



CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

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

(expressed in Canadian dollars)

Belo Sun Mining Corp.

NOTICE OF NO AUDITOR REVIEW OF CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

Under National Instrument 51-102, Part 4, subsection 4.3(3) (a), if an auditor has not performed a review of the condensed consolidated interim financial statements, they must be accompanied by a notice indicating that the interim financial statements have not been reviewed by an auditor.

The accompanying unaudited condensed consolidated interim financial statements of the Company have been prepared by and are the responsibility of the Company's management.

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

Belo Sun Mining Corp.
Condensed Consolidated Interim Statements of Financial Position

(Expressed in Canadian dollars)

	Notes	September 30, 2025	December 31, 2024
Assets			
Current assets			
Cash and cash equivalents		\$ 6,375,106	\$ 10,881,610
Prepaid expenses and sundry receivables	3	280,555	234,777
Promissory notes receivable	6	-	234,621
		6,655,661	11,351,008
Non-current assets			
Property, plant and equipment	4, 7	11,253,669	11,396,415
Term investment	5	328,497	591,054
Total Assets		\$ 18,237,827	\$ 23,338,477
Liabilities and Equity			
Current liabilities			
Accounts payable and accrued liabilities	8	\$ 2,050,103	\$ 3,112,615
		2,050,103	3,112,615
Equity			
Share capital	9	264,733,706	263,929,644
Share-based payments reserve	10	2,654,081	2,785,676
Contributed surplus	11	962,594	82,169
Accumulated other comprehensive income		1,981,424	2,406,206
Deficit		(254,144,081)	(248,977,833)
Total Equity		16,187,724	20,225,862
Total Liabilities and Equity		\$ 18,237,827	\$ 23,338,477
Nature of operations and going concern	1		
Commitments and contingencies	16		
Approved on behalf of the Directors:			
<i>"Peter Nixon"</i>		<i>"Clovis Torres"</i>	
Director		Director	

Belo Sun Mining Corp.
Condensed Consolidated Interim Statements of Comprehensive Loss

(Expressed in Canadian dollars)

		Three months ended September 30,		Nine months ended September 30,	
	Notes	2025	2024	2025	2024
Expenses					
Salaries, wages and consulting fees	15	361,049	990,090	2,762,297	3,545,013
Accounting, audit and tax fees		43,912	42,876	48,824	231,075
Legal fees		133,061	161,311	434,484	319,403
General and administration		326,048	174,652	723,689	604,686
Depreciation	7	9,889	9,065	28,105	29,120
Share-based payments	10,11	432,620	39,424	2,551,324	175,919
Exploration and evaluation expenses	4	357,794	283,384	1,107,785	1,057,074
Permitting costs		15,033	58,976	53,073	100,829
Foreign exchange (gain) loss		(245,997)	19,612	(313,373)	258,934
Loss from operations		(1,433,409)	(1,779,390)	(7,396,208)	(6,322,053)
Interest income		130,591	185,425	429,066	637,194
Net loss for the period		(1,302,818)	(1,593,965)	(6,967,142)	(5,684,859)
Other comprehensive (loss) income					
Items that may be reclassified to profit/loss:					
Exchange differences on translating foreign operations		253,109	(170,104)	(424,782)	256,820
Comprehensive loss for the period		\$ (1,049,709)	\$ (1,764,069)	\$ (7,391,924)	\$ (5,428,039)
Loss per share:					
Basic and diluted		\$ (0.00)	\$ (0.00)	\$ (0.01)	\$ (0.01)
Weighted average number of shares outstanding:					
Basic and diluted		470,784,038	455,055,248	468,131,642	455,055,248

Belo Sun Mining Corp.
Condensed Consolidated Interim Statements of Cash Flows

(Expressed in Canadian dollars)

		Nine months ended September 30,	
	Notes	2025	2024
Cash (used in) provided by operations:			
Net loss		\$ (6,967,142)	\$ (5,684,859)
Items not involving cash:			
Share-based payments	10,11	2,551,324	175,919
Depreciation	7	28,105	29,120
Interest income		(429,066)	(637,194)
Interest income received		447,180	634,673
Unrealized loss on foreign exchange		(432,975)	99,701
Working capital adjustments:			
Change in prepaid expenses and sundry receivables		(45,778)	97,681
Change in accounts payables and accrued liabilities		(248,912)	1,333,690
Net cash (used in) operating activities		(5,097,264)	(3,951,269)
Investing activities			
Expenditures on property, plant and equipment	4, 7	(158,187)	-
Promissory note repayment	6	216,507	-
Term investment redemption	5	379,450	-
Net cash provided by / (used in) investing activities		437,770	-
Financing activities			
DSU payment	11	(1,600)	-
Cost of issuance	10	(9,538)	-
Net cash (used in) financing activities		(11,138)	-
Change in cash and cash equivalents		(4,670,632)	(3,951,269)
Cash and cash equivalents, beginning of the period		10,881,610	15,101,994
Effect of exchange rate on cash held		164,128	21,968
Cash and cash equivalents, end of the period		\$ 6,375,106	\$ 11,172,693
Cash and cash equivalents are comprised of:			
Cash in bank		\$ 4,687,907	\$ 9,571,910
Short-term money market instruments		1,687,199	1,600,783
		\$ 6,375,106	\$ 11,172,693

