

MOON RIVER MOLY LTD.
(FORMERLY MOON RIVER CAPITAL LTD.)
CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS
FOR THE THREE MONTHS ENDED MARCH 31, 2026 and 2025
(Expressed in Canadian Dollars)
UNAUDITED PREPARED BY MANAGEMENT

Notice of disclosure of non-auditor review of condensed interim consolidated financial statements pursuant to National Instrument 51-102, Part 4, subsection 4.3(3)(a) issued by the Canadian Securities Administrators.

The accompanying condensed interim consolidated financial statements of the Company have been prepared in accordance with International Accounting Standard 34, Interim Financial Reporting, using accounting policies consistent with International Financial Reporting Standards and are the responsibility of the Company's management.

The Company's auditors have not performed an audit or a review of these condensed interim consolidated financial statements.

MOON RIVER MOLY LTD.

CONDENSED INTERIM CONSOLIDATED STATEMENTS OF FINANCIAL POSITION

AS AT MARCH 31, 2026 AND DECEMBER 31, 2025

Unaudited - prepared by management

(Expressed in Canadian dollars)

		March 31 2026	December 31 2025
	Notes	\$	\$
ASSETS			
Current			
Cash and cash equivalents		3,295,026	784,953
Restricted cash and short-term investments	4	2,860,261	2,869,100
Amounts receivable	5	624,731	551,135
Prepaid expense		433,066	460,070
		<u>7,213,084</u>	<u>4,665,258</u>
Restricted cash	4	26,082,691	27,045,528
Property, plant and equipment	6	2,506,629	2,423,621
		<u>28,589,320</u>	<u>29,469,149</u>
Total assets		<u>35,802,404</u>	<u>34,134,407</u>
LIABILITIES			
Current			
Amounts payable and accrued liabilities	7,16	693,655	1,225,262
Provision for care & maintenance	9	2,860,261	2,869,100
		<u>3,553,916</u>	<u>4,094,362</u>
Earnout payment liability	8	2,281,019	2,281,019
Provision for care & maintenance	9	6,534,574	7,061,956
Provision for reclamation	10	22,431,316	22,572,345
		<u>34,800,825</u>	<u>36,009,682</u>
SHAREHOLDERS' EQUITY			
Capital stock	11	8,735,167	5,907,109
Warrants	12	254,803	-
Share-based payment	13	1,051,472	1,044,977
Deficit		(9,039,863)	(8,827,361)
		<u>1,001,579</u>	<u>(1,875,275)</u>
Total liabilities and shareholders' equity		<u>35,802,404</u>	<u>34,134,407</u>

Nature of operations - Note 1

Commitments & contingencies – Note 19

Approved on behalf of the board on May 26, 2026

"Paul Parisotto"
Paul Parisotto, Director

" Ian McDonald "
Ian McDonald, Director

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

MOON RIVER MOLY LTD.

CONDENSED INTERIM CONSOLIDATED STATEMENTS OF LOSS AND COMPREHENSIVE LOSS FOR THE THREE MONTHS ENDED MARCH 31, 2026 AND 2025

Unaudited - prepared by management

(Expressed in Canadian dollars)

	Notes	2026 \$	2025 \$
Expenses			
Acquisition and evaluation expenses	3	116,447	254,813
Corporate administration	14	319,530	368,324
Share based payment		6,495	39,524
Changes to fair value of reclamation provision	10	(139,047)	2,285,483
Depreciation	6	3,527	3,528
Loss before other items		306,952	2,951,672
Other items			
Interest income		(187,304)	(353,021)
Finance cost		92,854	-
Net loss and comprehensive loss for the period		212,502	2,598,651
Net loss per common share			
- Basic and diluted		0.006	0.079
Weighted average common shares outstanding			
- Basic and diluted		37,542,996	32,960,000

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

MOON RIVER MOLY LTD.

