

Li-FT POWER LTD.

Condensed Interim Consolidated Financial Statements

For the three and nine months ended September 30, 2026 and August 31, 2025

(Expressed in thousands of Canadian dollars unless otherwise noted)

Li-FT POWER LTD.

Condensed Interim Consolidated Statements of Financial Position
As at September 30, 2026 and December 31, 2025
(Unaudited - Expressed in thousands of Canadian dollars unless otherwise noted)

	Note	September 30, 2026	December 31, 2025
Assets		**$**	**$**
Current			
Cash		31,311	1,816
Amounts receivable	4	1,432	590
Prepaid expenditures and other assets	5	1,838	861
Short-term investments	8	-	3,750
Total current assets		**34,581**	**7,017**
Non-current			
Exploration and evaluation properties	6 & 9	487,528	279,769
Equipment		1,287	238
Intangible assets	7	12,000	-
Right-of-use leased assets		193	44
Total Assets		**535,589**	**287,068**
Liabilities and Shareholders' Equity			
Current			
Accounts payable and accrued liabilities	10	8,197	3,226
Lease liabilities		56	54
Total current liabilities		**8,253**	**3,280**
Non-current			
Deferred consideration payable	9	1,500	-
Deferred income tax liability		22,571	19,414
Lease liabilities		142	-
Total Liabilities		**32,466**	**22,694**
Share capital	11	512,677	261,597
Share-based payment reserve	11	17,640	6,776
Accumulated deficit		(27,194)	(3,999)
Total Equity		**503,123**	**264,374**
Total Liabilities and Shareholders' Equity		**535,589**	**287,068**

Going concern (Note 2)

Approved and authorized for issuance by the Board of directors on November 13, 2026 by:

/s/ Paul Gruner
Paul Gruner, Director

/s/ Andree St-Germain
Andree St-Germain, Director

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

Li-FT POWER LTD.
Condensed Interim Consolidated Statements of Net Loss and Comprehensive Loss
For the three and nine months ended September 30, 2026 and August 31, 2025
(Unaudited - Expressed in thousands of Canadian dollars unless otherwise noted)

	Note	Three months ended September 30, 2026	Three months ended August 31, 2025	Nine months ended September 30, 2026	Nine months ended August 31, 2025
Operating Expenses					
Amortization		74	41	172	123
Renard Option - care and maintenance	7	5,864	-	5,864	-
Director fees	12	64	39	170	117
Exploration expenses		33	-	33	-
Filing fees		110	11	378	108
Investor relations		156	112	783	407
Management, consulting fees and salaries	12	665	195	2,775	582
Office expenses		270	94	598	288
Professional fees		548	54	1,058	338
Share-based compensation	11	704	227	7,296	940
Travel expense		123	30	621	201
Loss from operations		**(8,611)**	**(803)**	**(19,748)**	**(3,104)**
Fair value change on FVTPL investments	8	360	1,440	-	1,440
Loss on sale of investments	8	(388)	-	(388)	-
Gain on sale of exploration and evaluation properties	9	-	4,996	-	4,996
Finance expenses and other		(294)	(3)	(327)	(10)
Interest income and other		162	94	498	404
Foreign exchange		(20)	(4)	(73)	(19)
(Loss) income before income taxes		**(8,791)**	**5,720**	**(20,038)**	**3,707**
Deferred income tax expense		(1,814)	(721)	(3,157)	(141)
Net (loss) income and comprehensive (loss) income for the period		**(10,605)**	**4,999**	**(23,195)**	**3,566**
Net (loss) income per share, basic and diluted		(0.12)	0.11	(0.33)	0.08
Weighted average shares outstanding, basic and diluted		90,952,508	47,335,337	69,892,033	47,286,067

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

Li-FT POWER LTD.

Condensed Interim Consolidated Statement of Changes in Shareholders' Equity
For the nine months ended September 30, 2026 and August 31, 2025
(Unaudited - Expressed in thousands of Canadian dollars, except share and per share amounts)

	Number of common shares	Share capital	Share-based payment reserve	Accumulated deficit	Total
		$	$	$	$
Balance, November 30, 2024	**47,085,337**	**260,993**	**4,938**	**(6,323)**	**259,608**
Shares issued for exploration and evaluation properties (Note 9 & 11)	250,000	705	-	-	705
Share-issuance costs	-	(243)	-	-	(243)
Flow-through share premium liability	-	79	-	-	79
Share-based payments (Note 11)	-	-	1,484	-	1,484
Net loss and comprehensive loss for the period	-	-	-	3,566	3,566
Balance, August 31, 2025	**47,335,337**	**261,534**	**6,422**	**(2,757)**	**265,199**
Balance, December 31, 2025	**47,353,125**	**261,597**	**6,776**	**(3,999)**	**264,374**
Shares issued for exploration and evaluation properties (Note 9 & 11)	3,000,000	17,390	-	-	17,390
Acquisition of Winsome Resources Ltd. (Note 6)	27,858,584	166,873	-	-	166,873
Proceeds from equity placements, net of issuance costs (Note 11)	16,423,300	66,568	-	-	66,568
Stock options exercised (Note 11c)	18,478	240	(185)	-	55
Deferred share units settled (Note 11e)	14,882	9	(9)	-	-
Share based payments (Note 11)	-	-	11,058	-	11,058
Net loss and comprehensive loss for the period	-	-	-	(23,195)	(23,195)
Balance, September 30, 2026	**94,668,369**	**512,677**	**17,640**	**(27,194)**	**503,123**

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

Li-FT POWER LTD.

