ATICO MINING CORPORATION

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

For the three months ended March 31, 2025, and 2024

NOTICE TO READER

The accompanying unaudited condensed interim consolidated financial statements of Atico Mining Corporation (the "Company") for the three months ended March 31, 2025, have been prepared by management and approved by the Audit Committee and the Board of Directors of the Company. These condensed interim consolidated financial statements have not been reviewed by the Company's external auditors.

ATICO MINING CORPORATION
CONDENSED INTERIM CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
(Expressed in United States Dollars)
As at March 31, 2025 and December 31, 2024

	Note	**March 31, 2025**	December 31, 2024
ASSETS			
Current assets			
Cash		**$ 2,438,225**	$ 3,055,305
Receivables	3	**13,487,816**	8,562,296
Inventories	4	**9,895,278**	11,975,917
Other assets	5	**361,937**	320,585
		26,183,256	23,914,103
Non-current assets			
Mineral properties	6	**71,189,652**	70,521,727
Plant and equipment	7	**4,279,107**	4,843,048
Total non-current assets		**75,468,759**	75,364,775
TOTAL ASSETS		**$ 101,652,015**	$ 99,278,878
LIABILITIES AND EQUITY			
LIABILITIES			
Current liabilities			
Accounts payable and accrued liabilities	8, 20	**$ 10,155,834**	$ 10,439,053
Loans and borrowings	9	**19,252,606**	17,834,674
Other liabilities	10	**5,074,692**	4,800,460
Lease liabilities	11	**653,092**	662,355
Decommissioning and restoration provision	12	**1,112,538**	1,483,384
Total current liabilities		**36,248,762**	35,219,926
Non-current liabilities			
Loans and borrowings	9	**6,100,000**	7,050,000
Other liabilities	10	**8,877,360**	8,564,774
Lease liabilities	11	**707,964**	845,266
Decommissioning and restoration provision	12	**2,182,771**	1,763,700
Deferred income tax liabilities		**6,902,684**	4,400,730
Total non-current liabilities		**24,770,779**	22,624,470
Total liabilities		**61,019,541**	57,844,396
EQUITY			
Share capital	13	**43,690,353**	43,690,353
Reserves		**5,967,459**	5,925,151
Deficit		**(9,772,097)**	(9,079,767)
Total equity attributable to equity holders of the Company		**39,885,715**	40,535,737
Non-controlling interests	18	**746,759**	898,745
Total equity		**40,632,474**	41,434,482
TOTAL LIABILITIES AND EQUITY		**$ 101,652,015**	$ 99,278,878

Nature of operations and going concern (Note 1)
Contingency and commitment (Note 23)

These condensed interim consolidated financial statements were authorized for issuance by the Board of Directors on May 27, 2025.

Approved by the Board of Directors

"Luis F. Sáenz" Director *"Jorge R. Ganoza"* Director

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

ATICO MINING CORPORATION
CONDENSED INTERIM CONSOLIDATED STATEMENTS OF LOSS AND COMPREHENSIVE LOSS
(Expressed in United States Dollars)
For the three months ended March 31, 2025 and 2024

	Note	**March 31, 2025**	March 31, 2024
Sales	14	**$ 19,855,914**	$ 17,818,115
Cost of sales	15	**(16,113,098)**	(15,016,252)
Income from mining operations		**3,742,816**	2,801,863
General and administrative expenses	19	**(1,218,814)**	(1,331,172)
Share-based payments	13, 19	**(8,655)**	(177,846)
Income from operations		**2,515,347**	1,292,845
Interest and finance costs, net	16	**(756,112)**	(738,761)
Fair value adjustment on derivative instruments, net	5	**85,219**	(623,820)
Realized gain (loss) on derivative instruments, net	5	**214,534**	(17,300)
Foreign exchange gain (loss)		**(1,020,508)**	(170,235)
Income (loss) before income taxes		**1,038,480**	(257,271)
Current income tax recovery		**696,224**	812,682
Deferred income tax expense		**(2,579,020)**	(921,344)
Net loss and comprehensive loss		**$ (844,316)**	$ (365,933)
Net loss and comprehensive loss attributable to:			
Equity holders of Atico Mining Corporation		**$ (692,330)**	$ (433,643)
Non-controlling interests	18	**(151,986)**	67,710
		$ (844,316)	$ (365,933)
Basic and diluted loss per share	17	**$ (0.01)**	$ (0.00)
Weighted average no. of shares outstanding - basic and diluted	17	**121,286,185**	121,286,185

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

ATICO MINING CORPORATION
CONDENSED INTERIM CONSOLIDATED STATEMENTS OF CASH FLOWS
(Expressed in United States Dollars)
For the three months ended March 31, 2025 and 2024

Cash provided by (used in)	Note	March 31, 2025	March 31, 2024
Operating activities			
Net loss		$ **(844,316)**	$ (365,933)
Items not affecting cash:			
Depletion, depreciation and amortization		**2,625,635**	3,514,667
Share-based payments		**8,655**	177,846
Accretion of lease liabilities		**24,327**	9,216
Accretion of decommissioning and restoration provision		**79,148**	68,624
Interest expense		**591,394**	658,393
Change in fair value of derivatives		**(85,219)**	623,820
Realized (gain) loss on derivative instruments, net		**(214,534)**	17,300
Deferred income tax expense		**2,579,020**	921,344
Unrealized foreign exchange loss		**563,834**	222,424
		5,327,944	5,847,701
Changes in non-cash operating working capital items	20	**(3,841,313)**	(2,782,730)
		1,486,631	3,064,971
Investing activities			
Expenditures on mineral properties		**(1,687,070)**	(2,674,919)
Acquisition of plant and equipment		**(232,074)**	(150,049)
Expenditures on reclamation activities		**(30,923)**	(388,464)
Settlements of derivative instruments		**214,534**	(17,300)
		(1,735,533)	(3,230,732)
Financing activities			
Loans payable withdrawn, net of financing costs		**3,479,171**	3,010,000
Loans payable repaid		**(3,181,228)**	(3,500,000)
Payments on lease liabilities		**(228,347)**	(180,339)
Interest paid		**(421,405)**	(971,976)
Dividend paid to non-controlling interests		**-**	(180,090)
		(351,809)	(1,822,405)
Effect of exchange rate changes on cash		**(16,369)**	(185,914)
Change in cash		**(617,080)**	(2,174,080)
Cash - beginning of year		**3,055,305**	8,298,367
Cash - end of period		$ **2,438,225**	$ 6,124,287

