



**CONDENSED INTERIM CONSOLIDATED
FINANCIAL STATEMENTS**

**THREE AND NINE MONTHS ENDED
SEPTEMBER 30, 2025**

**(EXPRESSED IN CANADIAN DOLLARS)
(UNAUDITED)**

Notice To Reader

The accompanying unaudited condensed interim consolidated financial statements of Royal Road Minerals Limited (the "Company") have been prepared by and are the responsibility of management. The unaudited condensed interim consolidated financial statements have not been reviewed by the Company's auditors.

Royal Road Minerals Limited

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

| | As at September 30, 2025 | As at December 31, 2024 |
|--|--------------------------------|-------------------------------|
| ASSETS | | |
| Current assets | | |
| Cash and cash equivalents | \$ 3,946,101 | \$ 7,978,352 |
| Prepaid expenses and advances | 65,570 | 120,230 |
| Amounts receivable (note 3) | 229,767 | 412,265 |
| Total current assets | 4,241,438 | 8,510,847 |
| Non-current assets | | |
| Investment in Royal Road Arabia LLC joint venture (note 4) | 1,025,688 | 1,133,317 |
| Property and equipment | 270,807 | 145,277 |
| Right-of-use asset | 9,544 | 36,717 |
| Total non-current assets | 1,306,039 | 1,315,311 |
| Total assets | \$ 5,547,477 | \$ 9,826,158 |
| SHAREHOLDERS' EQUITY AND LIABILITIES | | |
| Current liabilities | | |
| Accounts payable and accrued liabilities | \$ 156,282 | \$ 270,423 |
| Lease liability | 11,967 | 44,367 |
| Total liabilities | 168,249 | 314,790 |
| Shareholders' equity | | |
| Share capital (note 5) | 42,480,222 | 42,480,222 |
| Contributed surplus | 3,182,294 | 3,053,539 |
| Translation of foreign operations | 2,812,581 | 2,727,614 |
| Accumulated deficit | (43,095,869) | (38,750,007) |
| Total shareholders' equity | 5,379,228 | 9,511,368 |
| Total liabilities and shareholders' equity | \$ 5,547,477 | \$ 9,826,158 |

Nature of operations and going concern (note 1)
Subsequent event (note 11)

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

Royal Road Minerals Limited

Condensed Interim Consolidated Statements of Loss and Comprehensive Loss (Expressed in Canadian Dollars)

| | Three Months Ended September 30, | | Nine Months Ended September 30, | |
|--|-------------------------------------|-----------------------|------------------------------------|-----------------------|
| | 2025 | 2024 | 2025 | 2024 |
| Expenses | | | | |
| Loss from exploration activities in Royal Road Arabia joint venture (note 4) | \$ 360,363 | \$ 404,006 | \$ 1,516,699 | \$ 1,204,570 |
| Exploration and evaluation expenditures (note 8) | 318,493 | 220,307 | 1,061,026 | 510,961 |
| Professional fees (note 9) | 94,460 | 146,061 | 296,850 | 313,459 |
| General and administrative | 195,039 | 183,012 | 588,144 | 662,222 |
| Employee salaries and benefits (note 9) | 143,560 | 223,526 | 564,885 | 751,401 |
| Stock based compensation (note 6) | 42,629 | (22,325) | 175,755 | 183,500 |
| Social initiatives expenses | - | 14,414 | - | 70,638 |
| Gain on disposal of property and equipment | - | 115 | - | (8,595) |
| Loss from operations | (1,154,544) | (1,169,116) | (4,203,359) | (3,688,156) |
| Other items | | | | |
| Interest income | 15,188 | 52,441 | 63,834 | 168,442 |
| Foreign exchange gain (loss) | 72,745 | (119,172) | (258,088) | 223,665 |
| Other income (expense) | (391) | 130,980 | 4,751 | 120,005 |
| | 87,542 | 64,249 | (189,503) | 512,112 |
| Net loss for the period | (1,067,002) | (1,104,867) | (4,392,862) | (3,176,044) |
| Other comprehensive income (loss) | | | | |
| Exchange gains arising on translation of foreign operations | 28,739 | (4,107) | 84,967 | 24,381 |
| Total comprehensive loss for the period | \$ (1,038,263) | \$ (1,108,974) | \$ (4,307,895) | \$ (3,151,663) |
| Net loss per share - basic and diluted (note 7) | \$ (0.00) | \$ (0.00) | \$ (0.02) | \$ (0.01) |