Condensed Interim Consolidated Statements of Cash Flows
For the nine months ended September 30, 2026 and August 31, 2025
(Unaudited - Expressed in thousands of Canadian dollars unless otherwise noted)

	September 30, 2026	August 31, 2025
	$	$
Cash flows from operating activities		
Net (loss) income for the period	(23,195)	3,566
Adjustments for:		
Amortization	182	123
Share-based payments (Note 11)	8,104	940
Fair value change on FVTPL investments (Note 8)	-	(1,440)
Gain on sale of exploration and evaluation properties (Note 9)	-	(4,996)
Loss on sale of investments (Note 8)	388	-
Deferred income tax expense	3,157	62
Changes in non-cash working capital items:		
Increase in amounts receivable	(469)	(109)
Increase in prepaid expenditures	(1,526)	(39)
Increase (decrease) in accounts payable and accrued liabilities	4,311	(661)
Total cash used in operating activities	**(9,048)**	**(2,554)**
Cash flows from investing activities		
Exploration and evaluation acquisition costs	1,357	(55)
Winsome acquisition transaction costs (Note 6)	(2,260)	-
Exploration and evaluation expenditures	(18,484)	(8,338)
Proceeds of sale of investments (Note 8)	3,362	-
Renard option payment (Note 7)	(12,000)	-
Proceeds on sale of exploration and evaluation properties	-	700
Total cash used in investing activities	**(28,025)**	**(7,693)**
Cash flows from financing activities		
Proceeds from issuance of shares (Note 11)	71,178	-
Share issuance cost	(4,610)	(164)
Proceeds from stock options exercised (Note 11)	55	-
Repayment of lease liabilities	(51)	(43)
Interest paid on lease liability	(4)	(9)
Total cash provided by (used in) financing activities	**66,568**	**(216)**
Change in cash and cash equivalents	**29,495**	**(10,463)**
Cash and cash equivalents, beginning	**1,816**	**21,011**
Cash and cash equivalents, end	**31,311**	**10,548**
Supplemental information / non-cash flow items		
Share-based compensation relating to exploration and evaluation properties	2,954	544
Change in prepaid expenses relating to exploration and evaluation properties	798	427
Change in accounts payable and accrued liabilities relating to exploration and evaluation properties	(547)	(815)
Interest received in cash	297	395

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

1. NATURE OF OPERATIONS

Li-FT Power Ltd. (the "Company") was incorporated under the Business Corporations Act (British Columbia) on May 28, 2021.

Since April 2, 2026, the Company is also registered as a foreign company in Australia, under Chapter 5B of the Australian Corporations Act with ARBN 696 815 595. In the second quarter of 2026, the Company completed the acquisition of Winsome Resources Ltd., expanding its mineral exploration portfolio in Québec.

The Company is an exploration stage company engaged in the acquisition, exploration, and development of mineral properties with a focus on lithium. The Company is listed on the TSX Venture Exchange ("TSXV") with the symbol "LIFT", the OTCQX under the symbol "LIFFF", and the Frankfurt Exchange under the symbol "WS0", and the Company's CHESS Depositary Interests ("CDIs") are quoted on the Australian Securities Exchange ("ASX") under the code "LFT". The Company is a reporting issuer in each of the provinces and territories of Canada.

The head office of the Company and principal address is Suite 1218–1030 West Georgia Street, Vancouver, British Columbia V6E 2Y3. The registered address and records office of the Company is located at Suite 830-999 West Broadway, Vancouver, British Columbia V5Z 1K5.

In December 2025, the Company changed in its fiscal year end from November 30 to December 31. As a result of this change, comparative information for the current interim periods is presented for the three and nine months ended August 31, 2025, and is therefore not directly comparable to the current period.

2. BASIS OF PRESENTATION AND GOING CONCERN

These unaudited condensed interim consolidated financial statements have been prepared in accordance with International Accounting Standard 34, Interim Financial Reporting ("IAS 34"), as issued by the International Accounting Standards Board ("IASB"). These condensed interim consolidated financial statements follow the same material accounting policies and methods of application as the most recent audited annual financial statements of the Company, except for the accounting policy adopted during the period in respect of the Renard Option Intangible Asset recognized during the period, as described in Note 3 below. These condensed interim consolidated financial statements do not contain all of the information required for full annual financial statements. Accordingly, these condensed interim consolidated financial statements should be read in conjunction with the Company's audited annual consolidated financial statements for the thirteen months ended December 31, 2025, which were prepared on a going concern basis, which assumes that the Company will be able to meet its obligations and continue its operations for the next twelve months. Realization values may be substantially different from carrying values as shown in these condensed interim consolidated financial statements and do not give effect to adjustments that would be necessary to the carrying values and classification of assets and liabilities, and these adjustments may be material, should the Company be unable to continue as a going concern. The Company has incurred losses from inception and does not currently have the financial resources to sustain its operations and exploration programs. During the quarter, the Company completed a public offering raising gross proceeds of $23,012, which strengthened its liquidity position. Notwithstanding this financing, the Company remains dependent on its ability to obtain additional financing in the future to fund its planned activities. These factors may cast significant doubt upon the Company's ability to continue as a going concern and, therefore, it may be unable to realize its assets and discharge its liabilities in the normal course of business. Although the Company has been successful in the past in obtaining financing, there is no assurance that it will be able to obtain adequate financing in the future or that such financing will be on terms acceptable to the Company.

2. BASIS OF PRESENTATION AND GOING CONCERN (continued)

The unaudited condensed interim consolidated financial statements are presented in Canadian dollars, which is also the Company's and its subsidiaries' functional currency, except where otherwise indicated. All values are rounded to the nearest thousand dollars, except per share values.

The condensed interim consolidated financial statements of the Company for the interim period ended September 30, 2026, were approved and authorized for issue by the Board of Directors on November 13, 2026.

