



LARA EXPLORATION LTD.
(An Exploration Stage Company)

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

FOR THE THREE MONTHS ENDED MARCH 31, 2026 AND 2025

NOTICE TO READER

The accompanying condensed consolidated interim financial statements of Lara Exploration Ltd. for the three months ended March 31, 2026 and 2025 have been prepared by management and approved by the Board of Directors of the Company. These condensed consolidated interim financial statements have not been reviewed by the Company's external auditors.

LARA EXPLORATION LTD.

CONDENSED CONSOLIDATED INTERIM STATEMENTS OF LOSS AND COMPREHENSIVE LOSS

(Unaudited - Expressed in Canadian Dollars)

	Three months ended March 31 2026	Three months ended March 31 2025
Exploration expenditures (Note 5)	\$ 631,792	\$ 427,993
General and administrative expenses		
Management fees	140,763	137,021
Office, rent, and administrative services	104,762	101,712
Professional fees	25,887	10,000
Shareholder communication and investor relations	100,105	18,101
Transfer agent and regulatory fees	210,756	28,286
Travel and related	287	54
	582,560	295,174
Loss from operations	(1,214,352)	(723,167)
Change in fair value of long-term investments (Note 7)	145,583	79,718
Equity loss of associated company (Note 6)	(8,396)	(4,954)
Other income (Note 7)	528,810	44,621
Foreign exchange and other gain	27,089	88,189
LOSS AND COMPREHENSIVE LOSS	\$ (521,266)	\$ (515,593)
Basic and diluted loss per share	\$ (0.01)	\$ (0.01)
Weighted average number of shares outstanding - basic and diluted	50,706,099	49,434,772

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

LARA EXPLORATION LTD.**CONDENSED CONSOLIDATED INTERIM STATEMENTS OF CASH FLOWS**

(Unaudited - Expressed in Canadian Dollars)

	Three months ended March 31 2026	Three months ended March 31 2025
CASH FLOWS FROM OPERATING ACTIVITIES		
Loss for the period	\$ (521,266)	\$ (515,593)
Items not affecting cash:		
Change in fair value of long-term investments	(145,583)	(79,718)
Equity loss of associated company	8,396	4,954
Unrealized foreign exchange gain	(27,731)	(74,156)
Changes in non-cash working capital items:		
Receivables	(12,772)	5,398
Prepaid expenses and deposits	(139,076)	9,984
Accounts payable and accrued liabilities	(116,740)	5,818
Net cash used in operating activities	(954,772)	(643,313)
CASH FLOWS FROM INVESTING ACTIVITIES		
Investment in associated company	(14,297)	-
Net cash used in investing activities	(14,297)	-
CASH FLOWS FROM FINANCING ACTIVITIES		
Subscriptions received in advance	14,502,323	-
Net cash provided by financing activities	14,502,323	-
Effect of exchange rate changes	27,731	75,939
Change during the period	13,560,985	(567,374)
Cash, beginning of period	2,725,873	5,144,036
Cash, end of period	\$ 16,286,858	\$ 4,576,662

Supplemental disclosure with respect to cash flows (Note 11)

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

LARA EXPLORATION LTD.

CONDENSED CONSOLIDATED INTERIM STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY

(Unaudited - Expressed in Canadian Dollars)

	Number of common shares	Share capital	Subscriptions received in advance	Reserve	Deficit	Total
Balance, December 31, 2025	50,706,099	\$ 35,869,097	\$ -	\$ 10,305,046	\$ (39,860,774)	\$ 6,313,369
Subscriptions received	-	-	14,502,323	-	-	14,502,323
Loss for the period	-	-	-	-	(521,266)	(521,266)
Balance, March 31, 2026	50,706,099	\$ 35,869,097	\$ 14,502,323	\$ 10,305,046	\$ (40,382,040)	\$ 20,294,426
Balance, December 31, 2024	49,434,772	\$ 34,423,016	\$ -	\$ 10,863,668	\$ (36,798,450)	\$ 8,488,234
Loss for the period	-	-	-	-	(515,593)	(515,593)
Balance, March 31, 2025	49,434,772	\$ 34,423,016	\$ -	\$ 10,863,668	\$ (37,314,043)	\$ 7,972,641

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

LARA EXPLORATION LTD.

