



(An exploration stage business)

## **TIER ONE SILVER INC.**

Condensed Consolidated Interim Financial Statements

For the three and nine months ended September 30, 2025, and 2024

(Unaudited)

**Notice of no auditor review of condensed consolidated interim financial statements**

Pursuant to 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 financial statements have not been reviewed by an auditor.

The accompanying unaudited condensed consolidated interim financial statements of Tier One Silver Inc. for the three and nine months ended September 30, 2025, 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 the standards established by the Chartered Professional Accountants of Canada for a review of interim financial statements by an entity's auditor.

November 26, 2025

# Tier One Silver Inc.

Condensed Consolidated Interim Statements of Financial Position  
Unaudited (Expressed in Canadian dollars)

	As at September 30, 2025	As at December 31, 2024
<b>Assets</b>		
<b>Current assets:</b>		
Cash	\$ 4,665,116	\$ 171,294
Amounts receivable	23,473	31,562
Prepaid expenses, deposits and other (Note 3)	116,294	206,945
	<b>4,804,883</b>	<b>409,801</b>
<b>Non-current assets:</b>		
Mineral property interests (Note 4)	1,418,359	1,448,612
Equity investments (Note 5)	98,270	100,588
<b>Total assets</b>	<b>\$ 6,321,512</b>	<b>\$ 1,959,001</b>
<b>Liabilities and Equity</b>		
<b>Current liabilities:</b>		
Accounts payable and accrued liabilities (Note 6)	\$ 557,697	\$ 955,829
<b>Non-current liabilities:</b>		
Accrued liabilities (Note 6)	-	106,143
Provision for site reclamation and closure	397,838	394,050
<b>Total liabilities</b>	<b>\$ 955,535</b>	<b>\$ 1,456,022</b>
<b>Equity:</b>		
Share capital (Note 7)	\$ 37,663,482	\$ 31,575,075
Shares to be issued	-	163,584
Equity reserves (Note 8)	5,267,888	4,900,424
Accumulated other comprehensive loss	(8,961)	(104,767)
Deficit	(37,556,432)	(36,031,337)
<b>Total equity</b>	<b>5,365,977</b>	<b>502,979</b>
<b>Total liabilities and equity</b>	<b>\$ 6,321,512</b>	<b>\$ 1,959,001</b>

Going concern (Note 1(c)); Commitment (Note 5), Subsequent events (Notes 5, 8(a) and 9(b))

Approved on behalf of the Board of Directors:

"Peter Dembicki"

President, CEO & Director

"Christy Strashek"

Director

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

# Tier One Silver Inc.

Condensed Consolidated Interim Statements of Loss and Comprehensive Loss  
Unaudited (Expressed in Canadian dollars, except share amounts)

	Three months ended September 30,		Nine months ended September 30,	
	2025	2024	2025	2024
<b>Operating expenses:</b>				
Exploration and evaluation	\$ 85,560	\$ 347,982	\$ 303,674	\$ 603,467
Fees, salaries, and benefits	211,373	225,105	653,867	731,383
Legal and professional	31,368	22,260	73,307	199,873
Marketing and investor relations	9,058	107,383	82,686	314,186
Office and administration	32,682	67,377	96,113	194,598
Project investigation	74,014	27,303	144,691	81,880
Regulatory and transfer agent	15,057	32,063	38,240	111,955
Mineral property impairment (Note 4)	-	-	-	881,622
Reversal of provision for option termination costs	-	-	-	(286,327)
	<b>459,112</b>	<b>829,473</b>	<b>1,392,578</b>	<b>2,832,637</b>
<b>Other expenses (income):</b>				
Accretion of provision for site reclamation and closure	5,617	2,827	16,682	8,254
Foreign exchange loss	8,519	7,762	30,885	9,022
Loss on dissolution of foreign subsidiary (Note 2(c))	-	-	95,794	-
Interest income	(1,255)	(10,527)	(4,371)	(30,353)
Interest expense	4,192	-	4,775	-
(Income) loss from equity investments (Note 5)	(1,124)	10,788	2,318	31,826
Equity investment impairment reversal (Note 5)	(13,566)	-	(13,566)	-
<b>Loss for the period</b>	<b>\$ 461,495</b>	<b>\$ 840,323</b>	<b>\$ 1,525,095</b>	<b>\$ 2,851,386</b>
<b>Other comprehensive loss:</b>				
Unrealized currency (gain) loss on translation	(3,354)	4,914	(12)	(13,026)
<b>Comprehensive loss for the period</b>	<b>\$ 458,141</b>	<b>\$ 845,237</b>	<b>\$ 1,525,083</b>	<b>\$ 2,838,360</b>
Basic and diluted loss per share	\$ 0.00	\$ 0.00	\$ 0.01	\$ 0.02
Basic and diluted weighted-average number of shares outstanding	191,041,986	170,948,980	181,166,519	166,148,659

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

## Tier One Silver Inc.

Condensed Consolidated Interim Statements of Change in Equity  
Unaudited (Expressed in Canadian dollars, except share amounts)