Basis of Consolidation

For the current financial period beginning on January 1, 2026, these condensed interim consolidated financial statements include the accounts of the Company, and its Canadian subsidiaries as follows:

Subsidiary	Ownership interest	Jurisdiction	Nature of Operations
Yellowknife Lithium Ltd.	100%	BC, Canada	Mineral exploration
EREX International Ltd.	100%	BC, Canada	Mineral exploration
Winsome Resources Ltd.	100%	WA, Australia	Mineral exploration
Winsome Cancet Lithium Inc.	100%	QC, Canada	Mineral exploration
Winsome Adina Lithium Inc.	100%	QC, Canada	Mineral exploration
Winsome Sirmac Lithium Inc.	100%	QC, Canada	Mineral exploration
Miyunaakun Lithium Inc.	100%	QC, Canada	Mineral exploration

Intercompany balances and transactions, including unrealized income and expenses arising from intercompany transactions, are eliminated in preparing the condensed interim consolidated financial statements.

3. MATERIAL ACCOUNTING POLICIES

NEW ACCOUNTING STANDARDS ISSUED BUT NOT EFFECTIVE

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

The Company has completed a preliminary assessment of the expected impact of IFRS 18 on its financial statements. Based on work performed to date, the Company expects the primary impact of IFRS 18 to relate to presentation and disclosure requirements, with no material impact currently expected on the recognition or measurement of assets, liabilities, income or expenses.

The Company continues to assess the impact of adopting IFRS 18 and will finalize its implementation assessment prior to the mandatory effective date.

3. MATERIAL ACCOUNTING POLICIES (continued)

INTANGIBLE ASSETS

The accounting policies applied in the preparation of these condensed interim consolidated financial statements are consistent with those applied in the Company's audited annual consolidated financial statements for the thirteen months ended December 31, 2025, except for the adoption of the following accounting policy during the period:

Intangible assets are initially recognized at cost when it is probable that future economic benefits attributable to the asset will flow to the Company and the cost of the asset can be measured reliably. Following initial recognition, intangible assets are carried at cost less accumulated amortization and accumulated impairment losses, if any.

Intangible assets acquired separately from mineral property interests are recognized as intangible assets. Intangible assets with finite useful lives are amortized over their estimated useful lives and assessed for impairment whenever indicators of impairment exist. Intangible assets with indefinite useful lives are not amortized and are tested for impairment annually and whenever events or changes in circumstances indicate that the carrying value may not be recoverable.

4. AMOUNTS RECEIVABLE

The Company’s amounts receivable as at September 30, 2026 and December 31, 2025 consist of the following amounts:

	September 30, 2026	December 31, 2025
	$	$
GST & QST receivable	1,014	590
SOQUEM receivable(Note 9)	418	-
Total Amounts Receivable	**1,432**	**590**

5. PREPAID EXPENDITURES AND OTHER ASSETS

The Company’s prepaid expenditures as at September 30, 2026 and December 31, 2025 consist of the following amounts:

	September 30, 2026	December 31, 2025
	$	$
Cash advance to Operator of Adina-Galinée exploration (1)	915	-
Cash advance to Operator of Yellowknife exploration (1)	144	262
Other prepaid expenditures	778	599
Total Prepaid Expenditures and OtherO Assets	**1,838**	**861**

(1) Balances presented are net of amounts incurred on exploration and evaluation expenditures during the period.

6. ACQUISITION OF WINSOME RESOURCES LTD.

On May 21, 2026, the Company completed the acquisition of all the outstanding common shares of Winsome Resources Ltd. and its subsidiaries (collectively, "Winsome") pursuant to a court-approved scheme of arrangement under the laws of Western Australia (the "Winsome Transaction"). Upon completion of the Winsome Transaction, Winsome became a wholly owned subsidiary of the Company. Winsome's principal asset is its 100% interest in the Adina lithium project, located in the Eeyou Istchee James Bay region of Québec.

The acquisition of Winsome was accounted for as an asset acquisition, as Winsome did not meet the definition of a business in accordance with IFRS 3, *Business combinations.* Accordingly, the consideration transferred has been allocated to the identifiable assets acquired and liabilities assumed based on their relative fair values.

Consideration paid	
	$
Fair value of 27,858,584 common shares issued	166,873
Transaction costs incurred by the Company	2,260
Total share consideration paid	**169,133**

Fair value of identifiable assets acquired from Winsome	
	$
Cash	1,631
Amounts receivable	216
Equipment	1,181
Exploration and evaluation properties	166,243
Accounts payable and accrued liabilities	(138)
Net identifiable assets acquired	**169,133**

The Adina lithium project is located adjacent to the Galinée property, in which the Company holds a 75% interest.

7. INTANGIBLE ASSETS

RENARD OPTION FEE

On June 23, 2026, the Company entered into a binding call option agreement (the "Option Agreement") with Stornoway Diamonds (Canada) Inc. ("Stornoway"), 11272420 Canada Inc. and Deloitte Restructuring Inc., in its capacity as monitor under proceedings pursuant to the Companies' Creditors Arrangement Act ("CCAA"), providing the Company with the exclusive option to acquire either the assets comprising the Renard mining and processing facility in Québec or, at the Company's election, all of the issued shares of Stornoway Diamonds (Canada) Inc. or 11272420 Canada Inc. On July 14, 2026, the Superior Court of Québec approved the Option Agreement. Under the Option Agreement, the consideration payable upon exercise of the option is $1. In either transaction structure, the Company would acquire substantially the same mining assets and assume the related environmental obligations, including mine closure, rehabilitation and restoration obligations and the requirement to provide replacement financial security in accordance with applicable legislation. The Option Agreement also contemplates the assumption or replacement of existing environmental security arrangements, including cash collateral of approximately $5,400 securing reclamation obligations.

7. INTANGIBLE ASSETS (continued)

In connection with the Option Agreement, the Company paid an option fee of $12,000, which was held in trust by the monitor pending satisfaction of certain conditions, including authorization from the Ministère des Ressources naturelles et des Forêts ("MNRF") relating to the postponement of rehabilitation and restoration work during the option period. These conditions were satisfied on September 29, 2026, and the option fee became releasable by the monitor in accordance with the terms of the Option Agreement. As a result, the Company reclassified the $12,000 option fee from prepaid deposits to intangible assets as at September 30, 2026.

