

# Unaudited Condensed Interim Financial Statements

For the three and six months ended June 30, 2025 and 2024

# Condensed Interim Statements of Financial Position

(Expressed in United States dollars)

Unaudited

	Note	June 30, 2025 \$	December 31, 2024 \$
<b>ASSET</b>			
<b>Current</b>			
Cash and cash equivalents		1,071,846	1,430,897
Trade and other receivables		1,087,107	369,066
Prepaid and other assets		85,350	26,795
Greenstone gold interest	4	8,358,990	7,627,747
		<b>10,603,293</b>	<b>9,454,505</b>
<b>Non-current</b>			
Investments		496,033	729,981
Deferred financing costs	7	711,605	-
Greenstone gold interest	4	58,422,188	54,658,056
Royalty, stream and other interests	5, 6	199,596,847	165,406,003
<b>Total assets</b>		<b>269,829,966</b>	<b>230,248,545</b>
<b>LIABILITIES</b>			
<b>Current</b>			
Trade and other payables	14	151,094	1,232,088
Convertible debt	8	-	12,333,503
Convertible debt derivative liability	8	-	3,284,715
		<b>151,094</b>	<b>16,850,306</b>
<b>Non-current</b>			
Revolving credit facility	7	53,000,000	608,442
Deferred income tax liabilities	10	2,646,945	1,461,965
<b>Total liabilities</b>		<b>55,798,039</b>	<b>18,920,713</b>
<b>SHAREHOLDERS' EQUITY</b>			
Share capital	9	217,334,892	215,758,347
Share-based compensation reserve	9	4,210,345	4,764,630
Deficit		(6,011,946)	(7,966,644)
Accumulated other comprehensive loss		(1,501,364)	(1,228,501)
<b>Total shareholders' equity</b>		<b>214,031,927</b>	<b>211,327,832</b>
<b>Total liabilities and shareholders' equity</b>		<b>269,829,966</b>	<b>230,248,545</b>

Nature of operations (note 1)

Approved by the Board of Directors on August 27, 2025

"Marcel de Groot"

"Elizabeth McGregor"

THE ACCOMPANYING NOTES FORM AN INTEGRAL PART OF THESE CONDENSED INTERIM FINANCIAL STATEMENTS.

# Condensed Interim Statements of Income and Comprehensive (Loss) Income

(Expressed in United States dollars)

Unaudited

	Note	3 months ended Jun. 30, 2025 \$	3 months ended Jun. 30, 2024 \$	6 months ended Jun. 30, 2025 \$	6 months ended Jun. 30, 2024 \$
Sales	4, 12	3,915,372	2,463,125	6,910,497	4,628,925
Royalty revenue	12	910,265	437,536	1,368,663	968,751
<b>Total revenue</b>		<b>4,825,637</b>	<b>2,900,661</b>	<b>8,279,160</b>	<b>5,597,676</b>
Cost of Sales	4, 12	(3,490,318)	(2,460,325)	(6,485,041)	(4,630,868)
Depletion	6, 12	(660,990)	(187,457)	(899,146)	(446,179)
<b>Gross profit</b>		<b>674,329</b>	<b>252,879</b>	<b>894,973</b>	<b>520,629</b>
<b>OPERATING EXPENSES</b>					
Business development expenses		(68,066)	(6,341)	(87,253)	(22,810)
Change in fair value of Greenstone gold interest	4, 12	5,432,758	3,951,048	9,643,973	6,336,383
General and administrative expenses		(152,385)	(108,917)	(234,567)	(182,723)
Professional fees		(196,451)	(115,928)	(316,525)	(219,056)
Salaries and benefits		(320,716)	(288,793)	(1,419,404)	(600,867)
Share-based compensation	9	(603,847)	(394,152)	(642,557)	(1,642,506)
<b>Operating income</b>		<b>4,765,622</b>	<b>3,289,796</b>	<b>7,838,640</b>	<b>4,189,050</b>
<b>OTHER INCOME AND EXPENSE</b>					
Change in fair value of convertible debt derivative liability	8, 12	3,172,800	(677,455)	3,284,715	(292,261)
Finance and interest expense	7, 8, 12	(6,592,138)	(995,341)	(7,220,082)	(2,107,693)
Foreign exchange (loss) gain		(527,157)	112,548	(536,058)	221,825
Interest income		12,871	14,754	24,314	95,082
<b>Net income before income taxes</b>		<b>831,998</b>	<b>1,744,302</b>	<b>3,391,529</b>	<b>2,106,003</b>
Income tax expense	10, 12	(661,511)	(620,932)	(1,436,831)	(1,156,127)
<b>Net income</b>		<b>170,487</b>	<b>1,123,370</b>	<b>1,954,698</b>	<b>949,876</b>
<b>NET INCOME (LOSS) PER SHARE</b>					
Basic income per share	9	0.00	0.00	0.00	0.00
Diluted income per share	9	0.00	0.00	0.00	0.00
Weighted average number of common shares outstanding					
Basic		465,702,586	326,255,140	464,780,309	305,530,489
Diluted		474,268,713	340,705,550	473,079,798	319,910,629
<b>OTHER COMPREHENSIVE (LOSS) INCOME FOR THE PERIOD</b>					
Items that will not subsequently be reclassified to net income					
(Loss) income on investments		(325,120)	(342,278)	(272,863)	368,256
<b>Total comprehensive (loss) income for the period</b>		<b>(154,633)</b>	<b>781,092</b>	<b>1,681,835</b>	<b>1,318,132</b>

THE ACCOMPANYING NOTES FORM AN INTEGRAL PART OF THESE CONDENSED INTERIM FINANCIAL STATEMENTS.

# Condensed Interim Statements of Changes in Equity

(Expressed in United States dollars)

Unaudited

	Note	Share capital (Number of shares)	Share capital \$	Share-based compensation reserve \$	Deficit \$	Accumulated other comprehensive income (loss) \$	Total \$
<b>Balance — December 31, 2023</b>		<b>286,454,950</b>	<b>118,286,517</b>	<b>2,425,581</b>	<b>(5,519,494)</b>	<b>(1,422,032)</b>	<b>113,770,572</b>
Shares issued upon conversion of Sandstorm Convertible Note		24,179,193	7,629,314	-	-	-	7,629,314
Shares issued pursuant to asset acquisitions	6	122,049,971	71,609,811	-	-	-	71,609,811
Shares issued as interest payment	8	316,544	163,650	-	-	-	163,650
Share-based compensation	9	-	-	1,642,506	-	-	1,642,506
Total comprehensive income		-	-	-	949,876	368,256	1,318,132
<b>Balance — June 30, 2024</b>		<b>433,000,658</b>	<b>197,689,292</b>	<b>4,068,087</b>	<b>(4,569,618)</b>	<b>(1,053,776)</b>	<b>196,133,985</b>
Shares issued pursuant to asset acquisitions	6	17,469,844	10,250,000	-	-	-	10,250,000
Shares issued as interest payment	8	565,303	324,372	-	-	-	324,372
Shares issued for private placement		12,782,812	7,494,683	-	-	-	7,494,683
Share-based compensation	9	-	-	696,543	-	-	696,543
Total comprehensive loss		-	-	-	(3,397,026)	(174,725)	(3,571,751)
<b>Balance — December 31, 2024</b>		<b>463,818,617</b>	<b>215,758,347</b>	<b>4,764,630</b>	<b>(7,966,644)</b>	<b>(1,228,501)</b>	<b>211,327,832</b>
Shares issued as interest payment	8	278,076	154,626	-	-	-	154,626
Exercise of RSUs	9	2,740,000	1,421,919	(1,421,919)	-	-	-
Share-based compensation	9	-	-	867,634	-	-	867,634
Total comprehensive income (loss)		-	-	-	1,954,698	(272,863)	1,681,835
<b>Balance — June 30, 2025</b>		<b>466,836,693</b>	<b>217,334,892</b>	<b>4,210,345</b>	<b>(6,011,946)</b>	<b>(1,501,364)</b>	<b>214,031,927</b>

