



CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS
For the three months ended March 31, 2026 and 2025
(Expressed in Canadian Dollars)

Notice of No Auditor Review of Condensed Interim Consolidated Financial Statements

The accompanying unaudited condensed interim consolidated 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 financial statements in accordance with standards established by the Chartered Professional Accountants of Canada for a review of interim financial statements by an entity's auditor.

RILEY GOLD CORP.

CONDENSED INTERIM CONSOLIDATED STATEMENTS OF FINANCIAL POSITION

(Unaudited - Expressed in Canadian Dollars)

	March 31, 2026	December 31, 2025
ASSETS		
Current Assets		
Cash	\$ 2,555,585	\$ 1,402,218
Prepaid expenses	49,536	27,590
Receivables	23,220	34,136
Total Current Assets	<u>2,628,341</u>	<u>1,463,944</u>
Non-current Assets		
Deposits and bonds (Note 5)	45,830	45,064
Right-of-use asset (Note 7)	197,201	47,586
Exploration and evaluation assets (Note 3)	276,944	272,315
Equipment (Note 6)	4,897	5,456
Total Non-current Assets	<u>524,872</u>	<u>370,421</u>
Total Assets	<u>\$ 3,153,213</u>	<u>\$ 1,834,365</u>
LIABILITIES		
Current Liabilities		
Accounts payable and accrued liabilities (Note 11)	\$ 108,595	\$ 52,882
Lease liability (Note 8)	83,922	54,297
Total Current Liabilities	<u>192,517</u>	<u>107,179</u>
Non-current Liabilities		
Lease liability (Note 8)	117,499	-
Total Non-current Liabilities	<u>117,499</u>	<u>-</u>
Total Liabilities	<u>\$ 310,016</u>	<u>\$ 107,179</u>
SHAREHOLDERS' EQUITY		
Share capital (Note 4)	8,699,167	7,444,946
Contributed surplus	748,682	746,781
Currency translation adjustment	479,258	473,524
Deficit	(7,083,910)	(6,938,065)
	<u>2,843,197</u>	<u>1,727,186</u>
	<u>\$ 3,153,213</u>	<u>\$ 1,834,365</u>

NATURE OF OPERATIONS (Note 1)

EVENTS AFTER THE REPORTING PERIOD (Note 13)

These condensed interim consolidated financial statements were approved for issue by the Audit Committee of the Board of Directors on May 28, 2026 and are signed on its behalf by:

Approved by “Todd Hilditch”, Director “Richard DeLong”, Director

RILEY GOLD CORP.

CONDENSED INTERIM CONSOLIDATED STATEMENTS OF LOSS AND COMPREHENSIVE LOSS (Unaudited - Expressed in Canadian Dollars)

	Three Months Ended March 31, 2026	Three Months Ended March 31, 2025
EXPENSES		
Amortization (Notes 6 and 7)	\$ 21,036	\$ 20,394
Consulting fees (Note 11)	109,022	103,819
Insurance expense	3,350	6,622
Interest and bank charges	2,278	4,053
Office supplies and rent (Note 11)	(4,112)	3,530
Professional fees (Note 11)	571	11,072
Shareholder reporting	15,550	-
Share-based payments (Note 11)	1,901	29,922
Transfer agent and filing fees	11,998	7,607
Travel	5,339	2,374
	<u>(166,933)</u>	<u>(189,393)</u>
NET LOSS BEFORE OTHER ITEMS		
Exploration and evaluation asset impairment	-	(3,442,694)
Foreign exchange gain (loss)	12,088	(1,646)
Interest income	9,000	18,926
	<u>(145,845)</u>	<u>(3,614,807)</u>
NET LOSS FOR THE PERIOD		
OTHER COMPREHENSIVE INCOME (LOSS)		
Currency translation adjustment	5,734	(499,547)
	<u>(140,111)</u>	<u>(4,114,354)</u>
COMPREHENSIVE LOSS FOR THE PERIOD		
LOSS PER SHARE, BASIC AND DILUTED	\$ (0.00)	\$ (0.09)
WEIGHTED AVERAGE SHARES OUTSTANDING	<u>42,736,728</u>	<u>42,182,880</u>

RILEY GOLD CORP.

CONDENSED INTERIM CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY (Unaudited - Expressed in Canadian Dollars)

	Number of Common Shares	Share Capital	Contributed Surplus	Currency Translation Adjustment	Deficit	Total Equity
Balance, December 31, 2024	42,182,880	\$ 7,444,946	\$ 685,932	\$ 501,454	\$ (2,181,731)	\$ 6,450,601
Share-based payments	-	-	29,922	-	-	29,922
Share issuance cost	-	-	-	-	-	-
Private placement issued	-	-	-	-	-	-
Net loss for the period	-	-	-	-	(3,614,807)	(3,614,807)
Currency translation adjustment	-	-	-	(499,547)	-	(499,547)
Balance, March 31, 2025	42,182,880	\$ 7,444,946	\$ 715,854	\$ 1,907	\$ (5,796,538)	\$ 2,366,169
Balance, December 31, 2025	42,182,880	\$ 7,444,946	\$ 746,781	\$ 473,524	\$ (6,938,065)	\$ 1,727,186
Share-based payments	-	-	1,901	-	-	1,901
Warrants exercised	5,016,883	1,254,221	-	-	-	1,254,221
Net loss for the period	-	-	-	-	(145,845)	(145,845)
Currency translation adjustment	-	-	-	5,734	-	5,734
Balance, March 31, 2026	47,199,763	\$ 8,699,167	\$ 748,682	\$ 479,258	\$ (7,083,910)	\$ 2,843,197

RILEY GOLD CORP.

