



Group Eleven Resources Corp.

Condensed Consolidated Interim Financial Statements

For the Six Months Ended June 30, 2026

Expressed in Canadian Dollars

MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING
CONDENSED CONSOLIDATED INTERIM FINANCIAL REPORTING

The accompanying condensed consolidated interim financial statements of Group Eleven Resources Corp. ("the Company") have been prepared by and are the responsibility of management of the Company. Management acknowledges responsibility for the preparation and presentation of the condensed consolidated interim financial statements, including responsibility for significant accounting estimates and the choice of accounting principles and methods that are appropriate to the Company's circumstances.

NOTICE OF NO AUDITOR REVIEW OF INTERIM FINANCIAL STATEMENTS

The Company's independent auditor has not performed a review of these unaudited condensed consolidated interim financial statements in accordance with standards established by the Chartered Professional Accountants of Canada for a review of unaudited condensed consolidated interim financial statements by an entity's auditor.

GROUP ELEVEN RESOURCES CORP.**CONDENSED CONSOLIDATED INTERIM STATEMENTS OF FINANCIAL POSITION**

(Unaudited – expressed in Canadian Dollars, unless otherwise stated)

AS AT

	Note	June 30, 2026	December 31, 2025
ASSETS			
Current assets:			
Cash and cash equivalents		\$ 16,201,751	\$ 8,076,893
Prepaid expenses		151,581	70,327
Other receivables	3	267,715	253,013
Total current assets		16,621,047	8,400,233
Non-current assets:			
Equipment	4	129,310	64,333
Exploration and evaluation assets	5	8,897,821	8,897,821
		9,027,131	8,962,154
Total assets		\$ 25,648,178	\$ 17,362,387
LIABILITIES AND SHAREHOLDERS' EQUITY			
Current liabilities:			
Accounts payable and accrued liabilities	6,12	\$ 930,240	\$ 906,031
Exploration partner advances	7	241,321	239,401
Total liabilities		1,171,561	1,145,432
Equity:			
Share capital	8	49,454,518	37,723,542
Reserves	8	2,353,492	2,118,705
Deficit		(30,153,552)	(26,521,129)
Total shareholders' equity		21,654,458	13,321,118
Non-controlling interest	9	2,822,159	2,895,837
Total equity		24,476,617	16,216,955
Total liabilities and shareholders' equity		\$ 25,648,178	\$ 17,362,387

Nature and continuance of operations (Note 1)

Subsequent events (Note 15)

Approved on behalf of the Board of Directors as of August 21, 2026:

/s/ Daniel MacInnis
Chairman

/s/ Barry O'Shea
Director

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

GROUP ELEVEN RESOURCES CORP.**CONDENSED CONSOLIDATED INTERIM STATEMENTS OF LOSS AND COMPREHENSIVE LOSS**

(Unaudited – expressed in Canadian Dollars, unless otherwise stated)

	Note	Three months ended June 30, 2026	Three months ended June 30, 2025	Six months ended June 30, 2026	Six months ended June 30, 2025
Operating expenses:					
Exploration expenditures	5,12	\$ 1,392,267	\$ 884,296	\$ 2,691,490	\$ 1,569,928
Salaries and benefits	12	173,515	141,138	356,507	317,086
Marketing and investor relations		93,187	109,913	225,001	194,352
General and administrative		66,291	65,780	169,974	128,315
Professional fees	12	53,580	84,504	98,172	118,579
Depreciation	4	9,071	2,895	14,186	5,240
Foreign exchange loss (gain)		(17,639)	11,833	11,820	13,658
Interest income		(98,208)	(11,031)	(156,453)	(17,083)
Share-based payments	8,12	145,930	24,060	295,404	78,297
Loss and comprehensive loss for the period		\$ (1,817,994)	\$ (1,313,388)	\$ (3,706,101)	\$ (2,408,372)
Loss attributable to:					
Shareholders		(1,751,858)	(1,307,767)	(3,632,423)	(2,369,624)
Non-controlling interest	9	(66,136)	(5,621)	(73,678)	(38,748)
		\$ (1,817,994)	\$ (1,313,388)	\$ (3,706,101)	\$ (2,408,372)
Basic and diluted loss per common shares attributable to shareholders		\$ (0.01)	\$ (0.01)	\$ (0.01)	\$ (0.01)
Weighted average number of shares outstanding – basic and diluted		281,887,861	229,889,761	275,723,261	223,726,233

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

GROUP ELEVEN RESOURCES CORP.**CONDENSED CONSOLIDATED INTERIM STATEMENTS OF CHANGES IN EQUITY**

(Unaudited – expressed in Canadian Dollars, unless otherwise stated)