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

Royal Road Minerals Limited

Condensed Interim Consolidated Statements of Cash Flows (Expressed in Canadian Dollars)

| | Nine Months Ended September 30, | |
|---|------------------------------------|----------------------|
| | 2025 | 2024 |
| Operating activities | | |
| Net loss for the period | \$ (4,392,862) | \$ (3,176,044) |
| Adjustments for: | | |
| Depreciation and amortization | 73,729 | 40,113 |
| Stock based compensation | 175,755 | 183,500 |
| Loss from exploration activities in Royal Road Arabia joint venture | 1,516,699 | 1,204,570 |
| Gain on disposal of property and equipment | - | (8,595) |
| Accretion expense | 2,294 | 5,173 |
| Exchange differences on translation of foreign operations | 387,629 | 18,130 |
| Changes in non-cash working capital items: | | |
| Amounts receivable | 182,498 | - |
| Prepaid expenses and other assets | 54,660 | 172,670 |
| Accounts payable and accrued liabilities | (114,141) | (121,951) |
| Net cash used in operating activities | (2,113,739) | (1,682,434) |
| Investing activities | | |
| Purchase of property and equipment | (173,622) | - |
| Proceeds from sale of property and equipment | - | 38,700 |
| Additional investment in Royal Road Arabia joint venture | (1,409,070) | (1,347,782) |
| Proceeds from term deposit | - | 6,691,103 |
| Net cash provided by (used in) investing activities | (1,582,692) | 5,382,021 |
| Financing activities | | |
| Lease payments | (35,839) | (33,866) |
| Net cash used in financing activities | (35,839) | (33,866) |
| Net change in cash and cash equivalents | (3,732,270) | 3,665,721 |
| Effect of foreign currencies on cash and cash equivalents | (299,981) | 103,922 |
| Cash and cash equivalents, beginning of period | 7,978,352 | 6,494,812 |
| Cash and cash equivalents, end of period | \$ 3,946,101 | \$ 10,264,455 |

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

Royal Road Minerals Limited

Condensed Interim Consolidated Statements of Changes in Equity (Expressed in Canadian Dollars)

| | Share Capital | Contributed Surplus | Translation of Foreign Operations | Accumulated Deficit | Total |
|---|----------------------|------------------------|---|------------------------|----------------------|
| Balance, December 31, 2023 | \$ 42,480,222 | \$ 5,085,523 | \$ 2,689,039 | \$ (36,347,233) | \$ 13,907,551 |
| Options expired | - | (1,764,742) | - | 1,764,742 | - |
| Stock based compensation | - | 183,500 | - | - | 183,500 |
| Total comprehensive loss for the period | - | - | 24,381 | (3,176,044) | (3,151,663) |
| Balance, September 30, 2024 | \$ 42,480,222 | \$ 3,504,281 | \$ 2,713,420 | \$ (37,758,535) | \$ 10,939,388 |
| Balance, December 31, 2024 | \$ 42,480,222 | \$ 3,053,539 | \$ 2,727,614 | \$ (38,750,007) | \$ 9,511,368 |
| Options expired | - | (47,000) | - | 47,000 | - |
| Stock based compensation | - | 175,755 | - | - | 175,755 |
| Total comprehensive loss for the period | - | - | 84,967 | (4,392,862) | (4,307,895) |
| Balance, September 30, 2025 | \$ 42,480,222 | \$ 3,182,294 | \$ 2,812,581 | \$ (43,095,869) | \$ 5,379,228 |

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

Royal Road Minerals Limited

Notes to the Condensed Interim Consolidated Financial Statements

Three and Nine Months Ended September 30, 2025

(Expressed in Canadian Dollars, unless otherwise indicated)

1. Nature of Operations and Going Concern

Royal Road Minerals Limited ("Royal Road" or the "Company") was incorporated under the *Companies (Jersey) Law 1991* on May 6, 2010 as "Tigris Resources Limited". On April 10, 2015, the Company changed its name to "Royal Road Minerals Limited" and amended its share capital structure by converting all of its par value shares to no par value shares and consolidating its then outstanding shares on the basis of two pre-consolidation shares for every one post-consolidation share. On April 15, 2015, the Company completed a business combination transaction (the "Arrangement") by way of an arrangement under the *Business Corporations Act* (Alberta), whereby the Company acquired its wholly-owned subsidiary Royal Road Minerals Canada Limited ("RRMC"), a corporation resulting from the amalgamation of Kirkcaldy Capital Corp. ("Kirkcaldy") and Royal Road Minerals Canada Limited. As a result of the Arrangement, on April 20, 2015, the ordinary shares (the "Ordinary Shares") of the Company were listed and commenced trading on the TSX Venture Exchange (the "TSXV") under the trading symbol "RYR". On May 21, 2025, the Company's ordinary shares commenced trading on the OTCQB marketplace under the symbol "RRDMF". The Company's registered and head office is located at Ground Floor, Portman House, 32 Hue Street, St. Helier, Jersey, Channel Islands, JE2 3RE.

