InZinc Mining

CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

FOR THE SIX MONTHS ENDED JUNE 30, 2025

(Unaudited - Expressed in Canadian Dollars)

NOTICE OF NO AUDITOR REVIEW OF CONDENSED INTERIM CONSOLIDATED 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 interim consolidated financial statements, they must be accompanied by a notice indicating that an auditor has not reviewed the financial statements.

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

The accompanying unaudited condensed interim consolidated financial statements for InZinc Mining Ltd. for the six months ended June 30, 2025 have been prepared by and are the responsibility of the Company's management.

CONDENSED INTERIM CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
(Unaudited - Expressed in Canadian Dollars)
As at

	June 30, 2025	December 31, 2024
ASSETS		
Current		
Cash and cash equivalents	**$ 1,651,466**	$ 1,601,951
Receivables (Note 4)	**39,098**	27,963
Prepaids and advances	**16,916**	24,454
Marketable securities (Note 5)	**61,822**	84,081
	1,769,302	1,738,449
Reclamation deposits (Note 6)	**52,700**	52,700
Exploration and evaluation assets (Note 6)	**498,660**	498,660
	$ 2,320,662	$ 2,289,809
LIABILITIES		
Current		
Accounts payable and accrued liabilities (Notes 7 and 9)	**$ 500,873**	$ 47,137
SHAREHOLDERS' EQUITY		
Share capital (Note 8)	**18,016,995**	18,016,995
Reserves – share-based (Note 8)	**329,367**	298,549
Deficit	**(16,526,573)**	(16,072,872)
	1,819,789	2,242,672
	$ 2,320,662	$ 2,289,809

Nature of operations and going concern (Note 1)

Approved on behalf of the Board:

"Wayne Hubert"	*"Kerry Curtis"*
Wayne Hubert, Director	Kerry Curtis, Director

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

CONDENSED INTERIM CONSOLIDATED STATEMENTS OF LOSS AND COMPREHENSIVE LOSS
(Unaudited - Expressed in Canadian Dollars)

	For the three months ended		For the six months ended	
	June 30, 2025	June 30, 2024	**June 30, 2025**	June 30, 2024
PROPERTY EXPENSES				
Exploration and evaluation expenditures (Note 6)	**$ 487,854**	$ 63,309	**$ 511,811**	$ 112,923
BC mineral exploration tax credit (Note 6)	**(189,223)**	-	**(189,223)**	-
	(298,631)	(63,309)	**(322,588)**	(112,923)
EXPENSES				
Communication and investor relations	**9,268**	42,251	**16,830**	53,361
Consulting fees	**-**	-	**1,500**	-
Director fees (Note 9)	**8,250**	8,547	**16,142**	16,797
Filing and regulatory	**7,482**	7,486	**11,359**	11,774
Office and miscellaneous	**15,260**	17,163	**25,605**	30,137
Professional fees (Note 9)	**22,386**	17,808	**33,038**	28,613
Share-based compensation (Notes 8 and 9)	**27,085**	38,082	**30,818**	40,036
Travel	**4,787**	-	**4,787**	-
	(94,518)	(131,337)	**(140,079)**	(180,718)
Operating loss	**(393,149)**	(194,646)	**(462,667)**	(293,641)
Interest	**20,141**	16,211	**31,225**	32,789
Realized loss on sale of marketable securities (Note 5)	**-**	(15,797)	**-**	(15,797)
Unrealized gain (loss) on marketable securities (Note 5)	**(6,545)**	71,076	**(22,259)**	(76,867)
Loss and comprehensive loss	**$ (379,553)**	$ (123,156)	**$ (453,701)**	$ (353,516)
Loss per common share – basic and diluted	**$ (0.00)**	$ (0.00)	**$ (0.00)**	$ (0.00)
Weighted average number of common shares outstanding – basic and diluted	**123,402,084**	123,402,084	**123,402,084**	123,402,084

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

CONDENSED INTERIM CONSOLIDATED STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY
(Unaudited - Expressed in Canadian Dollars)

	Share capital				
	Issued	**Amount**	**Reserves – share-based**	**Deficit**	**Total**
Balance at December 31, 2023	123,402,084	$ 18,016,995	$ 253,470	$ (15,160,837)	$ 3,109,628
Allocation of expired/forfeited options	-	-	(2,585)	2,585	-
Share-based compensation	-	-	40,036	-	40,036
Loss for the period	-	-	-	(353,516)	(353,516)
Balance at June 30, 2024	123,402,084	$ 18,016,995	$ 290,921	$ (15,511,768)	$ 2,796,148
Balance at December 31, 2024	123,402,084	$ 18,016,995	$ 298,549	$ (16,072,872)	$ 2,242,672
Share-based compensation	-	-	30,818	-	30,818
Loss for the period	-	-	-	(453,701)	(453,701)
Balance at June 30, 2025	**123,402,084**	**$ 18,016,995**	**$ 329,367**	**$ (16,526,573)**	**$ 1,819,789**