	Share capital				Total Shareholders' Equity	Non-controlling Interest	Total Equity
	Number of shares	Share Capital	Reserves	Deficit			
December 31, 2024	212,959,835	\$ 26,184,554	\$ 1,761,136	\$ (20,953,059)	\$ 6,992,631	\$ 2,975,266	\$ 9,967,897
Shares issued pursuant to private placement	13,157,894	2,500,000	-	-	2,500,000	-	2,500,000
Share issuance costs – cash	-	(79,968)	-	-	(79,968)	-	(79,968)
Share issuance costs – finders' warrants	-	(12,431)	12,431	-	-	-	-
Shares issued on exercise of warrants	12,639,132	2,202,263	(86,528)	-	2,115,735	-	2,115,735
Shares issued on exercise of stock options	1,045,000	187,658	(77,675)	-	109,983	-	109,983
Share-based payments	-	-	78,297	-	78,297	-	78,297
Loss and comprehensive loss for the period	-	-	-	(2,369,624)	(2,369,624)	(38,748)	(2,408,372)
June 30, 2025	239,801,861	\$ 30,982,076	\$ 1,687,661	\$ (23,322,683)	\$ 9,347,054	\$ 2,936,518	\$ 12,283,572
Shares issued pursuant to private placement	17,968,750	5,750,000	-	-	5,750,000	-	5,750,000
Share issuance costs – cash	-	(664,979)	-	-	(664,979)	-	(664,979)
Share issuance costs – finders' warrants	-	(129,708)	129,708	-	-	-	-
Shares issued on exercise of warrants	7,555,583	1,691,978	(147,269)	-	1,544,709	-	1,544,709
Shares issued on exercise of stock options	650,000	94,175	(35,675)	-	58,500	-	58,500
DSUs issued for debt	-	-	60,000	-	60,000	-	60,000
Share-based payments	-	-	424,280	-	424,280	-	424,280
Loss and comprehensive loss for the period	-	-	-	(3,198,446)	(3,198,446)	(40,681)	(3,239,127)
December 31, 2025	265,976,194	\$ 37,723,542	\$ 2,118,705	\$ (26,521,129)	\$ 13,321,118	\$ 2,895,837	\$ 16,216,955
Shares issued pursuant to private placement	13,334,250	12,000,825	-	-	12,000,825	-	12,000,825
Share issuance costs – cash	-	(803,009)	-	-	(803,009)	-	(803,009)
Shares issued on exercise of warrants	2,797,267	489,013	(41,470)	-	447,543	-	447,543
Shares issued on exercise of stock options	250,000	44,147	(19,147)	-	25,000	-	25,000
Share-based payments	-	-	295,404	-	295,404	-	295,404
Loss and comprehensive loss for the period	-	-	-	(3,632,423)	(3,632,423)	(73,678)	(3,706,101)
June 30, 2026	282,357,711	\$ 49,454,518	\$ 2,353,492	\$ (30,153,552)	21,654,458	\$ 2,822,159	\$ 24,476,617

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

GROUP ELEVEN RESOURCES CORP.**CONDENSED CONSOLIDATED INTERIM STATEMENTS OF CASH FLOWS**

(Unaudited – expressed in Canadian Dollars, unless otherwise stated)

FOR THE SIX MONTHS ENDED

	June 30, 2026	June 30, 2025
Cash flows from operating activities:		
Loss and comprehensive loss for the period	\$ (3,706,101)	\$ (2,408,372)
Items not involving cash:		
Depreciation	14,186	5,240
Foreign exchange (gain) loss	1,920	13,116
Share-based payments	295,404	78,297
Changes in non-cash working capital items:		
Prepaid expenses	(81,254)	2,319
Other receivables	(14,702)	(95,611)
Accounts payable and accrued liabilities	24,063	268,216
Net cash used in operating activities	(3,466,484)	(2,136,795)
Cash flows from investing activities:		
Purchase of equipment	(79,163)	(45,991)
Net cash used in investing activities	(79,163)	(45,991)
Cash flows from financing activities:		
Funds received from private placement	12,000,825	2,500,000
Share issuance costs	(802,863)	(78,756)
Funds received on exercise of stock options	25,000	109,983
Funds received on exercise of warrants	447,543	2,115,735
Net cash used in financing activities	11,670,505	4,646,962
Net change in cash and cash equivalents	8,124,858	2,464,176
Cash and cash equivalents, beginning of the period	8,076,893	1,700,395
Cash and cash equivalents, end of the period	\$ 16,201,751	\$ 4,164,571
Cash and cash equivalents is represented by:		
Cash	16,191,751	4,154,571
Cash equivalents	10,000	10,000
	\$ 16,201,751	\$ 4,164,571

Supplemental cash flow information (Note 13)

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

GROUP ELEVEN RESOURCES CORP.

Notes to the Condensed consolidated interim Financial Statements
(Unaudited – expressed in Canadian Dollars, unless otherwise stated)
For the six months ended June 30, 2026

1. NATURE AND CONTINUANCE OF OPERATIONS

Group Eleven Resources Corp. (the "Company" or "GERC") was incorporated under the laws of the Province of British Columbia, Canada on November 25, 2016, and its principal business activity is the exploration and evaluation of mineral properties. The Company's corporate office is located at 2200 - 885 W Georgia Street, Vancouver, British Columbia. The Company's common shares are listed on the TSX Venture Exchange ("TSX-V") under the symbol ZNG and effective May 23, 2025, on the OTCQB Venture Market under the symbol GRLVF.

These condensed consolidated interim financial statements are 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. The Company has incurred ongoing losses since inception and has no source of recurring revenue. The success of the Company is dependent upon the ability of the Company to obtain necessary financing to continue its exploration and development activities, the confirmation of economically recoverable reserves, and upon establishing future profitable production, or realization of proceeds on disposal. Management estimates that it has adequate working capital to fund all its planned activities for the next year.

At June 30, 2026, the Company had working capital of \$15,449,486 (December 31, 2025 - \$1,048,912). During the six months ended June 30, 2026, the Company incurred a loss of \$3,706,101 (2025 - \$2,408,372) and used cash in operating activities of \$3,466,484 (2025 - \$2,136,795). On March 11, 2026, the Company completed a bought deal private placement pursuant to which the Company received gross proceeds of \$12,000,825 (Note 9).