	Number of common shares	Share capital	Shares to be issued	Equity reserves	Accumulated other comprehensive (loss) income	Deficit	Total equity
Balance at December 31, 2023	159,945,923	\$ 30,312,635	\$ -	\$ 4,557,384	\$ (138,087)	\$ (32,347,147)	\$ 2,384,785
Share-based payments	-	-	-	144,819	-	-	144,819
Units issued pursuant to offering, net of share issue costs	10,603,600	1,204,100	-	186,534	-	-	1,390,634
Warrants issued for finders' fees	-	(7,630)	-	7,630	-	-	-
Share options exercised	500,000	65,970	-	(15,970)	-	-	50,000
Other comprehensive income	-	-	-	-	13,026	-	13,026
Loss for the period	-	-	-	-	-	(2,851,386)	(2,851,386)
<b>Balance at September 30, 2024</b>	<b>171,049,523</b>	<b>\$ 31,575,075</b>	<b>\$ -</b>	<b>\$ 4,880,397</b>	<b>\$ (125,061)</b>	<b>\$ (35,198,533)</b>	<b>\$ 1,131,878</b>
<b>Balance at December 31, 2024</b>	<b>171,049,523</b>	<b>\$ 31,575,075</b>	<b>\$ 163,584</b>	<b>\$ 4,900,424</b>	<b>\$ (104,767)</b>	<b>\$ (36,031,337)</b>	<b>\$ 502,979</b>
Share-based payments (Note 8(a))	-	-	-	12,596	-	-	12,596
Units issued pursuant to offering, net of issue costs (Note 7(b))	87,683,333	6,443,275	(163,584)	-	-	-	6,279,691
Warrants issued to finders (Note 7 (b))	-	(354,868)	-	354,868	-	-	-
Reclassification of accumulated other comprehensive loss on dissolution of foreign subsidiary	-	-	-	-	95,794	-	95,794
Other comprehensive income	-	-	-	-	12	-	12
Loss for the period	-	-	-	-	-	(1,525,095)	(1,525,095)
<b>Balance at September 30, 2025</b>	<b>258,732,856</b>	<b>\$ 37,663,482</b>	<b>\$ -</b>	<b>\$ 5,267,888</b>	<b>\$ (8,961)</b>	<b>\$ (37,556,432)</b>	<b>\$ 5,365,977</b>

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

## Tier One Silver Inc.

Condensed Consolidated Interim Statements of Cash Flows  
Unaudited (Expressed in Canadian dollars)

	Three months ended September 30,		Nine months ended September 30,	
	2025	2024	2025	2024
<b>Operating activities:</b>				
Loss for the period	\$ (461,495)	\$ (840,323)	\$ (1,525,095)	\$ (2,851,386)
Adjusted for:				
Interest income	(1,255)	(10,527)	(4,371)	(30,353)
Non-cash transactions:				
Mineral property impairment	-	-	-	881,622
Share-based payments	1,304	41,878	12,596	144,819
Loss on dissolution of foreign subsidiary	-	-	95,794	-
Depreciation	-	2,656	-	7,946
Accretion of provision for site reclamation and closure	5,617	2,827	16,682	8,254
Interest expense	4,192	-	4,775	-
Unrealized foreign exchange (gain) loss	(1,421)	260	4,067	(3,217)
(Income) loss from equity investments	(1,124)	10,788	2,318	31,826
Reversal of provision for option termination costs	-	-	-	(286,327)
Equity investment impairment reversal	(13,566)	-	(13,566)	-
Changes in non-cash working capital:				
Amounts receivable	(18,789)	3,050	7,481	37,528
Prepaid expenses, deposits and other	(410)	(42,459)	101,805	119,219
Accounts payable and accrued liabilities	(806,399)	134,121	(499,576)	(41,301)
<b>Cash used in operating activities</b>	<b>(1,293,346)</b>	<b>(697,729)</b>	<b>(1,797,090)</b>	<b>(1,981,370)</b>
<b>Investing activities:</b>				
Interest income received	1,255	10,527	4,371	30,353
<b>Cash provided by investing activities</b>	<b>1,255</b>	<b>10,527</b>	<b>4,371</b>	<b>30,353</b>
<b>Financing activities:</b>				
Proceeds from issuance of units, net of share issue costs	6,082,672	-	6,289,811	1,390,634
Net funds received (returned) in relation to terminated LIFE offering	(119,008)	-	-	-
Proceeds from short term loan	-	-	175,000	-
Payment of short-term loan and interest	(179,775)	-	(179,775)	-
Proceeds from share options exercised	-	25,000	-	50,000
<b>Cash provided by financing activities</b>	<b>5,783,889</b>	<b>25,000</b>	<b>6,285,036</b>	<b>1,440,634</b>
Effect of foreign exchange rate changes on cash	2,948	(1,239)	1,505	(325)
Change in cash	4,494,746	(663,441)	4,493,822	(510,708)
Cash, beginning of the period	170,370	978,322	171,294	825,589
<b>Cash, end of the period</b>	<b>\$ 4,665,116</b>	<b>\$ 314,881</b>	<b>\$ 4,665,116</b>	<b>\$ 314,881</b>

Supplemental cash flow information (Note 10)

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

# Tier One Silver Inc.

## Notes to the Condensed Consolidated Interim Financial Statements

Unaudited (Expressed in Canadian dollars)

Three and nine months ended September 30, 2025 and 2024

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### 1. Business Overview

#### (a) Corporate information

Tier One Silver Inc. (the “Company” or “Tier One”) is incorporated under the British Columbia Business Corporations Act. The Company’s common shares trade on the TSX Venture exchange (“TSXV”) under the symbol “TSLV” and on the OTCQB Venture Market under the symbol “TSLVF” and are listed in the Unofficial Market of the Frankfurt Stock Exchange and the Stuttgart Stock Exchange under the symbol “TOV0”. Tier One’s registered and records office is located at 1500-1055 West Georgia Street, Vancouver, British Columbia, Canada, V6E 4N7.

The Company is principally engaged in the acquisition and exploration of mineral resource property interests with a focus on South America.

#### (b) Nature of operations

The Company’s exploration asset is its 100% owned Curibaya property in southern Peru, which was originally staked by the Company’s corporate predecessor in 2015 and has since been expanded through a combination of acquisitions and additional staking.

The Company has not yet determined whether its property contains mineral reserves where extraction is both technically feasible and commercially viable. Tier One operates in one operating segment, being the acquisition and exploration of mineral resource properties in South America.