CONDENSED INTERIM CONSOLIDATED STATEMENTS OF CASH FLOWS (Unaudited - Expressed in Canadian Dollars)

	Three months ended March 31, 2026	Three months ended March 31, 2025
CASH (USED IN) PROVIDED BY		
OPERATING ACTIVITIES		
Net loss for the period	\$ (145,845)	\$ (3,614,807)
Item not affecting cash		
Amortization	21,036	20,394
Exploration and evaluation asset impairment	-	3,442,694
Share-based payments	1,901	29,922
Interest on lease liability	1,167	3,319
Changes in non-cash working capital accounts:		
Prepaid expenses	(21,946)	(18,363)
Receivables	10,916	(13,370)
Accounts payable and accrued liabilities	59,208	(16,396)
	<u>(73,563)</u>	<u>(166,607)</u>
INVESTING ACTIVITIES		
Exploration and evaluation expenditures	<u>(3,495)</u>	<u>(14,799)</u>
	(3,495)	(14,799)
FINANCING ACTIVITIES		
Payments on lease liability	(24,052)	(23,713)
Warrants exercised	1,254,221	-
	<u>1,230,169</u>	<u>(23,713)</u>
Effect of foreign exchange on cash	<u>256</u>	<u>(370)</u>
NET CHANGE IN CASH	1,153,367	(205,489)
CASH, BEGINNING OF PERIOD	<u>1,402,218</u>	<u>2,224,246</u>
CASH, END OF PERIOD	\$ <u>2,555,585</u>	\$ <u>2,018,757</u>

RILEY GOLD CORP.

NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS
THREE MONTHS ENDED MARCH 31, 2026 and 2025
(Unaudited - Expressed in Canadian Dollars)

1. NATURE OF OPERATIONS

Riley Gold Corp. (the “Company” or “Riley”) is an exploration and development company with interests in Nevada, United States. The Company was incorporated under the Business Corporations Act (British Columbia) on June 3, 2011. The Company’s office is located at Suite 2390 - 1055 West Hastings Street, Vancouver, British Columbia, V6E 2E9. The Company’s common shares are listed on the TSX Venture Exchange (“TSXV”, or the “Exchange”) under the trading symbol RLYG and on the OTCQB Venture Market under the symbol RLYGF.

2. BASIS OF PRESENTATION AND SIGNIFICANT ACCOUNTING POLICIES

(a) Statement of compliance

The Company’s condensed interim consolidated financial statements have been prepared in accordance with IFRS Accounting Standards applicable to the preparation of interim statements, including IAS 34, Interim Financial Reporting, as issued by the International Accounting Standards Board (“IFRS”). These condensed interim consolidated financial statements should be read in conjunction with the Company’s annual financial statements for the year ended December 31, 2025, which have been prepared according to IFRS Accounting Standards as issued by the IFRS and Interpretations of the International Financial Reporting Interpretations Committee (“IFRIC”).

The Audit Committee of the Board of Directors authorized for publication the unaudited condensed interim consolidated financial statements on May 28, 2026.

(b) Basis of measurement

The condensed interim consolidated financial statements have been prepared on the historical cost basis, except for certain financial instruments, which are measured at fair value, as explained in the accounting policies set out in Note 9. In addition, these condensed interim consolidated financial statements have been prepared using the accrual basis of accounting, except for the cash flow information.

(c) Basis of consolidation

These condensed interim consolidated financial statements include the accounts of the Company and its wholly-owned subsidiary: RRC Exploration Inc. The financial statements of the Company’s subsidiary have been consolidated from the date that control commenced. All inter-company balances and transactions, and income and expenses, have been eliminated upon consolidation.

The condensed interim consolidated financial statements include the financial statements of the Company and its subsidiary listed in the following table:

Name of Subsidiary	Country of Incorporation	Functional Currency	Ownership Interest	Principal Activity
RRC Exploration Inc.	USA	US dollar	100%	Exploration company

RILEY GOLD CORP.

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2. BASIS OF PRESENTATION AND MATERIAL ACCOUNTING POLICY INFORMATION (Cont'd)

(d) Functional and presentation currency

These condensed interim consolidated financial statements are presented in Canadian dollars which is the Company's functional currency. The functional currency of the Company's wholly-owned subsidiary, RRC Exploration Inc., is the US dollar.

Foreign currency transactions are initially recorded in the functional currency at the transaction date exchange rate. At closing date, monetary assets and liabilities denominated in a foreign currency are translated into the functional currency at the closing date exchange rate, and non-monetary assets and liabilities, at the historical rates. Exchange differences arising on the settlement of monetary items or on translating monetary items at different rates from those at which they are translated on initial recognition during the period or in previous consolidated financial statements are recognized in profit or loss.