Management recognizes that the Company will need to raise additional funds to maintain its current level of operations and while it has been successful in doing so in the past, there can be no assurance that it will be able to do so in the future. Factors that affect the availability of financing include the progress and results of ongoing exploration at the Company's mineral properties, the state of international debt and equity markets, and investor perceptions and expectations of the global markets and mining and zinc sector in particular. A failure to raise capital when required could cause a deferral or delay in the current exploration projects, loss of currently held mineral properties, have a material adverse effect on the Company's business, financial condition and results of operations.

Management plans to continue to secure the necessary financing through a combination of equity financing and entering into joint venture arrangements; however, there can be no assurance that the Company will be successful in these actions. These condensed consolidated interim 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. MATERIAL ACCOUNTING POLICY INFORMATION

a) Statement of Compliance

These condensed consolidated interim financial statements have been prepared in accordance with International Accounting Standard 34, Interim Financial Reporting using the same accounting policies and methods of application as the audited annual consolidated financial statements for the year ended December 31, 2025, which were prepared in accordance with IFRS Accounting Standards ("IFRS") as issued by the International Accounting Standards Board. Accordingly, certain information and footnote disclosures normally included in annual financial statements have been omitted or condensed.

GROUP ELEVEN RESOURCES CORP.

Notes to the Condensed consolidated interim Financial Statements
(Unaudited – expressed in Canadian Dollars, unless otherwise stated)
For the six months ended June 30, 2026

2. MATERIAL ACCOUNTING POLICY INFORMATION (CONTINUED)

a) *Statement of Compliance (continued)*

The accounting policies, estimates and critical judgments, methods of computation and presentation applied in these condensed consolidated interim financial statements are consistent with those of the most recent annual audited financial statements and are those the Company adopted in its financial statements for the year ended December 31, 2025. Accordingly, these financial statements should be read in conjunction with the Company's most recent annual audited consolidated financial statements.

b) *Basis of Consolidation*

These condensed consolidated interim financial statements incorporate the financial statements of the Company and its wholly controlled subsidiaries. Control exists when the Company has the power, directly or indirectly, to govern the financial and operating policies of an entity so as to obtain benefits from its activities. All inter-company transactions and accounts have been eliminated upon consolidation.

For partially owned subsidiaries, the interest attributable to non-controlling shareholders is reflected in non-controlling interest. Adjustments to non-controlling interest are accounted for as transactions with owners and adjustments that do not involve the loss of control are based on a proportionate amount of the net assets of the subsidiaries.

	Country of Incorporation	Effective Interest	Functional currency
Group Eleven Resources Ltd. ("GERL")	Ireland	100%	CAD
Group Eleven Mining and Exploration Inc. ("GEME")	Ireland	100%	CAD
Ballinalack Resources Limited ("BRL")	Ireland	60%	CAD
TILZ Minerals Ltd. ("TILZ")	Ireland	76.56%	CAD

c) *Significant Accounting Estimates and Judgments*

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

Critical accounting estimates

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

GROUP ELEVEN RESOURCES CORP.

Notes to the Condensed consolidated interim Financial Statements
(Unaudited – expressed in Canadian Dollars, unless otherwise stated)
For the six months ended June 30, 2026

2. MATERIAL ACCOUNTING POLICY INFORMATION (CONTINUED)

c) *Significant Accounting Estimates and Judgments (continued)*

Critical accounting estimates (continued)

- The inputs used in calculating the fair value for share-based payment expense included in profit or loss and comprehensive loss and statement of shareholders' equity. The share-based payment expense is estimated using the Black-Scholes option-pricing model as measured on the grant date to estimate the fair value of stock options. This model involves the input of highly subjective assumptions, including the expected price volatility of the Company's common shares, the expected life of the options, and the estimated forfeiture rate.
- Deferred income tax assets and liabilities are measured using enacted or substantively enacted tax rates at the reporting date in effect for the period in which the temporary differences are expected to be recovered or settled. The effect on deferred income tax assets and liabilities of a change in tax rates is recognized as part of the provision for income taxes in the period that includes the enactment date. The recognition of deferred income tax assets is based on the assumption that it is probable that taxable profits will be available against which the deductible temporary differences can be utilized.

Critical accounting judgments

Critical accounting judgments are accounting policies that have been identified as being complex or involving subjective judgments or assessments, as follows:

- The carrying value and the recoverability of exploration and evaluation assets, which are included in the statements of financial position. The value of the exploration and evaluation assets is based on the expenditures incurred. At every reporting period, management assesses the potential impairment which involves assessing whether facts or circumstances exist that suggest the carrying amount exceeds the recoverable amount.
- The determination of functional currency involves certain judgments to determine the primary economic environment in which each entity operates. This determination is reassessed if there is a change in events and conditions which were used in the determination of the primary economic environment. The parent and subsidiary entities have a Canadian dollar functional currency.

d) *Accounting standards issued for adoption of future periods*

In April 2024, the IASB issued IFRS 18, Presentation and Disclosure in Financial Statements ("IFRS 18"), replacing IAS 1. The new guidance is expected to improve the usefulness of information presented and disclosed in the financial statements of companies. IFRS 18 is effective for annual reporting periods beginning on or after January 1, 2027, with early adoption permitted. The Company is currently assessing the impact of this new IFRS accounting standard on its condensed consolidated interim financial statements.

The Company has reviewed other new and revised accounting pronouncements that have been issued but are not yet effective, and has determined that these updates are not applicable or consequential to the Company and have been excluded from discussion within these material accounting policies.