Upon satisfaction of the release conditions, the Company became responsible for funding the care and maintenance costs of the Renard Project during the option period. The option period extends for two years from the effective date of the agreement and may be extended for an additional one-year period by mutual agreement of the parties. During the first year of the option period care and maintenance costs are estimated at $18,000 and are funded through a deposit held in trust by the monitor. To the extent actual care and maintenance costs exceed the deposit amount, the Company is required to provide additional funding, while any unused portion of the deposit is refundable to the Company.

As at September 30, 2026, $5,864 of care and maintenance expenditures have been incurred by Stornoway since June 2026 and accordingly accrued by the Company in connection with its obligation under the Option Agreement, comprised of the following:

	September 30, 2026
	$
Personnel and restructuring costs	1,803
Site operating costs and services	5,094
Environmental and reclamation costs	449
Less: recoveries and other credits	(1,482)
Total accrued care and maintenance expenditures	**5,864**

Significant Judgment

In assessing the accounting treatment of the Renard Option Agreement, management exercised significant judgment in determining whether control of Renard had been obtained upon satisfaction of the release conditions on September 29, 2026. Management concluded that control had not transferred to the Company as at September 30, 2026, as the option remained exercisable at the Company's discretion, completion of the acquisition remained subject to the contractual closing process and required approvals, and the Company had neither obtained the present ability to direct the relevant activities of Renard nor exposure to the associated variable returns. Accordingly, the Renard assets and liabilities were not recognized as at September 30, 2026.

Management also exercised significant judgment in determining the appropriate classification of the rights acquired under the Renard Option Agreement. Management concluded that the agreement provides the Company with an identifiable contractual right to acquire the underlying assets and liabilities of Renard in the future and that this right meets the definition of an intangible asset. Accordingly, the Renard Option Agreement was recognized as an intangible asset rather than a financial asset.

7. INTANGIBLE ASSETS (continued)

Commitment

Under the terms of the Renard Option Agreement, the Company is responsible for funding care and maintenance expenditures during the option period. Following satisfaction of all conditions under the agreement on September 29, 2026, the Company funded the first-year care and maintenance obligation through an advance of $18.0 million to the monitor on October 5, 2026. The funds are administered and disbursed by the monitor in accordance with an approved care and maintenance budget.

Under the terms of the Option Agreement, the Company may elect to terminate the option at the end of the initial twelve-month period by delivering a termination notice within eight months following satisfaction of the release conditions, or such other date as may be agreed between the parties and the secured creditors. If the Company does not deliver a termination notice, it would be required to deposit an additional estimated $18.0 million to fund year 2 care and maintenance expenditures with the monitor no later than one month prior to the June 23, 2027 anniversary date of the Option Agreement.

8. SHORT-TERM INVESTMENTS

	September 30, 2026	December 31, 2025
	$	$
Fair value, at the beginning of the period	3,750	-
Initial recognition upon sale of exploration and evaluation properties	-	6,960
Disposal for the period	(3,362)	(2,907)
Realized loss from disposal	(388)	(573)
Fair value change in the period	-	270
Fair value, at the end of the period	**-**	**3,750**

Following the disposal of certain mineral claims in Quebec, the Company held 6,000,000 shares in Power Metallic Mines Inc. (TSXV: PNPN) which were classified as short-term investments. During the nine months ended September 30, 2026, the Company disposed of its remaining 3,000,000 shares for proceeds of $3,362 and recorded a realized loss of $388 in the condensed interim consolidated statements of net loss and comprehensive loss. During the year ended December 31, 2025, the Company sold 3,000,000 for proceeds of $2,907 and recorded a realized loss of $573, along with a gain of $270 on the change in fair value of the remaining shares.

As at September 30, 2026, the fair value of the Company's short-term investments in PNPN was $nil (December 31, 2025: $3,750).

9. EXPLORATION AND EVALUATION PROPERTIES

Exploration and evaluation properties include the following amounts as at September 30, 2026 and December 31, 2025.

	Adina and Galinée Project	Yellowknife Lithium Project	Other Northwest Territories Projects	Other Quebec Projects	Total
	Quebec	NWT	NWT	Quebec	
	$	$	$	$	$
Balance, November 30, 2024	**-**	**222,904**	**18,980**	**19,792**	**261,676**
Acquisition costs	-	353	352	105	810
Exploration and evaluation expenditures					
Claims, taxes and holding costs	-	303	505	433	1,241
Salaries and share based payments	-	1,156	117	497	1,770
Drilling, exploration, and technical consultation	-	5,471	308	1,078	6,857
Assaying, field supplies and environmental consultation	-	8,215	536	320	9,071
Travel and other project expenses	-	1,612	9	93	1,714
Sale of mineral claims	-	-	-	(2,664)	(2,664)
Revenue Quebec Exploration Tax Credit	-	-	-	(706)	(706)
Total exploration and evaluation expenditures in the year	-	17,110	1,827	(843)	18,093
Balance, December 31, 2025	**-**	**240,014**	**20,807**	**18,949**	**279,769**
Acquisition costs	170,611	-	-	14,855	185,466
Exploration and evaluation expenditures					
Claims, taxes and holding costs	84	26	2	20	132
Salaries and share based payments	1,611	2,161	248	322	4,342
Drilling, exploration, and technical consultation	3,494	5,803	68	40	9,405
Assaying, field supplies and environmental consultation	3,001	2,803	5	273	6,082
Travel and other project expenses	1,706	626	-	-	2,332
Total exploration and evaluation expenditures in the period	180,507	11,419	323	15,510	207,759
Balance, September 30, 2026	**180,507**	**251,432**	**21,130**	**34,459**	**487,528**

9. EXPLORATION AND EVALUATION PROPERTIES (continued)

The Company holds interests in nine mineral projects in Québec, including its flagship Adina Project (“Adina”) and the Galinée Project (“Galinée”), as well as the Rupert Project, Pontax Project, Nottaway Project, Moyenne Project, Cancet Project, Sirmac-Clapier Project, and Tilly Project. The Company also holds interests in three mineral projects in the Northwest Territories: the Yellowknife Lithium Project ("YLP"), the LDG-Mackay Project ("LDG-Mackay"), acquired through a transaction with North Arrow Minerals Inc., and the Cali Project. At present, the Company's mineral properties are not at a commercial development or production stage.