Supplemental disclosure with respect to cash flows (Note 20)

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

ATICO MINING CORPORATION
CONDENSED INTERIM CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
(Expressed in United States Dollars)
For the three months ended March 31, 2025 and 2024

	Number of shares		**Share capital**		**Reserves**		**Non-controlling interests**		**Retained earnings**		**Total equity**
Balance as at December 31, 2024	**121,286,185**	**$**	**43,690,353**	**$**	**5,925,151**	**$**	**898,745**	**$**	**(9,079,767)**	**$**	**41,434,482**
Share-based payments	**-**		**-**		**42,308**		**-**		**-**		**42,308**
Dividend declared by subsidiary	**-**		**-**		**-**		**-**		**-**		**-**
Net loss and comprehensive loss	**-**		**-**		**-**		**(151,986)**		**(692,330)**		**(844,316)**
Balance as at March 31, 2025	**121,286,185**	**$**	**43,690,353**	**$**	**5,967,459**	**$**	**746,759**	**$**	**(9,772,097)**	**$**	**40,632,474**

	Number of shares		Share capital		Reserves		Non-controlling interests		Retained earnings		Total equity
Balance as at December 31, 2023	121,286,185	$	43,690,353	$	5,732,939	$	3,320,650	$	8,047,975	$	60,791,917
Share-based payments	-		-		68,918		-		-		68,918
Dividend declared by subsidiary	-		-		-		(180,090)		-		(180,090)
Net loss and comprehensive loss	-		-		-		67,710		(433,643)		(365,933)
Balance as at March 31, 2024	121,286,185	$	43,690,353	$	5,801,857	$	3,208,270	$	7,614,332	$	60,314,812

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

1. NATURE OF OPERATIONS AND GOING CONCERN

Atico Mining Corporation (the "Company") was incorporated in the Yukon Territories on April 15, 2010, and continued to British Columbia on October 17, 2011. The Company is engaged in copper-gold mining and related activities including exploration, development, extraction, and processing in Colombia and the acquisition, exploration and development of copper and gold projects in Latin America. The Company's common shares are listed on the TSX Venture Exchange ("TSX-V") under the symbol "ATY". The address of its head office is Suite 501 - 543 Granville Street, Vancouver, British Columbia, Canada.

On November 22, 2013, the Company acquired 90% of the issued and outstanding common shares of Minera El Roble S.A. ("MINER"), the owner of the El Roble mining property ("El Roble"), an operating copper-gold mine in Colombia. On September 11, 2019, the Company acquired 100% of the issued and outstanding common shares of Toachi Mining Inc. ("Toachi"), which owns the La Plata project in Ecuador.

In December 2021, and amended in June 2022, the Company entered a five-year payment plan (the "Payment Plan") with the National Mining Agency ("NMA") of Colombia to pay for disputed royalties while resolving the dispute through Arbitration. As security for the Payment Plan, the Company had pledged metal concentrate inventory in favor of the National Mining Agency. On March 7, 2025, the arbitration tribunal at the Center for Arbitration and Conciliation of the Bogota Chamber of Commerce ruled in favor of the NMA, requiring the Company to back pay copper royalties since 1994 (the "Award"). As at March 31, 2025, the Company had paid COP$50 billion ($12 million) under the Payment Plan (Note 23).

On April 9, 2025, the Tribunal clarified that the payment of the Award be made within the timeframe outlined in the Payment Plan, and as a result, on May 12, 2025, the Company and the NMA adjusted the Payment Plan accordingly to account for the Award and for previous payments made by the Company under the Payment Plan, indexed for inflation and interest (Note 25 - Events After Reporting Date). This resulted in a net liability of COP$58 billion ($13,832,261) (Note 10) owed to the NMA, which is payable in biannual installments over two years, plus interest at an annual rate of 6%.

On May 23, 2025, the Company and the NMA executed a new 30-year mining agreement and related title for the El Roble mine. Additionally, the metal concentrate inventory previously pledged as security in favor of the NMA was released from the pledge. The Company intends to use the proceeds of the previously pledged concentrate sale to add liquidity to the operation and significantly reduce its liabilities (Note 25 - Events After Reporting Date).

As at March 31, 2025, the Company has a working capital deficiency of $10,065,506 largely due to loans and borrowings, and the portion of the Award payable to the National Mining Agency coming due within 12 months. Even though the Company's plans include, among other things, the issuance of shares or new debt to fund the working capital deficiency and repay existing debt, a material uncertainty exists on the ability of the Company to successfully receive this external funding, or in terms acceptable by the Company, which may cast significant doubt on the Company's ability to continue as a going concern.

2. SUMMARY OF MATERIAL ACCOUNTING POLICY INFORMATION

Basis of preparation and measurement

These condensed interim consolidated financial statements, including comparatives, have been prepared in accordance with Accounting Standards applicable to preparation of interim financial statements including International Accounting Standard 34 Interim Financial Reporting, as issued by the International Accounting Standards Board ("IASB"). These condensed interim consolidated financial statements have been prepared on a historical cost basis, except for financial instruments, which have been measured at fair value. In addition, these condensed interim consolidated financial statements have been prepared using the accrual basis of accounting except for cash flow information. These condensed interim financial statements follow the same accounting policy information and methods of application as the Company's most recent annual consolidated financial statements and should be read in conjunction with the annual audited consolidated financial statements of the Company for the year ended December 31, 2024. There were no changes or additions to material accounting policies during the three months ended March 31, 2025. Certain comparatives have been reclassified to the current period's presentation.