GROUP ELEVEN RESOURCES CORP.

Notes to the Condensed consolidated interim Financial Statements
(Unaudited – expressed in Canadian Dollars, unless otherwise stated)
For the six months ended June 30, 2026

3. OTHER RECEIVABLES

Other receivables consist of recoverable amounts paid for value added tax and goods and services tax charged to the Company on purchases of goods or services.

4. EQUIPMENT

	Computer equipment	Exploration equipment	Total
Cost			
December 31, 2024	\$ 17,991	\$ 42,628	\$ 60,619
Additions	<u>15,974</u>	<u>37,358</u>	<u>53,332</u>
December 31, 2025	\$ 33,965	\$ 79,986	\$ 113,951
Additions	<u>-</u>	<u>79,163</u>	<u>79,163</u>
June 30, 2026	\$ 33,965	\$ 159,149	\$ 193,114
Accumulated depreciation			
December 31, 2024	8,961	30,494	39,455
Depreciation	<u>5,695</u>	<u>4,468</u>	<u>10,163</u>
December 31, 2025	14,656	34,962	49,618
Depreciation	<u>4,759</u>	<u>9,427</u>	<u>14,186</u>
June 30, 2026	\$ 19,415	\$ 44,389	\$ 63,804
Net book value			
December 31, 2025	\$ 19,309	\$ 45,024	\$ 64,333
June 30, 2026	\$ 14,550	\$ 114,760	\$ 129,310

5. EXPLORATION AND EVALUATION ASSETS

The Company's exploration and evaluation assets consist of exploration-stage properties located in Ireland. Changes in the project carrying amounts for the six months ended June 30, 2026, and the year ended December 31, 2025 are summarized as follows:

	Cumulative to December 31, 2024	Additions during the year	Cumulative to December 31, 2025	Additions during the period	Cumulative to June 30, 2026
Acquisition costs					
Exploration and evaluation assets acquired	\$ 8,897,821	\$ -	\$ 8,897,821	\$ -	\$ 8,897,821
Total acquisition costs	\$ 8,897,821	\$ -	\$ 8,897,821	\$ -	\$ 8,897,821
Exploration expenditures					
Assays	\$ 554,321	\$ 243,301	\$ 797,622	\$ 128,021	\$ 925,643
Data compilation	1,564,419	344,185	1,908,604	206,842	2,115,446
Drilling	5,045,083	2,284,752	7,329,835	2,049,018	9,378,853
Equipment	639,503	66,081	705,584	55,712	761,296
Fieldwork	361,613	59,675	421,288	51,456	472,744
Geology consulting	310,951	7,590	318,541	52,188	370,729
Geophysical surveys	740,494	1,598	742,092	1,808	743,900
License fees	453,732	55,237	508,969	5,425	514,394
Technical supervision	466,986	54,735	521,721	23,937	545,658
Travel and accommodation	188,954	131,782	320,736	117,083	437,819
Total exploration expenditures	\$ 10,326,056	\$ 3,248,936	\$ 13,574,992	\$ 2,691,490	\$ 16,266,482

GROUP ELEVEN RESOURCES CORP.

Notes to the Condensed consolidated interim Financial Statements
(Unaudited – expressed in Canadian Dollars, unless otherwise stated)
For the six months ended June 30, 2026

5. EXPLORATION AND EVALUATION ASSETS (CONTINUED)

a) *PG West*

At June 30, 2026, the PG West project comprises of 10 licences (December 31, 2025 – 12 licences). The licences expire on dates ranging from September 2026 to August 2031 and are renewable subject to the Company achieving the aggregate Minimum Spending Requirements of €227,175, comprising €21,575 before June 2026 (completed), €37,500 before August 2026 (completed), €88,100 before October 2026, and €80,000 before July 2027. Subsequent Minimum Spending Requirements will be determined by the Geoscience Regulation Office of Ireland (“GRSO”) in due course.

b) *Ballinalack*

At June 30, 2026, the Ballinalack project comprises one licence (December 31, 2025 – one licence), which was renewed in February 2025 and expires in 2031, subject to the Company achieving the Minimum Spending Requirement of €37,900 by December 2026. Subsequent Minimum Spending Requirements will be determined by the GRSO in due course.

At June 30, 2026, the Company has capitalized acquisition costs of \$6,086,296 (December 31, 2025 - \$6,086,296) in exploration and evaluation assets in relation to the Ballinalack project.

The Company has a 60% interest in BRL, which owns the Ballinalack project, through GERL, a wholly owned subsidiary. The remaining 40% interest in BRL is owned by Shenzhen Zhongjin Lingnan Nonfemet Company Limited (“Nonfemet”) (Note 7(a)).

c) *Stonepark*

At June 30, 2026, the Stonepark project comprises 5 licences (December 31, 2025 – 5 licences), four of which expire on January 30, 2029 and one on December 14, 2029. The Stonepark licences are renewable subject to the Company achieving the Minimum Spending Requirements which total €250,000 to be spent before December 2026 and €20,000 to be spent before October 2027. Subsequent Minimum Spending Requirements will be determined by the GRSO in due course.

At June 30, 2026, the Company has capitalized acquisition costs of \$2,811,525 (December 31, 2025 - \$2,811,525) in exploration and evaluation assets in relation to the Stonepark project.

