2026	2025
	\$	\$
Operating activities		
Net loss for the period	(583,298)	(173,157)
Adjustments for:		
Foreign exchange	(1,003)	(79)
Depreciation	1,923	-
Share-based compensation	268,200	-
Changes in non-cash working capital items:		
GST receivable	(113,011)	54,216
Prepays and other	(44,883)	12,789
Accounts payable and accrued liabilities	(60,090)	82,485
Net cash used in operating activities	(532,162)	(23,746)
Investing activities		
Exploration and evaluation assets expenditures	(848,444)	(189,126)
Addition to property, plant and equipment	(46,605)	-
Net cash used in investing activities	(895,049)	(189,126)
Net change in cash during the period	(1,427,211)	(212,872)
Cash at beginning of period	8,685,791	1,177,007
Cash at end of period	7,258,580	964,135

Supplemental cash flow information - See Note 9

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

T2 METALS CORP.
NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
FOR THE THREE MONTHS ENDED JULY 31, 2026
(Unaudited - Expressed in Canadian Dollars)

1. Nature of Operations

T2 Metals Corp. (the “Company”) is registered under the Business Corporations Act (British Columbia). The Company’s common shares are listed and trade on the TSX Venture Exchange (“TSXV”) under the symbol “TWO”, the OTCQB under the symbol “TWOSF” and the Frankfurt Stock Exchange under the Symbol “WJ6”. The Company’s principal and executive office is located at #1305 - 1090 West Georgia Street, Vancouver, British Columbia V6E 3V7, Canada.

The Company is a junior resource company engaged in the acquisition and exploration of unproven mineral interests in North America. On the basis of information to date the Company has not yet determined whether these properties contain economically recoverable ore reserves. The underlying value of the mineral resource interests is entirely dependent on the existence of economically recoverable reserves, the ability of the Company to obtain the necessary financing to complete exploration and development and upon future profitable production. Mineral resource interests represent costs incurred to date, less amounts amortized and/or written off, and do not necessarily represent present or future values. As a mineral Company in the exploration stage the ability of the Company to complete the exploration and development of its mineral property interests will be affected primarily by its ability to raise adequate amounts of capital through equity financings, debt financings, joint venturing of projects and other means.

To date the Company has not earned any revenues from its mineral interests and the Company’s operations are primarily funded from equity financings which are dependent upon many external factors and may be difficult to impossible to secure or raise when required. As at July 31, 2026 the Company had working capital of \$6,029,741. Management considers the Company has adequate resources to maintain its core operations and conduct planned exploration programs on its existing exploration and evaluation assets and discharge its obligations as they become due in the next twelve months. The Company recognizes that exploration expenditures may change with ongoing results and, as a result, it may be required to obtain additional financing. While the Company has been successful in securing financings in the past there can be no assurance that it will be able to do so in the future.

2. Basis of Preparation

Statement of Compliance

These condensed consolidated interim financial statements have been presented in accordance with IFRS Accounting Standards (“IFRS”) as issued by the International Accounting Standards Board (“IASB”), applicable to the preparation of interim financial statements, including IAS 34, *Interim Financial Reporting*.

The preparation of financial statements requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates.

Basis of Measurement

These condensed consolidated interim financial statements have been prepared on a historical cost basis except for certain financial instruments which are measured at fair value. The condensed consolidated interim financial statements are presented in Canadian dollars unless otherwise stated.

Details of the Group

On November 10, 2020 the Company established a United States subsidiary, Aguila Gold Inc., (“Aguila USA”) in the state of Nevada to conduct the Company’s activities in the United States. As at July 31, 2026 Aguila USA remains the Company’s sole subsidiary.

T2 METALS CORP.**NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
FOR THE THREE MONTHS ENDED JULY 31, 2026***(Unaudited - Expressed in Canadian Dollars)***3. Material Accounting Policies**

These condensed consolidated interim financial statements have been prepared on a basis consistent with the material accounting policies disclosed in the annual financial statements for the year ended April 30, 2026. Accordingly, they should be read in conjunction with the annual financial statements for the year ended April 30, 2026.