Belo Sun Mining Corp.
Condensed Consolidated Interim Statements of Changes in Equity

(Expressed in Canadian dollars)

	Number of Shares	Share Capital	Contributed Surplus	Share-Based Payments Reserve	Accumulated Other Comprehensive Income	Deficit	Total
Balance, December 31, 2023	455,055,248	\$ 262,771,769	\$ 71,680	\$ 4,284,152	\$ 1,344,015	\$ (243,383,393)	\$ 25,088,223
Share-based compensation	-	-	10,489	165,430	-	-	175,919
Option forfeiture	-	-	-	(1,693,853)	-	1,693,853	-
Other comprehensive gain	-	-	-	-	256,820	-	256,820
Net loss	-	-	-	-	-	(5,684,859)	(5,684,859)
Balance, September 30, 2024	455,055,248	\$ 262,771,769	\$ 82,169	\$ 2,755,729	\$ 1,600,835	\$ (247,374,399)	\$ 19,836,103
Balance, December 31, 2024	466,716,038	\$ 263,929,644	\$ 82,169	\$ 2,785,676	\$ 2,406,206	\$ (248,977,833)	\$ 20,225,862
Share-based compensation	-	-	882,025	1,669,299	-	-	2,551,324
Shares issued for settlement	4,068,000	813,600	-	-	-	-	813,600
Stock option expiry	-	-	-	(1,800,894)	-	1,800,894	-
Cost of issue	-	(9,538)	-	-	-	-	(9,538)
DSUs paid out	-	-	(1,600)	-	-	-	(1,600)
Other comprehensive (loss)	-	-	-	-	(424,782)	-	(424,782)
Net loss	-	-	-	-	-	(6,967,142)	(6,967,142)
Balance, September 30, 2025	470,784,038	\$ 264,733,706	\$ 962,594	\$ 2,654,081	\$ 1,981,424	\$ (254,144,081)	\$ 16,187,724

- See accompanying notes to these condensed consolidated interim financial statements -

Belo Sun Mining Corp.
Notes to the condensed consolidated interim financial statements
September 30, 2025 and 2024
(Expressed in Canadian dollars unless otherwise noted)

1. Nature of operations and going concern

Belo Sun Mining Corp. ("Belo Sun" or the "Company"), through its subsidiaries, is a gold exploration and development company engaged in the exploration and development of properties located in Brazil. The Volta Grande Gold project moved to the development stage in 2017 (Note 4). The other project is in the exploration and evaluation stage. The Company is a publicly listed company incorporated in the Province of Ontario. The Company's shares are listed on the Toronto Stock Exchange and trade under the symbol "BSX". The Company's shares are also listing on the OTCQB venture market and trade under the symbol "BSXGF". The Company's head office is located at 198 Davenport Road, Toronto, Ontario, Canada, M5R 1J2.

These condensed consolidated interim financial statements were prepared on a going concern basis of presentation, which contemplates the realization of assets and settlement of liabilities as they become due in the normal course of operations for the next fiscal year. For the nine months ended September 30, 2025, the Company incurred a net loss of \$6,967,142 and as at September 30, 2025, reported an accumulated deficit of \$254,144,081 and working capital of \$4,605,558 including \$6,375,106 in cash. The Company has no current source of operating cash flow, and there can be no assurances that sufficient funding, including adequate financing, will be available to explore and develop its property and to cover general and administrative expenses necessary for the maintenance of a public company. The Company's status as a going concern is contingent upon raising the necessary funds through the issuance of equity or debt. These matters represent material uncertainties that cast significant doubt about the ability of the Company to continue as a going concern.

These condensed consolidated interim financial statements do not reflect adjustments to the carrying value of assets and liabilities or reported expenses and consolidated statement of financial position classifications that would be necessary if the going concern assumption was not appropriate. These adjustments could be material.

Although the Company has taken steps to verify title to the properties on which it is conducting exploration and development and in which it has an interest, in accordance with industry standards for the current stage of exploration and development of such properties, these procedures do not guarantee the Company's title. Property title may be subject to unregistered prior agreements, unregistered claims, indigenous claims and non-compliance with regulatory and environmental requirements.

The business of mining and exploring for minerals involves a high degree of risk and there can be no assurance that current exploration programs will result in profitable mining operations. The Company's continued existence is dependent upon the preservation of its interests in the underlying properties, the achievement of profitable operations, or the ability of the Company to raise additional financing, if necessary, or alternatively upon the Company's ability to dispose of its interests on an advantageous basis. Changes in future conditions could require material write-downs of the carrying values. The Company's mining assets that are located outside of North America are subject to the risk of foreign investment, including increases in taxes and royalties, renegotiation of contracts, expropriation and currency exchange fluctuations and restrictions.