The Company has a 76.56% interest in TILZ, which owns the Stonepark project, through GERL, a wholly owned subsidiary. The remaining 23.44% interest in TILZ is owned by Limerick Zinc Limited (“Limerick”), a subsidiary of Arkle Resources PLC (“Arkle”) (Note 7(b)). The Company expects to own a 78.62% interest, with 21.38% interest owned by Limerick, upon tabulation of recent field work contributions.

6. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

	June 30, 2026	December 31, 2025
Accounts payable	\$ 704,491	\$ 498,439
Accrued liabilities	<u>225,749</u>	<u>407,592</u>
Total accounts payable and accrued liabilities	<u>\$ 930,240</u>	<u>\$ 906,031</u>

GROUP ELEVEN RESOURCES CORP.

Notes to the Condensed consolidated interim Financial Statements
(Unaudited – expressed in Canadian Dollars, unless otherwise stated)
For the six months ended June 30, 2026

7. EXPLORATION PARTNER ADVANCES

a) *Ballinalack Resources Limited*

GERL holds a 60% interest in BRL. The remaining 40% interest in BRL is owned by Zhongjin Lingnan Mining (hk) Company Limited ("Nonfemet"). BRL did not receive any capital contributions from Nonfemet during the six months ended June 30, 2026 and 2025. At June 30, 2026, the Company has remaining €119,022 (\$193,030) (December 31, 2025 - €119,022 (\$191,494)), from Nonfemet to fund exploration at the Ballinalack project. In order to maintain its 60% interest, the Company is required to fund the remaining €178,533 (\$289,545) to BRL, or, alternatively, reduce the GERL's current interest in BRL or return the remaining excess contribution amount to Nonfemet.

b) *TILZ Minerals Ltd.*

GERL holds a 76.56% interest in TILZ. The remaining 23.44% interest in TILZ is owned by Limerick Zinc Ltd., a subsidiary of Arkle Resources PLC. During the six months ended June 30, 2026, the Company received €nil (year ended December 31, 2025 - €29,776) in capital contributions from Limerick. At June 30, 2026, the Company has remaining €29,776 (\$48,291) (December 31, 2025 - €29,776 (\$47,907)) from Limerick to continue to fund exploration at the Stonepark project.

7. SHARE CAPITAL

a) *Share capital*

Authorized: an unlimited number of common shares with no par value.

Issued: 280,932,411 common shares.

2026 Transactions

On March 11, 2026, the Company closed a bought deal private placement for gross proceeds of \$12,000,825, pursuant to which the Company issued 13,334,250 common shares at a price of \$0.90 per share. The Company paid cash finders' fees of \$468,140 and incurred other share issuance costs of \$332,552.

During the six months ended June 30, 2026, the Company issued shares in the capital of the Company as follows, and incurred related share issuance costs of \$2,317:

- An aggregate of 2,797,267 shares upon the exercise of warrants with a weighted average exercise price of \$0.16 per share for total gross proceeds of \$447,543.
- An aggregate of 250,000 shares upon the exercise of stock options with a weighted average exercise price of \$0.10 per share for total gross proceeds of \$25,000.

2025 Transactions

On February 28, 2025, the Company closed a non-brokered private placement for gross proceeds of \$2,500,000, pursuant to which the Company issued 13,157,894 units at \$0.19 per unit ("February 2025 Unit). Each February 2025 Unit consisted of one common share of the Company and one half of one non-transferable share purchase warrant, with each full warrant being exercisable at a price of \$0.28 until February 28, 2027.

The Company incurred total cash finders' fees of \$35,619, other share issuance costs of \$42,622, and issued a total of 187,469 finders' warrants at the same terms as those issued as part of the February 2025 Units.

GROUP ELEVEN RESOURCES CORP.

Notes to the Condensed consolidated interim Financial Statements
(Unaudited – expressed in Canadian Dollars, unless otherwise stated)
For the six months ended June 30, 2026

8. SHARE CAPITAL (CONTINUED)

a) *Share capital (continued)*

2025 Transactions (continued)

The value allocated to the warrants based on the residual value method was \$Nil, and the finders' warrants were valued at \$12,431 using the Black-Scholes option pricing model and the following assumptions: volatility of 82.8%, expected life of 2 years, risk-free interest rate of 2.53%, and dividend rate of 0%.

On July 31, 2025, the Company closed a bought deal private placement for gross proceeds of \$5,750,000, pursuant to which the Company issued 17,968,750 common shares at a price of \$0.32 per share. The Company paid cash finders' fees of \$314,550, other share issuance costs of \$352,156, and issued 887,812 non-transferable finder's warrants, with each warrant being exercisable at a price of \$0.32 until July 31, 2027.

The finders' warrants were valued at \$129,708 using the Black-Scholes option pricing model and the following assumptions: volatility of 83.26%, expected life of 2 years, risk-free interest rate of 2.28%, and dividend rate of 0%.

During the six months ended June 30, 2025, the Company issued shares in the capital of the Company as follows, and incurred related share issuance costs of \$3,936:

- An aggregate of 20,194,715 shares upon the exercise of warrants with a weighted average exercise price of \$0.18 per share for total gross proceeds of \$3,660,444.
- An aggregate of 1,695,000 shares upon the exercise of stock options with a weighted average exercise price of \$0.10 per share for total gross proceeds of \$168,483.

b) *Stock options*

The Company has a stock option plan (the "Plan") that authorizes the Board of Directors to grant options to directors, officers, employees and consultants. The maximum number of common shares issuable pursuant to the exercise of outstanding options granted under the plan is 10% of the issued and outstanding shares of the Company at the time of granting the options. The maximum number of stock options granted to any one individual in a 12-month period may not exceed 5% of the outstanding common shares of the Company. The maximum number of stock options granted to any one consultant or an individual providing investor relations services in a 12-month period may not exceed 2% of the outstanding common shares of the Company. Options granted to consultants or individuals providing investor relations services will vest over at least 12 months with no more than one-quarter of the options vesting in any three-month period. The exercise price of each option will be determined by the Board, subject to the approval of the TSX-V if necessary. Options granted will have a term not to exceed five years and, except for where previously noted, are subject to vesting provisions as determined by the Board.