CONDENSED INTERIM CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY FOR THE THREE MONTHS ENDED MARCH 31, 2026 AND 2025

Unaudited - prepared by management
(Expressed in Canadian dollars)

	Number of Common Shares	Capital Stock \$		Share-Based Payment \$	Deficit \$	Total \$
Balance January 1, 2025	32,960,000	5,773,539	49,500	908,533	(7,493,440)	(761,868)
Vesting of previously issued stock options	-	-	-	(3,868)	-	(3,868)
Stock options cancelled	-	-	-	-	43,393	43,393
Net loss for the year	-	-	-	-	(2,598,651)	(2,598,651)
Balance March 31, 2025	32,960,000	5,773,539	49,500	904,665	(10,048,698)	(3,320,994)
Balance January 1, 2026	33,296,280	5,907,109	-	1,044,977	(8,827,361)	(1,875,275)
Vesting of previously issued stock options	-	-	-	6,495	-	6,495
Common shares issued	4,246,716	3,414,360	-	-	-	3,414,360
Share issue cost	-	(586,302)	59,454	-	-	(526,848)
Warrants issued	-	-	195,349	-	-	195,349
Net loss for the year	-	-	-	-	(212,502)	(212,502)
Balance March 31, 2026	37,542,996	8,735,167	254,803	1,051,472	(9,039,863)	1,001,579

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

MOON RIVER MOLY LTD.

CONDENSED INTERIM CONSOLIDATED STATEMENTS OF CASH FLOW FOR THE THREE MONTHS ENDED March 31, 2026 AND 2025

Unaudited - prepared by management
(Expressed in Canadian dollars)

	2026 \$	2025 \$
Cash flows from operating activities		
Net loss for the period	(212,502)	(2,598,651)
Share-based payments	6,495	39,524
Depreciation	3,527	3,528
Change in reclamation provision	(139,047)	2,285,483
Payment for Endako reclamation expenditures	(1,982)	(582,453)
Payment for Endako care and maintenance expenditures	(536,221)	(573,393)
Decrease in restricted cash	971,676	1,562,660
	91,946	136,698
Movements in working capital		
Decrease (increase) in amounts receivable and prepaid expenses	(46,592)	(243,918)
Increase (decrease) in accounts payable and accrued liabilities	(531,607)	(658,040)
Net cash used in operating activities	(486,253)	(765,260)
Cash flows from investing activities		
Additions to equipment	(86,535)	-
Net cash used in investing activities	(86,535)	-
Cash flows from financing activities		
Proceeds from private placement financing (note 11)	3,609,709	-
Share issue costs	(526,848)	-
Net cash received from financing activities	3,082,861	-
Change in cash and cash equivalents	2,510,073	(765,260)
Cash and cash equivalents, beginning of period	784,953	2,286,359
Cash and cash equivalents, end of period	3,295,026	1,521,099
Supplemental information:		
Fair value of Broker Warrants issued in private placement financing	59,454	-

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

MOON RIVER MOLY LTD.

NOTES TO CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS FOR THE THREE MONTHS ENDED MARCH 31, 2026 AND 2025 (Expressed in Canadian dollars)

1. NATURE OF OPERATIONS

Moon River Moly Ltd. (formerly Moon River Capital Ltd.) (the "**Company**" or "**Moon River**") was incorporated under the laws of the Province of Ontario on August 6, 2019. The Company completed its initial public offering on March 20, 2020 and its common shares are traded on the TSX Venture Exchange ("**TSXV**"). The Company's registered office is at 100 King Street West, Suite 7010 PO Box 70 Toronto Ontario M5X 1B1.

Prior to November 15, 2023, the Company was a Capital Pool Company ("**CPC**") within the meaning of the TSXV Policy 2.4 that had not commenced commercial operations and had no assets other than cash. The Company did not carry on business, other than the identification and evaluation of companies, business, or assets with a view to completing a proposed Qualifying Transaction ("**QT**") as specifically contemplated in the CPC policies of the TSXV.

On November 15, 2023, the Company completed the acquisition of all of Generation Mining Limited's ("**GM**") rights and interests in the Davidson Property consisting of six mineral leases covering approximately 1,631.8 hectares and seven mineral claims covering 2,202.02 hectares located near the town of Smithers, British Columbia, which hosts a large molybdenum-tungsten deposit (the "**Davidson Property**"). The transaction constituted the Company's QT as defined in Policy 2.4 – Capital Pool Companies of the TSXV.

Following the completion of the QT, the TSXV approved the listing of the common shares of the Company as a tier 2 mining issuer and the common shares resumed trading on the TSXV under the ticker symbol "**MOO.V**" (previously "**MOO.P**") on November 20, 2023.

On May 17, 2024, the Company filed Articles of Amendment under the Business Corporations Act with the Province of Ontario, changing its name from Moon River Capital Ltd. To Moon River Moly Ltd.