THE ACCOMPANYING NOTES FORM AN INTEGRAL PART OF THESE CONDENSED INTERIM FINANCIAL STATEMENTS.

## Condensed Interim Statements of Cash Flows

(Expressed in United States dollars)

Unaudited

Cash flows provided by (used in)	Note	3 months ended Jun. 30, 2025 \$	3 months ended Jun. 30, 2024 \$	6 months ended Jun. 30, 2025 \$	6 months ended Jun. 30, 2024 \$
<b>OPERATING ACTIVITIES</b>					
Net income for the period		170,487	1,123,370	1,954,698	949,876
Items not affecting cash:					
Non-cash cost of sales related to prepaid gold interest	4	2,752,820	1,968,260	5,148,598	3,704,694
Depletion	6, 12	660,990	187,457	899,146	446,179
Share-based compensation	9	603,847	394,152	642,557	1,642,506
Change in fair value of prepaid gold interest	4, 12	(5,432,758)	(3,951,048)	(9,643,973)	(6,336,383)
Change in fair value of convertible debt derivative liability	8, 12	(3,172,800)	677,455	(3,284,715)	292,261
Unrealized foreign exchange gain (loss)		4,072	(112,620)	3,908	(226,183)
Foreign exchange on convertible debt repaid	8	518,089	-	518,089	-
Finance and interest expense (net of interest income)	7, 8, 12	6,579,267	980,587	7,195,768	2,012,611
Income tax expense	10	661,511	620,932	1,436,831	1,156,127
Income taxes paid	10	(137,252)	(109,384)	(251,851)	(242,188)
Changes in non-cash working capital	13	(898,385)	69,448	(1,657,550)	15,289
		<b>2,309,888</b>	<b>1,848,609</b>	<b>2,961,506</b>	<b>3,414,789</b>
<b>INVESTING ACTIVITIES</b>					
Acquisition of Kolpa stream interest	5	(35,089,990)	(75,975)	(35,089,990)	(75,975)
Sale of investment		-	-	-	1,032,070
		<b>(35,089,990)</b>	<b>(75,975)</b>	<b>(35,089,990)</b>	<b>956,095</b>
<b>FINANCING ACTIVITIES</b>					
Proceeds from revolving credit facility		55,000,000	-	55,000,000	-
Repayment of revolving credit facility	7	(2,000,000)	(1,000,000)	(3,000,000)	(8,500,000)
Repayment of convertible debt	8	(16,390,265)	-	(16,390,265)	-
Financing costs and interest paid	7, 8	(3,588,233)	(729,536)	(3,798,114)	(1,371,508)
		<b>33,021,502</b>	<b>(1,729,536)</b>	<b>31,811,621</b>	<b>(9,871,508)</b>
Impact of foreign exchange on cash		(38,731)	(5,742)	(42,188)	(127,398)
<b>Increase (decrease) in cash for the period</b>		<b>202,669</b>	<b>37,356</b>	<b>(359,051)</b>	<b>(5,628,022)</b>
Cash — beginning of period		869,177	1,054,839	1,430,897	6,720,217
<b>Cash — end of period</b>		<b>1,071,846</b>	<b>1,092,195</b>	<b>1,071,846</b>	<b>1,092,195</b>

Supplemental cash flow information (note 13)

THE ACCOMPANYING NOTES FORM AN INTEGRAL PART OF THESE CONDENSED INTERIM FINANCIAL STATEMENTS.

# Notes to the Condensed Interim Financial Statements

For the three and six months ended June 30, 2025 and 2024

Expressed in United States dollars unless otherwise stated

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## 1. Nature of Operations

Versamet Royalties Corporation (“Versamet” or “the Company”) was incorporated under the British Columbia Business Corporations Act on January 24, 2011. Versamet is the parent entity with no subsidiaries. The Company’s common shares began trading on the TSX Venture Exchange (“TSXV”) on May 20, 2025, under the symbol “VMET”.

Versamet is a diversified metals royalty and streaming company with exposure to a range of resource royalties and streams including gold, silver, copper, zinc, graphite and uranium, across a variety of jurisdictions. Typically, in return for making an upfront payment to acquire a royalty or stream on a mining operation or project, Versamet receives a portion of the revenue generated from the mine on an ongoing basis, usually over the life of the mine or receives metal deliveries over a pre-determined period or up to a pre-determined quantity.

The head office, principal address and registered office of Versamet is located at Suite 3200, 733 Seymour St, Vancouver, British Columbia, V6B 0S6.

These financial statements were approved and authorized for issue by the Board of Directors of the Company on August 27, 2025.

## 2. Basis of Presentation and Material Accounting Policy Information

### Statement of Compliance

These condensed interim financial statements have been prepared in accordance with International Accounting Standard (“IAS”) 34, “Interim Financial Reporting”, using accounting policies consistent with IFRS Accounting Standards (“IFRS Accounting Standards” or “IFRS”) as issued by the International Accounting Standards Board (“IASB”) and interpretations issued by the International Financial Reporting Interpretations Committee, and should be read in conjunction with the Company’s audited annual financial statements for the year ended December 31, 2024.

The accounting policies followed in these condensed interim financial statements are the same as those applied in the Company’s most recent audited annual financial statements for the year ended December 31, 2024.

### Basis of Presentation

These condensed interim financial statements have been prepared on a historical cost basis except for certain financial instruments, which are measured at fair value. These condensed interim financial statements are presented in United States dollars, unless otherwise noted.

## Changes in Accounting Standards

### NEW STANDARDS ISSUED AND NOT YET EFFECTIVE

The International Accounting Standards Board has issued classification and measurement and disclosure amendments to IFRS 9 and IFRS 7 with an effective date for years beginning on or after January 1, 2026 with earlier application permitted. The amendments clarify the date of recognition and derecognition of some financial assets and liabilities and introduce a new exception for some financial liabilities settled through an electronic payment system. Other changes include a clarification of the requirements when assessing whether a financial asset meets the solely payments of principal and interest criteria and new disclosures for certain instruments with contractual terms that can change cash flows (including instruments where cash flows changes are linked to environment, social or governance targets). The Company intends to adopt these amendments for the year beginning January 1, 2026.

