Condensed Interim
Consolidated Financial Statements

For the six months ended March 31, 2025

(Unaudited – Expressed in US dollars)

Notice to Reader

These condensed interim consolidated financial statements of Pulsar Helium Inc. have been prepared by management and approved by the Audit Committee of the Board of Directors of the Company. In accordance with National Instrument 51-102 released by the Canadian Securities Administrators, the Company discloses that its external auditors have not reviewed these condensed interim consolidated financial statements, notes to the financial statements or the related quarterly Management's Discussion and Analysis.

Pulsar Helium Inc.
Condensed Interim Consolidated Statements of Financial Position
(Unaudited - Expressed in US dollars)

	Note		March 31, 2025		September 30, 2024
ASSETS					
Current Assets					
Cash	*4*	$	1,659,888	$	1,230,982
Receivables			14,358		4,552
Prepaid expenses			137,854		110,378
			1,812,100		1,345,912
Property and equipment	*5*		453,529		237,711
Exploration and evaluation assets	*6*		675,741		359,373
		$	2,941,370	$	1,942,996
LIABILITIES AND SHAREHOLDERS' EQUITY (DEFICIENCY)					
Current Liabilities					
Trade and other payables	*9*	$	2,663,684	$	1,177,662
			2,663,684		1,177,662
Warrant liability	*7*		2,686,286		3,798,355
			5,349,970		4,976,017
Shareholders' Equity (Deficiency)					
Share capital	*8*		24,576,357		16,363,734
Special Warrants	*8*		-		1,324,118
Reserves	*8*		3,287,553		2,433,083
Deficit			(30,272,510)		(23,153,956)
			(2,408,600)		(3,033,021)
		$	2,941,370	$	1,942,996
Nature of operations and going concern	*1*				
Subsequent events	*13*				

These condensed interim consolidated financial statements are approved for issue by the Audit Committee of the Board of Directors of the Company on May 27, 2025.

They are signed on the Company's behalf by:

"Thomas Abraham-James", Director

"Doris Meyer", Director

Pulsar Helium Inc.

Condensed Interim Consolidated Statements of Loss and Comprehensive Loss

(Unaudited - Expressed in US dollars)

		Three months ended March 31,		Six months ended March 31,	
	Note	**2025**	**2024**	**2025**	**2024**
Expenses					
Administration		$ 74,029	$ 37,570	$ 207,358	$ 67,668
Consulting fees	*9*	200,678	208,002	361,078	310,636
Depreciation	*5*	13,196	1,822	26,489	1,822
Director fees	*9*	39,150	25,208	78,300	45,208
Exploration and evaluation expenditures	*6*	4,724,778	3,135,509	5,771,409	3,538,790
Foreign exchange		2,353	50,188	14,083	69,258
Marketing and promotion		291,666	223,553	406,472	538,186
Professional fees		65,953	72,391	134,824	138,522
Regulatory costs		115,076	54,180	160,062	67,634
Share-based compensation	*8 & 9*	116,450	2,167,829	299,943	2,167,829
Travel		120,687	73,105	266,599	97,122
		(5,764,016)	(6,049,357)	(7,726,617)	(7,042,675)
Listing fees	*1*	-	-	(355,003)	-
Loss on settlement of trade and other payables		-	(12,937)	-	(12,937)
Revaluation of warrant liability	*7*	2,393,637	(12,864,610)	963,066	(13,037,216)
Loss and comprehensive loss for the period		$ (3,370,379)	$ (18,926,904)	$ (7,118,554)	$ (20,092,828)
Basic and diluted loss per common share		$ (0.03)	$ (0.23)	$ (0.06)	$ (0.24)
Weighted average number of common shares outstanding - basic and diluted		129,589,794	82,131,774	127,320,558	82,131,774

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

Pulsar Helium Inc.