On February 14, 2025, the Company granted 250,000 stock options exercisable at a price of \$0.215 per share until February 14, 2030 to a consultant of the Company. The options vest as to 25% on a quarterly basis over 12 months, commencing 3 months after the date of grant. The options had an aggregate fair value of \$42,554.

On December 17, 2025, the Company granted 2,450,000 stock options exercisable at a price of \$0.63 per share until December 17, 2030, to directors, officers, employees and consultants of the Company. The options vest as to 1/3 on an annual basis, commencing on the date of grant. The options had an aggregate fair value of \$1,095,734.

GROUP ELEVEN RESOURCES CORP.

Notes to the Condensed consolidated interim Financial Statements
(Unaudited – expressed in Canadian Dollars, unless otherwise stated)
For the six months ended June 30, 2026

8. SHARE CAPITAL (CONTINUED)*b) Stock options (continued)*

The Company did not grant any stock options during the six months ended June 30, 2026.

The following weighted average assumptions were used for the Black-Scholes option-pricing model valuation of stock options granted:

	2026	2025
Risk-free rate (%)	N/A	2.98
Expected stock price volatility (%)	N/A	91.56
Expected dividend yield (%)	N/A	Nil
Expected life of options (years)	N/A	5

During the six months ended June 30, 2026, the Company recognized share-based payments expense of \$295,404 (2025 - \$78,297) for options granted and vested.

Stock option transactions are as follows:

	Number of Stock Options	Weighted Average Exercise Price
Balance, December 31, 2024	6,190,000	\$ 0.13
Exercised	(1,695,000)	0.10
Forfeited	(775,000)	0.14
Granted	2,700,000	0.59
Balance, December 31, 2025	6,420,000	\$ 0.33
Exercised	(250,000)	0.10
Balance, June 30, 2026	6,170,000	\$ 0.34
Exercisable, June 30, 2026	4,033,333	\$ 0.24

As at June 30, 2026, the Company had stock options outstanding and exercisable as follows:

Expiry Date	Number of Stock Options Outstanding	Number of Stock Options Exercisable	Exercise Price	Weighted Average Remaining Life (Years)
September 13, 2027	800,000	800,000	\$ 0.10	1.21
October 13, 2028	1,160,000	1,160,000	\$ 0.11	2.29
November 1, 2029	1,360,000	906,666	\$ 0.19	3.34
November 4, 2029	150,000	100,000	\$ 0.19	3.35
February 14, 2030	250,000	250,000	\$ 0.215	3.63
December 17, 2030	2,450,000	816,667	\$ 0.63	4.47
	6,170,000	4,033,333	\$ 0.34	3.33

GROUP ELEVEN RESOURCES CORP.

Notes to the Condensed consolidated interim Financial Statements
(Unaudited – expressed in Canadian Dollars, unless otherwise stated)
For the six months ended June 30, 2026

8. SHARE CAPITAL (CONTINUED)

c) *Restricted Share Units (“RSU”)*

The Company has a RSU plan (“RSU Plan”) for directors, officers, employees and consultants of the Company. Under the terms of the RSU Plan, each vested RSU awarded entitles the RSU holder to receive, subject to adjustment as provided for in the RSU Plan, either one common share in the Company or, at the Company’s option, an equivalent cash payment. The RSUs are considered equity settled. RSUs will vest over a period of up to three years from the date of grant. The Company has reserved 2,000,000 common shares for issuance under the RSU Plan, subject to the total RSUs granted not exceeding, when aggregated with all other security-based compensation arrangements of the Company, 10% of the issued shares of the Company. The Company did not grant any RSU’s during the six months ended June 30, 2026 and 2025.

d) *Deferred Share Units (DSU)*

The Company has a DSU plan (“DSU Plan”) for the directors of the Company. Under the terms of the amended DSU Plan, each vested DSU awarded entitles the DSU holder to receive, subject to adjustment as provided for in the DSU Plan, either one common share in the Company or, at the option of the Company, an equivalent cash payment. Shares eligible for issuance under the DSU Plan will be subject to the total DSUs granted not exceeding, when aggregated with all other security-based compensation arrangements of the Company, 10% of the issued shares of the Company. The foregoing limitation does not apply to grants made in lieu of directors’ fees.

For the purposes of the DSU Plan, the value of the DSU on the grant date is the market price, being the five-day volume weighted average price of the common shares immediately preceding the grant date. If the common shares are not trading on the TSX-V, then the Market Value shall be determined in the same manner based on the trading price on such stock exchange or over-the-counter market on which the common shares are listed and posted for trading as may be selected for such purpose by the Board.

On December 17, 2025, the Company granted 95,238 DSUs in settlement of \$60,000 owing to directors for services provided during the year ended December 31, 2024.

The Company did not grant any DSUs during the six months ended June 30, 2026.