For the purpose of presenting consolidated financial statements, the assets and liabilities of RRC Exploration Inc. are expressed in Canadian dollars using the exchange rates prevailing at the end of the reporting period. Income and expense items are translated at the average exchange rates for the period, unless exchange rates fluctuated significantly during the period, in which case exchange rates at the dates of the transactions are used. Exchange differences are recognized in other comprehensive income (loss) and reported as a currency translation adjustment in equity.

3. EXPLORATION AND EVALUATION ASSETS

Pipeline West/Clipper Gold Property

The Company has the following agreements in relation to the Pipeline West/Clipper Gold Property:

- a) On March 14, 2024, the Company entered into an exploration and venture option agreement (the "Exploration Agreement") with Kinross Gold U.S.A., Inc. ("Kinross") granting Kinross the right to earn up to a 75% interest in the Company's Pipeline West/Clipper Gold Property by spending a minimum of US\$20 million, as further set out below:
 - Reimbursement of Expenditures: Within 60 days, Kinross will reimburse a total of US\$104,355 to Riley for 2023/2024 land holding costs (received).
 - First Earn-In Right: Kinross will assume operatorship of the project and can earn an initial 60% interest in the Pipeline West/Clipper Gold Property (the "Initial Earn-In Option") by incurring a minimum of US\$10 million in qualifying work expenditures, subject to upward adjustment in accordance with the Agreement, within five years as follows:
 - US\$1.5 million in guaranteed work expenditures on or before 18 months following execution of the Agreement (the "Effective Date") which shall include a minimum of 2,200 meters of core drilling (within three geographically distinct targets) (completed).
 - An additional US\$2.5 million in work expenditures on or before the 3rd anniversary of the Effective Date.
 - An additional US\$2.0 million in work expenditures on or before the 4th anniversary of the Effective Date.
 - An additional US\$4.0 million in work expenditures on or before the 5th anniversary of the Effective Date.

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NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS
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(Unaudited - Expressed in Canadian Dollars)

3. EXPLORATION AND EVALUATION ASSETS (Cont'd)

Pipeline West/Clipper Gold Property (cont'd)

- Second Earn-In Right: Kinross shall have the right to earn an additional 15% interest in the Pipeline West/Clipper Gold Property (for a total 75% interest) (the "Second Earn-In Option") by incurring a minimum US\$10 million in qualifying work expenditures within an additional two-year period following exercise of the Initial Earn-In Option.
 - Project Technical Committee: A Project Technical Committee to be formed including members of both Riley and Kinross.
 - Joint Venture: Upon exercise of the Initial Earn-in Option, a Nevada limited liability company (the "LLC") will be formed through which Kinross and Riley will hold their respective interests in the Pipeline West/Clipper Gold Property. Upon exercise or termination of the Second Earn-in Option, Kinross and Riley will fund the on-going operations of the LLC in accordance with their proportionate interests, subject to standard dilution.
 - Dilution Provision: Should Riley's interest in the LLC be diluted to 10% or less, the Company's interest will be converted to a 2% NSR royalty.
- b) The Company entered into an option agreement ("Option Agreement") on September 30, 2020, whereby the landowners have granted Riley the option to purchase a 100% interest in certain patented and unpatented mining claims located in Lander County, Nevada, under the following conditions:

Minimum lease payments (over a ten-year term) as follows:

- US\$57,146 within two (2) weeks of the execution of the Option Agreement (paid);
- US\$20,000 on or before September 30, 2021 (paid);
- US\$20,000 on or before September 30, 2022 (paid);
- US\$25,000 on or before September 30, 2023 (paid);
- US\$30,000 on or before September 30, 2024 (paid by Kinross);
- US\$30,000 on or before September 30, 2025 (paid by Kinross);
- US\$40,000 on or before September 30, 2026;
- US\$40,000 on or before September 30, 2027; and
- US\$790,000 thereafter.

Work commitment expenditures (over a ten-year term) as follows:

- US\$200,000 on or before September 30, 2023 (completed);
- US\$200,000 on or before September 30, 2024 (completed);
- US\$250,000 on or before September 30, 2025 (completed by Kinross);
- US\$250,000 on or before September 30, 2026 (completed by Kinross);
- US\$300,000 on or before September 30, 2027 (completed by Kinross); and
- US\$1,450,000 thereafter.

On completion of the option exercise, the Company shall grant an NSR royalty of 3.0% on certain unpatented mining claims and an NSR royalty of 1.5% on certain patented mining claims.

RILEY GOLD CORP.

NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS
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(Unaudited - Expressed in Canadian Dollars)

3. EXPLORATION AND EVALUATION ASSETS (Cont'd)

Pipeline West/Clipper Gold Property (cont'd)

- c) The Company entered into two separate mining lease agreements ("Lease Agreements") on May 12, 2021, whereby the landowners have granted Riley the right to their 100% interest in certain unpatented mining claims located in Lander County, Nevada, under the following conditions:

Minimum lease payments (over a ten-year term) as follows:

- US\$10,000 within five (5) days of the execution of the Lease Agreements (paid);
- US\$25,000 on or before May 12, 2022 (paid);
- US\$26,000 on or before May 12, 2023 (paid);
- US\$27,000 on or before May 12, 2024 (paid by Kinross);
- US\$28,000 on or before May 12, 2025 (paid by Kinross);
- US\$29,000 on or before May 12, 2026 (paid by Kinross);
- US\$30,000 on or before May 12, 2027; and
- US\$130,000 thereafter.

