

Grit Metals Corp.

CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

FOR THE THREE MONTHS ENDED AUGUST 31, 2026 AND 2025

(Unaudited - Expressed in Canadian dollars)

NOTICE OF NO AUDITOR REVIEW OF 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 interim financial statements, they must be accompanied by a notice indicating that the interim financial statements have not been reviewed by an auditor.

The accompanying unaudited condensed consolidated interim financial statements of Grit Metals Corp. (the "Company") have been prepared by and are the responsibility of management.

These condensed consolidated interim financial statements for the three months ended August 31, 2026, have not been reviewed or audited by the Company's independent auditors.

Grit Metals Corp.
Condensed Interim Consolidated Statements of Financial Position
(Unaudited. Expressed in Canadian dollars)

	August 31, 2026	May 31, 2026
	$	$
ASSETS		
CURRENT		
Cash	86,154	437,113
Sales tax receivable	198,577	182,725
Prepayments (Note 5)	41,355	62,545
	326,086	682,383
Exploration and evaluation assets (Note 6)	4,914,934	4,865,417
TOTAL ASSETS	5,241,020	5,547,800
LIABILITIES		
CURRENT		
Accounts payable and accrued liabilities (Note 8)	318,979	514,326
	318,979	514,326
SHAREHOLDERS' EQUITY		
Share capital (Note 7)	9,861,986	9,861,986
Share capital and share-based payment reserves (Note 7)	1,433,414	1,385,970
Deficit	(6,373,359)	(6,214,482)
	4,922,041	5,033,474
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	5,241,020	5,547,800

NATURE AND CONTINUANCE OF OPERATIONS (Note 1)

Approved and authorized for issue on behalf of the Board on October 29, 2026.

"Christos Doulis" Director

"Jake Clark" Director

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

Grit Metals Corp.
Condensed Interim Consolidated Statements of Loss and Comprehensive Loss
(Unaudited. Expressed in Canadian dollars)

	Three Months Ended August 31,	
	2026	**2025**
	$	**$**
EXPENSES		
Filing and transfer agent fees	7,916	266
Investor relations and communications	11,000	5,000
Management fee (Note 8)	63,403	70,500
Marketing and advertising	1,100	1,650
Office & accounting	20,084	8,663
Professional fees	-	2,112
Share-based compensation (Note 7)	47,444	-
Operating loss	150,947	88,191
OTHER EXPENSES (INCOME)		
Foreign exchange	7,930	(331)
Interest income	-	(2,906)
NET LOSS AND COMPREHENSIVE LOSS	(158,877)	(84,954)
Basic and diluted loss per share	(0.00)	(0.00)
Weighted average number of common shares outstanding:		
Basic and diluted	66,288,815	55,057,148

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

Grit Metals Corp.
Condensed Interim Consolidated Statements of Changes in Shareholders' Equity
For the three months ended August 31, 2026
(Unaudited. Expressed in Canadian dollars)

	Common Shares				
	Number of Shares	Amount	Reserves	Deficit	Total
		$	$	$	$
Balance, May 31, 2025	**55,207,148**	**8,801,696**	**1,164,003**	**(5,248,439)**	**4,717,260**
Net loss and comprehensive loss	-	-	-	(84,954)	(84,954)
Balance, August 31, 2025	55,207,148	8,801,696	1,164,003	(5,333,933)	4,632,306
Balance, May 31, 2026	**66,288,815**	**9,861,986**	**1,385,970**	**(6,214,482)**	**5,033,474**
Share-based compensation (Note 7)	-	-	47,444	-	47,444
Net loss and comprehensive loss	-	-	-	(158,877)	(158,877)
Balance, August 31, 2026	**66,288,815**	**9,861,986**	**1,433,414**	**(6,373,359)**	**4,922,041**

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

Grit Metals Corp.
Condensed Interim Consolidated Statements of Cash Flows
(Unaudited, Expressed in Canadian dollars)

