



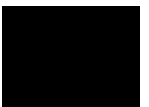
Atlas Salt Inc.

Interim Condensed Financial Statements

For the Three and Six Months Ended
June 30, 2025 and 2024

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Notice of No Auditor Review of Interim Financial Statements

Under National Instrument 51-102, “Continuous Disclosure Obligations”, part 4 subsection 4.3(3)(a), if an auditor has not performed a review of the interim financial statements, they must be accompanied by a notice indicating that the financial statements have not been reviewed by an auditor. The Corporation’s external auditors have not performed a review of these financial statements.

ATLAS SALT INC.

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Atlas Salt Inc.

Condensed Statements of Net Loss and Comprehensive Loss (Unaudited)

For the period

(in Canadian Dollars)

	3 Months Ending		6 Months Ending	
	June 30		June 30	
	2025	2024	2025	2024
	\$	\$	\$	\$
Expenses				
Management and subcontractor fees (Note 8)	69,628	169,143	1,015,815	338,585
Director's fees (Note 8)	50,000	60,000	50,000	60,000
Marketing and communications	313	10,834	985	25,296
Investor relations	5,170	-	5,170	-
Public company expenses	30,380	26,684	60,538	65,986
Office and other (Note 8)	186,127	123,610	419,227	215,400
Salaries and benefits	115,793	104,056	223,829	190,900
Conferences and travel	26,782	22,105	53,038	62,397
Share-based compensation (Note 12)	62,123	481,444	(305,003)	825,444
Right of use amortization (Note 4)	8,474	4,237	8,474	7,062
Depreciation (Note 5)	2,847	6,302	13,931	16,412
	557,638	1,008,416	1,546,004	1,807,481
Other Income (Expenses)				
Interest income	6,711	73,547	13,159	190,158
Interest on lease liability (Note 4)	(177)	(376)	(408)	(649)
Interest on long term debt (Note 9)	(2,117)	-	(4,022)	-
Loss from investment in associate (Note 6)	(118,880)	(139,261)	(187,415)	(236,003)
	(114,463)	(66,090)	(178,686)	(46,494)
Net and Comprehensive Loss	(672,101)	(1,074,506)	(1,724,690)	(1,853,975)
Net Loss per share (basic and diluted)	(0.007)	(0.011)	(0.018)	(0.019)
Weighted average number of common shares outstanding - basic and diluted	97,221,070	95,216,047	97,221,070	95,216,047

Atlas Salt Inc.

Condensed Statement of Financial Position (Unaudited)

As at

(in Canadian Dollars)

	Jun 30, 2025	Dec 31, 2024
	\$	\$
Assets		
Current Assets		
Cash	2,687,338	8,032,910
Accounts receivable	823,825	445,054
Prepaid expenses	54,090	134,871
	<u>3,565,253</u>	<u>8,612,835</u>
Right of use asset (Note 4)	9,886	18,360
Capital assets (Note 5)	809,750	740,640
Work in process assets	606,387	-
Investment in associate (Note 6)	623,727	811,142
Mineral exploration and evaluation (Note 7)	13,682,728	11,782,322
Total Assets	<u>19,297,731</u>	<u>21,965,299</u>
Liabilities		
Current		
Trade payables and accrued liabilities (Note 8)	913,981	1,448,666
Lease Liability (Note 4)	11,111	18,532
Current portion of long-term debt (Note 9)	20,320	10,360
Other liabilities	-	5,671
	<u>945,412</u>	<u>1,483,229</u>
Non-Current		
Asset retirement obligations (Note 10)	345,240	125,303
Lease Liability (Note 4)	-	1,607
Long Term Debt (Note 9)	79,680	89,640
	<u>424,920</u>	<u>216,550</u>
Total Liabilities	<u>1,370,332</u>	<u>1,699,779</u>
Shareholders' Equity		
Share capital (Note 11)	27,577,128	27,204,839
Warrants (Note 11)	-	2,678,079
Contributed surplus	7,257,008	5,564,649
Deficit	(16,906,737)	(15,182,047)
Total Shareholders' Equity	<u>17,927,399</u>	<u>20,265,520</u>
Total Liabilities and Shareholders' Equity	<u>19,297,731</u>	<u>21,965,299</u>

Nature of operations (Note 1)

Approved on behalf of the Board of Directors

Nolan K. Peterson

Carson Noel

Director, Chief Executive Officer

Director, Chair of Audit Committee

Atlas Salt Inc.

