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**MAWSON FINLAND LIMITED**

CONSOLIDATED INTERIM FINANCIAL STATEMENTS  
FOR THE THREE MONTHS ENDED  
AUGUST 31, 2025

*(Unaudited - Expressed in Canadian Dollars)*

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**NOTICE OF NO AUDITOR REVIEW OF  
CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS**

In accordance with National Instrument 51-102 Part 4, subsection 4.3(3)(a), if an auditor has not performed a review of these condensed consolidated interim financial statements they must be accompanied by a notice indicating that the condensed consolidated interim financial statements have not been reviewed by an auditor.

The accompanying unaudited condensed consolidated interim financial statements of the Company have been prepared by and are the responsibility of the Company's management.

The Company's auditors have not performed a review of these condensed consolidated interim financial statements in accordance with the standards established by the Chartered Professional Accountants of Canada for a review of interim financial statements by an entity's auditor.

**MAWSON FINLAND LIMITED**  
**CONDENSED CONSOLIDATED INTERIM STATEMENTS OF FINANCIAL POSITION**  
*(Unaudited - Expressed in Canadian Dollars)*

	Note	August 31, 2025 \$	May 31, 2025 \$
<b>ASSETS</b>			
<b>Current assets</b>			
Cash		1,741,045	3,094,149
GST/VAT receivable		129,761	342,936
Prepaid expenses and deposits		<u>115,592</u>	<u>137,929</u>
<b>Total current assets</b>		<u>1,986,398</u>	<u>3,575,014</u>
<b>Non-current assets</b>			
Property, plant and equipment	4	35,964	37,819
Exploration and evaluation assets	5	17,642,628	16,761,692
Right of use asset	6	383,638	411,041
Bonds		<u>228,884</u>	<u>222,485</u>
<b>Total non-current assets</b>		<u>18,291,114</u>	<u>17,433,037</u>
<b>TOTAL ASSETS</b>		<u>20,277,512</u>	<u>21,008,051</u>
<b>LIABILITIES</b>			
<b>Current liabilities</b>			
Accounts payable and accrued liabilities		643,209	687,936
Current portion of lease liability	6	<u>108,041</u>	<u>105,385</u>
<b>Total current liabilities</b>		<u>751,250</u>	<u>793,321</u>
<b>Non-current liabilities</b>			
Non-current portion of lease liability	6	<u>322,226</u>	<u>350,253</u>
<b>TOTAL LIABILITIES</b>		<u>1,073,476</u>	<u>1,143,574</u>
<b>SHAREHOLDERS' EQUITY</b>			
Share capital	7	22,827,992	22,827,992
Share-based payments reserve		603,283	579,111
Deficit		<u>(4,227,239)</u>	<u>(3,542,626)</u>
<b>TOTAL SHAREHOLDERS' EQUITY</b>		<u>19,204,036</u>	<u>19,864,477</u>
<b>TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY</b>		<u>20,277,512</u>	<u>21,008,051</u>

**Nature of Operations** - see Note 1

**Event after the Reporting Period** - Note 12

These condensed consolidated interim financial statements were approved for issue by the Board of Directors on October 30, 2025 and are signed on its behalf by:

/s/ Noora Ahola  
Noora Ahola  
Director

/s/ Neil MacRae  
Neil MacRae  
Director

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

**MAWSON FINLAND LIMITED**  
**CONDENSED CONSOLIDATED INTERIM STATEMENTS OF COMPREHENSIVE LOSS**  
*(Unaudited - Expressed in Canadian Dollars)*

