



CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
(Unaudited)
(Expressed in Canadian Dollars)

FOR THE SIX MONTHS ENDED JUNE 30, 2025

**NOTICE OF NO AUDITOR REVIEW OF
CONDENSED CONSOLIDATED 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 these condensed consolidated interim financial statements have not been reviewed by the Company's auditors.

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

FORTE MINERALS CORP.**CONDENSED CONSOLIDATED INTERIM STATEMENTS OF FINANCIAL POSITION**

(Unaudited – expressed in Canadian Dollars)

AS AT

	June 30, 2025	December 31, 2024
ASSETS		
Current		
Cash	\$ 2,747,199	\$ 1,124,439
Accounts receivable	36,156	22,300
Prepaid expenses	<u>167,877</u>	<u>40,684</u>
	2,951,232	1,187,423
Exploration and evaluation assets (Note 4)	<u>1,642,595</u>	<u>1,642,595</u>
Total assets	<u>\$ 4,593,827</u>	<u>\$ 2,830,018</u>
LIABILITIES AND SHAREHOLDERS' EQUITY		
Current		
Accounts payable and accrued liabilities (Note 6)	\$ <u>88,612</u>	\$ <u>171,070</u>
	<u>88,612</u>	<u>171,070</u>
Shareholders' equity		
Share capital (Note 5)	11,931,740	9,379,454
Accumulated other comprehensive loss	(39,931)	(23,392)
Reserves	627,418	543,801
Deficit	<u>(8,041,012)</u>	<u>(7,240,915)</u>
	<u>4,505,215</u>	<u>2,658,948</u>
Total liabilities and shareholders' equity	<u>\$ 4,593,827</u>	<u>\$ 2,830,018</u>

Nature of operations and going concern (Note 1)

Subsequent events (Note 10)

Approved and authorized by the Board on August __, 2025.

"Patrick Elliott" Director "Douglas Turnbull" Director

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

FORTE MINERALS CORP.**CONDENSED CONSOLIDATED INTERIM STATEMENTS OF LOSS AND COMPREHENSIVE LOSS**

(Unaudited – expressed in Canadian Dollars)

FOR THE

	Three months ended June 30, 2025	Three months ended June 30, 2024	Six months ended June 30, 2025	Six months ended June 30, 2024
EXPENSES				
Consulting (Note 6)	\$ 12,000	\$ 10,500	\$ 24,000	\$ 21,000
Corporate development	20,699	-	50,550	-
Directors' fees (Note 6)	16,000	16,000	32,000	32,000
Exploration and evaluation expenditures (Notes 4 and 6)	184,983	137,574	322,809	182,613
Foreign exchange	8,930	27,663	(1,466)	(845)
Investor relations (Note 6)	52,340	37,099	78,870	69,945
Listing expenses	9,523	8,362	18,107	16,421
Management fees (Note 6)	33,750	33,750	67,500	67,500
Marketing (Note 6)	12,000	50,750	25,686	109,818
Office and administration (Note 6)	12,678	10,903	25,416	22,844
Professional fees	29,318	65,071	44,483	78,764
Share-based payments	54,149	-	54,149	-
Transfer agent and filing fees	5,802	7,249	6,946	18,810
Travel	<u>19,404</u>	<u>239</u>	<u>34,377</u>	<u>4,779</u>
Total expenses	(471,576)	(405,160)	(783,427)	(623,649)
Other income				
Interest income	<u>4,803</u>	<u>9</u>	<u>10,330</u>	<u>459</u>
	4,803	9	10,330	459
Net loss	<u>(466,773)</u>	<u>(405,151)</u>	<u>(773,097)</u>	<u>(623,190)</u>
Other comprehensive loss				
Foreign exchange on translation	<u>3,074</u>	<u>26,603</u>	<u>(16,539)</u>	<u>(855)</u>
Comprehensive loss for the period	\$ (463,699)	\$ (378,548)	\$ (789,636)	\$ (624,045)
Basic and diluted loss per common share	\$ (0.01)	\$ (0.01)	\$ (0.02)	\$ (0.02)
Weighted average number of common shares outstanding basic and diluted	51,479,924	37,219,056	50,400,775	36,617,823

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

FORTE MINERALS CORP**CONDENSED CONSOLIDATED INTERIM STATEMENTS OF CASH FLOWS**

(Unaudited – expressed in Canadian Dollars)

