Condensed Interim Consolidated Financial Statements

Three and Nine Months Ended September 30, 2025 and 2024

(Expressed in Canadian Dollars)

(Unaudited)

NOTICE TO READER

Responsibility for Consolidated Financial Statements:

The accompanying unaudited interim condensed consolidated financial statements of Canadian Gold Corp. (the "Company") for the three and nine months ended September 30, 2025 and 2024 have been prepared by management in accordance with International Financial Reporting Standards applicable to interim consolidated financial statements (see note 3 to the unaudited interim condensed consolidated financial statements). Recognizing that the Company is responsible for both the integrity and objectivity of the unaudited consolidated financial statements, management is satisfied that these unaudited interim condensed consolidated financial statements have been fairly presented.

Auditors Involvement:

The external auditors of Canadian Gold Corp. have not audited or performed a review of the unaudited interim condensed consolidated financial statements for the three and nine months ended September 30, 2025 and 2024.

Canadian Gold Corp.

MANAGEMENT'S RESPONSIBILITY FOR QUARTERLY FINANCIAL REPORTING

The accompanying unaudited interim condensed consolidated financial statements of Canadian Gold Corp. are the responsibility of the management and Board of Directors of the Company.

The unaudited interim condensed consolidated financial statements have been prepared by management, on behalf of the Board of Directors, in accordance with the accounting policies disclosed in the notes to the unaudited interim condensed consolidated financial statements. Where necessary, management has made informed judgments and estimates in accounting for transactions which were not complete at the statement of financial position date. In the opinion of management, the unaudited interim condensed consolidated financial statements have been prepared within acceptable limits of materiality and are in accordance with International Accounting Standard 34 Interim Financial Reporting of International Financial Reporting Standards using accounting policies consistent with International Financial Reporting Standards appropriate in the circumstances.

Management has established systems of internal control over the financial reporting process, which are designed to provide reasonable assurance that relevant and reliable financial information is produced.

The Board of Directors is responsible for reviewing and approving the unaudited interim condensed consolidated financial statements together with other financial information of the Company and for ensuring that management fulfills its financial reporting responsibilities. An Audit Committee assists the Board of Directors in fulfilling this responsibility. The Audit Committee meets with management to review the financial reporting process and the unaudited interim condensed consolidated financial statements together with other financial information of the Company. The Audit Committee reports its findings to the Board of Directors for its consideration in approving the unaudited interim condensed consolidated financial statements together with other financial information of the Company for issuance to the shareholders.

Management recognizes its responsibility for conducting the Company's affairs in compliance with established financial standards, and applicable laws and regulations, and for maintaining proper standards of conduct for its activities.

"Peter Shippen"
Chairman

"Julio DiGirolamo"
Chief Financial Officer

Canadian Gold Corp.

Interim Condensed Consolidated Statements of Financial Position (unaudited)
(Expressed in Canadian dollars)

	September 30, 2025	December 31, 2024
ASSETS		
Current Assets		
Cash and cash equivalents	**$ 2,650,384**	$ 1,054,941
Other receivables	**111,593**	57,181
Prepaid expenses and advances	**47,035**	19,753
	2,809,012	1,131,875
Non-Current Assets		
Property and equipment *(note 5)*	**37,745**	37,609
TOTAL ASSETS	**$ 2,846,757**	$ 1,169,484
LIABILITIES AND EQUITY (DEFICIT)		
Current Liabilities		
Accounts payable and accrued liabilities	**$ 736,534**	$ 313,126
Flow-through premium *(note 14*)	**138,255**	112,307
	874,789	425,433
Non-Current Liabilities		
Site restoration provision *(note 6)*	**1,229,025**	1,176,101
TOTAL LIABILITIES	**2,103,814**	1,601,534
SHAREHOLDERS' EQUITY (DEFICIT)		
Share capital *(note 7)*	**$ 20,324,185**	$ 15,854,038
Warrants reserve *(note 7)*	**100,054**	232,582
Contributed surplus *(note 7)*	**5,949,101**	6,142,927
Deficit	**(25,630,397)**	(22,661,597)
TOTAL EQUTY (DEFICIT)	**742,943**	(432,050)
TOTAL LIABILITIES AND EQUITY (DEFICIT)	**$ 2,846,757**	$ 1,169,484

Going Concern *(note 2)*
Commitments *(note 14)*
Subsequent Events *(note 15)*

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

Approved by the Board

Signed:

"Michael Swistun" _____
Director

"Peter Shippen" _____
Director

Canadian Gold Corp.

