

LUX METALS CORP.

(FORMERLY HUNTSMAN EXPLORATION INC.)

CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

THREE MONTHS ENDED NOVEMBER 30, 2025 AND 2024

(UNAUDITED – EXPRESSED IN CANADIAN DOLLARS)

NOTICE OF NO AUDITOR REVIEW OF CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

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

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

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

January 12, 2026

LUX METALS CORP.
(formerly Huntsman Exploration Inc.)
Condensed Consolidated Interim Statements of Financial Position
(Expressed in Canadian Dollars)

	November 30, 2025	August 31, 2025		
	(unaudited)			
ASSETS				
Current				
Cash	\$ 112,764	\$ 207,927		
Marketable securities (Note 7)	34,400	17,600		
GST receivable	4,128	6,317		
Prepaid expenses	2,468	20,357		
	153,760	252,201		
Exploration and evaluation assets (Note 6)	197,602	155,609		
	\$ 351,362	\$ 407,810		

LIABILITIES AND SHAREHOLDERS' EQUITY

Liabilities

Current		
Accounts payable and accrued liabilities (Note 8)	\$ 157,071	\$ 184,932
	157,071	184,932

Equity

Share capital (Note 9)	30,375,967	30,305,967
Reserves (Note 9)	3,129,713	3,129,713
Deficit	(33,298,900)	(33,200,313)
Accumulated other comprehensive loss	(12,489)	(12,489)
	194,291	222,878
	\$ 351,362	\$ 407,810

Going Concern (Note 2)

Commitments (Note 6)

Subsequent Events (Note 14)

Authorized for issuance on behalf of the Board on January 12, 2026:

“Nathan Tribble” Director

“Carl Ginn” Director

LUX METALS CORP.
(formerly Huntsman Exploration Inc.)
Condensed Consolidated Interim Statements of Loss and Comprehensive Loss
For the Three Months Ended November 30,
(Unaudited – Expressed in Canadian Dollars)

	2025	2024
Expenses		
Consulting fees (Note 8)	\$ 42,000	\$ 10,500
Foreign exchange	149	-
Management fees (Note 8)	22,500	15,000
Office and general	7,905	4,657
Professional fees	11,816	6,628
Rent (Note 8)	6,000	6,000
Shareholder communications and investor relations	28,942	1,170
Transfer agent and filing fees	13,575	906
Loss Before Other Items	(132,887)	(44,861)
Other Items		
Change in fair value of marketable securities (Note 7)	16,800	-
Gain on settlement of accounts payable	17,500	-
	34,300	-
Net Loss for the Period	(98,587)	(44,861)
Other Comprehensive Loss		
Item that may be reclassified subsequently to income or loss:		
Exchange difference on translating foreign operations	-	(10,002)
Comprehensive Loss for the Period	\$ (98,587)	\$ (54,863)
Loss per Share – Basic and Diluted	\$ (0.00)	\$ (0.00)
Weighted Average Number of Common Shares Outstanding	39,159,208	15,974,740

LUX METALS CORP.

(formerly Huntsman Exploration Inc.)

Condensed Consolidated Interim Statements of Changes in Shareholders' Equity (Deficit)**(Unaudited – Expressed in Canadian Dollars, except number of shares)**

	Share Capital				Accumulated Other Comprehensive Loss			Total
	Number of Shares	Share Capital	Reserves	Deficit				
Balance, August 31, 2024	15,974,740	\$ 29,358,478	\$ 2,909,991	\$ (32,345,267)	\$ (227,840)			(304,638)
Net loss for the period	-	-	-	(44,861)	-			(44,861)
Exchange difference on translating foreign operations	-	-	-	-	(10,002)			(10,002)
Balance, November 30, 2024	15,974,740	29,358,478	2,909,991	(32,390,128)	(237,842)			(359,501)
Shares issued for cash	21,586,666	885,200	-	-	-			885,200
Share issuance costs	-	(7,711)	-	-	-			(7,711)
Shares issued for exploration and evaluation assets	1,000,000	70,000	-	-	-			70,000
Warrants issued for exploration and evaluation assets	-	-	113,546	-	-			113,546
Share-based payments	-	-	106,176	-	-			106,176
Net loss for the period	-	-	-	(810,185)	-			(810,185)
Reclassification on dissolution of foreign operations	-	-	-	-	216,314			216,314
Exchange difference on translating foreign operations	-	-	-	-	9,039			9,039
Balance, August 31, 2025	38,561,406	30,305,967	3,129,713	(33,200,313)	(12,489)			222,878
Shares issued for cash	1,400,000	70,000	-	-	-			70,000
Net loss for the period	-	-	-	(98,587)	-			(98,587)
Balance, November 30, 2025	39,961,406	\$ 30,375,967	\$ 3,129,713	\$ (33,298,900)	\$ (12,489)			\$ 194,291