FOR THE SIX MONTHS ENDED JUNE 30,

	2025	2024
CASH FLOWS FROM OPERATING ACTIVITIES		
Net loss for the period	\$ (773,097)	\$ (623,190)
Items not involving the use of cash		
Share-based payments	54,149	-
Unrealized foreign exchange	(419)	(239)
Changes in working capital items		
Accounts receivable	(1,618)	(10,610)
Accounts payable and accrued liabilities	(106,777)	71,261
Prepaid expenses	<u>(127,193)</u>	<u>30,082</u>
Net cash used in operating activities	<u>(954,955)</u>	<u>(532,695)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from private placement	2,690,000	1,790,600
Share issuance costs	(97,251)	(86,721)
Proceeds from exercise of warrants	3,750	192,500
Proceeds from exercise of stock options	<u>9,000</u>	<u>-</u>
Net cash provided by financing activities	<u>2,605,499</u>	<u>1,896,379</u>
Effect of foreign exchange on cash	<u>(27,784)</u>	<u>(476)</u>
Change in cash for the period	(1,622,760)	1,363,207
Cash, beginning of period	<u>1,124,439</u>	<u>154,062</u>
Cash, end of period	\$ 2,747,199	\$ 15,517,269
Non-cash investing and financing activities:		
Reclassification from reserves on exercise of stock options	\$ 7,700	\$ -
Share issuance costs in accounts payable	\$ 23,745	\$ 14,203
Issuance of broker warrants	<u>\$ 37,168</u>	<u>\$ 41,137</u>

There were no cash investing activities during the six months ended June 30, 2025, and 2024.

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

FORTE MINERALS CORP.
CONDENSED CONSOLIDATED INTERIM STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY

(Unaudited – expressed in Canadian Dollars)

	Share Capital		Accumulated Other Comprehensive Loss	Reserves	Deficit	Total Shareholders' Equity
	Number	Amount				
Balance, December 31, 2023	36,011,919	\$ 6,518,564	\$ (28,972)	\$ 388,926	\$ (5,715,836)	\$ 1,162,682
Private placement	8,953,000	1,790,600	-	-	-	1,790,600
Share issuance costs	-	(142,061)	-	41,137	-	(100,924)
Shares issued on exercise of warrants	962,500	192,500	-	-	-	192,500
Comprehensive loss for the period	-	-	(855)	-	(623,190)	(624,045)
Balance, June 30, 2024	45,927,419	\$ 8,359,603	\$ (29,827)	\$ 430,063	\$ (6,339,026)	\$ 2,420,813
Share issuance costs	-	(1,559)	-	-	-	(1,559)
Shares issued on exercise of warrants	975,000	195,000	-	-	-	195,000
Shares issued for debt	283,000	76,410	-	-	-	76,410
Shares issued for mineral property	3,000,000	750,000	-	-	-	750,000
Reclassification on expiry of stock options	-	-	-	(116,691)	116,691	-
Share-based payments	-	-	-	230,429	-	230,429
Comprehensive loss for the period	-	-	6,435	-	(1,018,580)	(1,012,145)
Balance, December 31, 2024	50,185,419	\$ 9,379,454	\$ (23,392)	\$ 543,801	\$ (7,240,915)	\$ 2,658,948
Private placement	6,725,000	2,690,000	-	-	-	2,690,000
Share issuance costs	-	(158,164)	-	37,168	-	(120,996)
Shares issued on exercise of warrants	12,500	3,750	-	-	-	3,750
Shares issued on exercise of stock options	75,000	16,700	-	(7,700)	-	9,000
Share-based payments	-	-	-	54,149	-	54,149
Comprehensive loss for the period	-	-	(16,539)	-	(773,097)	(789,636)
Balance, June 30, 2025	56,997,919	\$ 11,931,740	\$ (39,931)	\$ 627,418	\$ (8,014,012)	\$ 4,505,215

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

FORTE MINERALS CORP.

