CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

(UNAUDITED)

FOR THE THREE AND SIX MONTHS ENDED JUNE 30, 2026

CONDENSED CONSOLIDATED INTERIM STATEMENTS OF FINANCIAL POSITION

(Unaudited - Expressed in thousands of Canadian dollars)

		At June 30 2026		At December 31 2025
ASSETS				
Current				
Cash and cash equivalents	$	72,120	$	77,061
Marketable Securities		455		-
Other receivables (note 4)		2,791		1,813
Prepaids and other assets		1,748		237
		77,114		79,111
Non-Current				
Mineral property, plant and equipment (note 5)		1,893		1,281
Evaluation and Exploration assets (note 3 and 5)		64,056		-
Total assets	$	143,063	$	80,392
LIABILITIES				
Current				
Accounts payable and accrued liabilities (note 6)	$	11,154	$	6,070
Flow-through share premium (note 11)		4,900		11,815
		16,054		17,885
Non-Current				
Closure cost provision		4,908		4,838
Other long-term liabilities		127		-
Total liabilities		21,089		22,723
EQUITY				
Share capital (note 7)		248,371		159,007
Contributed surplus		18,258		10,779
Warrants		3,346		3,346
Deficit		(148,001)		(115,463)
Total equity		121,974		57,669
Total liabilities and equity	$	143,063	$	80,392

Subsequent events (note 7 and 12)

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

CONDENSED CONSOLIDATED INTERIM STATEMENTS OF LOSS AND COMPREHENSIVE LOSS

(Unaudited - Expressed in thousands of Canadian dollars, except for share and per share amounts)

	Three Months Ended June 30		Six Months Ended June 30	
	2026	2025	2026	2025
OPERATING EXPENSES				
Mineral property expenditures				
Exploration drilling	$ 10,356	$ 5,306	$ 17,780	$ 9,079
Assaying	1,803	417	3,380	696
Geological and engineering services	1,682	249	2,314	700
Share based payments (note 8)	373	146	476	468
Salaries and wages	1,120	439	2,101	895
Environmental and community relations	1,050	177	1,595	356
Site facilities and maintenance	237	-	572	10
Other mineral property expenses	10	20	288	98
Operating and administrative				
Salaries and wages	734	351	1,838	1,018
Share based payments (note 8)	7,479	111	9,022	452
Professional fees	272	338	459	445
Marketing and promotion	281	-	281	-
Other operating and administrative Expenses	232	38	426	175
	25,629	7,592	40,532	14,392
OTHER INCOME (EXPENSE)				
Interest income, net	307	125	455	244
Foreign exchange gain (loss)	110	(196)	158	(197)
Closure cost provision accretion	(35)	(35)	(70)	(70)
Fair value adjustment – marketable securities	57	-	57	-
Renunciation of flow-through share premium (note 11)	4,042	-	6,915	-
	4,481	(106)	7,515	(23)
Net loss and comprehensive loss	$ (21,148)	$ (7,698)	$ (33,017)	$ (14,415)
Basic and diluted net loss per share	(0.09)	(0.04)	(0.15)	(0.08)
Weighted average number of common shares outstanding (in thousands):				
Basic and diluted	226,356	173,750	213,978	173,128

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

CONDENSED CONSOLIDATED INTERIM STATEMENTS OF CHANGES IN EQUITY

(Unaudited - Expressed in thousands of Canadian dollars, except share amounts)