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

CONDENSED INTERIM CONSOLIDATED STATEMENTS OF CASH FLOWS
(Unaudited - Expressed in Canadian Dollars)
For the six months ended

	June 30, 2025	June 30, 2024
OPERATING ACTIVITIES		
Loss for the period	$ **(453,701)**	$ (353,516)
Items not involving cash:		
Share-based compensation	**30,818**	40,036
Unrealized loss on marketable securities	**22,259**	76,867
Realized loss on sale of marketable securities	**-**	15,797
Changes in non-cash working capital items:		
Receivables	**(11,135)**	2,394
Prepaids and advances	**7,538**	10,060
Accounts payable and accrued liabilities	**453,736**	38,854
Cash provided by (used in) operating activities	**49,515**	(169,508)
INVESTING ACTIVITIES		
Reclamation deposit	**-**	(12,700)
Proceeds from sale of marketable securities	**-**	106,630
Cash provided by investing activities	**-**	93,930
Change in cash and cash equivalents during the period	**49,515**	(75,578)
Cash and cash equivalents, beginning of the period	**1,601,951**	1,617,659
Cash and cash equivalents, end of the period	$ **1,651,466**	$ 1,542,081
Cash and cash equivalents:		
Cash	$ **1,651,466**	$ 1,051,328
Cash equivalents	**-**	490,753
	$ **1, 651,466**	$ 1,542,081

Supplemental disclosure with respect to cash flows (Note 10)

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

1. NATURE OF OPERATIONS AND GOING CONCERN

InZinc Mining Ltd. (the "Company") was incorporated on October 24, 1997 under the laws of British Columbia and was continued under the Canada Business Corporations Act in June 2002. The Company's registered and records office is at Suite 2300, Bentall 5, 550 Burrard Street, Box 30, Vancouver, BC, V6C 2B5. The Company's head office is at P.O. Box 48268, Station Bentall Centre, Vancouver, BC, V7X 1A2. The Company is listed on the TSX Venture Exchange ("TSX-V") under the trading symbol IZN.

The Company's principal business activities include the acquisition and exploration of mineral exploration and evaluation assets in Canada. The Company has not yet determined whether its exploration and evaluation assets contain ore reserves that are economically recoverable. The recoverability of the amounts shown for exploration and evaluation assets are dependent upon the existence of economically recoverable reserves, the ability of the Company to obtain necessary financing to complete the development of those reserves, and upon future profitable production. To date, the Company has not earned any revenues and is considered to be in the exploration stage.

These condensed interim consolidated financial statements have been prepared assuming the Company will continue on a going-concern basis. The Company has incurred losses since its inception and the ability of the Company to continue as a going-concern depends upon its ability to raise adequate financing and to develop profitable operations. These condensed interim consolidated financial statements do not include adjustments to amounts and classifications of assets and liabilities that might be necessary should the Company be unable to continue operations.

The continuance of the Company's operations is dependent on obtaining sufficient additional financing in order to realize the recoverability of the Company's investments in exploration and evaluation assets which is dependent upon the existence of economically recoverable reserves and market prices for the underlying minerals. Management closely monitors metal commodity prices, individual equity movements and the stock market to determine the appropriate course of action to be taken by the Company if favourable or adverse market conditions occur. The Company raised capital in the previous periods through private placements of its common shares and from the sale of the West Desert property and marketable securities, with the result that the current working capital balance is an amount that management estimates is sufficient to further operations for the upcoming twelve months.

It is not possible for the Company to predict the duration or magnitude of adverse results resulting from global pandemics or war and their effects on the Company's business or results of operations or its ability to raise funds.

2. BASIS OF PRESENTATION

Statement of compliance

These condensed interim consolidated financial statements have been prepared in accordance with IFRS Accounting Standards ("IFRS") as issued by the International Accounting Standards Board ("IASB") applicable to interim financial reports, including International Accounting Standard 34, Interim Financial Reporting. They do not include all the information and note disclosures required by IFRS for annual financial statements and, therefore, should be read in conjunction with the Company's consolidated financial statements for the year ended December 31, 2024, prepared in accordance with IFRS.

Approval of the financial statements

These condensed interim consolidated financial statements were authorized for issue by the Audit Committee and Board of Directors on August 29, 2025.