Condensed Interim Consolidated Statements of Cash Flows

(Unaudited - Expressed in US dollars)

	Six months ended March 31, 2025	Six months ended March 31, 2024
OPERATING ACTIVITIES		
Loss for the period	$ (7,118,554)	$ (20,092,828)
Change in non-cash working capital items:		
Depreciation	26,489	1,822
Compensation warrants for marketing and promotion	72,038	-
Share-based compensation	299,943	2,167,829
Loss on settlement of trade and other payables	-	12,937
Shares issued for listing fees	64,991	-
Warrants issued for listing fees	86,860	-
Revaluation of warrant liability	(963,066)	13,037,216
Change in non-cash working capital items:		
Receivables	(9,806)	13,119
Prepaid expenses	50,513	15,866
Trade and other payables	1,486,022	1,838,540
Net cash used in operating activities	(6,004,570)	(3,005,499)
INVESTING ACTIVITIES		
Purchase of equipment	(242,307)	(109,347)
Exploration and evaluation assets	(316,368)	(11,000)
Net cash used in investing activities	(558,675)	(120,347)
FINANCING ACTIVITIES		
Private placement	7,438,483	3,178,307
Share issue costs	(637,187)	(96,136)
Exercise of warrants	190,855	1,180,082
Net cash provided by financing activities	6,992,151	4,262,253
Increase in cash for the period	428,906	1,136,407
Cash, beginning of the period	1,230,982	1,207,846
Cash, end of the period	$ 1,659,888	$ 2,344,253

Non-cash investing and financing activities (Note 12)

Pulsar Helium Inc.

Condensed Interim Consolidated Statements of Shareholders' Equity (Deficiency)

(Unaudited - Expressed in US dollars)

	Number of Shares	Share Capital	Special Warrants	Reserves	Deficit	Total Shareholders' Equity (Deficiency)
Balance, September 30, 2024	105,117,383	$ 16,363,734	$ 1,324,118	$ 2,433,083	$ (23,153,956)	$ (3,033,021)
Conversion of Special Warrants	4,500,000	1,324,118	(1,324,118)	-	-	-
Private placement	21,888,154	7,438,483	-	-	-	7,438,483
Shares issued for corporate finance fee	1,000,000	324,953	-	-	-	324,953
Share issue costs - shares	-	(324,953)	-	-	-	(324,953)
Share issue costs - cash	-	(637,187)	-	-	-	(637,187)
Share issue costs - warrants	-	(395,629)	-	395,629	-	-
Shares issued for prepaid regulatory costs	240,000	77,989	-	-	-	77,989
Listing fees - shares	200,000	64,991	-	-	-	64,991
Listing fees - warrants	-	-	-	86,860	-	86,860
Compensation warrants for marketing and promotion	-	-	-	72,038	-	72,038
Exercise of warrants	747,434	339,858	-	-	-	339,858
Share-based compensation	-	-	-	299,943	-	299,943
Comprehensive loss for the period	-	-	-	-	(7,118,554)	(7,118,554)
Balance, March 31, 2025	133,692,971	$ 24,576,357	$ -	$ 3,287,553	$ (30,272,510)	$ (2,408,600)

	Number of Shares	Share Capital	Special Warrants	Reserves	Deficit	Total Shareholders' Equity (Deficiency)
Balance, September 30, 2023	74,140,288	$ 3,345,969	$ -	$ 67,865	$ (2,807,244)	$ 606,590
Private placement	18,500,000	2,074,319	-	-	-	2,074,319
Share issue costs	-	(96,136)	-	-	-	(96,136)
IPO issuance costs - warrants	-	(20,640)	-	20,640	-	-
Issuance of shares for trade and other payables	285,715	102,509	-	-	-	102,509
Exercise of warrants	3,736,697	2,969,390	-	(67,865)	-	2,901,525
Share-based compensation	-	-	-	2,167,829	-	2,167,829
Comprehensive loss for the period	-	-	-	-	(20,092,828)	(20,092,828)
Balance, March 31, 2024	96,662,700	$ 8,375,411	$ -	$ 2,188,469	$ (22,900,072)	$ (12,336,192)

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

1. NATURE OF OPERATIONS AND GOING CONCERN

Pulsar Helium Inc. (the "Company") is a publicly traded company incorporated under the laws of British Columbia, Canada on June 30, 2022. The Company's head office is located at Rua Frederico Arouca, nº 251, 2º frente, 2750-356, Cascais, Portugal. The Company's registered and records office is located at Unit 1 – 15782 Marine Drive, White Rock, BC, Canada, V4B 1E6.