Accounting Pronouncements Not Yet Adopted

IFRS 18, *Presentation and Disclosure in Financial Statements*, which will replace IAS 1, *Presentation of Financial Statements* aims to improve how companies communicate in their financial statements, with a focus on information about financial performance in the statement of profit or loss, in particular additional defined subtotals, disclosures about management-defined performance measures and new principles for aggregation and disaggregation of information. IFRS 18 is accompanied by limited amendments to the requirements in IAS 7 *Statement of Cash Flows*. IFRS 18 is effective for annual reporting periods beginning on or after January 1, 2027. Companies are permitted to apply IFRS 18 before that date.

The Company is assessing the impact of the adoption of IFRS 18 and working to identify all impacts the changes will have on the Company's consolidated financial statements.

4. Exploration and Evaluation Assets

	July 31, 2026			April 30, 2026		
	Acquisition Costs \$	Deferred Exploration Costs \$	Total \$	Acquisition Costs \$	Deferred Exploration Costs \$	Total \$
Canada						
- Sherridon Property	46,000	3,008,109	3,054,109	46,000	2,936,365	2,982,365
- Shanghai Project	161,000	339,001	500,001	161,000	75,355	236,355
- Aurora Project	330,750	1,159,585	1,490,335	330,750	4,508	335,258
- Other	-	171,380	171,380	-	-	-
USA						
- Other Projects	69,538	197,481	267,019	69,538	197,481	267,019
	<u>607,288</u>	<u>4,875,556</u>	<u>5,482,844</u>	<u>607,288</u>	<u>3,213,709</u>	<u>3,820,997</u>

T2 METALS CORP.

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS FOR THE THREE MONTHS ENDED JULY 31, 2026

(Unaudited - Expressed in Canadian Dollars)

4. Exploration and Evaluation Assets (continued)

	Canada				USA Projects	Total
	Sherridon Property \$	Shanghai Project \$	Aurora Project \$	Other \$	\$	\$
Balance at April 30, 2025	<u>2,735,561</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,254,889</u>	<u>3,990,450</u>
Exploration costs						
Assays	17,663	-	-	-	-	17,663
Camp costs	13,028	-	-	-	-	13,028
Community agreement costs	45,573	-	-	-	-	45,573
Depreciation	7,628	-	-	-	-	7,628
Geological	181,558	72,175	4,508	-	7,587	265,828
Supplies	-	3,180	-	-	-	3,180
Travel	6,354	-	-	-	1,867	8,221
	<u>271,804</u>	<u>75,355</u>	<u>4,508</u>	<u>-</u>	<u>9,454</u>	<u>361,121</u>
Government grant	<u>(25,000)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(25,000)</u>
Acquisition costs						
Option payments	-	161,000	330,750	-	-	491,750
Renewal fees	-	-	-	-	23,911	23,911
	<u>-</u>	<u>161,000</u>	<u>330,750</u>	<u>-</u>	<u>23,911</u>	<u>515,661</u>
Impairment	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(1,021,235)</u>	<u>(1,021,235)</u>
Balance at April 30, 2026	<u>2,982,365</u>	<u>236,355</u>	<u>335,258</u>	<u>-</u>	<u>267,019</u>	<u>3,820,997</u>
Exploration costs						
Camp costs	9,346	689	18,143	-	-	28,178
Community agreement costs	2,500	-	-	-	-	2,500
Depreciation	1,922	-	777	-	-	2,699
Drilling	-	211,871	339,259	-	-	551,130
Geological	52,440	13,088	362,758	44,564	-	472,850
Supplies	-	-	32,296	-	-	32,296
Surveying	-	33,410	-	96,694	-	130,104
Transportation	-	-	382,411	30,122	-	412,533
Travel	5,536	4,588	19,433	-	-	29,557
	<u>71,744</u>	<u>263,646</u>	<u>1,155,077</u>	<u>171,380</u>	<u>-</u>	<u>1,661,847</u>
Balance at July 31, 2026	<u>3,054,109</u>	<u>500,001</u>	<u>1,490,335</u>	<u>171,380</u>	<u>267,019</u>	<u>5,482,844</u>

(a) *Sherridon Property, Manitoba, Canada*

On December 6, 2021 the Company entered into an option agreement (the “Sherridon Option Agreement”) with a private British Columbia company (the “Vendor”) pursuant to which the Company was granted the option to earn up to a 90% interest of 28 mining claims and one mineral lease (the “Sherridon Property”) located in the Sherridon mining district in Manitoba, Canada.