#### (c) Going concern

As at September 30, 2025, the Company had net working capital of \$4,247,186 (December 31, 2024 – net working capital deficit of \$546,028) and incurred a loss of \$1,525,095 for the nine months ended September 30, 2025 (\$2,851,386 for the nine months ended September 30, 2024). The Company has no operating revenue to date and no operating cash flows to support its activities. With no source of operating cash flow, there is no assurance that sufficient funding will be available to conduct further exploration of its mineral properties. Although the Company has had success raising capital in the past, and in September 2025 raised gross proceeds of \$6,500,000, the ability to continue as a going concern remains dependent upon its continued ability to obtain the financing necessary to fund its mineral properties and exploration programs, the realization of future profitable production, proceeds from the disposition of its mineral interests, and/or other sources. These conditions create material uncertainty that may cast significant doubt about the Company’s ability to continue as a going concern.

These condensed consolidated interim financial statements (“financial statements”) have been prepared on the assumption that the Company will continue as a going concern, meaning it will continue in operation for the foreseeable future and will be able to realize assets and discharge liabilities in the ordinary course of operations.

These financial statements do not give effect to adjustments to the carrying values and classification of assets and liabilities that would be necessary should the Company be unable to continue as a going concern. Such adjustments could be material.

### 2. Basis of Preparation

#### (a) Statement of compliance

These financial statements have been prepared in accordance with International Accounting Standard (“IAS”) 34, “Interim Financial Reporting” using accounting policies consistent with IFRS accounting standards as

## Tier One Silver Inc.

### Notes to the Condensed Consolidated Interim Financial Statements

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issued by the International Accounting Standards Board ("IASB"). The accounting policies followed in these financial statements are the same as those applied in the Company's annual audited consolidated financial statements for the year ended December 31, 2024.

These financial statements were approved and authorized for issuance on November 26, 2025, by the Board of Directors.

#### (b) Basis of presentation

These financial statements have been prepared on a historical cost basis. In addition, except for cash flow information, these financial statements have been prepared using the accrual method of accounting.

#### (c) Basis of consolidation

These financial statements include the financial information of the Company and entities controlled by the Company. All intercompany transactions and balances are eliminated on consolidation. Control exists where the parent entity has power over the investee and 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 investee. Subsidiaries are included in the financial statements from the date control commences until the date control ceases. The accounting policies of subsidiaries are changed where necessary to align them with the policies adopted by the Company. The Company's subsidiary included in these financial statements as at September 30, 2025, is as follows:

<b>Subsidiary</b>	<b>Place of incorporation</b>	<b>Functional currency</b>	<b>Beneficial interest</b>
Magma Minerals, S.A.C. ("Magma")	Peru	US\$	100%

These financial statements include a 50% investment in Universal Mineral Services Peru S.A.C. ("UMS Peru"), which is now dormant and in the process of being dissolved, and a 25% investment in Universal Mineral Services Ltd. ("UMS Canada"). Both are private, shared service entities (Note 5).

Having relinquished the Corisur claims in 2024, Corisur Peru, S.A.C. ("Corisur") was consolidated as a subsidiary until it was dissolved in May 2025 and then deconsolidated as of the date of dissolution. All amounts previously recorded within accumulated other comprehensive income in relation to the translation of Corisur, as a foreign subsidiary, have been reclassified from equity to the consolidated statement of loss for the three and nine months ended September 30, 2025.

#### (d) Functional and presentation currency

The financial statements of the Company and its subsidiary are prepared in their functional currency determined on the basis of the primary economic environment in which such entities operate. The Company's functional and presentation currency is the Canadian dollar while the functional currency of its Peruvian subsidiary is the United States dollar. These financial statements are presented in Canadian dollars, unless otherwise noted. Amounts denominated in United States dollars are denoted as US\$.

#### (e) Critical accounting judgments and estimates

The preparation of financial statements in accordance with IFRS requires management to select accounting policies and make estimates and judgments that may have a significant impact on the financial statements. Estimates are continuously evaluated and are based on management's experience and expectations of future events that are believed to be reasonable under the circumstances. Actual outcomes may differ from these estimates. The Company's critical accounting judgements and estimates were presented in Note 3 of the audited annual consolidated financial statements for the year ended December 31, 2024, and have been



## Tier One Silver Inc.

### Notes to the Condensed Consolidated Interim Financial Statements

Unaudited (Expressed in Canadian dollars)

Three and nine months ended September 30, 2025 and 2024

consistently applied in the preparation of these financial statements. No new estimates and judgements were applied for the period ended September 30, 2025.

(f) Application of new and revised accounting standards

On August 14, 2023, the IASB issued amendments to IAS 21 “Lack of Exchangeability” which contain guidance to specify when a currency is exchangeable and how to determine the exchange rate when it is not. The amendments to IAS 21 are effective for annual periods beginning on or after January 1, 2025. The adoption of the new standard did not have an impact on the financial statements of the Company.

(g) Standards issued but not yet effective

On April 9, 2024, the IASB issued a new standard, IFRS 18 Presentation and Disclosure in Financial Statements, to improve the reporting of financial performance. IFRS 18 introduces categories and defined subtotals in the statement of profit or loss, disclosures on management-defined performance measures, and requirements to improve the aggregation and disaggregation of information in the financial statements. As a result of IFRS 18, amendments to IAS 7 were also issued to require that entities use the operating profit subtotal as the starting point for the indirect method of reporting cash flows from operating activities and also to remove presentation alternatives for interest and dividends paid and received. IFRS 18 replaces IAS 1 Presentation of Financial Statements and will be effective for annual reporting periods beginning on or after January 1, 2027, and is to be applied retrospectively, with early adoption permitted. The Company is in the process of assessing the impact of this new accounting standard on the consolidated financial statements.