(Unaudited - Expressed in Canadian dollars)

2. BASIS OF PRESENTATION (cont'd…)

Significant estimates and judgments

The preparation of these condensed interim consolidated financial statements requires the Company to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates. Estimates and underlying assumptions are reviewed at each period end. Revisions to accounting estimates are recognized in the period in which the estimates are revised and in any future periods affected. There have been no material changes to the significant estimates and judgments as disclosed in Note 2 of the Company's consolidated financial statements for the year ended December 31, 2024

3. MATERIAL ACCOUNTING POLICY INFORMATION

These condensed interim financial statements were prepared using the same accounting policies and methods of computation as in the Company's audited financial statements for the year ended December 31, 2024.

New standards, interpretations and amendments to existing standards not yet effective

A number of new standards and amendments to standards and interpretations have been issued by the IASB and are effective for annual periods beginning on or after January 1, 2026 which have not been applied in preparing these condensed interim consolidated financial statements as they are not yet effective. The standards and amendments to standards that would be applicable to these condensed interim consolidated financial statements of the Company are the following:

IFRS 18, Presentation and Disclosure in Financial Statements

IFRS 18 will replace IAS 1; many of the existing principles in IAS 1 are retained, with limited changes. IFRS 18 will not impact the recognition or measurement of items in the financial statements, but it might change what an entity reports as its operating profit or loss. The standard is effective for reporting periods beginning on or after January 1, 2027, including for interim financial statements. Retrospective application is required and early application is permitted. The Company is currently assessing the impact of this new accounting standard on its consolidated financial statements.

4. RECEIVABLES

Receivables are comprised as follows:

	June 30, 2025	December 31, 2024
GST receivable	**$ 27,268**	$ 25,387
Interest	**11,830**	2,576
	$ 39,098	$ 27,963

(Unaudited - Expressed in Canadian dollars)

5. MARKETABLE SECURITIES

In fiscal 2021, the Company received 13,385,000 common shares of American West Metals Limited ("American West"), with a fair value of $1,752,592, pursuant to the sale of the West Desert property (Note 6). As at June 30, 2025, the Company held 1,807,736 (December 31, 2024 - 1,807,736) shares with a fair value of $61,822 (December 31, 2024 - $84,081). During the six months ended June 30, 2025, the Company sold nil (June 30, 2024 - 935,000) common shares for proceeds of $nil (June 30, 2024 - $106,630) resulting in a realized loss on sale of marketable securities of $nil (June 30, 2024 - $15,797). The change in the fair value of the shares resulted in an unrealized loss on marketable securities for the six months ended June 30, 2025 of $22,259 (2024 - $76,867).

6. EXPLORATION AND EVALUATION ASSETS

Title to exploration and evaluation assets involves inherent risks due to difficulties of determining the validity of certain mineral claims and leases as well as the potential for problems arising from the frequently ambiguous conveyancing history characteristic of many exploration and evaluation assets. The Company has investigated the titles to its exploration and evaluation assets and, to the best of its knowledge, the titles are in good standing.

	Indy	Total
Total, December 31, 2023, December 31, 2024, and June 30, 2025	$ 498,660	**$ 498,660**

Indy property

In fiscal 2023, the Company completed the requirements to acquire a 100% interest in and to certain mineral claims located in central British Columbia referred to as the Indy Property ("Indy") from Pac Shield Resources Inc. ("PSR"), a private British Columbia company. The Company acquired Indy by making aggregate cash payments of $315,000, issuing 2,400,000 common shares, and completing work commitments of $2,600,000 over a six year period.

In addition, a $500,000 cash payment and the issuance of 500,000 shares of the Company will be made to PSR if the Company files a technical report establishing a 500,000,000 pound zinc resource on the property. A further $500,000 cash payment will be made to PSR should the Company file a technical report establishing a 750,000,000 pound zinc resource on the property.

The property is subject to a 1.0% NSR held by PSR (the "PSR NSR") and a 1.5% NSR held by Kerry Curtis, non-executive Chairman of the Board and a director of the Company and a director and the controlling shareholder of PSR. On exercise of the option and prior to completion of a feasibility study on the property, the Company has the right to purchase the PSR NSR for $1,500,000.

West Desert property

The Company held a 100% interest in various mining claims and a mineral lease referred to as the West Desert property ("West Desert"), located in Utah, USA. The Company sold West Desert in FYE 2021 for a total of $5,071,362 ($3,318,770 in cash and 13,385,000 in common shares of American West). The Company will also receive 50% of the revenue, on a net smelter returns royalty ("NSR") basis, from the sale of indium mined from West Desert subject to American West's right to reduce this NSR interest to 25% by paying the Company USD $5,000,000 in cash at any time prior to the first sale of indium from the property.

