

CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

(Presented in thousands of United States Dollars)
(Unaudited)

FOR THE THREE AND NINE MONTHS ENDED SEPTEMBER 30, 2026 AND 2025

K92 MINING INC.
CONDENSED CONSOLIDATED INTERIM STATEMENTS OF FINANCIAL POSITION
(Presented in thousands of United States Dollars)
(Unaudited)

As at	September 30, 2026	December 31, 2025
ASSETS		
Current		
Cash and cash equivalents (Note 19)	$ 389,886	$ 230,878
Receivables (Note 4)	47,527	67,772
Inventories (Note 5)	77,630	67,898
Prepayments	9,873	8,686
Other current assets	303	2,179
	525,219	377,413
Income tax prepayment (Note 18)	4,608	3,389
Deposits on equipment	19,510	7,154
Property, plant and equipment (Note 6)	645,152	569,861
	$ 1,194,489	$ 957,817
LIABILITIES AND EQUITY		
Current		
Accounts payable and accrued liabilities (Note 7)	$ 71,087	$ 74,145
Deferred revenue	-	6,021
Income tax payable	6,810	13,494
Current portion of lease liabilities (Note 10)	1,663	1,749
Current portion of Loan (Note 8)	19,720	19,721
	99,280	115,130
Deferred tax liabilities (Note 18)	131,738	33,669
Lease liabilities (Note 10)	2,153	3,476
Loan (Note 8)	14,797	29,588
Reclamation and closure cost obligations (Note 9)	8,163	8,399
	256,131	190,262
Equity		
Share capital (Note 11)	202,475	191,791
Contributed surplus (Note 11)	18,950	20,587
Accumulated other comprehensive loss	(257)	(257)
Retained earnings	717,190	555,434
	938,358	767,555
	$ 1,194,489	$ 957,817

Subsequent event (Note 20)

Approved and authorized by the Audit Committee on November 16, 2026:

"Saurabh Handa" Director *"Mark Eaton"* Director

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

K92 MINING INC.
CONDENSED CONSOLIDATED INTERIM STATEMENTS OF OPERATIONS AND EARNINGS
(Presented in thousands of United States Dollars, except share and per share amounts)
(Unaudited)

For the	Three months ended September 30, 2026	Three months ended September 30, 2025	Nine months ended September 30, 2026	Nine months ended September 30, 2025
REVENUE (Note 14)	$ 176,547	$ 177,547	$ 618,073	$ 418,491
COST OF SALES (Note 15)	(64,655)	(43,809)	(186,623)	(110,301)
Earnings from mine operations	$ 111,892	$ 133,738	$ 431,450	$ 308,190
EXPENSES				
General and administrative	(3,854)	(4,735)	(13,002)	(11,534)
Exploration and evaluation expenditures	(7,388)	(4,583)	(18,302)	(12,631)
Foreign exchange	(1,430)	606	(3,261)	1,676
Share-based payments	(1,289)	(637)	(3,612)	(3,678)
Loss on derivative instruments (Note 17)	(1,612)	(1,388)	(1,868)	(4,787)
Earnings from operations	$ 96,319	$ 123,001	$ 391,405	$ 277,236
OTHER				
Interest and finance expense (Note 16)	(2,053)	(255)	(5,420)	(779)
Interest income	2,050	1,368	5,150	3,926
Earnings before taxes	$ 96,316	$ 124,114	$ 391,135	$ 280,383
Income tax expense (Note 18)	(135,772)	(38,443)	(229,379)	(85,271)
Net earnings (loss)	$ (39,456)	$ 85,671	$ 161,756	$ 195,112
Earnings (loss) per share (Note 11)				
Basic	$ (0.16)	$ 0.35	$ 0.66	$ 0.81
Diluted	$ (0.16)	$ 0.35	$ 0.65	$ 0.80
Weighted average number of shares outstanding (Note 11)				
Basic	245,686,549	242,685,068	245,204,933	240,884,756
Diluted	245,686,549	246,937,520	247,526,303	243,939,837

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

K92 MINING INC.
CONDENSED CONSOLIDATED INTERIM STATEMENTS OF CASH FLOWS
(Presented in thousands of United States Dollars)
(Unaudited)