(i) QUEBEC: ADINA AND GALINÉE

ADINA- GALINÉE PROPERTY

On May 21, 2026, as part of its acquisition of Winsome Resources Limited ("Winsome"), the Company acquired a 100% interest in the Adina lithium project located in the Eeyou Istchee James Bay region of Québec, Canada. The Adina property comprises mineral claims hosting spodumene-bearing pegmatites.

On February 18, 2026, the Company acquired a 50% interest in the Galinée property from Azimut Exploration Inc. ("Azimut") in consideration for the issuance of 2,000,000 common shares and the grant of a 1.4% net smelter return royalty on the property. The acquisition agreement also provides for deferred consideration of $1,500, payable in cash or, subject to the conditions of the agreement, common shares of the Company, at the earlier of:

(i) completion of an economic study in respect of the Galinée property; or

(ii) 18 months following closing.

On March 9, 2026, the Company acquired an additional 25% interest in the Galinée property from SOQUEM Inc. through the issuance of 1,000,000 common shares. Following completion of the acquisition, the Company holds a 75% interest in the Galinée property, with the remaining 25% interest continuing to be held by SOQUEM Inc. The Company is the operator of the Galinée property under a joint venture arrangement with SOQUEM Inc.

The Adina and Galinée properties form the consolidated Adina-Galinée project. The project hosts spodumene-bearing pegmatites and is being advanced through exploration, resource expansion and technical studies. During the nine months ended September 30, 2026, the Company continued exploration activities at the Adina-Galinée project, including drilling, geological mapping and surface exploration programs.

In addition, Miyunaakun Lithium Inc., a wholly owned subsidiary of Winsome, has entered into a collaboration agreement with Eskan Consulting Group in connection with studies relating to proposed regional road access infrastructure in the vicinity of the project.

9. EXPLORATION AND EVALUATION PROPERTIES (continued)

(ii) NORTHWEST TERRITORIES

YELLOWKNIFE LITHIUM PROJECT

On December 30, 2022, the Company completed the acquisition of 1361516 B.C. Ltd. and the core mineral claims related to the Yellowknife Lithium Project. The Yellowknife Lithium Project is comprised of 13 mineral leases that cover most of the lithium pegmatites that make up the Yellowknife Pegmatite Province ("YPP"). The Property is subject to a 2% gross overriding royalty and in the case of 11 of the mineral leases, a 2% net profits royalty.

On February 18, 2023, the Company entered into an option agreement (the “YLP Option Agreement“) with a private company holding a 100% interest in the Thompson-Lundmark Project (the “TL Property“), which comprises additional contiguous mineral leases, whereby the Company had been granted the sole and exclusive right to acquire a 100% interest in the TL Property (the “YLP Option“). To exercise the YLP option, the Company was to make aggregate cash payments of $3,000 and incur exploration expenditures on the Property over a two-year period. However, prior to the second anniversary cash payment of $1,750 due in February 2025, the Company recognized an impairment loss of $1,408 and elected not to proceed with the final option payment.

OTHER NORTHWEST TERRITORIES PROJECTS

The Cali Project, acquired as part of the Yellowknife Lithium Project acquisition on December 30, 2022, is comprised of a certain mineral lease and several mineral claims within the Little Nahanni Pegmatite Group, located in Northwest Territories near the Yukon border. The Property is subject to a 2% gross overriding royalty.

On January 23, 2025, the Company announced that it has closed the mineral property purchase agreement with North Arrow Minerals (TSX.V: NAR) to acquire the DeStaffany, LDG and Mackay Lithium Projects by issuing 250,000 common shares of the Company valued at $713 ($2.85 per share).

9. EXPLORATION AND EVALUATION PROPERTIES (continued)

(iii) OTHER QUEBEC PROJECTS

RUPERT PROJECT

Rupert Option Agreement

On June 11, 2021, the Company entered into a definitive option agreement with Kenorland Minerals Ltd. ("Kenorland") pursuant to which the Company was granted the option to acquire up to a 100% interest in and to certain mineral claims at the Rupert, Pontax and Moyenne Projects (collectively known as the "Rupert Option Agreement").

In order to exercise the Rupert Option Agreement, the Company paid $200 in cash and issued to Kenorland 9.9% of the Company's issued and outstanding shares upon closing. On February 2, 2022, the Company issued 1,751,913 common shares valued at $3,504 to Kenorland pursuant to the Rupert Option Agreement related to the Rupert Property.

Following the exercise of the Rupert Option Agreement, the Company granted to Kenorland a 2% net smelter royalty in respect of the Rupert Property.

Disposal of mineral claims to Power Metallic Mines Inc.

On July 14, 2025, the Company completed the sale of 313 mineral claims at its Rupert Project in Québec to Power Metallic Mines Inc. Following the transaction, the Company retained 2,203 mineral claims at the Rupert Project. As consideration, the Company received $700 in cash, 6,000,000 common shares of Power Metallic Mines Inc. and a 0.5% net smelter return royalty on the 313 mineral claims, with no buyback provision. During the nine months ended September 30, 2026, the Company sold its remaining 3,000,000 share position in Power Metallic Mines Inc. for net proceeds of $3,362, after commissions, following the sale of 3,000,000 shares in 2025 (Note 8).