Interim Condensed Consolidated Statements of Operations and Comprehensive Loss (unaudited)
For the three and nine-month periods ended September 30, 2025 and 2024
(Expressed in Canadian dollars)

	2025	2024	2025	2024
Exploration and evaluation expenses	**$1,216,186**	$1,061,187	**$2,772,214**	$2,282,377
Management fees	**70,350**	70,350	**211,050**	210,232
Acquisition costs	**30,000**	---	**110,000**	---
Investor relations, advertising and promotion	**17,536**	35,840	**102,513**	81,568
Legal and paralegal	**37,047**	7,681	**86,949**	11,227
Directors fees	**25,000**	28,569	**80,334**	88,241
Filing and transfer agent fees	**23,708**	9,989	**75,005**	57,889
Consulting fees	**21,850**	13,515	**60,024**	35,950
Salaries, wages and benefits	**22,393**	16,787	**57,402**	54,447
Accretion *(note 6)*	**17,641**	5,822	**52,924**	17,465
Insurance	**10,628**	10,500	**31,968**	31,721
Stock-based compensation *(note 8)*	**---**	---	**28,720**	---
Professional fees	**20,845**	---	**23,870**	---
Travel	**628**	(3,302)	**16,936**	---
Office and miscellaneous	**6,240**	4,787	**10,638**	8,249
Depreciation *(note 5)*	**2,574**	2,282	**7,064**	6,797
Loss before interest income and tax recovery	**$ 1,522,626**	$1,264,007	**$3,727,611**	$2,886,163
Interest income	**(5,955)**	(28,162)	**(27,764)**	(36,242)
MMDF grant *(note 12)*	**(100,000)**	(100,000)	**(200,000)**	(200,000)
OJEB grant *(note 13)*	**---**	---	**(21,566)**	---
Flow-through premium	**(197,496)**	(95,671)	**(509,481)**	(323,923)
Net loss and comprehensive loss for the period	**$1,219,175**	$1,040,174	**$2,968,800**	$2,325,998
Net loss per share *(note 9)*	**$ (0.01)**	$ (0.01)	**$ (0.01)**	$ (0.01)

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

Canadian Gold Corp.

Interim Condensed Consolidated Statements of Changes in Equity (Deficit) (unaudited)
For the nine-month periods ended September 30, 2025 and 2024
(Expressed in Canadian dollars)

	Number of Shares	Share Capital	Warrant Reserve	Contributed Surplus	Deficit	Total
Balance, December 31, 2023	**174,211,879**	**$ 13,802,485**	**$ 232,582**	**$ 6,173,796**	**$ (19,474,088)**	**$ 734,775**
Exercise of stock options *(notes 7 and 8)*	825,000	72,120	---	(30,869)	---	41,251
Shares issued, private placement	10,308,000	1,398,876	---	---	---	1,398,876
Net loss for the period	---	---	---	---	(2,325,998)	(2,325,998)
Balance, September 30, 2024	**185,344,879**	**$ 15,273,481**	**$ 232,582**	**$ 6,142,927**	**$ (21,800,086)**	**$ (151,096)**
Balance, December 31, 2024	**189,424,295**	**$ 15,854,038**	**$ 232,582**	**$ 6,142,927**	**$ (22,661,597)**	**$ (432,050)**
Shares issued, private placements *(note 7)*	12,967,830	2,661,262	100,054	---	---	2,761,316
Exercise of stock options *(notes 7 and 8)*	1,450,000	278,875	---	(113,875)	---	165,000
Payments on stock option cancellations *(note 8)*	---	---	---	(85,655)	---	(85,655)
Exercise of warrants	5,688,883	1,450,010	(226,878)	---	---	1,223,132
Expiry of warrants	---	---	(5,704)	5,704	---	---
Shares issued to Hudbay *(notes 5 and 7)*	185,185	50,000	---	---	---	50,000
Shares issued for Searchlight *(notes 5 and 7)*	111,111	30,000	---	---	---	30,000
Net loss for the period	---	---	---	---	(2,968,800)	(2,968,800)
Balance, September 30, 2025	**209,827,304**	**$ 20,324,185**	**$ 100,054**	**$ 5,949,101**	**$ (25,630,397)**	**$ 742,943**

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

Canadian Gold Corp.

Interim Condensed Statements of Cash Flows (unaudited)
For the nine-month periods ended September 30, 2025 and 2024
(Expressed in Canadian dollars)

	2025	2024
Cash flows from operating activities		
Net loss for the period	**$ (2,968,800)**	$ (2,325,998)
Items not affecting cash		
Accretion	**52,924**	17,465
Amortization	**7,064**	6,797
Stock-based compensation *(note 8)*	**28,720**	---
Flow-through premium	**25,948**	(189,861)
Acquisition costs - shares issued *(note 5)*	**80,000**	---
	(2,774,144)	(2,491,597)
Changes in non-cash items relating to operating activities		
Other receivables	**(54,412)**	(25,662)
Prepaid expenses	**(27,282)**	(14,376)
Accounts payable and accrued liabilities	**423,408**	425,303
	(2,432,430)	(2,106,332)
Cash flows from investing activities		
Property and equipment	**(7,200)**	---
	(7,200)	---
Cash flows from financing activities		
Share subscriptions, net of costs *(note 7)*	**2,761,316**	1,398,876
Exercise of stock options *(note 7)*	**165,000**	41,251
Exercise of warrants *(note 7)*	**1,223,132**	---
Payments on stock option cancellations *(note 8)*	**(114,375)**	---
	4,035,073	1,440,127
Increase (decrease) in cash	**1,595,443**	(666,205)
Cash, beginning of the period	**1,054,941**	2,185,160
Cash, end of the period	**$ 2,650,384**	$ 1,518,955