The Company's common shares trade on the TSX Venture Exchange (TSX-V) in Canada under the symbol PLSR and on the OTCQB Venture Market in the United States under the symbol PSRHF.

On October 18, 2024, the Company's common shares also commenced trading (the "Admission") on the AIM market of the London Stock Exchange plc ("AIM") under the symbol PLSR. Concurrent with Admission, the Company completed a fundraising for gross proceeds of $5,010,985 (£3,875,000) (Note 8). During the six months ended March 31, 2025, the Company paid or accrued listing fees associated with Admission of $355,003.

The Company is engaged in the identification, acquisition, exploration and, if warranted, development of helium exploration projects in the United States of America ("USA") and Greenland.

These condensed interim consolidated financial statements have been prepared on a going concern basis which assumes that the Company will be able to realize its assets and discharge its liabilities in the normal course of business for the foreseeable future. As at March 31, 2025, the Company had a working capital deficit of $851,584. Subsequent to March 31, 2025, the Company entered into a $4,000,000 project financing facility and drew a total of $2,000,000 of the facility (Note 13). However, management estimates that these funds will not provide the Company with sufficient financial resources to carry out currently planned operations and exploration through the next twelve months. Additional financing will be required by the Company to complete its strategic objectives and continue as a going concern. While the Company has been successful in the past in obtaining financing, there is no assurance that it will be able to obtain adequate financing in the future or that such financing will be on terms acceptable to the Company. These material uncertainties may cast significant doubt upon the Company's ability to continue as a going concern.

These condensed interim consolidated financial statements do not reflect adjustments that would be necessary if the going concern assumption were not appropriate.

2. BASIS OF PRESENTATION

Statement of compliance

These condensed interim consolidated financial statements have been prepared in accordance with IFRS Accounting Standard ("IAS") 34 Interim Financial Reporting using accounting policies consistent with IFRS Accounting Standards as issued by the International Accounting Standards Board.

These condensed interim consolidated financial statements do not include all of the disclosures required for annual financial statements, and therefore should be read in conjunction with the annual consolidated financial statements for the year ended September 30, 2024.

Basis of measurement

These condensed interim consolidated financial statements have been prepared on the historical cost basis except for certain financial instruments which are measured at fair value. In addition, these condensed interim consolidated financial statements have been prepared using the accrual basis of accounting, except for cash flow information.

Functional and presentation currency

These condensed interim consolidated financial statements are presented in US dollars, which is the parent company's functional currency, as well as the functional currency of its three wholly owned subsidiaries.

Use of estimates and judgments

The preparation of these condensed interim consolidated financial statements requires management to make certain estimates, judgments and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and the reported expenses during the period. Actual results could differ from these estimates.

Carrying value and recoverability of exploration and evaluation assets

Management has determined that exploration and evaluation assets incurred which were capitalized may have future economic benefits and may be economically recoverable. Management uses several criteria in its assessments of economic recoverability and probability of future economic benefits, including whether economic quantities of helium reserves have been found in assessing economic and technical feasibility, other technical information, accessibility of facilities and existing permits.

2. BASIS OF PRESENTATION (continued)

Use of estimates and judgments (continued)

Warrant and option valuations

The fair value of broker and share purchase warrants as well as stock options is calculated using the Black-Scholes Option Pricing Model. The option pricing model requires the input of highly speculative assumptions, including the expected future price volatility of the Company's shares. Changes in these assumptions can materially affect the fair value estimate.

Going concern assumption

In the determination of the Company's ability to meet its ongoing obligations and future contractual commitments management relies on the Company's planning, budgeting and forecasting process to help determine the funds required to support the Company's normal operations for a period of one year. Changes in estimated cash use may alter the Company's ability to meet its ongoing obligations and future contractual commitments and could result in adjustments to the amounts and classifications of assets and liabilities should the Company be unable to continue as a going concern.

Determination of functional currency

The functional currency for each of the Company's subsidiaries is the currency of the primary economic environment in which the entity operates. Management has determined that the functional currency of the parent company as well as the functional currency of the Company's three wholly owned subsidiaries is the United States dollar.