New and amended accounting standards

IFRS 18 Presentation and Disclosure in Financial Statements, which will replace IAS 1, Presentation of Financial Statements aims to improve how companies communicate in their financial statements, with a focus on information about financial performance in the statement of profit or loss, in particular additional defined subtotals, disclosures about management-defined performance measures and new principles for aggregation and disaggregation of information. IFRS 18 is accompanied by limited amendments to the requirements in IAS 7 Statement of Cash Flows. IFRS 18 is effective from January 1, 2027. Companies are permitted to apply IFRS 18 before that date. The Company is in the process of assessing if the new accounting standards will not have a significant effect on the Company's consolidated financial statements. The Company will defer implementation until the effective date.

(Expressed in United States Dollars)

3. RECEIVABLES

		March 31, 2025		December 31, 2024
Trade receivables	**$**	**11,181,126**	$	5,183,614
GST/VAT and other taxes recoverable		**2,233,140**		3,281,800
Other receivables		**73,550**		96,882
	$	**13,487,816**	$	8,562,296

As at March 31, 2025, the Company has a concentrate off-take agreement whereby the customer will purchase 100% of the metals-concentrate produced at the El Roble mining property. This current agreement has an expected settlement period ("quotational period") of one or four months following the month of shipment, and subject to certain limitations, the Company has the option of fixing the metal price for all or part of the shipment, which is adjusted to the average metal price of the quotational period month.

As at March 31, 2025, and December 31, 2024, the Company did not have any trade receivables that were past due. The Company's allowance for doubtful accounts on March 31, 2025, and December 31, 2024, was $Nil.

4. INVENTORIES

		March 31, 2025		December 31, 2024
Consumable parts and supplies	**$**	**4,133,243**	$	2,827,538
Ore stockpiles		**198,644**		45,349
Metals concentrate[1]		**5,563,391**		9,103,030
	$	**9,895,278**	$	11,975,917

[1] All metals concentrate in inventories as at March 31, 2025, was pledged as security in connection with the agreement between the Company and the National Mining Agency (Note 23). After March 31, 2025, the inventory was released from pledge (Note 25).

5. OTHER ASSETS

		March 31, 2025		December 31, 2024
Prepaid expenses and deposits	**$**	**276,706**	$	292,753
Derivative assets		**85,231**		27,832
		361,937		320,585
Less: current portion		**361,937**		320,585
Non-current portion	**$**	**-**	$	-

Derivative instruments

The Company enters into derivative instruments from time to time in the normal course of business in order to manage its exposure to fluctuations in copper price, gold price, and the Colombian peso/US dollar exchange rate. The Company does not enter into or trade derivative instruments for speculative purposes. The Company has not applied hedge accounting to these derivative transactions and are measured at fair value at the end of each reporting period based on the terms of the arrangements and the expected settlement prices and/or rates. Any resulting mark-to-market adjustments have been recognized in derivative instruments on the consolidated statement of financial position. During the three months ended March 31, 2025, the Company recognized a positive net fair value adjustment of $85,219 (2024 – negative $623,820) on its derivative instruments, and a net realized gain of $214,534 (2024 – loss of $17,300) on the settlement of its derivative instruments.

Currency forward arrangements

The Company has entered into zero-cost non-deliverable currency forward arrangements with local Colombian banks between the US dollar and Colombian peso. Each arrangement is net settled based on the difference between the market exchange rate and the contracted settlement rate, where the Company receives (or pays) proceeds if the contracted settlement rate is above (or below) the market exchange rate to purchase Colombian peso. As at March 31, 2025, the Company had outstanding forward arrangements to convert $1,132,000 (December 31, 2024 - $5,835,000) into Colombian pesos at the negotiated exchange rates up to May 2, 2025, resulting in a net asset carrying amount of $85,231 (Note 10) (December 31, 2024 – net liability of $26,732). During the three months ended March 31, 2025, the Company had a net realized gain of $214,534 (2024 - $Nil) on the settlement of its currency forward arrangements.

(Expressed in United States Dollars)

5. OTHER ASSETS (cont'd…)

Commodity derivative arrangements

The Company has entered into zero-cost commodity derivative arrangements with Auramet International LLC. These arrangements are net settled based on the difference between the market price and the contracted settlement price, where the Company receives (or pays) proceeds if the contracted settlement price is above (or below) the market price. As at March 31, 2025, the Company had no outstanding sale arrangements and a carrying amount of $Nil (December 31, 2024 - $Nil). During the three months ended March 31, 2025, the Company had a net realized loss of $Nil (2024 - $17,300) on the settlement of its commodity derivative arrangements.

6. MINERAL PROPERTIES

	Note		Depletable El Roble		Land and non-depletable El Roble		Land and non-depletable La Plata		Total
Cost									
As at January 1, 2024		$	76,608,064	$	14,675,838	$	41,126,477	$	132,410,379
Additions			4,213,826		889,763		3,632,540		8,736,129
Change in estimated provision	12		806,841		-		-		806,841
As at December 31, 2024			81,628,731		15,565,601		44,759,017		141,953,349
Additions			**930,701**		**122,767**		**633,602**		**1,687,070**
As at March 31, 2025		**$**	**82,559,432**	**$**	**15,688,368**	**$**	**45,392,619**	**$**	**143,640,419**
Accumulated depletion									
As at January 1, 2024		$	64,521,252	$	-	$	-	$	64,521,252
Depletion			6,910,370		-		-		6,910,370
As at December 31, 2024			71,431,622		-		-		71,431,622
Depletion			**1,019,145**		-		-		**1,019,145**
As at March 31, 2025		**$**	**72,450,767**	**$**	**-**	**$**	**-**	**$**	**72,450,767**
Net book value									
As at December 31, 2024		$	10,197,109	$	15,565,601	$	44,759,017	$	70,521,727
As at March 31, 2025		**$**	**10,108,665**	**$**	**15,688,368**	**$**	**45,392,619**	**$**	**71,189,652**

The Company's wholly-owned subsidiary, Compania Minera La Plata S.A. ("CMLP") holds a 100% interest in the La Plata project, which is a polymetallic (primarily copper, gold, lead, zinc and silver) exploration project at the pre-development stage located in Ecuador.