NOTES TO CONDENSED CONSOLIDATED INTERIM STATEMENTS OF FINANCIAL STATEMENTS

(Unaudited – expressed in Canadian Dollars)

FOR THE SIX MONTHS ENDED JUNE 30, 2025 AND 2024

1. NATURE OF OPERATIONS AND GOING CONCERN

Forte Minerals Corp. (with its subsidiaries, collectively, the “Company” or “Forte”) is a mining exploration company focused on copper and gold in Peru. Forte was incorporated under the *Company Act* (British Columbia) on March 1, 2011. The Company name was changed from Plan B Minerals Corp. to Forte Copper Corp. on April 20, 2018. On April 27, 2021, the Company changed its name to Forte Minerals Corp. The Company maintains its registered office at 2080 – 777 Hornby Street, Vancouver, British Columbia, Canada, V6Z 1S4. The Company’s principal place of business is 1005 – 409 Granville Street, Vancouver, British Columbia, Canada, V6C 1T2. The Company is listed on the Canadian Securities Exchange (“CSE”) under the symbol “CUAU”, the OTCQB under the symbol “FOMNF”, and the Frankfurt Stock Exchange under the symbol “2OA”.

These condensed consolidated interim financial statements have been prepared in accordance with International Financial Reporting Standards (“IFRS”) on a going concern basis, which contemplates that the Company will be able to realize its assets and discharge its liabilities in the normal course of business. The Company had an accumulated deficit of \$8,014,012 as at June 30, 2025 (December 31, 2024 - \$7,240,915) and reported a net loss of \$773,097 for the six months then ended (2024 - \$623,190). The Company’s ability to continue as a going concern is dependent upon its ability to raise funds primarily through the issuance of shares or achieve profitable operations. The outcome of these matters cannot be predicted at this time. If the Company is unable to obtain additional financing, management may be required to curtail certain expenses. These material uncertainties may cast significant doubt about the Company’s ability to continue as a going concern. These condensed consolidated interim financial statements do not give effect to adjustments that would be necessary to the carrying values and classification of assets and liabilities should the Company be unable to continue as a going concern. Such adjustments could be material.

The Company’s business financial condition and results of operations may be negatively affected by economic and other consequences from recent geopolitical conflicts; however, the Company has not experienced any direct impact of such conflicts to date and expects any direct impacts to the business to be limited. The indirect impacts on the economy and on the mining industry and other industries in general could negatively affect the business and may make it more difficult for it to raise equity or debt financing. There can be no assurance that the Company will not be impacted by adverse consequences that may be brought about on its business, results of operations, financial position, and cash flows in the future.

2. BASIS OF PREPARATION

Statement of compliance

These condensed consolidated interim financial statements have been prepared 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. Accordingly, these financial statements do not include all of the information and footnotes required by IFRS for complete financial statements for year-end reporting purposes. These financial statements should be read in conjunction with the audited consolidated financial statements for the year ended December 31, 2024, which have been prepared in accordance with IFRS as issued by the IASB.

Basis of consolidation and presentation

The condensed consolidated interim financial statements have been prepared on a historical cost basis, except for certain financial instruments measured at fair value. In addition, these condensed consolidated interim financial statements have been prepared using the accrual basis of accounting, except for cash flow information.

These condensed consolidated interim financial statements include the accounts of the Company and its 100% controlled entities, Forte Cobre S.A.C. (a Peruvian corporation) (“Forte Cobre”), Amaru Resources S.A.C. (a Peruvian corporation) (“Amaru”), and Cordillera Resources Peru S.A.C. (a Peruvian Corporation) (“Cordillera”). The functional currency of the parent company is the Canadian dollar and the Peruvian sol for its subsidiaries.

FORTE MINERALS CORP.

NOTES TO CONDENSED CONSOLIDATED INTERIM STATEMENTS OF FINANCIAL STATEMENTS

(Unaudited – expressed in Canadian Dollars)

FOR THE SIX MONTHS ENDED JUNE 30, 2025 AND 2024

2. BASIS OF PREPARATION (cont'd...)

Basis of consolidation and presentation (cont'd...)

Subsidiaries are entities over which the Company has exposure to variable returns from its involvement and has the ability to use power over the investee to affect its returns. The existence and effect of potential voting rights that are currently exercisable or convertible are considered when assessing whether the Company controls another entity. Subsidiaries are fully condensed consolidated interim from the date on which control is transferred to the Company until the date on which control ceases.

The accounts of subsidiaries are prepared for the same reporting period as the parent company, using consistent accounting policies. Inter-company transactions, balances, and unrealized gains or losses on transactions are eliminated upon consolidation.