3. MATERIAL ACCOUNTING POLICY INFORMATION

The accounting policies applied by the Company in these condensed interim consolidated financial statements are the same as those applied by the Company as at and for the year ended September 30, 2024.

3. MATERIAL ACCOUNTING POLICY INFORMATION (continued)

New accounting policy

The following amendments to existing standards have been adopted by the Company commencing October 1, 2024:

IAS 1, Presentation of Financial Statements

Amendments to IAS 1 Presentation of Financial Statements clarify how to classify debt and other liabilities as current or non-current. The amendments help to determine whether, in the statement of financial position, debt and other liabilities with an uncertain settlement date should be classified as current (due or potentially due to be settled within one year) or noncurrent. The amendments also include clarifying the classification requirements for debt an entity might settle by converting it into equity. The adoption of this revised standard did not impact these condensed interim consolidated financial statements.

New standards, interpretations and amendments not yet effective

A number of new standards, amendments to standards and interpretations are not yet effective as of March 31, 2025 and have not been applied in preparing these condensed interim condensed interim consolidated financial statements.

On April 9, 2024, the IASB issued IFRS 18 “Presentation and Disclosure in the Financial Statements” (“IFRS 18”) replacing IAS 1. 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. Similarly, amendments to IAS 33 “Earnings per Share” were issued to permit disclosure of additional earnings per share figures using any other component of the statement of profit or loss, provided the numerator is a total or subtotal defined under IFRS 18. IFRS 18 is 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 currently assessing the impact of the standard on its financial statements.

(Unaudited - Expressed in US dollars)

4. CASH

		March 31, 2025		September 30, 2024
US dollar denominated deposits held in the USA	$	865,192	$	-
US dollar denominated deposits held in Canada		676,643		899,939
Canadian dollar denominated deposits held in Canada		7,314		320,911
British Pound denominated deposits held in Canada		54,469		-
Euro denominated deposits held in Portugal		53,390		7,080
British Pound denominated deposits held in Greenland		2,528		2,595
Danish Krone denominated deposits held in Greenland		352		457
Total	$	1,659,888	$	1,230,982

5. PROPERTY AND EQUIPMENT

		Land		Exploration Equipment				
		USA		USA		Greenland		Total
Cost								
As at September 30, 2024	$	-	$	155,363	$	109,347	$	264,710
Additions		242,307		-		-		242,307
As at March 31, 2025	$	242,307	$	155,363	$	109,347	$	507,017
Accumulated depreciation								
As at September 30, 2024	$	-	$	14,242	$	12,757	$	26,999
Depreciation		-		15,536		10,953		26,489
As at March 31, 2025	$	-	$	29,778	$	23,710	$	53,488
Carrying amounts								
As at September 30, 2024	$	-	$	141,121	$	96,590	$	237,711
As at March 31, 2025	$	242,307	$	125,585	$	85,637	$	453,529

(Unaudited - Expressed in US dollars)

6. EXPLORATION AND EVALUATION ASSETS

	Topaz Project	Tunu Project	
	USA	Greenland	Total
As at September 30, 2024	$ 345,311	$ 14,062	$ 359,373
Additions	316,368	-	316,368
As at March 31, 2025	$ 661,679	$ 14,062	$ 675,741

Topaz Project, USA

In October 2021, the Company entered into a three-year option to lease non-hydrocarbon gases agreement (the “Topaz Option”) on 3,132 net acres in Minnesota, USA comprising the Topaz helium project. In consideration, the Company paid $78,311 on signing of the Topaz Option and agreed to pay $50,000 on each anniversary of the Topaz Option until October 2024 ($50,000 paid in September 2022 and $50,000 paid in September 2023).

In February 2023, the Company partially exercised the Topaz Option to lease 1,040 acres for a period of five years. In consideration, the Company paid $156,000 cash and agreed to pay a production royalty of 20% (the “Royalty”) of the gross sales price of the product sold.

In October 2024, the Company exercised the remaining Topaz Option to lease 2,092 acres for a period of five years, subject to the Royalty. In consideration, the Company paid $313,868 cash.