(Expressed in United States Dollars)

7. PLANT AND EQUIPMENT

	Plant and building	Machinery and equipment	Assets under lease	Total
Cost				
As at January 1, 2024	$ 25,025,678	$ 19,341,135	$ 4,204,144	$ 48,570,957
Additions	465,754	586,136	1,544,783	2,596,673
As at December 31, 2024	25,491,432	19,927,271	5,748,927	51,167,630
Additions	**93,706**	**148,874**	**53,395**	**295,975**
As at March 31, 2025	**$ 25,585,138**	**$ 20,076,145**	**$ 5,802,322**	**$ 51,463,605**
Accumulated depreciation				
As at January 1, 2024	$ 20,600,898	$ 18,438,858	$ 3,575,049	$ 42,614,805
Depreciation	2,507,890	422,272	779,615	3,709,777
Derecognition	-	-	-	-
As at December 31, 2024	23,108,788	18,861,130	4,354,664	46,324,582
Depreciation	**536,573**	**116,409**	**206,934**	**859,916**
As at March 31, 2025	**$ 23,645,361**	**$ 18,977,539**	**$ 4,561,598**	**$ 47,184,498**
Net book value				
As at December 31, 2024	$ 2,382,644	$ 1,066,141	$ 1,394,263	$ 4,843,048
As at March 31, 2025	**$ 1,939,777**	**$ 1,098,606**	**$ 1,240,724**	**$ 4,279,107**

8. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

	March 31, 2025	December 31, 2024
Trade and other payables	**$ 7,143,706**	$ 6,959,572
Payroll and related liabilities	**1,456,280**	1,802,284
Taxes payable	**189,077**	1,049,001
Accrued liabilities	**1,366,771**	628,196
	$ 10,155,834	$ 10,439,053

9. LOANS AND BORROWINGS

	Credit facilities	Loans payable	Convertible debentures	Total
As at January 1, 2024	$ 9,653,107	$ 10,192,453	$ 6,084,814	$ 25,930,374
Additions, net of financing costs	12,430,000	-	-	12,430,000
Interest expense	539,044	1,315,789	704,340	2,559,173
Repayments - principal	(13,380,000)	-	-	(13,380,000)
Repayments - interest	(577,881)	(1,508,242)	(568,750)	(2,654,873)
As at December 31, 2024	8,664,270	10,000,000	6,220,404	24,884,674
Additions, net of financing costs	**3,479,171**	**-**	**-**	**3,479,171**
Interest expense	**131,478**	**279,240**	**180,676**	**591,394**
Repayments - principal	**(2,531,228)**	**(650,000)**	**-**	**(3,181,228)**
Repayments - interest	**(142,165)**	**(279,240)**	**-**	**(421,405)**
As at March 31, 2025	**$ 9,601,526**	**$ 9,350,000**	**$ 6,401,080**	**$ 25,352,606**
Less: current portion	**9,601,526**	**3,250,000**	**6,401,080**	**19,252,606**
Non-current portion	**$ -**	**$ 6,100,000**	**$ -**	**$ 6,100,000**

Credit facilities

The Company has arrangements with several Colombian banks to enter into unsecured credit facilities with terms up to one year from the date of drawn down (Note 21). The amounts drawn under the credit facility are subject to variable monthly interest rates at the applicable term rate based on the Secured Overnight Financing Rate (“SOFR”) plus an applicable margin.

(Expressed in United States Dollars)

9. LOANS AND BORROWINGS (cont'd…)

The Company carried forward loan agreements with Colombian banks from the year ended December 31, 2024, totaling $8,450,000 which carried interest rates at SOFR plus a range from 0.87% to 1.70% per annum, of which $2,531,228 was repaid in the three-month period ended March 31, 2025.

In the three months ended March 31, 2025, the Company entered into loan agreements with Colombian banks totaling $3,479,171, which carried interest rates at SOFR plus a range from 1.00% to 2.5% per annum.

As part of the off-take agreement with the customer, the Company has been provided with an inventory facility. Any amount advanced by the customer carries annual interest based on SOFR plus 4.5% from the date of advance and would be secured by such inventory until the date of the payment on provisional invoice has been made. As at March 31, 2025, and December 31, 2024, there were no advanced amounts on inventory.

Loans payable

In February 2022, the Company entered into a secured definitive credit agreement with Trafigura PTE Ltd. for a facility of $10,000,000. The credit agreement has a term of 30 months and includes standard terms and conditions customary in secured financing transactions of this nature. The principal bears interest at a rate of SOFR plus 5.26% for the first 24 months and then at a rate of SOFR plus 7.5% thereafter.

In August 2024, the Company entered into an amendment and restatement agreement with Trafigura PTE. LTD. to amend the $10,000,000 credit agreement entered on February 2022, by extending the maturity date of the credit facility from August 8, 2024, to July 31, 2026, with the following principal repayment schedule:

1. US$ 650,000 due on January 31, 2025, and April 30, 2025;
2. US$ 700,000 due on July 31, 2025;
3. US$ 950,000 due on October 31, 2025, January 31, 2026, and April 30, 2026; and
4. US$ 5,150,000 due on July 31, 2026.

Subsequent to March 31, 2025, the Company amended the credit agreement, including a new amended principal repayment schedule (Note 25).

Convertible debentures

In December 2020, the Company entered into an unsecured convertible debenture arrangement with Dundee Corporation for a principal balance of $6,500,000, which carries an interest rate of 7.0% per annum payable quarterly for five years, and the principal is due in December 2025. The principal balance is convertible into 11,627,907 common shares of the Company at $0.559 per share. On the closing date, the Company paid $357,500 as a finder's fee. The Company may, at its option, redeem the debenture, in whole or in part, at par plus accrued and unpaid interest.

