

UNAUDITED CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

For the three and nine months ended September 30, 2026 and 2025

(expressed in thousands of United States dollars)

DISCOVERY MINING LTD. (formerly Discovery Silver Corp.)
CONDENSED INTERIM CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
(unaudited - expressed in thousands of United States dollars, except where otherwise noted)

As at	Notes	September 30, 2026	December 31, 2025
ASSETS			
Current			
Cash and cash equivalents	**7**	**$ 450,725**	$ 410,667
Accounts receivable	**8**	**100,612**	54,178
Inventories	**9**	**115,157**	61,191
Other current assets		**590**	771
		667,084	526,807
Non-current			
Mining interests, plant and equipment	**10**	**1,720,919**	1,179,886
Inventories	**9**	**9,811**	29,976
Restricted cash	**22**	**13,213**	8,438
Reclamation financial assurance	**22**	**40,214**	42,851
Other non-current assets		**77,778**	7,893
TOTAL ASSETS		**$ 2,529,019**	$ 1,795,851
LIABILITIES			
Current			
Accounts payable and accrued liabilities	**11**	**$ 197,205**	$ 135,328
Current tax payable		**51,001**	85,088
Share-based compensation liabilities	**13**	**21,267**	—
Reclamation liabilities	**14**	**102,473**	35,702
Deferred revenue	**15**	**28,083**	25,348
Other current liabilities	**12**	**2,077**	3,165
		402,106	284,631
Non-current			
Deferred consideration		**110,021**	100,873
Reclamation liabilities	**14**	**716,789**	460,302
Deferred income tax liabilities		**122,155**	40,296
Share-based compensation liabilities	**13**	**37,563**	—
Deferred revenue	**15**	**273,156**	274,907
Other non-current liabilities	**12**	**79,380**	7,356
TOTAL LIABILITIES		**$ 1,741,170**	$ 1,168,365
SHAREHOLDERS' EQUITY			
Share capital	**16**	**$ 617,650**	$ 595,805
Contributed surplus		**22,807**	33,043
Warrants		**18,985**	18,985
Accumulated other comprehensive income (loss)		**(1,409)**	180
Accumulated earnings (deficit)		**129,816**	(20,527)
TOTAL EQUITY		**$ 787,849**	$ 627,486
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY		**$ 2,529,019**	$ 1,795,851

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

DISCOVERY MINING LTD. (formerly Discovery Silver Corp.)
CONDENSED INTERIM CONSOLIDATED STATEMENTS OF INCOME (LOSS)
AND TOTAL COMPREHENSIVE INCOME (LOSS)
(unaudited - expressed in thousands of United States dollars, except per share and share information)

	Notes	Three Months Ended		Nine Months Ended	
		September 30, 2026	September 30, 2025	**September 30, 2026**	September 30, 2025
Revenue	**18**	**$ 371,372**	$ 236,961	**$ 975,501**	$ 378,971
Production costs		**142,726**	106,807	**327,519**	161,726
Depreciation and amortization		**57,084**	35,826	**129,249**	52,210
Royalties		**7,327**	3,619	**20,010**	5,535
Earnings from mining operations		**164,235**	90,709	**498,723**	159,500
Expenses					
General and administration		**14,612**	6,661	**40,442**	35,012
Exploration		**9,899**	5,972	**23,169**	6,827
Impairment		**—**	2,140	**—**	2,140
Share-based compensation	**13,16**	**24,830**	1,398	**37,196**	4,518
Other operating costs (income)		**(7,302)**	—	**2,920**	—
Earnings from operations		**$ 122,196**	$ 74,538	**$ 394,996**	$ 111,003
Other					
Other income (loss)		**(827)**	9,301	**(2,752)**	2,611
Finance items					
Finance income (expense), net	**19**	**(17,640)**	(12,725)	**(44,392)**	(24,442)
Income before taxes		**103,729**	71,114	**347,852**	89,172
Current income tax expense (recovery)		**39,454**	32,462	**116,856**	58,833
Deferred income tax expense (recovery)		**5,834**	(3,787)	**38,727**	(11,182)
Net income (loss)		**$ 58,441**	$ 42,439	**$ 192,269**	$ 41,521
Items that may in the future be reclassified to profit or loss:					
Foreign currency translation differences		**(792)**	12,157	**1,898**	21,696
Items that will not be subsequently reclassified to profit or loss:					
Change in fair value of equity securities, net of tax		**1,355**	—	**(893)**	—
Change in pension benefits, net of tax		**(1,525)**	621	**(2,594)**	1,281
Total comprehensive income (loss)		**$ 57,479**	$ 55,217	**$ 190,680**	$ 64,498
Weighted average shares outstanding (000's)					
Basic		**814,181**	802,837	**811,835**	647,997
Diluted		**820,343**	825,798	**817,911**	670,958
Net earnings per share					
Basic	**17**	**$ 0.07**	$ 0.05	**$ 0.24**	$ 0.06
Diluted	**17**	**$ 0.07**	$ 0.05	**$ 0.24**	$ 0.06

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

DISCOVERY MINING LTD. (formerly Discovery Silver Corp.)
CONDENSED INTERIM CONSOLIDATED STATEMENTS OF CASH FLOWS
(unaudited - expressed in thousands of United States dollars, except where otherwise noted)

	Notes	Three Months Ended		Nine Months Ended	
		September 30, 2026	September 30, 2025	**September 30, 2026**	September 30, 2025
Operating Activities					
Net income (loss)		**$ 58,441**	$ 42,439	**$ 192,269**	$ 41,521
Adjustments for:					
Depreciation and amortization		**57,371**	35,783	**129,772**	52,210
Accretion	**19**	**11,037**	8,002	**27,519**	15,769
Deferred income taxes		**5,834**	(3,787)	**38,727**	(11,182)
Share-based compensation	**13,16**	**24,830**	1,398	**37,196**	4,518
Settlement of share-based compensation	**13**	**(5,822)**	—	**(25,210)**	—
Interest expense on net smelter return	**15**	**6,777**	6,724	**20,086**	12,367
Deferred revenue on net smelter return	**15**	**(7,087)**	(5,968)	**(19,102)**	(5,968)
Other income		**—**	(7,054)	**—**	(736)
Other non-cash adjustments		**(4,545)**	4,430	**4,025**	8,142
Changes in non-cash operating working capital:					
Trade and other receivables	**8**	**(24,673)**	(18,498)	**(47,294)**	(37,165)
Inventories	**9**	**8,722**	53,022	**(4,727)**	53,906
Accounts payable and accrued liabilities	**11**	**54,172**	4,535	**1,066**	22,277
Income taxes		**18,238**	32,462	**(34,087)**	58,833
Net cash from/(used in) operating activities		**$ 203,295**	$ 153,488	**$ 320,240**	$ 214,492
Investing Activities					
Additions of mining interests, plant and equipment	**10**	**(116,360)**	(66,675)	**(268,831)**	(110,208)
Increase in restricted cash	**22**	**—**	—	**(5,191)**	(51,551)
Purchase of investments		**—**	—	**(10,017)**	—
Cash paid on acquisition of Porcupine	**6(a)**	**—**	—	**—**	(200,631)
Net cash from/(used in) investing activities		**$ (116,360)**	$ (66,675)	**$ (284,039)**	$ (362,390)
Financing Activities					
Equity financing, net of share issue costs	**16(b)**	**—**	—	**—**	168,713
Proceeds on exercise of options	**16(d)**	**876**	1,361	**7,393**	5,517
Net smelter return proceeds	**15**	**—**	—	**—**	300,000
Net smelter return payments	**15**	**—**	(4,250)	**—**	(6,595)
Principal payment on lease liability		**(1,336)**	(177)	**(3,544)**	(306)
Net cash from/(used in) financing activities		**$ (460)**	$ (3,066)	**$ 3,849**	$ 467,329
Effect of exchange rates on cash and cash equivalents		**(44)**	5,251	**8**	1,650
Increase (decrease) in cash and cash equivalents		**$ 86,431**	$ 88,998	**$ 40,058**	$ 321,081
Cash and cash equivalents, beginning of period		**364,294**	252,453	**410,667**	20,370
Cash and cash equivalents, end of period		**$ 450,725**	$ 341,451	**$ 450,725**	$ 341,451
Supplemental Cash Flow Information:					
Income tax paid		**(21,216)**	—	**(150,943)**	—
Interest paid		**(2,321)**	(438)	**(3,093)**	(1,461)
Interest received		**2,920**	2,263	**7,982**	4,334