In October 2023, the Company entered into a mineral lease agreement with a private mineral rights holder to expand the area of the Topaz project. In consideration, the Company paid $11,000 on signing and agreed to pay a minimum royalty payment on each anniversary thereafter in the following amounts:

- Years 2-5 - $2,500 ($2,500 paid in October 2024)
- Years 6-10 - $5,000
- Years 11-15 - $10,000
- Years 16-20 - $15,000

The minimum royalty payments shall be considered advance royalty and shall be credited to and recoverable from production royalties. The lease is for an initial term of 20 years, extendable up to a maximum of 40 years, subject to conditions. The Company agreed to pay a production royalty of 3%.

A former director of a subsidiary of the Company holds a 0.5% royalty on the Topaz project. The Company has the right to repurchase half of the royalty (0.25%) upon payment of $100,000.

Tunu Project, Greenland

In October 2021, the Company was granted two exploration licences in Greenland known as the Tunu helium project.

(Unaudited - Expressed in US dollars)

6. EXPLORATION AND EVALUATION ASSETS (continued)

Exploration expenditures

During the three and six months ended March 31, 2025 and 2024, the Company incurred the following exploration and evaluation expenditures.

	Three months ended March 31,		Six months ended March 31,	
	2025	**2024**	**2025**	**2024**
Topaz Project				
Consulting fees	$ 677,956	$ 77,666	$ 887,912	$ 143,166
Drilling and completions	3,608,227	2,988,660	4,195,468	3,186,155
Geology and geophysics	302,354	51,592	483,272	172,854
Regulatory and permitting	91,133	17,591	151,375	36,615
	4,679,670	3,135,509	5,718,027	3,538,790
Tunu Project				
Geology and geophysics	45,108	-	52,645	-
Regulatory and permitting	-	-	737	-
	45,108	-	53,382	-
	$ 4,724,778	$ 3,135,509	$ 5,771,409	$ 3,538,790

7. WARRANT LIABILITY

	March 31, 2025	September 30, 2024
Balance, beginning of period	$ 3,798,355	$ 730,670
Issuance of warrants	-	1,103,988
Exercise of warrants	(149,003)	(6,860,742)
Revaluation	(963,066)	8,824,439
Balance, end of period	$ 2,686,286	$ 3,798,355

Share purchase warrants are considered a derivative liability, as the currency denomination of the exercise price is different from the functional currency of the Company.

The warrant liability was revalued as at March 31, 2025 using the Black-Scholes option pricing model with the following assumptions: a stock price of C$0.49; a risk-free interest rate of 2.46%; an expected volatility of 100%; an expected life of 0.80 years; an exchange rate of 1.4376; a forfeiture rate of zero; and an expected dividend of zero.

8. SHARE CAPITAL AND RESERVES

Authorized

The Company has an unlimited number of common shares without par value authorized for issue.

Issued and outstanding

During the six months ended March 31, 2025, the Company completed the following:

- On October 18, 2024, and concurrent with Admission (Note 1), the Company completed a fundraising through the issuance of 15,500,000 common shares at a price of £0.25 for gross proceeds of $5,010,985 (£3,875,000).

  The Company paid cash finder's fees of $376,447 (£290,625) and other cash share issue costs of $115,090 (£88,852).

  The Company issued 1,000,000 common shares at a value of $324,953 for corporate finance fees recorded as share issue costs; 240,000 common shares at a value of $77,989 for prepaid regulatory costs; and 200,000 common shares valued at $64,991 for a success fee recorded as listing fees for the six months ended March 31, 2025.

  In addition, the Company issued 1,612,500 broker warrants valued at $395,629. The broker warrants entitle the broker to purchase one common share at a price of £0.25 until October 18, 2029. The fair value of the broker warrants was determined using the Black-Scholes option pricing model with the following assumptions: a risk-free interest rate of 2.90%; an expected volatility of 100%; an expected life of 5 years; a forfeiture rate of zero; and an expected dividend of zero.

  The Company also issued 500,000 warrants valued at $86,860 and recorded as listing fees for the six months ended March 31, 2025. The warrants entitle the holder to purchase one common share at a price of £0.25 until October 18, 2026. The fair value of the warrants was determined using the Black-Scholes option pricing model with the following assumptions: a risk-free interest rate of 2.97%; an expected volatility of 100%; an expected life of 2 years; a forfeiture rate of zero; and an expected dividend of zero.