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

1. Incorporation and Basis of Presentation

Canadian Gold Corp. ("Canadian Gold" or the "Company") was incorporated on October 24, 2011 as 0923423 B.C. Ltd. under the Business Corporations Act (British Columbia) and subsequently changed its name to Satori Resources Inc. on December 5, 2011. On April 24, 2023, the Company completed the acquisition of Apollo Exploration Inc. and, on April 26, 2023, changed its name to Canadian Gold Corp. The Company is primarily involved in mineral exploration and development near Tartan Lake in the Province of Manitoba (the "Tartan Lake Gold Mine Project" or "Tartan Lake"). The Company also holds a 100% interest in greenfields exploration properties in Ontario and Quebec adjacent to some of Canada's largest gold mines and development projects, specifically, the Canadian Malartic Mine (QC), the Hemlo Mine (ON) and Hammond Reef Project (ON).

The Company's head office is located at 401 Bay Street, Suite 2702, Toronto, Ontario. Canadian Gold's shares are listed on the TSX Venture Exchange under the symbol "CGC", and the Frankfurt Stock Exchange under "8S8"and trades on the OTCQB under "STRRF".

These unaudited interim consolidated financial statements were approved by the Board of Directors on August 29, 2025.

2. Nature of Operations and Going Concern

Canadian Gold is in the process of exploring its mineral property interests and has not yet determined whether the mineral properties contain mineral reserves that are economically recoverable. Canadian Gold's continuing operations and the underlying value and recoverability of the amounts shown for mineral properties are entirely dependent upon the existence of economically recoverable mineral reserves, the ability of Canadian Gold to obtain the necessary financing to complete the exploration and development of its mineral property interests and on future profitable production or proceeds from the disposition of the mineral property interests.

At September 30, 2025, Canadian Gold had $3,465,181 in cash and cash equivalents (December 31, 2024 - $1,054,941). Canadian Gold has raised and expects to raise additional equity financing to support future investing and operating activities at Tartan Lake, or for such other new projects or assets that Canadian Gold may acquire. There can be no assurance as to the availability or terms upon which such financing might be available.

These unaudited interim condensed consolidated financial statements have been prepared on a going concern basis, which assumes that Canadian Gold will be able to realize assets and discharge liabilities in the normal course of business for the foreseeable future. As at September 30, 2025, Canadian Gold has no source of recurring operating cash flows, has an accumulated deficit of $25,630,394 (December 31, 2024 – $22,661,597) and working capital of $1,934,223 (December 31, 2024 - $706,442). In the absence of additional financing or strategic alternatives, these factors cast significant doubt regarding the Company's ability to continue as a going concern.

The unaudited interim consolidated financial statements do not reflect the adjustments to the carrying values of assets and liabilities that would be necessary if the Company were unable to continue as a going concern and was required to realize its assets or discharge its obligations in anything other than the ordinary course of operations.

3. Material Accounting Policies

Statement of Compliance

These consolidated financial statements, including comparatives, have been prepared in accordance with accounting policies consistent with the IFRS® Accounting Standards ("IFRS") as issued by the International Accounting Standards Board ("IASB") and Interpretations of the IFRS Interpretations Committee ("IFRIC").effective for the Company's reporting for the year ended December 31, 2024. The policies set out below are based on IFRS issued and outstanding as of August 29, 2025, the date that the Board of Directors approved the unaudited condensed interim consolidated financial statements.

3. Material Accounting Policies (Cont'd)

Statement of Compliance (Cont'd)

These unaudited condensed interim consolidated financial statements, including comparatives, have been prepared in accordance with International Accounting Standard ("IAS") 34 'Interim Financial Reporting' ("IAS 34") using accounting policies consistent with IFRS issued by the International Accounting Standards Board ("IASB") and Interpretations of the International Financial Reporting Interpretations Committee ("IFRIC"). The accounting policies and methods of computation applied by the Company in these unaudited condensed interim consolidated financial statements are the same as those applied in the Company's annual consolidated financial statements for the year ended December 31, 2024 other than below. Any subsequent changes to IFRS that are given effect in the Company's annual consolidated financial statements for the year ending December 31, 2025 could result in restatement of these unaudited condensed interim consolidated financial statements.

Basis of presentation

These unaudited interim condensed consolidated financial statements have been prepared on a historical cost basis except for certain financial instruments that have been measured at fair value.

Basis of consolidation

These consolidated financial statements include the accounts of Canadian Gold and its wholly-owned subsidiary, Apollo Exploration Inc ("Apollo"). The results of subsidiaries acquired or disposed of during the years presented are included in these unaudited condensed interim consolidated financial statements of operations and comprehensive loss from the effective date of control and up to the effective date of disposal or loss of control, as appropriate. An investor controls an investee if the investor has the power over the investee, has the exposure, or rights, to variable returns from its involvement with the investee and the ability to use its power over the investee to affect the amount of the investor's returns. All intercompany transactions, balances, income and expenses are eliminated upon consolidation.

Property and equipment

(i) Recognition and measurement

Items of property and equipment are measured at cost less accumulated depreciation and accumulated impairment losses. Cost includes any expenditure that is directly attributable to the acquisition of the asset. Gains and losses on disposal of an item of property and equipment are determined by comparing the proceeds from disposal with the carrying amount of property and equipment and are recognized net within other income in the consolidated statement of operations and comprehensive income (loss).