DSU transactions are as follows:

	Number of DSUs	Weighted Average Price
Balance, December 31, 2024	3,780,950	\$ 0.08
Granted	95,238	0.65
Balance, December 31, 2025 and June 30, 2026	3,876,188	\$ 0.10

GROUP ELEVEN RESOURCES CORP.

Notes to the Condensed consolidated interim Financial Statements
(Unaudited – expressed in Canadian Dollars, unless otherwise stated)
For the six months ended June 30, 2026

8. SHARE CAPITAL (CONTINUED)*d) Deferred Share Units (DSU) (continued)*

As at June 30, 2026, the Company had DSUs outstanding as follows:

Grant Date	Number of DSUs Outstanding
May 1, 2019	500,000
October 2, 2020	666,666
September 13, 2022	600,000
June 7, 2023	1,714,284
November 1, 2024	300,000
December 17, 2025	95,238
	<u>3,876,188</u>

e) Warrants

Warrant transactions are summarized as follows:

	Number of Warrants	Weighted Average Exercise Price
Balance, December 31, 2024	21,131,031	\$ 0.17
Exercised	(20,194,715)	0.18
Expired	(9,000)	0.18
Issued – private placement	6,578,942	0.28
Issued – broker	1,075,281	0.31
Balance, December 31, 2025	8,581,539	\$ 0.24
Exercised	(2,797,267)	0.16
Balance, June 30, 2026	5,784,272	\$ 0.26

As at June 30, 2026, the Company had warrants outstanding as follows:

Expiry Date	Number of Warrants Outstanding	Exercise Price	Weighted Average Remaining Life (years)
February 28, 2027 (Note 15)	5,784,272	\$ 0.28	0.67

GROUP ELEVEN RESOURCES CORP.

Notes to the Condensed consolidated interim Financial Statements
(Unaudited – expressed in Canadian Dollars, unless otherwise stated)
For the six months ended June 30, 2026

9. NON-CONTROLLING INTEREST

Set out below is the summary financial information for BRL and TILZ, the subsidiaries for which the Company is subject to a material non-controlling interest.

	BRL		TILZ		Total
Balance, December 31, 2024	\$	2,387,037	\$	588,229	\$ 2,975,266
Share of loss		(12,150)		(67,279)	(79,429)
Balance, December 31, 2025	\$	2,374,887	\$	520,950	\$ 2,895,837
Share of loss		(3,182)		(70,496)	(73,678)
Balance, June 30, 2026	\$	2,371,705	\$	450,454	\$ 2,822,159

The following tables present the non-controlling interest as at June 30, 2026 and December 31, 2025. The information below is before intercompany eliminations.

As of June 30, 2026	BRL		TILZ		Total
Non-controlling interest percentage	40%		23.44%		
Assets					
Current	\$	222,986	\$	51,179	\$ 274,165
Non-current		6,086,296		2,811,525	8,897,821
		6,309,282		2,862,704	9,171,986
Liabilities					
Current		440,651		1,042,563	1,483,214
		440,651		1,042,563	1,483,214
Net Assets					
	\$	5,868,631	\$	1,820,141	\$ 7,688,772
Non-controlling interest	\$	2,371,705	\$	450,454	\$ 2,822,159

As of December 31, 2025	BRL		TILZ		Total
Non-controlling interest percentage	40%		23.44%		
Assets					
Current	\$	229,175	\$	37,355	\$ 266,530
Non-current		6,086,296		2,811,525	8,897,821
		6,315,471		2,848,880	9,164,351
Liabilities					
Current		437,146		719,820	1,156,966
		437,146		719,820	1,156,966
Net Assets					
	\$	5,878,325	\$	2,129,060	\$ 8,007,385
Non-controlling interest	\$	2,374,887	\$	520,950	\$ 2,895,837

GROUP ELEVEN RESOURCES CORP.

Notes to the Condensed consolidated interim Financial Statements
(Unaudited – expressed in Canadian Dollars, unless otherwise stated)
For the six months ended June 30, 2026

9. NON-CONTROLLING INTEREST (CONTINUED)

The following table presents the loss and comprehensive loss attributable to non-controlling interest:

	2026	2025
Loss and comprehensive loss for the period	\$ 3,706,101	\$ 2,408,372
Loss attributable to non-controlling interest:		
Ballinalack Resources Ltd.	3,182	6,910
TILZ Minerals Ltd.	70,496	31,838
	\$ 73,678	\$ 38,748

10. CAPITAL MANAGEMENT

The Company's objective when managing capital is to safeguard the entity's ability to continue as a going concern. The Company monitors its adjusted capital which comprises all components of equity. The Company manages its capital structure and makes adjustments to it in the light of changes in economic conditions and the risk characteristics of the underlying assets. To maintain or adjust the capital structure, the Company may issue common shares through private placements. The Company is not exposed to any externally imposed capital requirements. No changes were made to the Company's capital management practices during the six months ended June 30, 2026.

11. FINANCIAL RISK MANAGEMENT

The Company is exposed to a variety of risks related to financial instruments. The Board approves and monitors the risk management processes. The principal types of risk exposure and the way in which they are managed are as follows:

Liquidity Risk

Liquidity risk is the risk that the Company will not be able to meet its financial obligations when they become due. As at June 30, 2026 the Company had working capital of \$15,449,486 (December 31, 2025 - \$1,048,912). Management estimates that it has adequate working capital to fund all its planned activities for the next year. This notwithstanding, the Company will require additional financing to support continued operations as it has incurred ongoing losses since inception and currently has no source of recurring revenue.

