



Condensed Consolidated Interim Financial Statements

For the three months ended October 31, 2025 and 2024

To the shareholders of Grizzly Discoveries Inc.:

The condensed consolidated interim financial statements of Grizzly Discoveries Inc. (the "Company") for the three months ended October 31, 2025 and 2024 have been compiled by management.

No audit or review of this information has been performed by the Company's auditors.

GRIZZLY DISCOVERIES INC.
Consolidated statements of financial position

As at	October 31 2025 <i>(unaudited)</i>	July 31 2025
ASSETS		
Current		
Cash and cash equivalents	\$ 139,412	\$ 72,297
Restricted cash (note 3)	5,000	5,000
Other current assets (note 4)	61,579	74,019
	<u>205,991</u>	151,316
Deposit	142,408	142,133
Mineral properties (note 5)	10,077,011	10,073,543
TOTAL ASSETS	<u>\$ 10,425,410</u>	<u>\$ 10,366,992</u>
LIABILITIES		
Current		
Accounts payable and accrued liabilities	\$ 198,227	\$ 189,483
Deferred flow through share premium	1,532	1,803
	<u>199,759</u>	191,286
Note payable	250,000	250,000
Reclamation provision	25,000	25,000
TOTAL LIABILITIES	<u>474,759</u>	<u>466,286</u>
EQUITY		
Share capital (note 6)	24,559,242	24,559,310
Warrant capital (note 6)	170,199	311,033
Unit Subscriptions received (note 10)	100,000	-
Contributed surplus	4,683,795	4,542,961
Deficit	(19,562,585)	(19,512,598)
TOTAL EQUITY	<u>9,950,651</u>	<u>9,900,706</u>
TOTAL LIABILITIES AND EQUITY	<u>\$ 10,425,410</u>	<u>\$ 10,366,992</u>

Commitment (note 9)

Subsequent Events (Note 10)

Approved by the Board of Directors

Director (signed by) "Brian Testo"

Director (signed by) "Sam Pillersdorf"

The accompanying notes form an integral part of these consolidated financial statements.

GRIZZLY DISCOVERIES INC.

Consolidated statements of loss and comprehensive loss

(unaudited)

For the three months ended October 31	2025	2024
EXPENSES		
General and administration (note 7)	\$ (51,863)	\$ (75,584)
Share based compensation	-	(30,000)
TOTAL EXPENSES	(51,863)	(105,584)
OTHER INCOME (LOSS)		
Interest income	634	1,043
Unrealized gain on marketable securities	971	1,591
Flow through share premium	271	3,465
TOTAL OTHER INCOME	1,876	6,099
NET LOSS AND COMPREHENSIVE LOSS	\$ (49,987)	(99,485)
BASIC AND DILUTED LOSS PER COMMON SHARE	\$ (0.00)	(0.00)
Weighted average number of common shares outstanding	172,860,622	159,527,287

The accompanying notes form an integral part of these consolidated financial statements.

GRIZZLY DISCOVERIES INC.

Consolidated statements of changes in equity

(unaudited)

	Number of common shares	Share capital	Warrant capital	Unit Subscriptions Received	Contributed surplus	Deficit	Total equity
As at July 31, 2024	159,527,287	\$ 24,234,053	\$ 246,450	-	\$ 4,512,961	\$(19,109,647)	\$ 9,883,817
Net loss and comprehensive loss	-	-	-	-	-	(99,485)	(99,485)
Share based compensation	-	-	-	-	30,000	-	30,000
Share issuance costs	-	(1,246)	-	-	-	-	(1,246)
As at October 31, 2024	159,527,287	\$ 24,232,807	\$ 246,450	\$ -	\$ 4,542,961	\$(19,209,132)	\$ 9,813,086
As at July 31, 2025	172,860,622	\$ 24,559,310	\$ 311,033	\$ -	\$ 4,542,961	\$(19,512,598)	\$ 9,900,706
Net loss and comprehensive loss	-	-	-	-	-	(49,987)	(49,987)
Warrants expired	-	-	(140,834)	-	140,834	-	-
Unit subscriptions received (note 10)	-	-	-	100,000	-	-	100,000
Share issuance costs	-	(68)	-	-	-	-	(68)
As at October 31, 2025	172,860,622	24,559,242	\$ 170,199	\$ 100,000	\$ 4,683,795	\$(19,562,585)	\$ 9,950,651

The accompanying notes form an integral part of these consolidated financial statements.