Pursuant to the Sherridon Option Agreement the Company paid \$15,000 and issued to the Vendor 100,000 common shares of the Company on August 4, 2022. During fiscal 2025 the Company incurred the required \$2,000,000 to earn a 90% interest in the Sherridon Property and no further expenditure commitment remains under the Sherridon Option Agreement. The Vendor has not yet determined whether it will elect to fund its pro rata share of project expenditures or convert into a 1.5% net smelter royalty that is purchasable by the Company for \$2,000,000 at any time.

T2 METALS CORP.

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS FOR THE THREE MONTHS ENDED JULY 31, 2026

(Unaudited - Expressed in Canadian Dollars)

4. Exploration and Evaluation Assets (continued)

The Company has entered into an exploration agreement with the Kiciwapa Cree Nation whereby the Company has agreed to make annual payments (the “KC Payments”) to fund the Kiciwapa Cree Development Fund, to a maximum of \$150,000 per calendar year, calculated on:

- (i) 5% of exploration expenditures incurred on the Sherridon Property up to \$999,999;
- (ii) 2% of exploration expenditures incurred from \$1,000,000 to \$5,000,000; and
- (iii) 1% of exploration expenditures incurred above \$5,000,000.

During the three months ended July 31, 2026 the Company calculated KC Payments of \$2,500 (2025 - \$2,500), which was recorded in accounts payable and accrued liabilities.

During fiscal 2026 the Company received \$25,000 in grants from the Manitoba Mineral Development Funds Corporation (“MMFD”) on exploration expenditures incurred by the Company on the Sherridon Property.

(b) *Shanghai Project, Yukon, Canada*

On September 8, 2025 the Company entered into an option agreement (the “Option Agreement”) with Shawn Ryan and Wildwood Exploration Inc. (together the “Wildwood Optionors”) to earn a 100% interest in a gold/silver project (the “Shanghai Project”) in the Mayo Mining District, Yukon Territory, Canada for a total consideration of \$500,000 cash and the issuance of 3,000,000 common shares of the Company to be paid in incremental amounts over a seven year period. In addition the Company will be required to incur exploration expenditures on the Shanghai Project totalling a minimum of \$1,800,000 over six year period on or before November 15, 2031, with the first year work commitment being a minimum of \$100,000.

In October 2025 the Company made cash payments totalling \$50,000 and issued 300,000 common shares, at a fair value of \$111,000, to the Wildwood Optionors.

Upon commencement of commercial production from the Shanghai Project, the Wildwood Optionors will retain a 2% net smelter return royalty (“NSR”), of which a 1% NSR is purchasable by the Company for \$2,000,000 cash.

(c) *Aurora Project, Yukon, Canada*

On February 25, 2026 the Company entered into an option agreement (the “Aurora Option”) with the Wildwood Optionors to earn a 100% interest in a gold/silver project (the “Aurora Project”) in the Tintina Gold Belt of the Yukon Territory, Canada for a total consideration of \$850,000 cash and the issuance of 3,500,000 common shares of the Company to be paid in incremental amounts over a seven-year period. In addition the Company will be required to incur exploration expenditures on the Aurora Project totalling a minimum of \$2,500,000 over an eight year period on or before November 15, 2033, with a first year work commitment being a minimum \$100,000 by November 15, 2026. In March 2026 the Company received TSXV approval of the Aurora Option and paid an initial cash payment of \$75,000 and issued 400,000 common shares, at a fair value of \$240,000.

On completion of an National Instrument 43-101 compliant feasibility study, \$1 per indicated and measured resource estimate ounces of gold will be payable to the Wildwood Optionors. Upon commencement of commercial production on the Aurora Project, the Wildwood Optionors will retain a 2.5% NSR of which a 1% NSR is purchasable by the Company for \$2,000,000 cash.