	Note	Three Months Ended August 31,	
		2025 \$	2024 \$
<b>Expenses</b>			
Accounting and administration	8(b)	27,836	28,799
Accretion of interest on lease	6	11,181	13,586
Audit		65,000	31,255
Corporate development		94,556	77,313
Depreciation and amortization	4, 6	29,258	29,680
Directors and officers compensation	8(a)	78,814	63,500
Legal		124,328	209,336
Office and sundry		46,935	44,918
Professional fees		93,728	29,358
Regulatory fees		8,705	46,365
Rent		39,609	14,087
Share-based compensation	7(c)	24,172	116,728
Shareholder costs		2,393	4,303
Transfer agent		1,914	3,597
Travel		15,469	44,541
Vehicle rental		3,758	5,328
Website maintenance		580	3,102
		<u>668,236</u>	<u>765,796</u>
<b>Loss before other items</b>		<u>(668,236)</u>	<u>(765,796)</u>
<b>Other items</b>			
Interest income		17,577	42,802
Foreign exchange		<u>(33,954)</u>	<u>(3,837)</u>
		<u>(16,377)</u>	<u>38,965</u>
<b>Comprehensive loss for the period</b>		<u>(684,613)</u>	<u>(726,831)</u>
<b>Basic and diluted loss per common share</b>		<u>\$(0.03)</u>	<u>\$(0.00)</u>
<b>Weighted average number of common shares outstanding</b>		<u>22,208,130</u>	<u>4,207,117</u>

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

**MAWSON FINLAND LIMITED**  
**CONDENSED CONSOLIDATED INTERIM STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY**  
*(Unaudited - Expressed in Canadian Dollars)*

<b>Three Months Ended August 31, 2025</b>					
	<b>Share Capital</b>		<b>Share-Based Payments Reserve \$</b>	<b>Deficit \$</b>	<b>Total Shareholders' Equity \$</b>
	<b>Number of Shares</b>	<b>Amount \$</b>			
<b>Balance at May 31, 2025</b>	22,208,130	22,827,992	579,111	(3,542,626)	19,864,477
Share-based compensation:					
- share options	-	-	24,172	-	24,172
Net loss for the period	-	-	-	(684,613)	(684,613)
<b>Balance at August 31, 2025</b>	<u>22,208,130</u>	<u>22,827,992</u>	<u>603,283</u>	<u>(4,227,239)</u>	<u>19,204,036</u>

<b>Three Months Ended August 31, 2024</b>						
	<b>Share Capital</b>		<b>Special Warrants \$</b>	<b>Share-Based Payments Reserve \$</b>	<b>Deficit \$</b>	<b>Total Shareholders' Equity \$</b>
	<b>Number of Shares</b>	<b>Amount \$</b>				
<b>Balance at May 31, 2024</b>	750,500	150,100	14,549,905	271,441	(1,317,380)	13,654,066
Common shares issued:						
- private placement	2,875,000	2,875,000	-	-	-	2,875,000
- conversion of special warrants	15,424,735	14,549,905	(14,549,905)	-	-	-
Share issue costs	-	(201,852)	-	-	-	(201,852)
Share-based compensation:						
- share options	-	-	-	113,543	-	113,543
- deferred share units	-	-	-	3,185	-	3,185
Net loss for the period	-	-	-	-	(726,831)	(726,831)
<b>Balance at August 31, 2024</b>	<u>19,050,235</u>	<u>17,373,153</u>	<u>-</u>	<u>388,169</u>	<u>(2,044,211)</u>	<u>15,717,111</u>

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

**MAWSON FINLAND LIMITED**  
**CONDENSED CONSOLIDATED INTERIM STATEMENTS OF CASH FLOWS**  
(Unaudited - Expressed in Canadian Dollars)