Belo Sun Mining Corp.
Notes to the condensed consolidated interim financial statements
September 30, 2025 and 2024
(Expressed in Canadian dollars unless otherwise noted)

2. Material accounting policies

a) Statement of compliance

These condensed consolidated interim financial statements of the Company and its subsidiaries have been prepared in accordance with International Accounting Standards (“IAS”) 34, Interim Financial Reporting, as issued by the International Accounting Standards Board (“IASB”). These policies applied in these condensed consolidated interim financial statements are based on the International Financial Reporting Standards (“IFRS”) issued and outstanding as at September 30, 2025. The policies set out in the Company’s Annual Consolidated Financial Statements for the year ended December 31, 2024 were consistently applied to all the periods presented unless otherwise noted. The Board of Directors approved these condensed consolidated interim financial statements for issue on November 5, 2025.

b) Basis of preparation

These condensed consolidated interim financial statements were prepared under the historical cost basis, except for certain financial assets and liabilities which are measured at fair value, and are presented in Canadian dollars. They have been prepared on a going concern basis assuming that the Company will be able to realize its assets and discharge its liabilities in the normal course of business as they come due for the foreseeable future.

The preparation of financial statements requires the use of certain critical accounting estimates. It also requires management to exercise judgment in applying the Company’s accounting policies.

c) New and future accounting policies

New accounting standards issued but not effective

IFRS 18 – Presentation and Disclosure in 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.

Belo Sun Mining Corp.
Notes to the condensed consolidated interim financial statements
September 30, 2025 and 2024
(Expressed in Canadian dollars unless otherwise noted)

3. Prepaid expenses and sundry receivables

	September 30, 2025	December 31, 2024
Amounts receivables and other advances	\$ 31,933	\$ 32,961
Reimbursable court fees pending appeal	44,264	39,374
HST receivable	195,285	85,668
Prepaid insurance	9,073	76,774
	\$ 280,555	\$ 234,777

The Company has paid fees with respect to appeal proceedings which are expected to be reimbursed. The Company expects to be reimbursed the balance, R\$169,205 (\$44,264) (December 31, 2024: R\$169,205 (\$39,374)), upon successful judgment.

4. Mineral property development and exploration and development

The Company has determined that it has moved into the development stage for its Volta Grande Project upon receiving its construction license in February 2017 and awarding a contract for the first phase of EPC, despite the interim suspension of the license received in April 2017. The Company appealed the suspension and, in December 2017, received notice that the suspension would be upheld until an indigenous study was completed in accordance with regulatory guidelines. Since then, the Company's focus has been on completing the indigenous study and limited exploration work. The construction license expired and was to be renewed on February 2, 2020. The Company filed its renewal application in September 2019. The application is pending government approval.

The Volta Grande Gold Project comprises 4 mine concessions submitted, 3 applications for public tender, 11 exploration permits, and 62 exploration permit extensions submitted and to be submitted in 2019, covering a total area of 158,650 hectares; it is located in municipalities including Senador José Porfírio, Anapu, Vitória do Zingu and Pacajá, in the southern region of Pará State in northern Brazil. The Volta Grande Project is located on the Xingu River, north of the Carajás mineral province, approximately 60 km southeast of the city of Altamira. Development costs have been capitalized effective February 2, 2017. The Company continues to incur costs that are not related to the development of the project, and these are expensed to the consolidated statement of comprehensive loss as exploration and evaluation expenses. Exploration and evaluation expenditures expensed immediately in the consolidated statement of comprehensive loss for the three and nine months ended September 30, 2025 amounted to \$357,794 and \$1,107,785, respectively (three and nine months ended September 30, 2024: \$283,384 and \$1,057,074, respectively). No amounts were capitalized to property, plant and equipment during the three and nine months ended September 30, 2025 (\$Nil during the three and nine months ended September 30, 2024) related to mine assets under construction.

5. Term investment

The investment consists of a term deposit with Banco do Brasil SA to fund the potential amounts owing to Companhia de Pesquisa de Recursos Minerais ("CPRM"). As at September 30, 2025, the balance in this account was R\$1,255,724 (\$328,497) (December 31, 2024: R\$2,539,981 (\$591,054)) and the Company earned 11.36% in interest for the nine months ended September 30, 2025 (December 31, 2024: 8.9%). The Company intends to renew the term deposit on maturity because it is to fund the potential amount owing to the CPRM, a Brazilian state-owned company (Note 16 (1)).

Belo Sun Mining Corp.
Notes to the condensed consolidated interim financial statements
September 30, 2025 and 2024
(Expressed in Canadian dollars unless otherwise noted)

6. Promissory notes receivable

In April 2018, certain directors and officers of the Company (“the Supporting Directors”) agreed to acquire an aggregate of 29,850,746 common shares of the Company at a price of \$0.335 per share by a private purchase from an existing shareholder for the purposes of supporting the Company’s share price and further align their interests with those of the Company’s shareholders. The Supporting Directors each acquired the number of common shares as follows: Stan Bharti 12,932,835 common shares; Peter Tagliamonte 12,932,835 common shares; Denis Arsenault 2,985,076 common shares; Mark Eaton 1,000,000 common shares.