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

(Unaudited - Expressed in Canadian Dollars)

FOR THE THREE MONTHS ENDED MARCH 31, 2026 AND 2025

1. NATURE AND CONTINUANCE OF OPERATIONS

Lara Exploration Ltd. (the “Company” or “Lara”) was incorporated under the British Columbia Business Corporations Act on March 31, 2003. The Company’s principal business activities are the acquisition, exploration, and development of mineral properties in South America, currently with exploration and evaluation properties in Brazil and Peru. These consolidated financial statements are comprised of the Company and its subsidiaries. The Company’s common shares are listed on the TSX Venture Exchange (the “TSX-V”) under the symbol “LRA.”

The Company is in the process of exploring its exploration and evaluation assets and has not yet determined whether they contain reserves that are economically recoverable. The recoverability of amounts shown for exploration and evaluation assets is dependent upon the discovery of economically recoverable reserves, the ability of the Company to obtain the necessary financing to complete their exploration and development, confirmation of the Company’s interest in the underlying claims and leases, ability to obtain the required permits to mine and future profitable production or proceeds from the disposition of these assets.

These condensed consolidated interim financial statements are prepared on a going concern basis, which assumes that the Company will be able to meet its obligations and continue its operations for its next fiscal year. Realization values may be substantially different from the carrying values shown, and these condensed consolidated interim financial statements do not give effect to adjustments necessary to the carrying values and classification of assets and liabilities should the Company be unable to continue as a going concern. The Company’s continuing operations and the ability of the Company to meet mineral property and other commitments are dependent upon the ability of the Company to continue to raise additional equity or debt financing and to seek joint venture partners. At the date of these condensed consolidated interim financial statements, the Company has not identified a known body of commercial-grade minerals on any of its properties. The Company has not achieved profitable operations and has accumulated losses since its inception. These material uncertainties may cast significant doubt on the Company’s ability to continue as a going concern.

2. SUMMARY OF MATERIAL ACCOUNTING POLICY INFORMATION

Basis of presentation

These condensed consolidated interim financial statements have been prepared in accordance with International Accounting Standard 34, Interim Financial Reporting (“IAS 34”). Certain disclosures included in the annual financial statements prepared in accordance with IFRS Accounting Standards (“IFRS”), as issued by the International Accounting Standards Board (“IASB”), have been condensed or omitted, and accordingly, these unaudited condensed consolidated interim financial statements should be read in conjunction with the Company’s audited consolidated financial statements for the year ended December 31, 2025. The accounting policies, estimates, and judgements applied in the preparation of these condensed consolidated interim financial statements are consistent with those applied and disclosed in the Company’s audited consolidated financial statements for the year ended December 31, 2025. The Company’s interim results do not necessarily indicate its results for a full year.

New accounting policies

The adoption of amendments to the IFRS standards and standards issued but not yet effective is disclosed in the Company’s annual consolidated financial statements.

Amendments to IFRS 9 Financial Instruments and IFRS 7 Financial Instruments: Disclosures

The Company adopted the amendments to IFRS 9 and IFRS 7 effective January 1, 2026, and is in compliance with the amended requirements. The adoption of these amendments did not result in any material changes to the Company’s financial position, results of operations, presentation, or related disclosures.

3. RESTRICTED CASH EQUIVALENT

As at March 31, 2026 and December 31, 2025, the Company held an interest-bearing GIC of \$57,976 as collateral for corporate credit cards.

LARA EXPLORATION LTD.

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4. EXPLORATION AND EVALUATION ASSETS

	December 31		Additions		Reductions		March 31
	2025						2026
Brazil							
Planalto	\$	504,529	\$	-	\$	-	\$ 504,529
Peru							
Kenita/Puituco		39,743		-		-	39,743
Alli Allpa (Mantaro)		34,068		-		-	34,068
	\$	578,340	\$	-	\$	-	\$ 578,340

Planalto Copper Project, Brazil

In February 2013 (amended in June 2016 and June 2019), the Company completed its option to acquire a 100% interest in the Planalto Copper Project from Brazil Americas Investments & Participation Mineracao LLC ("Brazil Americas") by paying US\$500,000 in cash (paid) and a 2% net smelter return ("NSR") royalty. Lara has the right to acquire 50% of the NSR royalty for US\$2,000,000.

In August 2020, Lara entered into an option agreement (amended in February 2022) to acquire mining rights adjacent to the original Planalto Project from Mineracao Zaspir Ltda. ("Zaspir"). Lara agreed to acquire a 100% interest in these mining rights for staged payments totalling US\$250,000 (paid) and granting Zaspir a 2% NSR royalty on any production. The Company retains the right to buy back half of the royalty (being 1%) for US\$250,000.