IFRS 18, Presentation and Disclosure in Financial Statements (IFRS 18) is a new standard that will provide new presentation and disclosure requirements and replace International Accounting Standard 1, Presentation of Financial Statements (IAS 1). IFRS 18 introduces changes to the structure of the income statement; provides required disclosures in financial statements for certain profit or loss performance measures that are reported outside an entity's financial statements; and provides enhanced principles on aggregation and disaggregation in financial statements. Many other existing principles in IAS 1 have been maintained. IFRS 18 is effective for years beginning on or after January 1, 2027, with earlier application permitted. The Company intends to adopt these amendments for the year beginning January 1, 2027.

The Company has not yet commenced the evaluation of the impact of these new standards/amendments.

## 3. Significant Accounting Estimates and Judgments

The preparation of these condensed interim financial statements in conformity with IFRS required management to make estimates and assumptions that affect amounts reported in the condensed interim financial statements and accompanying notes. Management believes the estimates and assumptions used in these condensed interim financial statements are reasonable; however, actual results could differ from those estimates and could impact future results of operations and cash flows.

Significant judgments made by management in applying the Company's accounting policies and the key sources of estimation uncertainty are the same as those that applied to the annual financial statements as at and for the year ended December 31, 2024 (which are available as part of the Company's final long form prospectus dated May 12, 2025, available on SEDAR+ at [www.sedarplus.ca](http://www.sedarplus.ca)).

## 4. Prepaid Gold Interest

### Greenstone Gold Purchase Agreement

On October 31, 2023, Versamet paid \$52.5 million to enter into a gold purchase agreement ("GPA") with Equinox Gold Corp. ("Equinox") in exchange for monthly deliveries of gold equal to the greater of (a) 350 gold ounces, and (b) gold ounces equal to 1.26% of the monthly gold production from the Greenstone project in Ontario, Canada, ("Greenstone") at a purchase price per ounce of gold equal to 20% of the then prevailing market price. Monthly gold delivery obligations commenced upon closing of the GPA and will continue until a total of 63,000 ounces of gold have been delivered to Versamet. While gold deliveries will be calculated based on Greenstone production, gold deliveries can be sourced from production from any of Equinox's operating

mines. Under the GPA, Equinox retains the option to buy-down deliveries related to 75% of the original delivery obligation at the then current spot gold price, subject to a minimum gold price per ounce of \$2,000.

**Details of the changes in the carrying value of the Greenstone gold interest are as follows:**

	\$
<b>Balance — December 31, 2023</b>	<b>56,217,637</b>
Gold deliveries (recognized in cost of sales)	(7,991,550)
Change in fair value	14,059,716
<b>Balance — December 31, 2024</b>	<b>62,285,803</b>
Gold deliveries (recognized in cost of sales)	(5,148,598)
Change in fair value	9,643,973
<b>Balance — June 30, 2025</b>	<b>66,781,178</b>
Less: Current portion, June 30, 2025	(8,358,990)
<b>Non-current portion, June 30, 2025</b>	<b>58,422,188</b>

During the three and six months ended June 30, 2025, the Company received 1,050 oz and 2,100 oz of gold, respectively, under the GPA, which was initially recognized in inventory. The Company sold the gold for gross proceeds of \$3.4 million and \$6.4 million in the three and six months ended June 30, 2025, respectively; upon the sale, the inventory was recognized in cost of sales. The difference between the fair value of the gold delivered and the payment to Equinox for the gold delivered (at a cost per oz of gold equal to 20% of the prevailing market price) was recorded as a partial settlement of the Greenstone gold interest and included in cost of sales; accordingly, the amount recorded in cost of sales was \$2.8 million and \$5.1 million for the three and six months ended June 30, 2025, respectively. During the six months ended June 30, 2025, the Company recognized a change in the fair value of the Greenstone gold interest of \$9.6 million primarily driven by an increase in consensus gold prices.

Changes in each of the following key assumptions and estimates would have the following impact on the value of the GPA as at June 30, 2025 (with an associated movement in the Statement of Income and Comprehensive (Loss) Income):

Key assumption	Sensitivity applied to key assumption	Impact on GPA asset value at June 30, 2025
Gold price	-/+ 10%	+/- \$6.7 million
Discount rate	-/+ 1%	+ \$3.4 million / - \$3.2 million

## 5. Stream Acquisition

### Kolpa Copper Stream

In April 2025, the Company entered into an agreement to acquire the right to purchase refined copper equal to the greater of 95.8% of the copper produced and 0.03 pounds of copper per pound of produced lead from Endeavour Silver Corp.'s operating Huachocolpa Uno mine in Peru ("Kolpa") until 6,000 tonnes of refined copper have been delivered, after which Versamet will be entitled to purchase 71.85% of the produced copper. Once 10,500 tonnes of refined copper have been delivered, Versamet will have the right to purchase 47.9% of the life of mine copper produced (the "Copper Stream"). Versamet will make ongoing cash payments equal to 10% of the spot price of copper for each tonne of refined copper delivered. As consideration for the Copper Stream, Versamet made an upfront cash payment of \$35.0 million. In addition, \$0.1 million of costs associated



with the acquisition of the Copper Stream were added to the carrying value of the asset held within Royalty, Stream and Other interests.

## 6. Royalty, Stream and Other Interests

The carrying amount of the Company's royalty, stream and other interests are as follows:

Asset, Location	Details %	Product	Cost \$	Impairment \$	Opening Depletion \$	Depletion \$	Closing Depletion \$	Carrying Amount \$
ACCUMULATED DEPRECIATION								
<b>June 30, 2025</b>								
Kiaka, Burkina Faso	2.7 <sup>1</sup>	Au	58,730,390	-	-	-	-	58,730,390
Kolpa, Peru	95.8 <sup>2</sup>	Cu	35,089,990	-	-	297,238	297,238	34,792,752
El Pilar, Mexico	1.0 <sup>3</sup>	Cu	17,489,892	-	-	-	-	17,489,892
Mercedes, Mexico	2.0	Au, Ag	16,822,000	8,350,000	2,240,506	485,741	2,726,247	5,745,753
Vittangi, Sweden	1.0	Graphite	15,000,000	-	-	-	-	15,000,000
Hackett River, Nunavut	2.0	Ag, Cu, Zn, Pb, Au	14,716,000	-	-	-	-	14,716,000
Toega, Burkina Faso	2.7 <sup>4</sup>	Au	11,204,338	-	-	-	-	11,204,338
Mocoa, Colombia	2.0	Cu, Mo	10,000,000	-	-	-	-	10,000,000
Blackwater, Canada	0.21	Au	7,537,623	-	-	116,167	116,167	7,421,456
Prairie Creek, Canada	1.2	Ag, Zn, Pb	7,514,000	-	-	-	-	7,514,000
Mason, Nevada	0.4	Cu, Au, Mo, Ag	4,876,000	-	-	-	-	4,876,000
Converse, Nevada	1.0	Au, Ag	4,391,000	-	-	-	-	4,391,000
Pilar, Brazil	1.0	Au	5,609,000	2,046,222	212,778	-	212,778	3,350,000
Cuiú Cuiú, Brazil	1.5	Au	2,070,000	-	-	-	-	2,070,000
Primavera, Nicaragua	1.5	Au, Cu	1,391,058	-	-	-	-	1,391,058
Other	Various	Various	904,208	-	-	-	-	904,208
<b>Total</b>			<b>213,345,499</b>	<b>10,396,222</b>	<b>2,453,284</b>	<b>899,146</b>	<b>3,352,430</b>	<b>199,596,847</b>
<b>December 31, 2024</b>								
Kiaka, Burkina Faso	2.7 <sup>1</sup>	Au	58,730,390	-	-	-	-	58,730,390
El Pilar, Mexico	1.0 <sup>3</sup>	Cu	17,489,892	-	-	-	-	17,489,892
Mercedes, Mexico	2.0	Au, Ag	16,822,000	8,350,000	1,397,777	842,729	2,240,506	6,231,494
Vittangi, Sweden	1.0	Graphite	15,000,000	-	-	-	-	15,000,000
Hackett River, Nunavut	2.0	Ag, Cu, Zn, Pb, Au	14,716,000	-	-	-	-	14,716,000
Toega, Burkina Faso	22.7 <sup>4</sup>	Au	11,204,338	-	-	-	-	11,204,338
Mocoa, Colombia	2.0	Cu, Mo	10,000,000	-	-	-	-	10,000,000
Blackwater, Canada	0.21	Au	7,537,623	-	-	-	-	7,537,623
Prairie Creek, Canada	1.2	Ag, Zn, Pb	7,514,000	-	-	-	-	7,514,000
Mason, Nevada	0.4	Cu, Au, Mo, Ag	4,876,000	-	-	-	-	4,876,000
Converse, Nevada	1.0	Au, Ag	4,391,000	-	-	-	-	4,391,000
Pilar, Brazil	1.0	Au	5,609,000	2,046,222	212,778	-	212,778	3,350,000
Cuiú Cuiú, Brazil	1.5	Au	2,070,000	-	-	-	-	2,070,000
Primavera, Nicaragua	1.5	Au, Cu	1,391,058	-	-	-	-	1,391,058
Other	Various	Various	904,208	-	-	-	-	904,208
<b>Total</b>			<b>178,255,509</b>	<b>10,396,222</b>	<b>1,610,555</b>	<b>842,729</b>	<b>2,453,284</b>	<b>165,406,003</b>

- 2.7% (100% basis) NSR royalty until 2.5 million oz of gold produced, 0.45% NSR royalty on next 1.5 million oz.
- Once 6,000 tonnes of refined copper have been delivered, have the right to purchase 71.85% of produced copper. Once 10,500 tonnes of refined copper have been delivered, have the right to purchase 47.9% of life of mine produced copper.
- Increasing to 2% / 3% if Measured & Indicated Resources inclusive of reserves > 3Blbs / 5Blbs copper equivalent.
- 2.7% NSR royalty (100% basis) until royalty payments total US\$22.5 million, and 0.45% NSR royalty on next 1.5Moz Au.

## 7. Revolving Credit Facility

On April 30, 2025, the Company amended and increased its revolving credit facility (“RCF”) to borrow up to \$60.0 million with a \$15.0 million accordion feature arranged by Bank of Montreal (“BMO”), as lead arranger, and National Bank of Canada (“NBC”). The RCF has a term of 3 years, maturing on April 30, 2028. Amounts drawn on the RCF are subject to interest at the Secured Overnight Financing Rate (“SOFR”) plus 2.25% to 3.50% per annum, and the undrawn portion is subject to a standby fee of 0.5063%–0.7875% per annum, both of which are dependent on the Company’s leverage ratio (as defined in the RCF agreement). Unamortized deferred financing on the RCF will be amortized over the remainder of the facility term. The RCF is secured by the Company’s present and future acquired assets.

Under the RCF, the Company is required to maintain certain leverage and interest coverage ratios and minimum liquidity amounts. As at June 30, 2025, the Company was in compliance with all of the covenants related to the RCF.

**A continuity of the amount outstanding under the Revolving Credit Facility is as follows:**

	\$
<b>Balance — December 31, 2023</b>	<b>19,711,609</b>
Accrued Interest	1,039,668
Interest paid	(1,322,688)
Accretion of discount	179,853
Repayment	(19,000,000)
<b>Balance — December 31, 2024</b>	<b>608,442</b>
Drawdown	55,000,000
Repayment	(3,000,000)
Accrued interest	762,693
Interest paid	(767,901)
Accretion of discount	48,060
Fees reclassified to deferred financing costs	348,706
<b>Balance — June 30, 2025</b>	<b>53,000,000</b>

The Company has capitalized \$0.7 million of deferred financing costs as at June 30, 2025, which relate to \$0.4 million of commitment and other fees associated with amending the RCF and \$0.3 million of unamortized costs which were reclassified on amendment. Amortization of the deferred financing costs the three and six months ended June 30, 2025, were \$0.1 million and \$0.1 million, respectively (\$nil for the comparable periods in 2024).

## 8. Convertible Debt

### Beedie Convertible Loan

On October 31, 2023, Versamet entered into a \$16.0 million (the C\$22.2 million) convertible loan with Beedie Capital Investments Ltd (“Beedie Capital”) (the “Beedie Convertible Loan”). The Beedie Convertible Loan was denominated in Canadian dollars, had a term of 5 years and was scheduled to mature on October 31, 2028. Interest on the Beedie Convertible Loan consisted of an 8% base interest rate and a 1.5% paid-in-kind (“PIK”) rate, with the PIK rate reducing to 1.0% upon the public listing of the Company. The Company had the option to pay 25-50% of the base interest rate in common shares of the Company, subject to certain conditions. Amounts outstanding under the Beedie Convertible Loan could be converted into common shares of the

Company, at the option of Beedie Capital, at a price of C\$0.84 per common share. The Company had the option to prepay the Beedie Convertible Loan, subject to certain fees.

On April 30, 2025, the Company exercised its prepayment option and repaid and canceled the Beedie Convertible Loan. On repayment, Beedie Capital elected not to convert amounts outstanding into common shares of the Company. Consequently, the Company repaid the full amount of the loan and accrued interest outstanding in cash which resulted in a derecognition of both the Beedie Convertible Loan and the Convertible debt derivative liability related to the conversion option. The derecognition of the Convertible debt derivative liability of \$3.2 million resulted in an equivalent gain in the Statement of Income and Comprehensive (Loss) Income. As a result of the revised repayment date, the Company recognized an increase in the carrying amount of the Beedie Convertible Loan of \$3.3 million due to the accelerated recording of the accretion expense with a corresponding increase in finance expense. The Company also incurred \$2.4 million of non-recurring prepayment fees which were recognized in finance and interest expense during the three and six months ended June 30, 2025.