On May 30, 2024, the IASB issued Amendments IFRS 9 and IFRS 7 which clarify the date of initial recognition or derecognition of financial liabilities, including financial liabilities that are settled in cash using an electronic payment system. The amendments also introduce additional disclosure requirements to enhance transparency regarding investments in equity instruments designated at fair value through other comprehensive income and financial instruments with contingent features. These amendments are effective for annual periods beginning on or after January 1, 2026, with early adoption permitted. The Company is currently assessing the impact, if any, of the amendments on the consolidated financial statements.

### 3. Prepaid expenses, deposits and other

The Company's prepaid expenses, deposits and other consist of the following:

	September 30, 2025	December 31, 2024
Community surface agreements	\$ 14,507	\$ 43,389
Exploration and evaluation	22,180	29,705
General, administration and marketing	19,925	32,641
UMS Canada and Peru (Note 9(a))	59,682	101,210
<b>Total prepaid expenses, deposits and other</b>	<b>\$ 116,294</b>	<b>\$ 206,945</b>

The Company makes short term advances to third parties in the normal course of business and to UMS Canada and UMS Peru in accordance with the respective service agreements (Note 5). Typically, such prepayments are made in relation to annual insurance policies, software renewals and marketing activities, such as conference fees, plus the working capital deposits held by UMS Canada and UMS Peru (Note 9(a)).

As a normal part of the exploration process, the Company enters into access and use agreements with the local communities which provide the Company with surface rights to the respective areas over the term of the agreement. On June 11, 2025, the Company renewed its surface rights agreement with the local community at the Curibaya project for a six-month period. The Company is in continuous and active communication with the community and is now in the process of seeking a further extension.

# Tier One Silver Inc.

Notes to the Condensed Consolidated Interim Financial Statements  
Unaudited (Expressed in Canadian dollars)  
Three and nine months ended September 30, 2025 and 2024

## 4. Mineral property interests

The continuity of the Company's mineral property interests is as follows:

<b>Mineral property interests</b>	<b>Curibaya</b>	<b>Other</b>	<b>Total</b>
Balance as at December 31, 2023	\$ 1,376,162	\$ 861,211	\$ 2,237,373
Mineral property impairment	-	(881,622)	(881,622)
Recognition of provision for site reclamation and closure	(2,969)	-	(2,969)
Currency translation adjustment	75,419	20,411	95,830
<b>Balance as at December 31, 2024</b>	<b>\$ 1,448,612</b>	<b>\$ -</b>	<b>\$ 1,448,612</b>
Currency translation adjustment	(30,253)	-	(30,253)
<b>Balance as at September 30, 2025</b>	<b>\$ 1,418,359</b>	<b>\$ -</b>	<b>\$ 1,418,359</b>

The Company's mineral property projects, located in southern Peru, are outlined below:

### i) Curibaya

Curibaya is a wholly owned project that covers approximately 17,000 hectares ("ha") in southern Peru located approximately 48 kilometres ("km") from the provincial capital, Tacna. Within the Curibaya project, the Sambalay and Salvador concessions are subject to a 1.5% and 2.0% net smelter return royalty, respectively. In addition, the Salvador concessions are subject to a US\$2.0 million production payment, payable at the time a production decision is made.

During the three and nine months ended September 30, 2025, the Company incurred \$85,560 and \$317,884, respectively, of exploration and evaluation expenses on Curibaya (\$344,120 and \$593,766 for the three and nine months ended September 30, 2024).

### ii) Other

#### *Corisur claims*

The Corisur claims, covering approximately 1,300 ha, consisted of the Tacora, Tacora Sur and Andamarca concessions which are located in the Peru designated border zone, and as a result unconditional ownership could only be achieved in the future by obtaining a Supreme Decree.

During the nine months ended September 30, 2024, the Company made the decision to relinquish the non-core Corisur project and recorded an impairment charge of \$881,622 to write off all capitalized costs associated with these claims.

During the nine months ended September 30, 2024, the Company reversed a provision and recorded an expense recovery in the amount of \$162,473 (US\$120,000). The provision had been recorded in 2021 in relation to anticipated final costs for the orderly closure of the Huilacollo option and permit, all of which have been completed. No further material costs are anticipated.

#### *Coastal Batholith*

During the nine months ended September 30, 2025, the Company relinquished the remaining 3,500 ha that made up the Coastal Batholith project, a wholly owned project on the west coast of Peru acquired through staking. All costs related to the staking of the Coastal Batholith project were impaired in 2023 as the plan for the early stage, non-core asset was uncertain, and therefore there was no financial statement impact of dropping the remaining claims as at September 30, 2025.

## Tier One Silver Inc.

Notes to the Condensed Consolidated Interim Financial Statements

Unaudited (Expressed in Canadian dollars)

Three and nine months ended September 30, 2025 and 2024

### *Hurricane*

During the nine months ended September 30, 2024, the Company recorded an expense recovery in the amount of \$123,854 related to the reversal of a provision that had been recorded for estimated final costs to complete the termination of the Hurricane option, which was initiated in October 2023 and completed in June 2024.

### *Exploration and evaluation costs incurred on other properties*

During the three and nine months ended September 30, 2025, the Company recorded an exploration and evaluation cost recovery of nil and \$14,210, respectively, on the Coastal Batholith claims resulting from the reversal of previously accrued 2024 and 2025 concession fees after the Company made the decision to relinquish the remaining concessions (exploration and evaluation expense of \$3,862 and \$9,701, respectively, on its properties grouped as other during the three and nine months ended September 30, 2024).

## 5. Equity investments

### Investment in Associate - UMS Canada

UMS Canada is located in Vancouver, BC, and provides administrative, geological, accounting and other advisory services to the Company and three other non-related companies on a cost recovery basis. In 2022, the Company acquired a 25% share interest in UMS Canada and accounts for this investment as an associate. UMS Canada is party to an office lease agreement with an initial term of ten years, for which certain rent expenses will be payable by the Company. As at September 30, 2025, UMS Canada had entered into a 3<sup>rd</sup> party sublease agreement, which reduces the Company's share of future lease payments to approximately \$0.1 million in total for the remaining 5.75-year term of the lease.