Furthermore, the Company will pay a 5% finder’s fee on the equivalent schedule as the cash and share payments to be made to the Wildwood Optionors. During fiscal 2026 the Company paid \$3,750 cash and issued 20,000 common shares, at a fair value of \$12,000.

T2 METALS CORP.**NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
FOR THE THREE MONTHS ENDED JULY 31, 2026***(Unaudited - Expressed in Canadian Dollars)***4. Exploration and Evaluation Assets (continued)****(d) USA Projects****(i) Lida Copper Project, Nevada**

The Lida Copper Project comprises staked mining claims located in Esmeralda County, Nevada. During fiscal 2026 the Company determined to impair all capitalized exploration and evaluation costs on the Lida Copper Project and, accordingly, recorded an impairment provision of \$1,021,235.

(ii) Cora Copper Project, Arizona

The Cora Copper Project comprises staked mining claims located in Pinal County, Arizona.

(iii) Copper Eagle Project, Nevada

The Copper Eagle Project comprises staked mining claims located in Douglas County, Nevada.

5. Property, Plant and Equipment

	Trailer and Field Equipment \$
Cost:	
Balance, April 30, 2026	76,273
Addition	<u>46,605</u>
Balance, July 31, 2026	<u>122,878</u>
Accumulated depreciation:	
Balance, April 30, 2026	(54,106)
Depreciation	<u>(4,622)</u>
Balance, July 31, 2026	<u>(58,728)</u>
Carrying value:	
Balance, April 30, 2026	<u>22,167</u>
Balance, July 31, 2026	<u>64,150</u>

6. Share Capital**(a) Authorized Share Capital**

The Company's authorized share capital consists of an unlimited number of common shares without par value. All issued common shares are fully paid.

(b) Equity Financings

Three Months Ended July 31, 2026

During the three months ended July 31, 2026 the Company did not complete any equity financings.

T2 METALS CORP.
NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
FOR THE THREE MONTHS ENDED JULY 31, 2026
(Unaudited - Expressed in Canadian Dollars)

6. Share Capital (continued)

Fiscal 2026

In fiscal 2026 the Company completed non-brokered private placements totalling 19,734,789 units as follows:

- (i) In March and April 2026 the Company completed a non-brokered private placement and issued a total of 14,922,222 units at \$0.50 per unit, for gross proceeds of \$7,461,111. Each unit comprised one common share and one-half of one share purchase warrant. Each whole warrant entitles the holder to purchase an additional common share at a price of \$0.75 per share, expiring between March 31, 2028 and April 24, 2028.

The Company paid finder's fees totalling \$59,650 cash and issued 119,300 warrants (the "Finder's Warrants") on a portion of the private placements. Each Finder's Warrant is exercisable to acquire one common share at a price of \$0.75 per share expiring March 20, 2028. The value assigned to the Finder's Warrants was \$19,088. The weighted average fair value of the Finder's Warrants issued was \$0.16 per warrant. The fair value of the Finder's Warrants has been estimated using the Black-Scholes option pricing model. The assumptions used were: a risk-free interest rate of 3.05%; expected volatility of 88%; an expected life of 2 years; a dividend yield of 0%; and an expected forfeiture rate of 0%.

The Company incurred \$40,209 for filing fees associated with the private placement.

Certain directors of the Company and a close family member of a director purchased a total of 60,000 units.

- (ii) On December 8, 2025 the Company completed non-brokered private placements totalling 4,812,567 units as follows:

- 4,562,567 non flow-through units (the "NFT units") at \$0.30 per NFT unit, for proceeds of \$1,368,770. Each NFT unit comprised one common share and one-half of one share purchase warrant. Each whole warrant entitles the holder to purchase an additional common share at a price of \$0.45 per share expiring December 8, 2027; and
- 250,000 flow-through units (the "FT units") at \$0.40 per FT unit, for proceeds of \$100,000. Each FT unit comprised one flow-through common share and one-half a non-flow-through common share purchase warrant. Each whole warrant entitles the holder to purchase an additional common share at a price of \$0.45 per share expiring December 8, 2027.