Condensed Statement of Changes in Equity (unaudited)

(in Canadian Dollars)	(Note 11)	(Note 11)	(Note 12)		
	Share Capital \$	Warrants \$	Contributed Surplus \$	Deficit \$	Total Shareholders' Equity \$
Balance, December 31, 2023	25,591,855	2,678,787	5,011,628	(11,506,123)	21,776,147
Net and comprehensive loss					
January 1, 2024 - June 30, 2024	-	-	-	(1,853,975)	(1,853,975)
Return of common shares to treasury	(78,183)	-	-	-	(78,183)
Exercise of options	96,525	-	(41,525)	-	55,000
Exercise of warrants	6,958	(708)	-	-	6,250
Expiration of warrants	-	-	-	-	-
Share-based compensation	-	-	1,397,671	-	1,397,671
Balance, June 30, 2024	25,617,154	2,678,079	6,367,774	(13,360,098)	21,302,909
Net and comprehensive loss					
July 1, 2024 - December 31, 2024	-	-	-	(1,821,948)	(1,821,948)
Issuance of shares upon vesting of Performance and Restricted Share Units	1,527,684	-	(1,527,684)	-	-
Return of common shares to treasury	-	-	-	-	-
Exercise of options	60,000	-	-	-	60,000
Exercise of warrants	-	-	-	-	-
Share-based compensation	-	-	724,559	-	724,559
Balance, December 31, 2024	27,204,839	2,678,079	5,564,649	(15,182,047)	20,265,520
Net and comprehensive loss					
January 1, 2025 - June 30, 2025	-	-	-	(1,724,690)	(1,724,690)
Issuance of shares upon vesting of Performance and Restricted Share Units	372,290	-	(372,290)	-	-
Return of common shares to treasury	-	-	-	-	-
Exercise of options	-	-	-	-	-
Expiration of warrants	-	(2,678,079)	2,678,079	-	-
Share-based compensation	-	-	(613,431)	-	(613,431)
Balance, June 30, 2025	27,577,129	-	7,257,008	(16,906,737)	17,927,399

Atlas Salt Inc.

Condensed Statement of Cash Flows (unaudited)

Period Ended

(in Canadian Dollars)

	Jun 30 2025 \$	Jun 30 2024 \$
Operating Activities		
Net loss	(1,724,690)	(1,853,975)
Adjustment for non-cash items:		
Depreciation (Note 5)	13,931	23,474
Right of use asset (Note 4)	8,474	(33,896)
Lease accretion (Note 4)	408	-
Loss on investment in associate (Note 6)	187,415	236,003
Share-based compensation (Note 12)	(305,003)	825,444
	<u>(1,819,465)</u>	<u>(802,950)</u>
Changes in non-cash working capital		
Accounts receivable	(378,771)	51,163
Prepaid expenses	80,781	(9,834)
Accounts payable and accrued liabilities	(540,356)	67,157
Cash used in operating activities	(2,657,811)	(694,464)
Financing Activities		
Return of common shares to treasury	-	(78,183)
Exercise of options	-	55,000
Exercise of warrants	-	6,250
Cash from financing activities	-	(16,934)
Investing Activities		
Purchase of capital assets (Note 5)	(83,041)	(41,499)
Work in process assets	(606,387)	(12,350)
Right of use lease payments (Note 4)	(9,437)	(6,829)
Mineral exploration and evaluation assets	(1,988,896)	(1,009,587)
Cash used in investing activities	(2,687,761)	(1,070,265)
Net change in cash and cash equivalents for the period	(5,345,573)	(1,781,662)
Cash and cash equivalents, beginning of the period	8,032,910	12,192,483
Cash and cash equivalents, end of the period	2,687,337	10,410,821

1. NATURE OF OPERATIONS

Atlas Salt Inc. (the “Company”) is a mineral exploration company engaged in the evaluation and exploration of mineral properties in Newfoundland and Labrador. The Company’s principal asset is the Great Atlantic salt deposit project (the “Great Atlantic Salt Project”), located in the St. George’s Bay basin of western Newfoundland.