Work commitment expenditures (over a ten-year term) as follows:

- US\$25,000 on or before May 12, 2024 (completed);
- US\$50,000 on or before May 12, 2025 (completed by Kinross);
- US\$100,000 on or before May 12, 2026 (completed by Kinross);
- US\$100,000 on or before May 12, 2027 (completed by Kinross); and
- US\$1,000,000 thereafter.

On the commencement of commercial production, the minimum lease payments shall terminate and be replaced with a 4.0% gross smelter return royalty ("GSR") which Riley has the right to buy down to a 2% GSR at varying amounts adjusted for inflation.

- d) On November 21, 2022, the Company entered into an Investment Agreement and Royalty Agreements with Osisko whereby the Company granted, where applicable, a direct NSR royalty interest on land owned by the Company and an overriding NSR royalty interest on land currently held under option or lease by the Company, that includes a 2.0% NSR royalty on the Pipeline West/Clipper Gold Property and a 0.5% NSR royalty on the Tokop Gold Project. The Company has also assigned to Osisko certain rights to buy-back NSR royalties (ranging from 0.75% to 1.5%) from current landowners on specific claims within the Pipeline West/Clipper Gold Property. Additionally, the Company provided Osisko a right of first offer and a right of first refusal on the sale of royalties or streams on the Pipeline West/Clipper Gold Property and the Tokop Gold Property. In accordance with the Investment Agreement entered into by Osisko and the Company, consideration of US\$2,600,000 was paid to Riley on closing. During the year ended December 31, 2022, proceeds of \$625,248 were credited against the Pipeline West/Clipper Gold Property in connection with this transaction.

Rattlesnake Property

On August 19, 2025, the Company elected to retract its termination notice regarding the MGC Agreement with the permission of the landowner (previously categorized under the Tokop Gold Property). The MGC Agreement details are below:

RILEY GOLD CORP.

NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS
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3. EXPLORATION AND EVALUATION ASSETS (Cont'd)

Rattlesnake Property (cont'd)

- a) The Company entered into an exploration and option agreement ("MGC Agreement") on November 25, 2020, whereby the landowner has granted Riley the option to purchase a 100% interest in certain unpatented mining claims ("MGC Property") located in Esmeralda County, Nevada, under the following conditions:

Minimum lease payments (over a twenty-year term) as follows:

- US\$12,788 within two (2) weeks of the execution of the MGC Agreement (paid);
- US\$10,000 on or before November 25, 2021 (paid);
- US\$20,000 on or before November 25, 2022 (paid);
- US\$5,000 on or before November 25, 2023 (On November 24, 2023, the MGC Agreement was amended whereby this payment was reduced from US\$30,000 to US\$5,000) (paid);
- US\$5,000 on or before November 25, 2024 (On July 29, 2024, the MGC Agreement was amended whereby this payment was reduced from US\$65,000 to US\$5,000) (paid);
- US\$10,000 on or before November 25, 2025 (On July 29, 2024, the MGC Agreement was amended whereby this payment was reduced from US\$50,000 to US\$10,000) (paid);
- US\$15,000 on or before November 25, 2026 through the tenth anniversary (On July 29, 2024, the MGC Agreement was amended whereby these payments were reduced from US\$75,000 to US\$15,000); and
- US\$250,000 thereafter (On July 29, 2024, the MGC Agreement was amended whereby these payments were reduced from US\$1,000,000 to US\$250,000).

Work commitment expenditures:

- US\$5,000 on or before November 25, 2021 (completed).

During the first 10 years of the 20-year term, the Company may exercise its option by making a lump sum payment of US\$500,000. On completion of the option exercise, the Company shall grant an NSR royalty of 3.0% on the MGC Property

- b) In addition to the MGC Agreement, the Company maintained 123 unpatented mining claims in the surrounding area.

Tokop Gold Property

The Company had the following agreements in relation to the Tokop Gold Property:

- a) The Company entered into a purchase agreement ("PA") on September 30, 2020 to acquire a 100% interest in certain leased patented mining claims, leased unpatented mining claims and owned unpatented mining claims located in Esmeralda County, Nevada. Under the PA, the Company must incur the following:

- Pay US\$13,000 on execution of the letter of intent (paid);
- Pay US\$15,000 on or before September 30, 2021 (paid);
- Grant a net smelter return ("NSR") royalty of 0.5% on the Tokop Gold Property which the Company has an option to purchase at any time prior to commercial production for US\$500,000 (royalty granted); and
- Pay minimum lease payments (over a ten-year term) as follows:
 - US\$10,000 on or before January 1, 2021 (paid);
 - US\$15,000 on or before January 1, 2022 (paid);
 - US\$20,000 on or before January 1, 2023 (paid);
 - US\$5,000 on or before January 1, 2024 (as amended on November 30, 2023) (paid);
 - US\$7,500 on or before January 1, 2025 (as amended on November 30, 2023) (paid);
 - US\$7,500 on or before January 1, 2026 (as amended on November 30, 2023);
 - US\$10,000 on or before January 1, 2027 (as amended on November 30, 2023); and
 - US\$90,000 thereafter.

The majority of the Company's mineral interests acquired under the PA are subject to a 3.0% NSR.

RILEY GOLD CORP.