	<b>Three Months Ended</b>	
	<b>August 31,</b>	
	<b>2025</b>	<b>2024</b>
	<b>\$</b>	<b>\$</b>
<b>Operating activities</b>		
Net loss for the period	(684,613)	(726,831)
Adjustments for:		
Depreciation and amortization	29,258	29,680
Foreign exchange	(6,399)	(779)
Share-based compensation	24,172	116,728
Accretion of interest on lease liability	11,181	13,586
Changes in non-cash working capital items:		
GST/VAT receivables	213,175	(37,161)
Prepaid expenses and deposits	22,337	(99,121)
Accounts payable and accrued liabilities	146,609	52,177
<b>Net cash used in operating activities</b>	<b>(244,280)</b>	<b>(651,721)</b>
<b>Investing activities</b>		
Expenditures on exploration and evaluation assets	(1,072,272)	(741,931)
Additions to property, plant and equipment	-	(3,266)
<b>Net cash used in investing activities</b>	<b>(1,072,272)</b>	<b>(745,197)</b>
<b>Financing activities</b>		
Issuance of common shares	-	2,875,000
Share issue costs	-	(201,852)
Payments on lease liability	(36,552)	(36,552)
<b>Net cash (used in) provided by financing activities</b>	<b>(36,552)</b>	<b>2,636,596</b>
<b>Net change in cash</b>	<b>(1,353,104)</b>	<b>1,239,678</b>
<b>Cash at beginning of period</b>	<b>3,094,149</b>	<b>3,772,382</b>
<b>Cash at end of period</b>	<b>1,741,045</b>	<b>5,012,060</b>

**Supplemental cash flow information - Note 10**

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

**MAWSON FINLAND LIMITED**  
**NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS**  
**FOR THE THREE MONTHS ENDED AUGUST 31, 2025**  
*(Unaudited - Expressed in Canadian Dollars)*

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**1. Nature of Operations**

The Company was incorporated on August 9, 2023 as Springtide Capital Acquisitions 7 Inc. under the provisions of the Business Corporations Act (Ontario). On January 16, 2024 the Company changed its name to Mawson Finland Limited. On August 15, 2024, the Company completed its initial non-offering public offering (the “IPO”) and on August 19, 2024 listed its common shares on the TSX Venture Exchange (“TSXV”) under the symbol “MFL”. The Company’s head office is located at Alatie 2B, 96100, Rovaniemi, Finland.

The Company is a resource company engaged in the acquisition and exploration of unproven mineral interests. As at August 31, 2025 the Company has not earned any production revenue, nor found proved reserves on any of its unproven mineral interests. On the basis of information to date the Company has not yet determined whether these properties contain economically recoverable ore reserves. The underlying value of the exploration and evaluation assets is entirely dependent on the existence of economically recoverable reserves, the ability of the Company to obtain the necessary financing to complete development and upon future profitable production. Exploration and evaluation assets represent costs incurred to date, less amounts depreciated and/or written off, and do not necessarily represent present or future values.

The Company has a history of losses with no operating revenues and to date has incurred losses. At August 31, 2025 the Company had working capital of \$1,235,148. These condensed consolidated interim financial statements have been prepared on a going concern basis which assumes that the Company will be able to realize its assets and discharge its liabilities in the normal course of business operations for the foreseeable future. Management considers that the Company has adequate resources to maintain its core operations, conduct planned exploration programs on its existing exploration and evaluation assets and discharge its obligations as they become due in the next twelve months. The Company also recognizes that exploration expenditures may change with ongoing results and, as a result, it may be required to obtain additional financing. While the Company has been successful in securing financings in the past there can be no assurance that it will be able to do so in the future.

On September 14, 2025 the Company entered into a definitive agreement under which all of the Company’s outstanding common shares will be acquired under a plan of arrangement, as described in Note 12.

**2. Basis of Preparation**

***Statement of Compliance***

These condensed consolidated interim financial statements have been presented in accordance with IFRS Accounting Standards (“IFRS”) as issued by the International Accounting Standards Board (“IASB”), applicable to the preparation of interim financial statements, including IAS 34, *Interim Financial Reporting*. The preparation of financial statements requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates.

***Basis of Measurement***

The Company’s condensed consolidated interim financial statements have been prepared on the historical cost basis except for the revaluation of certain financial assets and financial liabilities to fair value. These condensed consolidated interim financial statements are presented in Canadian dollars unless otherwise stated.