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

DISCOVERY MINING LTD. (formerly Discovery Silver Corp.)
CONDENSED INTERIM CONSOLIDATED STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY
(unaudited - expressed in thousands of United States dollars, except where otherwise noted)

	Notes	Number of Common Shares (000's)	Share Capital	Warrants	Contributed Surplus	Accumulated Other Comprehensive Income (Loss)	Accumulated Earnings (Deficit)	Total Equity
January 1, 2026		**807,760**	**$ 595,805**	**$ 18,985**	**$ 33,043**	**$ 180**	**$ (20,527)**	**$ 627,486**
Share-based compensation	**16**	**—**	**—**	**—**	**10**	**—**	**—**	**10**
Shares issued on exercise of options	**16(d)**	**5,173**	**11,845**	**—**	**(4,452)**	**—**	**—**	**7,393**
Change in classification of share-based compensation	**13**	**—**	**—**	**—**	**(5,794)**	**—**	**(41,926)**	**(47,720)**
Acquisition of Kidd Creek, net of share issue costs	**16(c)**	**1,679**	**10,000**	**—**	**—**	**—**	**—**	**10,000**
Net income (loss) and total comprehensive income (loss) for the period		**—**	**—**	**—**	**—**	**(1,589)**	**192,269**	**190,680**
September 30, 2026		**814,612**	**$ 617,650**	**$ 18,985**	**$ 22,807**	**$ (1,409)**	**$ 129,816**	**$ 787,849**

	Notes	Number of Common Shares (000's)	Share Capital	Warrants	Contributed Surplus	Accumulated Other Comprehensive Income (Loss)	Accumulated Earnings (Deficit)	Total Equity
January 1, 2025		400,461	$ 166,409	$ 13,250	$ 33,793	$ (8,287)	$ (127,337)	$ 77,828
Share-based compensation	16	—	—	—	4,518	—	—	4,518
Shares issued on exercise of options	16(d)	6,192	8,732	—	(3,215)	—	—	5,517
Shares issued on exercise of RSUs	16(e)	2,185	1,783	—	(1,783)	—	—	—
Warrants issued under term debt facility		—	—	5,735	—	—	—	5,735
Equity financing, net of share issue costs	16(b)	275,000	172,188	—	—	—	—	172,188
Acquisition of Porcupine Complex, net of share issue costs	16(b)	119,717	232,698	—	457	—	—	233,155
Net income (loss) and total comprehensive income (loss) for the period		—	—	—	—	22,977	41,521	64,498
September 30, 2025		803,555	$ 581,810	$ 18,985	$ 33,770	$ 14,690	$ (85,816)	$ 563,439

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

1. DESCRIPTION OF BUSINESS AND NATURE OF OPERATIONS

Discovery Mining Ltd. (formerly Discovery Silver Corp.) ("Discovery" or the "Company") is a Canadian-based precious and base metals company primarily engaged in the exploration, development, mining, and processing of gold and base metals, and is also advancing a large silver exploration project in Mexico. The Company is listed on the Toronto Stock Exchange (the "Exchange" or "TSX") under the symbol "DSV", and on the Frankfurt Stock Exchange under the symbol "1CU0". The Company's head office is located at Suite 2410 - 79 Wellington St W, Toronto, Ontario, M5K 1E7.

On April 15, 2025, the Company acquired Dome Mine Ltd. from Goldcorp Canada Ltd., a wholly owned subsidiary of Newmont Corporation (note 6(a)). Dome Mine Ltd. holds mining assets in and around Timmins and Chapleau, Ontario, which consist of the Hoyle Pond, Pamour and Hollinger mine properties, the Dome Mine property and milling facility (collectively "Dome"), numerous near-mine and regional exploration targets approximating 1,400 km^2 of land in and around Timmins, and the large land position surrounding the Borden mine in Chapleau (collectively, the "Porcupine Complex"). Hoyle Pond and Borden are both underground mining operations. Pamour and Hollinger are open-pit operations.

On June 1, 2026, the Company acquired, through a wholly owned subsidiary, Glencore Canada Corporation's 100% interest in the Kidd operations located in Timmins, Ontario, which include the Kidd Creek mine (the "Kidd Creek Mine"), the Kidd Metallurgical Site (the "Kidd Met Site"), the Kidd tailings management area (the "Kidd TMA") and the exploration land package held through Kidd Creek Timber Ltd. (collectively, the "Kidd Operations") (note 6(b)). The Kidd Creek Mine is an underground mining operation producing copper, zinc, and silver concentrates, while the Kidd Met Site is a large, fully permitted processing facility that includes concentrator circuits, tailings infrastructure and related operating assets. The acquisition also includes an exploration land position located north of Timmins, outside of the existing Kidd Creek operations.

The Company's Board of Directors authorized the issuance of these unaudited condensed interim consolidated financial statements as at and for the three and nine months ended September 30, 2026 and 2025 (the "condensed interim consolidated financial statements") on November 9, 2026.

2. BASIS OF PREPARATION

The condensed interim consolidated financial statements for the three and nine months ended September 30, 2026 and 2025 have been prepared in accordance with IFRS Accounting Standards ("IFRS") applicable to the preparation of interim financial statements under International Accounting Standard 34, Interim Financial Reporting as issued by the International Accounting Standards Board ("IASB"). As such, certain disclosures required by IFRS have been condensed or omitted. These interim financial statements should be read in conjunction with the Company's audited consolidated financial statements and related notes for the years ended December 31, 2025 and 2024. The Company's interim results are not necessarily indicative of its results for a full year.

3. MATERIAL ACCOUNTING POLICIES

The material accounting policies adopted by the Company in the preparation of its condensed interim consolidated financial statements remain materially consistent with those disclosed in note 3 of the Company's consolidated financial statements for the year ended December 31, 2025, except as noted below:

a) Functional Currency

The functional currency of Discovery Mining Ltd. (formerly Discovery Silver Corp.) changed from the Canadian Dollar ("C$") to the United States Dollar ("US$") effective January 1, 2026, reflecting changes in the underlying transactions, events and conditions relevant to the entity. The change has been applied prospectively from the date of change in accordance with IAS 21. Cumulative translation differences previously recognized in other comprehensive income (loss) and accumulated in equity were not reclassified to profit or loss and continue to be presented as a separate component of equity.

b) Financial instruments

Recognition and initial measurement

Financial assets and liabilities are recognized when the Company becomes a party to the contractual provisions of the instrument. On initial recognition, all financial assets and liabilities are recorded at fair value, net of attributable transaction costs, except for financial assets and liabilities classified as fair value through profit or loss ("FVTPL"). Transaction costs of financial assets and liabilities classified as FVTPL are expensed in the period in which they are incurred.