There has been no determination whether the Company's interests in its properties contain mineral resources which are economically recoverable. Significant expenditures are required to locate and establish mineral deposits, to develop metallurgical processes and to construct mining and processing facilities. The Company's continued existence is dependent upon discovery of economically recoverable reserves, the ability to obtain necessary financing to complete development and future profitable production or proceeds from disposition. The Company's acquisition, exploration and evaluation operations are subject to government legislation, policies and controls relating to prospecting, development, production, environmental protection, mining taxes and labour standards. In order for the Company to carry out its evaluation, development and mining activities, the Company is required to hold certain permits. There is no assurance that the Company's existing permits will be renewed or that new permits that are applied for will be granted. The Company has taken steps to verify title to properties in which it has an interest in accordance with industry standards for the current stage of development of such properties, however, these procedures do not guarantee the Company's title. Property title may be subject to government licensing requirements, social licensing requirements, unregistered prior agreements, unregistered claims, aboriginal claims and non-compliance with regulatory requirements. The Company's properties may also be subject to increases in taxes and royalties, renegotiating contracts, and political uncertainty.

These condensed interim consolidated financial statements are prepared on the basis that the Company will continue as a going concern, which assumes that the Company will be able to meet its obligations and continue its operations for the next twelve months at the minimum. There are material uncertainties that may cast significant doubt about the appropriate use of the going concern assumption as the Company is in the exploration and evaluation stage and has not generated any revenues. At March 31, 2026, the Company has an accumulated deficit of \$9.0 million, incurred a net loss of \$0.2 million (2025 - \$2.6 million) for the three months ended March 31, 2026 and expects to incur further losses in the development of its business.

MOON RIVER MOLY LTD.

NOTES TO CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS FOR THE THREE MONTHS ENDED MARCH 31, 2026 AND 2025 (Expressed in Canadian dollars)

2. SIGNIFICANT ACCOUNTING POLICIES

Statement of Compliance

These unaudited condensed interim consolidated financial statements have been prepared for the three months ended March 31, 2026, including comparative figures where applicable, in accordance with International Accounting Standard ("IFRS"), and in particular in accordance with International Accounting Standard 34, Interim Financial Reporting as issued by the International Accounting Standards Board. They have been prepared using the accounting policies the Company expects to adopt in its financial statements as at and for the year ending December 31, 2026.

These unaudited condensed interim consolidated financial statements do not include all of the information required for full annual consolidated financial statements and should be read in conjunction with the Company's audited financial statements for the year ended December 31, 2025, prepared in accordance with IFRS.

These financial statements were authorized for issuance by the Board of Directors of the Company on May 26, 2026.

Basis of Presentation

Subsidiaries are entities controlled by the Company. These interim condensed consolidated financial statements include the accounts of the Company and those of its wholly owned subsidiary Moon River Molybdenum BC Ltd. As a result of consolidating the subsidiary company, these condensed interim consolidated financial statements include Moon River Molybdenum BC Ltd's 25% interests in the assets, liabilities, income and expenses of the Endako Mine joint operation. The financial statements of the subsidiary are prepared using consistent accounting policies for the period presented. All intercompany balances and transactions have been eliminated.

Use of Judgements

The preparation of financial statements requires management to make judgments, estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities, and income and expenses. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis of determining the reported values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates. Significant judgements include the accounting for acquisitions and joint arrangements, discount rates and projected cash flows used in determining the fair value of the provisions for care and maintenance and reclamation liabilities.

New Accounting Standards

The following accounting standards and amendments to accounting standards issued by the IASB have not yet been adopted by the Company. The Company is evaluating the impact of these standards and amendments on its consolidated financial statements.

IFRS 18 – Presentation and Disclosure in Financial Statements

In April 2024, the IASB issued IFRS 18 which sets out requirements for the presentation and disclosure of information in the financial statements. IFRS 18 will replace IAS 1 Presentation of Financial Statements but carries forward many of the requirements from IAS 1. The standard introduces new defined subtotals to be presented in the consolidated statements of operations, disclosure of management-defined performance measures related to the income statement and requirements for grouping of information. IFRS 18 is effective for annual periods beginning on or after January 1, 2027, with earlier adoption permitted.

MOON RIVER MOLY LTD.

NOTES TO CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS FOR THE THREE MONTHS ENDED MARCH 31, 2026 AND 2025 (Expressed in Canadian dollars)

2. SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

New Accounting Standards (continued)

Comparative information

Certain comparative information has been reclassified in the prior year to conform to the current years presentation. Specifically, Parts and supplies inventory in the prior year has been reclassified to Property, plant and equipment as it relates to spare parts for specific equipment that are long-term in nature.