In December 2020, the Company signed an option agreement (amended in July 2021) with Mineração Tariana Ltda. ("Tariana"), a subsidiary of Anglo American do Brasil Ltda., to acquire an exploration license adjacent to the Company's Planalto Project. Under the terms of the agreement, the Company will make a payment of US\$50,000 (paid) upon the date of publication of the transfer of title by the ANM in Brazil (completed in March 2022) and payments of US\$50,000 on the first and second anniversaries of that date (paid). The Company committed to complete a minimum of 2,000 metres of diamond drilling (completed) together with resource and reserve studies by May 2023. The Company then has until the date of filing the Final Exploration Report with the ANM to notify Tariana of its intention to exercise the option and put the project into production. The Company will pay a 1.25% NSR royalty to Tariana on production. If the project is not operating by July 31, 2026, at such date, the Company will make advanced royalty payments of US\$50,000 per year for five years or until the start of production, if that is sooner, which amounts are recoverable from 50% of the royalties payable to Tariana thereafter.

In October 2025, the Company entered into an agreement with Atlantica do Brasil Mineração Ltda. ("Atlantica") to acquire an exploration license adjacent to the Company's own Planalto Copper Project in Brazil. The Company has agreed to:

- Issue 164,777 common shares to Atlantica on acceptance of the agreement by the TSX-V (issued);
- drill a minimum of 2,000 metres by the end of the year 2027;
- prepare a NI 43-101-compliant Technical Report by the end of the year 2027;
- pay a Success Fee equivalent to US\$0.06/lb of copper contained in Measured and Indicated Resources in the Technical Report by December 2027;
- pay an additional Success Fee equivalent to US\$0.06/lb of copper contained in any additional Measured and Indicated Resources included in an updated Technical Report by December 2028; and
- pay an additional Success Fee equivalent to US\$0.08/lb of copper contained in any additional Measured and Indicated Resources estimated in any subsequent Technical Report after the end of 2028.

The Success Fee can be paid in annual installments, in cash or common shares at the Company's discretion, with a maximum of US\$1,250,000 due in any one year. There is a minimum payment of US\$500,000 regardless of the resource size discovered, due at the end of 2027. Atlantica and an underlying vendor will each be entitled to a 1% NSR royalty on any production derived from the license.

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4. EXPLORATION AND EVALUATION ASSETS (continued)

Itaituba Vanadium Project, Brazil

In August 2025, the Company entered into a binding letter of intent (the “LOI”) with a private company (the “Optionee”) for the Optionee to acquire the Company’s Itaituba project, located in the Tapajós Mineral Province of northern Brazil. The Optionee advised its plan to seek a stock exchange listing (the “Public Transaction”) for the Itaituba project (either on a standalone basis or as part of a basket of vanadium projects). In connection with the Public Transaction, the Optionee assigned its rights and obligations under the LOI to Golcap Resources Corp (“Golcap”) in December 2025.

Under the terms of the LOI, for the initial 90% interest of the project, the Company (as the project operator) will receive staged payments from Golcap totalling US\$2,000,000 to fund exploration and development of the Itaituba project: US\$500,000 in 2025 (US\$350,000 received), US\$600,000 in 2026, and US\$900,000 in 2027.

Upon the filing and approval of a “Final Exploration Report” with the ANM in Brazil, the Company is entitled to receive common shares of the Golcap equal to the higher of (a) \$1,000,000 in valuation and (b) 9.9% ownership on a fully diluted basis. Golcap issued 4,000,000 common shares to the Company, which is currently subject to escrow until filing and approval of a “Final Exploration Report” with the ANM in Brazil. No value has been recognized as management has assessed that the fair value of these shares at the date of receipt was not reliably measurable and is effectively \$Nil, due to uncertainty surrounding the final escrow release condition. Golcap will have the option to acquire an additional 10% interest in the project for \$250,000 and an additional 1,000,000 common shares, with the Company having the right to force exercise on the third anniversary of the Public Transaction. The Company is entitled to receive a payment of US\$1,000,000 within 90 days of publication of the first Feasibility Study and will also receive a 2% NSR royalty on any production from the project and any other properties acquired within a 5km area of interest. As at March 31, 2026, Golcap has been in default of certain required payments under the LOI. The Company and Golcap are currently in discussions to renegotiate the terms of the agreement.