For the three months ended August 31	2026	2025
	$	$
Cash provided by (used in):		
OPERATING ACTIVITIES		
Net loss	(158,877)	(84,954)
Non-cash items		
Share-based compensation	47,444	-
Net changes in non-cash working capital items:		
Amounts receivable	(15,852)	1,975
Prepayments	21,190	(44,752)
Accounts payable and accrued liabilities	(195,347)	6,388
Net cash used in operating activities	(301,442)	(121,343)
INVESTING ACTIVITY		
Expenditure on exploration and evaluation assets (Note 6)	(49,517)	(13,670)
Net cash used in investing activity	(49,517)	(13,670)
Change in cash	(350,959)	(135,013)
Cash, beginning of period	437,113	1,086,317
Cash, end of period	86,154	951,304

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

1. NATURE AND CONTINUANCE OF OPERATIONS

Grit Metals Corp. (the "Company") was incorporated on February 2, 2021, under the laws of British Columbia. On April 25, 2023, the Company changed its name to European Energy Metals Corp. and updated its trading symbol to "FIN.V". On October 30, 2024 the Company changed its name to Grit Metals Corp. with no change to its trading symbol.

The registered and records offices of the Company are located at Suite 2200, 885 West Georgia Street, Vancouver, British Columbia, V6C 3E8.

Grit Metals Corp. is a junior mining exploration company currently focused on a Lithium-Cesium-Tantalum prospect in central Finland.

The Company's condensed interim consolidated financial statements have been prepared on the basis of accounting principles applicable to a going concern, which presumes that the Company will realize its assets and discharge its liabilities in the normal course of business for at least the next twelve months. Management recognizes that the Company will need to obtain additional financial resources in order to meet its planned business objectives. The Company has not generated cash flows from operations and has an accumulated deficit of $6,373,359 as at August 31, 2026. The Company's ability to continue as a going concern and to realize the carrying value of its assets and discharge its liabilities when due is dependent upon obtaining additional financing and generating revenues sufficient to cover its operating costs. There are no assurances that the Company will be able to obtain additional financial resources and/or achieve positive cash flows or profitability. These factors indicate the existence of a material uncertainty that may cast significant doubt about the Company's ability to continue as a going concern.

These condensed interim consolidated financial statements do not give effect to any adjustments that would be necessary should the Company be unable to continue as a going concern, and therefore, be required to realize its assets and discharge its liabilities in other than the normal course of business and at amounts different from those reflected in these financial statements.

2. MATERIAL ACCOUNTING POLICIES

a) Statement of compliance

These condensed interim consolidated financial statements were authorized for issuance by the Board of Directors of the Company on October 29, 2026.

b) Basis of presentation

These condensed interim consolidated financial statements have been prepared on the historical cost basis, with the exception of financial instruments, which are 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.

The accounting policies set out below have been applied consistently to all periods presented in these condensed interim consolidated financial statements.

c) Basis of Consolidation

These condensed interim consolidated financial statements include the accounts of the Company, and its wholly-owned subsidiaries. All intercompany transactions and balances have been eliminated from the date of acquisition of control.

2. MATERIAL ACCOUNTING POLICIES *(continued)*

c) Basis of Consolidation *(continued)*

Subsidiaries are all entities over which the Company has control. The Company controls an entity when the Company is exposed to, or has rights to, variable returns from its involvement with the entity and has the ability to affect those returns through its power over the entity. Subsidiaries are fully consolidated from the date on which control is transferred to the Company. They are deconsolidated from the date that control ceases.

The principal subsidiaries and their geographic locations at August 31, 2026, were as follows:

Name	Proportion of Ownership Interest	Country of Incorporation	Functional Currency	Principal Activity
BB Gold Inc.	100%	Canada	Canadian	Holding Company
Sisu Exploration Oy	100%	Finland	Canadian	Holds mineral interest in Finland
Grit Exploration Oy	100%	Finland	Canadian	Inactive

The accounting policies set out below have been applied consistently to all years presented in these condensed interim consolidated financial statements.

d) Foreign currency

Transactions and balances in currencies other than the Canadian dollar, the currency of the primary economic environment in which the Company operates (the “functional currency”), are translated into the functional currency using the exchange rates prevailing at the dates of the transactions. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation of monetary assets and liabilities denominated in foreign currencies at exchange prevailing on the condensed interim consolidated statement of financial position date are recognized in the statement of loss and comprehensive loss.

e) Significant accounting policies

These condensed interim consolidated financial statements have been prepared on the basis of accounting policies and methods of computation consistent with those applied in the Company’s audited financial statements for the year ended May 31, 2026.