CANCET PROJECT

On May 21, 2026, through the acquisition of Winsome, the Company acquired a 100% interest in the Cancet lithium greenfield exploration project. The Cancet project consists of mineral claims covering a spodumene-bearing pegmatite trend in the James Bay region. The project is located 155km east of Radisson, in the northwest of the province of Québec, Canada. The project was acquired as part of the overall consideration paid under the Winsome transaction, and no additional consideration was allocated specifically to the Cancet property. It comprises 395 mining claims covering an area of approximately 199.6km^2.

9. EXPLORATION AND EVALUATION PROPERTIES (continued)

SIRMAC-CLAPIER PROJECT

The Company acquired a 100% interest in the Sirmac-Clapier lithium greenfield exploration project as part of the acquisition of Winsome on May 21, 2026. The Sirmac-Clapier property comprises mineral claims prospective for spodumene-bearing pegmatites and forms part of the Company's expanded Québec exploration portfolio. It is located 350km to the south-west of the Adina Project in Québec, Canada. This project was included in the assets acquired under the Winsome transaction, with no separate consideration assigned to the property. It comprises 79 mining claims covering a total area of approximately 41.4km^2.

TILLY PROJECT

The Company acquired a 100% interest in the Tilly lithium greenfield exploration project as part of the acquisition of Winsome on May 21, 2026. The Tilly property comprises mineral claims prospective for spodumene-bearing pegmatites and forms part of the Company's expanded Québec exploration portfolio. It is located approximately 20 km south-east of the Adina Project in Québec, Canada. The project overlies a significant regional structural corridor and shares geological characteristics with the Adina Project that are considered prospective for lithium-caesium-tantalum (LCT) pegmatite mineralization. This project was included in the assets acquired under the Winsome transaction, with no separate consideration assigned to the property. It comprises 91 mining claims covering a total area of approximately 47 km^2.

10. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

	September 30, 2026	December 31, 2025
	$	$
Accounts payable	1,432	1,334
Care and maintenance accrual - Renard (Note 7)	5,864	-
Accrued liabilities	901	1,892
Total accounts payable and accrued liabilities	**8,197**	**3,226**

11. SHARE CAPITAL

Authorized Share Capital

The Company has an authorized share capital of an unlimited number of common shares with no par value.

Share Issuances

a) **Brokered and Private Placement Financings**

During the nine months ended September 30, 2026:

On January 29, 2026, the Company announced the completion of a private placement, wherein the Company entered into an underwriting agreement with Canaccord Genuity Corp. for a financing of aggregate gross proceeds of up to $48,166. The offering includes (i) 3,876,000 flow-through subscription receipts priced at $6.88 for gross proceeds of $26,667 and 2,209,300 non-flow-through subscription receipts priced at $4.30 for gross proceeds of $9,500, the flow-through and non-flow-through subscription receipts were conditional on closing the Winsome acquisition, which occurred in May 2026. Upon satisfaction of the release conditions, the aggregate proceeds of $36,167 previously held in restricted cash were released to the Company and the subscription receipts were converted into common shares of the Company. The offering also included 775,200 flow-through common shares priced at $6.45 per share for gross proceeds of $5,000 and 1,627,800 non-flow through common shares priced at $4.30 per share for gross proceeds of $7,000. The Company has paid $2,614 in commissions and other capital raise related expenditures related to this brokered financing. No flow-through share premium liability was recognized on issuance, as the flow-through offer price did not exceed the market price of the Company's shares at the closing date. Accordingly, the Company determined that no premium existed to be allocated between share capital and a flow-through premium liability.

The underwriters exercised the option to sell up to an additional $6,500 of securities at the applicable offering prices.

On August 12, 2026, the Company completed a bought deal public offering of 7,935,000 common shares at a price of $2.90 per common share for gross proceeds of $23,012. The offering included the full exercise of the underwriters' over-allotment option. The Company incurred share issuance costs of $1,996, which were recorded as a reduction of share capital. The net proceeds are intended to fund care and maintenance costs associated with the Renard option agreement and for general working capital purposes.

b) **Shares issued for Exploration and Evaluation Properties**

During the nine months ended September 30, 2026

On February 18, 2026, the Company announced that it has closed its acquisition of a 50% interest in the Galinée property from Azimut Exploration Inc. in Québec. Under the terms of the agreement with Azimut Exploration Inc. LIFT has acquired all of Azimut’s rights, title and interest in the Galinée Property, in consideration for the issuance of 2,000,000 common shares of the capital of the Company with a fair value of $5.95 per share, based on the Company’s closing price on February 17, 2026.

On March 9, 2026, the Company announced that it has closed its acquisition of an additional 25% interest in the exclusive exploration rights commonly known as the Galinée property from SOQUEM Inc.

11. SHARE CAPITAL (continued)

Under the terms of the purchase agreement with SOQUEM, consideration for SOQUEM's 25% interest in the Galinée Property consisted of 1,000,000 common shares of the capital of the Company with a fair value of $5.49 per share, based on the Company's closing price on March 6, 2026.

On May 21, 2026, the Company completed its acquisition of Winsome pursuant to a court-approved scheme of arrangement. As consideration for the acquisition, the Company issued 27,136,492 common shares (including 25,879,073 CDIs and 1,257,419 common shares) to acquire the outstanding Winsome ordinary shares. In addition, the Company issued 722,092 common shares (including 691,694 CDIs and 30,398 common shares) in exchange for the outstanding Winsome options. The fair value of the shares issued formed part of the consideration transferred in the asset acquisition.

During the thirteen months ended December 31, 2025:

On January 23, 2025, the Company announced that it has closed the mineral property purchase agreement with North Arrow Minerals (TSX.V: NAR) to acquire the DeStaffany, LDG and Mackay Lithium Projects by issuing 250,000 common shares of the Company valued at $713 ($2.85 per share).

c) **Stock options**

The Company has adopted an omnibus share incentive plan that allows for the granting of stock options to Directors, Officers, employees and certain consultants of the Company for up to 10% of the Company's issued and outstanding common shares. Stock options granted under the plan may be subject to vesting provisions as determined by the Board of Directors.