The Company carries on its operations in Colombia through its wholly-owned subsidiaries, Minerales Camino Real, SAS ("RRM Colombia") and Exploraciones Northern Colombia Exploration ("ENC"); in Nicaragua, through its wholly-owned subsidiary, Minerales Camino Real Nicaragua SA ("RRM Nicaragua") in liquidation; in Argentina through its wholly-owned subsidiary, Minerales Camino Real Argentina ("RRM Argentina") currently inactive; and in Jersey through Royal Road Accelerator (Jersey). In the Kingdom of Saudi Arabia, the Company operates through Royal Road Arabia LLC ("RRA") a Saudi Arabian joint venture vehicle owned on a 50-50% basis by Royal Road and MIDU Company Limited. Royal Road is operator and the board of RRA is made up of an equal number of directors appointed by Royal Road and MSB.

Going concern

These unaudited condensed consolidated interim financial statements are presented on a going concern basis, when contemplating the Company's continuing capacity to realize its assets and discharge its liabilities in the normal course of business. As at September 30, 2025, the Company has no source of operating revenue and has accumulated deficit of \$43,095,869. The Company expects to incur further losses in the development of its operations. The Company's ability to continue its operations and to realize its assets at their carrying values will likely be dependent upon obtaining additional equity financing on terms which are acceptable to the Company.

These factors are indicative of the existence of material uncertainties that may cast significant doubt as to the Company's ability to continue as a going concern. These consolidated financial statements do not give effect to any adjustments which would be necessary should the Company be unable to continue as a going concern and thus be required to realize its assets and discharge its liabilities in other than the normal course of business and at amounts different from those reflected in these consolidated financial statements. Those differences would likely be material.

2. Material Accounting Policies

(a) *Statement of compliance*

These unaudited condensed interim consolidated financial statements have been prepared in accordance with International Accounting Standard 34, Interim Financial Reporting. Accordingly, they do not include all of the information required for full annual financial statements required by IFRS as issued by IASB and interpretations issued by IFRIC. The accounting policies and methods of computation applied by the Company in these unaudited condensed interim consolidated financial statements are the same as those applied in the Company's audited annual consolidated financial statements for the year ended December 31, 2024, other than as noted below.

The unaudited condensed interim consolidated financial statements were approved by the Board of Directors on November 24, 2025.

Royal Road Minerals Limited

Notes to the Condensed Interim Consolidated Financial Statements

Three and Nine Months Ended September 30, 2025

(Expressed in Canadian Dollars, unless otherwise indicated)

2. Material Accounting Policies (Continued)

(b) Basis of preparation

The unaudited condensed interim consolidated financial statements have been prepared on the historical cost basis and presented in Canadian dollars.

(c) Basis of consolidation

The unaudited condensed interim consolidated financial statements incorporate the financial statements of the Company and entities controlled by the Company. The Company and its subsidiaries, collectively (the "Group"), were as follows:

| Name | Place of incorporation | Ownership | |
|---|--------------------------|--------------------|-------------------|
| | | September 30, 2025 | December 31, 2024 |
| Royal Road Minerals Limited | Jersey, Channel Islands | 100% | 100% |
| Royal Road Accelerator (Jersey), | Jersey, Channel Islands | 100% | 100% |
| Royal Road Minerals Canada Limited | Ontario, Canada | 100% | 100% |
| Minerales Camino Real Nicaragua S.A | Nicaragua, South America | 100% | 100% |
| Minerales Camino Real, SAS | Colombia, South America | 100% | 100% |
| Exploraciones Northern Colombia Exploration | Colombia, South America | 100% | 100% |
| Minerales Camino Real Argentina | Argentina, South America | 100% | 100% |
| Minéraux Chemin Réel SARL AU | Morocco, Africa | 100% | 100% |

Control is achieved where the Company has the power to govern the financial and operating policies of an entity so as to obtain benefits from its activities. The existence and effect of potential voting rights that are currently exercisable or convertible are considered when assessing whether the Group controls another entity. Subsidiaries are fully consolidated from the date on which control is transferred to the Group. They are deconsolidated from the date that control ceases.

The results of subsidiaries acquired or disposed of during the period are included in the consolidated statement of loss and comprehensive loss from the effective date of acquisition or up to the effective date of disposal, as appropriate. Where necessary, adjustments are made to the financial statements of subsidiaries to bring their accounting policies into line with those used by other members of the Group. All intra-group transactions, balances, income and expenses are eliminated on consolidation.