Subsequent measurement of financial assets and liabilities depends on their classification, which management determines on initial recognition. Financial assets held to collect contractual cash flows consisting solely of payments of principal and interest are measured at amortized cost. Financial assets held both to collect contractual cash flows and for sale are generally measured at fair value through other comprehensive income ("FVTOCI"). All other financial assets are measured at FVTPL.

Financial assets at amortized cost

Financial assets measured at amortized cost are non-derivative financial assets held to collect contractual cash flows, where those cash flows represent solely payments of principal and interest. These assets are initially recognized at fair value plus directly attributable transaction costs and are subsequently measured at amortized cost using the effective interest method. Trade receivables are measured at amortized cost, other than the portion that is provisionally priced and measured at FVTPL as described below.

Financial assets at FVTPL

Financial assets measured at FVTPL are those that do not qualify for measurement at amortized cost or FVTOCI, including assets management intends to sell in the short term and derivative financial instruments not designated in a hedging relationship. Transaction costs for financial assets held at FVTPL are expensed as incurred. These assets are carried at fair value, with changes in fair value recognized in the consolidated statements of income (loss) and total comprehensive income (loss).

Provisionally priced trade receivables are measured at FVTPL, as the associated cash flows are dependent on commodity prices. These receivables are initially recognized at their transaction price and are subsequently remeasured at each reporting date to reflect changes in the underlying commodity price, with the resulting adjustment recognized in revenue in the consolidated statements of income (loss) and total comprehensive income (loss).

Financial assets at FVTOCI

On initial recognition of an equity investment that is not held for trading, the Company may make an irrevocable election to present subsequent changes in the investment's fair value in other comprehensive income. Financial assets designated at FVTOCI are subsequently measured at fair value, with unrealized gains and losses recognized in other comprehensive income (loss). Amounts recognized in other comprehensive income are not subsequently reclassified to profit or loss, including on derecognition.

Financial liabilities

Financial liabilities are classified as either FVTPL or other financial liabilities. All financial liabilities are subsequently measured at amortized cost using the effective interest method, except for financial liabilities at FVTPL, which are carried at fair value with changes in fair value recognized in the consolidated statements of income (loss) and total comprehensive income (loss). Financial liabilities are required to be measured at FVTPL where they are held for trading or are derivatives not designated in a hedging relationship, or where the Company has elected to measure them at FVTPL.

Impairment

For financial assets measured at amortized cost, an expected credit loss model is applied, requiring a loss allowance to be recognized based on expected credit losses. The expected credit loss model is updated at each reporting date to reflect changes since initial recognition.

Derecognition

The Company derecognizes a financial asset when the contractual rights to the cash flows from the asset expire or are transferred, or when it transfers substantially all the risks and rewards of ownership. On derecognition, the difference between the carrying amount and the consideration received is recognized in the consolidated statements of income (loss) and total comprehensive income (loss), except for financial assets at FVTOCI, for which the cumulative gain or loss is not reclassified to profit or loss. A financial liability is derecognized when the obligation is discharged, cancelled or expires, with any difference between the carrying amount and the consideration paid recognized in the consolidated statements of income (loss) and total comprehensive income (loss).

c) Revenue

The Company's primary sources of revenue are the sale of precious and base metals, comprising refined gold and metal concentrates containing copper, zinc and silver, produced from its mining operations.

Revenue is recognized when control of the product transfers to the customer, which generally occurs upon delivery in accordance with the terms of the applicable sales agreement, at which point the customer obtains the ability to direct the use of, and obtain substantially all of the remaining benefits from, the product. This is generally the point at which title and the significant risks and rewards of ownership transfer to the customer, it is probable that the economic benefits will flow to the Company, and the amount of revenue can be reliably measured.

Revenue is measured based on the consideration to which the Company expects to be entitled under the contract and is presented net of discounts, treatment and refining charges, penalties, freight and other commercial deductions, and sales-related taxes, where applicable.

Revenue from refined gold sales is recognized when the refined gold is transferred to the customer, which typically occurs upon delivery and is also the date that title to the gold passes.

Revenue from concentrate sales is recognized when control of the concentrate transfers to the customer. Such sales are initially recorded based on provisional values determined using prevailing market prices for the payable metals, estimated weights and assays, and applicable commercial deductions. Final settlement is generally based on final weights and assays and metal prices determined by reference to specified quotational periods, using prices published by the London Metal Exchange and London Bullion Market Association, as applicable. Where sales are subject to provisional pricing, the related receivable is remeasured to fair value at each reporting date by reference to forward prices for the applicable quotational period, with changes recognized in revenue. Adjustments arising from final weights and assay results are recognized in revenue when determined.

4. ACCOUNTING PRONOUNCEMENTS

Adoption of New Accounting Standards

The new standards, or amendments to standards and interpretations adopted by the Company, effective January 1, 2026, are as follows:

Classification and Measurement of Financial Instruments (Amendment to IFRS 9 and IFRS 7)

In May 2024, the IASB issued amendments clarifying that financial assets and financial liabilities are recognized and derecognized at settlement date except for regular way purchases or sales of financial assets and financial liabilities meeting conditions for a new exception. The new exception permits companies to elect to derecognize certain financial liabilities settled via electronic payment systems earlier than the settlement date. The Company elected to apply the exception.

The adoption of this amendment did not have a material impact on the Company's consolidated financial statements.

New Accounting Standards Not Yet Adopted

Presentation and Disclosure in Financial Statements ("IFRS 18")

In April 2024, the IASB issued IFRS 18 replacing IAS 1 – Presentation of Financial Statements, which sets out presentation and disclosure requirements for financial statements. The changes, which mostly affect the income statement, include the requirement to classify income and expenses into three new categories – operating, investing and financing – and present subtotals for operating profit or loss and profit or loss before financing and income taxes.

IFRS 18 also provides enhanced guidance for aggregation and disaggregation of information in the financial statements, introduces new disclosure requirements for management-defined performance measures ("MPMs") and eliminates classification options for interest and dividends in the statement of cash flows.

IFRS 18 is effective for annual periods beginning on or after January 1, 2027 and is to be applied retrospectively. The Company is currently assessing the impact of the standard on its consolidated financial statements. Based on the Company's preliminary assessment, operating profit will replace net income as the starting point for determining cash flows from operating activities, and interest paid will be presented as financing cash flows and interest received as investing cash flows. In addition, the Company believes that adjusted net earnings will meet the definition of an MPM.

5. CRITICAL JUDGMENTS AND ESTIMATES IN APPLYING ACCOUNTING POLICIES

The preparation of condensed interim consolidated financial statements in accordance with IFRS requires management to make judgments and estimates that affect the application of accounting policies and the reported amounts of assets, liabilities, contingent liabilities, income and expenses. Actual results could differ from these estimates. Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimates are revised and applied prospectively. Information about critical judgments and estimates in applying accounting policies that have the most significant effect on the amounts recognized in the interim financial statements for the three and nine months ended September 30, 2026 and 2025 is consistent with those applied and disclosed in the Company's audited consolidated financial statements for the years ended December 31, 2025 and 2024.