The Company paid a finder's fees of \$8,100 cash and issued 27,000 warrants (the "Finder's Warrants") on a portion of the private placements. Each Finder's Warrant is exercisable to acquire one common share at a price of \$0.45 per share expiring December 8, 2027. The value assigned to the Finder's Warrants was \$2,700. The weighted average fair value of the Finder's Warrants issued was \$0.10 per warrant. The fair value of the Finder's Warrants has been estimated using the Black-Scholes option pricing model. The assumptions used were: a risk-free interest rate of 0.56%; expected volatility of 90%; an expected life of 2 years; a dividend yield of 0%; and an expected forfeiture rate of 0%.

The Company incurred \$9,272 for filing fees associated with the private placements.

Certain directors of the Company and a close family member of a director purchased a total of 216,500 NFT units and 125,000 FT units.

T2 METALS CORP.**NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
FOR THE THREE MONTHS ENDED JULY 31, 2026***(Unaudited - Expressed in Canadian Dollars)***6. Share Capital (continued)****(c) Warrants**

A summary of the number of common shares reserved pursuant to the Company's outstanding warrants at July 31, 2026 and 2025 and the changes for the the three months ended on those dates is as follows:

	2026		2025	
	Number	Weighted Average Exercise Price \$	Number	Weighted Average Exercise Price \$
Balance, beginning and end of period	<u>16,503,695</u>	0.57	<u>9,037,250</u>	0.42

The following table summarizes information about the number of common shares reserved pursuant to the Company's warrants outstanding and exercisable at July 31, 2026:

Number	Exercise Price \$	Expiry Date
775,000	0.50	November 19, 2026
2,489,000	0.40	June 7, 2027
3,226,000	0.40	June 25, 2027
2,433,284	0.45	December 8, 2027
6,426,931	0.75	March 20, 2028
1,065,000	0.75	March 30, 2028
68,000	0.75	April 7, 2028
<u>20,480</u>	0.75	April 24, 2028
<u>16,503,695</u>		

(d) Share Option Plan

The Company has established a rolling share option plan (the "Plan"), in which the maximum number of common shares which can be reserved for issuance under the Plan is 10% of the issued and outstanding shares of the Company. The exercise price of the options is set at the Company's closing share price on the day before the grant date, less allowable discounts in accordance with the policies of the TSXV. Options granted may be subject to vesting provisions as determined by the Board of Directors and have a maximum term of ten years.

During the three months ended July 31, 2026 the Company granted share options to purchase 745,000 common shares and recorded share-based compensation expense of \$268,200. The fair value of share options granted were estimated using the Black-Scholes option pricing model using the following assumptions: risk-free interest rate of 3.18%; estimated volatility of 91%; expected life of 5 years; expected dividend yield of 0%; and estimated forfeiture rate of 0%. The estimated volatility was based on the historical share prices of the Company. The weighted average grant date fair value of all share options granted during the three months ended July 31, 2026 was \$0.36 per share option.

Option-pricing models require the use of estimates and assumptions including the expected volatility. Changes in the underlying assumptions can materially affect the fair value estimates and, therefore, existing models do not necessarily provide a reliable measure of the fair value of the Company's share options.

The Company did not grant any share options during the three months ended July 31, 2025.

T2 METALS CORP.**NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
FOR THE THREE MONTHS ENDED JULY 31, 2026***(Unaudited - Expressed in Canadian Dollars)***6. Share Capital (continued)**

A summary of the Company's share options at July 31, 2026 and 2025 and the changes for the three months ended on those dates, is as follows:

	2026		2025	
	Number of Options Outstanding	Weighted Average Exercise Price \$	Number of Options Outstanding	Weighted Average Exercise Price \$
Balance, beginning of period	3,935,000	0.35	2,685,000	0.36
Granted	745,000	0.50	-	-
Expired	<u>(160,000)</u>	0.32	<u>-</u>	-
Balance, end of period	<u>4,520,000</u>	0.37	<u>2,685,000</u>	0.36

The following table summarizes information about the share options outstanding and exercisable at July 31, 2026:

Number	Exercise Price \$	Expiry Date
2,230,000	0.38	October 17, 2027
1,545,000	0.30	January 13, 2031
<u>745,000</u>	0.50	May 7, 2031
<u>4,520,000</u>		

See also Note 11.