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

LUX METALS CORP.
(formerly Huntsman Exploration Inc.)
Condensed Consolidated Interim Statements of Cash Flows
For the Three Months Ended November 30,
(Unaudited – Expressed in Canadian Dollars)

	2025	2024
Operating Activities		
Net loss for the period	\$ (98,587)	\$ (44,861)
Items not involving cash		
Foreign exchange	-	(10,017)
Change in fair value of marketable securities	(16,800)	-
Gain on settlement of accounts payable	(17,500)	-
Changes in non-cash working capital balances		
GST receivable	2,189	(668)
Prepaid expenses	17,889	1,500
Accounts payable and accrued liabilities	(12,367)	53,024
Cash Used in Operating Activities	(125,176)	(1,022)
Investing Activity		
Exploration and evaluation asset expenditures	(39,987)	-
Cash Used in Investing Activity	(39,987)	-
Financing Activity		
Shares issued for cash	70,000	-
Cash Provided by Financing Activity	70,000	-
Change in Cash	(95,163)	(1,022)
Effect of Exchange Rates on Cash	-	5
Cash, Beginning of Period	207,927	3,439
Cash, End of Period	\$ 112,764	\$ 2,422

Supplemental Disclosure with Respect to Cash Flows (Note 12)

LUX METALS CORP.
(formerly Huntsman Exploration Inc.)
Notes to the Condensed Consolidated Interim Financial Statements
For the Three Months Ended November 30, 2025 and 2024
(Unaudited – Expressed in Canadian Dollars)

1. NATURE OF OPERATIONS

Lux Metals Corp. (the “Company”) is an exploration stage company incorporated pursuant to the British Columbia *Business Corporations Act* on March 31, 2011. The principal business of the Company is the acquisition, exploration and evaluation of mineral properties. The Company changed its name from Huntsman Exploration Inc. to Lux Metals Corp. on September 25, 2025. The Company’s shares are listed for trading on the TSX Venture Exchange (“TSX-V”) under the symbol “LXM” and quoted on the US OTC Markets under the symbol “BBBMF”. The address of the Company’s corporate office and its principal place of business is 1615 – 200 Burrard Street, Vancouver, British Columbia, Canada, V6C 3L6.

2. GOING CONCERN

These condensed consolidated interim financial statements have been prepared on the basis of accounting principles applicable to a going concern, which assumes that the Company will continue in operation for the foreseeable future and will be able to realize its assets and discharge its liabilities in the normal course of operations.

The Company has incurred a net loss of \$98,587 for the three months ended November 30, 2025 and has an accumulated deficit of \$33,298,900 at November 30, 2025. The Company’s ability to continue its operations and to realize assets at their carrying values is dependent upon its ability to fund its existing acquisition and exploration commitments on its exploration and evaluation assets when they come due, which would cease to exist if the Company decides to terminate its commitments, and to cover its operating costs. The Company may be able to generate working capital to fund its operations by the sale of its exploration and evaluation assets or raising additional capital through equity markets. However, there is no assurance it will be able to raise funds in the future. These conditions indicate the existence of a material uncertainty that may cast significant doubt on the Company’s ability to continue as a going concern.

These condensed consolidated interim financial statements do not give effect to any adjustments required to realize its assets and discharge its liabilities in other than the normal course of business and at amounts different from those reflected in the accompanying condensed consolidated interim financial statements.

3. BASIS OF PRESENTATION

a) Statement of compliance

The condensed consolidated interim financial statements of the Company have been prepared in accordance with International Accounting Standard 34 *Interim Financial Reporting*.

The condensed consolidated interim financial statements of the Company should be read in conjunction with the Company’s 2025 annual consolidated financial statements that have been prepared in accordance with IFRS Accounting Standards (“IFRS”), as issued by the International Accounting Standards Board (“IASB”).