(Unaudited - Expressed in Canadian dollars)

6. EXPLORATION AND EVALUATION ASSETS (cont'd…)

Exploration and evaluation expenditures

Exploration and evaluation expenditures for the six months ended June 30, 2025 are as follows:

	Indy	Total
Analytical	$ 12,321	**$ 12,321**
Communication	910	**910**
Drilling	299,284	**299,284**
Equipment and supplies	49,329	**49,329**
Personnel	113,275	**113,275**
Room and board	33,664	**33,664**
Travel	3,028	**3,028**
	511,811	**511,811**
BC mineral exploration tax credit	(189,223)	**(189,223)**
Total, June 30, 2025	$ 322,588	**$ 322,588**

Exploration and evaluation expenditures for the six months ended June 30, 2024 are as follows:

	Indy	Total
Analytical	$ 30,571	**$ 30,571**
Claims maintenance	500	**500**
Communication	407	**407**
Drilling	23,304	**23,304**
Equipment and supplies	3,623	**3,623**
Personnel	42,450	**42,450**
Room and board	12,068	**12,068**
Total, June 30, 2024	$ 112,923	**$ 112,923**

Reclamation deposits

As at June 30, 2025, the Company has reclamation deposits of $52,700 (December 31, 2024 - $52,700) to cover potential disturbances on Indy.

(Unaudited - Expressed in Canadian dollars)

7. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

Accounts payable and accrued liabilities are comprised of the following:

		June 30, 2025		December 31, 2024
Trade payables	**$**	**462,400**	$	9,353
Accrued liabilities		**5,300**		27,500
Due to related parties		**33,173**		10,284
	$	**500,873**	$	47,137

8. SHARE CAPITAL AND RESERVES

Authorized share capital

The Company has authorized share capital of unlimited common shares without par value.

Issued share capital

During the six months ended June 30, 2025 and 2024, the Company did not issue any shares.

Stock options

The Company grants stock options to employees and consultants as compensation for services, pursuant to its incentive Share Option Plan (the "Plan"). Options issued must have an exercise price greater than or equal to the "Discounted Market Price" of the Company's stock on the grant date. Options have a maximum expiry period of up to five years from the grant date and vest at such time as may be determined by the Board of Directors at the date of the grant. Options granted to consultants performing investor relations activities shall vest in stages over a 12-month period with a maximum of one-quarter of the options vesting in any three-month period. The number of options that may be issued under the Plan is limited to no more than 10% of the Company's issued and outstanding shares on the grant date.

During the six months ended June 30, 2025, the Company granted 1,600,000 (2024 - 1,850,000) incentive stock options to directors, officers, and consultants, with various vesting provisions. The weighted average fair value of stock options granted during the six months ended June 30, 2025 was $0.02 (2024 - $0.03) per option.

The fair value of stock options granted was estimated using the Black-Scholes option pricing model with weighted average assumptions as follows:

	For the six months ended June 30, 2025	For the six months ended June 30, 2024
Risk-free interest rate	**2.85%**	3.46%
Expected option life (years)	**5.0**	5.0
Expected stock price volatility	**166%**	163%
Expected forfeiture rate	**-**	-

(Unaudited - Expressed in Canadian dollars)

8. SHARE CAPITAL AND RESERVES (cont'd…)

Stock options (cont'd…)

During the six months ended June 30, 2025, the Company expensed $30,818 (2024 - $40,036) for options granted using the graded-vesting method, which was recorded in share-based compensation.

During the six months ended June 30, 2025, nil (2024 - 100,000) incentive stock options were forfeited or expired; accordingly, the $nil (2024 - $2,585) fair value associated with the options forfeited or expired was reclassified from reserves to deficit.

Option transactions are summarized as follows:

	Number of options	Weighted average exercise price
Balance - December 31, 2023	6,275,000	$ 0.05
Granted	1,850,000	0.05
Expired/forfeited	(100,000)	0.05
Balance – December 31, 2024	8,025,000	$ 0.05
Granted	1,600,000	0.05
Balance – June 30, 2025	9,625,000	$ 0.05
Exercisable – June 30, 2025	9,325,000	$ 0.05

Options outstanding as at June 30, 2025 are as follows:

Number of options	Exercise price	Expiry date	Contractual life remaining (years)
2,275,000	$ 0.05	June 11, 2026	0.95
100,000	$ 0.06	January 24, 2027	1.57
2,175,000	$ 0.06	June 1, 2027	1.92
1,625,000	$ 0.05	June 1, 2028	2.92
1,350,000	$ 0.05	June 7, 2029	3.94
500,000	$ 0.05	June 13, 2029	3.96
1,600,000	$ 0.05	May 28, 2030	4.91
9,625,000			2.74(1)

(1) weighted average

The weighted average of exercisable options is 2.67 years.