(ii) Depreciation

Depreciation is calculated as a function of the depreciable amount, which is the cost of the asset, or other amount substituted for cost, less residual value. Depreciation commences when the assets are available for use. Depreciation is recognized through operations as follows over the estimated useful lives of each part of an item of property and equipment.

The estimated depreciation rate of useful lives for the current and comparative periods are as follows:

Item	Method
Truck	Straight-line over 6 years
Core Saw	Straight-line over 5 years

Depreciation methods, useful lives and residual values are reviewed at each financial year end and adjusted if appropriate.

3. Material Accounting Policies (Cont'd)

Significant accounting estimates and judgments

The preparation of these unaudited interim consolidated financial statements requires management to make judgments and estimates that affect the reported amounts of assets and liabilities at the date of the unaudited interim consolidated financial statements and reported amounts of expenses during the reporting period. Actual outcomes could differ from these judgments and estimates. The unaudited interim consolidated financial statements include judgments and estimates which, by their nature, are uncertain. The impacts of such judgments and estimates are pervasive throughout the unaudited interim consolidated financial statements, and may require accounting adjustments based on future occurrences. Revisions to accounting estimates are recognized in the period in which the estimate is revised and the revision affects both current and future periods.

Significant assumptions about the future and other sources of judgments and estimates that management has made at the end of the reporting period, that could result in a material adjustment to the carrying amounts of assets and liabilities, in the event that actual results differ from assumptions made, relate to, but are not limited to, the following:

Estimates:

- the recoverability of the deferred exploration and development expenditures recorded in the consolidated statements of financial position; and
- inputs used to account for the value of the asset retirement obligation, including the inflation rate, the risk-free interest rate and the estimated life of the property.

New standards adopted

Certain pronouncements were issued by the IASB or the IFRIC that are mandatory for accounting periods on or after January 1, 2024.

The following amendments to various IFRS standards are mandatorily effective for reporting periods beginning on or after January 1, 2024:

- General Requirements for Disclosure of Sustainability-related Financial Information (New standard IFRS S1);
- Climate-related Disclosures (New standard IFRS S2);
- IFRS 16 Leases (Amendment - Liability in a Sale and Leaseback);
- IAS 1 Presentation of Financial Statements (Amendment - Classification of Liabilities as Current or Noncurrent); and
- IAS 1 Presentation of Financial Statements (Amendment - Non-current Liabilities with Covenants);

The Company has concluded that the above are not applicable or do not have a significant impact to the Company and have been excluded as it is expected to have no impact on the unaudited condensed interim financial statements.

Accounting standards issued but not yet effective

Lack of Exchangeability (Amendments to IAS 21)

In August 2023, the IASB issued Lack of Exchangeability (Amendments to IAS 21 The Effects of Changes in Foreign exchange Rates). The amendments require an entity to apply a consistent approach to assessing whether a currency is exchangeable into another currency and, when it is not, to determine the exchange rate to use and the disclosures to provide The amendments are effective for annual periods beginning on or after January 1, 2025. Early adoption is permitted. The Company will adopt the amendments in its consolidated financial statements for the annual period beginning on January 1, 2025. The Company has evaluated the new standards on the consolidated financial statements and determined it had no material impact.

3. Material Accounting Policies (Cont'd)

IFRS 18 Presentation and Disclosure in Financial Statements

In April 2024, the IASB issued a new IFRS Accounting Standard IFRS 18 Presentation and Disclosure in Financial Statements, replacing IAS 1 Presentation of Financial Statements. IFRS 18 sets out overall requirements for the presentation and disclosure in financial statements. It requires an entity to present a complete set of financial statements at least annually, with comparative amounts for the preceding year including comparative amounts in the notes).

IFRS 18 is effective for annual reporting periods beginning on or after January 1, 2027, and is to be applied retrospectively. The Company is currently evaluating the impact of this standard on the consolidated financial statements and has not yet adopted such standard.

Amendments to the Classification and Measurement of Financial Instruments

In May 2024, the IASB issued Amendments to the Classification and Measurement of Financial Instruments which amended IFRS 9 Financial Instruments and IFRS 7 Financial Instruments: Disclosures. The amendments update requirements related to settling financial liabilities using an electronic payment system; and assessing contractual cash flow characteristic of financial assets, including those with environmental, social and governance (ESG)-linked features. The IASB also amended disclosure requirements relating to investments in equity instruments designated at fair value through other comprehensive income and added disclosure requirements for financial instruments with contingent features that do not relate directly to basic lending risks and costs.

The amendments are effective for annual reporting periods beginning on or after January 1, 2026, and is to be applied retrospectively. Early adoption is permitted. The Company is currently evaluating the impact of these amendments on its consolidated financial statements and has not yet adopted such standard.

4. Capital Management

The capital of Canadian Gold consists of shareholders' equity. The Company's objectives when managing capital are to safeguard Canadian Gold's ability to continue as a going concern in order to pursue the development of its mineral properties and to maintain optimal returns to shareholders and benefits for other stakeholders.