These condensed consolidated interim financial statements were reviewed by the Audit Committee and approved and authorized for issue by the Board of Directors on January 12, 2026.

b) Measurement basis

These condensed consolidated interim financial statements have been prepared under the historical cost basis, except for certain financial instruments that have been measured at fair value. These condensed consolidated interim financial statements have been prepared under the accrual basis of accounting, except for cash flow information.

LUX METALS CORP.
(formerly Huntsman Exploration Inc.)
Notes to the Condensed Consolidated Interim Financial Statements
For the Three Months Ended November 30, 2025 and 2024
(Unaudited – Expressed in Canadian Dollars)

3. BASIS OF PRESENTATION (Continued)

c) Consolidation

These condensed consolidated interim financial statements include all subsidiaries for the periods presented. Intercompany balances and transactions are eliminated. These subsidiaries are listed as follows:

Subsidiary	Ownership November 30, 2025	Ownership August 31, 2025	Incorporated	Nature
Huntsman Exploration USA Inc.	100%	100%	USA	Mineral exploration
BlueBird Battery Metals Australia Pty. Ltd.	0%	0%*	Australia	Mineral exploration
PieCo Metals Pty. Ltd.	0%	0%*	Australia	Mineral exploration

*Dissolved on August 27, 2025

Control exists over an entity when the Company is exposed, or has rights, to variable returns from its involvement with the investee and has the ability to affect those returns through its power over the entity. The financial statements of subsidiaries are included in the condensed consolidated interim financial statements from the date that control commences until the date that control ceases.

4. MATERIAL ACCOUNTING POLICIES

The condensed consolidated interim financial statements have been prepared, for all periods presented, following the same accounting policies and methods of computation as described in Note 4 to the audited consolidated financial statements for the year ended August 31, 2025, except for the following:

a) Accounting standards issued but not yet effective

Amendments to IFRS 9 Financial Instruments and IFRS 7 Financial Instruments: Disclosures

In May 2024, the IASB issued Amendments to the Classification and Measurement of Financial Instruments. The amendments clarify that a financial liability is derecognized on the settlement date and introduce an accounting policy choice to derecognize a financial liability settled using an electronic payment system before the settlement date. Other clarifications include guidance on the classification of financial assets with ESG-linked features, non-recourse loans and contractually linked instruments.

The amendments are effective for annual periods beginning on or after January 1, 2026. Early adoption is permitted, with an option to early adopt only the amendments to the classification of financial assets (for contingent features). The Company is currently in the process of assessing the impact of the amendments on the consolidated financial statements and notes to the consolidated financial statements

LUX METALS CORP.
(formerly Huntsman Exploration Inc.)
Notes to the Condensed Consolidated Interim Financial Statements
For the Three Months Ended November 30, 2025 and 2024
(Unaudited – Expressed in Canadian Dollars)

4. MATERIAL ACCOUNTING POLICIES (Continued)

- a) Accounting standards issued but not yet effective (continued)

IFRS 18 Presentation and Disclosure in Financial Statements

In April 2024, the IASB issued IFRS 18. This standard aims to improve the consistency and clarity of financial statement presentation and disclosures by providing updated guidance on the structure and content of financial statements. Key changes include enhanced requirements for the presentation of financial performance, financial position, and cash flows, as well as additional disclosures to improve transparency and comparability.

IFRS 18 is effective for annual reporting periods beginning on or after January 1, 2027. The Company is currently assessing the impact that the adoption of IFRS 18 will have on its consolidated financial statements.

5. CRITICAL ACCOUNTING ESTIMATES AND JUDGMENTS

The Company makes estimates, judgments and assumptions that affect the reported amounts of assets and liabilities. Estimates and judgments are continually evaluated based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. In the future, actual experience may differ from these estimates and judgments.

The effect of a change in an accounting estimate is recognized prospectively by including it in comprehensive income (loss) in the year of the change if the change affects that year only, or in the year of the change and future years if the change affects both.

Judgments in applying accounting policies

Information about critical judgments in applying accounting policies that have the most significant risk of causing material adjustment to the carrying amounts of assets and liabilities recognized in the condensed consolidated interim financial statements within the next financial year are discussed below.

- a) Impairment of exploration and evaluation assets

The carrying values of capitalized exploration and evaluation assets are reviewed annually, or when indicators of impairment are present. In the case of undeveloped properties, there may be only inferred resources to allow management to form a basis for the impairment review. The review is based on the Company's intentions for the development of such a property. If a mineral property does not prove viable, all unrecoverable costs associated with the property are charged to profit or loss at the time the impairment determination is made.