To facilitate the Supporting Directors with the foregoing purchases, the Company loaned them an aggregate amount of \$10,000,000. Unsecured promissory notes were entered into with each of the Supporting Directors for their respective loans. Under the original terms of the promissory notes, the Company received a per annum interest rate of LIBOR plus 1%, payable on each one-year anniversary of the loans. The principal amount of the loans was due and payable, together with all accrued and unpaid interest thereon, on April 23, 2020. Upon the sale of any shares of the Company acquired with the principal by the recipient, a portion of the principal equal to the amount of the proceeds realized from such sale shall become immediately due. Given the credit worthiness of the recipients, the Company believes credit risk is remote and has not recorded an expected loss.

In May 2019, Mark Eaton repaid his note in full. In September 2019, Denis Arsenault repaid \$444,000 of his loan and paid an additional \$84,627 in March 2020. In December 2019, Peter Tagliamonte repaid \$400,000 of his loan and paid an additional \$15,856 in April 2020.

On April 23, 2020, Denis Arsenault and Stan Bharti repaid their loans. Peter Tagliamonte repaid his annual interest owing on April 23, 2020 of \$79,987. Peter Tagliamonte’s loan repayment date was extended to April 23, 2022, and the loan principal of \$3,916,644 remained payable. The interest rate was amended to a per annum interest rate of LIBOR, payable on each one-year anniversary of the loan.

In April 2021, Peter Tagliamonte repaid his annual interest owing of \$11,239.

In April 2022, Peter Tagliamonte repaid interest owing of \$89,088 and his loan repayment date was extended to October 23, 2022. The interest rate remained unchanged.

In July 2022, Peter Tagliamonte repaid \$2,500,000 of principal owing on the loan, and in August 2022, he repaid \$956,022 of principal owing on the loan.

In October 2022, Peter Tagliamonte’s loan repayment date was extended to October 23, 2023 under the existing terms, with the loan principal of \$460,622 remaining payable.

During 2023, Peter Tagliamonte repaid loan interest of \$75,885 and repaid loan principal of \$244,115 with loan principal of \$216,507 remaining payable. During the nine months ended September 30, 2025, the remaining principal balance of the loan was repaid.

Belo Sun Mining Corp.
Notes to the condensed consolidated interim financial statements
September 30, 2025 and 2024
(Expressed in Canadian dollars unless otherwise noted)

6. Promissory notes receivable (continued)

	September 30, 2025	December 31, 2024
Opening balance	\$ 234,621	\$ 228,080
Interest accrued	(18,114)	6,541
Principal repaid	(216,507)	-
Ending balance	\$ -	\$ 234,621

7. Property, plant and equipment

Cost	Vehicles	Furniture & equipment	Mining equipment	Mine assets under construction	Land	Total
Balance, December 31, 2023	\$ 612,955	\$ 1,825,237	\$ 721,856	\$ 4,441,717	\$ 10,406,911	\$ 18,008,676
Additions	-	1,594	7,404	-	-	8,998
Fully amortized assets no longer in use	(390,632)	-	-	-	-	(390,632)
FX adjustment	19,550	106,053	89,209	-	915,110	1,129,922
Balance, December 31, 2024	241,873	1,932,884	818,469	4,441,717	11,322,021	18,756,964
Additions	110,109	41,928	6,150	-	-	158,187
Fully amortized assets no longer in use	-	-	-	-	-	-
FX adjustment	(41,479)	181,323	157,021	-	(368,247)	(71,382)
Balance, September 30, 2025	\$ 310,503	\$ 2,156,135	\$ 981,640	\$ 4,441,717	\$ 10,953,774	\$ 18,843,769
<i>Accumulated depreciation and impairment</i>						
Balance, December 31, 2023	\$ 612,955	\$ 1,727,756	\$ 639,857	\$ 4,441,717	\$ -	\$ 7,422,285
Charge for the year	-	34,309	3,688	-	-	37,997
Fully amortized assets no longer in use	(390,632)	-	-	-	-	(390,632)
FX adjustment	19,550	140,796	130,553	-	-	290,899
Balance, December 31, 2024	241,873	1,902,861	774,098	4,441,717	-	7,360,549
Charge for the period	3,254	16,203	8,648	-	-	28,105
Fully amortized assets no longer in use	-	-	-	-	-	-
FX adjustment	(41,479)	63,350	179,575	-	-	201,446
Balance, September 30, 2025	\$ 203,648	\$ 1,982,414	\$ 962,321	\$ 4,441,717	\$ -	\$ 7,590,100
Net book value, December 31, 2024	\$ -	\$ 30,023	\$ 44,371	\$ -	\$ 11,322,021	\$ 11,396,415
Net book value, September 30, 2025	\$ 106,855	\$ 173,721	\$ 19,319	\$ -	\$ 10,953,774	\$ 11,253,669

No development costs were incurred or capitalized to mine assets under construction during the nine months ended September 30, 2025 (December 31, 2024: \$nil). Depreciation for the three and nine months ended September 30, 2025 was \$9,889 and \$28,105 (three and nine months ended September 30, 2024: \$9,065 and \$29,120, respectively). Since the mining property is in the development stage, the mine assets under construction are not amortized.