Liberdade Copper Project, Brazil

In May 2022, Lara was advised by partner Codelco do Brasil Mineração Ltda. (“Codelco”) that the court has given a positive ruling in the lawsuit defending the validity of its Liberdade exploration license with the ANM. The Company considers the ruling favourable but understands that it has been appealed.

Kenita (Puituco) Property, Peru

During the year ended December 31, 2021, the Company signed a mining rights transfer agreement with BHP World Exploration Inc., Sucursal del Peru, to acquire the Kenita property in exchange for a commitment to pay a 1% NSR royalty on any future production. The Kenita property consists of five exploration licenses adjacent to and surrounding Lara’s Puituco licenses, which were acquired at a government auction.

Alli Allpa (Mantaro) Project, Peru

In March 2022, the Company entered into an agreement with other existing owners to increase its interest from 33% to 70% by funding US\$500,000 of exploration expenditures by December 31, 2025 (completed).

Lara Copper Project, Peru

In July 2020, the Company, with its partner, Global Battery Metals Ltd. (“GBM”), signed an option and royalty agreement for the sale of the Lara Copper Project for US\$5,759,000 and a 1.5% NSR royalty to Minsur S.A. (“Minsur”). The Lara Copper Project is owned 45% by Lara and 55% by GBM. Minsur retains the right to purchase a 0.25% NSR royalty for US\$2,500,000 from each of Lara and GBM at any time before the commencement of commercial production. Under the terms of the agreement, Lara and GBM have granted Minsur an exclusive option to acquire a 100% interest in the Lara Copper Project by making staged cash payments totalling US\$5,759,000 (US\$259,000 received) based on permitting milestones. In November 2025, the Company was notified by Minsur of its termination of the option to acquire the Lara Copper Project.

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5. EXPLORATION EXPENDITURES

	Planalto Brazil	Itaituba Brazil	Other Brazil	Other Peru	Total
For the three months ended March 31, 2026					
Administrative	\$ 43,730	\$ 23	\$ 41,986	\$ 29,925	\$ 115,663
Assays	15,534	20,200	-	-	35,734
Drilling	89,675	-	-	-	89,675
Field costs	71,828	37,289	-	8,708	117,825
Property maintenance	1,074	551	-	-	1,625
Salaries and consultants	219,027	1,697	-	11,094	231,818
Travel and related costs	23,631	13,013	2,693	115	39,452
Total expenditures	\$ 464,499	\$ 72,773	\$ 44,679	\$ 49,842	\$ 631,792

	Planalto Brazil	Itaituba Brazil	Other Brazil	Other Peru	Total
For the three months ended March 31, 2025					
Administrative	\$ 39,438	\$ -	\$ 36,312	\$ 20,297	\$ 96,047
Assays	4,774	155	-	-	4,929
Drilling	29,244	-	-	-	29,244
Field costs	30,112	4,646	-	8,526	43,285
Property maintenance	486	12,490	-	-	12,976
Salaries and consultants	195,118	16,312	-	11,296	222,726
Travel and related costs	14,115	3,289	4,531	140	18,786
Total expenditures	\$ 313,287	\$ 36,892	\$ 37,554	\$ 40,259	\$ 427,993

6. INVESTMENTS IN ASSOCIATED COMPANY

	March 31 2026	December 31 2025
Opening balance	\$ -	\$ 26,137
Investment in Minas Dixon	14,297	-
Share of Minas Dixon's loss	(8,396)	(26,137)
Ending balance	\$ 5,901	\$ -

As at March 31, 2026 and December 31, 2025, the Company has a 45% interest in Minas Dixon S.A. The aggregate assets, liabilities, and loss of Minas Dixon S.A. are as follows:

	March 31 2026	March 31 2025
For the three months ended		
Current assets	\$ 26,660	\$ 82,543
Non-current assets	-	-
Current liabilities	1,001	1,007
Loss for the period	(18,658)	(11,008)
Company's ownership percentage	45%	45%
Company's share of loss for the period	\$ (8,396)	\$ (4,954)

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7. LONG-TERM INVESTMENTS

	December 31 2025	Changes	Fair value adjustments	March 31 2026
Shares of Daura	\$ 127,750	\$ -	\$ (8,750)	\$ 119,000
Shares of Bifox	3,186,640	-	154,333	3,340,973
	\$ 3,314,390	\$ -	\$ 145,583	\$ 3,459,973

The Company held 5% of the shares of Estrella Gold SAC (a private exploration company), which was acquired by Daura Gold Corp. ("Daura") in January 2025. The Company received 350,000 common shares of Daura.