GRIZZLY DISCOVERIES INC.

Consolidated statements of cash flows

(unaudited)

For the three months ended October 31	2025	2024
CASH PROVIDED BY (USED IN):		
OPERATING ACTIVITIES:		
Net loss	\$ (49,987)	\$ (99,485)
Items not affecting cash and cash equivalents:		
Share based compensation	-	30,000
Unrealized gain on marketable securities	(971)	(1,591)
Flow through share premium	(271)	(3,465)
Changes in non-cash working capital:		
Other current assets	13,411	(3,402)
Accounts payable and accrued liabilities	5,276	19
Cash and cash equivalents used in operating activities	<u>(32,542)</u>	<u>(77,294)</u>
INVESTING ACTIVITIES:		
Deposit	(275)	(424)
Mineral property expenditures	-	(59,047)
Cash and cash equivalents used in investing activities	<u>(22,379)</u>	<u>(59,471)</u>
FINANCING ACTIVITIES:		
Unit Subscriptions received	100,000	-
Costs of share issuance	(68)	(8,549)
Cash and cash equivalents provided by financing activities	<u>99,932</u>	<u>(8,549)</u>
NET (DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS	67,115	(145,944)
Cash and cash equivalents – beginning of period	<u>72,297</u>	<u>213,550</u>
CASH AND CASH EQUIVALENTS – END OF PERIOD	\$ 139,412	\$ 67,606

See Note 8 for supplemental cash flow information.

The accompanying notes form an integral part of these consolidated financial statements.

1. Nature of operations and going concern

Grizzly Discoveries Inc. (the “Company” or “Grizzly”) was incorporated on May 31, 2002 in Alberta and is in the business of acquiring and exploring mineral properties located in Canada. The Company has not yet determined whether these properties contain mineral reserves that are economically recoverable. The Company’s registered office is Suite 3400, 350 7 Avenue SW, Calgary, Alberta, T2P 3N9. The Company’s head office is at Suite 363 – 9768 170 Street NW, Edmonton, Alberta, T5T 5L4.

Long-term continuance of the Company’s operations is dependent upon achieving profitable operations and obtaining additional equity or debt financing. The recoverability of the carrying values of the Company’s mineral properties is dependent upon the existence and discovery of economically recoverable reserves, the ability of the Company to obtain the necessary financing to complete the development of these properties and future profitable production from or proceeds from the disposition of mineral properties.

These condensed consolidated interim financial statements have been prepared on a going concern basis, which contemplates the realization of assets and settlement of liabilities in the normal course of operations. As at October 31, 2025, the Company has a deficit of \$19,562,585 (July 31, 2025 - \$19,512,598) and the Company has not yet determined whether its mineral properties contain mineral deposits that are economically recoverable. These material uncertainties may cast significant doubt regarding the Company’s ability to continue as a going concern. At the current stage of the Company’s development, the ability of the Company to continue as a going concern is dependent upon its ability to obtain additional sources of financing. Management’s intentions are to continue to pursue additional financing. If the Company is unsuccessful in obtaining additional financing to fund operations and the exploration and development of its mineral properties, the going concern assumption may not be appropriate and adjustments would be necessary to the carrying value of assets and liabilities and reported revenues and expenses. Such adjustments may be material.