Canadian Gold manages its capital structure and makes adjustments to it in light of changes in economic conditions and the risk characteristics of the underlying assets. To maintain or adjust its capital structure, Canadian Gold may attempt to issue new shares or debt or dispose of assets. There can be no assurance that Canadian Gold will be able to obtain debt or equity capital in the case of operating cash deficits *(note 2)*.

In order to facilitate management of its capital requirements, Canadian Gold prepares expenditure budgets that are updated as necessary depending on various factors, including successful capital deployment and general industry conditions. In order to maximize ongoing development efforts, Canadian Gold does not pay out dividends. Canadian Gold is not subject to externally imposed capital requirements.

Expressed in Canadian dollars unless otherwise indicated

5. Mineral Properties and Property and Equipment

Tartan Lake, Manitoba

Canadian Gold assumed ownership of Tartan Lake on February 2, 2012. The property carries a net smelter return royalty ("NSR") of 2%. The NSR can be repurchased at any time by Canadian Gold for $1,000,000 for each 1%.

Tartan West Property, Manitoba

Canadian Gold entered into an option agreement dated May 15, 2025 (the "Option Agreement") with Hudbay Minerals Inc. ("Hudbay") pursuant to which Hudbay granted Canadian Gold an option to acquire 100% of the Tartan West property (the "Option") that is immediately adjacent to the Company's Tartan Mine, near Flin Flon, Manitoba. This Option, if exercised, significantly expands the outlook for the Company as it looks to add additional high-grade gold resources into the future plan to restart the Tartan Mine.

Under the terms of the Option Agreement, over a five-year period Canadian Gold will be required to (i) make the following cash and share payments (summarized below) to Hudbay and (ii) make the following work and exploration commitments outlined in Table 1 in order to exercise the Option. Upon exercise of the Option, Canadian Gold will hold a 100% interest in the Tartan West property and Hudbay will also be granted a 2.5% NSR on the Tartan West property. Under the terms of the Option Agreement, certain share payments listed below may be made in cash.

Option terms:

Date	Cash Payments	Share Payments	Work Commitments
Upon commencement of the earn-in period	---	185,185	---
1 Year Anniversary	---	555,555	$100,000 Initial field work program
2 Year Anniversary	---	1,111,111	$250,000 Advanced field work program
3 Year Anniversary	$150,000	1,296,296	$800,000 Initial drill program
4 Year Anniversary	$325,000	3,148,148	$1,500,000 Secondary drill program
5 Year Anniversary	$350,000	3,703,703	$1,700,000

Flin Flon North Property, Manitoba

Canadian Gold entered into an assignment agreement dated May 28, 2025 (the "Assignment Agreement"), with Searchlight Resources Inc. ("Searchlight"), pursuant to which Searchlight has assigned to Canadian Gold its option pursuant to an underlying agreement to acquire 100% of the Flin Flon North property (the "Option"), that is immediately adjacent to the Company's Tartan Mine and recently optioned Tartan West property.

Under the terms of the Assignment Agreement, over a four-year period Canadian Gold will be required to make the following cash and share payments, summarized below, to exercise the Option. Upon exercise of the Option, which requires the Company to keep the Flin Flon North property in good standing during the Option period, Canadian Gold will hold a 100% interest in the Flin Flon North property, subject to a pre-existing 2.0% NSR.

Expressed in Canadian dollars unless otherwise indicated

5. Mineral Properties and Property and Equipment (Cont'd)

Option terms:

Date	Cash Payments	Share Payments
Upon Exchange Approval	$30,000	111,111
1 Year Anniversary	$20,000	111,111
2 Year Anniversary	$25,000	148,148
3 Year Anniversary	$25,000	185,185
4 Year Anniversary	$30,000	185,185

Apollo Properties, Ontario

On April 24, 2023, the Company completed the acquisition of Apollo Exploration Inc. ("Apollo"), a private company wholly owned by Mr. Rob McEwen, in consideration for the issuance of 60,000,000 common shares of the Company, giving Mr. McEwen approximately 37% of the issued and outstanding shares of the Company (the "Transaction"). Apollo, now a wholly owned subsidiary of the Company, holds interests in key exploration projects in the vicinity of Canada's largest gold mines and development projects, namely: (i) the Malartic South Project located near the Canadian Malartic Mine in Quebec; (ii) the HEES Project located near Barrick Gold's Hemlo Mine in Ontario; and (iii) and the Hammond Reef North & South Projects located due south of Agnico Eagle's Hammond Reef Gold Project in Ontario. Additionally, provided only that Mr. Rob McEwen holds not less than a 20% interest in the Company (i) the Company shall not sell or otherwise dispose of any interest in a royalty or metals streaming financing offered by a bona fide third party, without first offering same to Mr. Rob McEwen; and (ii) with the exception of a rights offering, Mr. Rob McEwen shall have the right, but not an obligation, to participate in equity financings in order to maintain his pro rata interest in the Company.