The Company was formed on June 15, 2011, under the Alberta Business Corporations Act and was listed on the TSX Venture Exchange on August 17, 2012 (TSX-V stock symbol “SALT”). Its business address is 2 School Road, St. George’s, NL, A0N 1Z0. In 2021, approval was gained for the corporate continuance of the Company from the Province of Alberta to the Province of British Columbia. On August 24, 2021, the Company changed its name from Red Moon Resources Inc. to Atlas Salt Inc. to reflect the Company’s core business anchored by the Great Atlantic Salt Project in western Newfoundland. The Company was listed on the OTCQB on June 30, 2022, trading under the stock symbol “REMRF”.

2. BASIS OF PRESENTATION

The Company prepares its financial statements in accordance with Canadian generally accepted accounting principles (“GAAP”) as set out in the Canadian Professional Accountants of Canada Handbook – Accounting – Part I (“CPA Canada Handbook”) which incorporates IFRS® Accounting Standards (“IFRS”) as issued by the International Accounting Standards Board (“IASB”), and interpretations issued by the International Financial Reporting Interpretations Committee (“IFRIC”).

A summary of the Company’s material accounting policies under IFRS is presented in Note 4 to these financial statements.

These financial statements have been prepared on a historical cost basis.

The Company’s presentation currency and the functional currency of all of its operations is the Canadian dollar as this is the principal currency of the economic environment in which it operates. All the Company’s assets are located in Canada.

These financial statements were approved and authorized for issuance by the Board of Directors on August 27, 2025.

3. NEW AND AMENDED IFRS STANDARDS AND INTERPRETATIONS

Future applicable accounting standards

In April 2024, the IASB issued IFRS 18 - Presentation and Disclosure in Financial Statements which sets out the overall requirements for presentation and disclosures in the consolidated financial statements. The new standard replaces IAS 1 and although much of the substance of IAS 1 will carry over into the new standard, the new standard will require presentation of separate categories of income and expense for operating, investing, and financing activities with prescribed subtotals for each new category. The new standard will also require disclosure and explanation of 'management-defined performance measures' in a separate note within the financial statements.

The new standard is effective for annual reporting periods beginning on or after January 1, 2027, including interim consolidated financial statements, and requires retrospective application. The Company is currently assessing the impact of the new standard.

4. RIGHT OF USE ASSET AND LEASE LIABILITY

On October 18, 2023, the Company entered into a lease agreement for office space commencing on February 1, 2024, until January 31, 2026. The lease agreement provides for monthly base rent payments of \$1,366 in the first year of the lease and monthly base rent payments of \$1,614 in the second year.

In accordance with IFRS 16, the Company recognized a right-of-use asset and lease obligation in relation to its lease commitments. The lease liability has been recorded at the present value of the lease payments, discounted using the Company's incremental borrowing rate estimated at 10% per annum. The associated right-of-use asset is measured at the amount equal to the corresponding lease liability and subsequently depreciated.

Right-of-use asset	June 30, 2025 \$ CAD	December 31, 2024 \$ CAD
Balance beginning of the year	18,360	-
Additions	-	33,896
Amortization	(8,474)	(15,536)
Balance end of the period	9,886	18,360

Lease liability	June 30, 2025 \$ CAD	December 31, 2024 \$ CAD
Balance beginning of the year	20,139	-
Additions	-	33,896
Lease accretion	409	1,267
Lease payments	(9,259)	(15,024)
Balance end of the period	11,289	20,139
Long-term portion	-	(1,607)
Short-term portion	11,289	18,532

Future undiscounted fixed lease payments are as follows:	
Fiscal Year 2025	19,122
Fiscal Year 2026	1,614
	20,736

5. CAPITAL ASSETS

June 30, 2025

	Opening Cost	Additions	Closing Cost	Opening Depreciation	Depreciation	Closing Accumulated Depreciation	Net Book Value
	\$ CAD	\$ CAD	\$ CAD	\$ CAD	\$ CAD	\$ CAD	\$ CAD
Buildings	309,235	9,000	318,235	16,038	5,652	21,690	312,583
Land	373,118	74,041	447,159	-	-	-	447,159
Office Furniture	9,274	-	9,274	3,344	927	4,271	8,347
Computer Equipment	49,013	-	49,013	16,061	7,352	34,913	41,661
Totals	740,640	83,041	823,681	35,442	13,931	49,373	809,750