Belo Sun Mining Corp.
Notes to the condensed consolidated interim financial statements
September 30, 2025 and 2024
(Expressed in Canadian dollars unless otherwise noted)

8. Accounts payable and accrued liabilities

	September 30, 2025	December 31, 2024
Mineral properties suppliers and contractors	\$ 486,722	\$ 344,551
Property taxes	1,252,986	1,024,442
ANM taxes	1,235	1,099
Corporate payables	211,660	1,597,523
Audit and other accruals	97,500	145,000
	\$ 2,050,103	\$ 3,112,615

9. Share capital

As at September 30, 2025 and December 31, 2024, the Company's authorized number of common shares was unlimited without par value and an unlimited number of special shares. The special shares have the same features as the common shares with the exception that the special shares take preference over the common shares in the event of liquidation, dissolution or winding up of the Company. The special shares are entitled to the same dividend rights as common shares. No special shares are outstanding.

	Number of Shares	Amount
Balance, December 31, 2023	455,055,248	\$ 262,771,769
Private placement	11,660,790	1,166,079
Cost of issue	-	(8,204)
Balance, December 31, 2024	466,716,038	\$ 263,929,644
Shares issued as settlement	4,068,000	813,600
Cost of issue	-	(9,538)
Balance, September 30, 2025	470,784,038	\$ 264,733,706

On December 27, 2024, the Company closed a private placement issuing a total of 11,660,790 common shares of the Company at a price of \$0.10 per common share for gross cash proceeds of \$1,166,079.

In June 2025, the Company issued 4,068,000 common shares to settle termination costs of \$813,600 with a director of the Company. There was no gain or loss recorded on the settlement of these liabilities as the recipient was a shareholder of the Company prior to the settlement.

10. Share-based payments reserve

Stock options

The Company has adopted a Floating Stock Option Plan (the "Plan"), whereby the number of common shares reserved for issuance under the Plan is equivalent to up to 10% of the issued and outstanding shares of the Company. In accordance with the terms of the Plan, officers, non-independent directors, employees and consultants of the Company may be granted options to purchase common shares at exercise prices determined at the time of grant. Options under the Plan which have been exercised or which have expired shall be available for subsequent grants. The option vesting terms are determined at the discretion of the Board of Directors.

Belo Sun Mining Corp.**Notes to the condensed consolidated interim financial statements****September 30, 2025 and 2024****(Expressed in Canadian dollars unless otherwise noted)****10. Share-based payments reserve (continued)**

Each employee share option converts into one common share of the Company on exercise. No amounts are paid or payable by the recipient on receipt of the option. The options carry neither rights to dividends nor voting rights. Options may be exercised at any time from the date of vesting to the date of their expiry.

	Number of Options	Weighted average exercise prices	Carrying amount
December 31, 2023	13,004,979	\$0.51	\$ 4,284,152
Vested	-	\$0.00	195,377
Expired/cancelled	(3,000,000)	\$0.89	(1,693,853)
December 31, 2024	10,004,979	\$0.40	\$ 2,785,676
Granted	24,173,477	\$0.23	1,669,299
Expired/cancelled	(3,250,000)	\$0.80	(1,800,894)
September 30, 2025	30,928,456	\$0.23	\$ 2,654,081

The following stock options were outstanding as at September 30, 2025:

Number outstanding	Number exercisable	Grant date	Expiry date	Exercise price	Black-Scholes inputs			
					Expected volatility	Expected life (yrs)	Expected dividend yield	Risk-free interest rate
1,000,000	1,000,000	04-Jan-21	04-Jan-26	\$ 0.97	84%	5	0%	0.39%
5,243,698	5,243,698	11-Apr-23	11-Apr-28	\$ 0.08	103%	5	0%	3.06%
511,281	511,281	03-May-23	03-May-28	\$ 0.07	104%	5	0%	2.87%
11,675,000	3,891,667	03-Feb-25	03-Feb-30	\$ 0.24	126%	5	0%	2.62%
10,000,000	-	23-Jun-25	23-Jun-30	\$ 0.22	122%	5	0%	2.85%
1,248,477	186,451	17-Jul-25	17-Jul-30	\$ 0.31	120%	5	0%	3.10%
1,250,000	-	29-Aug-25	29-Aug-30	\$ 0.27	120%	5	0%	2.88%
30,928,456	10,833,097			\$ 0.23				

During the three and nine months ended September 30, 2025, 2,498,477 and 24,173,477 stock options were granted. The Company recorded \$432,195 and \$1,669,299 in stock-based compensation expense for the three and nine months ended September 30, 2025 (three and nine months ended September 30, 2024: no options were granted, \$36,727 and \$165,430 in stock-based compensation expense was recorded). The weighted average life of the outstanding options at September 30, 2025 is 4.0 years (December 31, 2024: 2.18 years).

The unvested stock options for the February 3, 2025 grant vest in three equal installments annually on the anniversary of the grant, with the first tranche vesting on the grant date.

The unvested stock options for the June 23, 2025 grant vest on completion of certain performance conditions. As at September 30, 2025, these conditions have not been met.