6. ACQUISITIONS AND BUSINESS COMBINATIONS

a) Porcupine Acquisition

On April 15, 2025, the Company and Goldcorp Canada Ltd., a wholly owned subsidiary of Newmont Corporation ("Newmont"), entered into a Share Purchase Agreement ("SPA"), under which the Company acquired 100% share ownership interest in Dome Mine Ltd., which held all title and interests in the Porcupine Complex (the "Porcupine Transaction").

As consideration for the Porcupine Transaction, the Company paid Newmont $200.0 million of cash and issued 119.7 million Discovery common shares, valued at $232.7 million. In addition, the Company will pay Newmont $150.0 million in deferred cash consideration, payable in four annual payments of $37.5 million commencing on December 31, 2027. The Porcupine Transaction has been accounted for as a business combination under IFRS 3 using the acquisition method, which requires all identifiable assets acquired and liabilities assumed to be recorded at their fair values as at the date of acquisition. The following table summarizes the fair value of the consideration paid and the final fair values of the identifiable assets acquired and liabilities assumed from Newmont. During the three months ended March 31, 2026, the Company finalized the determination of the fair values of the assets acquired, liabilities assumed and deferred taxes related to the acquisition; accordingly, the values presented in these financial statements are final and unchanged from the amounts recognized in the annual financial statements for the year ended December 31, 2025.

Purchase Price		
Cash paid upon closing	**$**	**200,000**
Common shares issued		**232,698**
Deferred cash consideration[(1)]		**92,927**
Fair value of replacement restricted share units		**457**
Cash paid on land transfer taxes		**631**
Working capital adjustment		**(2,925)**
Total consideration	**$**	**523,788**

(1) An aggregate of $150.0 million is payable in equal installments of $37.5 million on each of December 31, 2027 through 2030, resulting in deferred cash consideration over the period specified in the share purchase agreement and has been discounted to present value as of acquisition date.

The finalized fair value of the identifiable net assets acquired includes the following:

Assets acquired		
Accounts receivable	$	**1,113**
Inventories		**74,194**
Other current assets		**1,719**
Total current assets	$	**77,026**
Mining Interests		**479,132**
Plant and Equipment		**430,997**
Stockpile		**49,930**
Other non-current assets		**4,233**
Total assets	$	**1,041,318**

Liabilities assumed		
Accounts payable, accrued, and other liabilities	$	**25,729**
Employee-related benefits		**7,753**
Other current liabilities		**20,641**
Total current liabilities	$	**54,123**
Reclamation liabilities		**373,641**
Deferred income tax liability		**86,207**
Employee-related liabilities		**3,559**
Total liabilities	$	**517,530**
Net assets acquired	$	**523,788**

In connection with the Porcupine Transaction, the Company:

- Granted to Franco-Nevada Corporation (“Franco”) a 4.25% net smelter royalty in exchange for cash consideration of $300.0 million to be used for the Porcupine Transaction and general working capital purposes.

- Completed a bought deal public offering of 275.0 million subscription receipts for gross proceeds of $175.0 million (C$247.5 million).

- Entered into a debt commitment letter to obtain financing through a non-revolving multiple-draw term loan facility for a maximum principal amount of $100.0 million. The term loan facility was subsequently terminated during the year ended December 31, 2025 upon the Company entering into a revolving credit facility agreement.

b) Kidd Acquisition

On March 2, 2026, the Company, through a wholly owned subsidiary, Discovery Kidd Creek Inc., entered into an Asset Purchase Agreement (the "APA") with Glencore Canada Corporation ("Glencore"), under which the Company acquired Glencore's 100% interest in the Kidd Operations located in Timmins, Ontario (the "Kidd Transaction"). The Kidd Operations include the Kidd Creek Mine, the Kidd Met Site, the Kidd TMA, all associated property, claims and operating assets, and all of the issued and outstanding shares of Kidd Creek Timber Ltd., which holds an exploration land package. The Kidd Transaction closed on June 1, 2026 (the "Closing Date" or "Acquisition Date").

The Kidd Transaction has been accounted for as a business combination under IFRS 3 using the acquisition method, which requires all identifiable assets acquired and liabilities assumed to be recorded at their fair values as at the Acquisition Date.

As consideration for the Kidd Transaction, the Company issued 1.7 million common shares with a fair value of $10.0 million as at the Acquisition Date.

The Kidd Transaction also included a reimbursement arrangement, whereby Glencore will reimburse the Company for certain specified costs related to the Kidd TMA up to a maximum of $75.0 million. The costs related to the Kidd TMA are recorded within other liabilities at the fair value at the acquisition date with a corresponding asset. In addition, the Company obtained indemnification from Glencore for up to $400.0 million in respect of the Kidd TMA, applicable until the earlier of 36 months after commencement of the specified work plan or its completion. After Glencore reimburses the Company for the work performed and upon receipt of the material permits and regulatory approvals required to deposit gold tailings at the Kidd TMA, a payment equal to the sum of amounts reimbursed by Glencore, up to a maximum of $75.0 million, is due to Glencore.

The Kidd Transaction further included a 1.0% net smelter return royalty applicable to future mineral production from the Kidd Creek Timber Ltd. land package. The net smelter return royalty was assigned a nil fair value as at the Acquisition Date given the early-stage nature of the underlying land package.

As part of the Kidd Transaction, the Company also assumed all financial assurances and environmental, rehabilitation and related obligations associated with the Kidd Met Site and the Kidd Creek Mine. These obligations have been recognized as liabilities assumed in the business combination.

The following table summarizes the fair value of the consideration transferred and the preliminary estimates of the fair values of the identifiable assets acquired and liabilities assumed. Final valuations are not yet complete due to the timing of the acquisition and the inherent complexity of the valuations; accordingly, the values assigned are provisional and subject to change. The Company expects to finalize the determination of the fair values of the assets acquired, liabilities assumed and related deferred taxes within 12 months of the Acquisition Date, which could result in material differences from the preliminary values presented in these financial statements.

Purchase Price		
Common shares issued	**$**	**10,000**
Total consideration	**$**	**10,000**

The provisional fair value of the identifiable net assets acquired as at the Acquisition Date includes the following:

Assets acquired		
Inventories	$	**25,933**
Total current assets	$	**25,933**
Mining Interests		**208,902**
Plant and Equipment		**155,445**
Other assets		**63,365**
Total assets	$	**453,645**

Liabilities assumed		
Accounts payable, accrued, and other liabilities	$	**16,850**
Reclamation liabilities		**36,400**
Total current liabilities	$	**53,250**
Reclamation liabilities		**277,300**
Other liabilities		**63,365**
Deferred income tax liability		**44,438**
Employee-related liabilities		**5,292**
Total liabilities	$	**443,645**
Net assets acquired	$	**10,000**

7. CASH AND CASH EQUIVALENTS

		September 30, 2026		December 31, 2025
Cash	$	**446,649**	$	406,525
Short-term deposits		**4,076**		4,142
Total cash and cash equivalents	$	**450,725**	$	410,667

8. ACCOUNTS RECEIVABLE

		September 30, 2026		December 31, 2025
Trade and other receivables	$	**65,736**	$	7,019
Sales and value-added tax receivables		**23,254**		36,948
Supplier advances and other prepaids		**11,622**		10,211
Total trade and other receivables	$	**100,612**	$	54,178

9. INVENTORIES

		September 30, 2026		December 31, 2025
Stockpiles	**$**	**62,216**	$	53,287
In-circuit inventory		**10,857**		7,617
Precious metals inventory		**2,598**		498
Materials and supplies		**49,297**		29,765
Total inventories	**$**	**124,968**	$	91,167
Less: current portion		**115,157**		61,191
Non-current portion	**$**	**9,811**	$	29,976

Included in production costs of $327.5 million for the nine months ended September 30, 2026, is ($3.3) million (nine months ended September 30, 2025: $33.8 million) related to changes in metal inventories (stockpiles, in-circuit, and precious metals). There were no write-downs or reversals of write-downs of inventory to net realizable value during the nine months ended September 30, 2026 and 2025. Non-current inventory consists of stockpiles that are not expected to be processed within 12 months.