- On January 9 and March 21, 2025, the Company completed a brokered private placement, in two tranches, through the issuance of 6,388,154 common shares at a purchase price of $0.38 per share for gross proceeds of $2,427,498. The Company paid cash finder's fees of $145,650.

- During the six months ended March 31, 2025, the Company issued 747,434 common shares on the exercise of warrants for gross proceeds of $190,855. The Company recorded an allocation on exercise of warrants of $149,003 from warrant liability (Note 7).

8. SHARE CAPITAL AND RESERVES (continued)

Special Warrants

In August 2024, the Company issued 4,500,000 special warrants ("Special Warrants") at a price of £0.25 per Special Warrant for gross proceeds of $1,471,245 (£1,125,000). This investment in the Company was completed in conjunction with the Company's admission to trading on AIM (Note 1). The Company paid $147,127 (£112,500) cash in satisfaction of finder's fees. In October 2024, all of the Special Warrants were converted to common shares and the Company recorded an allocation of $1,324,118 to share capital.

Escrow shares

As at March 31, 2025, the Company had 37,140,820 common shares held in escrow, of which 9,285,205 will be released on each of August 15, 2025, February 15, 2026, August 15, 2026, and February 15, 2027. 9,285,205 were released from escrow on February 15, 2025. These common shares along with 9,285,205 common shares to be released from escrow on August 15, 2025 are subject to lock-in and orderly market arrangements under Rule 7 of AIM ("Rule 7 Lock-Ups") where the common shares may not be disposed of for a period of 12 months from the October 18, 2024 date of Admission.

Warrants

The continuity of warrants exercisable in Canadian dollars for the six months ended March 31, 2025 is as follows:

Expiry date	Exercise price C$	Balance, September 30, 2024	Granted	Exercised	Expired	Balance, March 31, 2025
January 17, 2026	$ 0.36	18,067,392	-	(747,434)	-	17,319,958
January 10, 2027	$ 0.57	-	282,335			282,335
		18,067,392	282,335	(747,434)	-	17,602,293
Weighted average exercise price - C$		$ 0.36	$ 0.57	$ 0.36	$ -	$ 0.36

As at March 31, 2025, the weighted average remaining contractual life of the warrants outstanding and exercisable in Canadian dollars was 0.82 years.

The sale of 15,500,000 common shares underlying the exercise of 15,500,000 warrants with an exercise price of C$0.36 are subject to Rule 7 Lock-Ups.

8. SHARE CAPITAL AND RESERVES (continued)

Warrants (continued)

On January 10, 2025, the Company issued an advisor 282,335 compensation warrants valued at $72,038 exercisable at a price of C$0.57 until January 10, 2027. In addition, the Company paid the advisor a cash advisory fee of $112,500. The compensation warrants and cash advisory fee were recorded as marketing and promotion on the statement of loss. Notwithstanding the foregoing, if at any time prior to expiry date of the compensation warrants, the volume weighted average trading price of the common shares on the TSX-V is C$0.76 or greater for a period of 20 consecutive trading days, the Company may, within 10 business days of the occurrence of the event, accelerate the expiry date of the compensation warrants by giving notice to the holder, and in such case, the expiry date of the compensation warrants shall be the date specified by the Company in the warrant acceleration notice, provided such date shall not be less than 30 trading days following delivery of the warrant acceleration notice.

The fair value of the compensation warrants was determined using the Black-Scholes option pricing model with the following assumptions: a risk-free interest rate of 3.07%; an expected volatility of 100%; an expected life of 2 years; a forfeiture rate of zero; and an expected dividend of zero.

The continuity of warrants exercisable in British Pounds for the six months ended March 31, 2025 is as follows:

Expiry date	Exercise price - £	Balance, September 30, 2024	Granted	Exercised	Expired	Balance, March 31, 2025
October 18, 2026	£ 0.25	-	500,000	-	-	500,000
October 18, 2029	£ 0.25	-	1,612,500	-	-	1,612,500
		-	2,112,500	-	-	2,112,500
Weighted average exercise price - £		£ -	£ 0.25	£ -	£ -	£ 0.25

As at March 31, 2025, the weighted average remaining contractual life of the warrants outstanding and exercisable in British Pounds was 3.84 years.