559,353 of the unvested stock options for the July 17, 2025 grant vest in three equal installments annually on the anniversary of the grant, with the first tranche vesting on the grant date. The remaining 689,124 of unvested stock options for the July 17, 2025 grant vest on completion of certain performance conditions. As at September 30, 2025, these conditions have not been met.

The unvested stock options for the August 29, 2025 grant vest on completion of certain performance conditions. As at September 30, 2025, these conditions have not been met.

Belo Sun Mining Corp.
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(Expressed in Canadian dollars unless otherwise noted)

11. Contributed surplus

Deferred Share Unit Incentive Plan

In 2016, the Company approved and adopted a Deferred Share Unit (“DSU”) incentive plan. In accordance with the terms of the plan, officers, directors and employees of the Company may be granted DSUs. Each vested DSU held shall be redeemed by the Company at the time that the holder ceases to be an officer, director or employee of the Company. The DSUs can be redeemed, at the election of the Company, in cash or in shares of the Company, either held in treasury (subject to shareholder approval) or purchased in the secondary market by a trustee. If the holder of a DSU ceases to be an officer, director or employee of the Company prior to vesting, other than in the event of a change of control, the DSUs shall be deemed cancelled. In the event of a change of control, or termination without cause, each DSU shall automatically vest and be redeemed.

As at September 30, 2025, 14,928,427 DSU’s were outstanding (December 31, 2024: 14,739,750).

As at September 30, 2025, 12,368,250 shares are held in trust with an independent trustee at a total recorded cost of \$4,799,546 (December 31, 2023: 14,508,250 shares at a cost of \$5,629,981) which is included in contributed surplus. The Company is the beneficiary of the shares held and the Company has full control of these shares. Vesting charges are applied against contributed surplus.

On August 3, 2022, 250,000 DSUs were granted to a director of the Company with a value per DSU of \$0.38, where one-third vested immediately on grant, one-third vested on August 3, 2023, and the final third vested on August 3, 2024.

On February 7, 2025, 2,150,000 DSUs were granted to various officers, directors and consultants of the Company with a value per DSU of \$0.235, where one-third vested immediately on grant, one-third vests on February 7, 2026, and the final third vest on February 3, 2027.

On July 17, 2025, 193,677 DSUs were granted to various directors of the Company with a value per DSU of \$0.27, where the DSUs vest every six months in four equal installments with the first installment vesting six months from the date of grant.

The following table displays the vesting activity for outstanding DSUs:

	Vested	Unvested	Total
December 31, 2023	16,656,416	83,334	16,739,750
Vested, previously granted DSUs	83,334	(83,334)	-
Paid out	(2,000,000)	-	(2,000,000)
December 31, 2024	14,739,750	-	14,739,750
Granted	716,667	1,627,010	2,343,677
Forfeited	-	(10,000)	(10,000)
Paid out	(2,145,000)	-	(2,145,000)
September 30, 2025	13,311,417	1,617,010	14,928,427

Anticipated future vesting:

February 3, 2026	711,667
February 6, 2027	711,667
February 17, 2027	193,677

Belo Sun Mining Corp.**Notes to the condensed consolidated interim financial statements****September 30, 2025 and 2024****(Expressed in Canadian dollars unless otherwise noted)****11. Contributed surplus (continued)**

During the three and nine months ended September 30, 2025 \$425 and \$882,025 was recorded as share-based compensation expense related to vested DSUs on the condensed consolidated interim statements of comprehensive loss (three and nine months ended September 30, 2024: \$2,697 and \$10,489, respectively).

12. Operating segments*Geographical information*

The Company operates in Canada where its head office is located and in Brazil where its exploration and development properties are located. Information about the Company's assets by geographical location is detailed below.

	Current assets	Property, plant and equipment	Other non-current assets	Total Assets
December 31, 2024				
Canada	\$ 9,038,968	\$ 19,985	\$ -	\$9,058,953
Brazil	2,312,040	11,376,430	591,054	14,279,524
	\$ 11,351,008	\$ 11,396,415	\$ 591,054	\$ 23,338,477
September 30, 2025				
Canada	\$ 3,896,228	\$ 19,985	\$ -	\$ 3,916,213
Brazil	2,759,434	11,233,684	328,497	14,321,615
	\$ 6,655,662	\$ 11,253,669	\$ 328,497	\$ 18,237,828

In the nine months ended September 30, 2025, net losses of \$5,526,573 and \$1,440,569 were attributed to Canada and Brazil, respectively (nine months ended September 30, 2024 - \$3,742,371 and \$1,942,488, respectively).

13. Financial instruments

Financial assets and financial liabilities as at September 30, 2025 and December 31, 2024 were classified as follows:

December 31, 2024	Assets at amortized cost	Liabilities at amortized cost	Total
Cash and cash equivalents	\$ 10,881,610	\$ -	\$ 10,881,610
Promissory notes receivable	234,621	-	234,621
Term investment	591,054	-	591,054
Accounts payable and accrued liabilities	-	(3,112,615)	(3,112,615)
September 30, 2025	Assets at amortized cost	Liabilities at amortized cost	Total
Cash and cash equivalents	\$ 6,375,106	\$ -	\$ 6,375,106
Promissory notes receivable	-	-	-
Term investment	328,497	-	328,497
Accounts payable and accrued liabilities	-	(2,050,103)	(2,050,103)

13. Financial instruments (continued)

A fair value hierarchy prioritizes the methods and assumptions used to develop fair value measurements for those financial assets where fair value is recognized on the statement of financial position. These have been prioritized into three levels.