	Share capital common shares	Share Capital	Shares to be issued	Contributed Surplus	Warrant Reserve	Deficit	Total Equity
	#	$	$	$	$	$	$
Balance, December 31, 2024	**168,872,139**	**73,271**	**1,000**	**8,401**	**3,346**	**(78,531)**	**7,487**
Private placement	4,877,851	9,756	(1,000)	-	-	-	8,756
Share based payments (note 8)	-	-	-	920	-	-	920
Share issue costs	-	(13)	-	-	-	-	(13)
Net loss for the period	-	-	-	-	-	(14,415)	(14,415)
Balance, June 30, 2025	**173,749,990**	**83,014**	**-**	**9,321**	**3,346**	**(92,946)**	**2,735**
Balance, December 31, 2025	**201,440,908**	**159,007**	**-**	**10,779**	**3,346**	**(115,463)**	**57,669**
Issuance of shares:							
Private placement (note 7)	23,636,364	65,000	-	-	-	-	65,000
Fokus acquisition rollover (note 3)	5,490,137	15,098	-	-	-	-	15,098
Fokus acquisition transaction costs (note 3)	803,550	2,210	-	-	-	-	2,210
Exercise of stock options (note 8)	3,805,869	6,531	-	(2,686)	-	-	3,845
Cancellation of stock options (note 8)	-	-	-	(479)	-	479	-
Private placement (note 7)	200,000	550	-	-	-	-	550
Cadillac replacement stock options (note 3)	-	-	-	1,389	-	-	1,389
Share based payments (note 8)	-	-	-	9,255	-	-	9,255
Share issue costs	-	(25)	-	-	-	-	(25)
Net loss for the period	-	-	-	-	-	(33,017)	(33,017)
Balance, June 30, 2026	**235,376,828**	**248,371**	**-**	**18,258**	**3,346**	**(148,001)**	**121,974**

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

CONDENSED CONSOLIDATED INTERIM STATEMENTS OF CASH FLOW

(Unaudited - Expressed in thousands of Canadian dollars)

	Three Months Ended June 30		Six Months Ended June 30	
	2026	2025	2026	2025
CASH (USED IN) PROVIDED BY:				
OPERATING ACTIVITIES				
Net loss for the period	$ (21,148)	$ (7,698)	$ (33,017)	$ (14,415)
Share based payments (note 8)	7,852	257	9,498	920
Renunciation of flow-through share premium (note 11)	(4,042)	-	(6,915)	-
Foreign exchange (gain) loss	(110)	196	(158)	197
Fair value adjustment – marketable securities	(57)	-	(57)	-
Depreciation	95	19	169	37
Closure cost provision accretion	35	35	70	70
	(17,375)	(7,191)	(30,410)	(13,191)
Changes in non-cash working capital				
Other receivables	742	(562)	(665)	(352)
Prepaids and other assets	(1,406)	-	(1,497)	-
Accounts payable and accrued liabilities	1,127	71	3,659	582
Net cash used in operating activities	(16,912)	(7,682)	(28,913)	(12,961)
INVESTING ACTIVITIES				
Additions of capital assets	(38)	(35)	(506)	(35)
Acquisition of Fokus Mining (note 3)	(44,775)	-	(44,775)	-
Net cash used in investing activities	(44,813)	(35)	(45,281)	(35)
FINANCING ACTIVITIES				
Proceeds from private placements	65,275	-	65,275	8,756
Proceeds from exercise of stock options	2,442	-	3,845	-
Share issue costs	(25)	-	(25)	(13)
Net cash provided by financing activities	67,692	-	69,095	8,743
Change in cash and cash equivalents	5,967	(7,717)	(5,099)	(4,253)
Foreign exchange effect on cash and cash equivalents	110	(196)	158	(197)
Cash and cash equivalents, beginning of period	66,043	16,650	77,061	13,187
Cash and cash equivalents, end of period	$ 72,120	$ 8,737	$ 72,120	$ 8,737

Cash and cash equivalents are comprised of:		
Cash	$ 21,739	$ 769
Term deposit	50,381	7,968
Cash and cash equivalents, end of period	$ 72,120	$ 8,737

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

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS FOR THE THREE AND SIX MONTHS ENDED JUNE 30, 2026

(Unaudited – Tabular amounts expressed in thousands of Canadian dollars, all other amounts expressed in Canadian dollars rounded to the nearest thousand unless otherwise noted, except for shares and per share amounts)

1. NATURE OF OPERATIONS

Cadillac Mines Corporation (the "Company" or "CMC") was incorporated on December 23, 2014, under the Ontario Business Corporations Act, under the name Gold Candle Ltd. On May 15, 2026, the Company legally changed the name to Cadillac Mines Corporation. The address of its registered head office is 123 Front Street West, Suite 905, Toronto, Ontario, Canada, M5J 2M2.