Share-based compensation

The Company has a 10% "rolling" stock option plan which governs the granting of stock options to directors, officers, employees and consultants of the Company for the purchase of up to 10% of the issued and outstanding common shares of the Company from time to time. The maximum term of stock options is ten years from the grant date. The exercise price and vesting terms are at the discretion of the directors.

In addition, the Company has an equity incentive plan (the "Equity Plan") which governs the granting of any restricted share unit (RSU), performance share unit (PSU) or deferred share unit (DSU) granted under the Equity Plan, to directors, officers, employees and consultants of the Company. The Company has reserved for issuance up to 7,414,028 common shares of the Company.

(Unaudited - Expressed in US dollars)

8. SHARE CAPITAL AND RESERVES (continued)

Share-based compensation (continued)

Stock options

The continuity of stock options for the six months ended March 31, 2025 is as follows:

Expiry date	Exercise price C$	Balance, September 30, 2024	Granted	Exercised	Expired	Balance, March 31, 2025
February 1, 2029	$ 0.45	8,800,000	-	-	-	8,800,000
		8,800,000	-	-	-	8,800,000
Weighted average exercise price - C$		$ 0.45	$ -	$ -	$ -	$ 0.45

As at March 31, 2025, all stock options were exercisable with a weighted average remaining contractual life of 3.84 years. The sale of 6,350,000 common shares underlying the exercise of 6,350,000 stock options are subject to Rule 7 Lock-Ups.

Performance Share Units ("PSUs")

The continuity of PSUs for the six months ended March 31, 2025 is as follows:

Award date	Balance, September 30, 2024	Granted	Released	Forfeited	Balance, March 31, 2025
February 1, 2024	4,000,000	-	-	-	4,000,000
	4,000,000	-	-	-	4,000,000

In February 2024, the Company awarded 4,000,000 PSUs to four key individuals, including 2,800,000 to two officers of the Company. The PSUs vest as to one-third each on the first, second and third anniversaries of the award date. The PSUs were valued at $1,193,674, using a share price of C$0.40 and an exchange rate of 1.3404. During the six months ended March 31, 2025, $299,943 of the total amount was recorded as share-based compensation on the statement of loss.

The sale of 2,800,000 common shares underlying the conversion of 2,800,000 PSUs are subject to Rule 7 Lock-Ups.

In April 2025, the Company issued 400,000 common shares on the conversion of 400,000 PSUs (Note 13).

(Unaudited - Expressed in US dollars)

9. RELATED PARTY TRANSACTIONS AND BALANCES

Compensation of key management personnel

Key management includes members of the Board of Directors, the Chief Executive Officer, the Chief Financial Officer, and the Corporate Secretary. The aggregate compensation paid or accrued to key management personnel during the three and six months ended March 31, 2025 and 2024 were as follows:

	Three months ended March 31,		Six months ended March 31,	
	2025	**2024**	**2025**	**2024**
Consulting fees				
Chief Executive Officer	$ 56,799	$ 95,000	$ 114,499	$ 140,000
Golden Oak *	41,250	45,502	82,600	75,636
Executive Chair	31,350	12,500	62,700	25,000
	129,399	153,002	259,799	240,636
Director fees	39,150	25,208	78,300	45,208
Share-based compensation	81,514	1,489,775	209,960	1,489,775
	$ 250,063	$ 1,667,985	$ 548,059	$ 1,775,619

* Golden Oak Corporate Services Ltd. ("Golden Oak") is a consulting company controlled by the Chief Financial Officer and Corporate Secretary of the Company. Golden Oak provides the services of a Chief Financial Officer, Corporate Secretary, and accounting and administrative staff to the Company.

Related party balances

		March 31, 2025	September 30, 2024
Chief Executive Officer	Expenses	$ -	$ 100
Golden Oak	Expenses	8,437	679
Executive Chair	Fees	31,250	31,250
Executive Chair	Expenses	3,849	-
Directors	Director Fees	38,750	38,750
Total		$ 82,286	$ 70,779

(Unaudited - Expressed in US dollars)

10. SEGMENTED INFORMATION

Operating segments are identified on the basis of internal reports that are regularly reviewed by the chief operating decision-maker to allocate resources to the segments and to assess their performance.