Level 1 – Quoted prices (unadjusted) in active markets for identical assets or liabilities

Level 2 – Inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly or indirectly

Level 3 – Inputs for the asset or liability that are not based on observable market data.

The carrying value of cash and cash equivalents, promissory note receivable and accounts payable and accrued liabilities approximates fair value due to their short-term nature. The carrying value of the term investment is at cost plus accrued interest which approximates fair value.

Fair value amounts represent point-in-time estimates and may not reflect fair value in the future. The measurements are subjective in nature, involve uncertainties and are a matter of significant judgment.

The Company's risk exposures and their impacts on the Company's financial instruments are summarized below. There have been no significant changes in the risks, objectives, policies and procedures for managing risk during the nine months ended September 30, 2025.

Credit risk

Credit risk arises from the non-performance by counterparties of contractual financial obligations. The Company's primary counterparties related to its cash and cash equivalents and term investment carry an investment grade rating as assessed by external rating agencies. The Company maintains all of its cash and cash equivalents and term investment with major Canadian and Brazilian financial institutions. Deposits held with these institutions may exceed the amount of insurance provided on such deposits. The Company's promissory note is held by Peter Tagliamonte. Management has assessed the credit risk associated with this promissory note and based on the credit-worthiness of the party involved, the Company has assessed the chance of loss as remote.

The Company's maximum exposure to credit risk at the statement of financial position date is the carrying value of cash and cash equivalents, promissory notes receivable and term investments.

Liquidity risk

The Company manages liquidity risk by maintaining adequate cash and cash equivalent balances. The Company continuously monitors and reviews both actual and forecasted cash flows, and also matches the maturity profile of financial assets and liabilities.

As at September 30, 2025, the Company had current assets of \$6,655,661 to settle current liabilities of \$2,050,103. Approximately \$2,050,000 of the Company's financial liabilities as at September 30, 2025 have contractual maturities of less than 30 days and are subject to normal trade terms. Of these current liabilities, approximately 1,253,000 has been payable for over 180 days.

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13. Financial instruments (continued)

Market risk

(a) Interest rate risk

The Company's cash and cash equivalents, term investments, and promissory note are subject to interest rate cash flow risk as they carry variable rates of interest. The Company's interest rate risk management policy is to purchase highly liquid investments with a term to maturity of one year or less on the date of purchase.

Based on cash and cash equivalents, term deposit and promissory note balances on hand at September 30, 2025, a 0.1% change in interest rates could result in a corresponding change in net loss of approximately \$6,700 (nine months ended September 30, 2024 - \$12,000).

(b) Currency risk

Foreign exchange risk exposures arise from transactions and balances denominated in foreign currencies. The Company's currency risk arises primarily with respect to the United States dollar and Brazilian Real. Fluctuations in the exchange rates between these currencies and the Canadian dollar could materially affect the Company's business, financial condition, and results of operations. The Company does not mitigate this risk with hedging activity.

A strengthening of \$0.01 in the United States dollar against the Brazilian Real would have increased net loss by approximately \$5,900 for the nine months ended September 30, 2025 (nine months ended September 30, 2024 - \$8,000). A strengthening of \$0.01 in the Canadian dollar against the United States dollar would have decreased other comprehensive income by approximately \$1,100 for the nine months ended September 30, 2025 (nine months ended September 30, 2024 - \$1,500).

14. Capital management

The Company includes equity, comprised of issued common shares, share-based payment reserve, contributed surplus and deficit, in the definition of capital. The Company's objectives when managing capital is to maintain its ability to continue as a going concern in order to provide returns for shareholders and benefits for other stakeholders.

The Company manages its capital structure and makes adjustments to it based on the funds available to the Company in order to support the acquisition, exploration and development of mineral properties. The Board of Directors does not establish quantitative return on capital criteria for management but rather relies on the expertise of the Company's management and consultants to sustain future development of the business.

The Company's Volta Grande property is in the development stage and, accordingly, the Company is dependent upon external financings to fund activities. In order to carry out planned engineering, test work, advancement and development of the mining projects, and pay for administrative costs, the Company will spend working capital and expects to raise the additional funds from time to time as required.

Management reviews its capital management approach on an ongoing basis and believes that this approach is reasonable given the relative size of the Company. There were no changes in the Company's approach to capital management during the nine months ended September 30, 2025. The Company is not subject to externally imposed capital requirements.

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15. Related party disclosures

The condensed consolidated interim financial statements include the financial statements of the Company and the subsidiaries at their respective ownership listed in the following table.

	Country of incorporation	% equity interest
Belo Sun Mineracao Ltda	Brazil	100
Intergemas Mineracao e Industrializacao Ltda	Brazil	100
Aubras Mineracao Ltda	Brazil	98
Oca Mineracao Ltda	Brazil	100
Sun Exploracao Mineral Ltda.	Brazil	100

During the three and nine months ended September 30, 2025 and 2024, the Company entered into the following transactions in the ordinary course of business with related parties that are not subsidiaries of the Company.