10. MINING INTERESTS, PLANT AND EQUIPMENT

Nine Months Ended September 30, 2026	Depletable Mining Interest	Non-depletable Mining Interest[1]	Plant and Equipment	Assets under Construction[2]	Total
Cost					
At January 1, 2026	**$ 649,348**	**$ 73,599**	**$ 398,697**	**$ 162,787**	**$ 1,284,431**
Additions	**18,687**	**18,203**	**13,387**	**258,973**	**309,250**
Transfers to Mining Interest and Plant and Equipment	**32,690**	**—**	**51,346**	**(84,036)**	**—**
Change in reclamation liability (note 14)	**11,795**	**—**	**—**	**—**	**11,795**
Kidd acquisition (note 6b)	**78,400**	**130,502**	**155,445**	**—**	**364,347**
Disposals	**—**	**—**	**(2,916)**	**—**	**(2,916)**
Currency translation adjustment	**—**	**(2,187)**	**(33)**	**—**	**(2,220)**
Cost at September 30, 2026	**$ 790,920**	**$ 220,117**	**$ 615,926**	**$ 337,724**	**$ 1,964,687**
Accumulated Depreciation and Depletion					
At January 1, 2026	**$ 39,775**	**$ —**	**$ 64,770**	**$ —**	**$ 104,545**
Depreciation	**—**	**—**	**68,024**	**—**	**68,024**
Depletion	**73,775**	**—**	**—**	**—**	**73,775**
Disposals	**—**	**—**	**(2,571)**	**—**	**(2,571)**
Currency translation adjustment	**—**	**—**	**(5)**	**—**	**(5)**
Accumulated depreciation and depletion at September 30, 2026	**$ 113,550**	**$ —**	**$ 130,218**	**$ —**	**$ 243,768**
Carrying value at September 30, 2026	**$ 677,370**	**$ 220,117**	**$ 485,708**	**$ 337,724**	**$ 1,720,919**

Year Ended December 31, 2025	Depletable Mining Interest	Non-depletable Mining Interest[1]	Plant and Equipment	Assets under Construction[2]	Total
Cost					
At January 1, 2025	$ —	$ 59,038	$ 3,045	$ —	$ 62,083
Additions	52,997	6,788	12,046	150,749	222,580
Transfers to Mining Interest and Plant and Equipment	33,374	—	15,787	(49,161)	—
Change in reclamation liability (note 14)	83,845	—	—	—	83,845
Porcupine acquisition (note 6a)	479,132	—	369,798	61,199	910,129
Impairment	—	—	(2,140)	—	(2,140)
Currency translation adjustment	—	7,773	161	—	7,934
Cost at December 31, 2025	$ 649,348	$ 73,599	$ 398,697	$ 162,787	$ 1,284,431
Accumulated Depreciation and Depletion					
At January 1, 2025	$ —	$ —	$ 1,116	$ —	$ 1,116
Depreciation	—	—	63,659	—	63,659
Depletion	39,775	—	—	—	39,775
Currency translation adjustment	—	—	(5)	—	(5)
Accumulated depreciation and depletion at December 31, 2025	$ 39,775	$ —	$ 64,770	$ —	$ 104,545
Carrying value at December 31, 2025	$ 609,573	$ 73,599	$ 333,927	$ 162,787	$ 1,179,886

(1) Non-depletable mining interests include capitalized exploration and evaluation assets not yet available for use.
(2) Assets under construction represent assets that are not yet available for use. Once the related assets are available for their intended use, they are transferred to mining interests or plant and equipment, as applicable, and depreciation or depletion commences.

11. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

		September 30, 2026		December 31, 2025
Trade and other payables	$	**71,986**	$	51,368
Employee-related payables		**33,814**		28,937
Accrued liabilities		**91,405**		55,023
Total accounts payable and accrued liabilities	$	**197,205**	$	135,328

12. OTHER LIABILITIES

		September 30, 2026		December 31, 2025
Lease liabilities	$	**7,948**	$	6,594
Employee pension benefits		**9,520**		3,362
Other[(1)]		**63,989**		565
Total other liabilities	$	**81,457**	$	10,521
Less: current portion		**2,077**		3,165
Non-current portion	$	**79,380**	$	7,356

(1) Includes $63.4 million of other liabilities acquired as part of the Kidd Transaction (note 6b).

13. SHARE-BASED COMPENSATION LIABILITIES

Share-based compensation liabilities		
At January 1, 2026	$	**—**
Modification of awards – change to cash-settled		**47,720**
Share-based compensation expense		**38,264**
Redemption of awards		**(25,210)**
Foreign exchange		**(1,944)**
At September 30, 2026	$	**58,830**
Less: current portion		**21,267**
Non-current portion	$	**37,563**

Effective January 1, 2026, the Company elected, under the current DSU Plan and LTI Plan, that any future RSU, PSU and DSU awards redeemed will be settled in cash. As a result, previously equity-settled awards were reclassified to cash-settled awards on that date. Upon reclassification, the awards were remeasured at fair value, resulting in the initial recognition of share-based compensation liabilities of $47.7 million. In connection with the reclassification, an amount of $5.8 million previously recognized in contributed surplus was reclassified and $41.9 million was recorded as an adjustment to accumulated earnings (deficit).

Subsequent to the initial recognition, any future changes in fair value of the share-based compensation liabilities are recognized as share-based compensation expense over the respective vesting periods. For the nine months ended September 30, 2026, total share-based compensation expense on cash-settled awards was $38.3 million, of which $1.1 million was capitalized to non-depletable mining interests.

14. RECLAMATION LIABILITIES

Reclamation provision estimates are based on existing legislation and regulations, third-party cost estimates, and management's assumptions regarding the timing and scope of reclamation activities. Assumptions reflecting current economic conditions, including inflation and discount rates, are used in estimating the provision. Estimated cash flows are adjusted for inflation using the Consumer Price Index, incorporating inherent uncertainty in the estimates. The discount rates used in measuring the provision range between 3.79% and 4.30% over the period from 2026 to 2075. The provision is sensitive to changes in key assumptions, and revisions to these assumptions may materially affect the recognized liability. Reclamation liabilities are reviewed periodically based upon facts and circumstances available at the time and changes in estimates are recognized prospectively in the period in which they arise.

The following are reconciliations of reclamation liabilities:

		September 30, 2026		December 31, 2025
Balance at beginning of year	**$**	**496,004**	$	—
Acquisition of Porcupine (note 6a)		**—**		373,641
Acquisition of Kidd (note 6b)		**313,700**		—
Post-acquisition change in estimate[(1)]		**60,380**		117,836
Additions, change in estimates and other[(1)]		**(51,046)**		2,653
Reclamation expenditure		**(18,146)**		(14,585)
Accretion expense		**18,370**		16,459
Total reclamation liability	**$**	**819,262**	$	496,004
Less: current portion		**102,473**		35,702
Non-current portion	**$**	**716,789**	$	460,302

(1) For the nine months ended September 30, 2026, $2.5 million was recognized as other operating income relating to changes in estimates for non-operating mine sites. Changes in estimates for operating mine sites are recorded directly to the underlying mineral interest asset (note 10).