On initial recognition, the Company determined the fair value of the liability component to be $5,393,572, which was determined by calculating the fair value of the future cash flows of the loan assuming a discount rate of 10%. The equity component was determined to be $689,517, which comprised the proceeds received less the liability component. A deferred tax liability of $176,829 related to the taxable temporary difference arising from the equity portion of the convertible loan was recognized as an offset in equity reserves. The debt component of the convertible note is being accreted over the term to maturity, with accretion charge included in interest expense.

10. OTHER LIABILITIES

	Note	**March 31, 2025**	December 31, 2024
Derivative liabilities	5	**$ -**	$ 54,564
Provision for restricted share units	13	**119,791**	153,444
Payable to the National Mining Agency	23	**13,832,261**	13,157,226
		13,952,052	13,365,234
Less: current portion		**5,074,692**	4,800,460
Non-current portion		**$ 8,877,360**	$ 8,564,774

(Expressed in United States Dollars)

11. LEASE LIABILITIES

The Company entered into various leases for vehicles, equipment, property and office premises for which the implicit interest rate used to determine the present value ranged from 4.40%-12.34%.

		March 31, 2025		December 31, 2024
Not later than one year	$	**720,665**	$	739,612
Later than one year and not later than five years		**742,613**		890,009
Later than five years		**-**		-
Total minimum lease payments		**1,463,278**		1,629,621
Future finance charges at implicit rate		**(102,222)**		(122,000)
Present value of minimum lease payments		**1,361,056**		1,507,621
Less: current portion		**653,092**		662,355
Non-current portion	$	**707,964**	$	845,266

12. DECOMMISSIONING AND RESTORATION PROVISION

		March 31, 2025		December 31, 2024
Opening balance	$	**3,247,084**	$	2,815,297
Settlements		**(30,923)**		(509,793)
Change in estimate		**-**		667,089
Accretion expense		**79,148**		274,491
	$	**3,295,309**	$	3,247,084
Less: current portion		**1,112,538**		1,483,384
Non-current portion	$	**2,182,771**	$	1,763,700

A decommissioning and restoration provision has been recognized in respect of the mining operations at the El Roble mining property, including associated infrastructure and buildings. The estimated undiscounted cash flows required to satisfy the decommissioning and restoration provision as at March 31, 2025, were $3,798,962 (December 31, 2024 - $3,829,885), which were adjusted for inflation and uncertainty of the cash flows of 2.0% and then discounted using a risk adjusted pre-tax discount rate of 9.75% (December 31, 2024 – 2.0% inflation and 9.75% discount rate). In view of the uncertainties concerning environmental reclamation, the ultimate cost of reclamation activities could differ materially from the estimated amount recorded. The estimate of the Company's decommissioning and restoration liability relating to the El Roble mining property is subject to change based on amendments to laws and regulations and as new information regarding the Company's operations becomes available. Future changes, if any, to the estimated liability as a result of amended requirements, laws, regulations, operating assumptions, estimated timing and amount of obligations may be significant and would be recognized prospectively as a change in accounting estimate. Any such change would result in an increase or decrease to the liability and a corresponding increase or decrease to the mineral property, plant and equipment balance.

13. SHARE CAPITAL

Authorized share capital consists of an unlimited number of common shares without par value.

Restricted share units

There were no changes to the number of restricted share units ("RSUs") outstanding for the three months ended March 31, 2025.

As at March 31, 2025, the weighted average remaining life of the RSUs outstanding was 1.64 (December 31, 2024 – 1.89) years with vesting periods of 36 months. The Company's outstanding RSUs as at March 31, 2025 are as follows:

Expiry date	Outstanding
April 19, 2025	150,744
April 19, 2026	2,180,110
July 5, 2027	2,452,211

(Expressed in United States Dollars)

13. SHARE CAPITAL (cont'd…)

Stock options

There were no changes to the number of stock options outstanding for the three months ended March 31, 2025.

As at March 31, 2025, the weighted average remaining life of the stock options outstanding is 2.08 (December 31, 2024 - 2.33) years with vesting periods ranging from 0 to 36 months. The Company's outstanding and exercisable stock options as at March 31, 2025, are as follows:

Expiry date	Exercise price (C$)	Outstanding	Exercisable
October 9, 2025	0.48	2,770,300	2,770,300
April 20, 2026	0.65	2,360,976	2,360,976
July 2, 2026	0.57	300,000	300,000
April 28, 2027	0.41	1,005,206	502,603
April 21, 2028	0.21	1,913,936	382,787
July 5, 2029	0.17	2,346,811	-

Share-based payments and share-based payment reserve

In accordance with the vesting terms of stock options and RSUs granted, the Company recorded a charge to share-based payments expense of $8,655 (2024 - $177,846) which consists of an offsetting credit of $42,308 (2024 - $68,918) to the share-based payments reserve and $33,653 (2024 - $108,928) to the provision for restricted share units during the three months ended March 31, 2025. As at March 31, 2025, the provision for restricted share units was $119,791 (December 31, 2024 - $153,444) (Note 10).

14. SALES

	Three months ended	
	2025	2024
Metals concentrate sold	**$ 18,265,753**	$ 17,317,316
Provisional pricing adjustments	**1,590,161**	500,799
	$ 19,855,914	$ 17,818,115

15. COST OF SALES

	Three months ended	
	March 31, 2025	March 31, 2024
Direct mining and processing costs(1)	**$ (11,943,952)**	$ (9,922,168)
Royalties	**(1,074,070)**	(987,951)
Selling expense(2)	**(502,616)**	(659,707)
Depletion and amortization	**(2,592,460)**	(3,446,426)
	$ (16,113,098)	$ (15,016,252)

(1) Includes salaries and other short-term benefits, contractor charges, energy, consumables, and other production-related costs
(2) Includes in-land transportation, storage, and security costs of concentrate prior to loading onto the vessel

16. INTEREST AND FINANCE COSTS, NET

	Note	Three months ended	
		March 31, 2025	March 31, 2024
Interest on loans and borrowing	9	**$ (591,394)**	$ (658,393)
Accretion expenses		**(103,475)**	(77,839)
Interest and other expenses		**(61,243)**	(2,529)
		$ (756,112)	$ (738,761)