***Subsidiaries***

As at August 31, 2025 the subsidiaries of the Company are:

<u>Company</u>	<u>Location of Incorporation</u>	<u>Ownership Interest</u>
Mawson Finland Gold BC Limited	Canada	100%
Mawson Oy	Finland	100%

**MAWSON FINLAND LIMITED**  
**NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS**  
**FOR THE THREE MONTHS ENDED AUGUST 31, 2025**  
*(Unaudited - Expressed in Canadian Dollars)*

**3. Material Accounting Policies**

These condensed consolidated interim financial statements have been prepared on a basis consistent with the material accounting policies disclosed in the consolidated financial statements for the year ended May 31, 2025. Accordingly, they should be read in conjunction with the consolidated financial statements for the year ended May 31, 2025.

***Accounting Standards and Interpretations Issued but Not Yet Effective***

IFRS 18, *Presentation and Disclosure in Financial Statements*, which will replace IAS 1, *Presentation of Financial Statements* aims to improve how companies communicate in their financial statements, with a focus on information about financial performance in the statement of profit or loss, in particular additional defined subtotals, disclosures about management-defined performance measures and new principles for aggregation and disaggregation of information. IFRS 18 is accompanied by limited amendments to the requirements in IAS 7 *Statement of Cash Flows*. IFRS 18 is effective from January 1, 2027. Companies are permitted to apply IFRS 18 before that date.

The Company is assessing the impact of adoption of IFRS 18 and is working to identify all impacts the changes will have on the consolidated financial statements and notes to the consolidated financial statements.

**4. Property, Plant and Equipment**

	Office and Field Equipment \$	Vehicles \$	Total \$
<b>Cost:</b>			
Balance at May 31, 2024	1,622	43,822	45,444
Additions	5,813		5,813
Balance at May 31, 2025 and August 31, 2025	7,435	43,822	51,257
<b>Accumulated Depreciation:</b>			
Balance at May 31, 2024	(531)	(3,201)	(3,732)
Depreciation	(2,878)	(6,828)	(9,706)
Balance at May 31, 2025	(3,409)	(10,029)	(13,438)
Depreciation	(550)	(1,305)	(1,855)
Balance at August 31, 2025	(3,959)	(11,334)	(15,293)
<b>Carrying Value:</b>			
Balance at May 31, 2025	4,026	33,793	37,819
Balance at August 31, 2025	3,476	32,488	35,964

**5. Exploration and Evaluation Assets**

	As at August 31, 2025			As at May 31, 2025		
	Acquisition Costs \$	Deferred Exploration Costs \$	Total \$	Acquisition Costs \$	Deferred Exploration Costs \$	Total \$
Finland - Rajapalot	7,391,661	10,250,967	17,642,628	7,158,089	9,603,603	16,761,692



**MAWSON FINLAND LIMITED**  
**NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS**  
**FOR THE THREE MONTHS ENDED AUGUST 31, 2025**  
*(Unaudited - Expressed in Canadian Dollars)*

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**5. Exploration and Evaluation Assets (continued)**

	<b>Total \$</b>
<b>Balance at May 31, 2024</b>	<b><u>10,233,017</u></b>
<b>Exploration costs</b>	
Assays	929,007
Consulting	513,833
Drilling	3,068,731
Exploration site	1,936
Field equipment	19,677
Field workers	79,494
Fuel	18,099
Geochemical	68,675
Geological	10,401
Geophysics	524,558
Salaries and benefits	915,768
Travel	5,241
Vehicle rental	16,322
Government assistance	<u>(36,599)</u>
	<b><u>6,135,143</u></b>
<b>Acquisition costs</b>	
Mining rights	<u>393,532</u>
<b>Balance at May 31, 2025</b>	<b><u>16,761,692</u></b>
<b>Exploration costs</b>	
Assays	208,041
Consulting	109,782
Drilling	57,661
Exploration site	1,337
Field equipment	21,021
Field workers	13,571
Fuel	1,459
Geochemical	29,375
Geophysics	13,038
Salaries and benefits	181,330
Travel	6,337
Vehicle rental	<u>4,412</u>
	<b><u>647,364</u></b>
<b>Acquisition costs</b>	
Mining rights	<u>233,572</u>
<b>Balance at August 31, 2025</b>	<b><u>17,642,628</u></b>

***Rompas - Rajapalot, Finland***

As at August 31, 2025 the Company holds 13 granted exploration permits (the “Rajapalot Project”) in northern Finland.