LUX METALS CORP.
 (formerly Huntsman Exploration Inc.)
 Notes to the Condensed Consolidated Interim Financial Statements
 For the Three Months Ended November 30, 2025 and 2024
 (Unaudited – Expressed in Canadian Dollars)

6. EXPLORATION AND EVALUATION ASSETS

Total costs incurred on exploration and evaluation assets are summarized as follows:

	La Grande Project	Legear Property	Lux Lake Property	Total
Acquisition Costs				
Balance, August 31, 2024	\$ -	\$ 7,500	\$ -	\$ 7,500
Acquisition and option payments	-	90,000	153,546	243,546
Staking	-	7,300	-	7,300
Impairment	-	(104,800)	-	(104,800)
Balance, August 31, 2025	-	-	153,546	153,546
Claim costs	13,800	-	-	13,800
Balance, November 30, 2025	\$ 13,800	\$ -	\$ 153,546	\$ 167,346
Deferred Exploration Expenditures				
Balance, August 31, 2024	\$ -	\$ -	\$ -	\$ -
Geological	-	-	2,063	2,063
Balance, August 31, 2025	-	-	2,063	2,063
Geological	21,430	-	6,763	28,193
Balance, November 30, 2025	\$ 21,430	\$ -	\$ 8,826	\$ 30,256
Total Exploration and Evaluation Assets				
Balance, August 31, 2025	\$ -	\$ -	\$ 155,609	\$ 155,609
Balance, November 30, 2025	\$ 35,230	\$ -	\$ 162,372	\$ 197,602

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For the Three Months Ended November 30, 2025 and 2024
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6. EXPLORATION AND EVALUATION ASSETS (Continued)

a) Legear Property

On November 3, 2023, and as amended on May 24, 2024 and November 23, 2024, the Company entered into an option agreement to acquire a 100% interest in the Legear Property located in Ontario. Under the terms of the agreement, the Company made payments as follows:

- Issuance of 250,000 common shares of the Company upon approval by the TSX-V (issued and fair valued at \$7,500; and
- Issuance of an additional 1,000,000 common shares of the Company (issued and fair valued at \$70,000 (Note 9(b))) and a cash payment of \$20,000 (paid) on or before February 28, 2025.

The vendor retains a 2% net smelter return ("NSR") royalty, of which one-half (1%) may be repurchased by the Company for \$500,000.

During the year ended August 31, 2025, the Legear Property claims lapsed and were fully re-staked by the Company. At August 31, 2025, further exploration on the Legear Property was neither budgeted nor planned. Accordingly, the Company recorded an impairment of \$104,800.

b) Lux Lake Property

On February 25, 2025, and as amended on March 3, 2025, the Company entered into an asset purchase agreement to acquire the Lux Lake property, located in Saskatchewan. Under the terms of the agreement, the Company is required to make payments as follows:

- Cash payment of \$40,000 (paid) and issuance of 1,750,000 warrants, exercisable at a price of \$0.07 per share for a period of five years, upon approval by the TSX-V (issued on April 9, 2025 and fair valued at \$113,546) (Note 9(c)); and
- Cash payment of an additional \$40,000 and issuance of an additional 1,750,000 warrants, exercisable at a price of \$0.07 per share for a period of five years, on or before February 25, 2026.

The property is subject to a 2% gross overriding royalty.

c) La Grande Project

On November 10, 2025, the Company entered into an option agreement to acquire the La Grande Project, located in Quebec. Under the terms of the agreement, the Company can acquire a 100% interest in the La Grande Project by first completing a private placement of at least \$2,000,000 and then issuing the number of common shares of the Company equal to 19.9% of the then outstanding common shares to the vendor following such issuance.

The option agreement contains additional share issuances if the Company issues a technical report with certain ounces of gold equivalent mineralization. The property is subject to underlying NSR royalties of 4%. A director of the Company is an officer and director of the vendor. The agreement is subject to completion of the minimum \$2,000,000 private placement and final TSX-V approval.

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7. MARKETABLE SECURITIES

During the year ended August 31, 2023, the Company received 80,000 shares of Lion Rock Resources Inc. ("Lion Rock") from the previous sale of the Maybrun Property. A gain on marketable securities of \$16,800 (2024 - \$nil) was recorded during the three months ended November 30, 2025. At November 30, 2025, the fair value of the 80,000 Lion Rock shares was \$34,400 (2024 - \$11,200).