3. SIGNIFICANT ACCOUNTING ESTIMATES AND JUDGMENTS

The preparation of these condensed interim consolidated financial statements requires management to make certain estimates, judgments and assumptions that affect the reported amounts of assets and liabilities at the date of the condensed interim consolidated financial statements and reported amounts of expenses during the reporting period. Actual outcomes could differ from these estimates. These condensed interim consolidated financial statements include estimates that, by their nature, are uncertain. The impacts of such estimates are pervasive throughout the condensed interim consolidated financial statements and may require accounting adjustments based on future occurrences. Revisions to accounting estimates are recognized in the period in which the estimate is revised and future periods if the revision affects both current and future periods. These estimates are based on historical experience, current and future economic conditions, and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Significant assumptions about the future and other sources of estimation uncertainty that management has made at the financial position reporting date that could result in a material adjustment to the carrying amounts of assets and liabilities, in the event that actual results differ from assumptions made, relate to, but are not limited to, the following:

3. SIGNIFICANT ACCOUNTING ESTIMATES AND JUDGMENTS *(continued)*

Critical accounting estimates

i. The inputs used in valuing share-based payments.

The Company uses the fair-value method of accounting for share-based payments (related to incentive stock options and compensation warrants granted, modified or settled). Under this method compensation costs attributable to stock option awards granted are measured at fair value at the issue or grant date and are expensed over the vesting period. In determining the fair value for share-based payments, the Company uses option pricing models and makes estimates of the expected volatility of the stock, the expected life and risk-free rate. The expected volatility is based on historical volatility of the Company or comparable companies' stock over a period commensurate with the expected life of the option. Changes to these estimates could result in the fair value of share-based payments expense being less than or greater than the amount recorded.

Significant accounting judgments

i. The evaluation of the Company's ability to continue as a going concern.

The Company's management has assessed the Company's ability to continue as a going concern. Factors considered by management are disclosed in Note 1.

ii. Exploration and evaluation assets

At the end of each reporting period, management applies judgment in assessing whether there are any facts and circumstances that indicate that the carrying amount of exploration and evaluation assets may exceed its recoverable amount. If any such indication exists, the recoverable amount of the related asset is estimated in order to determine the extent of impairment, if any. Indicators of impairment may include (i) the period for which the Company has the right to explore in the specific area has expired during the year or will expire in the near future and is not expected to be renewed; (ii) substantive expenditure on further exploration for and evaluation of mineral resources in the specific area is neither budgeted nor planned; (iii) exploration for and evaluation of mineral resources in the specific area have not led to the discovery of commercially viable quantities of mineral resources and the entity has decided to discontinue such activities in the specific area; and (iv) sufficient data exists to indicate that the carrying amount of the exploration and evaluation assets is unlikely to be recovered in full from successful development or by sale.

4. ACCOUNTING STANDARDS ISSUED BUT NOT YET IMPLEMENTED

Certain new standards, interpretations and amendments to existing standards have been issued by the IASB or the International Financial Reporting Interpretations Committee ("IFRIC") that are mandatory for accounting periods beginning on or after June 1, 2026, or later periods. Some updates that are not applicable or are not consequential to the Company may have been excluded from the list below. The Company has reviewed new and revised accounting pronouncements that have been issued but are not yet effective. The Company does not anticipate any material changes to the condensed interim consolidated financial statements upon adoption of these new revised accounting pronouncements.