3. MINERAL PROPERTIES AND ACQUISITION AND EVALUATION EXPENSES

Davidson Property

The Davidson Property consists of six mineral leases covering 1,631.80 hectares and eleven mineral claims covering 3,266.36 hectares, located near the town of Smithers, British Columbia, which host a molybdenum-tungsten deposit.

The rights to remove and ship therefrom all ore, bullion, concentrates and minerals recovered in any manner from the Davidson Property (collectively, the “**Rights**”) were held by Generation Mining Limited (“**GM**”) through the Davidson Agreement, which was entered on April 1, 2016 between a predecessor of GM and Roda Holdings Inc. (“**Roda**”). The Company acquire all of GM’s Rights in the Davidson Property in November 2023.

Roda maintains registered title to the Davidson Property, and shall transfer the title to Moon River upon either: (i) Moon River obtaining bona fide funding commitments in amounts sufficient to construct a mine capable of mining at least 500,000 tons of ore per year where registration of title documents is required by the parties providing funding; or (ii), on notice to Roda of commencement of commercial production at levels sufficient to result in the mining of at least 500,000 tons of ore within one year from commencement of commercial production. In consideration of the Rights, Moon River shall pay Roda \$100,000 per fiscal year and reimburse Roda for the annual lease and property maintenance payments in connection with the mining leases.

Upon transfer of title from Roda to Moon River, Moon River shall pay Roda a 3% Net Smelter Royalty (“**NSR**”). If the NSR payments to Roda in a fiscal year are less than \$100,000, Moon River must make a payment to Roda equivalent to the difference between the NSR payments for the fiscal year and \$100,000. As security for the performance of Moon River’s obligations under the Davidson Agreement, Roda also has a first ranking mortgage of and security interest in Moon River’s right, title and interest in the Davidson Agreement, the Davidson Property and minerals and mineral products extracted or produced therefrom.

Moon River has a right of first refusal in respect of the transfer from Roda to any third party of all or any part of the Davidson Property, the NSR, or any of Roda’s rights under the Davidson Agreement.

The Company incurred mineral evaluation costs of \$103,740 (2025 - \$206,205) on the Davidson Property in the three months ended March 31, 2026.

MOON RIVER MOLY LTD.

NOTES TO CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS FOR THE THREE MONTHS ENDED MARCH 31, 2026 AND 2025 (Expressed in Canadian dollars)

3. MINERAL PROPERTIES AND ACQUISITION AND EVALUATION EXPENSES (CONTINUED)

Endako Mine

On May 30, 2024, the Company closed the transaction to acquire a 25% participating interest in the Endako molybdenum mine complex in British Columbia (the “**Endako Mine**”) through the acquisition of all outstanding shares of Sojitz Moly Resources Inc. (“**SMR**”), a wholly owned subsidiary of Sojitz Corporation (“**Sojitz**”), pursuant to a share purchase agreement dated February 28, 2024 (the “**SPA**”), with Sojitz (the “**Endako Acquisition**”).

The Endako Mine is managed through the Endako joint venture pursuant to an Exploration, Development and Mine Operating Agreement dated as of June 12, 1997 (the “**Endako JV**”) between SMR (now Moon River Molybdenum BC Ltd.) and the 75% interest holder Thompson Creek Mining Ltd. (now Thompson Creek Metals Company Inc.) (“**TCM**”), a subsidiary of Centerra Gold Inc.

Mining operations at the Endako Mine began in 1965 and were suspended in December 2014, not long after the commissioning of a new mill in 2012, because of market conditions. The Endako Mine has been placed on care and maintenance and managed by its 75% interest holder TCM since July 2015.

Exploration and evaluation costs of \$12,707 (2025 - \$48,608) related to Endako were expensed in the three months ended March 31, 2026.