### Investment in Joint Venture - UMS Peru

UMS Peru is a company incorporated under Peruvian law, which in the past provided administrative and geological services to Magma and the Peruvian subsidiary of a non-related company. In 2022, the Company acquired a 50% ownership of UMS Peru and accounts for this investment as a joint venture. UMS Peru is currently in the process of being wound up.

During Q4 2023, UMS Peru stopped providing services to the Company and at the time, the Company recorded an impairment in relation to its investment in UMS Peru, which included net assets and a working capital deposit held by UMS Peru, which was not expected to be recovered. Since then, the Company has recorded an impairment reversal of \$49,539, of which \$35,973 was recorded for the year ended December 31, 2024 in relation to funds repaid to the Company in April 2025, and an additional \$13,566 has been recorded for the three and nine months ended September 30, 2025, in relation to funds to be received in Q4 2025 now that the windup of UMS Peru is substantially complete.

### Summarized financial information of UMS Canada and UMS Peru

The Company's share of net losses of UMS Canada and UMS Peru were as follows:

<b>For the three months ended September 30, 2025</b>	<b>UMS Canada</b>	<b>UMS Peru</b>
Cost recoveries	\$ (868,898)	\$ -
Geological services	417,240	-
Administrative services	447,160	-
Net income for the period	(4,498)	-
<b>Company's share of net income</b>	<b>\$ (1,124)</b>	<b>\$ -</b>

## Tier One Silver Inc.

Notes to the Condensed Consolidated Interim Financial Statements

Unaudited (Expressed in Canadian dollars)

Three and nine months ended September 30, 2025 and 2024

<b>For the nine months ended September 30, 2025</b>	<b>UMS Canada</b>	<b>UMS Peru</b>
Cost recoveries	\$ (2,119,410)	\$ -
Geological services	757,228	-
Administrative services	1,371,452	-
Net loss for the period	9,270	-
<b>Company's share of net loss</b>	<b>\$ 2,318</b>	<b>\$ -</b>

The carrying amounts of the Company's investments in UMS Canada and UMS Peru as at September 30, 2025, were as follows:

	<b>UMS Canada</b>	<b>UMS Peru</b>	<b>Total</b>
<b>Carrying amount as at December 31, 2023</b>	<b>\$ 121,991</b>	<b>\$ -</b>	<b>\$ 121,991</b>
Company's share of net loss for the year	(21,403)	-	(21,403)
<b>Carrying amount as at December 31, 2024</b>	<b>\$ 100,588</b>	<b>\$ -</b>	<b>\$ 100,588</b>
Company's share of net loss for the period	(2,318)	-	(2,318)
<b>Carrying amount as at September 30, 2025</b>	<b>\$ 98,270</b>	<b>\$ -</b>	<b>\$ 98,270</b>

The Company's equity interest in net assets and liabilities of UMS Canada and UMS Peru as at September 30, 2025, were as follows:

	<b>UMS Canada</b>	<b>UMS Peru</b>
Current assets	\$ 838,615	\$ 13,640
Non-current assets	1,859,194	30,278
Current liabilities	(1,195,580)	(43,918)
Non-current liabilities	(1,109,148)	-
Net assets - 100%	393,081	-
<b>Company's equity interest in net assets at September 30, 2025</b>	<b>\$ 98,270</b>	<b>\$ -</b>

### 6. Accounts payable and accrued liabilities

The Company records accounts payable and accrued liabilities that arise in the normal course of business, in relation to its exploration and evaluation, and other activities. More specifically, the Company makes accruals for annual concession and related penalty fees in the period to which they relate. Despite Peruvian rules allowing companies to defer payment of these fees, the Company does not have a practical ability to avoid such payments, as such avoidance would result in the loss of its mineral properties.

As at September 30, 2025, the Company has accrued a total provision of \$164,021 for concession validity and penalty fees which are due by June 30, 2026 (\$299,683 accrued as at December 31, 2024, payable by June 30, 2025, and June 30, 2026). On June 23, 2025, the Company paid \$175,352 (US\$128,529) related to Peruvian government 2023 penalties and 2024 concession fees. An accrual of \$21,600 (US\$15,833) was reversed as at June 30, 2025, in relation to the concessions that were relinquished.

### 7. Share capital

(a) Authorized

Unlimited common shares without par value.

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#### (b) Common share issuances

##### **Nine months ended September 30, 2025:**

On January 3, 2025, the Company closed a non-brokered private placement (the “January 2025 Placement”) by issuing 5,183,333 units at a price of \$0.075 per unit for gross proceeds of \$388,750, of which \$167,500 was received in December 2024, and was recorded on the statement of financial position within equity, net of costs of \$3,916, as shares to be issued as at December 31, 2024. Each unit consisted of a common share and a share purchase warrant which entitles the holder to purchase one common share of the Company at a price of \$0.15 at any time on or before January 3, 2028. Share issuance costs, including customary referral fees, amounted to \$24,304.

The Company applied the residual value approach to allocate the proceeds received from the unit offering to their respective components (shares and warrants). Using this approach, the Company attributed a residual value of \$nil to the warrants issued.

In relation to the January 2025 Placement the Company issued 171,000 non-transferable finders’ warrants, (“January Finders’ Warrants”) to the agents with a fair value of \$5,659, and these were treated as a cost of share issuance. Each January Finders’ Warrant entitles the holder thereof to acquire one common share of the Company at an exercise price of \$0.15 until January 3, 2028. The Company used the Black-Scholes option valuation model to determine the fair value of the January Finders’ Warrants, applying an expected share price volatility of 91.88% and a risk-free interest rate of 2.87%.