3. MATERIAL ACCOUNTING POLICY INFORMATION

The accounting policies, estimates and critical judgments, methods of computation and presentation applied in these condensed consolidated interim financial statements are consistent with those of the most recent annual audited financial statements and are those the Company adopted in its financial statements for the year ended December 31, 2024. Accordingly, these financial statements should be read in conjunction with the Company's most recent annual audited consolidated financial statements.

Use of judgments and estimates

The preparation of these condensed consolidated interim financial statements requires management to make certain estimates, judgments, and assumptions that affect the reported amounts of assets and liabilities at the date of the condensed consolidated interim financial statements and the reported expenses during the period. Actual results could differ from these estimates.

In preparing these condensed consolidated interim financial statements, the judgments made by management in applying the Company's accounting policies and key sources of significant estimation uncertainty were the same as those applied to the audited consolidated financial statements for the year ended December 31, 2024.

New accounting standards

The accounting policy information disclosed in notes 2 and 3 reflect the Company's material accounting policies.

In April 2024, the IASB issued IFRS 18, Presentation and Disclosure in Financial Statements ("IFRS 18"), replacing IAS 1. The new guidance is expected to improve the usefulness of information presented and disclosed in the financial statements of companies. IFRS 18 is effective for annual reporting periods beginning on or after January 1, 2027, with early adoption permitted. The Company is currently assessing the impact of this new IFRS accounting standard on its condensed consolidated interim financial statements.

The Company has reviewed other new and revised accounting pronouncements that have been issued but are not yet effective, and has determined that these updates are not applicable or consequential to the Company and have been excluded from discussion within these material accounting policies.

FORTE MINERALS CORP.**NOTES TO CONDENSED CONSOLIDATED INTERIM STATEMENTS OF FINANCIAL STATEMENTS**

(Unaudited – expressed in Canadian Dollars)

FOR THE SIX MONTHS ENDED JUNE 30, 2025 AND 2024**4. EXPLORATION AND EVALUATION ASSETS****Mineral property titles**

Title to mineral properties involves certain inherent risks due to the difficulties of determining the validity of certain mineral titles as well as the potential for problems arising from the frequently ambiguous conveyancing history characteristic of many mineral properties.

Mineral Property Interests

Details of mineral property balances are as follows:

Exploration and evaluation assets	December 31, 2023	Acquisition costs	Impairment	December 31, 2024 and June 30, 2025
Don Gregorio, Peru	\$ 126,510	\$ -	\$ (126,510)	\$ -
Esperanza Project, Peru	374,606	-	-	374,606
Pucarini Project, Peru	447,682	-	-	447,682
Alto Ruri, Peru	-	33,860	-	33,860
Miscanthus, Peru	-	786,447	-	786,447
Total	\$ 948,798	\$ 820,307	\$ (126,510)	\$ 1,642,595

Don Gregorio, Peru

The Company had an option to acquire a 60% interest on the Don Gregorio project from Alta Copper Corp. (“Alta Copper”, formerly Candente Copper Corp.). The property is a gold and copper prospect in northern Peru. To maintain the option on the property, the Company paid US\$98,500 with further obligations as follows:

- a) Make payments as follows:
 - a. US\$100,000 on or before 30 days of receipt of a drilling permit (“First Drill Permit”);
 - b. US\$100,000 within 30 days of completing a first phase drill program (“First Phase Drill Program”); and
 - c. US\$200,000 within 60 days of completing a second phase drill program (“Second Phase Drill Program”).
- b) Carry out the First Phase Drill Program of 5,000 meters upon the issuance of the First Drill Permit, which First Phase Drill Program shall be completed within two years of the First Drill Permit, or in lieu of completing the First Phase Drill Program, the Company may elect to pay to Alta Copper US\$100 per meter for each of the 5,000 meters not drilled as part of the First Phase Drill Program, up to a maximum amount of US\$500,000, and such payment shall be made prior to the second anniversary of the First Drill Permit.
- c) Carry out the Second Drill Program of a further 5,000 meters prior to the earlier of the third anniversary of the First Drill Permit and the first anniversary of a permit received to complete the Second Drill Program.

Following completion of the option, Alta Copper and the Company would have formed a joint venture of 40% and 60% participating interest respectively.

FORTE MINERALS CORP.

NOTES TO CONDENSED CONSOLIDATED INTERIM STATEMENTS OF FINANCIAL STATEMENTS

(Unaudited – expressed in Canadian Dollars)

FOR THE SIX MONTHS ENDED JUNE 30, 2025 AND 2024

4. EXPLORATION AND EVALUATION ASSETS (cont'd...)

Don Gregorio, Peru (cont'd...)