In order to retain possession of all claims and exploration permits it holds as at August 31, 2025 the Company will be required to make payments of approximately \$397,500 for the remainder of fiscal 2026 and \$565,500 in fiscal 2027. These payments are made to the underlying land owners.

**MAWSON FINLAND LIMITED**  
**NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS**  
**FOR THE THREE MONTHS ENDED AUGUST 31, 2025**  
*(Unaudited - Expressed in Canadian Dollars)*

**6. Right of Use Asset**

	\$
<b>Cost:</b>	
Balance at May 31, 2025 and August 31, 2025	<u>575,457</u>
<b>Accumulated amortization:</b>	
Balance at May 31, 2024	(54,805)
Amortization	<u>(109,611)</u>
Balance at May 31, 2024	(164,416)
Amortization	<u>(27,403)</u>
Balance at August 31, 2025	<u>(191,819)</u>
<b>Carrying value:</b>	
Balance at May 31, 2025	<u>411,041</u>
Balance at August 31, 2025	<u>383,638</u>

The Company has a lease contract for office and warehouse premises. It does not have any subleases. As at August 31, 2025 the lease liability has a remaining lease term of approximately four years or less and were determined using effective interest rate of 10%. The undiscounted cash-flows over the remaining lease term is approximately \$511,720.

	Three Months Ended August 31,	
	2025 \$	2024 \$
Balance, beginning of period	455,638	551,034
Accretion of interest	11,181	13,586
Payments	<u>(36,552)</u>	<u>(36,552)</u>
Balance, at end of period	<u>430,267</u>	<u>528,068</u>
Current portion of lease liability	108,041	97,801
Non-current portion of lease liability	<u>322,226</u>	<u>430,267</u>
Total lease liability	<u>430,267</u>	<u>528,068</u>

As at August 31, 2025 the total of future minimum lease payments under the lease are as follows:

	\$
Less than one year	146,206
Greater than one year	<u>365,514</u>
	<u>511,720</u>

**MAWSON FINLAND LIMITED**  
**NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS**  
**FOR THE THREE MONTHS ENDED AUGUST 31, 2025**  
*(Unaudited - Expressed in Canadian Dollars)*

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**7. Share Capital**

(a) ***Authorized Share Capital***

The Company's authorized share capital consists of an unlimited number of common shares without par value. All issued common shares are fully paid.

(b) ***Equity Financings***

*Three Months Ended August 31, 2025*

The Company did not complete any equity financings during the three months ended August 31, 2025.

*Fiscal 2025*

During fiscal 2025 the Company completed the following financings:

- (i) On July 23, 2024 the Company obtained a receipt for its final prospectus for its IPO and, on August 15, 2024, closed the IPO and issued 2,875,000 common shares at a price of \$1.00 per common share, including 375,000 common shares following the exercise in full by the agent of its over-allotment option, for aggregate gross proceeds to the Company of \$2,875,000. On completion of the IPO, the Special Warrants, issued in fiscal 2024, were deemed to be exercised and the Company issued an additional 15,424,735 common shares without further consideration.

The Company paid \$223,270 for a finder's fee, legal and other costs associated with the IPO.

- (ii) On March 5, 2025 the Company completed a brokered private placement of 3,157,895 common shares, at \$1.90 per share, for proceeds of \$6,000,000. The Executive Chairman of the Company purchased 20,530 common shares.

The Company paid \$523,743 for a finder's fee, legal and other costs associated with the private placement.

(c) ***Long-term Incentive Plan***

On December 1, 2023 the Company adopted a new "rolling" 10% long-term incentive plan (the "LTI Plan") pursuant to which the Company may award restricted share units ("RSUs"), deferred share units ("DSUs"), and grant share options to directors, officers, employees, management company employees and consultants of the Company. The maximum number of common shares that may be reserved for issuance pursuant to the LTI Plan will not exceed 10% of the issued and outstanding shares of the Company at the time of the award or grant.