On June 11, 2025, the Company filed a listed issuer financing exemption (“LIFE”) offering document to enable it to offer, on a private placement basis, securities to raise minimum proceeds of \$4.1 million through the issuance of a minimum 45,555,556 equity units of the Company at a price of \$0.09 per unit (the “LIFE Offering”). As at June 30, 2025, the Company had received \$119,008 of proceeds which were recorded on the statement of financial position as a liability as closing on these funds was subject to reaching the minimum offering amount. During the three months ended September 30, 2025, the Company terminated the LIFE Offering and therefore all advanced proceeds were returned to subscribers.

On each of September 11, and 16, 2025, the Company closed a tranche of a non-brokered private placement (the “September 2025 Placement”), issuing an aggregate of 81,250,000 units at a price of \$0.08 per unit for gross proceeds of \$6,500,000. Each unit consisted of one common share and one share purchase warrant, exercisable at \$0.11 for up to 36 months after the date of issuance.

The Company applied the residual value approach to allocate the proceeds received from the unit offering to their respective components (shares and warrants). Using this approach, the Company attributed a residual value of \$nil to the warrants issued.

In connection with the September 2025 Placement, the Company incurred cash share issue costs of \$421,171, including finders’ fees of \$231,134, and issued 2,889,180 non-transferable finders’ warrants, which were treated as a cost of share issuance, with each finder’s warrant exercisable on the same terms as the unit warrants. In addition, the Company paid a corporate finance fee (the “Corporate Finance Fee”) to a registrant who acted as financial advisor in relation to the September 2025 Placement which was also recorded as a share issuance cost. The Corporate Finance Fee consisted of \$240,000, of which \$140,000 was paid in cash and \$100,000 was settled by the issuance of 1,250,000 units, as well as 1,750,000 warrants. Both the units and warrants had the same terms noted above.

The Company used the Black-Scholes option valuation model to determine the fair value of the finders warrants and the Corporate Finance Fee warrants (together the “Compensation Warrants”), applying a weighted average expected volatility of 94.11% and a risk-free interest rate of 2.49% and attributed \$349,209 to the Compensation Warrants, which is recorded within equity reserves. Using the residual value approach,

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the \$100,000 value associated with the Corporate Finance Fee units, was allocated entirely to the share component and \$nil residual value was allocated to the warrants.

During the nine months ended September 30, 2025, there were no share purchase options exercised.

### **Nine months ended September 30, 2024:**

On April 30, 2024, the Company closed a non-brokered private placement for total gross proceeds of \$1,484,504 in which 10,603,600 units were issued at a price of \$0.14 per unit (the "April 2024 Private Placement"). Each unit consisted of one common share of the Company and one common share purchase warrant, exercisable at a price of \$0.25 for a term of one year. Share issuances costs, including customary referral fees, amounted to \$93,870.

The Company applied the residual value approach to allocate the proceeds received from the unit offering to their respective components (shares and warrants). Using this approach, the Company attributed a residual value of \$186,534 to the warrants issued, which is recorded within equity reserves.

In relation to the April 2024 Private Placement, the Company issued 321,691 finders' warrants, which were treated as a cost of share issuance, with each finder's warrant exercisable on the same terms as the unit warrants. The Company used the Black-Scholes option valuation model to determine the fair value of the finders' warrants, applying an expected volatility of 97.03% and a risk-free interest rate of 4.28% and attributed \$7,630 to the finders' warrants, which is recorded within equity reserves.

During the nine months ended September 30, 2024, 500,000 common shares were issued pursuant to share purchase options being exercised with an exercise price of \$0.10 per share for gross proceeds of \$50,000. As a consequence, \$15,970 attributed to these share options was transferred from equity reserves to share capital.

## **8. Equity reserves**

### **(a) Equity incentive awards**

On June 11, 2024, the Company's Board of Directors approved the adoption of a Long-Term Incentive Plan ("LTI Plan") which was subsequently approved by shareholders of the Company at the August 7, 2024, Annual General Meeting. The LTI Plan replaces the Company's previous rolling share option plan and provides for the awarding of share options, performance share units, restricted share units and deferred share units (collectively "equity awards"). The number of shares reserved for issuance under the LTI Plan, together with all other security-based compensation arrangements of the Company, is limited to 10% of the issued and outstanding common shares at the time of grant and sets a maximum term of five years for all awards. Vesting terms of all equity awards are determined at the discretion of the Board. The Company may grant equity awards from time to time to its directors, officers, employees, and other service providers. Only share options have been granted to date.

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The following is a continuity of the number of share options issued and outstanding as at September 30, 2025:

	Number of share options	Weighted average exercise price
<b>Outstanding, December 31, 2023</b>	10,343,750	\$ 0.78
Granted	1,300,000	0.15
Exercised	(500,000)	0.10
Expired	(1,183,750)	0.96
Forfeited	(65,000)	0.30
<b>Outstanding, December 31, 2024</b>	<b>9,895,000</b>	<b>\$ 0.71</b>
Expired	(75,000)	1.44
<b>Outstanding, September 30, 2025</b>	<b>9,820,000</b>	<b>\$ 0.71</b>

As at September 30, 2025, the number of share options outstanding and exercisable was:

Expiry date	Outstanding			Exercisable		
	Number of options	Exercise price	Remaining contractual life (years)	Number of options	Exercise price	Remaining contractual life (years)
April 8, 2026	5,580,000	\$ 1.00	0.52	5,580,000	\$ 1.00	0.52
April 29, 2026	200,000	1.00	0.58	200,000	1.00	0.58
June 22, 2026	50,000	1.44	0.73	50,000	1.44	0.73
September 15, 2028	2,895,000	0.30	2.96	2,895,000	0.30	2.96
December 28, 2028	295,000	0.30	3.25	295,000	0.30	3.25
January 23, 2029	500,000	0.10	3.32	500,000	0.10	3.32
July 2, 2029	300,000	0.30	3.76	225,000	0.30	3.76
	<b>9,820,000</b>	<b>\$ 0.71</b>	<b>1.57</b>	<b>9,745,000</b>	<b>\$ 0.71</b>	<b>1.55</b>