As at June 30, 2026, the Company is a privately held, exploration-stage mining company that is engaged in the acquisition, exploration and development of mineral properties. The Company has no producing properties and has not established any mineral reserves. Its activities are focused on advancing its principal asset, the Kerr-Addison Mine project. The Company's property consists of a 20,700 hectare land package located within the Larder Lake Mining District.

2. STATEMENT OF COMPLIANCE AND ACCOUNTING POLICIES

Statement of Compliance

These condensed consolidated interim financial statements have been prepared in accordance with International Accounting Standards ("IAS") 34, Interim Financial Reporting. The condensed consolidated interim financial statements should be read in conjunction with the audited annual consolidated financial statements for the year ended December 31, 2025. The Company's presentation currency is Canadian dollars ("CAD").

These financial statements were approved by the Board of Directors on August 13, 2026.

Accounting Policies

The material accounting policies followed in these condensed consolidated interim financial statements are consistent with those applied in the Company's audited annual consolidated financial statements for the year ended December 31, 2025.

Recent Accounting Pronouncements

The Company has considered the amendments to IFRS 9 *Financial Instruments* and IFRS 7 *Financial Instruments – Disclosures*. The amendments clarify the derecognition of financial liabilities and introduce an accounting policy option to derecognize financial liabilities that are settled through an electronic payment system. The amendments are effective for annual periods starting on or after January 1, 2026, and the Company has concluded that this amendment has no impact on the Company's condensed consolidated interim financial statements.

New Accounting Policy

In April 2026, the Company completed the acquisition of Fokus Mining Corporation ("Fokus") by acquiring all the issued and outstanding common shares of Fokus. The Company assessed the transaction under IFRS 3 Business Combinations and determined that the Fokus acquisition did not meet the definition of a business combination. Therefore, the Company accounted for the transaction as an asset acquisition. Refer to note 3 for more information.

The Company's policy is to capitalize mineral and or exploration rights acquired through a business combination or asset acquisition. Exploration and evaluation expenses incurred post acquiring the legal right to explore are expensed as incurred, in line with Company's existing policy.

Changes in Accounting Standards not yet Effective

In April 2024, the IASB issued IFRS 18 *Presentation and Disclosure in the Financial Statements* ("IFRS 18") replacing IAS 1 *Presentation of Financial Statements*. IFRS 18 introduces categories and defined subtotals in the statement of profit or loss, disclosures on management-defined performance measures, and requirements to improve the aggregation and disaggregation of information in the financial statements. As a result of IFRS 18, limited amendments to IAS 7 *Statement of Cash Flows* were also issued to require that entities use the operating profit subtotal as the starting point for the indirect method of reporting cash flows from operating activities and also to remove presentation alternatives for interest and dividends paid and received. Similarly, amendments to IAS 33 *Earnings per Share* were issued to permit disclosure of additional earnings per share figures using any other component of the statement of profit or loss, provided the numerator is a total or subtotal defined under IFRS 18. IFRS 18 is effective for annual reporting periods beginning on or after January 1, 2027, and is to be applied retrospectively, with early adoption permitted. The Company is currently assessing the impact of the standard on its financial statements.

3. ACQUISITION OF FOKUS MINING CORPORATION

On April 22, 2026, the Company completed the acquisition of Fokus Mining Corporation ("Fokus") by acquiring all the issued and outstanding common shares of Fokus, by way of a plan of arrangement (the "Arrangement"). Pursuant to the Transaction, shareholders (other than Rollover Shareholders) received $0.26 in cash for each common share held. Certain shareholders, including all of Fokus' directors and officers (collectively, the "Rollover Shareholders"), entered into rollover agreements with Cadillac Mines ("Rollover Agreements"), pursuant to which they have agreed to transfer their Shares to Cadillac Mines in exchange for shares of Cadillac Mines. All rollovers will occur at an equivalent value to the cash purchase price of $0.26 per Share. The Company paid $44,648,000 in cash consideration to shareholders, and issued 5,490,137 in shares to Rollover Shareholders, with a value of $15,098,000.