Amendments to IFRS 9 Financial Instruments and IFRS 7 Financial Instruments: Disclosures were issued by the IASB in May 2024 and are effective for annual periods beginning on or after January 1, 2026. The Company has not early adopted these amendments. Based on a preliminary assessment, the Company does not expect the amendments to have a material impact on the measurement of its financial instruments; however, additional disclosures may be required.

4. ACCOUNTING STANDARDS ISSUED BUT NOT YET IMPLEMENTED *(continued)*

IFRS 18 Presentation and Disclosure in Financial Statements was issued by the IASB in April 2024, with mandatory application of the standard in annual reporting periods beginning on or after January 1, 2027.

Management is currently assessing the impact of these standards on the condensed interim consolidated financial statements. No standards have been early adopted in the current period. The Company does not expect any standards or IFRIC Interpretations that have been issued but are not yet effective to have a material impact on the Company's condensed interim consolidated financial statements.

5. PREPAYMENTS

Prepayments consist of:

	August 31, 2026 $	May 31, 2026 $
Administration and insurance	29,143	31,921
Marketing services	12,212	30,624
Total	41,355	62,545

6. EXPLORATION AND EVALUATION ASSETS

Expenditures related to the acquisition and exploration of mineral properties consisted of:

	Central Finland Property (Capella) $
Acquisition Costs:	
Balance, May 31, 2025, May 31, 2026 and August 31, 2026	676,500
Exploration Costs:	
Balance, May 31, 2025	2,969,663
Additions	1,219,254
Balance May 31, 2026	4,188,917
Additions	49,517
Balance August 31, 2026	4,238,434
Total acquisition and exploration costs, May 31, 2026	4,865,417
Total acquisition and exploration costs, August 31, 2026	**4,914,934**

6. EXPLORATION AND EVALUATION ASSETS *(continued)*

The following table summarizes the accumulated expenditures of exploration and evaluation assets:

As at August 31, 2026	Central Finland Property (Capella)
	$
Acquisition costs	676,500
Field supplies	454,035
Geological and related	1,288,244
Geological consulting	2,081,894
Surveying	2,634
Travel	411,627
Impairment	-
Total	**4,914,934**

As at May 31, 2026	Central Finland Property (Capella)
	$
Acquisition costs	676,500
Field supplies	428,350
Geological and related	1,288,244
Geological consulting	2,058,062
Surveying	2,634
Travel	411,627
Impairment	-
Total	**4,865,417**

Capella Property

On April 3, 2024, the Company entered into a purchase agreement with Capella Minerals Limited ("Capella") to acquire a 100% interest in a portfolio of claims in central Finland (the "Capella Property"). This agreement replaced the earn-in agreement dated April 6, 2023 in its entirety. On closing, the Company paid $250,000 in cash and issued 1,100,000 common shares with a fair value of $242,000. The Company has no further commitments to Capella.

The Capella Property is subject to a 2% net smelter return royalty in favor of Capella. The Company may repurchase half of it at any time for EUR 1,000,000.

7. SHARE CAPITAL AND SHARE-BASED PAYMENT RESERVES

a) Authorized

The Company's authorized capital consists of an unlimited number of common shares without par value.

b) Issued and outstanding

There were no share transactions during the three months ended August 31,2026 and August 31, 2025.

c) Awards issued pursuant to equity incentive plan

The Company has a rolling omnibus equity incentive plan (the "Omnibus Plan") under which it may grant stock options and restricted share units ("RSUs") to directors, officers, employees and consultants, up to a maximum of 10% of the issued and outstanding common shares. Stock options are equity-settled, have a maximum term of 10 years, and vest as determined by the Board at the time of grant. No RSUs were granted during the three months ended August 31, 2026, and none were outstanding as at August 31, 2026 and May 31, 2026.

(i) Stock options

The Company issued stock options as follows during the three-month period ended August 31, 2026:

On August 12, 2026, the Company granted 700,000 options at an exercise price of $0.11 for a period of five years from the date of grant. 25% of the options vest immediately and 25% vest every six months and will be fully vested by February 12, 2028.

There were no stock-option grants for the three months ended August 31, 2025.