As at December 31, 2024, the Company decided not to pursue this project due to a halt in the community relations and permitting process resulting from local unrest, which resulted in the recognition of an impairment loss of \$126,510 in accordance with Level 3 of the fair value hierarchy. A value in use calculation is not applicable as management has decided to terminate the option agreement and return the property. In estimating the fair value less costs of disposal, management did not have observable or unobservable inputs to estimate the recoverable amount greater than \$nil. Management recorded a provision of \$89,198 (included in accounts payable and accrued liabilities at December 31, 2024 and settled in the six months ended June 30, 2025) pursuant to the termination clause in the agreement with Alta Copper whereby the Company is required to keep the project in good standing for one year from termination.

On March 27, 2025, the Company entered into an agreement with Alta Copper to terminate the option agreement on the Don Gregorio project.

Esperanza and Pucarini, Peru

On July 27, 2020, the Company entered into a share purchase agreement (“SPA”) with GlobeTrotters Resource Group Inc. (“Globetrotters”), a private company under the laws of British Columbia and a related party. Pursuant to the SPA, the Company purchased the outstanding common shares of Amaru and Cordillera which are Peruvian entities. The Company paid \$150,000 and issued 5,000,000 common shares valued at \$600,000 as consideration for the SPA.

Amaru owns the Esperanza copper project. The claims are 100% owned. The project is subject to a 1% net smelter royalty (“NSR”).

Cordillera owns the Pucarini gold project. The claims are 100% owned. The project is subject to a 1% NSR.

During the year ended December 31, 2023, the Company acquired an additional 300 hectares of concession, contiguous to the north of the existing Esperanza concessions, from Compañía Minera Ares S.A.C. in exchange for a 0.5% NSR and subject to a US\$500,000 buyback. The Company also staked an additional 1,000-hectare block of claims to the northeast and contiguous with the main Esperanza property.

Alto Ruri

During the year ended December 31, 2024, the Company completed the acquisition of the Alto Ruri and Cerro Quillo prospects, located in Peru, from Globetrotters. These prospects were transferred to Cordillera in exchange for a one-time cash payment of US\$25,000 (\$33,860 included in prepaid expenses at December 31, 2023). The concessions are subject to a 1.0% NSR royalty held by Compañía Minera Ares S.A.C.

Miscanthus

During the year ended December 31, 2024, the Company acquired the Miscanthus property, located in Peru, from Globetrotters, by making a one-time cash payment of US\$27,000 (\$36,447) for reimbursement of holding costs and expenditures, issuing 3,000,000 common shares with a fair value of \$0.25 per share (total fair value of \$750,000), and granting a 1.0% NSR royalty to Globetrotters.

FORTE MINERALS CORP.**NOTES TO CONDENSED CONSOLIDATED INTERIM STATEMENTS OF FINANCIAL STATEMENTS**

(Unaudited – expressed in Canadian Dollars)

FOR THE SIX MONTHS ENDED JUNE 30, 2025 AND 2024**4. EXPLORATION AND EVALUATION ASSETS (cont'd...)****Exploration expenditures**

The Company expended the following exploration and evaluation expenditures:

For the six months ended June 30, 2025	Esperanza, Peru	Pucarini, Peru	Don Gregorio, Peru	Alto Ruri, Peru	Miscanthus, Peru	Total
Camp	\$ 3,661	\$ 17,312	\$ -	\$ -	\$ 1,274	\$ 22,247
Community relations	4,252	95,683	-	8,731	2,511	111,177
Field office and wages	3,894	29,881	1,152	5,918	2,061	42,906
Geological	1,956	10,730	-	6,788	1,095	20,569
Property fee	52,455	27,591	-	18,392	16,603	115,041
Transportation	972	7,627	-	791	1,479	10,869
Total, June 30, 2025	\$ 67,190	\$ 188,824	\$ 1,152	\$ 40,620	\$ 25,023	\$ 322,809

For the six months ended June 30, 2024	Esperanza, Peru	Pucarini, Peru	Don Gregorio, Peru	Alto Ruri, Peru	Total
Assay	\$ -	\$ 56	\$ -	\$ -	\$ 56
Camp	2,858	4,763	-	1,979	9,600
Community relations	24,435	46,107	3,163	39,850	113,555
Field office and wages	9,881	13,757	14,289	10,852	48,779
Geological	126	1,432	-	2,595	4,153
Transportation	1,155	3,558	555	1,202	6,470
Total, June 30, 2024	\$ 38,455	\$ 69,673	\$ 18,007	\$ 56,478	\$ 182,613