Reclamation liabilities acquired through business combinations are initially recognized at fair value on the acquisition date using a market-based discount rate, as required by IFRS 3 Business Combinations. At the first reporting date following acquisition, these liabilities are remeasured under IAS 37 Provisions, Contingent Liabilities and Contingent Assets, which can result in a change to the carrying amount arising solely from the difference in discount rate methodology between the two standards, with no change to the underlying estimated reclamation and closure costs.

During the year ended December 31, 2025, the Company recognized a post-acquisition change in estimate of $117.8 million related to the Porcupine reclamation liability, of which $45.0 million related to non-operating mine sites and was recognized immediately as reclamation expense in other operating costs. During the nine months ended September 30, 2026, the Company recognized a post-acquisition change in estimate of $60.4 million related to the Kidd reclamation liability, of which $1.5 million related to non-operating mine sites. In each case, the change was solely attributable to the difference in discount rate methodology between IFRS 3 and IAS 37, with no change to the underlying estimated reclamation and closure costs.

15. DEFERRED REVENUE

		September 30, 2026		December 31, 2025
Balance at beginning of year	$	**300,255**	$	—
Additions		**—**		300,000
Initial repayments		**—**		(6,595)
Deferred revenue recognized		**(19,102)**		(12,149)
Interest expense		**20,086**		18,999
Total deferred revenue	$	**301,239**	$	300,255
Less: current portion		**28,083**		25,348
Non-current portion	$	**273,156**	$	274,907

16. SHARE CAPITAL

a) Authorized

i. Unlimited common shares with no par value; and
ii. Unlimited preferred voting shares with no par value.

b) Equity financing and Porcupine acquisition

As part of the Porcupine Transaction described in note 6(a), the Company completed a bought deal public offering of 275.0 million subscription receipts for gross proceeds of $175.0 million (C$247.5 million). Each subscription receipt entitled the holder to receive one common share of the Company upon closing of the Porcupine Transaction. As part of the bought deal, share issuance costs of $2.8 million, net of tax, were incurred. On the closing of the Porcupine Transaction, a total of 275.0 million common shares were issued pursuant to the exchange of subscription receipts.

As consideration for the Porcupine Transaction, the Company issued 119.7 million common shares to an affiliate of Newmont, valued at $232.7 million, net of share issue costs of $2.6 million.

c) Kidd acquisition

As part of the Kidd Transaction described in note 6(b), the Company issued 1.7 million common shares to Glencore, valued at $10.0 million.

d) Stock Options

The Company has adopted a rolling stock option plan (the “Option Plan”) which provides that the Company’s Board of Directors and/or Compensation Committee (the “Board”) may grant options to purchase common shares of the Company to directors, officers, employees and service providers.

The maximum number of common shares that may be reserved for issuance upon the exercise of the options, together with the common shares which may be issuable under any other security-based compensation plan, is limited to 10% of the issued and outstanding common shares of the Company at the time of grant.

The Board may, in its sole discretion, determine any vesting provisions for options. The exercise price shall be determined by the directors of the Company at the time of grant in accordance with the provisions of the Option Plan. The expiry date for an option shall not be more than ten years from the grant date.

There were no options granted during the three and nine months ended September 30, 2026 or 2025. Option transactions and the number of options outstanding are summarized as follows:

	Outstanding (000's)	Weighted Average Exercise Price (C$)
At January 1, 2025	15,875	$ 1.63
Options exercised	(7,617)	1.36
At December 31, 2025	8,258	$ 1.87
Options exercised	**(5,173)**	**1.99**
At September 30, 2026	**3,085**	**$ 1.68**

At September 30, 2026, the options outstanding and exercisable are as follows:

	Options Outstanding			Options Exercisable		
Exercise Price (C$)	Number (000's)	Weighted average remaining life	Weighted average exercise price(C$)	Number (000's)	Weighted average remaining life	Weighted average exercise price (C$)
$2.05	1,050	0.27	$ 2.05	1,050	0.27	$ 2.05
$1.76	395	0.53	$ 1.76	395	0.53	$ 1.76
$1.38	40	0.65	$ 1.38	40	0.65	$ 1.38
$1.42	1,600	1.32	$ 1.42	1,600	1.32	$ 1.42
	3,085	**0.85**	**$ 1.68**	**3,085**	**0.85**	**$ 1.68**

e) Deferred Share Units, Restricted Share Units and Performance Share Units

The Company has adopted a Deferred Share Unit Plan ("DSU Plan") that includes deferred share units ("DSUs") and a Long-Term Incentive Plan ("LTI Plan") that includes restricted share units ("RSUs") and performance share units ("PSUs"). The maximum number of shares which may be reserved for issuance shall not exceed 10% of the issued and outstanding common shares of the Company when combined with all common shares issuable under the DSU Plan, the LTI Plan, the Option Plan and the Company's former restricted share unit plan (the "Old RSU Plan"). Effective June 25, 2025, the LTI Plan replaced the Old RSU Plan and no further awards will be granted under the Old RSU Plan. All current outstanding awards granted under the Old RSU Plan will continue to vest in accordance with the terms of the original grant. Once all existing awards are either exercised or cancelled, the Old RSU Plan will be terminated.

The DSU Plan provides that the Board may grant DSUs to non-executive directors of the Company, to be settled in cash or common shares of the Company, at the discretion of the Board. The LTI Plan provides that the Board may grant RSUs and/or PSUs (collectively, the "Share Units") to eligible employees, officers and eligible contractors, to be settled in cash or common shares of the Company, at the discretion of the Board. The Board in its sole discretion may determine any vesting provisions for DSUs or Share Units.

The following tables reflect the continuity of share units and DSUs granted and redeemed under the LTI Plan and the Old RSU Plan during the nine months ended September 30, 2026 and year ended December 31, 2025.

	Number of Share Units (000's)
At January 1, 2025	5,601
RSUs granted	3,527
PSUs granted	2,812
Replacement RSUs granted[(1)]	1,072
RSUs redeemed	(2,202)
RSUs forfeited	(1,692)
At December 31, 2025	9,118
RSUs granted	**1,554**
PSUs granted	**869**
RSUs redeemed	**(3,120)**
RSUs forfeited	**(691)**
PSUs forfeited	**(420)**
At September 30, 2026	**7,310**

(1) As part of the terms of the Porcupine acquisition, existing restricted share units ("Replacement RSUs") of Newmont were settled with equivalent RSUs of the Company (note 6(a)).

	Number of DSUs (000's)
At January 1, 2025	2,376
DSUs granted	877
At December 31, 2025	3,253
DSUs granted	**143**
DSUs redeemed	**(512)**
At September 30, 2026	**2,884**

The DSUs vest on the first anniversary of each grant date but may only be redeemed subsequent to the termination date of a director, in accordance with the DSU Plan.

Share-based compensation expense for the three and nine months ended September 30, 2026 was $24.8 million and $37.2 million (September 30, 2025: $1.4 million and $4.5 million), respectively.