Management determined that the acquisition of Fokus did not meet the definition of a business combination in accordance with IFRS 3 - Business Combinations. Accordingly, the Company has accounted for the transaction as an asset acquisition. The allocation of the purchase price to the net assets acquired are as follows:

Purchase price		
Cash consideration	$	44,648
Fair value of rollover shares		15,098
Replacement options issued		1,389
Transaction costs		769
Total consideration		61,904
Net assets acquired		
Cash and cash equivalents		642
Exploration and evaluation asset		64,056
Other assets		724
Accounts payable and other liabilities		(3,518)
		61,904

As part of the closing of the transaction, all remaining Fokus stock options immediately vested, and were converted to Cadillac Mines replacement stock options. The Company issued 731,309 stock options, with an average converted exercise price of $1.36 per stock option and priced using a Black-Scholes option pricing model. The Company estimates volatility for valuation purposes using an average of peer-company data, as it is not publicly traded as of June 30, 2026. The peer group selected consisted of mining companies with similar staged assets. The share price used in the calculation was in line with private placement share issuances.

	2026
Risk-free interest rate	2.91%
Expected stock price volatility	72.0%
Expected life	3.4 years
Expected dividend yield	–
Fair value per options granted	$1.90

Total consideration of $44,775,000 was paid, net of cash received and transaction costs paid.

4. OTHER RECEIVABLES

Other receivables balance consists of:

	At June 30 2026	At December 31 2025
Sales tax receivable	$ 2,791	$ 1,813
	$ 2,791	$ 1,813

5. MINERAL PROPERTY, PLANT AND EQUIPMENT

The mineral property, plant and equipment ("PPE") consist of buildings, equipment, as well as exploration and evaluation assets. A continuity summary is as follows:

	PP&E	Exploration & Evaluation	Total
Cost:			
At January 1, 2025	$ 716	$ -	$ 716
Additions	733	-	733
At December 31, 2025	$ 1,449	$ -	$ 1,449
Additions	781		781
Acquisition of Fokus (note 3)	-	64,056	64,056
At June 30, 2026	$ 2,230	$ 64,056	$ 66,286
Accumulated depreciation:			
At January 1, 2025	$ 72	$ -	$ 72
Depreciation	96	-	96
At December 31, 2025	$ 168	$ -	$ 168
Depreciation	169	-	169
At June 30, 2026	$ 337	$ -	$ 337
Carrying value:			
At December 31, 2025	$ 1,281	$ -	$ 1,281
At June 30, 2026	$ 1,893	$ 64,056	$ 65,949

Depreciation is included within other mineral property expenditures.

6. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

The accounts payable and accrued liabilities balance consists of:

	At June 30 2026	At December 31 2025
Trade payables and accrued liabilities	$ 11,039	$ 6,070
Other	115	-
	$ 11,154	$ 6,070

7. SHARE CAPITAL

Authorized and Outstanding

Common shares – unlimited without par value. The Company has 235,376,828 common shares outstanding as of June 30, 2026 (December 31, 2025 – 201,440,908).