2. Basis of presentation

International Financial Reporting Standards (“IFRS”) for interim financial statements as specified in International Accounting Standard 34 – *Interim financial reporting* (“IAS 34”) issued by the International Accounting Standards Board (“IASB”). These condensed consolidated interim financial statements do not contain all of the disclosures required for financial statements in accordance with IFRS and should be read in conjunction with the consolidated financial statements of the Company for the year ended July 31, 2025.

These condensed consolidated interim financial statements include the accounts of the Company and its wholly owned subsidiary Alberta Potash Corp. (incorporated in Alberta). All intercompany balances and transactions have been eliminated on consolidation.

These condensed consolidated interim financial statements have been prepared on a historical cost basis and are presented in Canadian Dollars, the Company’s functional currency, unless otherwise noted.

These condensed consolidated interim financial statements were approved by the Audit Committee on behalf of the Board of Directors of the Company on December 30, 2025.

3. Restricted cash

The Company has restricted cash in the amount of \$5,000 (July 31, 2025 - \$5,000) as security for corporate credit card liabilities.

GRIZZLY DISCOVERIES INC.

Notes to the consolidated financial statements

For the three months ended October 31, 2025 and 2024

*(unaudited)***4. Other current assets**

As at	October 31 2025	July 31 2025
Accounts receivable	\$ 271	\$ 499
Goods and services tax receivable	2,549	17,443
Mineral exploration tax credits receivable	16,398	16,398
Prepayments and deposits	30,040	28,329
Marketable securities	12,321	11,350
Total other current assets	\$ 61,579	\$ 74,019

The Company holds securities of publicly traded companies which it has classified as FVTPL, carried at fair value, with unrealized gains and losses held as a component of net loss.

5. Mineral properties

	Alberta Potash Properties	BC Precious Metals Properties	Total
Balance, July 31, 2024	\$ 1	\$ 10,045,884	\$ 10,045,885
Acquisition costs	3,487	13,571	17,058
Exploration and evaluation costs	-	63,392	63,392
Reclamation	10,000	-	10,000
Impairment	(13,488)	(49,304)	(62,792)
Balance, July 31, 2025	\$ -	\$ 10,073,543	\$ 10,073,543
Exploration and evaluation costs	-	3,468	3,468
Balance, October 31, 2025	\$ -	\$ 10,077,011	\$ 10,077,011

6. Share capital*Common shares*

The Company's articles authorize an unlimited number of common shares with no par value and an unlimited number of preferred shares. The Company has not issued any preferred shares. A summary of changes in common share capital is as follows:

	Number of Shares	Weighted average issue price	Amount
Balance, July 31, 2024	159,527,287		\$ 24,234,053
Shares issued in private placement financings	5,000,001	\$ 0.025	125,000
Shares issued in Debt Settlement	8,333,334	\$ 0.025	208,333
Costs of share issuance	-		(8,076)
Balance, July 31, 2025	172,860,622		24,559,310
Costs of share issuance	-	-	(68)
Balance, October 31, 2025	172,860,622		\$ 24,559,242

Common share purchase warrants

A summary of changes in common share purchase warrant capital is as follows:

	Number of Warrants	Weighted average issue price	Amount
Balance, July 31, 2024	12,137,597		246,450
Warrants issued in private placement financings	4,583,334	\$ 0.005	22,916
Warrants issued in Debt Settlement	8,333,334	\$ 0.005	41,667
Balance, July 31, 2025	25,054,265		\$ 311,033
Warrants expired	(4,142,179)	\$ 0.034	(140,834)
Balance, October 31, 2025	20,912,086		\$ 170,199

GRIZZLY DISCOVERIES INC.