December 31, 2024

	Opening Cost	Additions	Closing Costs	Opening Depreciation	Depreciation	Closing Accumulated Depreciation	Net Book Value
	\$ CAD	\$ CAD	\$ CAD	\$ CAD	\$ CAD	\$ CAD	\$ CAD
Buildings	286,740	38,533	325,273	5,735	10,304	16,039	309,235
Land	71,685	301,433	373,118	-	-	-	373,118
Office Furniture	12,617	-	12,617	1,262	2,082	3,344	9,274
Computer Equipment	35,075	41,499	76,574	13,031	14,530	27,561	49,013
Totals	406,117	419,998	787,582	20,028	26,915	46,944	740,640

6. INVESTMENT IN ASSOCIATE

	June 30, 2025 \$CAD	December 31, 2024 \$CAD
Investment in Triple Point Resources Ltd.	623,727	811,142

Triple Point Resources Ltd. (“Triple Point”)

Triple Point was incorporated on April 1, 2022, under the laws of the Province of British Columbia. Triple Point’s head office is in St. John’s, Newfoundland and Labrador. Triple Point is focused on large scale clean energy underground storage to advance the development of renewable energy solutions and accelerate the transition to net zero.

On September 22, 2022, Atlas Salt closed the Triple Point spin-out through a Plan of Arrangement. As of June 30, 2025, the Company’s ownership was 27.25% (December 31, 2024 – 27.25%).

Management has determined that its investment in the common shares of Triple Point gives it significant influence over Triple Point. As a result, the Company applied the equity method of accounting for its investment in Triple Point.

The continuity of the Company's investment in Triple Point common shares is as follows:

	June 30, 2025 \$CAD	December 31, 2024 \$CAD
Balance beginning of the year	811,142	1,413,113
Share of net loss and comprehensive loss	(187,415)	(709,145)
Dilution gain	-	107,173
Investment in Triple Point	623,727	811,142

Summarized financial information of Triple Point for the periods ended June 30, 2025, and December 31, 2024 is as follows:

	June 30, 2025 \$CAD	December 31, 2024 \$CAD
Statement of Financial Position		
Cash and cash equivalents	49,289	252,293
Other current assets	43,263	129,066
Non-current assets	2,958,905	2,753,029
Current liabilities	418,065	32,730
Non-current liabilities	337,078	135,038
Equity	2,296,314	2,966,621
Net loss and comprehensive loss		
	Jan 1 – Jun 30, 2025	Jan 1 – Jun 30, 2024
Interest Income	281	164,946
Net loss and comprehensive loss	687,827	509,575

Triple Point Resources had depreciation of \$16,699 at June 30, 2025 (December 31, 2024 – \$30,191). There was \$nil interest expense (December 31, 2024 - \$nil) and \$nil income tax expense at June 30, 2025 (December 31, 2024 – \$nil).

As at June 30, 2025, the Company did not identify any indications of impairment on this investment. On August 11, 2025 Triple Point Resources Ltd. announced that it has closed a private placement consisting of a total of common shares (the "Shares") at a price of \$0.05 per Share for aggregate gross proceeds of \$4,571,641.75 (the "Offering").

7. MINERAL EXPLORATION AND EVALUATION ASSETS

The Company has 20 mineral licences (December 31, 2024 – 20) which consist of 321 claims (December 31, 2024 – 321 claims), which are active and in good standing with the Department of Industry, Energy and Technology in the Province of Newfoundland and Labrador. These licences are in the exploration and evaluation stage. The Company has 3 mining leases (Ace Mining Lease #239, and Gypsum Waste Reclamation Mining Leases #241 and #242) registered

with the Department of Department of Industry, Energy and Technology in the Province of Newfoundland and Labrador on mineral licences 022132M, 027059M and 0271060M situated near St. George's, western Newfoundland.

A summary of the costs of these licences is as follows:

June 30, 2025

	Balance, beginning of the year	Additions	Refunds	Incidental Revenue	Balance, end of the period
	\$ CAD	\$ CAD	\$ CAD	\$ CAD	\$ CAD
Mineral Exploration and Evaluation Assets	11,782,332	1,900,406	-	-	13,682,727

December 31, 2024

	Balance, beginning of the year	Additions	Refunds	Incidental Revenue	Balance, end of the year
	\$ CAD	\$ CAD	\$ CAD	\$ CAD	\$ CAD
Mineral Exploration and Evaluation Assets	8,162,295	3,620,027	-	-	11,782,332

Incidental revenue includes proceeds from the sale of gypsum from the Ace Gypsum mine which were netted against mineral exploration and evaluation assets. Current period ending June 30, 2025, addition to mineral exploration costs include share-based compensation of \$(3,483) (June 30, 2024 – \$1,053,671).