17. EARNINGS PER SHARE

Earnings per share has been calculated using the weighted average number of common shares outstanding for the three and nine months ended September 30, 2026 and 2025 as follows:

a) Basic earnings (loss) per share

	Three Months Ended September 30,		Nine Months Ended September 30,	
	2026	2025	**2026**	2025
Net income (loss) for the period	**$ 58,441**	$ 42,439	**$ 192,269**	$ 41,521
Weighted average number of common shares (000's)	**814,181**	802,837	**811,835**	647,997
Basic earnings (loss) per share	**$ 0.07**	$ 0.05	**$ 0.24**	$ 0.06

b) Diluted earnings (loss) per share

	Three Months Ended September 30,		Nine Months Ended September 30,	
	2026	2025	**2026**	2025
Net income (loss) for the period	**$ 58,441**	$ 42,439	**$ 192,269**	$ 41,521
Weighted average number of common shares (000's)	**814,181**	802,837	**811,835**	647,997
Dilutive potential ordinary shares (000's)				
Warrants	**3,557**	3,900	**3,521**	3,900
Options	**2,606**	6,147	**2,556**	6,147
RSUs		9,661		9,661
DSUs		3,253		3,253
Weighted average number of ordinary shares (000's)	**820,343**	825,798	**817,911**	670,958
Diluted earnings (loss) per share	**$ 0.07**	$ 0.05	**$ 0.24**	$ 0.06

18. REVENUE

	Three Months Ended September 30,		Nine Months Ended September 30,	
	2026	2025	**2026**	2025
Gold	**$ 291,971**	$ 230,993	**$ 854,414**	$ 373,003
Copper	**45,764**	—	**61,698**	—
Zinc	**15,218**	—	**24,473**	—
Silver	**8,185**	—	**13,452**	—
Deferred revenue (note 15)	**7,087**	5,968	**19,102**	5,968
Revenue from contracts with customers	**$ 368,225**	$ 236,961	**$ 973,139**	$ 378,971
Price adjustments on provisional concentrate sales[(1)]	**3,147**	—	**2,362**	—
Total revenue	**$ 371,372**	$ 236,961	**$ 975,501**	$ 378,971

(1) Changes in commodity forward prices between the date of initial recognition and final settlement directly affect the carrying value of provisionally priced copper, zinc and silver receivables.

The Company sells refined gold to banks and market traders, and copper and zinc concentrate to a single customer. During the nine months ended September 30, 2026, four customers each contributed more than 10% to total revenues from mining operations, with a combined total of approximately 97%. The Company is not dependent on a limited number of customers for the sale of its products, as refined gold, copper concentrate and zinc concentrate can be sold to a range of counterparties and through numerous markets worldwide.

19. FINANCE INCOME (EXPENSE), NET

	Three Months Ended September 30,		Nine Months Ended September 30,	
	2026	2025	**2026**	2025
Finance income - interest income on bank deposits	**$ 2,977**	$ 2,445	**$ 7,856**	$ 5,161
Finance expense				
Interest expense[1]	**(9,580)**	(7,168)	**(24,729)**	(13,834)
Accretion expense[2]	**(11,037)**	(8,002)	**(27,519)**	(15,769)
Finance income (expense), net	**$ (17,640)**	$ (12,725)	**$ (44,392)**	$ (24,442)

(1) Interest expense includes $20.1 million relating to interest on Franco-Nevada deferred revenue (note 15).
(2) Accretion expense includes $18.4 million relating to reclamation liabilities (note 14) and $9.1 million relating to the Newmont deferred consideration.

20. CAPITAL MANAGEMENT

The Company defines capital as its shareholders' equity comprised of issued share capital, contributed surplus and accumulated earnings (deficit). The Company manages its capital structure to maximize its financial flexibility to enable the Company to respond to changes in economic conditions and the risk characteristics of the underlying assets and business opportunities.

The Company's objectives when managing capital are to fund and support the Company's exploration, evaluation, development and operating activities, with the goal of creating shareholder value, as well as ensuring that the Company will be able to meet its financial obligations as they become due. There was no change to the Company's approach to capital management during the three and nine months ended September 30, 2026.

On July 31, 2026, the Company amended the terms of its senior secured revolving credit facility (the "Credit Facility"), increasing the Credit Facility to $400.0 million from $250.0 million and extending the maturity date to July 30, 2030 from September 15, 2028. The $100.0 million accordion feature remains unchanged. The amended Credit Facility bears interest on drawn funds by way of the Term Secured Overnight Financing Rate ("Term SOFR") plus a credit spread adjustment of 0.10% per annum and an applicable margin ranging from 1.875% to 3.00% per annum, based on the Company's total net leverage ratio. Standby fees for the undrawn portion of the Credit Facility range from 0.422% to 0.675% per annum. The amended Credit Facility remains secured by certain of the Company's assets, supported by guarantees and a pledge of shares from certain material subsidiaries.

As at September 30, 2026, the Company was in compliance with all financial covenants. The Company's Credit Facility was undrawn, with $6.5 million utilized for letters of credit.

21. FINANCIAL INSTRUMENTS

a) Financial assets and liabilities measured at amortized cost

Cash and cash equivalents, trade receivables, other receivables and deposits are measured at amortized cost using the effective interest method. Accounts payable and accrued liabilities, and lease liabilities are classified as other financial liabilities and are measured at amortized cost. These financial instruments approximate fair value due to short-term maturities and/or the market interest rate being charged thereon.

b) Financial assets and liabilities measured at fair value

Financial instruments are classified into one of three levels in the fair value hierarchy according to the degree to which the inputs used in the fair value measurement are observable.

- Level 1: Unadjusted quoted prices in active markets for identical assets or liabilities;
- Level 2: Inputs other than quoted prices that are observable for the asset or liability either directly or indirectly; and
- Level 3: Inputs that are not based on observable market data.

Financial assets and liabilities measured at fair value include:

				As at September 30, 2026
Financial assets	**Level 1**	**Level 2**	**Level 3**	**Total**
Investment in marketable securities	**$ 9,031**	**$ —**	**$ 500**	**$ 9,531**
Accounts receivable on provisionally priced sales	**—**	**40,066**	**—**	**40,066**

				As at December 31, 2025
Financial assets	Level 1	Level 2	Level 3	Total
Investment in marketable securities	$ 273	$ —	$ 500	$ 773

22. COMMITMENTS AND CONTINGENCIES

a) Commitments

As at September 30, 2026, the Company had future purchase commitments of $219.6 million, of which $131.2 million related to capital expenditures for the Company's ongoing operations.

The Company is required by various jurisdictional requirements to provide surety bonds and letters of credit as financial support for multiple purposes, including environmental reclamation, exploration permitting, and other general corporate purposes. At September 30, 2026, there were $53.4 million of outstanding letters of credit and surety bonds associated with the Company's closure plans. Included in this amount is $13.2 million of restricted cash relating to letters of credit and $40.2 million of cash collateral, held in the custody of the underwriters and presented separately as reclamation financial assurances on the consolidated statements of financial position in respect of government-required assurances for the Company's closure plans.

b) Provision for land payment obligation

Included in other non-current liabilities in the consolidated statement of financial position is the provision for the minimum amount payable annually under the land acquisition agreement related to the Cordero project, signed in May 2023. This provision was calculated as the present value of the annual payments, using a discount rate of 8% over the 25 years of payments per the land acquisition agreement. Once commercial production is achieved, the annual payments under the agreement are $0.6 million over 25 years.

c) Contingencies

The Company is from time to time party to legal proceedings in the ordinary course of its business. Management is not aware of any pending or threatened litigation that, if resolved against the Company, would have a material adverse effect on the Company's financial condition or results of operations.