(d) Recently announced accounting pronouncements

IFRS 18 "Presentation and disclosure in financial statements" has been issued which will replace IAS 1 "Presentation of financial statements". The new standard establishes a revised structure for the statements of comprehensive profit with the intention to improve comparability across entities. IFRS 18 is effective for annual periods beginning on or after January 1, 2027 and will be applied retroactively. The Company is currently evaluating the impact of adopting IFRS 18 on the financial statements.

Amendments to IFRS 9 "Financial instruments and IFRS 7 Financial instruments: disclosures" have been issued with the intention to clarify the date of recognition and derecognition of some financial assets and liabilities. The amendments are effective January 1, 2026, with early adoption permitted. The Company is currently evaluating the impact of these amendments on the financial statements.

Royal Road Minerals Limited

Notes to the Condensed Interim Consolidated Financial Statements

Three and Nine Months Ended September 30, 2025

(Expressed in Canadian Dollars, unless otherwise indicated)

3. Amounts receivable

| | As at September 30, 2025 | As at December 31, 2024 |
|---|--------------------------------|-------------------------------|
| Receivable from sale of exploration and evaluation assets | \$ 106,704 | \$ 97,855 |
| Other receivables ⁽¹⁾ | 123,063 | 314,410 |
| Total | \$ 229,767 | \$ 412,265 |

⁽¹⁾ Amount owed from RRA (notes 4 and 9).

4. Investment in Royal Road Arabia LLC joint venture

In June 2023, Royal Road entered into a Joint Venture Share Holder Agreement (the "Agreement") with MSB Holding Limited ("MSB") with respect to establishing a joint-venture company for the exploration of copper and gold resources in the Arabian Shield.

In August 2023, Royal Road Arabia LLC ("RRA") a Saudi Arabian joint venture vehicle was incorporated and was owned on a 50-50% basis by Royal Road and MSB. Royal Road is operator and the board of RRA is made up of an equal number of directors appointed by Royal Road and MSB.

Summary terms of the Agreement, subject to regulatory approval, are as follows:

- Whilst each party holds 50% of the issued shares of RRA, the board of RRA shall be made up of an equal number of directors appointed by Royal Road and MSB. If a party's shareholding in RRA is reduced to 30% or less of the issued shares of RRA, that party shall no longer be entitled to appoint any directors to the board.
- Royal Road will act as operator for RRA and all operations in relation to the joint venture will be conducted on the basis of an approved program and budget prepared by Royal Road and approved by the board of RRA.
- If a party to the joint venture fails to fund its relevant proportion of the funding required pursuant to a program and budget as and when required, such failure shall cause its shareholding in RRA to be diluted on a pro-rata basis.
- Provided that it owns more than 30% of the total issued shares in RRA, the non-contributing party shall have a catch-up right to restore its 50% shareholding at such time as the board has approved a further program and budget which requires further funding by the parties.
- Dilution to below 20% shall convert to a net smelter royalty of 2%.

The Agreement contains customary deadlock provisions, transfer restrictions and matters reserved for shareholder approval.

In October 2023, RRA, entered into an option agreement to acquire up to 100% of Izughar Resources S.R.L a Moroccan company holding certain exploration titles located within an agreed Area of Interest incorporating the Alouana copper-gold polymetallic project in eastern Morocco. Royal Road and MSB made initial investments of 2,500,000 Saudi riyals (\$903,747) each. In January and October 2024, Royal Road and MSB made additional investments of 7,500,000 Saudi riyals (\$2,709,774) each. In April 2025, Royal Road and MSB made additional investments of 3,750,000 Saudi riyals (\$1,409,070) each.

On May 7, 2024, the Company's 50% joint venture partner MSB transferred its share ownership and its underlying rights and obligations under the Agreement to MIDU Company Limited ("MIDU"). MIDU is a part-owned Saudi Arabian subsidiary of MSB.

Royal Road Minerals Limited

Notes to the Condensed Interim Consolidated Financial Statements

Three and Nine Months Ended September 30, 2025

(Expressed in Canadian Dollars, unless otherwise indicated)

4. Investment in joint venture with Royal Road Arabia LLC (Continued)

RRA is considered a joint venture for accounting purposes and accordingly is accounted for using the equity method.