Property and Equipment

Property and equipment are recorded at cost less accumulated depreciation. Depreciation is recorded over the estimated useful life of assets on a straight-line basis using the following rates:

Truck: straight-line basis over 6 years; Core Saw: straight-line basis over 5 years

	Truck	Core Saw
At December 31, 2023	**$ 46,689**	**$ ---**
Depreciation	(9,080)	---
At December 31, 2024	**$ 37,609**	**$ ---**
Additions	---	7,200
Depreciation	(6,772)	(292)
At September 30, 2025	**$ 30,837**	**$ 6,908**

6. Site Restoration Provision

Canadian Gold's site restoration provision of $1,229,025 (December 31, 2024 - $1,176,101) is based on management's best estimate of costs to abandon and reclaim mineral properties and facilities as well as an estimate of the future timing of the costs to be incurred.

Canadian Gold's asset retirement obligation was determined based on an undiscounted future liability of approximately $1,248,820 adjusted for estimated inflation of 3.00% (December 31, 2024 – 3.00%) and discounted at 2.92% (December 31, 2024 – 2.92%), with reclamation occurring in 2027 (December 31, 2022 – 2027). During the three and nine months ended September 30, 2025, accretion expense of $17,641 and $52,924, respectively, (three and nine months ended September 30, 2024 - $5,822 and $17,465, respectively) was recorded.

Expressed in Canadian dollars unless otherwise indicated

7. Share Capital

Common shares

Authorized:

Unlimited number of common shares without par value.

Issued and outstanding:

	Common Shares	Amount
Balance, December 31, 2023	**174,211,879**	**$ 13,802,485**
Shares issued in private placement	14,387,416	1,979,433
Stock option exercise – cash	825,000	41,251
Stock option exercise – book value	---	30,869
Balance, December 31, 2024	**189,424,295**	**$ 15,854,038**
Shares issued in private placement	12,967,830	2,661,262
Stock option exercise – cash	1,450,000	165,000
Stock option exercise – book value	---	113,875
Warrant exercise – cash	5,688,883	1,223,132
Warrant exercise – book value	---	226,878
Shares issued pursuant to Hudbay Option	185,185	50,000
Shares issued pursuant to Searchlight Option	111,111	30,000
Balance, September 30, 2025	**209,824,304**	**$ 20,324,185**

On January 21, 2024, 825,000 stock options were exercised at a price of $0.05 per share.

On June 21, 2024, the Company closed the first tranche of a private placement offering, raising gross proceeds of $315,000. The Company issued 1,968,750 flow-through common shares at a price of $0.16. In connection with this closing, the Company paid cash finders' fees totaling $15,900 to eligible finders.

On July 17, 2024, the Company closed the second and final tranche of a private placement offering, raising gross proceeds of $1,319,995. The Company issued 7,625,000 flow-through common shares at a price of $0.16 per common share, and 714,250 common shares at a price of $0.14 per common share. In connection with this closing, the Company paid cash finders' fees totaling $73,200 to eligible finders.

On December 13, 2024, the Company announced the first tranche closing of a private placement offering, raising gross proceeds of $500,000 by the issuance of 2,631,579 flow through shares at a price of $0.19 per share. On December 24, 2024, the Company closed the second tranche of this private placement offering by the issuance of 1,447,837 flow through shares at a price of $0.19 per share, for gross proceeds of $275,089. Together, 4,079,416 shares were issued for aggregate gross proceeds of $775,089, and the Company paid a total of $27,005 in finders fees to eligible finders.

On March 27, 2025, the Company closed a private placement offering, raising gross proceeds of $2,970,588. The Company issued 8,823,529 charity flow-through shares at a price of $0.28 per charity flow-through share. The Company also issued 2,941,176 common share units at a price of $0.17 per common share unit, consisting of one non-flow-through common share of the Company and one whole common share warrant at an exercise price of $0.22 expiring on March 27, 2026.

On June 5, 2025, the Company issued 185,185 common shares pursuant to the Option Agreement entered into with Hudbay (see note 5).

On June 6, 2025, 300,000 stock options were exercised at a price of $0.075 per share.

On June 30, 2025, the Company closed a private placement offering, raising gross proceeds of $385,000 by issuing 1,203,125 flow-through shares at a price of $0.32 per flow-through share.

Expressed in Canadian dollars unless otherwise indicated

7. Share Capital (Cont'd)

Common shares (Cont'd)

Issued and outstanding (Cont'd):

On July 3, 2025 the Company issued 111,111 common shares pursuant to the Assignment Agreement entered into with Searchlight (see note 5).

On July 10, 2025, 400,000 stock options with an exercise price of $0.075 were exercised.

On September 5, 2025, 300,000 stock options with an exercise price of $0.15 were exercised.

On September 23, 2025, 450,000 stock options with an exercise price of $0.15 were exercised.

Warrant Reserve

The warrant reserve represents the fair value of outstanding warrants on the date of their issuance. The valuation is derived using a Black-Scholes option pricing model. As warrants are exercised, the fair value is transferred to share capital. Should warrants expire unexercised, the fair value is transferred as a component of contributed surplus.

Warrants Outstanding

At September 30, 2025, there were 2,941,176 warrants outstanding, with each warrant entitling the holder to acquire one common share of the Company at the prices noted below:

Number	Exercise Price	Remaining Contractual Life in Years	Expiry Date
2,941,176	$0.22	0.74	March 27, 2026

As part of the March 27, 2025 financing, the Company issued 2,941,176 warrants with an exercise price of $0.22 expiring on March 27, 2026.