The Company holds 13,935,236 shares, or approximately 5.3% (December 31, 2025 - 5.3%), of Bifox Limited. The Company valued its investment in Bifox at \$0.25 Australian dollars per share based on recent financings by Bifox. Upon relisting the shares, Bifox will be obligated to reimburse Lara for US\$570,000 of project expenses. Bifox operates the Baha Inglesa phosphate mine and processing facilities in northern Chile. The Company also holds a 2% production royalty triggered once the production rate exceeds 50,000 tonnes per annum.

The Company holds a 5% preferred interest in Celesta Mineração ("Celesta") and a 2% NSR royalty. A \$Nil value has been attributed to the 5% interest. Celesta entered into a payment plan arrangement for past royalties and/or fees payable to the Company and other royalty holders. During the three months ended March 31, 2026, the Company received \$663,375, which was recorded in other income (expense).

The Company purchased a right from Sereno Minerals (BVI) Ltd., a private mineral exploration company, to receive 5% of the proceeds of two lawsuits in Brazil. The Company paid \$177,627 (US\$140,000) for the right. The investment had been valued at cost, which has been the best estimate of fair value. In December 2024, the Company adjusted its fair value to \$Nil.

8. SHARE CAPITAL**Authorized**

As at March 31, 2026 and December 31, 2025, the authorized share capital of the Company was an unlimited number of common shares without par value.

During the three months ended March 31, 2026, the Company received \$14,502,323 (2025 - \$Nil) of subscriptions in connection to the financings closed subsequent to the reporting date (Note 14).

Stock options

There were no changes in stock options outstanding during the three months ended March 31, 2026. The following table summarizes the stock options outstanding and exercisable as at March 31, 2026:

Expiry date	Exercise price	Outstanding	Exercisable
June 28, 2026	\$ 0.70	50,000	50,000
April 19, 2028	\$ 0.79	2,050,000	2,050,000
January 8, 2029	\$ 0.54	400,000	400,000
January 24, 2029	\$ 0.64	100,000	100,000
October 11, 2029	\$ 1.20	100,000	100,000
		2,700,000	2,700,000

As at March 31, 2026, the weighted-average remaining life of the outstanding stock options was 2.21 (December 31, 2025 - 2.46) years.

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9. SEGMENTED INFORMATION

The Company operates in one reportable operating segment, the exploration and development of exploration and evaluation assets. Except for exploration and evaluation assets, equipment and exploration expenditures, substantially all of the Company's assets and expenditures are located and incurred in Canada. Exploration and evaluation assets are in Brazil and Peru, with equipment located primarily in Brazil. All the exploration expenditures have been incurred in Brazil and Peru.

10. RELATED PARTY TRANSACTIONS AND BALANCES

Key management personnel are those persons with the authority and responsibility for planning, directing and controlling the Company's activities, including the directors and officers of the Company. The aggregate value of transactions and outstanding balances relating to key management personnel are as follows:

For the three months ended	March 31 2026	March 31 2025
Management fees - CEO	\$ 83,497	\$ 82,534
Director's fees	55,625	54,488
Exploration expenditures - VP Exploration	45,000	45,000
General and administrative expenses		
<i>Seabord Management Corp.</i>	49,800	53,400
<i>VP Corporate Development</i>	30,000	30,000
	\$ 263,922	\$ 265,422

Seabord Management Corp. ("Seabord") is related to Lara because it provides the Company with key management personnel services, such as the Chief Financial Officer and Corporate Secretary, who are employees of Seabord and are not paid directly by the Company. As at March 31, 2026 and December 31, 2025, the Company has provided a \$10,000 deposit in connection with the service agreement with Seabord.

As at March 31, 2026, the Company had \$129,191 (December 31, 2025 - \$23,854) due to management-related fees and expenses, which have been included in accounts payable and accrued liabilities.

All transactions and balances are in the normal course of operations and are measured at the exchange amount, which is the amount of consideration agreed to by the related parties.

11. SUPPLEMENTAL DISCLOSURE WITH RESPECT TO CASH FLOWS

During the three months ended March 31, 2026, the Company received interest of \$6,840 (2025 - \$23,080).