The following table summarizes the Company’s cumulative acquisition, exploration and evaluation expenditures which have been expensed according to the Company’s accounting policy:

	March 31 2026	Additions 2026	December 31 2025	Additions 2025	December 31 2024
	\$	\$	\$	\$	\$
Davidson Property	4,929,136	103,740	4,825,396	477,183	4,348,213
Endako Mine	1,026,824	12,707	1,014,117	848,220	165,897
Total	5,955,960	116,447	5,839,513	1,325,403	4,514,110

4. RESTRICTED CASH

	March 31 2026	December 31 2025
	\$	\$
Cash held in escrow	77,952	29,628
Short-term investments held in escrow	2,782,309	2,839,472
	2,860,261	2,869,100
Non-current: short-term investment held in escrow	977,691	1,940,528
Non-current: reclamation bond	25,105,000	25,105,000
	28,942,952	29,914,628

On July 4, 2025, the province of British Columbia issued an amended permit to increase the reclamation security on the Endako Mine. As a result, the Company’s share of the reclamation bond on the Endako Mine, in the form of a cash backed letter of credit issued to the Province of British Columbia, increased from \$15,475,000 to \$25,105,000. The increase in the reclamation bond was funded by the Company’s restricted cash held in escrow. The Company incurred finance cost of \$92,854 in the three months ended March 31, 2026, in connection with the cash backed letter of credit.

In addition, the Company has \$3,837,952 (December 31, 2025 - \$4,809,628) cash held in escrow to be used for future care and maintenance and reclamation of the Endako Mine at March 31, 2026. The Company’s restricted cash is held in Guaranteed Investment Certificates or interest-bearing saving accounts (note 15).

MOON RIVER MOLY LTD.

NOTES TO CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS FOR THE THREE MONTHS ENDED MARCH 31, 2026 AND 2025 (Expressed in Canadian dollars)

5. AMOUNTS RECEIVABLE

	March 31 2026	December 31 2025
	\$	\$
HST recoverable	35,788	128,645
Accrued interest on short term cash deposit	534,741	415,629
Other	54,202	6,861
	<u>624,731</u>	<u>551,135</u>

6. PROPERTY, PLANT AND EQUIPMENT

The Company acquired property, plant and equipment (“PP&E”) through the acquisition of the Endako Mine on May 30, 2024 (note 3). The following is a summary of the carrying value of the Company’s share of the PP&E at the Endako Mine at March 31, 2026:

	Land	Buildings	Equipment & Vehicles	Total
	\$	\$	\$	\$
Net book value at December 31, 2024	16,398	26,744	2,394,588	2,437,730
Depreciation	-	-	(14,109)	(14,109)
Net book value at December 31, 2025	<u>16,398</u>	<u>26,744</u>	<u>2,380,479</u>	<u>2,423,621</u>
Additions	-	-	86,535	86,535
Depreciation	-	-	(3,527)	(3,527)
Net book value at March 31, 2026	<u>-</u>	<u>-</u>	<u>2,463,487</u>	<u>2,506,629</u>

The Company had no PP&E prior to the acquisition of Endako Mine. Building and equipment in the amount of \$2,506,629, are not being depreciated as they are not in use and are reflected at cost at March 31, 2026 and December 31, 2025.

7. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

	March 31 2026	December 31 2025
	\$	\$
Accounts payable	425,343	215,818
Payable to related parties (note 16)	2,825	2,825
Accrued liabilities	265,487	1,006,618
Total accounts payable and accrued liabilities	<u>693,655</u>	<u>692,265</u>

8. EARNOUT PAYMENT LIABILITY

As a consideration for the Endako Acquisition (note 3), the Company paid \$1 to Sojitz and agreed to make four earn-out payments, contingent on the annualized average market price of molybdenum (“Mo”) reaching or exceeding US\$26 per pound (USD per lb Mo) during the prior year, payable annually to Sojitz beginning on May 30, 2027 and ending on May 30, 2030 (the “**Earn Out Payments**”) in accordance with the following table:

MOON RIVER MOLY LTD.

NOTES TO CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS FOR THE THREE MONTHS ENDED MARCH 31, 2026 AND 2025 (Expressed in Canadian dollars)

8. EARNOUT PAYMENT LIABILITY (CONTINUED)

Average market price of molybdenum during the prior year (USD per lb Mo)	Payment to Sojitz (CAD)
Less than \$26.00	\$0
\$26.00-\$26.99	\$2,000,000
\$27.00-\$27.99	\$2,200,000
\$28.00-\$28.99	\$2,400,000
\$29.00-\$29.99	\$2,600,000
\$30.00 or higher	\$2,800,000

The Earn Out Payments payable by the Company to Sojitz shall not exceed \$10 million in aggregate and are payable irrespective of whether or not the Endako Mining is in production at such time. The fair value of the Earn Out Payments was estimated to be approx. \$2,281,019 as at March 31, 2026 and December 31, 2025. The estimated fair value was calculated using the Monte Carlo pricing model with the following assumptions: volatility of 27% (2025 – 28%), risk free interest rate of 3.4% (2025 – 4.2%) and discount rate of 9.5% (2025 – 10.5%). The most significant input impacting fair value is the volatility assumption. A 20% increase in the volatility assumption would increase the fair value of the instrument by approximately \$72,000 (2025 – \$45,000). Conversely, a 20% decrease would decrease the fair value by approximately \$144,000 (2025 – \$10,000).