Notes to the consolidated financial statements

For the three months ended October 31, 2025 and 2024

(unaudited)

A summary of share purchase warrants outstanding is as follows:

As at October 31, 2025				As at July 31, 2024			
Exercise price	Warrants outstanding	Warrants exercisable	Years to expiry	Exercise price	Warrants outstanding	Warrants exercisable	Years to expiry
\$ -	-	-	-	\$ 0.10	4,142,179	4,142,179	0.0
\$ 0.07	1,487,750	1,487,750	0.2	\$ 0.07	1,487,750	1,487,750	0.5
\$ 0.05	6,507,668	6,507,668	0.7	\$ 0.05	6,507,668	6,507,668	1.0
\$ 0.05	8,333,334	8,333,334	1.5	\$ 0.05	8,333,334	8,333,334	1.8
\$ 0.05	4,583,334	4,583,334	1.7	\$ 0.05	4,583,334	4,583,334	1.9
\$ 0.05	20,912,086	20,912,086	1.2	\$ 0.06	25,054,265	25,054,265	1.2

Common share purchase options

A summary of stock option activity is as follows:

	Number of options	Weighted average exercise price
Balance, July 31, 2024	11,800,000	\$ 0.08
Issued	1,000,000	\$ 0.05
Expired	(250,000)	\$ 0.05
Balance, July 31, 2025	12,550,000	\$ 0.07
Expired	(250,000)	\$ 0.08
Balance, October 31, 2025	12,300,000	\$ 0.07

A summary of stock options outstanding is as follows:

As at October 31, 2025				As at July 31, 2024			
Exercise price	Options outstanding	Options exercisable	Years to expiry	Exercise price	Options outstanding	Options exercisable	Years to expiry
\$ -	-	-	-	\$ 0.080	250,000	250,000	<0.1
\$ 0.060	1,250,000	1,250,000	0.2	\$ 0.060	1,250,000	1,250,000	0.5
\$ 0.090	3,000,000	3,000,000	1.6	\$ 0.090	3,000,000	3,000,000	1.9
\$ 0.110	300,000	300,000	2.3	\$ 0.110	300,000	300,000	2.5
\$ 0.090	3,250,000	3,250,000	2.4	\$ 0.090	3,250,000	3,250,000	2.7
\$ 0.090	250,000	250,000	2.8	\$ 0.090	250,000	250,000	3.1
\$ 0.090	250,000	250,000	3.0	\$ 0.090	250,000	250,000	3.2
\$ 0.050	3,000,000	3,000,000	3.4	\$ 0.050	3,000,000	3,000,000	3.7
\$ 0.050	1,000,000	1,000,000	3.8	\$ 0.050	1,000,000	1,000,000	4.1
\$ 0.074	12,300,000	12,300,000	2.4	\$ 0.076	11,800,000	11,800,000	3.4

7. General and administrative expenses

For the three months ended October 31	2025	2024
Advertising and promotion	\$ 7,713	\$ 4,235
Conferences and corporate travel	1,703	2,345
Consulting fees (note 13)	18,000	51,000
Office and administration	5,445	9,206
Regulatory and transfer fees	10,462	8,532
Professional fees	8,540	266
	<u>\$ 51,863</u>	<u>\$ 75,584</u>

8. Supplemental cash flow information*Interest and dividends received and paid*

During the three months ended October 31, 2025, the Company received interest of \$634 (2024 - \$1,043) from deposits with its financial institution. The Company accrued interest on the Note Payable of \$5,788 (2024 - \$Nil) in the year.

Non-cash transactions eliminated from the consolidated statements of cash flows

The following table lists non-cash transactions which were recorded in the three months ended October 31, 2025 and 2024 and have been eliminated from the consolidated statements of cash flows.

For the three months ended October 31	2025	2024
Increase/(Decrease) in accounts payable related to investing activities	\$ 3,468	\$ (13,272)
Expiry of warrants	\$ 140,834	\$ -
Mineral exploration tax credits accrued as a reduction of mineral properties	\$ -	\$ 15
(Decrease)/Increase in accounts payable related to financing activities	\$ -	\$ (7,303)

9. Commitment

Pursuant to the sale of flow-through shares, the Company has an outstanding contractual obligation at October 31, 2025 to incur qualified exploration expenditures on its mineral properties totalling \$18,366 (July 31 2025 - \$21,619) no later than December 31, 2026.