During the period ended June 30, 2025, no indicators of impairment have been identified related to the Company's mineral exploration and evaluation assets.

8. RELATED PARTY TRANSACTIONS

Vulcan Minerals Inc., which owns 29.70% (December 31, 2024 – 29.79%) of the Company's common shares, has significant influence over Atlas Salt Inc. The following transactions were carried out with Vulcan Minerals Inc.:

Expenditures reimbursed to Vulcan Minerals Inc. for expenditures paid by Vulcan Minerals Inc. on behalf of the Company:	June 30, 2025 \$ CAD	June 30, 2024 \$ CAD
Mineral exploration and evaluation assets	6,675	22,953
General and administrative expenses	-	31,914
Rent paid to a corporation which is controlled by a Director of the Company	-	12,000
	6,675	66,867

Compensation for key management personnel, which includes the President and Chief Executive Officer, Chief Financial Officer and Directors, is as follows:

Paid/payable to members of key management and directors:	June 30, 2025 CAD \$	June 30, 2024 CAD \$
Directors' fees	50,000	60,000
Management and subcontractor fees	1,020,715	257,910
Compensation capitalized as mineral exploration and evaluation assets	63,294	86,038
Share-based compensation:		
General and administrative expenses	(427,268)	773,734
Mineral exploration and evaluation assets	(337,939)	429,145
	378,802	1,348,916

Accounts payable and accrued liabilities include \$46,562 owing to related parties as at June 30, 2025 (December 31, 2024 – \$72,362).

9. LONG TERM DEBT

The Company has a loan with the Business Development Bank of Canada (BDC) bearing interest at 8.40%, payable in two separate monthly payments of Principal and Interest. Principal payments consist of a one-time Principal payment of \$2,060, then \$1,660 monthly, beginning on July 23, 2025. Interest payments have been paid monthly since the loan's inception, and the loan matures on June 23, 2030. The loan is unsecured.

BDC Loan	June 30, 2025 \$ CAD	December 31, 2024 \$ CAD
Balance beginning of the year	89,640	-
Addition	-	100,000
Less: Current Portion	(10,360)	(10,360)
Balance end of the period	79,680	89,640

Future minimum long-term debt payments are as follows:	
Fiscal Year 2025	10,360
Fiscal Year 2026	19,920
Fiscal Year 2027	19,920
Fiscal Year 2028	19,920
Fiscal Year 2029	19,920
Fiscal Year 2030	9,960

10. ASSET RETIREMENT OBLIGATIONS

Upon termination of the Company's Ace Gypsum mine, the Company is required to satisfy certain asset retirement obligations including the removal of any equipment and the restoration of the land and premisses to their original condition. The total discounted cash flows estimated to settle the Company's asset retirement obligations as at June 30, 2025, was \$345,240 (December 31, 2024 – \$125,302). The estimated future cash flows have been discounted using a risk-free rate of 2.6% (December 31, 2024 – 2.92%) and an inflation rate of 1.9% (December 31, 2024 – 1.8%).

A reconciliation of the asset retirement obligation is provided below:

	June 30, 2025 \$ CAD	December 31, 2024 \$ CAD
Balance, beginning of the year	125,302	136,931
Provision Adjustment	219,938	(11,629)
Balance, end of the period	345,240	125,302

11. SHARE CAPITAL

Unlimited number of voting common shares.

Unlimited number of preferred shares, issuable in series.

Issued and Outstanding	June 30, 2025		December 31, 2024	
	Number of Common Shares	Share Capital \$ CAD	Number of Common Shares	Share Capital \$ CAD
Common Shares				
Balance, beginning of the year	96,967,117	27,204,839	94,768,785	25,591,855
Issuance of shares upon vesting of Performance Share Units and Restricted Share Units	319,750	372,290	1,151,070	1,527,684
Return of common shares to treasury	-	-	(127,738)	(78,183)
Exercise of stock options	-	-	1,150,000	156,525
Exercise of warrants	-	-	25,000	6,958
Balance, end of the period	97,286,867	27,577,129	96,967,117	27,204,839

For the period ended June 30, 2025, there were 319,750 shares issued (2024 – 1,151,070), as a result of Performance Share Units and Restricted Share Units that vested (Note 12), 216,000 options exercised by related parties (2024 – 1,150,000) and nil warrants exercised by related parties (2023 – nil). There was no return of common shares by a related party in 2024. (December 31, 2024 – 127,738).