Foreign exchange risk

The Company's functional currency is the Canadian dollar. There is a foreign exchange risk to the Company as its exploration and evaluation property interests and resulting future commitments are in Ireland. The Euro translation rate has experienced volatility over the last several years as a result of monetary policies adopted by the European Central Bank. Management monitors its foreign currency balances and adjusts based on anticipated need for currencies. The Company has a policy of not engaging in hedging activities to address this foreign currency risk. At June 30, 2026, the Company had Euro denominated current assets of €495,783 and Euro denominated current liabilities of €628,437. Accordingly, a 10% change in the foreign exchange rate would result in a \$21,514 credit or charge to operations.

GROUP ELEVEN RESOURCES CORP.

Notes to the Condensed consolidated interim Financial Statements
(Unaudited – expressed in Canadian Dollars, unless otherwise stated)
For the six months ended June 30, 2026

11. FINANCIAL RISK MANAGEMENT (CONTINUED)

Interest rate risk

Interest rate risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate due to changes in market interest rates. The Company is exposed to interest rate risk as cash is held in interest-bearing accounts, thus interest income earned on those balances will fluctuate with market rate changes. The Company does not hold any interest-bearing liabilities.

Credit risk

Credit risk arises from the potential for non-performance by counterparties of contractual financial obligations. The Company's exposure to credit risk is on its cash and cash equivalents and other receivables. The Company reduces its credit risk by maintaining its bank accounts at a large international financial institution. The maximum exposure to credit risk is equal to the carrying value of these financial assets.

Commodity price risk

While the value of the Company's exploration and evaluation assets is related to the price of zinc and other minerals, the Company currently does not have any operating mines and hence does not have any hedging or other commodity-based risks with respect to its operational activities. Zinc and other mineral prices have historically fluctuated widely and are affected by numerous factors outside of the Company's control, including, but not limited to, the perception of market participants about the price and future price prospects for zinc, changes in manufacturing and construction activity as well as other industrial demands, levels of worldwide production, and forward sales by producers and speculators.

Fair value

Financial instruments measured at fair value are classified into one of three levels in the fair value hierarchy according to the relative reliability of the inputs used to estimate the fair values. The three levels of the fair value hierarchy are:

- Level 1 - Unadjusted quoted prices in active markets for identical assets or liabilities;
- Level 2 - Inputs other than quoted prices that are observable for the asset or liability either directly or indirectly; and
- Level 3 - Inputs that are not based on observable market data.

The fair value of the Company's cash and cash equivalents, accounts payable and accrued liabilities and exploration partner advances approximate their carrying values because of the short-term nature of the financial instruments.

12. RELATED PARTY BALANCES AND TRANSACTIONS

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

GROUP ELEVEN RESOURCES CORP.

Notes to the Condensed consolidated interim Financial Statements
(Unaudited – expressed in Canadian Dollars, unless otherwise stated)
For the six months ended June 30, 2026

12. RELATED PARTY BALANCES AND TRANSACTIONS (CONTINUED)

Their remuneration includes the following:

	2026	2025
Management salaries and benefits	\$ 229,520	\$ 219,396
Directors fees (included in salaries and benefits)	30,000	30,000
Professional fees	56,200	58,000
Share-based payments	<u>204,428</u>	<u>42,632</u>
	<u>\$ 520,148</u>	<u>\$ 350,028</u>

For the six months ended June 30, 2026, \$28,172 (2025 - \$29,612) of management salaries and benefits were recorded in exploration expenditures. At June 30, 2026, accounts payable and accrued liabilities include \$90,000 (December 31, 2025 - \$60,000) payable to directors of the Company, \$59,238 (December 31, 2025 - \$117,537) payable to the CEO for pension arrears contributions, and \$11,336 (December 31, 2025 - \$375) payable to officers of the Company for professional fees and expense reimbursements.

13. SUPPLEMENTAL CASH FLOW INFORMATION

The Company incurred non-cash financing activities during the six months ended June 30, 2026 and 2025 as follows:

	2026	2025
Non-cash financing activities:		
Fair value of finders' warrants issued	\$ -	\$ 12,431
Reclassification from reserves on exercise of stock options	\$ 19,147	\$ 77,675
Reclassification from reserves on exercise of warrants	\$ 41,470	\$ 86,528
Share issuance costs included in accounts payable and accrued liabilities	\$ 146	\$ 1,212

14. SEGMENT INFORMATION

Reportable segments are those operations whose operating results are reviewed by the Chief Executive Officer, being the individual at the Company making decisions about resources to be allocated to a particular segment, and assessing performance provided those operations pass certain quantitative thresholds.

The Company undertakes administrative activities in Canada, and is engaged in the acquisition, exploration, and evaluation of certain mineral property interests in Ireland. Accordingly, the Company's operations are in one commercial and two geographic segments. The Company's equipment (Note 4) and exploration and evaluation assets (Note 5) are held by the Company in Ireland. The remaining assets, including cash, prepaid expenses and other receivables, reside in both of the Company's two geographic locations. The Company is not exposed to significant operating risks as a consequence of the concentration of its assets in Ireland.

15. SUBSEQUENT EVENTS

Subsequent to June 30, 2026, the Company issued 131,578 shares in the capital of the Company upon the exercise of warrants at a weighted average exercise price of \$0.28 per share for gross proceeds of \$36,842, 1,292,063 shares in the capital of the Company upon the settlement of DSUs, and 28,795 shares in the capital of the Company to settle \$24,188 in directors fees owed to a related party.