	November 30, 2025	August 31, 2025
Opening	\$ 17,600	\$ 11,200
Change in fair value of marketable securities	16,800	6,400
Closing	\$ 34,400	\$ 17,600

8. RELATED PARTY BALANCES AND TRANSACTIONS

A party is related to the Company if they have control or joint control over the Company, have significant influence over the Company or are a member of the Company's key management personnel. The Company has determined that the key management personnel include directors and officers of the Company, including the chief executive officer, president and chief financial officer. These amounts of key management compensation are included in the amounts shown in profit or loss for the three months ended November 30, 2025 and 2024:

	Three Months Ended November 30, 2025	Three Months Ended November 30, 2024
Consulting fees	\$ 13,000	\$ 3,000
Management fees	22,500	15,000
Total	\$ 35,500	\$ 18,000

During the three months ended November 30, 2025, the Company also paid or accrued \$6,000 (2024 - \$6,000) in rent to a company with a common officer.

As at November 30, 2025, included in accounts payable and accrued liabilities is \$76,560 (August 31, 2025 - \$76,560) due to companies controlled by officers and directors for outstanding fees. The amounts are unsecured, non-interest-bearing and due on demand.

9. SHARE CAPITAL

a) Authorized

The Company is authorized to issue an unlimited number of common shares without par value.

b) Issued and outstanding

During the three months ended November 30, 2025

- During the three months ended November 30, 2025, the Company received \$70,000 pursuant to the exercise of 1,400,000 warrants.

LUX METALS CORP.
 (formerly Huntsman Exploration Inc.)
Notes to the Condensed Consolidated Interim Financial Statements
For the Three Months Ended November 30, 2025 and 2024
(Unaudited – Expressed in Canadian Dollars)

9. SHARE CAPITAL (Continued)

b) Issued and outstanding (continued)

During the year ended August 31, 2025

- On February 14, 2025, the Company completed a private placement for gross proceeds of \$410,000. The Company issued 13,666,666 units at a price of \$0.03 per unit. Each unit consisted of one common share of the Company and one share purchase warrant. Each warrant entitles the holder to acquire one common share of the Company at an exercise price of \$0.05 for a period of two years; \$nil value was assigned to warrants. The Company paid share issuance costs of \$3,741.
- On April 1, 2025, the Company issued 1,000,000 common shares (fair valued at \$70,000) as payment on the Legear Property (Note 6(a)).
- On May 7, 2025, the Company completed a private placement for gross proceeds of \$475,200. The Company issued 7,920,000 units at a price of \$0.06 per unit. Each unit consisted of one common share of the Company and one share purchase warrant. Each warrant entitles the holder to acquire one common share of the Company at an exercise price of \$0.10 for a period of two years; \$nil value was assigned to warrants. The Company paid share issuance costs of \$3,970.

c) Warrants

Warrant transactions and the number of warrants outstanding for the three months ended November 30, 2025 and year ended August 31, 2025 are summarized as follows:

	November 30, 2025		August 31, 2025	
	Number of Warrants	Weighted Average Exercise Price	Number of Warrants	Weighted Average Exercise Price
Outstanding, beginning of period	23,336,666	\$ 0.07	-	-
Issued	-	-	23,336,666	\$ 0.07
Exercised	(1,400,000)	\$ 0.05	-	-
Outstanding, end of period	21,936,666	\$ 0.07	23,336,666	\$ 0.07

The following warrants were outstanding and exercisable at November 30, 2025:

Expiry Date	Weighted Average Remaining Contractual Life in Years	Exercise Price	Warrants
February 14, 2027	1.21	\$ 0.05	12,266,666
May 7, 2027	1.43	\$ 0.10	7,920,000
April 9, 2030	4.36	\$ 0.07	1,750,000
	1.54		21,936,666

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For the Three Months Ended November 30, 2025 and 2024
(Unaudited – Expressed in Canadian Dollars)

9. SHARE CAPITAL (Continued)

c) Warrants (continued)

The Company applies the fair value method using the Black-Scholes option pricing model in accounting for its warrants issued for exploration and evaluation assets. During the three months ended November 30, 2025, the Company did not grant any warrants (year ended August 31, 2025 - 1,750,000 warrants with a fair value of \$113,546 (Note 6(b))). The fair value of each warrant issued for the three months ended November 30, 2025 and year ended August 31, 2025 was calculated using the following weighted average assumptions:

	November 30, 2025	August 31, 2025
Expected life (years)	N/A	5.00
Risk-free interest rate	N/A	2.80%
Expected annualized volatility	N/A	157.43%
Dividend yield	N/A	0%
Stock price at grant date	N/A	\$ 0.07
Exercise price	N/A	\$ 0.07
Weighted average grant date fair value	N/A	\$ 0.07

d) Stock options

The Company adopted a stock option plan (the “Plan”) to grant incentive stock options to directors, officers, employees and consultants. Under the Plan, the aggregate number of common shares that may be subject to option at any one time may not exceed 10% of the issued common shares of the Company as of that date, including options granted prior to the adoption of the Plan. Options granted may not exceed a term of 10 years, and the term will be reduced to one year following the date of death of the optionee. All options vest when granted unless they are otherwise specified by the Board of Directors or if they are granted for investor relations activities. Options granted for investor relations activities vest over a twelve-month period with no more than 25% of the options vesting in any three-month period.

The following is a summary of option transactions under the Company's Plan for the three months ended November 30, 2025 and year ended August 31, 2025:

	November 30, 2025	August 31, 2025		
	Number of Options	Weighted Average Exercise Price	Number of Options	Weighted Average Exercise Price
Outstanding, beginning of period	1,700,000	\$ 0.07	150,000	\$ 0.70
Granted	-	-	1,700,000	\$ 0.07
Expired	-	-	(150,000)	\$ 0.70
Outstanding, end of period	1,700,000	\$ 0.07	1,700,000	\$ 0.07

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(Unaudited – Expressed in Canadian Dollars)

9. SHARE CAPITAL (Continued)

d) Stock options (continued)

The following stock options were outstanding and exercisable at November 30, 2025:

Expiry Date	Years Remaining Contractual Life in Years	Exercise Price	Outstanding	Exercisable
July 25, 2028	2.65	\$ 0.07	1,700,000	1,700,000

The Company applies the fair value method using the Black-Scholes option pricing model in accounting for its stock options granted. During the three months ended November 30, 2025, the Company did not grant any stock options (year ended August 31, 2025 - 1,700,000 stock options with a fair value of \$106,176). The fair value of each stock option granted for the three months ended November 30, 2025 and year ended August 31, 2025 was calculated using the following weighted average assumptions:

	November 30, 2025	August 31, 2025
Expected life (years)	N/A	3.00
Risk-free interest rate	N/A	2.81%
Expected annualized volatility	N/A	183.31%
Dividend yield	N/A	0%
Stock price at grant date	N/A	\$ 0.07
Exercise price	N/A	\$ 0.07
Weighted average grant date fair value	N/A	\$ 0.06

10. FINANCIAL INSTRUMENTS

The Company's financial instruments include cash, term deposit, marketable securities, and accounts payable and accrued liabilities. Cash, term deposit and marketable securities are classified as fair value through profit or loss. Accounts payable and accrued liabilities are classified as measured at amortized cost. The carrying values of financial instruments carried at amortized cost approximate their fair values due to the relatively short periods to maturity.

The following table sets forth the Company's financial assets measured at fair value on a recurring basis by level within the fair value hierarchy as follows:

November 30, 2025	Level 1	Level 2	Level 3	Total
Cash	\$ 112,764	\$ -	\$ -	\$ 112,764
Marketable securities	34,400	-	-	34,400
	\$ 147,164	\$ -	\$ -	\$ 147,164

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For the Three Months Ended November 30, 2025 and 2024
(Unaudited – Expressed in Canadian Dollars)

10. FINANCIAL INSTRUMENTS (Continued)

August 31, 2025	Level 1	Level 2	Level 3	Total
Cash	\$ 207,927	\$ -	\$ -	\$ 207,927
Marketable securities	17,600	-	-	17,600
	\$ 225,527	\$ -	\$ -	\$ 225,527

Financial risk management objectives and policies

The risks associated with these financial instruments and the policies on how these risks are mitigated are set out below. Management manages and monitors these exposures to ensure appropriate measures are implemented in a timely and effective manner.