23. SEGMENTED INFORMATION

Operating segments are components of an entity whose operating results are regularly reviewed by the chief operating decision maker in deciding how to allocate resources and in assessing performance and for which separate financial information is available.

The Company has two reportable segments: the Porcupine Complex and the Kidd Operations. These segments are organized predominantly by the products and services provided to customers and geography of the businesses. The Corporate and Other segment (comprising of Mexico and the Corporate Office) includes corporate, exploration and evaluation and other income and expenses that do not pertain directly to a reportable segment.

a) Income (loss) for the period by segment

	Three Months Ended September 30, 2026			
	Porcupine	Kidd	Corporate & Other	Total
Revenue	$ 299,058	$ 72,314	$ —	$ 371,372
Production costs	(97,612)	(45,114)	—	(142,726)
Depreciation and amortization	(29,264)	(27,820)	—	(57,084)
Royalties	(7,075)	(252)	—	(7,327)
Earnings from mining operations	$ 165,107	$ (872)	$ —	$ 164,235
General and administration[1]	—	—	(14,612)	(14,612)
Exploration	(9,673)	(226)	—	(9,899)
Share-based compensation	(2,444)	(93)	(22,293)	(24,830)
Other operating income (costs)[2]	6,777	525	—	7,302
Other income (loss)[3]	1,140	(175)	(1,792)	(827)
Finance income (expense), net	(9,772)	(4,965)	(2,903)	(17,640)
Income (loss) before taxes	$ 151,135	$ (5,806)	$ (41,600)	$ 103,729

(1) General and administration costs include salaries and benefits, business development, professional fees, listing and filing fees, travel, and other costs.
(2) Other operating income includes $7.3 million from changes in estimates of reclamation liabilities for non-operating mine sites.
(3) Other income (loss) includes foreign exchange gain and loss and fair value remeasurement of investments.

	Nine Months Ended September 30, 2026			
	Porcupine	Kidd	Corporate & Other	Total
Revenue	$ 873,516	$ 101,985	$ —	$ 975,501
Production costs	(263,490)	(64,029)	—	(327,519)
Depreciation and amortization	(91,147)	(38,102)	—	(129,249)
Royalties	(19,758)	(252)	—	(20,010)
Earnings from mining operations	$ 499,121	$ (398)	$ —	$ 498,723
General and administration[1]	—	—	(40,442)	(40,442)
Exploration	(22,943)	(226)	—	(23,169)
Share-based compensation	(4,566)	(93)	(32,537)	(37,196)
Other operating income (costs)[2]	3,460	(6,380)	—	(2,920)
Other income (loss)[3]	14,068	403	(17,223)	(2,752)
Finance income (expense), net	(31,161)	(6,050)	(7,181)	(44,392)
Income (loss) before taxes	$ 457,979	$ (12,744)	$ (97,383)	$ 347,852

(1) General and administration costs include salaries and benefits, business development, professional fees, listing and filing fees, travel, and other costs. During the period, the Company incurred $2.7 million of costs related to the evaluation and acquisition of the Kidd Operations.
(2) Other operating costs include $2.5 million from changes in estimates of reclamation liabilities for non-operating mine sites and $5.4 million payment to First Nations group in connection with the closing of the Kidd Transaction.
(3) Other income (loss) includes foreign exchange gain and loss and fair value remeasurement of investments.

	Three Months Ended September 30, 2025		
	Porcupine	Corporate & Other	Total
Revenue	$ 236,961	$ —	$ 236,961
Production costs	(106,807)	—	(106,807)
Depreciation and amortization	(35,826)	—	(35,826)
Royalties	(3,619)	—	(3,619)
Earnings from mining operations	$ 90,709	$ —	$ 90,709
General and administration[1]	—	(6,661)	(6,661)
Exploration	(5,920)	(52)	(5,972)
Impairment	—	(2,140)	(2,140)
Share-based compensation	—	(1,398)	(1,398)
Other income (loss)[2]	8,536	765	9,301
Finance income (expense), net	(12,095)	(630)	(12,725)
Income (loss) before taxes	$ 81,230	$ (10,116)	$ 71,114

(1) General and administration costs include legal, consulting, advisory and other expenses primarily related to the evaluation and acquisition of the Porcupine Complex.
(2) Other income (loss) includes foreign exchange gain and loss and fair value remeasurement of investments.

	Nine Months Ended September 30, 2025		
	Porcupine	Corporate & Other	Total
Revenue	$ 378,971	$ —	$ 378,971
Production costs	(161,726)	—	(161,726)
Depreciation and amortization	(52,210)	—	(52,210)
Royalties	(5,535)	—	(5,535)
Earnings from mining operations	$ 159,500	$ —	$ 159,500
General and administration[1]	—	(35,012)	(35,012)
Exploration	(6,660)	(167)	(6,827)
Impairment	—	(2,140)	(2,140)
Share-based compensation	—	(4,518)	(4,518)
Other income (loss)[2]	1,995	616	2,611
Finance income (expense), net	(23,274)	(1,168)	(24,442)
Income (loss) before taxes	$ 131,561	$ (42,389)	$ 89,172

(1) General and administration costs include legal, consulting, advisory and other expenses primarily related to the evaluation and acquisition of the Porcupine Complex.
(2) Other income (loss) includes foreign exchange gain and loss and fair value remeasurement of investments.

b) Assets by segment

	As at September 30, 2026			
	Porcupine	**Kidd**	**Corporate & Other**	**Total**
Total Assets	**$ 1,704,348**	**$ 536,612**	**$ 288,059**	**$ 2,529,019**

	As at December 31, 2025			
	Porcupine	Kidd	Corporate & Other	Total
Total Assets	$ 1,429,349	$ —	$ 366,502	$ 1,795,851

24. SUBSEQUENT EVENTS

a) Cordero Project Permits

On October 5, 2026, the Company received approval of the Environmental Impact Assessment (“Manifesto de Impacto Ambiental”) for the Cordero project from Mexico’s Secretariat of Environment and Natural Resources (“SEMARNAT”). This completes the federal environmental permitting process for the Cordero project.

b) Asset Purchase Agreement with McEwen Inc.

On October 21, 2026, the Company, through a wholly owned subsidiary, completed the acquisition of certain mineral properties adjacent to the Dome Mine, including the Fuller project, and the remaining 60% interest in the Paymaster Joint Venture (together, the “Purchased Assets”) from subsidiaries of McEwen Inc. pursuant to an asset purchase agreement dated October 8, 2026 (the “McEwen Transaction”). Total consideration for the Purchased Assets is $55.0 million, consisting of $5.0 million in cash and the issuance of 6.1 million common shares of the Company valued at $50.0 million under the terms of the agreement. The Company is assessing the accounting for the McEwen Transaction.

Concurrently, the Company entered into a royalty purchase agreement with Franco. On October 22, 2026, following closing of the McEwen Transaction, the royalty agreement dated April 15, 2025 in respect of the Porcupine Complex (note 6a) was amended to extend Franco's royalty interest to the newly acquired mineral properties in exchange for cash consideration of $8.0 million. In accordance with the terms of the royalty agreement, Franco's royalty also applies to the additional interest in the Paymaster Joint Venture.