The Company uses the Black-Scholes option valuation model to determine the fair value for all share-based payments to directors, officers, employees, and other service providers. During the three and nine months ended September 30, 2025, the Company did not grant share options (300,000 and 1,300,000 share options were granted to marketing service providers for the three and nine months ended September 30, 2024, respectively). The weighted average fair value per option of the share options granted during the nine months ended September 30, 2024, was calculated as \$0.05 using the Black-Scholes option valuation model at the grant date with the following weighted average assumptions:

	Nine months ended September 30, 2024
Risk-free interest rate	3.95%
Expected dividend yield	Nil
Share price volatility	89.04%
Expected forfeiture rate	1.58%
Expected life in years	1.92

On October 24, 2025, the Company granted 4,813,000 share options to directors, officers, employees, and other service providers.

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During the three and nine months ended September 30, 2025, and 2024, the Company recognized share-based payments expense net of forfeiture recovery as follows:

	Three months ended September 30,		Nine months ended September 30,	
	2025	2024	2025	2024
Exploration and evaluation	\$ -	\$ 3,021	\$ 762	\$ 14,252
Fees, salaries, and other employee benefits	-	15,760	3,793	76,737
Marketing and investor relations	1,304	21,225	7,381	44,656
Project investigation	-	1,872	660	9,174
	\$ 1,304	\$ 41,878	\$ 12,596	\$ 144,819

### (b) Share purchase warrants

The continuity of the share purchase warrants issued and outstanding is as follows:

	Number of warrants	Weighted average exercise price
Outstanding, December 31, 2023	34,626,106	\$ 0.48
Issued	10,925,291	0.25
<b>Outstanding, December 31, 2024</b>	<b>45,551,397</b>	<b>\$ 0.42</b>
Issued	92,493,513	0.11
Expired	(35,502,157)	0.47
<b>Outstanding, September 30, 2025</b>	<b>102,542,753</b>	<b>\$ 0.13</b>

A summary of the Company's warrants issued and outstanding as at September 30, 2025, is as follows:

Expiry date	Warrants outstanding	Exercise price
December 8, 2025	5,092,240	0.25
December 15, 2025	4,957,000	0.25
January 3, 2028	5,354,333	0.15
September 11, 2028	44,052,660	0.11
September 16, 2028	43,086,520	0.11
	<b>102,542,753</b>	<b>\$ 0.13</b>

## 9. Related party transactions

Related party transactions are those with entities over which the Company has control or significant influence, and with key management personnel, being those having the authority and responsibility for planning, directing, and controlling the Company. A summary of the Company's related party transactions for the period ended September 30, 2025, and 2024, is as follows:



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#### (a) UMS Canada and UMS Peru

All transactions have occurred in the normal course of operations. All amounts are unsecured, non-interest bearing and have no specific terms of settlement, unless otherwise noted.

	Three months ended September 30,		Nine months ended September 30,	
	2025	2024	2025	2024
Exploration and evaluation cost (recovery)	\$ 17,749	\$ 35,529	\$ (25,990)	\$ 37,239
General and administration	140,419	128,255	308,100	354,464
Project investigation	7,364	187	17,134	1,434
<b>Total transactions for the period</b>	<b>\$ 165,532</b>	<b>\$ 163,971</b>	<b>\$ 299,244</b>	<b>\$ 393,137</b>

As at September 30, 2025, \$94,505 (December 31, 2024 - \$157,109) was included in accounts payable and accrued liabilities and \$46,030 (December 31, 2024 - \$65,237) in prepaid expenses, deposits and other relating to transactions with UMS Canada. Including the initial deposit of \$150,000 advanced to UMS Canada for working capital purposes, the Company had a net deposit of \$101,525 with UMS Canada as at September 30, 2025.

At the time UMS Peru stopped operating in Q4 2023, the Company had a working capital deposit with UMS Peru in the amount of \$65,707 (US\$47,200). The full amount had been written down to \$nil as at December 31, 2023, as it was not expected to be recovered; however, in April 2025, \$35,940 (US\$25,000) was repaid to the Company. As at September 30, 2025, the windup of UMS Peru is substantially complete and the Company expects to recover an additional amount of \$13,652 (US\$9,807) in Q4 2025, and as such, this deposit amount has been reinstated and included within prepaids expenses, deposits and other as at September 30, 2025.

#### (b) Key management transactions

In addition to the transactions disclosed above, the Company provided or accrued the following compensation to key management members, being its three executives, of which one is a Board director, and five (six until August 7, 2024) non-executive independent directors:

	Three months ended September 30,		Nine months ended September 30,	
	2025	2024	2025	2024
Executive salaries and benefits	\$ 139,602	\$ 144,719	\$ 427,422	\$ 448,449
Non-executive, independent director fees	39,824	42,034	120,314	137,438
Share-based payments	-	16,200	3,588	79,077
<b>Total transaction for the period</b>	<b>\$ 179,426</b>	<b>\$ 202,953</b>	<b>\$ 551,324</b>	<b>\$ 664,964</b>

The Company's Chief Financial Officer provides services, on a less than full-time basis, under a secondment employment arrangement between the Company and UMS Canada. As at September 30, 2025, the Company had an accounts payable balance with all key management personnel of \$2,411 (\$242,752 as at December 31, 2024).

The Company grants options to certain UMS employees, including key management personnel of the Company. The Company recognized share-based payments of \$nil and \$1,311 for the three and nine months ended September 30, 2025, respectively, in respect of share options granted to UMS employees (\$5,616 and \$26,294 for the three and nine months ended September 30, 2024).