10. Subsequent Events*Private placement – November 2025*

On November 7, 2025, the Company closed on a private placement for gross proceeds of \$153,000 by the issuance of 3,400,000 Units and 1,700,000 FT Units each priced at \$0.03 per Unit or FT Unit. Each Unit consisted on one common share of the Company and one non-transferrable common share purchase warrant (“Warrant”) with each Warrant entitling the holder to purchase an additional common share of the Company at \$0.05 and expiring on the earlier of a) 30 days following written notice by the Company to the warrant holder that the volume-weighted average trading price of the Common Shares on the TSX Venture Exchange is at or greater than CA\$0.10 per Common Share for 10 consecutive trading days; and (b) November 7, 2027. Each FT Unit consisted of one Common Share and one half of one Warrant, each of which was issued as a “flow through share” for the purposes of the Income Tax Act (Canada). The Company did not pay any

commissions or finders fees in connection with the private placement. The common shares and any common shares issued on exercise of the Warrants issued in the private placement are subject to restrictions on trading until March 8, 2026.

At October 31, 2025, the Company had received \$100,000 in proceeds on the private placement prior to closing.

Private placement – December 2025

On December 17, 2025 the Company closed on the sale of 8,000,000 FT Units, at \$0.03 per FT Unit, for gross proceeds of \$240,000 as an initial tranche of a non-brokered private placement originally announced on November 25, 2025. The private placement consists of up to 8,333,333 Units and up to 25,000,000 of any combination of Units and FT Units. Each Unit consists of one common share of the Company (“Common Share”) and one non-transferable Common Share purchase warrant entitling the warrant holder to purchase an additional Common Share for \$0.05 and expiring on the earlier of a) 30 days following written notice by the Company to the warrant holder that the volume-weighted average trading price of the Common Shares on the TSX Venture Exchange is at or greater than CA\$0.10 per Common Share for 10 consecutive trading days; and (b) 24 months from the date of issuance (“Warrant”). Each FT Unit consists of one Common Share and one half of one Warrant, each of which shall be issued as a “flow through share” for the purposes of the Income Tax Act (Canada)

In connection with the sale of the 8,000,000 FT Units, the Company paid a cash finder’s fee of \$14,400 and issued 240,000 non-transferable finder’s warrants, with equivalent terms to the Warrants, to two non-arm’s length parties. The common shares and any common shares issued on exercise of the Warrants issued in the private placement are subject to restrictions on trading until April 18, 2026

Midway-Picurestone Option Payment Settlement

On October 11, 2022, the Company entered into an option agreement with an arm’s length individual (the “Optionor”) to purchase the mineral rights to 317 hectares in seven mineral claims in the Greenwood, BC area (the “Midway Mine Claims”). Completion of the Midway Mine Option pursuant to the 2022 option agreement requires the payment of \$10,000 and the issuance of 100,000 common shares of the Company on the third anniversary of regulatory acceptance of the Midway Mine Option.

The Optionor agreed to accept additional common shares of the Company in lieu of the cash payment of \$10,000 at a deemed price of \$0.03 per common share (the “Cash Option Payment Shares”), for a total payment of 433,334 common shares to complete the third anniversary payment under the Midway Mine Option Agreement, and thereby complete the option. Pursuant to the third anniversary payment, the Company now has a 100% interest in the Midway Mine Claims, subject to a 1% NSR royalty in favour of the Optionor, and the Optionor retaining the rights to quarriable industrial rocks.

Interest on Note Payable

On May 15, 2025, the Company, among other things, issued a promissory note (the “Note”) to an arm’s length corporation in partial settlement of outstanding debt to a creditor of the Company (Note 8).

On November 19, 2025, the Company settled the semi-annual interest payment due November 2025 in common shares, at a deemed price of \$0.03 per Common Share, for a total of 208,333 common shares of the Company (the “Note Interest Shares”) representing the interest payment of \$6,250.

The Cash Option Payment Shares and the Note Interest Shares are subject to restrictions on trading until March 20, 2026.