**A continuity of the Beedie Convertible Loan Liability and the Beedie Derivative Liability is as follows:**

	\$
<b>Balance — December 31, 2023</b>	<b>12,567,537</b>
Accrued Interest	1,301,227
Interest paid	(1,301,227)
Accrued PIK interest	246,164
Accretion of discount	563,784
Foreign exchange gain	(1,043,982)
<b>Balance — December 31, 2024</b>	<b>12,333,503</b>
Accrued Interest	417,024
Interest paid	(417,024)
Accrued PIK interest	79,140
Accretion of discount	204,096
Foreign exchange loss	518,089
Accelerated accretion of discount due to revised repayment date	3,255,437
Repayment	(16,390,265)
<b>Balance — June 30, 2025</b>	<b>-</b>
Amount allocated to Derivative Liability	
<b>Balance — December 31, 2023</b>	<b>3,684,608</b>
Change in FVTPL	(399,893)
<b>Balance — December 31, 2024</b>	<b>3,284,715</b>
Change in FVTPL	(111,915)
Derecognition on repayment	(3,172,800)
<b>Balance — June 30, 2025</b>	<b>-</b>

## 9. Share Capital and Reserves

### Authorized, Issued and Outstanding

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

### Share-based compensation

During the three and six months ended June 30, 2025 and 2024, the breakdown of the Company's share based compensation was as follows:

	3 months ended Jun. 30, 2025 \$	3 months ended Jun. 30, 2024 \$	6 months ended Jun. 30, 2025 \$	6 months ended Jun. 30, 2024 \$
Stock options	212,383	187,045	358,438	394,290
Restricted Share Units	299,758	165,676	549,813	1,165,354
Performance Restricted Share Units	91,706	41,431	(265,694)	82,862
<b>Total Share-based compensation expense</b>	<b>603,847</b>	<b>394,152</b>	<b>642,557</b>	<b>1,642,506</b>

### STOCK OPTIONS

A continuity schedule for stock options is as follows:

Stock Options	Number
<b>Outstanding — December 31, 2023</b>	<b>9,530,000</b>
Granted	2,093,930
<b>Outstanding — December 31, 2024</b>	<b>11,623,930</b>
Granted	6,269,081
Forfeited	(1,222,857)
<b>Outstanding — June 30, 2025</b>	<b>16,670,154</b>

The following are the weighted average assumptions used in the Black-Scholes Model to estimate the grant date fair value of the stock options granted:

	6 months ended Jun. 30, 2025	6 months ended Jun. 30, 2024
Expected stock price volatility	41.4%	40.0%
Risk-free interest rate	3.1%	3.3%
Expected life of the options	5 years	5 years
Expected dividend yield	0.0%	0.0%
Forfeiture rate	5.0%	5.0%
<b>Grant date fair value per option</b>	<b>\$0.22</b>	<b>\$0.21</b>

As at June 30, 2025, the Company had the following stock options outstanding:

Number outstanding	Exercisable	Exercise Price per Share	Expiry Date	Weighted average life remaining (years)
6,280,000	4,186,667	C\$0.70	September 1, 2027	2.17
1,000,000	1,000,000	C\$0.70	November 28, 2026	1.41
750,000	500,000	C\$0.70	February 27, 2028	2.66
750,000	500,000	C\$0.70	March 20, 2028	2.72
750,000	500,000	C\$0.70	April 3, 2028	2.76
146,875	146,875	C\$0.70	November 28, 2026	1.41
1,653,305	551,102	C\$0.70	January 15, 2029	3.55
3,044,974	Nil	C\$0.80	January 15, 2030	4.55
1,295,000	Nil	C\$0.80	May 9, 2030	4.86
1,000,000	Nil	C\$0.80	May 12, 2030	4.87
<b>16,670,154</b>	<b>7,384,643</b>	<b>C\$0.73</b>	<b>-</b>	<b>3.13</b>

## RESTRICTED SHARE UNITS ("RSU")

A continuity schedule for RSUs is as follows:

Restricted Share Units	Number
<b>Outstanding — December 31, 2022 &amp; 2023</b>	<b>2,000,000</b>
Granted	3,294,135
<b>Outstanding — December 31, 2024</b>	<b>5,294,135</b>
Granted	3,257,813
Settled	(2,740,000)
Forfeited	(724,375)
<b>Outstanding — June 30, 2025</b>	<b>5,087,573</b>

The holders of the RSUs have the right to defer receipt of the Common Shares underlying the RSUs upon vesting. As at June 30, 2025, there were 2,417,606 RSUs which are exercisable and settlement has been deferred at the election of the holder.

The grant date fair value of the RSUs is determined using the market value of the underlying Common Shares at the date of the grant and is adjusted based on the number of RSUs expected to ultimately vest. The weighted average grant date fair value of the RSUs granted during the six months ended June 30, 2025 was \$0.54 per RSU.

## PERFORMANCE RESTRICTED SHARE UNITS ("PRSU")

A continuity schedule for PRSUs is as follows:

Performance Restricted Share Units	Number
<b>Outstanding — December 31, 2023 &amp; 2024</b>	<b>2,000,000</b>
Granted	2,000,000
Forfeited	(2,000,000)
<b>Outstanding — June 30, 2025</b>	<b>2,000,000</b>

On February 28, 2025, 2,000,000 PRSUs were forfeited upon the resignation of the CEO resulting in the reversal of \$357,400 of previously expensed share-based compensation.

On April 30, 2025, the Company granted 2,000,000 equity-settled PRSUs to the CEO which vest upon the achievement of the following two milestones: (a) the first anniversary of the date of grant, and (b) a 40-day volume weighted average share price for the Company of greater than or equal to C\$1.40 at any time prior to April 1, 2028.

The following assumptions were used in a Monte Carlo simulation to estimate the grant date fair value of the PRSUs:

Expected stock price volatility	43.9%
Risk-free interest rate <sup>1</sup>	Various
Expected life of the options	3 years
Expected dividend yield	0.0%
Forfeiture rate	0.0%
<b>Grant date fair value per PRSU</b>	<b>\$0.30</b>

1. The Risk-free rate was based on the Canadian Overnight Index Swap curve as at the grant date.

## Earnings per share

Basic and diluted earnings per share is calculated based on the following:

	3 months ended Jun. 30, 2025 \$	3 months ended Jun. 30, 2024 \$	6 months ended Jun. 30, 2025 \$	6 months ended Jun. 30, 2024 \$
Net income for the period	170,487	1,123,370	1,954,698	949,876
Basic weighted average number of shares	465,702,586	326,255,140	464,780,309	305,530,489
<b>Basic income per share</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>
<b>Effect of dilutive securities</b>				
Stock options	2,532,785	9,156,275	2,029,386	9,339,400
RSUs	4,802,428	5,294,135	5,039,189	5,040,740
PRSUs	1,230,914	-	1,230,914	-
<b>Diluted weighted average number of common shares</b>	<b>474,268,713</b>	<b>340,705,550</b>	<b>473,079,798</b>	<b>319,910,629</b>
<b>Diluted earnings per share</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>

The following table lists the number of potentially dilutive securities which were excluded from the computation of diluted earnings per share because the exercise prices plus any unamortized share-based compensation per share, if relevant, exceeded the average market value of the common shares during the three and six month periods ending June 30, 2025 of CAD\$0.92 and CAD\$0.86, respectively (CAD\$0.71 and CAD\$0.73 for the comparable periods in 2024).