The Company uses the Black-Scholes option pricing model to estimate the fair value for all share-based compensation. The assumptions used in this pricing model for the options granted on August 12, 2026, were as follows:

	August 12, 2026
Exercise price	$0.11
Risk-free interest rate	3.5%
Expected life of options (years)	5
Dividend rate	0.00%
Annualized volatility	133%

7. SHARE CAPITAL AND SHARE-BASED PAYMENT RESERVES *(continued)*

c) Awards issued pursuant to equity incentive plan *(continued)*

(i) Stock options *(continued)*

Stock option transactions and the number of stock options outstanding are summarized below:

	Number of Options	Weighted Average Exercise Price ($)
Balance, May 31, 2025	2,550,000	0.34
Issued	2,255,000	
Forfeited	(1,450,000)	
Balance, May 31, 2026	3,355,000	0.19
Granted	700,000	
Balance, August 31, 2026	4,055,000	0.18

Additional information regarding stock options outstanding is as follows:

Expiry Date	Exercise Price ($)	Number of Options outstanding	Number of Options exercisable
February 1, 2027	0.15	500,000	500,000
July 17, 2028	0.59	100,000	100,000
September 6, 2028	0.41	250,000	250,000
September 18, 2028	0.40	150,000	150,000
May 30, 2029	0.36	100,000	100,000
December 4, 2035	0.14	2,255,000	601,250
August 12, 2031	0.11	700,000	175,000
Balance, August 31, 2026		4,055,000	1,876,250

The weighted average remaining life of the stock options as at August 31, 2026 is 6.37 (May 31, 2026 – 6.92) years.

During the period ended August 31, 2026, the Company recognized share-based compensation of $47,444 (August 31, 2025 - $nil) related to the vesting of options.

Subsequent to August 31, 2026, the Company granted 300,000 stock options exercisable at $0.08 until October 1, 2031.

d) Share purchase warrants

As at August 31, 2026, the Company had 17,123,950 warrants outstanding, comprising 16,146,400 share purchase warrants and 977,550 brokers' warrants (May 31, 2026 – 20,566,596 in total, comprising 19,264,177 share purchase warrants and 1,302,419 brokers' warrants).

During the three months ended August 31, 2026, no share purchase warrants were issued or exercised, and 3,442,646 warrants expired, of which 324,869 were brokers' warrants.

7. SHARE CAPITAL AND SHARE-BASED PAYMENT RESERVES *(continued)*

e) Share purchase warrants *(continued)*

(i) Warrants

Share purchase warrant activity during the three-month period ended August 31, 2026 was as follows:

	Number of Warrants	Weighted Average Exercise Price ($)
Balance, May 31, 2025	14,244,177	0.22
Issued	5,020,000	0.25
Balance, May 31, 2026	19,264,177	0.24
Expired	(3,117,777)	0.25
Balance, August 31, 2026	16,146,400	0.22

The number of share purchase warrants outstanding are as follows:

Expiry Date	Exercise Price ($)	Issued and Exercisable
October 20, 2026*	0.25	2,893,900
September 9, 2026*	0.20	7,897,500
September 23, 2026*	0.20	335,000
January 15, 2028	0.25	5,020,000
Balance, August 31, 2026		16,146,400

** Expired unexercised subsequent to August 31, 2026.*

The weighted average remaining life of the share purchase warrants as at August 31, 2026 is 0.47 (May 31, 2026 – 0.61) years.

(ii) Broker warrants

Broker warrants transactions and the number of warrants outstanding are summarized below:

	Number of Warrants	Weighted Average Exercise Price ($)
Balance, May 31, 2025	588,419	0.52
Issued	714,000	0.25
Balance, May 31, 2026	1,302,419	0.34
Expired	(324,869)	0.75
Balance, August 31, 2026	977,550	0.24

7. SHARE CAPITAL AND SHARE-BASED PAYMENT RESERVES *(continued)*

e) Share purchase warrants *(continued)*

(ii) Brokers' warrants *(continued)*

The number of Brokers' warrants outstanding are as follows:

Expiry Date	Exercise Price ($)	Issued and Exercisable
October 20, 2026*	0.75	14,000
September 9, 2026*	0.20	249,550
January 15, 2028	0.25	714,000
Balance, August 31, 2026		977,550

**Expired unexercised subsequent to August 31, 2026.*

The weighted average remaining life of the brokers' warrants as at August 31, 2026 is 1.01 (May 31, 2026 – 0.96) years.