	Number of Common Shares		Share Capital
Balance, January 1, 2025	168,872,139	$	73,271
Shares issued through:			
Private placement	4,877,851		9,756
Private placement	16,054,554		44,150
Private placement	11,636,364		44,218
Flow-through share premium	-		(12,218)
Share issue costs	-		(170)
Balance, December 31, 2025	201,440,908	$	159,007
Shares issued through:			
Fokus private placement (i)	23,636,364		65,000
Fokus acquisition – rollover shares (ii)	5,490,137		15,098
Fokus acquisition – transaction costs (ii)	803,550		2,210
Private Placement (iii)	200,000		550
Exercise of stock options	3,805,869		6,531
Share issue costs	-		(25)
Balance, June 30, 2026	235,376,828	$	248,371

Share issuances

i. In connection with the Fokus acquisition (note 3), the Company issued 23,636,364 common shares via private placement at $2.75 per share for gross proceeds of $65.0 million. Of the proceeds raised, $44.6 million was paid to Fokus shareholders as part of the arrangement. The remaining funds will be used for continuing operations.
ii. On April 22, 2026, as part of the Fokus acquisition (note 3), the Company permitted certain shareholders to convert their existing Fokus shares into Cadillac Mining shares. A total of 5,490,137 Cadillac Mining shares were issued at $2.75 per share upon conversion. Additionally, 803,550 common shares were issued as part of settling advisory fees upon close of the transaction at $2.75 per share in-lieu of cash payments.
iii. In March 2026, the Company issued 100,000 common shares at $2.75 per share in connection with the purchase of property within the McGarry Township. This amount has been capitalized as property, plant and equipment in note 5. The Company also issued 100,000 at $2.75 per share as part of private placement in connection with employment agreements.

Shares to be issued

On May 8, 2026, Gold Candle announced that it has entered into a binding asset purchase agreement with Pan American Silver Corp. (“Pan American”) pursuant to which the Company will acquire all the assets that comprise Pan American’s Larder Property in exchange for 15 million common shares of the Company. Assuming the timely satisfaction of all closing conditions, the Transaction is expected to close during the third quarter of 2026.

8. SHARE-BASED COMPENSATION

Share based compensation

Share-based compensation arrangements include share options, and performance share units. Share-based compensation is recorded over the vesting period, as follows.

	Three months ended June 30		Six months ended June 30	
	2026	2025	2026	2025
Share based compensation expense				
Mineral property expense				
Equity settled: stock options	$ 373	$ 146	$ 476	$ 468
Operating and administrative expense				
Equity settled:				
Stock options	755	111	1,259	452
Performance share units	6,302	-	7,341	-
Deferred share units	180	-	180	-
Cash settled:				
Restricted share units	127	-	127	-
Deferred share units	115	-	115	-
Share based compensation expense	$ 7,852	$ 257	$ 9,498	$ 920

An additional $7,665,000 in share-based compensation expense remains to be recognized, until April 2029, on outstanding stock options and performance share units as at June 30, 2026.

Stock Options

The Company has a stock option plan (the "Plan"), under which the Company may grant options to directors, officers, employees, and third-party service providers. The purpose of the Plan is to reward, attract, retain and motivate directors, officers, and certain third-party service providers by providing them with the opportunity to acquire a proprietary interest in the Company and benefit from its growth. The options granted under the Plan are non-assignable, have a term of up to 7 years, and vest over periods of up to three years from the date of issue.

A continuity summary of the stock options is presented below:

	2026	
	Number of Common Shares	Weighted Average Exercise Price per Share (CAD)
Stock options outstanding, January 1, 2026	18,801,000	$ 1.36
Grants	2,820,213	2.75
Fokus replacement options (note 3)	731,309	1.36
Exercises	(3,805,869)	1.10
Cancellations	(457,480)	1.76
Forfeitures	(341,560)	1.85
Stock options outstanding, June 30, 2026	17,747,613	$ 1.62

During the six months ended June 30, 2026, 457,480 stock options were cancelled to allow the option holders to settle withholding taxes. An amount of $479,000 was transferred to deficit.