	3 months ended Jun. 30, 2025 \$	3 months ended Jun. 30, 2024 \$	6 months ended Jun. 30, 2025 \$	6 months ended Jun. 30, 2024 \$
Beedie Convertible Loan	-	26,550,083	-	26,500,623
Stock options	4,323,436	-	3,435,391	-

## 10. Taxation

The tax expense at statutory rates for the Company can be reconciled to the reported income for the periods per the Condensed Interim Statements of Income as follows:

	3 months ended Jun. 30, 2025 \$	3 months ended Jun. 30, 2024 \$	6 months ended Jun. 30, 2025 \$	6 months ended Jun. 30, 2024 \$
Net income before income tax expense	831,998	1,744,302	3,391,529	2,106,003
Statutory income tax rate	27%	27%	27%	27%
<b>Expected income tax at the statutory rate</b>	<b>224,640</b>	<b>470,962</b>	<b>915,713</b>	<b>568,621</b>
Withholding taxes on royalty revenue	137,252	109,384	251,851	242,188
Non-deductible expenses	234,405	64,459	204,579	400,626
Change in unrecognized tax assets	65,214	(23,873)	64,688	(55,308)
<b>Total income tax expense</b>	<b>661,511</b>	<b>620,932</b>	<b>1,436,831</b>	<b>1,156,127</b>

The breakdown of the income tax expense during the following periods is as follows:

	3 months ended Jun. 30, 2025 \$	3 months ended Jun. 30, 2024 \$	6 months ended Jun. 30, 2025 \$	6 months ended Jun. 30, 2024 \$
Current income tax expense	137,252	109,384	251,851	242,188
Deferred income tax expense	524,259	511,548	1,184,980	913,939
<b>Total income tax expense</b>	<b>661,511</b>	<b>620,932</b>	<b>1,436,831</b>	<b>1,156,127</b>

The current tax expense was incurred as a withholding tax payable on the royalty revenue earned from the Mercedes Mine.

## 11. Related Party Transactions

Related parties are those persons having authority and responsibility for planning, directing and controlling the activities of the Company, either directly or indirectly. Related parties of the Company include the members of the Board of Directors, officers of the Company, close family members of these individuals, and any companies controlled by these individuals.

### Sandstorm

Sandstorm is a related party of the Company as a result of it having significant influence through its share ownership in the Company and the ability to nominate for election a representative to the board of directors of the Company.

The Company had a convertible note outstanding with Sandstorm which was fully converted during the year ended December 31, 2024, leaving a remaining balance of nil at June 30, 2025. The Company has entered a License agreement with Sandstorm for C\$17,500 per month for rent and other shared office costs.

## Compensation of Key Management Personnel

Key management personnel include persons having the authority and responsibility for planning, directing, and controlling the activities of the Company as a whole. Versamet considers its Board of Directors, as well as the Chief Executive Officer (“CEO”) and Chief Financial Officer (“CFO”) to be key management personnel.

Compensation for key management personnel of the Company was as follows:

	3 months ended Jun. 30, 2025 \$	3 months ended Jun. 30, 2024 \$	6 months ended Jun. 30, 2025 \$	6 months ended Jun. 30, 2024 \$
Salaries and benefits	110,072	105,523	1,024,528	218,214
Share-based compensation	332,572	209,814	234,124	775,539
<b>Total</b>	<b>442,644</b>	<b>315,337</b>	<b>1,258,652</b>	<b>993,753</b>

## 12. Segmented Information

The Company's reportable operating segments, which are components of the Company's business where separate financial information is available and which are evaluated on a regular basis by the Company's CEO, who is the Company's chief operating decision maker, for the purpose of assessing performance, are summarized in the tables below.

For the three months ended June 30, 2025:

Asset, Location	Sales \$	Royalty revenue \$	Cost of sales <sup>2</sup> \$	Depletion \$	Change in fair value of Greenstone gold interest \$	Income (loss) before taxes \$	Cash flow from operating activities \$
Blackwater, Canada	-	361,257	-	(116,167)	-	245,090	361,257
Greenstone, Canada	3,428,600	-	(3,441,024)	-	5,432,758	5,420,334	2,740,395
Kolpa, Peru	486,772	-	(49,294)	(297,238)	-	140,240	437,478
Mercedes, Mexico	-	549,008	-	(247,585)	-	301,423	549,008
<b>Total segments</b>	<b>3,915,372</b>	<b>910,265</b>	<b>(3,490,318)</b>	<b>(660,990)</b>	<b>5,432,758</b>	<b>6,107,087</b>	<b>4,088,138</b>
Operating expenses <sup>1</sup>	-	-	-	-	-	(1,341,465)	(737,618)
Foreign exchange loss	-	-	-	-	-	(527,157)	(4,995)
Finance and interest expense net of interest income	-	-	-	-	-	(6,579,267)	-
Change in fair value of derivative liability	-	-	-	-	-	3,172,800	-
Income tax paid	-	-	-	-	-	-	(137,252)
Movement in working capital	-	-	-	-	-	-	(898,385)
<b>Total Corporate</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(5,275,089)</b>	<b>(1,778,250)</b>
<b>Segments &amp; Corporate total</b>	<b>3,915,372</b>	<b>910,265</b>	<b>(3,490,318)</b>	<b>(660,990)</b>	<b>5,432,758</b>	<b>831,998</b>	<b>2,309,888</b>

1. Includes all operating expenses from the Statement of Income and Comprehensive (Loss) Income with the exception of the change in value of the Greenstone gold interest (and excludes share-based compensation from cash flow from operating activities).
2. Cost of sales include cost of sales for the Greenstone gold interest consisting of a \$0.7 million cash payment to Equinox for gold delivered (at a cost per oz of gold equal to 20% of the prevailing market price) and a \$2.8 million non-cash partial settlement of the Greenstone gold interest due to the gold delivered in the period.