5. SHARE CAPITAL**a) Authorized share capital**

Unlimited number of common shares without par value.

b) Issued share capital*Six months ended June 30, 2025*

On June 13, 2025, the Company completed a non-brokered private placement, issuing 6,725,000 units at a price of \$0.40 per unit for total proceeds of \$2,690,000. Each unit consisted of one common share and one-half of a common share purchase warrant. Each warrant is exercisable at a price of \$0.60 per share until June 13, 2027. The Company paid cash finder's fees totaling \$97,120 and issued 231,550 finder's warrants, having the same terms as the investor warrants and a fair value of \$37,168. The Company also incurred other share issuance costs of \$23,876.

During the six months ended June 30, 2025, the Company issued 12,500 common shares upon the exercise of warrants at a price of \$0.30 per share, for total gross proceeds of \$3,750, and issued 75,000 common shares upon the exercise of stock options at a price of \$0.12 per share, for total gross proceeds of \$9,000.

FORTE MINERALS CORP.

NOTES TO CONDENSED CONSOLIDATED INTERIM STATEMENTS OF FINANCIAL STATEMENTS

(Unaudited – expressed in Canadian Dollars)

FOR THE SIX MONTHS ENDED JUNE 30, 2025 AND 2024

5. SHARE CAPITAL (cont'd...)

b) Issued share capital (cont'd...)

Year ended December 31, 2024

On June 26, 2024, the Company completed a non-brokered private placement, issuing 8,953,000 units at a price of \$0.20 per unit for total proceeds of \$1,790,600. Each unit consisted of one common share and one-half of a common share purchase warrant. Each warrant is exercisable at a price of \$0.30 per share until June 26, 2026. The Company paid cash finder's fees totaling \$86,736 and issued 433,680 finder's warrants, having the same terms as the investor warrants and a fair value of \$41,137. The Company also incurred other share issuance costs of \$15,747.

On July 9, 2024, the Company issued 283,000 common shares to settle aggregate debt of \$56,600 at a deemed price of \$0.20 per common share. This settlement includes \$34,000 owed to officers and directors of the Company and \$22,600 owed to an arm's length party. As the fair value of the shares issued was determined to be \$76,410 based on a market price of \$0.27 per common share, the Company recognized a loss on settlement of accounts payable of \$19,810 in profit or loss for the six months ended June 30, 2025.

On October 30, 2024, the Company issued 3,000,000 common shares at a fair value of \$750,000 to acquire the Miscanthus property in Peru (Note 4).

During the year ended December 31, 2024, the Company issued an aggregate of 1,937,500 common shares upon the exercise of warrants at a weighted average price of \$0.20 per share, for total gross proceeds of \$387,500.

c) Omnibus Incentive Plan

The Company has adopted an Omnibus Share Incentive Plan (the "Plan") which authorizes the Board of Directors to issue a variety of equity-based awards that provide different types of incentives to be granted to the Company's directors, officers, employees and consultants. The Plan provides that the maximum number of common shares that may be reserved and available for issuance under the Plan and all of Company's other equity incentive plans or compensation arrangements in existence from time to time on and after the effective date of the Plan, will be 10% of the total issued and outstanding common shares from time to time. The exercise price of each stock option shall not be less than the market price of the Company's shares as calculated on the date of grant. An option's maximum term is ten years and shall vest as determined by the Board of Directors. If any award expires, is cancelled, otherwise terminated for any reason without having been exercised in full, or is settled in cash, the number of common shares in respect of which such award was not exercised will again be available for issuance under the Plan.

The Plan allows for the grant of stock options, restricted share units ("RSU"), performance share units ("PSU"), and deferred share units ("DSU"). As at June 30, 2025, the Company has not granted any RSU, PSU, or DSU instruments.