Options to purchase common shares outstanding at June 30, 2026, carry exercise prices and remaining terms to maturity as follows:

	Options Outstanding			Options Exercisable	
Exercise price ($/option)	Number of options	Weighted average exercise price per option	Weighted average remaining contractual life (years)	Number of options	Weighted average exercise price per option
$ 0.50 to $ 0.99	1,275,000	0.76	0.98	1,275,000	0.76
$ 1.00 to $ 1.49	9,727,400	1.12	2.25	9,477,397	1.13
$ 1.50 to $ 1.99	-	-	-	-	-
$ 2.00 to $ 2.49	2,225,000	2.00	3.12	1,014,106	2.00
$ 2.50 to $ 2.75	4,520,213	2.75	4.03	-	-
Stock options outstanding	17,747,613	1.62	2.72	11,766,503	1.16

During the six months ended June 30, 2026, the Company granted 2,820,213 stock options (2,421,000 issued during the six months ended June 30, 2025). The Company estimates volatility for valuation purposes using an average of peer-company data, as it is not publicly traded. The peer group selected consisted of mining companies with similar staged assets. The share price used in the grants was priced in-line with private placement share issuances. The following table presents the weighted average fair value assumptions used in the Black-Scholes valuation for the six months ended June 30:

	2026	2025
Share price at grant date	$2.75	$2.00
Risk-free interest rate	3.14%	2.82%
Expected stock price volatility	70.0%	70.0%
Expected life	3.5 years	4.12 years
Expected dividend yield	–	–
Fair value per options granted	$1.41	$1.11

Performance Share Units

The Company granted performance share units (“PSU”) to certain executives in 2026. Each PSU represents the right to receive one common share, and vest only if the Company achieves a certain share price. The PSUs vested as the Company completed an Initial Public Offering in July 2026 at an issuance price of $6.90 per share.

During the six months ended June 30, 2026, the Company granted 3,500,000 PSUs, with no PSUs issued in prior years. The PSUs are valued using a Monte Carlo model and the Company estimates volatility for valuation purposes using an average of peer-company data, as the Company is not publicly traded. The peer group selected consisted of mining companies with similar assets. The share price used in the grants were priced in-line with private placement share issuances. For each issuance of PSUs, half vests at a specific trigger price, and the remaining half at another specific trigger price. The assumptions used in the valuation are:

Units Granted	500,000	3,000,000
Share price	$2.75	$2.75
Trigger price	$5.00 / $6.00	$3.00 / $4.00
Risk-free interest rate	2.76%	2.76%
Expected stock price volatility	70%	70%
Expiry date	3.6 years	3.7 years
Expected dividend yield	–	–

The valuation resulted in a PSU fair value of $9,558,000 of which $6,302,000 and $7,341,000 was recorded in share-based compensation for the three and six months ended June 30, 2026, respectively. The remaining amount will be recognized through the third quarter of 2026.

Restricted Share Units

The Company granted restricted share units (“RSU”) to certain executives in April 2026. RSUs will be cash settled upon the vesting date, which is three years after the grant date. During the six months ended June 30, 2026, the Company granted 976,736 RSUs, whereas no RSUs were issued in prior years. The Company recognized an expense of $127,000 in the three and six months ended June 30, 2026.

Deferred Share Units

The Company granted deferred share units (“DSU”) to the Board of Directors in April 2026. DSUs will be cash or equity settled at the Company’s discretion. Annual grants will vest one year after the grant date and be cash settled, whereas DSUs granted in lieu of director fees will immediately vest and be equity settled. During the six months ended June 30, 2026, the Company granted 278,175 DSUs, whereas no DSUs were issued in prior years. The Company recognized an expense of $295,000 in the three and six months ended June 30, 2026.

9. RELATED PARTY TRANSACTIONS

Compensation of Key Management Personnel

Key management personnel are those persons having authority and responsibility for planning, directing and controlling the activities of the Company, directly or indirectly. Key management personnel include the Company’s executive officers, vice presidents and members of its Board of Directors.

The following compensation was awarded to key management personnel for the period ended:

	Three months ended June 30		Six months ended June 30	
	2026	2025	2026	2025
Salary and wages	$ 748	$ 157	$ 1,432	$ 841
Share-based compensation				
Stock options	891	200	1,616	697
Performance share units	6,302	-	7,341	-
Restricted share units	127	-	127	-
Deferred share units	295	-	295	-
Key management personnel compensation	$ 8,363	$ 357	$ 10,811	$ 1,538

The PSUs are equity settled instruments payable only if the Company’s share price achieves specific share price targets and therefore payment is not guaranteed. Refer to note 8 for information on the valuation approach.