For the nine months ended September 30, 2026, there was an aggregate of 18,478 stock options exercised at an exercise price of $3.65, including 3,478 options exercised on a cashless basis.

On July 20, 2026, the Company granted 75,000 stock options for a period of five years at an exercise price of $3.36 per share. The options vest over a two-year period, with 25% vesting on each of the 6, 12, 18 and 24-month anniversary dates.

On February 25, 2026, the Company granted 175,000 stock options for a period of five years at an exercise price of $7.20.The options vest 25% on each of the 6,12, 18 and 24-month anniversary dates.

On January 15, 2026, the Company granted 2,065,000 stock options for a period of five years at an exercise price of $7.50. The options vest 25% on grant date and an additional 25% on each 6, 12, and 18-month anniversary dates.

On July 30, 2025, the Company granted 400,000 stock options for a period of five years at an exercise price of $2.54 per share to an employee of the Company. A third of the options vest on each of the 12, 24, and 36-month anniversary dates.

On May 1, 2025, the Company granted 30,000 stock options for a period of five years at an exercise price of $3.65 per share to an employee of the Company. The options vest 25% on each of the 6,12, and 18-month anniversary dates.

11. SHARE CAPITAL (continued)

A summary of the changes in the Company's stock option balances during the nine months ended September 30, 2026 and thirteen months ended December 31, 2025, are as follows:

	September 30, 2026		December 31, 2025	
	Number of options outstanding	Weighted average exercise price	Number of options outstanding	Weighted average exercise price
Outstanding, beginning	1,894,500	$6.14	995,000	$8.84
Granted	2,315,000	$7.34	929,500	$3.17
Exercised	(18,478)	$3.65	-	-
Forfeiture	(88,647)	$8.10	(30,000)	$3.65
Outstanding, ending	**4,102,375**	**$6.79**	**1,894,500**	**$6.14**

As at September 30, 2026, the following stock options were outstanding:

Number of options	Weighted average remaining life (Years)	Exercise price	Expiry date	Number of options vested
335,000	1.54	$10.00	April 15, 2028	335,000
80,000	1.60	$10.00	May 3, 2028	80,000
80,000	1.67	$10.00	June 1, 2028	80,000
20,000	1.97	$10.00	September 18, 2028	20,000
15,000	2.18	$10.00	December 5, 2028	15,000
385,000	2.27	$7.00	January 8, 2029	385,000
30,000	2.64	$7.00	May 21, 2029	30,000
432,375	3.22	$3.65	December 19, 2029	432,375
30,000	3.59	$3.65	May 1, 2030	20,000
400,000	3.83	$2.54	July 30, 2030	133,333
2,045,000	4.3030	$7.50	January 15, 2031	1,032,500
175,000	4.41	$7.20	February 25, 2031	43,750
75,000	4.81	$3.36	July 20, 2031	-
4,102,375	**3.60**			**2,606,958**

Certain stock options granted were directly attributable to expenditures on the exploration and evaluation properties and were therefore capitalized. For the nine months ended September 30, 2026, share based payments expense is classified within the condensed interim consolidated financial statements as follows: operating expenses - $8,104 (August 31, 2025 - $940) and exploration and evaluation properties $2,954 (August 31, 2025 - $544) for total share-based payments expense - $11,058 (August 31, 2025 - $1,484).

The total fair value of the stock options granted in the nine months ended, September 30, 2026 was estimated to be $12,856 (weighted average fair value of $5.60 per option), calculated using the Black-Scholes Option Pricing Model, which used the following weighted average assumptions:

11. SHARE CAPITAL (continued)

	Nine months ended September 30, 2026
Exercise price	$7.34
Expected volatility	95%
Expected life of option	5 years
Risk-free annual interest	2.89%
Expected annual dividend	0%
Forfeiture rate	0.86%

d) **Restricted share units**

The movements in restricted share units ("RSUs") for the nine months ended September 30, 2026 and thirteen months ended December 31, 2025 are summarized as follows:

	Nine months ended September 30, 2026 Number of units	Thirteen months ended December 31, 2025 Number of units
Outstanding, beginning	-	-
Granted	112,300	-
Forfeiture	(2,500)	
Outstanding, ending	**109,800**	**-**

The RSUs were granted under the Company's share-based compensation plan to a number of employees in lieu of annual cash bonuses and each RSU entitles the holder to receive one common share of the Company upon settlement which will occur 12 months from the date of grant, in accordance with terms of the plan. The RSUs vest over a 12-month period and will be settled in equity. For the nine months ended September 30, 2026, the Company recognized share-based payments of $778 related to RSUs (December 31, 2025 - $nil).

e) **Deferred share units**

The movements in deferred share units ("DSUs") for the nine months ended September 30, 2026 and thirteen months ended December 31, 2025 are summarized as follows:

	Nine months ended September 30, 2026 Number of units	Thirteen months ended December 31, 2025 Number of units
Outstanding, beginning	50,604	7,544
Granted	7,889	54,693
Settled	(17,858)	(3,744)
Outstanding, ending	**40,635**	**58,493**

The DSUs were granted under the Company's share-based compensation plan to a number of directors in lieu of interim board fees for the quarter 4, 2025 period. The DSUs vest over a 12-month period and can be settled in cash or equity. The associated compensation cost is based on the underlying share price on the date of grant. During the nine months ended September 30, 2026, there were 17,858 settled DSUs with a fair value of $9 (December 31, 2025 - $13), of which 14,882 were settled through the issuance of common shares and 2,976 were settled in cash. The Company recognized $34 (December 31, 2025 - $95) in share-based payments.