a) Credit risk

Credit risk is the risk that one party to a financial instrument will cause a financial loss for the other party by failing to discharge an obligation. The financial instruments that potentially subject the Company to concentrations of credit risk consists principally of cash. To minimize the credit risk on cash, the Company places the instrument with major Canadian and Australian financial institutions. The maximum amount of credit risk is equal to the carrying value of cash. The Company's management of credit risk has not changed materially from that of the year ended August 31, 2025.

b) Liquidity risk

Liquidity risk is the risk that an entity will encounter difficulty in meeting obligations associated with financial liabilities that are settled by delivering cash or another financial asset. The Company manages liquidity risk by maintaining a balance between continuity of funding and flexibility through the use of borrowings. Management closely monitors the liquidity position and expects to have adequate sources of funding to finance the Company's projects and operations. As at November 30, 2025, the Company had contractual obligations consisting of accounts payable and accrued liabilities of \$157,071, due within 30 days of the reporting date. All of the liabilities presented as accounts payable are due within 30 days of the reporting date. The Company's management of liquidity risk has not changed materially from that of the year ended August 31, 2025.

c) Market risk

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate due to changes in market prices and comprises: currency risk, interest rate risk and other price risk. The objective of market risk management is to manage and control market risk exposures within acceptable parameters while optimizing the return on capital. The Company's management of market risk has not changed materially from that of the year ended August 31, 2025.

i) *Currency risk* – Currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate as a result of changes in foreign exchange rates. The Company has operations in Canada and the United States and incurs operating and exploration expenditures in all currencies. The fluctuation of the Canadian dollar in relation to the US dollar would not have any material impact on the results of the Company. The Company does not use any techniques to mitigate currency risk.

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10. FINANCIAL INSTRUMENTS (Continued)

c) Market risk (continued)

- ii) Interest rate risk* – Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate due to changes in market interest rates. The Company is exposed to interest rate risk on the variable rate of interest earned on cash. The fair value interest rate risk on cash is immaterial, as the term deposits are short-term. The Company has not entered into any derivative instruments to manage interest rate fluctuations. The Company has no interest-bearing financial liabilities.
- iii) Other price risk* – Other price risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate due to changes in market prices (other than those arising from interest rate risk or currency risk), whether those changes are caused by factors specific to the individual financial instrument or its issuer by factors affecting all similar financial instruments traded in the market. The Company is exposed to other price risk on its marketable securities. A fluctuation in the trading price of the marketable securities of 10% would result in a \$3,400 change in the Company's profit or loss.

11. MANAGEMENT OF CAPITAL

The Company considers its capital to be comprised of equity, which totaled \$194,291 at November 30, 2025 (August 31, 2025 - \$222,878).

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. To maintain or adjust the capital structure, the Company may attempt to issue new shares. Although the Company has been successful at raising funds in the past through the issuance of share capital, it is uncertain whether it will continue this method of financing due to the current difficult market conditions.

In order to facilitate the management of its capital requirements, the Company prepares expenditure budgets that are updated as necessary depending on various factors, including successful capital deployment and general industry conditions.

Management reviews the capital structure on a regular basis to ensure that the above objectives are met. There have been no changes to the Company's approach to capital management during the three months ended November 30, 2025. The Company is not subject to externally imposed capital requirements.

12. SUPPLEMENTAL DISCLOSURE WITH RESPECT TO CASH FLOWS

	Three Months Ended November 30, 2025	Three Months Ended November 30, 2024
Non-cash Transactions and Supplemental Disclosures		
Interest paid	\$ -	\$ -
Income taxes paid	\$ -	\$ -
Increase in exploration and evaluation assets in accounts payable and accrued liabilities	\$ 2,006	\$ -

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13. SEGMENTED INFORMATION

The Company operates in one operating segment, being the exploration for and evaluation of mineral resource properties, within two geographical locations – Canada and the United States. Geographical information related to the Company's non-current assets is as follows:

	November 30, 2025	August 31, 2025
Exploration and evaluation assets – Canada	\$ 197,602	\$ 155,609

14. SUBSEQUENT EVENTS

- a) On December 10, 2025, the Company entered into debt settlement agreements with certain officers, directors and a consultant. The Company will issue 535,000 common shares at a deemed price of \$0.20 per share to settle \$107,000 of accounts payable. The debt settlement agreements are subject to final TSX-V approval.
- b) Subsequent to November 30, 2025, the Company received \$4,333 on the exercise of 43,333 warrants.