Warrants

Issued and Outstanding	June 30, 2025		December 31, 2024	
	Number of Warrants	Weighted Average Exercise Price \$	Number of Warrants	Weighted Average Exercise Price \$
Warrants				
Balance, beginning of the year	2,850,000	2.40	2,850,000	2.38
Expired	(2,850,000)	2.40		
Exercised	-	-	(25,000)	0.25
Balance, end of the period	-	-	2,850,000	2.40

	June 30, 2025 \$ CAD	December 31, 2024 \$ CAD
Balance, beginning of the year	2,678,079	2,678,787
Transferred to share capital upon exercise of warrants	-	(708)
Expiry of warrants	(2,678,079)	(2,678,079)
Balance, end of the period	2,678,079	2,678,787

12. SHARE-BASED COMPENSATION

Stock Option Plan

The Company has a stock option plan under which directors, officers, management, consultants, and employees of the Company are eligible to receive stock options. The aggregate number of shares to be issued upon exercise of all options granted under the plan shall not exceed 10% of the issued shares of the Company at the time of granting the options. The number of shares which may be reserved for issuance in any 12-month period to any one individual may not exceed 5% of the issued shares or 2% if the optionee is a consultant, and the number of shares which may be reserved for issuance in any 12-month period to all optionees engaged in investor relations activities may not exceed 2% in the aggregate of the issued shares on a yearly basis. Options may be exercisable over periods of up to ten years, as determined by the Board of Directors of the Company and are required to have an exercise price no less than the closing market price of the Company's shares prevailing on the day that the option is granted less a discount of up to 25%, with the amount of the discount varying with market price in accordance with the policies of the TSXV.

Stock Options

Summary of Stock Options Outstanding and Exercisable	June 30, 2025		December 31, 2024	
	Number of Options	Weighted Avg Exercise Price \$	Number of Options	Weighted Avg Exercise Price \$
Outstanding, beginning of the year	4,000,000	0.77	5,825,000	0.77
Granted	800,000	0.48	-	
Expired	-	-	(802,738)	(1.53)
Exercised	-	-	(1,022,262)	(0.11)
Outstanding, end of the period	4,800,000	0.89	4,000,000	0.79
Outstanding and exercisable, end of the period	4,200,000	0.78	4,000,000	0.79

The weighted average of the share price on the date of exercise of options in 2024 was \$0.86 (2024 – \$0.79).

The weighted average remaining contractual life of outstanding options is 2.57 years (December 31, 2024 – 2.71 years). The weighted average remaining contractual life of exercisable options is 1.89 years (December 31, 2024 – 2.71 years). For the period ending June 30, 2025 there has been 800,000 stock options granted to date (2024 – nil).

On April 28, 2025, the Company granted 200,000 stock options to a director, with 100,000 vesting immediately, and 100,000 vesting April 28, 2026. The stock price on the date of grant was \$0.46.

On June 9, 2025, the Company granted 400,000 stock options to an officer, with 200,000 vesting June 9, 2026, and 200,000 vesting June 9, 2027. The stock price on the date of grant was \$0.49.

On June 9, 2025, the Company granted 200,000 stock options to an officer, with 100,000 vesting June 9, 2026, and 100,000 vesting June 9, 2027. The stock price on the date of grant was \$0.49.

The Company expensed share-based compensation related to options in the amount of \$nil in the period ending June 30, 2025 (December 31, 2024 – \$nil) and \$nil was capitalized to mineral exploration and evaluation assets (December 31, 2024 – \$nil).

Equity Incentive Plan

The Company has an equity incentive plan to provide the Company with a share-related mechanism to attract, retain and motivate qualified directors, employees, and consultants of the Company. The total number of shares reserved and available for grant and issuance, together with all the Company's other Security Based Compensation Arrangements, shall not exceed 10% (in aggregate) of the issued and outstanding shares of the Company. The aggregate number of awards granted to any one Participant in a 12-month period must not exceed 5% of the issued and outstanding shares or 2% for Consultants, calculated on the date an award is granted or issued to the participant, less the aggregate number of shares reserved for issuance to such person. The grant to Insiders (as a group), within a 12-month period of an aggregate number of awards must not exceed 10% of the issued and outstanding shares. Investor relations service providers may not receive any security-based compensation other than stock options.