7. Related Party Disclosures

A number of key management personnel, or their related parties, hold positions in other entities that result in them having control or significant influence over the financial or operating policies of those entities. Certain of these entities transacted with the Company during the reporting period.

(a) Transactions with Key Management Personnel

The Company has determined that key management personnel consists of the Chief Executive Officer ("CEO") and the Chief Financial Officer ("CFO") of the Company. During the three months ended July 31, 2026 the Company incurred \$60,000 (2025 - \$45,000) executive compensation with respect to the Company's key management personnel.

As at July 31, 2026 \$476,580 (April 30, 2026 - \$523,480) remained unpaid and has been included in accounts payable and accrued liabilities.

(b) Transactions with Other Related Parties

(i) During the three months ended July 31, 2026 the Company incurred \$6,000 (2025 - \$9,000) for compensation to non-executive directors of the Company. As at July 31, 2026 \$35,963 (April 30, 2026 - \$32,963) remained unpaid and has been included in accounts payable and accrued liabilities.

(ii) During the three months ended July 31, 2026 the Company incurred \$12,450 (2025 - \$8,750) for accounting and administration services provided by Chase Management Ltd. ("Chase"), a private company owned by the CFO of the Company. As at July 31, 2026 \$3,700 (April 30, 2026 - \$6,500) remained unpaid and has been included in accounts payable and accrued liabilities.

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7. Share Capital (continued)

- (iii) During the three months ended July 31, 2026 the Company paid \$12,161 (2025 - \$21,486) for marketing advisory services provided by White Tower Solutions, a private company owned by a director of the Company.

8. Financial Instruments and Risk Management

Categories of Financial Assets and Financial Liabilities

Financial instruments are classified into one of the following categories: fair value through profit or loss ("FVTPL"); fair value through other comprehensive income ("FVOCI"); and amortized cost. The carrying values of the Company's financial instruments are classified into the following categories:

Financial Instrument	Category	July 31, 2026 \$	April 30, 2026 \$
Cash	Amortized cost	7,258,580	8,685,791
Bonds	Amortized cost	34,733	33,730
Accounts payable and accrued liabilities	Amortized cost	(1,443,298)	(692,684)

The Company's financial instruments recorded at fair value require disclosure about how the fair value was determined based on significant levels of inputs described in the following hierarchy:

Level 1 - Quoted prices are available in active markets for identical assets or liabilities as of the reporting date. Active markets are those in which transactions occur in sufficient frequency and value to provide pricing information on an ongoing basis.

Level 2 - Pricing inputs are other than quoted prices in active markets included in Level 1. Prices in Level 2 are either directly or indirectly observable as of the reporting date. Level 2 valuations are based on inputs including quoted forward prices for commodities, time value and volatility factors, which can be substantially observed or corroborated in the market place.

Level 3 - Valuations in this level are those with inputs for the asset or liability that are not based on observable market data.

The recorded amounts for accounts payable and accrued liabilities approximate their fair value due to their short-term nature. The recorded amounts for cash and bonds approximate their fair value.

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 credit risk is primarily attributable to cash. Management believes that the credit risk concentration with respect to financial instruments included in cash is remote.

Liquidity Risk

Liquidity risk is the risk that the Company will not have the resources to meet its obligations as they fall due. The Company manages this risk by closely monitoring cash forecasts and managing resources to ensure that it will have sufficient liquidity to meet its obligations. All of the Company's liabilities are classified as current and are anticipated to mature within the next fiscal period. The following table is based on the contractual maturity dates of financial assets and the earliest date on which the Company can be required to settle financial liabilities.