9. PROVISION FOR CARE & MAINTENANCE

In connection with the Endako Acquisition, the Company recognized a provision for care and maintenance arising from the Company's obligation for the 25% share of the ongoing care and maintenance costs at the Endako Mine pursuant to the SPA with Sojitz (note 3). This amount was funded by Sojitz as part of the SPA and represents Moon River's portion of the estimated care and maintenance costs for the Endako Mine.

At March 31, 2026, the Company's total care and maintenance provision amounts to \$9,394,835 (December 31, 2025 - \$9,931,056). The Company's share of the care and maintenance expenses were \$536,221 (2025 - \$573,465) during the three month period ended March 31, 2026. The expenses are recorded as a reduction to the care and maintenance provision at March 31, 2026. The provision is reviewed and adjusted at each balance sheet date to reflect changes in the discount rate used and future cash flows to settle the obligation. There are no material revisions to the provision resulted from the changes in discount rate and future cash flows at March 31, 2026.

At March 31, 2026, the Company has reflected \$2,860,261 (December 31, 2025 - \$2,869,100) as a current liability representing management's estimate of its portion of the Endako JV's care and maintenance obligation in the following twelve months from the balance sheet date.

10. PROVISION FOR RECLAMATION

In connection with the Endako Acquisition, the Company recognized a provision for reclamation arising from the Company's obligation for the 25% share of the closure costs at the Endako Mine (note 3). At March 31, 2026, the provision is \$22,431,316 (December 31, 2025 - \$22,572,345). The decrease of \$141,029 during the three months ended March 31, 2026 are due to payments of reclamation expenditures in the amount of \$1,982 (2025 - \$582,453) made in the period offset by a net increase in the provision arising from the changes in closure cost estimates and accretion of the liability. The provision is reviewed and adjusted at each balance sheet date to reflect changes in the discount rate used and future cash flows to settle the reclamation obligation.

MOON RIVER MOLY LTD.

NOTES TO CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS FOR THE THREE MONTHS ENDED MARCH 31, 2026 AND 2025 (Expressed in Canadian dollars)

10. PROVISION FOR RECLAMATION (CONTINUED)

The following table summarizes the changes to the provision during the three-month period ended March 31, 2026 and 2025:

	March 31 2026 \$	March 31 2025 \$
Balance, beginning of year	22,572,345	24,840,390
Changes in cost estimates	(356,306)	2,069,876
Accretion Expense	217,259	215,607
Liabilities settled	(1,982)	(582,453)
Balance, end of period	22,431,316	26,543,420
Current portion	-	1,571,170
Non-current portion	22,431,316	24,972,250
Total Provision for reclamation	22,431,316	26,543,420

As at March 31, 2026 and December 31, 2025, the entire balance of the Company's portion of the Endako JV reclamation obligation is classified as non-current, as reclamation expenditures are not expected to occur within the twelve months following the balance sheet date.

11. CAPITAL STOCK

Authorized:

Unlimited number of common shares

Unlimited number of special shares issuable in series

On February 26, 2026, the Company closed a private placement (the "**Offering**"), pursuant to which 4,246,716 units of the Company (the "**Unit(s)**") were issued at a price of \$0.85 per Unit for gross proceeds of approximately \$3,609,709.

Each Unit consists of one common share of the Company and one half of one common share purchase warrant (each whole warrant, a "**Warrant**"). Each Warrant entitles the holder thereof to acquire one common share (each, a "**Warrant Share**") at price of \$1.15 per Warrant Share at any time until February 26, 2028, provided that the Warrants may not be exercised prior to April 27, 2026.

In connection with the Offering, the Company paid the agents a cash commission totaling approximately \$252,680 and issued an aggregate of 297,270 non-transferable broker warrants of the Company (the "**Broker Warrants**") to the agents (note 12). In addition, the company incurred legal and other transaction costs of \$274,168 in connection with the Offering.