(Expressed in United States Dollars)

17. LOSS PER SHARE

	Three months ended	
	March 31, 2025	March 31, 2024
Net loss attributable to equity holders	**$ (692,330)**	$ (433,643)
Weighted average number of shares	**121,286,185**	121,286,185
Dilutive effect of stock options[1]	**-**	-
Diluted weighted average number of shares	**121,286,185**	121,286,185
Basic income (loss) per share[2]	**$ (0.01)**	$ (0.00)
Diluted income (loss) per share[2]	**$ (0.01)**	$ (0.00)

[1] Amounts are Nil for periods with basic loss per share, as the effects would be anti-dilutive
[2] Attributable to equity holders of the Company

18. NON-CONTROLLING INTERESTS

	MINER
Ownership %	90%
As at January 1, 2024	$ 3,320,650
Dividend declared by subsidiary	(874,106)
Net loss and comprehensive loss	(1,547,799)
As at December 31, 2024	898,745
Net loss and comprehensive loss	**(151,986)**
As at March 31, 2025	**$ 746,759**

Summarized financial information about MINER is as follows:

	Three months ended	
	March 31, 2025	March 31, 2024
Current assets	**$ 25,712,500**	$ 28,642,274
Non-current assets	**25,482,283**	36,266,774
Current liabilities	**32,821,230**	18,962,774
Non-current liabilities	**10,905,957**	14,606,079
Net loss and comprehensive loss	**$ (1,519,860)**	$ 677,100

19. RELATED PARTY BALANCES AND TRANSACTIONS

The Company considers key management personnel to include its management, outside directors, and any entity controlled by them. The aggregate value of transactions (included in general and administrative expenses and share-based payments) and outstanding balances relating to key management personnel were as follows:

Three months ended March 31, 2025	**Salary or fees**	**Share-based payments**	**Total**
Management	**$ 275,031**	**$ -**	**$ 275,031**
Directors	**4,250**	**17,036**	**21,286**
	$ 279,281	**$ 17,036**	**$ 296,317**

Three months ended March 31, 2024	Salary or fees	Share-based payments	Total
Management	$ 293,272	$ 115,431	$ 408,703
Directors	22,107	31,418	53,525
	$ 315,379	$ 146,849	$ 462,228

As at March 31, 2025, the Company had $664,887 (December 31, 2024 - $701,485) due to directors and management related to remuneration and performance-based remuneration, which have been included in accounts payable and accrued liabilities.

(Expressed in United States Dollars)

20. SUPPLEMENTAL DISCLOSURE WITH RESPECT TO CASH FLOWS

Changes in non-cash working capital

		Three months ended		
		2025		2024
Receivables	**$**	**(4,925,520)**	$	842,637
Inventories		**1,334,065**		977,405
Prepaid expenses and deposits		**43,867**		346,519
Accounts payable and accrued liabilities		**(293,725)**		(2,439,028)
Net change in non-cash working capital	**$**	**(3,841,313)**	$	(272,467)

Significant non-cash investing and financing activities

During the three months ended March 31, 2025, the Company:

a) reallocated mineral property depletion of $1,018,918 to the carrying amount of ore stockpile and metals concentrate inventories produced but not yet sold at the reporting date;
b) reallocated mineral property depletion of $1,765,492 previously recognized in carrying amounts of metals concentrate inventories sold to cost of sales; and
c) recorded $40,188 of right-of-use assets and lease liabilities.

During the three months ended March 31, 2024, the Company:

a) reallocated mineral property depletion of $2,374,836 to the carrying amount of ore stockpile and metals concentrate inventories produced but not yet sold at the reporting date;
b) reallocated mineral property depletion of $2,858,264 previously recognized in carrying amounts of metals concentrate inventories sold to cost of sales;
c) recorded $91,988 of increases in decommissioning and restoration provision; and
d) recorded $186,675 right-of-use assets and lease liabilities.

21. CAPITAL MANAGEMENT

The Company's objectives when managing capital are to provide shareholder returns through maximization of the profitable growth of the business and to maintain a degree of financial flexibility relevant to the underlying operating and metal price risks while safeguarding the Company's ability to continue as a going concern.

As at March 31, 2025, the Company has arrangements for unsecured credit facilities with a number of Colombian banks, including Banco Davivienda S.A, Banco de Occidente, and Bancolombia. As of that date, these facilities were fully drawn.

In addition, as part of the off-take agreement with the customer, the Company has been granted an inventory facility. Any amount advanced by the customer under the inventory facility carries annual interest based on SOFR plus 4.5% from the date of advance until the date of payment of the provisional invoice by the Customer.

Furthermore, the Company considers components of equity and debt as part of its capital. The Board of Directors does not establish a quantitative return on capital criteria for management. The Company manages the capital structure and makes adjustments to it in light of changes in economic conditions and the risk characteristics of the underlying assets. The cash flow generated from mining operations will be insufficient to repay the Company's existing loans and borrowings entirely at maturity. Consequently, the Company must secure additional funds through debt or equity financing, or otherwise, to meet these obligations, or negotiate to amend or extend their terms. The Company is not subject to externally imposed capital requirements other than those disclosed in notes 9, 23 and 25. There has been no change in the Company's approach to capital management for the years presented.

22. FINANCIAL INSTRUMENTS

The Company classified its financial instruments as follows:

	Fair value hierarchy		**March 31, 2025**		December 31, 2024
Financial assets - amortized cost:					
Cash		**$**	**2,438,225**	$	3,055,305
Other receivables			**73,550**		96,882
Financial assets - fair value through profit or loss:					
Trade receivables	Level 2		**11,181,126**		5,183,614
Derivative assets	Level 2		**85,231**		27,832
Financial liabilities - amortized cost:					
Accounts payable and accrued liabilities			**9,966,757**		9,390,052
Loans payable			**25,352,606**		24,884,674
Lease liabilities			**1,361,056**		1,507,621
Financial liabilities - fair value through profit or loss:					
Derivative liabilities	Level 2		**-**		54,564
Provision for restricted share units	Level 2		**119,791**		153,444

Financial instruments recorded at fair value on the consolidated statement of financial position are classified using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels: (a) Level 1 - Unadjusted quoted prices in active markets for identical assets or liabilities; (b) Level 2 - Inputs other than quoted prices that are observable for assets or liabilities, either directly or indirectly; and (c) Level 3 - Inputs for assets and liabilities that are not based on observable market data. The fair value hierarchy requires the use of observable market inputs whenever such inputs exist. A financial instrument is classified to the lowest level of the hierarchy for which a significant input has been considered in measuring fair value.