Deferred Share Units (DSUs)

Summary of deferred share units (DSUs)	June 30, 2025		December 31, 2024	
	Number of DSUs	Weighted Average Price at Date of Grant \$	Number of DSUs	Weighted Average Price at Date of Grant \$
Outstanding, beginning of the year	1,000,000	-	1,000,000	0.72
Forfeited	(200,000)	0.71		
Outstanding, end of the period	800,000	0.72	1,000,000	0.72

On January 5, 2024, the Company granted 150,000 DSUs to a director, with 50,000 vesting January 5, 2025, 50,000 vesting July 5, 2025, and 50,000 vesting January 5, 2026. The stock price on the date of the grant was \$0.70.

On July 16, 2024, the Company granted 850,000 DSUs to directors, with 425,000 vesting July 16, 2025, and 425,000 vesting January 16, 2026. The stock price on the date of grant was \$0.72.

On March 28, 2025, a Director resigned from the Board of Directors and surrendered 200,000 DSUs on that date.

The Company expensed share-based compensation related to DSUs in the amount of \$120,000 for the period ending June 30, 2025 (June 30, 2024 – \$18,958). None of these expenses were capitalized to mineral exploration and evaluation assets.

Restricted Share Units (RSUs)

Summary of restricted share units (RSUs)	June 30, 2025		December 31, 2024	
	Number of RSUs	Weighted Average Price at Date of Grant \$	Number of RSUs	Weighted Average Price at Date of Grant \$
Outstanding, beginning of the year	355,500	1.16	987,500	1.31
Granted	700,000	0.52	72,000	0.70
Forfeited	(48,000)	1.32	-	-
Vested and settled in shares	(281,750)	0.78	(704,000)	1.32
Outstanding, end of the period	725,750	0.51	355,500	1.16

On July 26, 2023, the Company granted 800,000 RSUs to an officer, with 600,000 vesting July 26, 2024, and 200,000 vesting January 26, 2025. The stock price on the date of the grant was \$1.36.

On August 28, 2023, the Company granted 90,000 RSUs to a consultant, with 50,000 vesting August 28, 2024, 20,000 vesting February 28, 2025, and 20,000 vesting August 28, 2025. The stock price on the date of the grant was \$1.26.

On October 1, 2023, the Company granted 72,000 RSUs to a consultant, with 40,000 vesting October 1, 2024, 16,000 vesting April 1, 2025, and 16,000 vesting October 1, 2025. The stock price on the date of the grant was \$1.01. These RSUs were forfeited on December 18, 2023.

On October 6, 2023, the Company granted 25,500 RSUs to a consultant, with 14,000 vesting October 6, 2024, 5,750 vesting April 6, 2025, and 5,750 vesting October 6, 2025. The stock price on the date of the grant was \$0.92.

On October 10, 2023, the Company granted 72,000 RSUs to a consultant, with 40,000 vesting October 10, 2024, 16,000 vesting April 10, 2025, and 16,000 vesting October 10, 2025. The stock price on the date of the grant was \$0.95.

On January 5, 2024, the Company granted 72,000 RSUs to an officer, with 40,000 vesting January 5, 2025, 16,000 vesting July 5, 2025, and 16,000 vesting January 5, 2026. The stock price on the date of the grant was \$0.70. On April 20, 2025, 32,000 RSUs were forfeited.

On June 9, 2025, the Company granted 500,000 RSUs to an officer, with 100,000 vesting June 9, 2026, 200,000 vesting December 9, 2025, and 200,000 vesting June 9, 2027. The stock price on the date of the grant was \$0.52.

On June 9, 2025, the Company granted 200,000 RSUs to an officer, with 50,000 vesting June 9, 2026, 75,000 vesting December 9, 2025, and 75,000 vesting June 9, 2027. The stock price on the date of the grant was \$0.52.

The Company expensed share-based compensation related to RSUs in the amount of \$(6,500) for the period ending June 30, 2025 (June 30, 2024 – \$203,449) and \$2,981 was capitalized to mineral exploration and evaluation assets (December 31, 2024 – \$354,674).