(i) ***Share Option Plan***

During the three months ended August 31, 2025 the Company recorded compensation expense of \$24,172 (2024 - \$113,543) on the vesting of share options previously granted.

**MAWSON FINLAND LIMITED**  
**NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS**  
**FOR THE THREE MONTHS ENDED AUGUST 31, 2025**  
*(Unaudited - Expressed in Canadian Dollars)*

**7. Share Capital (continued)**

A summary of the Company's share options at August 31, 2025 and 2024 and the changes for the three months ended on that date, is as follows:

	2025		2024	
	Number of Options Outstanding	Weighted Average Exercise Price \$	Number of Options Outstanding	Weighted Average Exercise Price \$
Balance, beginning and end of period	<u>1,190,000</u>	1.15	<u>1,190,000</u>	1.15

The following table summarizes information about the Company share options outstanding and exercisable at August 31, 2025:

Number Outstanding	Number Exercisable	Exercise Price \$	Expiry Date
525,000	-	1.15	December 19, 2028
360,000	285,000	1.15	January 25, 2029
<u>305,000</u>	<u>305,000</u>	1.15	February 9, 2029
<u>1,190,000</u>	<u>590,000</u>		

(ii) *Deferred Share Units ("DSU") Plan*

During fiscal 2024 the Company awarded 35,000 DSUs to a director of the Company, of which 17,500 DSUs were vested as at May 31, 2024 and the remaining 17,500 DSUs vested during fiscal 2025. During the three months ended August 31, 2024 the Company recognized \$3,185 as share-based compensation expense on the vesting of the DSUs. As at August 31, 2025 the 35,000 DSUs remained outstanding.

(d) *Escrowed Shares*

As at August 31, 2025, 517,000 common shares were held in escrow pursuant to the policies of the TSXV.

**8. Related Party Disclosures**

Key management personnel include those persons having authority and responsibility for planning, directing and controlling the activities of the Company as a whole. The Company has determined that key management personnel consists of members of the Company's Board of Directors and its executive officers.

(a) *Transactions with Key Management Personnel*

During the three months ended August 31, 2025 the Company incurred a total of \$139,388 (2024 - \$116,895) to key management personnel for salaries and fees which have been allocated based on the nature of the services provided: expensed \$78,814 (2024 - \$63,500) to directors and officers compensation; and capitalized \$60,574 (2024 - \$53,395) to exploration and evaluation assets. As at August 31, 2025 \$7,500 (May 31, 2025 - \$7,500) remained unpaid and has been included in accounts payable and accrued liabilities.

In addition, the Company recorded share-based compensation of \$24,172 (2024 - \$54,793) on the vesting of share options and DSUs to its key management personnel.

**MAWSON FINLAND LIMITED**  
**NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS**  
**FOR THE THREE MONTHS ENDED AUGUST 31, 2025**  
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**8. Related Party Disclosures (continued)**

(b) During the three months ended August 31, 2025 the Company incurred a total of \$15,500 (2024 - \$15,800) with Chase Management Ltd. ("Chase"), a private corporation owned by the CFO of the Company, for accounting and administration services provided by Chase personnel, excluding the CFO, and \$1,005 (2024 - \$1,005) for rent. As at August 31, 2025 \$4,670 (May 31, 2025 - \$4,170) remained unpaid and has been included in accounts payable and accrued liabilities.

(c) See also Note 7(b).

**9. Financial Instruments and Risk Management**

***Categories of Financial Assets and Financial Liabilities***

Financial instruments are classified into one of the following categories: fair value through profit or loss ("FVTPL"); amortized cost; and fair value through other comprehensive income ("FVOCI"). The carrying values of the Company's financial instruments are classified into the following categories:

Financial Instrument	Category	August 31, 2025 \$	May 31, 2025 \$
Cash	FVTPL	1,741,045	3,094,149
Bonds	Amortized cost	228,884	222,485
Accounts payable and accrued liabilities	Amortized cost	(643,209)	(687,936)
Lease liability	Amortized cost	(430,267)	(455,638)

The Company's financial instruments recorded at fair value require disclosure about how the fair value was determined based on significant levels of inputs described in the following hierarchy:

Level 1 - Quoted prices are available in active markets for identical assets or liabilities as of the reporting date. Active markets are those in which transactions occur in sufficient frequency and value to provide pricing information on an ongoing basis.