**For the three months ended June 30, 2024:**

Asset, Location	Sales \$	Royalty revenue \$	Cost of sales <sup>2</sup> \$	Depletion \$	Change in fair value of Greenstone gold interest \$	Income (loss) before taxes \$	Cash flow from operating activities \$
Greenstone, Canada	2,463,125	-	(2,460,325)	-	3,951,048	3,953,848	1,971,060
Mercedes, Mexico	-	437,536	-	(187,457)	-	250,079	437,536
<b>Total segments</b>	<b>2,463,125</b>	<b>437,536</b>	<b>(2,460,325)</b>	<b>(187,457)</b>	<b>3,951,048</b>	<b>4,203,927</b>	<b>2,408,596</b>
Operating expenses <sup>1</sup>	-	-	-	-	-	(914,131)	(519,979)
Foreign exchange gain (loss)	-	-	-	-	-	112,548	(72)
Finance and interest expense net of interest income	-	-	-	-	-	(980,587)	-
Change in fair value of derivative liability	-	-	-	-	-	(677,455)	-
Income tax paid	-	-	-	-	-	-	(109,384)
Movement in working capital	-	-	-	-	-	-	69,448
<b>Total Corporate</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(2,459,625)</b>	<b>(559,987)</b>
<b>Segments &amp; Corporate total</b>	<b>2,463,125</b>	<b>437,536</b>	<b>(2,460,325)</b>	<b>(187,457)</b>	<b>3,951,048</b>	<b>1,744,302</b>	<b>1,848,609</b>

1. Includes all operating expenses from the Statement of Income and Comprehensive (Loss) Income with the exception the change in value of the Greenstone gold interest (and excludes share-based compensation from cash flow from operating activities).
2. Cost of sales include cost of sales for the Greenstone gold interest consists of a \$0.5 million cash payment to Equinox for gold delivered (at a cost per oz of gold equal to 20% of the prevailing market price) and a \$2.0 million non-cash partial settlement of the Greenstone gold interest due to the gold delivered in the period.

**For the six months ended June 30, 2025:**

Asset, Location	Sales \$	Royalty revenue \$	Cost of sales <sup>2</sup> \$	Depletion \$	Change in fair value of Greenstone gold interest \$	Income (loss) before taxes \$	Cash flow from operating activities \$
Blackwater, Canada	-	361,257	-	(116,167)	-	245,090	361,257
Greenstone, Canada	6,423,725	-	(6,435,747)	-	9,643,973	9,631,951	5,136,576
Kolpa, Peru	486,772	-	(49,294)	(297,238)	-	140,240	437,478
Mercedes, Mexico	-	1,007,406	-	(485,741)	-	521,665	1,007,406
<b>Total segments</b>	<b>6,910,497</b>	<b>1,368,663</b>	<b>(6,485,041)</b>	<b>(899,146)</b>	<b>9,643,973</b>	<b>10,538,946</b>	<b>6,942,717</b>
Operating expenses <sup>1</sup>	-	-	-	-	-	(2,700,306)	(2,057,749)
Foreign exchange loss	-	-	-	-	-	(536,058)	(14,061)
Finance and interest expense net of interest income	-	-	-	-	-	(7,195,768)	-
Change in fair value of derivative liability	-	-	-	-	-	3,284,715	-
Income tax paid	-	-	-	-	-	-	(251,851)
Movement in working capital	-	-	-	-	-	-	(1,657,550)
<b>Total Corporate</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(7,147,417)</b>	<b>(3,981,211)</b>
<b>Segments &amp; Corporate total</b>	<b>6,910,497</b>	<b>1,368,663</b>	<b>(6,485,041)</b>	<b>(899,146)</b>	<b>9,643,973</b>	<b>3,391,529</b>	<b>2,961,506</b>

1. Includes all operating expenses from the Statement of Income and Comprehensive (Loss) Income with the exception of impairment charges and the change in value of the Greenstone gold interest (and excludes share-based compensation and impairment charges from cash flow from operating activities).
2. Cost of sales include cost of sales for the Greenstone gold interest consisting of a \$1.3 million cash payment to Equinox for gold delivered (at a cost per oz of gold equal to 20% of the prevailing market price) and a \$5.1 million non-cash partial settlement of the Greenstone gold interest due to the gold delivered in the period.

For the six months ended June 30, 2024:

Asset, Location	Sales \$	Royalty revenue \$	Cost of sales <sup>2</sup> \$	Depletion \$	Change in fair value of Greenstone gold interest \$	Income (loss) before taxes \$	Cash flow from operating activities \$
Greenstone, Canada	4,628,925	-	(4,630,868)	-	6,336,383	6,334,440	3,702,752
Mercedes, Mexico	-	968,751	-	(446,179)	-	522,572	968,751
<b>Total segments</b>	<b>4,628,925</b>	<b>968,751</b>	<b>(4,630,868)</b>	<b>(446,179)</b>	<b>6,336,383</b>	<b>6,857,012</b>	<b>4,671,503</b>
Operating expenses <sup>1</sup>	-	-	-	-	-	(2,667,962)	(1,025,456)
Foreign exchange gain (loss)	-	-	-	-	-	221,825	(4,359)
Finance and interest expense net of interest income	-	-	-	-	-	(2,012,611)	-
Change in fair value of derivative liability	-	-	-	-	-	(292,261)	-
Income tax paid	-	-	-	-	-	-	(242,188)
Movement in working capital	-	-	-	-	-	-	15,289
<b>Total Corporate</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(4,751,009)</b>	<b>(1,256,714)</b>
<b>Segments &amp; Corporate total</b>	<b>4,628,925</b>	<b>968,751</b>	<b>(4,630,868)</b>	<b>(446,179)</b>	<b>6,336,383</b>	<b>2,106,003</b>	<b>3,414,789</b>

1. Includes all operating expenses from the Statement of Income and Comprehensive (Loss) Income with the exception the change in value of the Greenstone gold interest (and excludes share-based compensation from cash flow from operating activities).
2. Cost of sales include cost of sales for the Greenstone gold interest consists of a \$0.9 million cash payment to Equinox for gold delivered (at a cost per oz of gold equal to 20% of the prevailing market price) and a \$3.7 million non-cash partial settlement of the Greenstone gold interest due to the gold delivered in the period.

**Total Non-Current Assets by Segment**

	June 30, 2025 \$	Dec. 31, 2024 \$
<b>Investments</b>		
Investments	496,033	729,981
<b>Prepaid gold interest</b>		
Greenstone gold interest	58,422,188	54,658,056
<b>Royalty, Stream &amp; Other Assets</b>		
Kiaka, Burkina Faso	58,730,390	58,730,390
Kolpa, Peru	34,792,752	-
El Pilar, Mexico	17,489,892	17,489,892
Vittangi, Sweden	15,000,000	15,000,000
Hackett River, Nunavut	14,716,000	14,716,000
Toega, Burkina Faso	11,204,338	11,204,338
Mocoa, Colombia	10,000,000	10,000,000
Prairie Creek, Canada	7,514,000	7,514,000
Blackwater, Canada	7,421,456	7,537,623
Mercedes, Mexico	5,745,753	6,231,494
Mason, Nevada	4,876,000	4,876,000
Converse, Nevada	4,391,000	4,391,000
Pilar, Brazil	3,350,000	3,350,000
Cuiú Cuiú, Brazil	2,070,000	2,070,000
Primavera, Nicaragua	1,391,058	1,391,058
Other	904,208	904,208
<b>Total Royalty, stream &amp; other interests</b>	<b>199,596,847</b>	<b>165,406,003</b>
<b>Total</b>	<b>258,515,068</b>	<b>220,794,040</b>