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3. EXPLORATION AND EVALUATION ASSETS (Cont'd)

Tokop Gold Property (cont'd)

- b) The Company entered into a mining lease and option to purchase agreement ("MLOP Agreement") on September 30, 2020, whereby the landowner will lease and grant the option to purchase its 100% interest in certain patented and unpatented mining claims ("Nevada Property") located in Esmeralda County, Nevada, under the following conditions:

Minimum lease payments (over a fifteen-year term) as follows:

- US\$25,000 any time after January 1, 2021 but prior to January 7, 2021 (paid).
- US\$35,000 on or before September 30, 2021 (paid);
- US\$45,000 on or before September 30, 2022 (paid);
- US\$55,000 on or before September 30, 2023 (paid);
- US\$65,000 on or before September 30, 2024 (paid);
- US\$100,000 on or before September 30, 2025;
- US\$150,000 on or before September 30, 2026;
- US\$200,000 on or before September 30, 2027; and
- US\$3,050,000 thereafter.

Work commitment expenditures:

- US\$50,000 on or before September 30, 2022 (completed);
- US\$100,000 on or before September 30, 2023 (completed);
- US\$200,000 on or before September 30, 2024 (completed); and
- US\$300,000 on or before September 30, 2025 (completed).

The Company shall grant an NSR royalty of 4.0% on the Nevada Property which the Company has an option to purchase 2.0% of the 4.0% royalty at any time for US\$4,000,000. The Company has the option to purchase the Nevada Property outright for US\$4,000,000 prior to or on the tenth anniversary of the execution of the MLOP Agreement and for US\$6,500,000 prior to or on the fifteenth anniversary of the execution of the MLOP Agreement.

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NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS
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3. EXPLORATION AND EVALUATION ASSETS (Cont'd)

Tokop Gold Property (cont'd)

- c) The Company entered into an exploration and option agreement ("MGC Agreement") on November 25, 2020, whereby the landowner has granted Riley the option to purchase a 100% interest in certain unpatented mining claims ("MGC Property") located in Esmeralda County, Nevada, under the following conditions:

Minimum lease payments (over a twenty-year term) as follows:

- US\$12,788 within two (2) weeks of the execution of the MGC Agreement (paid);
- US\$10,000 on or before November 25, 2021 (paid);
- US\$20,000 on or before November 25, 2022 (paid);
- US\$5,000 on or before November 25, 2023 (On November 24, 2023, the MGC Agreement was amended whereby this payment was reduced from US\$30,000 to US\$5,000) (paid);
- US\$5,000 on or before November 25, 2024 (On July 29, 2024, the MGC Agreement was amended whereby this payment was reduced from US\$65,000 to US\$5,000) (paid);
- US\$10,000 on or before November 25, 2025 (On July 29, 2024, the MGC Agreement was amended whereby this payment was reduced from US\$50,000 to US\$10,000);
- US\$15,000 on or before November 25, 2026 through the tenth anniversary (On July 29, 2024, the MGC Agreement was amended whereby these payments were reduced from US\$75,000 to US\$15,000); and
- US\$25,000 thereafter (On July 29, 2024, the MGC Agreement was amended whereby these payments were reduced from US\$100,000 to US\$25,000).

Work commitment expenditures:

- US\$5,000 on or before November 25, 2021 (completed).

During the first 10 years of the 20-year term, the Company may exercise its option by making a lump sum payment of US\$500,000. On completion of the option exercise, the Company shall grant an NSR royalty of 3.0% on the MGC Property. For further information on this lease agreement, please see the Rattlesnake East Property below.

- d) In addition to the agreements above, the Company staked 283 unpatented mining claims.
- e) On November 21, 2022, the Company entered into an Investment Agreement and Royalty Agreement with Osisko Gold Royalties Ltd ("Osisko") whereby the Company granted, where applicable, a direct NSR royalty interest on land owned by the Company and an overriding NSR royalty interest on land currently held under option or lease by the Company of 0.5% on the Tokop Gold Property. Refer to the Pipeline West/Clipper Gold Property for more details. During the year ended December 31, 2022, proceeds of \$677,200 were credited against the Tokop Gold Property in connection with this transaction.

Impairments

The Company recorded an impairment on the Tokop Gold Property for the full carrying amount of \$3,931,187 during the year ended December 31, 2025. As at March 31, 2026, there were no indications of impairments on any of the other above assets.

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3. EXPLORATION AND EVALUATION ASSETS (Cont'd)

Exploration and evaluation asset activity during the period:

	Period Ended March 31, 2026	Activity	Year Ended December 31, 2025	Activity	Year Ended December 31, 2024
PIPELINE WEST/CLIPPER					
GOLD PROPERTY					
Property acquisition costs and option payments	\$ 185,012	\$ -	\$ 185,012	\$ -	\$ 185,012
Property maintenance costs	133,860	-	133,860	-	133,860
Geological surveys	71,719	-	71,719	-	71,719
Geological consulting	247,273	-	247,273	-	247,273
Assays and analysis	102,650	-	102,650	-	102,650
Communications, field supplies and expenses	57,930	-	57,930	-	57,930
Allocation of royalty sale proceeds	(625,248)	-	(625,248)	-	(625,248)
Currency translation adjustment	28,583	3,373	25,210	(9,889)	35,099
	<u>201,779</u>	<u>3,373</u>	<u>198,406</u>	<u>(9,889)</u>	<u>208,295</u>
RATTLESNAKE PROPERTY					
Property acquisition costs and option payments	\$ 13,950	\$ -	\$ 13,950	\$ 13,950	\$ -
Property maintenance costs	48,805	-	48,805	48,805	-
Geological Consulting	10,985	-	10,985	10,985	-
Communications, field supplies and expenses	901	-	901	901	-
Currency translation adjustment	524	1,256	(732)	(732)	-
	<u>75,165</u>	<u>1,256</u>	<u>73,909</u>	<u>73,909</u>	<u>-</u>
TOKOP GOLD PROPERTY					
Property acquisition costs and option payments	606,254	-	606,254	10,763	595,491
Property maintenance costs	410,597	-	410,597	-	410,597
Environmental and permitting	89,574	-	89,574	-	89,574
Geophysical surveys	103,604	-	103,604	-	103,604
Geological consulting	717,551	-	717,551	-	717,551
Assays and analysis	223,442	-	223,442	-	223,442
Drilling	1,575,750	-	1,575,750	-	1,575,750
Communications, field supplies and expenses	393,122	-	393,122	4,620	388,502
Allocation of royalty sale proceeds	(677,200)	-	(677,200)	-	(677,200)
Impairment	(3,931,187)	-	(3,931,187)	(3,931,187)	-
Currency translation adjustment	488,493	-	488,493	(10,641)	499,134
	<u>-</u>	<u>-</u>	<u>-</u>	<u>(3,926,445)</u>	<u>3,926,445</u>
TOTAL EXPLORATION AND EVALUATION ASSETS	\$ <u>276,944</u>	\$ <u>4,629</u>	\$ <u>272,315</u>	\$ <u>(3,862,425)</u>	\$ <u>4,134,740</u>

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4. SHARE CAPITAL

(a) **Authorized**

At March 31, 2026, the Company's authorized share capital consisted of an unlimited number of common shares without par value. All issued common shares are fully paid.

(b) **Issued Share Capital**

During the period ended March 31, 2026, 5,016,883 warrants were issued at \$0.25 each for a total of \$1,254,221.

(c) **Stock Options**

The Company has a share purchase option plan under which directors, officers, employees and consultants of the Company are eligible to receive share purchase options. The aggregate number of shares available to be issued upon the exercise of all share purchase options granted under the plan shall not exceed 10% of the issued and outstanding shares of the Company. The plan limits the maximum number of share purchase options issuable in any one 12-month period to any one optionee to 5% of the total common shares outstanding. The Board of Directors shall determine the terms and provisions of the options at the time of grant. The exercise price of each share purchase option shall not be less than the market price of the common shares on the date of the grant less the discount permitted by the Exchange. The maximum term of share purchase options shall not exceed 10 years, or such other term as permitted by the Exchange.

Option-pricing models require the use of estimates and assumptions including the expected volatility. Changes in the underlying assumptions can materially affect the fair value estimates and, therefore, existing models do not necessarily provide reliable measures of the fair value of the Company's share purchase options.

As of March 31, 2026, the Company had outstanding share purchase options enabling holders to acquire common shares of the Company as follows:

Number	Vested	Exercise Price per share	Expiry date
100,000	100,000	\$0.25	April 11, 2027
25,000	25,000	\$0.22	July 30, 2027
575,000	575,000	\$0.21	April 6, 2028
240,000	240,000	\$0.145	September 20, 2028
1,180,000	1,180,000	\$0.22	April 5, 2029
200,000	150,000	\$0.175	February 11, 2030
2,320,000	2,270,000		

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4. SHARE CAPITAL (Cont'd)

(c) Stock Options (cont'd)

A summary of the Company's options and the changes for the period/year are as follows:

	March 31, 2026		December 31, 2025	
	Number	Weighted Average Exercise Price	Number	Weighted Average Exercise Price
Outstanding, beginning of the period/year	2,470,000	\$0.21	4,025,000	\$0.22
Granted	-	-	200,000	0.175
Expired	(150,000)	0.26	(1,755,000)	0.10
Outstanding, end of the period/year	2,320,000	\$0.21	2,470,000	\$0.21

During the period ended March 31, 2026, 100,000 stock options with an exercise price of \$0.28 and 50,000 options with an exercise price of \$0.23 expired without exercise.

During the year ended December 31, 2025, the Company granted 200,000 stock options to a certain consultant of the Company. These stock options vest $\frac{1}{4}$ upon grant, $\frac{1}{4}$ 6 months after the grant date, $\frac{1}{4}$ 12 months after the grant date and $\frac{1}{4}$ 18 months after the grant. The weighted average grant-date fair value of the stock options granted during the period is \$0.13. Additionally, 705,000 options with an exercise price of \$0.10 and 1,050,000 options with an exercise price of \$0.30 expired without exercise.

The weighted average remaining contractual life of the outstanding stock options at March 31, 2026 was 2.68 (December 31, 2025 – 2.76) years.