12. TRANSACTIONS WITH RELATED PARTIES AND KEY MANAGEMENT COMPENSATION

The Company's related parties consist of the Company's Directors and Officers and enterprises which are controlled by these individuals as well as persons performing similar functions. The compensation paid or payable to key management for services during the nine months ended September 30, 2026 and August 31, 2025 are as follows:

Service or Item	September 30, 2026	August 31, 2025
	$	$
Directors' fees	170	117
Management, consulting fees and salaries[(1)]	1,445	804
Share based compensation (expensed and capitalized)	6,557	1,193
Total	**8,172**	**2,114**

(1) Included in management, consulting fees and salaries is $318 of one-time bonus payments made in connection with the Winsome acquisition transaction. The amounts included in the table above represent the portion of such bonuses paid to the Company's Directors and Officers disclosed herein.

Included in accounts payable and accrued liabilities as at September 30, 2026 was $56 due to related parties (August 31, 2025 - $140).

13. FINANCIAL INSTRUMENTS

Financial assets are reviewed at the end of each reporting period for objective evidence indicating that changes in the market, economic, or legal environment has had a negative effect on the estimated future cash flows of the asset or group of assets. The Company assesses all information available, including on a forward-looking basis, the expected credit losses associated with its assets carried at amortized cost. The impairment methodology applied depends on whether there has been a significant increase in credit risk. To assess whether there is a significant increase in credit risk, the Company compares the risk of a default occurring on the asset as at the reporting date with the risk of default as at the date of initial recognition, based on all information available, and reasonable and supportive forward-looking information.

Fair values have been determined for measurement and/or disclosure requirements based on the methods below. The Company characterizes fair value measurements using a hierarchy that prioritizes inputs depending on the degree to which they are observable. The three levels of the fair value hierarchy are as follows:

● Level 1 fair value measurements are quoted prices (unadjusted) in active markets for identical assets or liabilities;

● Level 2 fair value measurements are those derived from inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices); and

● Level 3 fair value measurements are those derived from valuation techniques that include significant inputs for the asset or liability that are not based on observable market data (unobservable inputs).

13. FINANCIAL INSTRUMENTS (continued)

The carrying values of cash, accounts payable, accrued liabilities, deferred consideration and lease liabilities approximated their fair values because of the short-term nature of these financial instruments. These financial instruments are financial assets and liabilities at amortized cost. Where applicable, the fair value of short-term investments, which are classified as level 1 within the fair value hierarchy, is determined by obtaining the quoted market price of the short-term investment and multiplying it by foreign exchange rate, if applicable, and the quantity of shares held by the Company.

14. SEGMENT INFORMATION

The Company operates in a single reportable operating segment, being the acquisition, exploration and development of its Canadian exploration and evaluation properties.

15. RISK MANAGEMENT AND CAPITAL DISCLOSURES

The Company is exposed to various financial risks as detailed below:

Credit Risk

Credit risk is the risk of an unexpected loss if a customer or third party to a financial instrument fails to meet its contractual obligations. The Company's primary credit risk is associated with its Canadian cash balances, which are held through major Canadian financial institutions with high investment grade ratings. The carrying value of the Company's cash totalling $31,311 represents the Company's maximum exposure to credit risk as at September 30, 2026 (December 31, 2025 - $1,816).

Liquidity Risk

Without operating revenues, the Company is subject to liquidity risk such that it may not be able to meet its obligations under its financial instruments as they fall due (Note 2). The Company manages this risk by maintaining cash balances and, where applicable, short-term investments to ensure that it is able to meet its short-term and long-term obligations as and when they fall due. Cash projections are regularly updated to reflect the dynamic nature of the business. To date, the Company's capital requirements have been met by equity subscriptions. Although the Company has been successful in the past in obtaining financing, there can be no assurance that it will be able to obtain adequate financing in the future or that the terms of such financing will be favourable.

The maturities of the Company's financial liabilities as of September 30, 2026 are as follows:

	Total	Less than 1 year	1-5 years	More than 5 years
	$	$	$	
Accounts payable and accrued liabilities	8,197	8,197	-	-
Deferred consideration payable	1,500	1,500		-
Lease liabilities	198	56	142	-
Balance as at September 30, 2026	**9,895**	**9,753**	**142**	**-**

15. RISK MANAGEMENT AND CAPITAL DISCLOSURES (continued)

Interest Rate Risk

Interest rate risk relates to the effect on the Company's financial instruments due to changes in market rates of interest. The Company holds cash, which earn market rates of interest. The Company considers its interest rate risk in respect of these instruments to be immaterial.

Price Risk

Price risk is the risk that the fair value of financial instruments will fluctuate due to changes in market prices (other than those arising from interest rate or currency risk), whether caused by factors specific to the individual instrument or its issuer, or factors affecting all similar instruments traded in the market.

As at September 30, 2026, the Company did not hold any marketable equity securities and was not exposed to significant price risk.

Foreign Currency Risk

Foreign currency risk is the risk that the fair value of the Company's financial instruments will fluctuate due to changes in exchange rates. As at September 30, 2026 the Company carried immaterial accounts payable balances denominated in foreign currencies, which are subject to currency risk due to fluctuations in the exchange rates with the Canadian dollar. Due to the volatility of the exchange rates between the Canadian dollar, and the U.S. dollar, such exchange rate changes could result in future gains or losses to the Company.

Capital

The Company is in the business of mineral exploration and has no source of operating revenue. The Company has no long-term debt and typically finances its operations through the issuance of capital stock. Capital raised is held in cash in an interest-bearing bank account or guaranteed investment certificate until such time as it is required to pay operating expenses or exploration and evaluation costs. The Company is not subject to any externally imposed capital restrictions. Its objectives in managing its capital are to safeguard its cash and its ability to continue as a going concern, and to utilize as much of its available capital as possible for exploration activities. The Company's objectives have not changed during the nine months ended September 30, 2026.