Investment in Royal Road Arabia LLC

| | | |
|------------------------------------|-----------|------------------|
| Balance, December 31, 2023 | \$ | 406,723 |
| Additional investment | | 2,709,774 |
| Loss pick-up from associate | | (1,983,180) |
| Balance, December 31, 2024 | | 1,133,317 |
| Additional investment | | 1,409,070 |
| Loss pick-up from associate | | (1,516,699) |
| Balance, September 30, 2025 | \$ | 1,025,688 |

The following tables summarizes, in aggregate, the financial information of RRA.

| | As at September 30, 2025 | As at December 31, 2024 |
|--|--------------------------------|-------------------------------|
| Statement of Financial Position | | |
| Current assets | | |
| Cash and cash equivalents | \$ 696,818 | \$ 1,545,456 |
| Prepaid expenses and other assets | 824,238 | 471,521 |
| Other receivables | 245,353 | 111,509 |
| Total current assets | 1,766,409 | 2,128,486 |
| Non-current assets | | |
| Exploration and evaluation assets | 466,299 | 481,122 |
| Property and equipment | 45,412 | 171,716 |
| Total non-current assets | 511,711 | 652,838 |
| Total assets | 2,278,120 | 2,781,324 |
| Current liabilities | | |
| Accounts payable and accrued liabilities | 222,427 | 341,214 |
| Translation difference | 4,317 | 173,476 |
| Total liabilities | 226,744 | 514,690 |
| Net assets | \$ 2,051,376 | \$ 2,266,634 |

| | Nine Months Ended September 30, 2025 | Nine Months Ended September 30, 2024 |
|---|---|---|
| Statement of Loss and Comprehensive Loss | | |
| Expenses | | |
| Exploration and evaluation expenditures | \$ 2,513,841 | \$ 2,287,062 |
| General and administrative | 383,419 | 5,156 |
| Depreciation | 136,138 | 116,922 |
| Net loss and comprehensive loss for the period | \$ 3,033,398 | \$ 2,409,140 |

Royal Road Minerals Limited

Notes to the Condensed Interim Consolidated Financial Statements

Three and Nine Months Ended September 30, 2025

(Expressed in Canadian Dollars, unless otherwise indicated)

5. Share Capital

(a) Authorized share capital

The authorized share capital consists of an unlimited number of Ordinary Shares without par value. Each Ordinary Share entitles the holder to one vote. All Ordinary Shares of the Company rank equally as to dividends, voting powers and participation in assets upon a dissolution or winding up of the Company.

(b) Common shares issued

At September 30, 2025, the issued share capital amounted to \$42,480,222. The change in issued share capital for the periods presented were as follows:

| | Number of Shares | Amount |
|--|---------------------|----------------------|
| Balance, December 31, 2023 and September 30, 2024 | 265,695,801 | \$ 42,480,222 |
| Balance, December 31, 2024 and September 30, 2025 | 265,695,801 | \$ 42,480,222 |

6. Stock Options

The Option Plan is a rolling stock option plan under which options may be granted in respect of authorized and unissued Ordinary Shares to any director, officer, employee (part-time or full-time), service provider or consultant of the Company or any of its subsidiaries provided that, the aggregate number of Ordinary Shares reserved by the Company for issuance and which may be purchased upon the exercise of all options shall not exceed 10% of the issued and outstanding Ordinary Shares at the time of granting of options (on a non-diluted basis). If any option granted under the Option Plan is surrendered, terminated, expires or is exercised, the Ordinary Shares reserved for issuance, or issued, pursuant to such option shall be available for new options granted under the Option Plan.

The following table reflects the continuity of stock options for the periods presented:

| | Number of Options | Weighted Average Exercise Price |
|------------------------------------|----------------------|---------------------------------------|
| Balance, December 31, 2023 | 21,600,000 | \$ 0.28 |
| Granted (i) | 3,000,000 | 0.15 |
| Cancelled / forfeited | (12,700,000) | 0.35 |
| Balance, September 30, 2024 | 11,900,000 | \$ 0.17 |
| Balance, December 31, 2024 | 11,400,000 | \$ 0.17 |
| Granted (ii)(iii) | 5,650,000 | 0.15 |
| Cancelled / forfeited | (1,000,000) | 0.15 |
| Balance, September 30, 2025 | 16,050,000 | \$ 0.16 |

Royal Road Minerals Limited

Notes to the Condensed Interim Consolidated Financial Statements

Three and Nine Months Ended September 30, 2025

(Expressed in Canadian Dollars, unless otherwise indicated)

6. Stock Options (Continued)

(i) On January 31, 2024, the Company granted 3,000,000 stock options to a director and two employees at an exercise price of \$0.15 per common share, expiring on January 31, 2026, pursuant to the terms of the Company's stock option plan. The options vested 30% 90 days from the grant date, another 30% 180 days from the grant date and the remaining 40% 360 days from the grant date.

The options were assigned a fair value of \$141,000 using the Black-Scholes option pricing model with the following assumptions: share price \$0.105, dividend yield 0%, forfeiture rate of 0%; expected volatility 99% (based on the historical price history of the Company's common shares), risk-free interest rate 4.17%.