12. WARRANTS

In connection with the Offering (note 11), the Company issued an aggregate of 2,123,358 Warrants, at an exercise price of \$1.15 per Warrant at any time until February 26, 2028, provided that the Warrants may not be exercised prior to April 27, 2026.

In addition, a total of 297,270 non-transferable Broker Warrants were issued to the agents of the Offering. Each Broker Warrant is exercisable to acquire one Unit (each, a "**Broker Warrant Unit**") at a price of \$0.85 per Broker Warrant Unit at any time until February 26, 2028, subject to adjustment in certain circumstances. The Broker Warrants, and the common shares and Warrants underlying the Broker Warrant Units, are subject to a statutory hold period of four months and one day pursuant to applicable Canadian securities laws, expiring on June 27, 2026.

MOON RIVER MOLY LTD.

NOTES TO CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS FOR THE THREE MONTHS ENDED MARCH 31, 2026 AND 2025 (Expressed in Canadian dollars)

12. WARRANTS (CONTINUED)

The estimated fair value is \$0.20 per Broker Warrant Unit, calculated using the Black-Scholes option pricing model with the following assumptions: share price of \$0.77, expected dividend yield of 0%; expected volatility of 35%; risk free interest rate of 2.43% and expected life of 2 years.

13. STOCK OPTIONS

The Company has a Stock Option Plan for its directors, officers, employees, and consultants. Stock options granted under the Stock Option Plan have various terms at the discretion of the Board of Directors. Options are granted at a price no lower than the market price of the common shares at the time of the grant.

The changes in stock options during the year ended December 31, 2025 and the three months period ended March 31, 2026 are as follows:

	Number of Options	Weighted Average Exercise Price \$
Balance at December 31, 2024	3,290,000	0.35
Stock options cancelled	(133,334)	0.72
Stock options issued	135,000	0.41
Balance at December 31, 2025 and March 31, 2026	3,291,666	0.34

The following table summarizes the stock options outstanding at March 31, 2026:

Exercise Price \$	Options Outstanding	Options Exercisable	Expiry date	Remaining Life to Expiry (Years)
0.25	2,820,000	1,880,000	November 15, 2033	7.6
0.72	66,666	66,666	May 14, 2034	8.1
1.09	270,000	180,000	December 20, 2033	7.7
0.41	135,000	45,000	May 2, 2035	9.1
	3,291,666	2,171,666		

The options outstanding have a weighted average remaining life of 7.71 (December 31, 2025 – 8.21) years at a weighted average exercise price of \$0.34 (December 31, 2025 – \$0.34) at March 31, 2026.

14. COPORATE ADMINISTRATION EXPENSES

	Three months ended March 31	
	2026	2025
	\$	\$
Professional fees	46,396	62,500
Listing, filing & investor relations	115,333	135,546
Office and general	157,801	170,278
	319,530	368,324

15. INTEREST INCOME

Interest income consists of interest earned and/or accrued on the Company's interest-bearing accounts and short-term investments, including interest earned on restricted cash (note 5). Pursuant to the Trust Indenture dated May 30, 2024 entered into among TSX Trust, Moon River, Sojitz and Moon River BC, the interest earned on the escrow funds is paid to the Company on a quarterly basis.

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16. RELATED PARTY TRANSACTIONS

The Company's related parties consist of its directors, officers, and significant shareholders.

During the three months ended March 31, 2026, a total amount of \$85,500 (2025 - \$85,500) were expensed for professional services provided by key management and officers of the Company, including \$30,000 (2025 - \$30,000) by a company controlled by the Chief Executive Officer and Director of the Company; \$22,500 (2025 - \$22,500) by a company controlled by Chief Financial Officer of the Company; and gross Director's fees of \$15,000 (2025 - \$15,000) paid to the Executive Chairman and Director of the Company. In addition, the Company paid total gross Director's fees of \$31,875 (2025 - \$31,875) to three non-executive Directors during the three months ended March 31, 2026.

During the three months ended March 31, 2026, the Company paid office rent of \$7,500 (December 31, 2025 - \$30,000) to Generation Mining Limited, a significant shareholder of the Company.

Included in accounts payable and accrued liabilities as at March 31, 2026 is \$2,825 (December 31, 2025 - \$2,825) due to the related parties of the Company. Such amounts were due on demand, unsecured and non-interest bearing.