FORTE MINERALS CORP.**NOTES TO CONDENSED CONSOLIDATED INTERIM STATEMENTS OF FINANCIAL STATEMENTS**

(Unaudited – expressed in Canadian Dollars)

FOR THE SIX MONTHS ENDED JUNE 30, 2025 AND 2024**5. SHARE CAPITAL (cont'd...)****d) Stock options**

Stock option transactions are summarized as follows:

	Number of Options	Weighted Average Exercise Price
Balance, December 31, 2023	3,475,000	\$ 0.14
Granted	1,617,000	0.22
Expired	<u>(925,000)</u>	<u>0.18</u>
Balance, December 31, 2024	4,167,000	\$ 0.16
Granted	225,000	0.475
Exercised	<u>(75,000)</u>	<u>0.12</u>
Balance outstanding, June 30, 2025	4,317,000	\$ 0.18
Balance exercisable, June 30, 2025	4,292,000	\$ 0.18

Stock options outstanding as at June 30, 2025:

	Number	Exercise price	Expiry date
Stock Options	2,325,000	\$ 0.12	July 31, 2025
	250,000	\$ 0.20	December 1, 2027
	1,517,000	\$ 0.22	October 29, 2029
	<u>225,000</u>	<u>\$ 0.475</u>	<u>May 15, 2030</u>
	4,317,000		

e) Share-based payments

During the six months ended June 30, 2025, the Company granted 225,000 stock options with a fair value of \$0.25 per option. During the year ended December 31, 2024, the Company granted 1,617,000 stock options with a fair value of \$0.15 per option.

The following weighted average assumptions were used for Black-Scholes option pricing model valuation of stock options granted during the six months ended June 30, 2025 and the year ended December 31, 2024:

	2025	2024
Share price on grant date	\$ 0.46	\$ 0.25
Risk-free interest rate	2.77%	3.04%
Expected life of options	5.0 years	5.0 years
Expected annualized volatility	64.51%	66.9%
Dividend rate	-	-
Forfeiture rate	-	-

FORTE MINERALS CORP.**NOTES TO CONDENSED CONSOLIDATED INTERIM STATEMENTS OF FINANCIAL STATEMENTS**

(Unaudited – expressed in Canadian Dollars)

FOR THE SIX MONTHS ENDED JUNE 30, 2025 AND 2024**5. SHARE CAPITAL (cont'd...)**

f) Warrants

Warrant transactions are summarized as follows:

	Number of Warrants	Weighted Average Exercise Price
Balance, December 31, 2023	15,396,925	\$ 0.38
Issued	4,910,180	0.30
Exercised	(1,937,500)	0.20
Expired	<u>(3,826,093)</u>	<u>0.20</u>
Balance, December 31, 2024	14,543,512	\$ 0.43
Issued	3,594,050	0.60
Exercised	(12,500)	0.30
Expired	<u>(9,633,332)</u>	<u>0.50</u>
Balance outstanding, June 30, 2025	8,491,730	\$ 0.43

Warrants outstanding as at June 30, 2025:

Number of Warrants	Exercise Price	Expiry Date	Weighted Average Remaining Contractual Life in Years
4,897,680	\$ 0.30	June 26, 2026	0.99
3,594,050	\$ 0.60	June 13, 2027	1.95

f) Escrow Shares

Securities subject to the Escrow Agreement were released pro rata to the holders as to 10% on January 24, 2022 and as to the remainder in six equal tranches of 15% every nine months thereafter for a period of 36 months, provided that securities also subject to the Management Escrow Agreement were only to be released on the later of the date permitted by the Escrow Agreement or the Management Escrow Agreement.

During the year ended December 31, 2024, 2,075,832 common shares, 175,000 warrants, and 390,000 stock options were released from escrow. The remaining 1,037,091 common shares, 87,500 warrants, and 195,000 stock options were released from escrow during the six months ended June 30, 2025.

6. RELATED PARTY TRANSACTIONS

Key management personnel comprise of the CEO, CFO, Corporate Secretary, and directors of the Company. The remuneration of the key management personnel is as follows:

Payments to key management personnel	For the six months ended	
	June 30, 2025	June 30, 2024
Administration, marketing, and investor relations	\$ 30,000	\$ 30,000
Consulting fees	\$ 24,000	\$ 21,000
Directors' fees	\$ 32,000	\$ 32,000
Exploration and evaluation expenditures	\$ 46,839	\$ 54,699
Management fees	\$ 67,500	\$ 67,500

FORTE MINERALS CORP.