During the three-month period ended August 31, 2026 and August 31, 2025, no brokers' warrants were issued.

8. RELATED PARTY TRANSACTIONS AND BALANCES

Parties are considered to be related if one party has the ability, directly or indirectly, to control the other party or exercise significant influence over the other party in making financial and operating decisions. Related parties may be individuals or corporate entities. A transaction is considered to be a related party transaction when there is a transfer of resources or obligations between related parties.

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

	Three months ended	
	August 31, 2026	August 31, 2025
	$	$
Management fees	63,403	70,500
Office rental space	-	-
Share-based payments	35,915	-

As at August 31, 2026, $65,084 (May 31, 2026 - $8,925) of management fees due to related parties remained in accounts payable and accrued liabilities, which is non-interest bearing, unsecured and due on demand.

9. MANAGEMENT OF CAPITAL

The Company's objectives when managing capital are to safeguard the Company's ability to continue as a going concern in order to pursue the sourcing and exploration of resource properties. The Company does not have any externally imposed capital requirements to which it is subject.

The Company considers the aggregate of its share capital, reserves and deficit as capital. 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 or dispose of assets or adjust the amount of cash.

10. FINANCIAL INSTRUMENTS AND FINANCIAL RISK

Fair value

As at August 31, 2026, the Company's financial instruments consist of cash and accounts payable.

IFRS 13 *Fair Value Measurement* establishes a fair value hierarchy based on the level of independent, objective evidence surrounding the inputs used to measure fair value. A financial instrument's categorization within the fair value hierarchy is based upon the lowest level of input that is significant to the fair value measurement. IFRS 13 prioritizes the inputs into three levels that may be used to measure fair value:

• Level 1 – Unadjusted quoted prices in active markets that are accessible at the measurement date for identical unrestricted assets or liabilities.

• Level 2 – Inputs that are observable, either directly or indirectly, but do not qualify as Level 1 inputs (i.e., quoted prices for similar assets or liabilities).

• Level 3 – Prices or valuation techniques that are not based on observable market data and require inputs that are both significant to the fair value measurement and unobservable.

The fair value of cash is based on Level 1 inputs. There are no Level 2 or Level 3 financial instruments.

The Company's financial instruments include cash and accounts payable. Cash is measured at fair value and accounts payable is measured at amortized cost.

Credit risk

Credit risk is the risk of loss associated with a counterparty's inability to fulfill its payment obligations. The financial instrument that potentially subjects the Company to concentrations of credit risk consists principally of cash. To minimize the credit risk, the Company places its cash with high quality financial institutions.

Liquidity risk

The Company manages liquidity risk through the management of its capital structure, as outlined in Note 9. The Company monitors its ability to meet its short-term exploration and administrative expenditure requirements by raising additional funds through share issuances when required. The Company maintains a balance between continuity of funding and the flexibility through the use of borrowings.

10. FINANCIAL INSTRUMENTS AND FINANCIAL RISK *(continued)*

Foreign exchange risk

Foreign exchange risk is the risk that the fair value or future cash flows will fluctuate due to changes in foreign exchange rates. The Company is exposed to foreign currency risk on fluctuations related to cash, accounts payable, and commitments that are denominated in a foreign currency. As at August 31, 2026, a 10% fluctuation in the foreign exchange rate of the Euro against the Canadian dollar would affect the Company's cash, account payable, and commitments by approximately $202.

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 not exposed to significant interest rate risk.

11. SEGMENTED INFORMATION

The Company operates in one reportable segment, being the acquisition, exploration and evaluation of mineral properties. All of the Company's non-current assets are located in Finland.