The underlying weighted average assumptions used in the estimation of fair value in the Black-Scholes valuation model for warrants issued in 2025 are as follows:

Issue Date	Risk Free Rate	Expected Life (Years)	Expected Volatility	Estimated Share Price
March 27, 2025	2.55%	1.00	100%	$0.128

During the quarter ended June 30, 2025, a total of 5,688,883 warrants, with an exercise price of $0.215 per share, were exercised raising $1,223,132 in capital for the Company. During the same period, 142,929 warrants, with an exercise price of $0.215 per share, expired unexercised.

Contributed Surplus

The following is a summary of changes in contributed surplus from January 1, 2024 to September 30, 2025:

	September 30, 2025	December 31, 2024
Opening balance	**$ 6,142,927**	**$ 6,173,796**
Stock option cancellations	(85,655)	---
Stock options exercised	(113,875)	(30,869)
Warrants expired	5,704	---
Ending balance	**$ 5,949,101**	**$ 6,142,927**

Expressed in Canadian dollars unless otherwise indicated

8. Stock Options and Stock-Based Compensation

Canadian Gold established a stock option plan which provides for granting of incentive stock options up to a maximum of 10% of the Company's issued and outstanding common shares. The Company has issued options to directors, officers and consultants. Terms of the options granted are subject to the determination and approval by the Board of Directors. All options granted are subject to a four-month hold period from the date of grant as required by the TSX Venture Exchange.

On June 2, 2025, 1,125,000 stock options held by two directors, and having exercise prices ranging from $0.075 to $0.15 per share, were cancelled in return for cash payments totaling $114,375. The accounting for this transaction resulted in an additional $28,720 being expensed as stock-based compensation.

The following table sets out stock option activity during the first nine months of 2025:

	Number of stock options outstanding and exercisable	Weighted average exercise price	Weighted average remaining contractual life (years)
Balance, December 31, 2023	**4,500,000**	**$0.11**	**1.78**
Exercised	(825,000)	0.05	
Balance, December 31, 2024	**3,675,000**	**$0.12**	**1.18**
Exercised	(1,450,000)	$0.11	
Expired	(350,000)	$0.075	
Cancelled *(note 10)*	(1,125,000)	$0.12	
Balance, September 30, 2025	**750,000**	**$0.15**	**1.34**

9. Loss per Common Share

The following table sets forth the calculations of basic and fully diluted loss per common share:

	Three Months Ended September 30,		Nine Months Ended September 30,	
	2025	**2024**	**2025**	**2024**
Numerator:				
Loss attributable to common shareholders - basic and diluted	**$(1,219,174)**	$(1,040,174)	**$(2,968,800)**	$(2,325,998)
Denominator:				
Weighted-average common shares outstanding - basic and diluted	**209,137,389**	183,894,575	**201,535,319**	178,022,629
Basic and diluted loss per common share	**$ (0.01)**	$ (0.01)	**$ (0.01)**	$ (0.01)

The options and warrants for the periods ended September 30, 2025 and 2024 were excluded from the computation of diluted loss per share as the potential effect was anti-dilutive.

Expressed in Canadian dollars unless otherwise indicated

10. Related Party Transactions and Balances

Management compensation

The Company incurred the following expenditures charged by companies controlled by current directors and officers of the Company:

	Three Months Ended September 30,		Nine Months Ended September 30,	
	2025	**2024**	**2025**	**2024**
Stock-based compensation *(note 8)*	**$ ---**	$ ---	**$ 28,720**	$ ---
Management fees	**70,350**	70,350	**211,050**	210,232
Director compensation	**25,000**	28,000	**80,334**	88,241
Total management compensation	**$ 95,350**	$ 98,350	**$ 320,104**	$ 298,473

During the three and nine-months ended June 30, 2025, the Company paid its President and CEO a total of $33,750 and $101,250, respectively, for his role as an Executive Officer and $NIL for his role on the Board (the three and nine-months ended September 30, 2024, $33,750 and $64,125, respectively, for his role as an Executive Officer and $NIL for his role on the Board).

During the three and nine months ended September 30, 2024, the Company paid its previous President and CEO a total of $NIL and $36,307, respectively, for his role as an Executive Officer and $NIL and $4,252, respectively for his role on the Board.

During the three and nine months ended September 30, 2025, the Company paid its Executive Vice President a total of $24,000 and $72,000, respectively, for her role as an Executive Officer and $NIL for her role on the Board. (the three and nine months ended September 30, 2024, $24,000 and $72,000, respectively, for her role as an Executive Officer and $4,000 and $7,420 for her role on the Board).

During the three and nine months ended September 30, 2025, the Company paid its CFO a total of $12,600 and $37,800, respectively (three and nine months ended September 30, 2024 - $12,600 and $37,500, respectively).

As of September 30, 2025, $162,588 is owed to management and directors and is included in accounts payable and accrued liabilities on the consolidated statements of financial position. (As of December 31, 2024 - $155,913).