Warrants

During the six months ended June 30, 2025 and 2024, no warrants were issued.

As at June 30, 2025 and December 31, 2024, no warrants were outstanding.

(Unaudited - Expressed in Canadian dollars)

9. RELATED PARTY TRANSACTIONS

The Company defines key management personnel as its directors and officers. The Company entered into the following transactions with key management personnel:

		For the six months ended June 30, 2025		For the six months ended June 30, 2024
Director fees	**$**	**16,142**	$	16,797
Professional fees		**27,250**		21,000
Share-based compensation		**24,457**		31,955
	$	**67,849**	$	69,752

As at June 30, 2025, included in accounts payable and accrued liabilities, are amounts owing to related parties of $33,173 (December 31, 2024 - $10,284).

10. SUPPLEMENTAL DISCLOSURE WITH RESPECT TO CASH FLOWS

For the six months ended June 30, 2025, the Company had no significant non-cash transactions.

For the six months ended June 30, 2024, the Company's significant non-cash transactions consisted of:

i. allocation of expired/forfeited options from reserves to deficit of $2,585.

11. SEGMENTED INFORMATION

The Company operates in one industry segment being the acquisition and exploration of mineral exploration and evaluation assets in Canada.

12. FINANCIAL INSTRUMENTS AND RISK MANAGEMENT

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

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

The fair value of cash and cash equivalents, receivables, reclamation deposits, and accounts payable and accrued liabilities approximates their carrying values. Marketable securities are measured at fair value using level 1 inputs.

Financial risk factors

The Company is exposed to a variety of financial risks by virtue of its activities including credit, liquidity, interest rate, foreign currency, and price risk.

12. FINANCIAL INSTRUMENTS AND RISK MANAGEMENT (cont'd…)

Financial risk factors (cont'd…)

Credit risk

The Company is exposed to industry credit risks arising from its cash holdings and receivables. The Company manages credit risk by placing cash and cash equivalents with major Canadian financial institutions. The Company's receivables are primarily due from the Federal Government of Canada and major Canadian financial institutions. Management believes that credit risk related to these amounts is nominal.

Liquidity risk

Liquidity risk is the risk that the Company will not have sufficient funds to meet its financial obligations when they are due. To manage liquidity risk, the Company reviews additional sources of capital and financing to continue its operations and discharge its commitments as they become due. The Company estimates it has sufficient cash and cash equivalents as at June 30, 2025 to settle its current liabilities as they come due for the upcoming twelve months.

Interest rate risk

Interest rate risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Company is not exposed to interest rate risk as it does not have any significant financial instruments with interest rates, with the exception of cash and cash equivalents. Interest earned on cash and cash equivalents is based on prevailing bank account interest rates, which may fluctuate. A 1% change in interest rates would result in a nominal difference for the six months ended June 30, 2025.

Foreign currency risk

The Company is exposed to foreign currency risk on fluctuations related to cash and accounts payables and accrued liabilities that are denominated in United States Dollars. A 10% change in foreign exchange rates would result in a nominal difference for the six months ended June 30, 2025.

Price risk

The Company has limited exposure to price risk with respect to commodity and equity prices. Equity price risk is defined as the potential adverse impact on the Company's earnings due to movements in individual equity prices or general movements in the level of the stock market. Commodity price risk is defined as the potential adverse impact on earnings and economic value due to commodity price movements and volatilities. The Company's marketable securities are exposed to price risk.

13. CAPITAL MANAGEMENT

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 and exploration of exploration and evaluation assets. 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 to sustain future development of the business. The Company defines capital that it manages as share capital, options and warrants.

13. CAPITAL MANAGEMENT (cont'd…)

The property in which the Company currently has an interest is in the exploration stage, as such the Company has historically relied on the equity markets to fund its activities. The Company will continue to assess new properties and seek to acquire an interest in additional properties if it feels there is sufficient geologic or economic potential and if it has adequate financial resources to do so. Management reviews its capital management approach on an ongoing basis and believes that this approach, given the relative size of the Company, is reasonable. The Company is not subject to externally imposed capital restrictions.

There has been no significant change in the Company's objectives, policies, and processes for managing its capital during the six months ended June 30, 2025.