10. FAIR VALUE OF FINANCIAL INSTRUMENTS

Fair value estimates of financial instruments are made at a specific point in time, based on relevant information about financial markets and specific financial instruments. As these estimates are subjective in nature, involving uncertainties and matters of significant judgment, they cannot be determined with precision. Changes in assumptions can significantly affect estimated fair values.

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 Company classifies its marketable securities as a Level 1 financial instrument. The carrying value of cash and cash equivalents, other receivables, accounts payable and accrued liabilities approximate their fair value due to the short-term nature of these instruments.

11. FLOW-THROUGH COMMITMENTS

As a result of the Company's flow-through financings in 2025, the Company is committed to incur qualifying resource expenditures. As of June 30, 2026, Company had not fulfilled its obligation related to the charity flow through shares issued in August 2025, expects to satisfy its commitment through 2026. The amount of unspent qualifying resource expenditures as of June 30, 2026, is $17,733,000.

In conjunction with the August 2025 charity flow-through share issuance, the Company initially recorded a liability of $12,218,000 related to the share price premium realized upon issuance. During the three and six months ended June 30, 2026, the Company incurred eligible exploration expenditures and recorded $4,042,000 and $6,915,000, respectively related to the amortization of the flow-through share premium. Additionally, as the Company fully renounced the expenditures in 2025, the Company is required to accrue an interest expense payable to the Canadian Government on unspent funds and recorded an expense of $173,000 and $343,000 for the three and six months of June 30, 2026. The interest expense is netted against interest income.

12. SUBSEQUENT EVENT

Cadillac Mines Launched Initial Public Offering

Subsequent to quarter end, on July 20, 2026, the Company formally launched its initial public offering (the "Offering IPO"). The Company's common shares commenced trading on the Toronto Stock Exchange ("TSX") under the stock ticker of CADY on July 24, 2026, on an "if, as and when issued" basis, and were listed to the TSX on August 4, 2026, at 5:01 pm. The Offering IPO was 55,081,700 common shares of the Company (the "Offered Common Shares") at a price of $6.90 per Offered Common Share (the "CS Offering Price") and 6,303,000 special flow-through shares of the Company (the "Special FT Shares" and, together with the Offered Common Shares, the "Offered Shares") at a price of $9.52 per Special FT Share (the "Special FT Offering Price") for total gross proceeds of approximately $440 million (the "Offering").

The Offering consisted of a treasury offering by Cadillac Mines of 18,845,000 Offered Common Shares at the CS Offering Price and 6,303,000 Special FT Shares at the Special FT Offering Price, for gross proceeds of $190.0 million to Cadillac Mines, and a secondary offering by certain shareholders of the Company (the "Selling Shareholders") of 36,236,700 Offered Common Shares at the CS Offering Price, for gross proceeds of $250.0 million to the Selling Shareholders. The secondary offering included 8,006,700 Offered Common Shares sold to the underwriters upon exercise of their option to acquire additional Offered Common Shares at the CS Offering Price (the "Over-Allotment Option"), which was exercised in full. The Company did not receive any of the proceeds from the sale of Offered Common Shares pursuant to the exercise of the Over-Allotment Option. The Over-Allotment Option closed on August 5, 2026, concurrently with the closing of the Offering.

The Company concurrently entered into a subscription agreement with Agnico Eagle Mines Limited ("Agnico") pursuant to which Agnico subscribed for 8,696,000 common shares of the Company at the CS Offering Price on a private placement basis (the "Agnico Private Placement") for gross proceeds of $60.0 million. The Agnico Private Placement closed concurrently with the closing of the Offering.

The Offering closed on August 5, 2026, and the Company received gross proceeds of $250.0 million which were partially offset by transaction costs and fees of approximately $13.2 million.