(ii) On February 1, 2025, the Company granted 4,400,000 stock options to employees and consultants of the Company at an exercise price of \$0.15 per common share, expiring on February 1, 2027, pursuant to the terms of the Company's stock option plan. The options vested 30% 90 days from the grant date, another 30% 180 days from the grant date and the remaining 40% 360 days from the grant date.

The options were assigned a fair value of \$158,400 using the Black-Scholes option pricing model with the following assumptions: share price \$0.10, dividend yield 0%, forfeiture rate of 0%; expected volatility 85% (based on the historical price history of the Company's common shares), risk-free interest rate 2.66%.

(iii) On May 19, 2025, the Company granted 1,250,000 stock options to directors of the Company at an exercise price of \$0.15 per common share, expiring on May 19, 2027, pursuant to the terms of the Company's stock option plan. The options vested 30% 90 days from the grant date, another 30% 180 days from the grant date and the remaining 40% 360 days from the grant date.

The options were assigned a fair value of \$46,250 using the Black-Scholes option pricing model with the following assumptions: share price \$0.10, dividend yield 0%, forfeiture rate of 0%; expected volatility 88% (based on the historical price history of the Company's common shares), risk-free interest rate 2.53%.

The Company had the following stock options outstanding as of September 30, 2025:

| <u>Number of Options</u> | | <u>Exercise Price</u> | <u>Weighted Average Remaining Contractual Life (years)</u> | <u>Expiry Date</u> |
|--------------------------|--------------------|-----------------------|--|--------------------|
| <u>Outstanding</u> | <u>Exercisable</u> | | | |
| 1,000,000 | 1,000,000 | \$ 0.15 | 0.34 | January 31, 2026 |
| 9,400,000 | 9,400,000 | \$ 0.17 | 0.59 | May 2, 2026 |
| 4,400,000 | 2,933,334 | \$ 0.15 | 1.34 | February 1, 2027 |
| 1,250,000 | 416,667 | \$ 0.15 | 1.63 | May 19, 2027 |
| 16,050,000 | 13,750,001 | | 0.86 | |

Royal Road Minerals Limited

Notes to the Condensed Interim Consolidated Financial Statements

Three and Nine Months Ended September 30, 2025

(Expressed in Canadian Dollars, unless otherwise indicated)

7. Net loss per share

| | Three Months Ended September 30, 2025 | | September 30, 2024 | |
|--|---|----------------|-----------------------|----------------|
| | 2025 | | 2024 | |
| Net loss for the period | \$ (1,067,002) | \$ (1,104,867) | \$ (4,392,862) | \$ (3,176,044) |
| Net loss per share - basic and diluted | \$ (0.00) | \$ (0.00) | \$ (0.02) | \$ (0.01) |
| Weighted average number of shares outstanding - basic and diluted | 265,695,801 | 265,695,801 | 265,695,801 | 265,695,801 |

8. Exploration and Evaluation Assets and Expenditures

Exploration and evaluation expenditures consisted of:

| | Three Months Ended September 30, 2025 | | September 30, 2024 | |
|--|---|-------------------|-----------------------|-------------------|
| | 2025 | | 2024 | |
| Morocco | \$ 207,689 | \$ 104,833 | \$ 727,668 | \$ 104,833 |
| Colombia | 99,021 | 97,323 | 260,139 | 318,445 |
| Nicaragua | - | 4 | - | 2,610 |
| Argentina | (342) | 8,499 | 13,883 | 59,640 |
| Other | 12,125 | 9,648 | 59,336 | 25,433 |
| Total exploration and evaluation expenditures | \$ 318,493 | \$ 220,307 | \$ 1,061,026 | \$ 510,961 |

Kingdom of Morocco

On August 29, 2024, the Company entered into a binding letter of intent (the "LOI") with Carbomine SARL ("Carbomine"), which provides the Company with an option to acquire 100% of the Lalla Aziza mining license ("Lalla Aziza"), located in the Kingdom of Morocco.

Summary of legally binding terms of the LOI are as follows:

- Royal Road will pay to Carbomine the sum of US\$50,000 upon execution of the LOI (paid);
- For a period that is 120 days from the date of the LOI (terminating on December 29, 2024) Royal Road shall, on a sole and exclusive basis, be entitled to conduct an exploration work program at Lalla Aziza (completed);
- On or before the date being 60 days following completion of the exploration program to the satisfaction of Royal Road, Royal Road shall be entitled in its sole and absolute discretion to proceed with drill testing targets at Lalla Aziza (completed);
- If Royal Road elects to proceed with a drilling program at Lalla Aziza, it shall commit to a program of at-least 2000 total aggregate meters and the parties shall enter into a definitive agreement incorporating the binding terms and following the form and function of the LOI (completed and accepted);
- Upon receipt of all requisite drilling permits, Royal Road shall make a one-time payment of US\$200,000 to Carbomine (paid on December 11, 2024);
- On or before the date being 60 days after completion of the drilling program, Royal Road shall have a one-time option to acquire the Lalla Aziza license for a payment of US\$1,500,000.