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On June 20, 2025, a Board director of the Company loaned \$175,000 to the Company under an unsecured promissory note arrangement at an annualized interest rate of 12%. The funds were repaid by the Company on September 12, 2025, upon closing of the first tranche of the September 2025 Placement, together with accrued interest of \$4,775.

On October 24, 2025, 3,553,000 share options were granted to directors and officers of the Company.

#### 10. Supplemental cash flow information

	Three months ended September 30,		Nine months ended September 30,	
	2025	2024	2025	2024
Changes arising from financing activities:				
Private placement share issuance	\$ 3,843	\$ -	\$ 10,120	\$ -
costs in accounts payable				
Shares issued on closing of private placement, net of costs	\$ -	\$ -	\$ (163,584)	\$ -
Other cash flow disclosures				
Income taxes paid	\$ -	\$ -	\$ -	\$ -
Interest paid	\$ 4,775	\$ -	\$ 4,775	\$ -

#### 11. Financial instruments

The Company's financial instruments consist of cash, amounts receivable, deposits, and accounts payable and accrued liabilities which are classified as and measured at amortized cost. The fair values of the current financial instruments approximate their carrying values due to their short-term nature.

The following summarizes the fair value hierarchy under which the Company's financial instruments are valued:

**Level 1** – fair values based on unadjusted quoted prices in active markets for identical assets or liabilities.

**Level 2** – fair values based on inputs that are observable for the asset or liability, either directly or indirectly; and

**Level 3** – fair values based on inputs for the asset or liability that are not based on observable market data.

As at September 30, 2025, and December 31, 2024, there were no financial instruments measured at fair value.

The Company's financial instruments are exposed to liquidity risk, credit risk and market risk, which includes currency risk. As at September 30, 2025, the primary risks were as follows:

##### (a) Liquidity risk

Liquidity risk is the risk that the Company will encounter difficulty in meeting obligations associated with its financial liabilities. As the Company's operations do not generate cash, financial liabilities are discharged using funding through the issuance of common shares or debt as required. As at September 30, 2025, the Company had sufficient cash on hand to discharge its financial liabilities as they become due but will require additional funding to continue operations for the next twelve months and execute on its planned exploration and other activities.

As at September 30, 2025, the Company had current liabilities, due to be paid within twelve months, consisting of accounts payable and accrued liabilities totaling \$557,697 which include 2025 Curibaya government

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concession fees and 2024 penalty fees, due by June 30, 2026, totaling \$164,021. Penalties are legislated fees payable to the government, in the event that the Company does not expend the government mandated minimum investment amount on exploration properties. In the case that adequate amounts are expended on the exploration properties and the minimum investment is met, penalty fees are eliminated. In 2024, the Company did not meet the minimum investment expenditures in three of its concessions and therefore, penalties have been accrued in relation to those concessions in that year. The Company has a non-current reclamation and closure provision of \$397,838.

### (b) Credit risk

Credit risk is the risk of financial loss to the Company if a counterparty fails to meet an obligation under contract. Credit risk exposure arises with respect to the Company's cash, amounts receivable and deposit. The risk exposure is limited because the Company's cash is held with highly rated financial institutions in interest-bearing accounts, the amounts receivable consist of sales taxes receivable from the Government of Canada, and the deposit is held by related parties UMS Canada and UMS Peru.

### (c) Currency risk

Currency risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rates. The Canadian parent company is exposed to U.S. dollar ("US\$") foreign currency risk with the Canadian dollar ("C\$") functional currency, and the Peruvian subsidiary is exposed to Peruvian soles ("PEN") foreign currency risk with the US\$ functional currency. As at September 30, 2025, the Company's foreign currency exposure related to its financial assets and liabilities held in US\$ and PEN is as follows:

	September 30, 2025	December 31, 2024
<b>PEN expressed in C\$</b>		
Period end exchange rate C\$ per PEN	0.4012	0.3823
Financial assets	\$ 20,501	\$ 23,847
Financial liabilities	(236,915)	(316,005)
<b>Net exposure</b>	<b>\$ (216,414)</b>	<b>\$ (292,158)</b>
<b>US\$ expressed in C\$</b>		
Period end exchange rate C\$ per US\$	1.3921	1.4389
Financial assets	\$ 113	\$ 3,812
Financial liabilities	(23,723)	(11,342)
<b>Net exposure</b>	<b>\$ (23,610)</b>	<b>\$ (7,530)</b>

A 10% increase or decrease in either the US dollar or Peruvian sol exchange rate would not have a material impact on the Company's net loss.

## 12. Segmented information

The Company operates in one reportable segment, being the exploration and evaluation of unproven exploration and evaluation assets. The Company's non-current assets primarily consist of its mineral property interests which are located in Peru, and the balance relates to its equity investment located in Canada. The Company, as a consequence of being in the exploration and evaluation stage has no reportable segment revenues or operating results.

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### **13. Management of capital**

The Company considers capital to include items within shareholders' equity. The Company's objective when managing capital is to safeguard the Company's ability to continue as a going concern such that it can provide returns for shareholders and benefits for other stakeholders. The management of the capital structure is based on the funds available to the Company in order to support the acquisition, exploration and evaluation of mineral properties and to maintain the Company in good standing with the various regulatory authorities. In order to maintain or adjust its capital structure, the Company may issue new shares, sell assets to settle liabilities or issue debt instruments. The Company monitors its capital structure and makes adjustments in light of changes in economic conditions and the risk characteristics of the underlying assets.

The mineral resource property in which the Company currently has an interest is in the exploration stage and is not positive cash-flow generating; as such, the Company has historically relied on the equity markets to fund its activities. Management reviews its capital management approach on an ongoing basis and believes that this approach, given the relative size of the Company, is reasonable. The Company is not subject to any capital restrictions and the Company's approach to capital management has not changed from the prior year.