NOTES TO CONDENSED CONSOLIDATED INTERIM STATEMENTS OF FINANCIAL STATEMENTS

(Unaudited – expressed in Canadian Dollars)

FOR THE SIX MONTHS ENDED JUNE 30, 2025 AND 2024

6. RELATED PARTY TRANSACTIONS (cont'd...)

As at June 30, 2025, included in accounts payable and accrued liabilities are \$28,297 (December 31, 2024 - \$18,235) owing to a company controlled by a common director, \$nil (December 31, 2024 - \$8,200) owing to directors, and \$nil (December 31, 2024 - \$4,253) owing to a company in which the CFO is an associate. The balances owing are non-interest bearing, unsecured, and payable on demand.

As at June 30, 2025, the Company owed \$4,600 included in accounts payable and accrued liabilities (December 31, 2024 - \$4,600) to Lords & Company Worldwide Holdings Inc. (formerly Pac Roots Cannabis Corp.), a company in which the CEO is a former officer. The balance owing is non-interest bearing, unsecured, and payable on demand.

7. FINANCIAL INSTRUMENTS AND RISK MANAGEMENT

Financial instruments

Cash, accounts receivable, and accounts payable and accrued liabilities are carried at amortized cost. The Company considers that the carrying amount of these financial assets and liabilities measured at amortized cost to approximate their fair value.

Credit risk

The Company's primary exposure to credit risk is the risk of illiquidity of cash and accounts receivable, excluding GST receivables of \$9,601 (December 31, 2024 - \$6,390), amounting to \$2,773,754 at June 30, 2025 (December 31, 2024 - \$1,140,349). As the Company's policy is to limit cash holdings to instruments issued by major Canadian and Peruvian banks, the credit risk is considered by management to be negligible. The Company considers the credit risk with respect to these amounts to be low.

Liquidity risk

Liquidity risk is the risk that the Company will not be able to pay financial instrument liabilities as they come due. As at June 30, 2025, the Company had a working capital of \$2,862,620 (December 31, 2024 - \$1,016,353). The Company's financial obligations are limited to accounts payable and accrued liabilities of which have contractual maturities of less than 90 days.

Interest rate risk

The Company's financial asset exposed to interest rate risk consists of cash. Management believes the risk of further increases in interest rates is considered low after the significant interest rate escalation observed during the year. As at June 30, 2025, the Company maintained all of its cash balance on deposit with a major Canadian and a major Peruvian bank.

Foreign currency risk

The Company has engaged a number of vendors in the pursuit of mineral exploration activities in Peru. As such, the Company is exposed to some foreign currency risk. Fluctuations in the exchange rate between the Canadian dollar, United States dollar, and the Peruvian sol may have an adverse effect on the Company's business and costs to proceed with preferred vendors. The Company does not enter into any foreign exchange hedging contracts. Cash held in the Peruvian entities is generally held in US dollars and converted to soles as required. As at June 30, 2025, the Company held foreign cash of US\$33,446 and S/16,333. A 10% movement in foreign exchange rates would have impacted the net loss by approximately \$5,192. Foreign currency risk will have an impact on the Company's net loss and net financial instruments.

8. CAPITAL MANAGEMENT

The Company's capital management objective is to maintain financial capacity that is strong to sustain the future development of the business.

FORTE MINERALS CORP.**NOTES TO CONDENSED CONSOLIDATED INTERIM STATEMENTS OF FINANCIAL STATEMENTS**

(Unaudited – expressed in Canadian Dollars)

FOR THE SIX MONTHS ENDED JUNE 30, 2025 AND 2024

8. CAPITAL MANAGEMENT (cont'd...)

The Company's capital structure includes shareholders' equity of \$4,505,215 (December 31, 2024 - \$2,658,948). The Company manages its capital structure to maximize its financial flexibility to adjust to changes in economic conditions. The Company is not subject to externally imposed capital requirements.

There were no changes to the Company's approach to capital management during the six months ended June 30, 2025.

9. SUBSEQUENT EVENTS*Private placement*

Subsequent to June 30, 2025, the Company completed a non-brokered private placement of 6,326,066 common shares at a price of \$0.90 per share for gross proceeds of \$5,693,459.

Option grant

Subsequent to June 30, 2025, the Company granted 1,450,000 stock options to directors, officers, employees and consultants, exercisable at a price of \$0.80 for a period of five years.

Option exercise

Subsequent to June 30, 2025, the Company issued 2,325,000 common shares upon the exercise of stock options at a price of \$0.12 per share, for total gross proceeds of \$279,000.