	Purchases of goods/services			
	Three months ended		Nine months ended	
	September 30,		September 30,	
	2025	2024	2025	2024
2227929 Ontario Inc.	\$ 15,000	\$ 15,000	\$ 45,000	\$ 45,000
Directors' promissory notes interest	(23,164)	(4,092)	(18,114)	2,521

The Company shares office space with other companies who may have common officers and directors. The costs associated with the use of this space, including the provision of office equipment and supplies, are administered by 2227929 Ontario Inc. to whom the Company pays a monthly fee of \$5,000. Costs paid to 2227929 Ontario Inc. are recorded in general and administrative expenses on the consolidated statement of loss.

The following balances included in the Company's accounts were outstanding at the end of the reporting period:

	Amounts owed by related parties		Amounts owed to related parties	
	30-Sep-25	31-Dec-24	30-Sep-25	31-Dec-24
Directors and officers of the Company	\$ -	\$ 234,621	\$ 19,030	\$ 331,910

Amounts owed by related parties reflect the promissory notes entered into with directors of the Company in April 2018.

The amounts owed to related parties are recorded in accounts payable and accrued liabilities. They are unsecured and will be settled in cash. No guarantees have been given or received. No expense has been recognized in the current or prior periods for expected credit loss in respect of the amounts owed by related parties.

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15. Related party disclosures (continued)

Compensation of key management personnel of the Company

The remuneration of directors and other members of key management personnel during the period were as follows:

	Three months ended September 30,		Nine months ended September 30,	
	2025	2024	2025	2024
Short-term benefits	\$ 118,644	\$ 505,217	\$ 1,867,074	\$ 1,054,945
Share-based payments	88,236	20,936	974,219	137,243
DSU expense	55,765	-	261,086	7,792
	\$ 262,645	\$ 526,153	\$ 3,102,379	\$ 1,199,980

In accordance with IAS 24 Related Party Disclosures, key management personnel are those persons having authority and responsibility for planning, directing and controlling the activities of the Company, directly or indirectly, including any directors (executive and non-executive) of the Company.

16. Commitments and contingencies

1. Under a renegotiated agreement with CPRM in March 2008, the Company maintains an interest-bearing term deposit to cover the future debt obligation plus applicable interest (Note 5). In July 2021, the Company again renegotiated its agreement with CPRM. As a result of this renegotiation, the Company paid R\$1,800,000 (\$444,060) to CPRM in 2021 and it was agreed that the Company would pay CPRM R\$6,871,711 (\$1,798,000) upon the issuance of its mining license. The Company had not received its mining concession as at September 30, 2025 and as such, no amounts were accrued at year end.
2. Minimum commitments relating to management contracts to be made for termination without cause were approximately \$2,854,000 at September 30, 2025. These contracts require that additional payments of up to \$6,307,000 be made upon the occurrence of certain events such as a change of control of the Company. The change of control commitment includes a component based on the Company's current share price. As a result of this inclusion, the change of control commitment reported increases or decreases in relation to the change in share price during the period.
3. The Company has agreed with INCRA to provide cadastral support for certain settlement projects on INCRA land in the Volta Grande project vicinity. No payments have been made nor any expenses accrued in relation to this agreement.
4. The Federal Constitution of Brazil has established that the States, municipalities, federal district and certain agencies of the federal administration are entitled to receive royalties for the exploitation of mineral resources by holders of mining concessions (including extraction permits). The royalty rate for gold is currently 1.5% - Federal law 13,540/17 - arising from the sale of the mineral product, less the sales taxes of the mineral product. No royalties are currently due.

The Company entered into an agreement with INCRA on November 26, 2021, as outlined in "INCRA Negotiations and Litigation". This agreement includes a royalty to be paid to INCRA equal to 50% of CFEM. No royalties are currently due.

16. Commitments and contingencies (continued)

5. The Company is, from time to time, involved in various claims and legal proceedings. The Company cannot reasonably predict the likelihood or outcome of these activities. The Company does not believe that adverse decisions in any pending or threatened proceedings related to any matter, or any amount which may be required to be paid by reasons thereof, will have a material effect on the financial condition or future results of operations other than certain employment contract litigations that are ongoing. The Company has not disclosed the information pertaining to certain employment contract litigations so as to not prejudice the Company's position in defending litigation.
6. The Company's mining, exploration and development activities are subject to various federal, provincial and international laws and regulations governing the protection of the environment. These laws and regulations are continually changing and generally becoming more restrictive. The Company conducts its operations so as to protect public safety, health and the environment and believes its operations are materially in compliance with all applicable laws and regulations. The Company has made, and expects to make in the future, expenditures to comply with such laws and regulations.
7. Peter Tagliamonte, a former officer and director of the Company initiated a legal action against the Company seeking approximately \$3,700,000 in relation to a purported breach of contract and relating to his dismissal as an officer of the Company. The Company settled this legal action in September 2025.