17. FINANCIAL RISK MANAGEMENT

Credit Risk

Credit risk is the risk that one party to a financial instrument will cause a financial loss for the other party by failing to discharge an obligation. Financial instruments that potentially subject the Company to credit risk consist of cash and cash equivalents and restricted cash and investments. The Company's cash, restricted cash and investments are held through large Canadian Financial Institutions. The Company has no material concentration of credit risk arising from operations. Management believes the risk of loss to be remote.

Liquidity Risk

Liquidity risk is the risk that the Company will not be able to meet its financial obligations associated with financial liabilities in full. The Company's approach to managing liquidity risk is to ensure that it will have sufficient cash to meet liabilities when due. The Company's financial liabilities include accounts payable and accrued liabilities, all of which have contractual maturities of less than one year and are subject to normal trade terms. In addition, the Company has Earn Out Payment liabilities of up to \$10 million in aggregate, payable annually from May 30, 2027 to May 30, 2030 to the vendor of the 25% participating interest in the Endako Mine, contingent on the annualized molybdenum price reaching US\$26 per pound (note 4).

The Company's primary source of working capital and liquidity is equity financing.

The Company's ability to continue operations and fund its business is dependent on management's ability to secure additional financing (note 1). It is anticipated that the Company will continue to rely on equity financing to meet its ongoing working capital requirements in the near term.

Interest Rate Risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Company does not presently have any interest-bearing debt and therefore in management's opinion, is not exposed to any material interest rate risk.

Market Risk

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices and is comprised of currency risk, interest rate risk, and other price risk. The Company currently does not have any financial instruments that would be impacted by changes in market prices except for the earn out liability discussed in note 5.

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NOTES TO CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS FOR THE THREE MONTHS ENDED MARCH 31, 2026 AND 2025 (Expressed in Canadian dollars)

17. FINANCIAL RISK MANAGEMENT (CONTINUED)

Fair Value of Financial Instruments

The Company values financial instruments carried at fair value using quoted market prices, where available. Quoted market prices represent a Level 1 valuation. When quoted market prices are not available, the Company maximizes the use of observable inputs within valuation models. When all significant inputs are observable, the valuation is classified as Level 2. Valuations that require the significant use of unobservable inputs are considered Level 3. Level 3 fair values are based on a number of valuation techniques other than observable market data. The Earn Out Payments arising from the Endako Acquisition (note 4) are carried at level 3 values on the balance sheet of the Company at March 31, 2026.

18. CAPITAL MANAGEMENT

The capital of the Company consists primarily of its shareholders' equity. The Company's policy is to attain adequate capital to sustain the Company's acquisition, evaluation and exploration activities. This is done primarily through equity financing. The Company manages its capital structure and makes adjustments to it in light of changes in economic conditions and the risks characteristic of the underlying assets. In order to maintain or adjust the capital structure, the Company will monitor its capital funding and spending to manage current and projected expenditure levels. Future financings are dependent on market conditions and there can be no assurance the Company will be able to raise funds in the future. All equity financings require the approval of the Board of Directors.

The Company invests all capital that is surplus to its immediate operational needs in short term, highly liquid financial instruments, such as short-term guaranteed investment certificates, held with a major Canadian financial institution.

The Company has not paid or declared any dividends since the date of its incorporation, nor are any dividends contemplated in the foreseeable future.

The Company does not have any externally imposed capital requirements, other than Policy 2.5 of the TSXV which requires adequate working capital or financial resources of the greater of (i) CDN\$50,000 and (ii) an amount required in order to maintain operations and cover general and administrative expenses for a period of 6 months.

Management reviews its capital management approach on an ongoing basis and believes that this approach, given the relative size of the Company, is reasonable.

19. COMMITMENTS AND CONTINGENCIES

The Company's evaluation and exploration activities are subject to various laws and regulations governing the protection of the environment. These laws and regulations are continually changing and generally becoming more restrictive. The Company considers its operations substantially in compliance with all applicable laws and regulations. The Company has made, and expects to make in the future, expenditures to comply with such laws and regulations.

The Company agreed to Earn Out Payments of up to \$10 million in aggregate, payable annually from May 30, 2027 to May 30, 2030 to the vendor of the 25% participating interest in the Endako Mine, contingent on the annualized molybdenum price reaching US\$26 per pound (note 8).

In addition, the Company has commitments required to maintain its rights and titles to its mineral properties as disclosed in note 3 – Mineral Properties and Acquisition and Evaluation Expenditures.