Royal Road Minerals Limited

Notes to the Condensed Interim Consolidated Financial Statements

Three and Nine Months Ended September 30, 2025

(Expressed in Canadian Dollars, unless otherwise indicated)

8. Exploration and Evaluation Assets and Expenditures (Continued)

- Further Payments/Consideration:
 - Upon the completion of the first bankable feasibility study on the property and the drawdown of project finance for the purpose of such feasibility study, the Company shall pay Carbomine the sum of US\$2,500,000;
 - Upon commencement of commercial production the Company shall grant a 2.5% net smelter royalty to Carbomine; and
 - Following acquisition of the Lalla Aziza license and until completion of the bankable feasibility study, Royal Road shall pay an annual fee of US\$300,000 to Carbomine.

Colombia

In 2022, the Company focused most of its efforts in target generation and drilling the Guintar Niverengo Margaritas project and in adjacent properties over which it has an option to acquire. It also has conducted regional exploration activities in Caldas. In Southern Colombia, the Company maintained its various agreements with the goal of formalizing informal mine operations within its mining titles. Previously, Royal Road had entered into six mining formalization agreements in Nariño. The Agreements were negotiated and entered into under the framework of the Colombian government's National Policy for Mining Formalization wherein specific portions of the area held under concession by the Company will be returned directly to informal miners so that new formalized concession contracts over such returned areas may be granted, enabling legal and responsible mining operations to take place. In exchange, Royal Road will receive a quarterly royalty equivalent to 3% of the ore extracted from the formalized concessions and has been granted the sole and exclusive right to carry out all exploration activities on the formalized concessions and the right to acquire 70% of the formalized concessions, subject to the completion of certain exploration milestones. In case the Company assists in further optimizing mine operations on formalized concessions, Royal Road may increase the royalty to be received by a further 1%.

El Aleman

In December 2021, the Company announced that it has entered into two binding Heads of Agreements with respect to, a mining concession contract (the "Concession Contract") owned by titleholders (the "Titleholders") and an application (the "Application") for a mining concession contract, owned by an individual applicant and its nominees (the "Applicants"). The properties underlying the Concession Contract and the Application are, in each case, located proximal to the Company's Guintar copper and gold project in Antioquia Department, Colombia.

The Heads of Agreements contain the following basic terms:

- An initial payment (the "Option Payment") of, in the case of the Concession Contract US\$150,000 and in the case of the Application US\$100,000, which provides Royal Road with the exclusive right to earn an 80% interest in the Concession Contract and in the Application, respectively.
- A subsequent payment, in the case of the Concession Contract, of a further US\$100,000 once certain regulatory approvals are attained and, in the case of the Application, a further US\$150,000 on the conversion of the Application to a concession contract.
- In the case of the Concession Contract, Royal Road will be responsible for all properly incurred obligations, liabilities, expenses and regulatory costs related with regulatory approvals up to a capped limit of US\$500,000.
- At any point following the Option Payment, Royal Road may exercise its option to acquire an 80% interest in the Concession Contract by making a one-time payment of US\$2.25 million and in the Application by making a one-time payment of US\$1.125 million.

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(Expressed in Canadian Dollars, unless otherwise indicated)

8. Exploration and Evaluation Assets and Expenditures (Continued)

- In both cases, the 20% interest retained by the Titleholders and the Applicants, respectively, will be free carried until a successful feasibility study is delivered in connection with or incorporating the relevant property, at which point this interest will be converted to a 2% net smelter returns royalty in relation to metals extracted from the underlying properties, which may be purchased by Royal Road for US\$20 million in the case of the Concession Contract and US\$10 million in the case of the Application.
- Royal Road shall have a right of first refusal on any sale of either of the 20% interests up until the point of conversion to a net smelter royalty.

The terms and conditions set forth in the Heads of Agreements create binding legal obligations on the parties. The parties will enter into Definitive Agreements which shall be based upon and incorporate the form and substance of these Heads of Agreements.

In August 2022, the Company acquired 25% of the Concession contract.