The carrying value of cash, other receivables (excluding trade receivables from provisional sales of metals concentrate), and accounts payable and accrued liabilities, approximated their fair value because of the short-term nature of these instruments. The fair values of the Company's loans payable are approximated by their carrying values as their interest rates are comparable to current interest rates.

Trade receivables from provisional sales of metals concentrate includes provisional pricing, and final price and assay adjustments. Derivative instruments are forward arrangements that were valued using pricing models, which require a variety of inputs, such as expected copper prices, gold prices, and foreign exchange rates. The Company's exercise price of its RSUs and conversion price on the convertible debentures are denominated in Canadian dollars or at a set exchange rate. The trade receivables from sales of metals concentrate and derivative instruments are valued using observable market commodity prices and thereby classified within Level 2 of the fair value hierarchy.

The Company's activities expose it to financial risks of varying degrees of significance, which could affect its ability to achieve its strategic objectives for growth and shareholder returns. The principal financial risks to which the Company is exposed are metal price risk, credit risk, liquidity risk, currency risk, and interest rate risk. The Board of Directors has overall responsibility for the establishment and oversight of the Company's risk management framework and reviews the Company's policies on an ongoing basis.

Metal price risk

The Company is exposed to metals price risk given that its revenues are derived from the sale of metals through its metals concentrate products, the prices for which have been historically volatile. Consequently, the economic viability of the Company's mineral property may be adversely affected by fluctuations in metals prices. For concentrate sold during the three months ended March 31, 2025, a 10% change in copper and gold prices would result in an increase/decrease of approximately $2,869,000 and $541,000, respectively in the Company's pre-tax income or loss on an annualized basis, respectively.

Credit risk

Credit risk is the risk of an unexpected loss if a customer or third party to a financial instrument fails to meet its contractual obligations. The Company's cash is held through large Canadian, international and foreign national financial institutions. All of the Company's trade receivables from concentrate sales are held with a large international metals trading company. The Company mitigates this risk by transacting only with reputable financial institutions and requiring provisional payments of 90% of the value of the concentrate shipped to a single well-known buyer. The carrying amount of financial assets recorded in the financial statements represents the Company's maximum exposure to credit risk. The Company believes it is not exposed to significant credit risk and overall, the Company's credit risk has not declined significantly from the prior year.

(Expressed in United States Dollars)

22. FINANCIAL INSTRUMENTS (cont'd…)

Interest rate risk

The Company is exposed to interest rate risk on its variable rate debt facilities. Variable interest rates are based on the SOFR plus a fixed-margin. The Company does not enter into derivative contracts to manage this risk. As at March 31, 2025, a 10% change in SOFR and/or LIBOR would result in an increase/decrease of approximately $481,000 in the Company's pre-tax income or loss on an annualized basis based on the loan and credit facilities used.

Liquidity risk

Liquidity risk is the risk that the Company will not be able to meet its financial obligations as they fall due. The Company manages liquidity risk by continuing to monitor forecasted and actual cash flows. The Company has in place a planning and budgeting process to help determine the funds required to support the Company's normal operating requirements on an ongoing basis and its development plans. The Company strives to maintain sufficient liquidity to meet its short-term business requirements, taking into account its anticipated cash flows from operations, its holdings of cash, and its committed liabilities. The maturities of the Company's non-current liabilities are disclosed in Notes 9, 10, and 11. All current liabilities are settled within one year.

As at March 31, 2025, the Company expects the following maturities of its financial liabilities, lease obligations, and other contractual commitments, excluding payments relating to interest:

	Less than 1 year	1 - 2 years	More than 2 years	Total
Accounts payable and accrued liabilities	$ 10,155,834	$ -	$ -	$ 10,155,834
Loans and borrowings	19,252,606	6,100,000	-	25,352,606
Provision for restricted share units	56,924	50,528	12,339	119,791
Lease liabilities	720,665	742,613	-	1,463,278
Decommissioning and restoration provision	1,112,538	799,083	1,383,688	3,295,309
Arbitration award payable(1)	5,017,768	8,814,492	-	13,832,260
	$ 36,316,335	$ 16,506,716	$ 1,396,027	$ 54,219,078

(1) See Note 23.

Foreign currency risk

The Company is exposed to the financial risk related to the fluctuation of foreign exchange rates. The Company primarily operates in Canada and Colombia and incurs expenditures in currencies other than the US dollars. Thereby, the Company is exposed to foreign exchange risk arising from currency exposure. Based on the Company's net exposure, as at March 31, 2025, and assuming that all other variables remain constant, a 10% depreciation or appreciation of the US dollar against the Canadian dollar, Peruvian nuevo sol, and Colombian peso would result in an increase/decrease of approximately $1,907,000 in the Company's pre-tax income or loss.

23. CONTINGENCY AND COMMITMENT

Royalty Arbitration

On December 29, 2021, the Company's operating subsidiary, Minera El Roble S.A. entered into an agreement (the "Agreement") with the National Mining Agency ("NMA") to resolve an ongoing royalty dispute. The Agreement required the Company and the NMA to seek a resolution to the royalty dispute through binding arbitration in Colombia.

Additionally, as part of the Agreement, the Company entered a five-year payment plan (the "Payment Plan") with the NMA, which was amended in June 2022, to pay for the disputed royalties in biannual instalments over five years including interest at a 6% annual rate. As at March 31, 2025, the Company had paid COP$50 billion ($12 million). As security for the Payment Plan, the Company had pledged one real estate property located in Colombia in addition to granting a rotating pledge over metal concentrate inventory.