Level 2 - Pricing inputs are other than quoted prices in active markets included in Level 1. Prices in Level 2 are either directly or indirectly observable as of the reporting date. Level 2 valuations are based on inputs including quoted forward prices for commodities and time value and volatility factors, which can be substantially observed or corroborated in the market place.

Level 3 - Valuations in this level are those with inputs for the asset or liability that are not based on observable market data.

The recorded amounts for accounts payable and accrued liabilities approximate their fair value due to their short-term nature. The recorded amounts for lease liability approximate their fair value and they have interest at market rates for similar debt. The recorded amounts for cash and bonds approximate their fair value. The Company's fair value of cash under the fair value hierarchy are measured using Level 1 inputs.

**MAWSON FINLAND LIMITED**  
**NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS**  
**FOR THE THREE MONTHS ENDED AUGUST 31, 2025**  
*(Unaudited - Expressed in Canadian Dollars)*

**9. Financial Instruments and Risk Management (continued)**

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

*Credit Risk*

Credit risk is the risk of loss associated with a counterparty's inability to fulfill its payment obligations. The Company's credit risk is primarily attributable to cash. Management believes that the potential loss related to the credit risk included in cash is remote.

*Liquidity Risk*

Liquidity risk is the risk that the Company will not have the resources to meet its obligations as they fall due. The Company manages this risk by closely monitoring cash forecasts and managing resources to ensure that it will have sufficient liquidity to meet its obligations. All of the Company's financial liabilities are classified as current and are anticipated to mature within the next fiscal period. The following table is based on the contractual maturity dates of financial assets and the earliest date on which the Company can be required to settle financial liabilities.

Contractual Maturity Analysis at August 31, 2025					
	Less than 3 Months \$	3 - 12 Months \$	1 - 5 Years \$	Over 5 Years \$	Total \$
Cash	1,741,045	-	-	-	1,741,045
Bonds	-	-	228,884	-	228,884
Accounts payable and accrued liabilities	(643,209)	-	-	-	(643,209)
Lease liability	(27,010)	(81,031)	(322,226)	-	(430,267)

*Market Risk*

Market risk is the risk of loss that may arise from changes in market factors such as interest rates, foreign exchange rates, and commodity and equity prices. These fluctuations may be significant.

(a) Interest Rate Risk

The Company is exposed to interest rate risk to the extent that the cash bears floating rates of interest. The interest rate risk on cash and on the Company's obligations are not considered significant.

(b) Foreign Currency Risk

The Company's functional currency is the Canadian dollar. The Company maintains foreign currency bank accounts to support the cash needs of its foreign operations. Management believes the foreign exchange risk related to currency conversions is minimal and therefore does not hedge its foreign exchange risk. At August 31, 2025, 1 Canadian Dollar was equal to 0.62 Euro and 0.73 US Dollar.

Balances are as follows:

	Euros	US Dollars	CDN \$ Equivalent
Cash	203,199	32,745	372,597
VAT receivable	19,508	-	31,465
Bonds	142,500	-	228,884
Accounts payable and accrued liabilities	(287,333)	(2,180)	(466,426)
	<u>77,874</u>	<u>30,565</u>	<u>166,520</u>

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**9. Financial Instruments and Risk Management (continued)**

Based on the net exposures as of August 31, 2025 and assuming that all other variables remain constant, a 10% fluctuation on the Canadian Dollar against the Euro and US Dollar would result in the Company's net income or loss being approximately \$17,000 higher (or lower).