11. Financial Instruments and Risk Factors

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

Credit risk

Credit risk is the risk of loss associated with the Company's inability to collect accounts receivable and safe keep cash. The Company`s receivables consist mainly of a Harmonized Sale Tax (HST) return from the federal government, on which there is no credit risk. The Company is also exposed to credit risk on its cash, however, it has deposited its cash with reputable Canadian financial institutions, from which management believes the risk of loss is minimal.

11. Financial Instruments and Risk Factors (Cont'd)

Liquidity risk

The Company manages liquidity risk to ensure that it will have sufficient liquidity to meet liabilities when due. As at September 30, 2025, Canadian Gold had cash and cash equivalents of $2,650,384 to settle current financial liabilities of $874,789 (December 31, 2024 – cash of $1,054,941 to settle current financial liabilities of $425,433). Canadian Gold has no source of recurring operating cash flows and in the absence of additional financing or strategic alternatives, the Company faces substantial liquidity risk *(note 2)*.

Market risk

Market risk is the risk of loss that may arise from changes in market factors such as interest rates and commodity and equity prices.

i) Interest rate risk - Canadian Gold is not exposed to interest rate risk as it does not have interest bearing debt.
ii) Commodity price risk - The ability of Canadian Gold to develop its mineral properties and future profitability of Canadian Gold is directly related to the market price of gold.

12. Manitoba Mineral Development Fund Grant

In 2023, the Company signed an agreement with MMDF Corporation, an arm of the Government of Manitoba, where the Company was to receive a grant of up to $300,000 from the Manitoba Mineral Development Fund in $100,000 tranches, for which funds are to be used for exploration activities at the Company's Tartan Lake property. As at December 31, 2024, $300,000 has been received and expended on Tartan Lake exploration.

On March 26, 2025, the Company was approved for an additional $300,000 grant from the Manitoba Mineral Development Fund to update Tartan Mine's NI 43-101 resource estimate, and to complete a Preliminary Economic Assessment (PEA) for the possible restart of the mine. The grant is to be disbursed in three installments of $100,000. The first installment was received by the Company on April 11, 2025.

13. Ontario Junior Exploration Program

In April 2024, the Company signed an Ontario Transfer Payment Agreement with the Ontario Ministry of Mines as part of the Ontario Junior Exploration Program ("OJEP"). The OJEP helps junior mining companies finance early exploration projects.

Eligible junior mining companies can receive:

- up to $200,000 per project to cover 50% of eligible costs
- up to $10,000 to cover 100% of eligible costs per project supporting Indigenous employment and business opportunities

The first eligible funding was approved on March 18, 2025, in the amount of $21,566 towards the Hammond Reef South Project.

Expressed in Canadian dollars unless otherwise indicated

14. Commitments

The following table summarizes the Company's flow-through expenditure requirements as at June 30, 2025:

Date of Financing	Jun 21, 2024 $	Jul 17, 2024 $	Dec 12, 2024 $	Dec 23, 2024 $	Mar 27, 2025 $	Jun 30, 2025 $
Flow-through proceeds raised – 2024	315,000	1,220,000	500,000	275,089	---	---
Eligible expenditures incurred	(315,000)	(1,220,000)	(236,881)	---	---	---
Expenditure commitment – Dec. 31, 2024	---	---	263,119	275,089	---	---
Flow-through proceeds raised – 2025	---	---	---	---	2,470,588	385,000
Eligible expenditures incurred	---	---	(263,119)	(275,089)	(1,885,813)	---
Expenditure commitment – Sep. 30, 2025	---	---	---	---	584,775	385,000

15. Letter of Intent with McEwen Inc.

On July 27, 2025, McEwen Inc. ("McEwen") and Canadian Gold entered into a binding letter of intent (the "LOI")in respect of a proposed transaction (the "Proposed Transaction"), whereby McEwen would acquire all of the issued and outstanding securities of Canadian Gold by way of plan of arrangement. If the Proposed Transaction is completed, Canadian Gold would become a wholly-owned subsidiary of McEwen.

Pursuant to the terms of the Proposed Transaction, each Canadian Gold common share (a "Canadian Gold Share") would entitle its holder to receive 0.0225 of a McEwen common share (a "McEwen Share") (the "Exchange Ratio"). The Exchange Ratio represents an offer price of CDN $0.35 per Canadian Gold Share, being a premium of 26% to the 30-day volume weighted average price ("VWAP") of the Canadian Gold Shares as at market close on July 25, 2025. Following completion of the transaction, existing Canadian Gold shareholders will own approximately 8.2% of the combined company resulting from the Proposed Transaction.

The LOI provides for the parties to enter into a definitive arrangement agreement (the "Arrangement Agreement") setting out the final terms and conditions of the Proposed Transaction. Upon the execution of the Arrangement Agreement, McEwen and Canadian Gold will issue a subsequent news release containing any additional terms of the Proposed Transaction.

16. Subsequent Events

On October 1, 2025, 150,000 stock options with an exercise price of $0.15 were exercised.

On October 8, 2025, 600,000 stock options with an exercise price of $0.15 were exercised.

On November 3, 2025, the Company was approved for an additional $300,000 grant from the Manitoba Mineral Development Fund.