Performance Share Units (PSUs)

Summary of performance share units (PSUs)	June 30, 2025		December 31, 2024	
	Number of PSUs	Weighted Average Price at Date of Grant \$	Number of PSUs	Weighted Average Price at Date of Grant \$
Outstanding, beginning of the year	1,418,430	1.25	1,737,500	1.31
Granted	800,000	0.49	128,000	0.70
Forfeited	(38,000)	0.70	-	-
Exercised	(1,208,000)	1.27	(447,070)	1.34
Outstanding, end of the period	972,430	0.62	1,418,430	1.25

On July 26, 2023, the Company granted 1,400,000 PSUs to a consultant. These PSUs are based on performance indicators to be achieved and could not vest prior to July 26, 2024. The stock price on the date of the grant was \$1.36. On March 19, 2025, 1,000,000 PSUs were forfeited.

On August 28, 2023, the Company granted 160,000 PSUs to a consultant. These PSUs are based on performance indicators achieved and could not vest prior to August 28, 2024. The stock price on the date of grant was \$1.26.

On October 1, 2023, the Company granted 128,000 PSUs to a consultant. These PSUs are based on performance indicators achieved and could not vest prior to October 1, 2024. The stock price on the date of the grant was \$1.01. These RSUs were forfeited on December 18, 2023.

On October 6, 2023, the Company granted 49,500 PSUs to a consultant. These PSUs are based on performance indicators achieved and could not vest prior to October 6, 2024. The stock price on the date of grant was \$0.92.

On October 10, 2023, the Company granted 128,000 PSUs to a consultant. These PSUs are based on performance indicators achieved and could not vest prior to October 10, 2024. The stock price on the date of the grant was \$0.95. These PSUs were forfeited on December 18, 2023. On June 20, 2025, 118,000 PSUs were forfeited.

On January 5, 2024, the Company granted 128,000 PSUs to a consultant. These PSUs are based on performance indicators achieved and cannot vest prior to January 5, 2025. The stock price on the date of the grant was \$0.70. On April 20, 2025, 90,000 PSUs were forfeited.

The Company expensed share-based compensation related to PSUs in the amount of \$(51,377) for the period ending June 30, 2025 (June 30, 2024 – \$259,038) and \$(6,464) was capitalized to mineral exploration and evaluation assets (December 31, 2024 – \$392,547). For the period ending June 2024, there were 1,208,000 performance share units vested.

The performance milestones for all the issued PSUs are tied to the advancements on the Great Atlantic Salt Project.

13. CAPITAL MANAGEMENT

The capital structure of the Company consists of equity comprising share capital, contributed surplus, warrants, and deficit. The Company's objective when managing capital is to safeguard its accumulated capital in order to maintain its ability to continue as a going concern and to fund exploration activities.

14. FINANCIAL INSTRUMENTS AND RELATED RISK MANAGEMENT

Fair Values of Financial Instruments

The carrying amount of cash and cash equivalents, accounts payable and accrued liabilities approximate their fair value due to their short-term nature. The Company's debt is carried at its carrying amount which is reflective of fair value since the debt was assumed during the prior year and there have been no material changes in market interest rates. The Company does not have any other financial assets or liabilities.

The Company has exposure to credit risk, liquidity risk, market risk and commodity price risk. The source of risk exposure and how each is managed is outlined below:

Credit Risk

Credit risk is the risk of loss associated with a counterparty's inability to fulfil its payment obligation. The Company is exposed to credit risk on its cash and cash equivalents. Cash is maintained on deposit with a major Canadian chartered bank. The Company believes its credit risk with respect to cash and cash equivalents is not significant.

Liquidity Risk

Liquidity risk is the risk that the Company will not be able to meet its obligations as they come due. As of June 30, 2025 the Company had a cash balance of \$2,687,338 and a positive working capital of \$2,619,842.

Market Risk

Market risk is the risk that changes in market prices, such as interest rates, foreign exchange rates, and commodity prices will affect the Company's net loss or the value of its financial instruments.

Commodity Price Risk

The recoverability of the Company's mineral exploration and evaluation assets is partially related to the market price of minerals and commodities. The Company does not hedge this exposure to fluctuations in commodity prices. The Company's ability to continue with its exploration programs is also indirectly subject to commodity prices.

15. SUBSEQUENT EVENT

On July 15, 2025, 400,000 stock options were granted to a financial consultant.

The number of outstanding shares as of August 27, 2025, is 97,286,867.