The chief operating decision-maker who is responsible for allocating resources and assessing performance of the operating segments, has been defined as the Chief Executive Officer.

The Company operates in a single segment, being exploration and evaluation of helium.

All of the Company's helium exploration and evaluation assets and equipment are located in the USA and Greenland.

11. FINANCIAL INSTRUMENTS AND RISK MANAGEMENT

Financial Instruments

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

		March 31, 2025	September 30, 2024
Cash	Amortized cost	$ 1,659,888	$ 1,230,982
Trade and other payables	Amortized cost	(2,663,684)	(1,177,662)
Warrant liability	FVTPL	(2,686,286)	(3,798,355)

The Company's financial instruments recorded at fair value require disclosure about how the fair value was determined based on significant levels of inputs described in the following hierarchy:

Level 1 - Quoted prices are available in active markets for identical assets or liabilities as of the reporting date. Active markets are those in which transactions occur in sufficient frequency and value to provide pricing information on an ongoing basis.

Level 2 - Pricing inputs are other than quoted prices in active markets included in Level 1. Prices in Level 2 are either directly or indirectly observable as of the reporting date. Level 2 valuations are based on inputs including quoted forward prices for commodities, time value and volatility factors, which can be substantially observed or corroborated in the market place.

Level 3 - Valuations in this level are those with inputs for the asset or liability that are not based on observable market data.

11. FINANCIAL INSTRUMENTS AND RISK MANAGEMENT (continued)

Financial Instruments (continued)

The carrying values of cash and trade and other payables approximate their fair values due to their short-term nature. These financial instruments are classified as financial assets and liabilities at amortized cost and are reported at amortized cost. The fair value of the Company's warrant liability is recorded at fair value using Level 3 of the fair value hierarchy. The carrying value of the warrant liability is determined using the Black-Scholes option pricing model.

Risk Management

The Company's risk management objectives and policies are consistent with those disclosed by the Company for the year ended September 30, 2024.

12. NON-CASH INVESTING AND FINANCING ACTIVITIES

During the six months ended March 31, 2025, the Company:

- issued 1,000,000 common shares at a value of $324,953 for corporate finance fees recorded as share issue costs (Note 8);
- issue 240,000 common shares at a value of $77,989 for prepaid regulatory costs (Note 8);
- issued 1,612,500 broker warrants valued at $395,629 (Note 8); and
- recorded an allocation on exercise of warrants of $149,003 from warrant liability to share capital (Note 8).

During the six months ended March 31, 2024, the Company:

- • issued 285,715 common shares valued at $102,509 to settle trade and other payables of $89,572);
- recognized a derivative liability through the issuance of 18,500,000 warrants valued at $1,103,988 as part of the private placement;
- issued 159,236 broker warrants valued at $20,640;
- recorded an allocation on exercise of warrants of $67,865 from reserves to share capital; and
- recorded an allocation on exercise of warrants of $1,721,443 from warrant liability to share capital.

During the six months ended March 31, 2025, the Company paid interest of $Nil (2024 - $Nil) in cash.

During the six months ended March 31, 2025, the Company paid income tax of $Nil (2024 - $Nil) in cash.

13. SUBSEQUENT EVENTS

Subsequent to March 31, 2025, the Company completed the following:

- In April 2025, the Company issued 400,000 common shares on the conversion of 400,000 PSUs (Note 8).

- In April 2025, the Company entered into a project financing facility line of credit note with University Bancorp, Inc. ("University Bancorp") pursuant to which University Bancorp has extended the Company a $4,000,000 project finance facility (the "Facility"). The Facility is secured by a pledge of all of the shares of Keewaydin Resources Inc. ("Keewaydin"), the Company's US subsidiary that holds the Topaz project (Note 6), and a first lien on all assets of Keewaydin. The Facility matures on March 31, 2026 and bears interest on any amount drawn at 12% per annum. A utilization fee of 2% will be charged on the balance of any draws on the Facility and are reimbursable at maturity. In April and May, 2025, the Company drew a total of $2,000,000 of the Facility.