*Capital Management*

The Company manages its capital structure and makes adjustments to it, based on the funds available to the Company, in order to support the acquisition and exploration of mineral properties. The Board of Directors does not establish quantitative return on capital criteria for management, but rather relies on the expertise of the Company's management to sustain future development of the business. The Company defines capital that it manages as share capital, cash and cash equivalents and short-term investments. The Company will continue to assess new properties and seek to acquire an interest in additional properties if it feels there is sufficient geologic or economic potential and if it has adequate financial resources to do so. Management reviews its capital management approach on an ongoing basis and believes that this approach, given the relative size of the Company, is reasonable.

**10. Supplemental Cash Flow Information**

During the three months ended August 31, 2025 and 2024 non-cash activities were conducted by the Company as follows:

	2025 \$	2024 \$
Operating activity		
Accounts payable and accrued liabilities	191,336	87,310
Investing activity		
Exploration and evaluation assets	(191,336)	(87,310)
Financing activities		
Conversion of special warrants	-	(14,549,905)
Issuance of common shares	-	14,549,905
	-	-

**11. Segmented Information**

The Company operates in one reportable segment, the exploration and development of unproven exploration and evaluation assets. The Company is in the exploration stage and has no reportable segment revenues or operating results.

The Company's total assets are segmented geographically as follows:

	As at August 31, 2025		
	Canada \$	Finland \$	Total \$
Current assets	1,554,792	431,606	1,986,398
Property, plant and equipment	-	35,964	35,964
Exploration and evaluation assets	-	17,642,628	17,642,628
Right of use asset	-	383,638	383,638
Bonds	-	228,884	228,884
	1,554,792	18,722,720	20,277,512

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**11. Segmented Information (continued)**

	As at May 31, 2025		
	Canada \$	Finland \$	Total \$
Current assets	3,054,479	520,535	3,575,014
Property, plant and equipment	-	37,819	37,819
Exploration and evaluation assets	-	16,761,692	16,761,692
Right of use asset	-	411,041	411,041
Bonds	-	222,485	222,485
	<u>3,054,479</u>	<u>17,953,572</u>	<u>21,008,051</u>

**12. Event after the Reporting Period**

On September 14, 2025 the Company and First Nordic Metals Corp. ("First Nordic") entered into a definitive arrangement agreement (the "Arrangement Agreement") pursuant to which First Nordic has agreed to acquire all of the issued and outstanding common shares of the Company by way of a plan of arrangement (the "Transaction"), with First Nordic following completion of the Transaction referred to as "NordCo Gold").

Pursuant to the terms and conditions of the Arrangement Agreement, the holders of the issued and outstanding Company common shares ("Mawson Shares") will receive 1.7884 (or 7.1534 on a pre-Consolidation basis) common shares in the capital of NordCo Gold (the "NordCo Gold Shares") for each one (1) Mawson Share (the "Exchange Ratio") held immediately prior to closing of the Transaction, which exchange will occur on a post-Consolidation basis following a consolidation of the common shares of First Nordic on the basis of four pre-consolidation shares for each one post-consolidation share (the "Consolidation").

Company stock options that are outstanding at the effective time of the Transaction will be replaced with options to acquire NordCo Gold Shares (the "Replacement Options"). The terms of the Replacement Options will be consistent with the Company stock options so replaced, except for adjustments based on the Exchange Ratio to the exercise price and the number of NordCo Gold Shares that may be acquired on exercise thereof. All Company DSUs outstanding immediately prior to the effective time of the Transaction will be surrendered and redeemed by the Company for Mawson Shares immediately prior to the effective time of the Transaction.

Completion of the Transaction is subject to a number of terms and conditions, including, without limitation, the following: (a) approval of the Company shareholders; (b) approval of the TSXV; (c) issuance of a final order by the Court; (d) completion of the Consolidation by First Nordic; and (e) other standard conditions of closing for a transaction of this nature.

In connection with the Transaction, First Nordic completed a subscription receipts financing of approximately \$80,000,000 and has agreed to provide bridge financing of up to \$1,000,000 to the Company. The advances will accrue interest at 8% per annum, with principal and interest due and payable on the earlier date upon which the Arrangement Agreement is terminated and January 30, 2026.