On October 24, 2023, the Company announced that its 100% owned Colombian subsidiary Exploraciones Northern Colombia SAS ("ENC"), has entered into two formalization-based agreements with producing gold mines in the Antioquia and Cauca Departments of Colombia. ENC has executed an Option and Royalty Agreement (the "Aleman Agreement") with respect to the El Aleman gold mining concession contract (the "Aleman Concession Contract") owned by individual titleholders (the "Titleholders") and located in Colombia's Antioquia Department. The Aleman Agreement replaces a Binding Heads of Agreement which was entered into between the Company and the Titleholders in December of 2021.

Under the terms of the Option and Royalty Agreement, the Company can acquire 100% of the Aleman Concession Contract. Summary terms are as follows:

- Royalty Commitment: The Titleholders shall pay a 3% Net Smelter Returns royalty to ENC which is payable quarterly for a period of 20 years (the current term of the company's Guintär concession contract) or until the Company exercises its Option to acquire an 80% interest in the Concession Contract.
- Option Agreement: At any point, Royal Road may exercise its option to acquire an 80% interest in the Concession Contract by making a one-time payment to the Titleholders of USD\$2.25 million.
- Free Carry: Following such payment, the 20% interest retained by the Titleholders shall be free carried until a successful feasibility study is delivered in connection with or incorporating the Aleman concession contract, at which point this interest will be converted to a 2% net smelter returns royalty. The net smelter returns royalty may be purchased by Royal Road for a sum of USD\$20 million.

Royal Road Minerals Limited

Notes to the Condensed Interim Consolidated Financial Statements

Three and Nine Months Ended September 30, 2025

(Expressed in Canadian Dollars, unless otherwise indicated)

9. Related Party Balances and Transactions

In accordance with IAS 24, key management personnel are persons responsible for planning, directing, and controlling the activities of an entity, and include executive and non-executive directors. The key management personnel of the Company are the directors and officers of the Company. No individual party had overall control of the Company during the periods being presented. Transactions between the Company and its subsidiaries have been eliminated on consolidation.

Compensation of key management personnel of the Company

The remuneration of directors and other members of key management personnel for the periods presented was as follows:

| | Three Months Ended September 30, | | Nine Months Ended September 30, | |
|--------------------------|-------------------------------------|------------|------------------------------------|------------|
| | 2025 | 2024 | 2025 | 2024 |
| Salaries | \$ 100,666 | \$ 121,578 | \$ 310,562 | \$ 456,856 |
| Stock based compensation | 20,042 | 6,527 | 33,720 | 94,792 |
| Professional fees | 7,500 | 7,700 | 22,700 | 22,700 |
| | \$ 128,208 | \$ 135,805 | \$ 366,982 | \$ 574,348 |

As at September 30, 2025, the Company was owed \$123,063 (December 31, 2024 - \$314,410) from RRA (note 3).

10. Segmented Information

The Company's information about its operations and assets by geographic location is detailed below.

| Three months ended September 30, 2025 | Jersey | South America | Morocco | Saudia Arabia | Total |
|---------------------------------------|----------------|---------------|--------------|----------------|----------------|
| Net loss | \$ (399,944) | \$ (99,006) | \$ (207,689) | \$ (360,363) | \$ (1,067,002) |
| Nine months ended September 30, 2025 | Jersey | South America | Morocco | Saudia Arabia | Total |
| Net loss | \$ (1,878,564) | \$ (269,931) | \$ (727,668) | \$ (1,516,699) | \$ (4,392,862) |
| Three months ended September 30, 2024 | Jersey | South America | Morocco | Saudia Arabia | Total |
| Net loss | \$ (637,144) | \$ 41,117 | \$ (104,833) | \$ (404,007) | \$ (1,104,867) |
| Nine months ended September 30, 2024 | Jersey | South America | Morocco | Saudia Arabia | Total |
| Net loss | \$ (1,618,824) | \$ (247,816) | \$ (104,833) | \$ (1,204,571) | \$ (3,176,044) |
| As at September 30, 2025 | Jersey | South America | Morocco | Saudia Arabia | Total |
| Non-current assets | \$ 258,154 | \$ 18,842 | \$ 3,355 | \$ 1,025,688 | \$ 1,306,039 |
| As at December 31, 2024 | Jersey | South America | Morocco | Saudia Arabia | Total |
| Non-current assets | \$ 160,600 | \$ 21,394 | \$ - | \$ 1,133,317 | \$ 1,315,311 |

Royal Road Minerals Limited

Notes to the Condensed Interim Consolidated Financial Statements

Three and Nine Months Ended September 30, 2025

(Expressed in Canadian Dollars, unless otherwise indicated)

11. Subsequent event

On November 3, 2025, the Company announced a non-brokered private placement offering of up to 27,777,778 ordinary shares of the Company at a price of \$0.18 per share, for gross proceeds of up to \$5,000,000.