## Total Non-Current Assets by Geographic Region

	June 30, 2025 \$	Dec. 31, 2024 \$
North America	120,576,289	117,414,065
Africa	70,430,761	70,664,709
Central and South America	51,603,810	16,811,058
Europe	15,000,000	15,000,000
Other	904,208	904,208
<b>Total</b>	<b>258,515,068</b>	<b>220,794,040</b>

## 13. Supplemental Cash Flow Information

	3 months ended Jun. 30, 2025 \$	3 months ended Jun. 30, 2024 \$	6 months ended Jun. 30, 2025 \$	6 months ended Jun. 30, 2024 \$
<b>CHANGES IN NON-CASH WORKING CAPITAL:</b>				
Trade and other receivables and prepaid assets	(800,406)	106,465	(776,596)	110,354
Trade and other payables	(97,979)	(37,017)	(880,954)	(95,065)
<b>Net (decrease) increase in cash</b>	<b>(898,385)</b>	<b>69,448</b>	<b>(1,657,550)</b>	<b>15,289</b>
<b>SIGNIFICANT NON-CASH TRANSACTIONS:</b>				
Equity issued for royalty portfolio acquisition	-	71,609,811	-	71,609,811
Settlement of convertible note in shares	-	7,629,314	-	7,629,314
Settlement of interest payments in shares (note 8)	-	-	154,626	163,650

## 14. Financial Instruments

As at June 30, 2025, the Company's financial instruments consist of cash and cash equivalents, trade and other receivables, investments, the Greenstone gold interest, trade and other payables and the RCF. The Company classifies cash and cash equivalents and trade and other receivables as financial assets held at amortized cost; the Company holds its investments at FVTOCI. The Company classifies trade and other payables and the RCF as other financial liabilities held at amortized cost. The Greenstone gold interest is carried at FVTPL.

The fair value hierarchy establishes three levels to classify the inputs of valuation techniques used to measure fair value. The three levels of the fair value hierarchy are below:

**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.

The following table sets forth the Company's financial assets and liabilities measured at fair value on a recurring basis by level within the fair value hierarchy as at June 30, 2025 and December 31, 2024.

**As at June 30, 2025:**

	Total \$	Quoted prices in active markets for identical assets (Level 1) \$	Significant other observable inputs (Level 2) \$	Significant unobservable inputs (Level 3) \$
Investments	496,033	496,033	-	-
Greenstone gold interest	66,781,178	-	-	66,781,178
<b>Total</b>	<b>67,277,211</b>	<b>496,033</b>	<b>-</b>	<b>66,781,178</b>

**As at December 31, 2024:**

	Total \$	Quoted prices in active markets for identical assets (Level 1) \$	Significant other observable inputs (Level 2) \$	Significant unobservable inputs (Level 3) \$
Investments	729,981	729,981	-	-
Greenstone gold interest	62,285,803	-	-	62,285,803
Beedie Convertible Loan	12,333,503	-	12,333,503	-
Beedie Derivative Liability	3,284,715	-	-	3,284,715
<b>Total</b>	<b>78,634,002</b>	<b>729,981</b>	<b>12,333,503</b>	<b>65,570,518</b>

The fair value of the Company's other financial instruments, which include cash and cash equivalents, trade and other receivables, and trade and other payables, approximate their carrying values at June 30, 2025 and December 31, 2024 due to their short-term nature. The fair value of the Company's RCF, which is measured using Level 2 inputs, approximates its carrying value due to the nature of its market-based rate of interest. There were no transfers between the levels of the fair value hierarchy during the period ended June 30, 2025 and the year ended December 31, 2024.

The risk exposure arising from these financial instruments is summarized as follows:

## Credit risk

Credit risk is the risk of potential loss to the Company if the counterparty to a financial instrument fails to meet its contractual obligations. The Company's credit risk is limited to the carrying value of its cash and cash equivalents and trade and other receivables. The Company's trade and other receivables are subject to the credit risk of the counterparties who own and operate the mines underlying Versamet's royalty, stream and other assets portfolio. In order to mitigate its exposure to credit risk, the Company monitors its financial assets and holds its cash with a highly rated Canadian financial institution.

## Liquidity risk

Liquidity risk is the risk that the Company will not be able to meet its financial obligations as they become due. The Company's approach to managing liquidity risk is to have in place a planning and budgeting process to ensure that it will have sufficient liquidity to meet liabilities when due in the normal course of operations. In assessing liquidity risk, the Company takes into account its cash and expected income from royalties, stream and the Greenstone gold interest.

The following table shows Company's contractual obligations as they fall due as at June 30, 2025 and December 31, 2024:

	Within 1 year \$	1–5 years \$	Over 5 years \$	Total June 30, 2025 \$	Total Dec. 31, 2024 \$
Trade and other payables	151,094	-	-	151,094	1,232,088
RCF <sup>1</sup>	4,068,709	60,468,590	-	64,537,299	1,152,948
Beedie Convertible Loan <sup>1</sup>	-	-	-	-	21,784,186
<b>Total</b>	<b>4,219,803</b>	<b>60,468,590</b>	<b>-</b>	<b>64,688,393</b>	<b>24,169,222</b>

1. The estimated interest amounts related to the Beedie Convertible Loan and the BMO are included in the table above.

## Market risk

Market risk is the risk that changes in market prices, such as commodity price risk, foreign exchange rates, interest rates and equity prices will affect the Company's income or the value of its holdings or financial instruments.

Commodity price risk is the risk that the fair value or future cash flows of the Company's financial instruments will fluctuate because of changes in market prices. Commodity prices can be subject to volatile price movements, which can be material and can occur over short periods of time and are affected by numerous factors, all of which are beyond the Company's control.

Financial instruments that impact net income and total comprehensive (loss) income of the Company due to currency fluctuations include cash and cash equivalents, investments, and trade and other payables denominated in Canadian dollars. Based on the Company's Canadian dollar monetary assets and monetary liabilities as at June 30, 2025, a 10% increase or decrease in the Canadian dollar relative to the United States dollar would have an approximate impact of \$0.1 million on net income and total comprehensive (loss) income as at June 30, 2025.

The Company is exposed to commodity price movements as a result of the GPA (note 4). The Company holds the GPA at FVTPL. The fair value is calculated using a series of inputs into a discounted cash flow including the gold price. A 10% increase or decrease in the gold price used in the valuation as at June 30, 2025 would increase or decrease net income and total comprehensive (loss) income by \$6.7 million.

## 15. Capital Management

The Company manages its capital structure and adjusts it, based on the funds available to the Company, to support its' activities, continue as a going concern and maximize its return to stakeholders. The Company considers capital to be all accounts in equity and all borrowings of the Company. The Company is subject to certain covenants under the RCF (note 7); at June 30, 2025 the Company was in compliance with all covenants. The Board of Directors does not establish quantitative return on capital criteria for management but rather relies on the expertise of management to maintain an appropriate liquidity profile to allow management to execute on its strategic plan. Additional funds may be required to finance the Company's operations in the future.