12. FINANCIAL AND CAPITAL RISK MANAGEMENT**Financial risk management**

The Company's financial instruments are exposed to certain financial risks, which include credit risk, currency risk, market and interest rate risk, and liquidity risk.

Credit risk

The Company's cash and restricted cash equivalent are mainly held through large Canadian or South American financial institutions and, as at March 31, 2026, are mainly held in interest-bearing accounts. Accordingly, the credit risk is minimized. The Company assesses the collectability of other receivables and records allowances for non-collection based on management's assessment of specific accounts.

LARA EXPLORATION LTD.**NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS**

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12. FINANCIAL AND CAPITAL RISK MANAGEMENT (continued)**Currency risk**

The Company is exposed to financial risk related to the fluctuation of foreign exchange rates. The Company operates in Canada, Brazil, and Peru. The Company funds cash calls to its subsidiary companies outside of Canada in Canadian and US dollars, and a portion of its expenditures are also incurred in local currencies, which include the US dollar, the Brazilian real, and the Peruvian sol. The Company's exposure to foreign currency risk arises primarily from fluctuations between the Canadian dollar and those currencies. The Company has not entered into any derivative instruments to manage foreign exchange fluctuations. Management believes the foreign exchange risk related to currency conversions is minimal.

Market and interest rate risk

Market risk is the risk that the fair value or future cash flows of financial instruments will fluctuate due to changes in values because of the volatility of quoted market prices. Interest rate risk is the risk that the fair value of cash flows from a financial instrument will fluctuate due to changes in market interest rates. The Company holds FVTPL investments in exploration companies, which have significant market risk due to the weak equity markets for exploration companies. The Company's cash and restricted cash equivalents are held mainly in interest-bearing bank accounts.

Liquidity risk

Liquidity risk is the risk that the Company will not be able to meet its financial obligations as they fall due. All of the Company's financial liabilities have contractual maturities of less than 30 days and are subject to normal trade terms. The Company manages liquidity risk through the management of its capital resources as outlined below. The Company is exposed to liquidity risk.

Management of capital

The Company's objective when managing capital is to safeguard the Company's ability to continue as a going concern to pursue the development of its mineral properties. The Company relies mainly on equity issuances to raise new capital and on entering into joint venture agreements on certain properties, which enables it to conserve capital and reduce risk. The Company can liquidate long-term investments to raise additional cash resources. In the management of capital, the Company includes the components of shareholders' equity. The Company prepares annual estimates of exploration and administrative expenditures and monitors actual expenditures compared to the estimates to ensure sufficient capital to meet ongoing obligations. The Company's investment policy is to invest its cash in savings accounts or highly liquid short-term deposits with terms of one year or less. Management believes the Company may have to raise additional capital to fund its operations for the next twelve months. The Company is not subject to any capital restrictions, and there were no changes to capital management during 2026.

13. FINANCIAL INSTRUMENTS

The Company classified its financial instruments as follows:

	Fair value hierarchy	March 31 2026	December 31 2025
Financial assets - FVTPL:			
Long-term investments	Level 1	\$ 119,000	\$ 127,750
Long-term investments	Level 2	3,340,973	3,186,640
Financial assets - amortized costs:			
Cash		16,286,858	2,725,873
Restricted cash equivalent		57,976	57,976
Receivables		44,748	31,976
Financial liabilities - amortized costs:			
Accounts payable and accrued liabilities		380,610	497,350

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13. FINANCIAL INSTRUMENTS (continued)

Financial instruments recorded at fair value on the consolidated statement of financial position are classified using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

- a) Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities;
- b) Level 2: inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e., as prices) or indirectly (i.e., derived from prices); and
- c) Level 3: inputs for the asset or liability that are not based on observable market data (i.e., unobservable inputs).

The carrying value of cash, receivables, accounts payable and accrued liabilities approximated their fair value due to the short-term nature of these instruments. Cost is the best measure of fair value for the Company's long-term investments.

14. EVENTS AFTER REPORTING DATE

Subsequent to March 31, 2026, the Company closed a brokered private placement for gross proceeds of \$20,250,000 by issuing 6,750,000 common shares at \$3.00 per share. Concurrently, the Company closed a non-brokered private placement for gross proceeds of \$13,500,000 by issuing 4,500,000 common shares at \$3.00 per share. All common shares issued are subject to a statutory four-month holding period from the date of closing. The Company paid agents' fees totalling \$1,176,705.