The weighted average fair value of the stock options granted was determined by using the Black-Scholes option pricing model with the following assumptions:

	Period ended March 31, 2026	Year ended December 31, 2025
Risk-free interest rate	-	2.78%
Estimated volatility	-	100.61%
Expected life	-	5 years
Expected dividend yield	-	Nil
Estimated forfeiture rate	-	Nil

(d) Warrants

As at March 31, 2026, the Company had outstanding share purchase warrants enabling holders to acquire common shares of the Company as follows:

Number	Vested	Price per share	Expiry date
2,765,302		\$0.25	April 2, 2026
2,217,815		\$0.25	April 2, 2029
4,983,117			

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4. SHARE CAPITAL (Cont'd)

(d) Warrants (cont'd)

A summary of the Company's warrants and the changes for the period/year are as follows:

	March 31, 2026		December 31, 2025	
	Number	Weighted Average Exercise Price	Number	Weighted Average Exercise Price
Outstanding, beginning of period/year	10,000,000	\$ 0.25	10,000,000	\$ 0.25
Exercised	(5,016,883)	\$ 0.25	-	-
Outstanding, end of period/year	4,983,117	\$ 0.25	10,000,000	\$ 0.25

The weighted average remaining contractual life of the outstanding warrants at March 31, 2026 was 1.34 (December 31, 2025– 0.92) years.

5. DEPOSITS AND BONDS

Reclamation bond deposits are required by the U.S. Bureau of Land Management ("BLM") to ensure that any reclamation and clean-up work required on the Company's exploration and evaluation properties will be completed to the satisfaction of the BLM. As at March 31, 2026, \$45,830 (December 31, 2025 - \$45,064) has been paid to the BLM and is included in deposits and bonds.

6. EQUIPMENT

	Equipment	
Cost		
Balance, December 31, 2024	\$	13,479
Additions (disposals)		-
Effect of translation		(640)
Balance, December 31, 2025		12,839
Effect of translation		219
Balance, March 31, 2026	\$	13,058
Accumulated Depreciation		
Balance, December 31, 2024	\$	4,302
Depreciation		3,081
Balance, December 31, 2025		7,383
Depreciation		778
Balance, March 31, 2026	\$	8,161
Carrying Value		
Balance, December 31, 2024	\$	9,177
Balance, December 31, 2025	\$	5,456
Balance, March 31, 2026	\$	4,897

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7. RIGHT-OF-USE ASSET

The Company has entered into a contract for leased office premises in Canada. The lease term is for three years. The lease agreement does not impose any covenants, but the lease asset may not be used as security for borrowing purposes.

The office premises in Canada represent right-of-use assets, which are depreciated on a straight-line basis over the term of the lease.

Balance, December 31, 2024	\$	129,164
Additions during the year		-
Accumulated amortization		(81,578)
Balance, December 31, 2025	\$	47,586
Additions during the period		170,009
Accumulated amortization		(20,394)
Balance, March 31, 2026	\$	197,201

On February 23, 2026, the Company extended its lease agreement for two more years with an option to extend for an additional two years.

8. LEASE LIABILITY

The Company recognized \$244,734 pertaining to a right-of-use asset (Note 7) and \$244,734 of lease liability during the year ended December 31, 2023. The Company also recognized an additional \$170,009 for its two-year lease extension during the three months ended March 31, 2026 (Note 7). When measuring lease liabilities, the Company discounted lease payments using its incremental borrowing rate at the date of acquisition. The Company estimates that its incremental borrowing rate is 10%.

Lease liability, December 31, 2024	\$	139,579
Additions during the year		-
Principal repayments on lease liability		(85,282)
Balance at December 31, 2025	\$	54,297
Additions during the period		170,009
Principal repayments on lease liability		(22,885)
Balance at March 31, 2026	\$	201,421
Current portion of lease liability	\$	83,922
Long-term portion of lease liability	\$	117,499

The following table presents the contractual undiscounted cash flows for lease liability as of March 31, 2026:

Less than one year	\$	94,400
One to two years		94,400
Total undiscounted lease obligation	\$	188,800

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9. FINANCIAL INSTRUMENTS AND FINANCIAL RISK MANAGEMENT

Financial instruments are classified into one of the following three categories: fair-value-through-profit or loss ("FVTPL"); fair-value-through other comprehensive income ("FVOCI"); and amortized cost. The carrying values of the Company's financial instruments are classified into the following categories:

Financial Instrument	Category	March 31, 2026	December 31, 2025
Cash	FVTPL	\$ 2,555,585	\$ 1,402,218
Receivables	Amortized cost	23,220	34,136
Accounts payable and accrued liabilities	Amortized cost	(108,595)	(52,882)
Lease liability	Amortized cost	(201,421)	(54,297)

The Company's risk exposures and the impact on the Company's financial instruments are summarized below:

(a) Credit risk

Credit risk is the risk of financial loss to the Company if a counterparty to a financial instrument fails to meet its contractual obligations. The Company's receivables predominately relate to receivables from goods and services input tax credits. Accordingly, the Company views credit risk on receivables as minimal, as it is primarily from an agency of the Government of Canada. The Company is also exposed to credit concentration risk by holding cash. This risk is minimized by holding the investments in large financial institutions or with the Government of Canada.

(b) Liquidity risk

Liquidity risk is the risk that the Company will encounter difficulties meeting its financial obligations as they become due. The Company's approach to managing liquidity is to ensure, as far as possible, that it will have sufficient liquidity to meet its liabilities and property commitments when due, under both normal and stressed conditions without incurring unacceptable losses or risking harm to the Company's reputation.