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	Contractual Maturity Analysis at July 31, 2026				
	Less than 3 Months \$	3 - 12 Months \$	1 - 5 Years \$	Over 5 Years \$	Total \$
Cash	7,258,580	-	-	-	7,258,580
Bonds	-	-	34,733	-	34,733
Accounts payable and accrued liabilities	(1,443,298)	-	-	-	(1,443,298)
	Contractual Maturity Analysis at April 30, 2026				
	Less than 3 Months \$	3 - 12 Months \$	1 - 5 Years \$	Over 5 Years \$	Total \$
Cash	8,685,791	-	-	-	8,685,791
Bonds	-	-	33,730	-	33,730
Accounts payable and accrued liabilities	(692,684)	-	-	-	(692,684)

Market Risk

Market risk is the risk of loss that may arise from changes in market factors such as interest rates, foreign exchange rates, and commodity and equity prices. These fluctuations may be significant.

(a) Interest Rate Risk

The Company is exposed to interest rate risk to the extent that the cash and cash equivalents bear floating rates of interest. The interest rate risk on cash and on the Company's obligations are not considered significant.

(b) Foreign Currency Risk

The Company's functional currency is the Canadian dollar. The Company maintains a US Dollar currency bank account to support the cash needs of its foreign operation. Management believes the foreign exchange risk related to currency conversions is minimal and therefore does not hedge its foreign exchange risk. At July 31, 2026, 1 Canadian Dollar was equal to 0.71 US Dollar.

Balances are as follows:

	US Dollars	CDN \$ Equivalent
Cash	16,301	22,959
Bonds	24,758	34,733
Accounts payable and accrued liabilities	<u>(13,952)</u>	<u>(19,650)</u>
	<u>27,107</u>	<u>38,042</u>

Based on the net exposures as of July 31, 2026 and assuming that all other variables remain constant, a 10% fluctuation on the Canadian Dollar against the US Dollar would result in the Company's comprehensive loss being approximately \$4,000 higher (or lower).

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The Company manages its capital structure and makes adjustments to it, based on the funds available to the Company, in order to support the acquisition and exploration of mineral properties or evaluate business opportunities which may become available. 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 Company defines capital that it manages as share capital and cash equivalents. Management reviews its capital management approach on an ongoing basis and believes that this approach, given the relative size of the Company, is reasonable.

9. Supplemental Cash Flow Information

During the three months ended July 31, 2026 and 2025 non-cash activities were conducted by the Company as follows:

	2026 \$	2025 \$
Operating activities		
Depreciation	2,699	3,845
Accounts payable and accrued liabilities	810,704	132,962
	<u>813,403</u>	<u>136,807</u>
Investing activity		
Exploration and evaluation assets	<u>(813,403)</u>	<u>(136,807)</u>

10. Segmented Information

The Company operates in one reportable segment, being the exploration and evaluation of unproven exploration and evaluation assets. The Company's exploration and evaluation assets are located in Canada and the United States and its corporate assets are located in Canada. The Company is in the exploration stage and, accordingly, has no reportable segment revenues or operating results.

The Company's total assets are segmented geographically as follows:

	July 31, 2026		
	Canada \$	USA \$	Total \$
Current assets	7,471,811	1,228	7,473,039
Exploration and evaluation assets	5,215,825	267,019	5,482,844
Property, plant and equipment	54,990	9,160	64,150
Bonds	-	34,733	34,733
	<u>12,742,626</u>	<u>312,140</u>	<u>13,054,766</u>
	April 30, 2026		
	Canada \$	USA \$	Total \$
Current assets	8,741,153	1,203	8,742,356
Exploration and evaluation assets	3,553,978	267,019	3,820,997
Property, plant and equipment	11,084	11,083	22,167
Bonds	-	33,730	33,730
	<u>12,306,215</u>	<u>313,035</u>	<u>12,619,250</u>

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11. Event after Reporting Period

On August 19, 2026 the Company granted share options to consultants to purchase:

- (i) 250,000 common shares at an exercise price of \$0.54 per share expiring August 19, 2029; and
- (ii) 100,000 common shares at an exercise price of \$0.43 per share expiring August 19, 2031.