On March 7, 2025, the arbitration tribunal at the Center for Arbitration and Conciliation of the Bogota Chamber of Commerce ruled in favor of the NMA, requiring the Company to back pay copper royalties since 1994 (the "Award"). On April 9, 2025, the tribunal clarified that the payment of the Award be made within the timeframe outlined in the Payment Plan, and as a result, on May 12, 2025, the Company and the NMA adjusted the Payment Plan accordingly to account for the Award and for previous payments made by the Company under the Payment Plan, indexed for inflation and interest (Note 25 - Events After Reporting Date). This resulted in a net liability of COP$58 billion ($13,832,261) (Note 10) owed to the NMA, which is payable in biannual installments over two years, plus interest at an annual rate of 6%.

(Expressed in United States Dollars)

23. CONTINGENCY AND COMMITMENT (cont'd…)

On May 23, 2025, the Company and the NMA executed a new 30-year mining agreement and related title for the El Roble mine. Additionally, the metal concentrate inventory previously pledged as security in favor of the NMA was released from the pledge. The Company intends to use the proceeds of the previously pledged concentrate sale to add liquidity to the operation and significantly reduce its liabilities (Note 25 - Events After Reporting Date).

Other Claims

In the ordinary course of business, the Company may be threatened with, named as defendants in, or made parties to pending and potential legal actions. The Company does not believe that the ultimate outcome of these and any outstanding matters will have a material effect on our financial position, results of operations or cash flows.

24. SEGMENTED INFORMATION

The Company is engaged in mining, exploration, and development of mineral properties. Results of operating segments are regularly reviewed by the Company's chief operating decision maker to make decisions about resources to be allocated to the segment. The Company's reportable segments for 2025 include its mining operations at El Roble ("El Roble mine"), E&E activities at El Roble ("El Roble E&E") and E&E activities at CMLP ("La Plata E&E"). Corporate and other includes activities which provide administrative, technical, financial, and other support to the Company's business units. Total assets and liabilities do not reflect intercompany balances, which have been eliminated on consolidation. During the three months ended March 31, 2025, and in 2024, the Company had one external customer comprising of a single off-take agreement for metals concentrate produced at the El Roble mining property.

The Company's segments are summarized in the following tables:

Three months ended March 31, 2025	**El Roble mine**	**El Roble E&E**	**La Plata E&E**	**Corporate and other**	**Total**
Revenues from external customers	**$ 19,855,914**	**$ -**	**$ -**	**$ -**	**$ 19,855,914**
Cost of sales	**(16,113,098)**	**-**	**-**	**-**	**(16,113,098)**
General and administrative expenses	**(677,560)**	**-**	**-**	**(541,254)**	**(1,218,814)**
Share-based payments	**-**	**-**	**-**	**(8,655)**	**(8,655)**
Segment income (loss) from operations	**$ 3,065,256**	**$ -**	**$ -**	**$ (549,909)**	**$ 2,515,347**
Capital additions[1]					
Mineral property	**$ 930,701**	**$ 122,767**	**$ 633,602**	**$ -**	**$ 1,687,070**
Plant and equipment	**295,975**	**-**	**-**	**-**	**295,975**
As at March 31, 2025					
Total assets	**$ 40,274,894**	**$ 15,688,368**	**$ 45,392,619**	**$ 296,134**	**$ 101,652,015**
Total liabilities	**43,727,187**	**-**	**19,672**	**17,272,682**	**61,019,541**

Three months ended March 31, 2024	El Roble mine	El Roble E&E	La Plata E&E	Corporate and other	Total
Revenues from external customers	$ 17,818,115	$ -	$ -	$ -	$ 17,818,115
Cost of sales	(15,016,252)	-	-	-	(15,016,252)
General and administrative expenses	(718,182)	-	-	(612,990)	(1,331,172)
Share-based payments	-	-	-	(177,846)	(177,846)
Segment income (loss) from operations	$ 2,083,681	$ -	$ -	$ (790,836)	$ 1,292,845
Capital additions[1]					
Mineral property	$ 1,223,044	$ 358,094	$ 1,093,781	$ -	$ 2,674,919
Plant and equipment	351,555	-	-	-	351,555
As at December 31, 2024					
Total assets	$ 37,398,945	$ 15,565,601	$ 44,759,017	$ 1,555,315	$ 99,278,878
Total liabilities	39,229,894	-	20,466	18,594,036	57,844,396

[1] Capital additions in the above table represent capital additions on an accrual basis. Expenditures on mineral properties, plant and equipment in the consolidated statements of cash flows represent capital expenditures on a cash basis which excludes non-cash additions.

25. EVENTS AFTER REPORTING DATE

On April 8, 2025, the Company entered into an agreement with Trafigura PTE. LTD. (the "Lender") to amend the $10,000,000 credit agreement originally executed in February 2022 and previously amended in August 2024. Pursuant to the terms of this amendment, the principal repayment schedule has been revised as follows:

1. $650,000 due on January 31, 2025 (PAID);
2. $650,000 due on April 30, 2025 (PAID); and
3. $8,700,000 due on June 30, 2025

In the amendment agreement, the Lender also waived events of default that in the opinion of the Lender have occurred and caused a material adverse effect to the Company. For added security for the Lender, the Company has also agreed to pledge metal concentrate produced at the El Roble property, whether existing and to be produced, until the credit facility is fully repaid.

On April 9, 2025, the arbitration tribunal provided clarifications to the Award, instructing that the payment of the Award be made within the timeframe outlined in the Payment Plan, and consequently, MINER and the National Mining Agency adjusted the Payment Plan on May 12, 2025, to account for the Award and for previous payments made by MINER under the Payment Plan, indexed for inflation and interest.

On May 23, 2025, the Company and the NMA executed a new 30-year mining agreement and related title for the El Roble mine. Additionally, the metal concentrate inventory previously pledged as security in favor of the NMA was released from the pledge.