The Company prepares annual expenditure budgets, which are regularly monitored and updated as considered necessary. Management attempts to ensure sufficient cash or liquid investments are available to satisfy budgeted expenditures.

(c) Market risk

Market risk consists of currency risk, commodity price risk and interest rate risk. The objective of market risk management is to manage and control market risk exposures within acceptable limits while maximizing returns.

(i) Currency risk

Foreign currency exchange rate risk is the risk that the fair value or future cash flows will fluctuate as a result of changes in foreign exchange rates. Although the Company is considered to be in the exploration stage and has not yet developed commercial mineral interests, the underlying market prices in Canada for minerals are impacted by changes in the exchange rate between the Canadian and the United States Dollar. The Company's exploration and evaluation costs are denominated in United States Dollars. The Company has not entered into any arrangements to hedge its currency risk. At March 31, 2026, 1 Canadian Dollar was equal to 0.72 US Dollar. Based on the net exposures as of March 31, 2026 and assuming that all other variables remain constant, a 10% fluctuation in working capital on the Canadian Dollar against the US Dollar would result in the Company's net loss being approximately \$73,409 (December 31, 2025 – \$68,974) higher (or lower).

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9. FINANCIAL INSTRUMENTS AND FINANCIAL RISK MANAGEMENT (Cont'd)

(ii) Commodity price risk

Commodity price risk is the risk that the fair value of financial assets and financial liabilities or expected future cash flows will fluctuate as a result of changes in commodity prices. Commodity prices for minerals are impacted by world economic events that dictate the levels of supply and demand as well as the relationship between the Canadian and United States Dollars, as outlined above. As the Company has not yet developed commercial mineral interests, it is not exposed to commodity price risk at this time. However, the Company is exposed to commodity price risk as it impacts the Company's access to capital and funding.

(iii) Interest rate risk

Interest rate risk is the risk that future cash flows will fluctuate as a result of changes in market interest rates. The risk that the Company will realize a loss as a result of a decline in the fair value of cash is limited because of its short-term investment nature. A variable rate of interest is earned on cash; changes in market interest rates at the year-end would not have a material impact on the Company's financial statements.

10. CAPITAL RISK MANAGEMENT

The Company's objectives when managing capital are to safeguard the Company's ability to continue as a going concern and to maintain a flexible capital structure which will allow it to pursue the continued development of its mineral properties. Therefore, the Company monitors the level of risk associated with its mineral property expenditures relative to its capital structure.

The Company considers its capital structure to include working capital and shareholders' equity. The Company monitors its capital structure and makes adjustments in light of changes in economic conditions and the risk characteristics of the underlying assets and capital markets. In order to facilitate the management of capital and the development of its mineral properties, the Company prepares annual expenditure budgets which are regularly monitored and updated as considered necessary.

To maintain or adjust the capital structure, the Company may issue new equity, if available, on favourable terms, option its mineral properties for cash and/or expenditure commitments from optionees, enter into joint venture arrangements, or dispose of mineral properties.

The Company's investment policy is to hold cash in term deposits in interest-bearing bank accounts and highly liquid short-term, interest-bearing investments with maturities of one year or less which can be liquidated at any time without penalties. The Company is not subject to externally imposed capital requirements. There has been no change in the Company's approach to capital management during the three months ended March 31, 2026.

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11. RELATED PARTY DISCLOSURES

As at March 31, 2026, \$90,969 (December 31, 2025 - \$8,301) of accounts payable and accrued liabilities was payable to a company with a director or officer in common or companies controlled by a director or officer.

During the period ended March 31, 2026, the Company received rent payments of \$6,000 (March 31, 2025 - \$6,000) from a company with an officer in common. During the period ended March 31, 2026, the Company incurred consulting fees of \$85,500 to companies with directors and officers in common (March 31, 2025 - \$85,500).

During the period ended March 31, 2026, the Company incurred share-based payments of \$nil (March 31, 2025 - \$14,530) to officers and directors of the Company.

12. OPERATING SEGMENTS

The Company operates in a single business segment, which is the exploration and development of mineral properties. Assets are located in two geographic areas as set out below:

	March 31, 2026		
	Canada	United States	Total
Current assets	\$ 2,554,276	\$ 74,065	\$ 2,628,341
Deposits and bonds	-	45,830	45,830
Property and equipment	-	4,897	4,897
Right-of-use asset	197,201	-	197,201
Exploration and evaluation assets	-	276,944	276,944
	<u>\$ 2,751,477</u>	<u>\$ 401,736</u>	<u>\$ 3,153,213</u>
	December 31, 2025		
	Canada	United States	Total
Current assets	\$ 1,454,498	\$ 9,446	\$ 1,463,944
Deposits and bonds	-	45,064	45,064
Equipment	-	5,456	5,456
Right-of-use asset	47,586	-	47,586
Exploration and evaluation assets	-	272,315	272,315
	<u>\$ 1,502,084</u>	<u>\$ 332,281</u>	<u>\$ 1,834,365</u>

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13. EVENTS AFTER THE REPORTING PERIOD

Subsequent to March 31, 2026, 1,660,518 warrants were exercised at \$0.25 per share for total proceeds of \$415,130.

Subsequent to March 31, 2026, 1,104,784 warrants with an exercise price of \$0.25 expired.