For the	Three months ended September 30, 2026	Three months ended September 30, 2025	Nine months ended September 30, 2026	Nine months ended September 30, 2025
CASH FROM OPERATING ACTIVITIES				
Net earnings (loss) for the period	$ (39,456)	$ 85,671	$ 161,756	$ 195,112
Items not affecting cash:				
Unrealized foreign exchange (gain) loss	397	230	1,910	(878)
Interest and finance expense	(149)	123	977	375
Derivative instruments (Note 17)	1,612	3,658	1,868	3,779
Deferred income tax	93,328	5,364	98,069	10,738
Share-based payments (Note 11)	2,251	1,832	5,825	5,064
Depreciation and depletion	14,523	7,187	40,070	19,843
Net payments for derivatives (Note 17)	-	(2,270)	-	(4,355)
Changes in non-cash working capital items:				
Inventories	(5,099)	(4,528)	(7,448)	(8,879)
Receivables	(14,030)	(39,025)	20,245	(58,738)
Income tax payable	27,492	(5,956)	(7,903)	547
Prepayments	157	(927)	(1,187)	(5,691)
Accounts payable and accrued liabilities	124	9,036	3,945	12,335
Deferred revenue	-	-	(6,021)	-
Net cash provided by operating activities	$ 81,150	$ 60,395	$ 312,106	$ 169,252
CASH FROM INVESTING ACTIVITIES				
Deposits for equipment	(2,642)	(6,096)	(11,253)	(7,809)
Redemption of term deposits and restricted cash	-	415	-	22,168
Acquisition of property, plant and equipment	(33,079)	(52,116)	(126,728)	(146,248)
Other investing activities	965	-	-	-
Net cash used in investing activities	$ (34,756)	$ (57,797)	$ (137,981)	$ (131,889)
CASH FROM FINANCING ACTIVITIES				
Proceeds on exercise of share options (Note 11)	-	5,416	3,222	13,777
Proceeds from loan (Note 8)	-	-	-	20,000
Loan transaction costs (Note 8)	-	-	-	(200)
Loan principal payments (Note 8)	(5,000)	(5,000)	(15,000)	(25,000)
Principal lease payments (Note 10)	(428)	(482)	(1,273)	(1,506)
Net cash (used in) provided by financing activities	$ (5,428)	$ (66)	$ (13,051)	$ 7,071
Change in cash and cash equivalents during the period	40,966	2,532	161,074	44,434
Effect of foreign exchange on cash	(507)	(43)	(2,066)	917
Cash and cash equivalents, beginning of period	349,427	182,935	230,878	140,073
Cash and cash equivalents, end of period	$ 389,886	$ 185,424	$ 389,886	$ 185,424
Cash paid for interest	$ (2,718)	$ (3,246)	$ (8,599)	$ (8,049)
Cash received for interest income	$ 2,050	$ 1,368	$ 5,150	$ 3,926
Cash paid for taxes	$ (14,798)	$ (35,949)	$ (137,282)	$ (64,819)

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

K92 MINING INC.
CONDENSED CONSOLIDATED INTERIM STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY
(Presented in thousands of United States Dollars, except share and per share amounts)
(Unaudited)

	Share capital					
	Number	Amount	Contributed surplus	Accumulated other comprehensive loss	Retained earnings	Total
Balance at December 31, 2024	238,460,469	$ 160,281	$ 29,475	$ (257)	$ 285,241	$ 474,740
Shares issued on exercise of share options (Note 11)	3,063,000	23,776	(9,999)	-	-	13,777
Shares issued on vesting of RSUs (Note 11)	579,670	3,171	(3,171)	-	-	-
Shares issued on vesting of PSUs (Note 11)	1,046,695	3,518	(3,518)	-	-	-
Share-based payments (Note 11)	-	-	5,064	-	-	5,064
Net earnings for the period	-	-	-	-	195,111	195,111
Balance at September 30, 2025	243,149,834	$ 190,746	$ 17,851	$ (257)	$ 480,352	$ 688,692
Shares issued on exercise of share options (Note 11)	277,000	(1,210)	2,560	-	-	1,350
Shares issued on vesting of RSUs (Note 11)	323,884	1,741	(1,741)	-	-	-
Shares issued on vesting of PSUs (Note 11)	144,922	514	(514)	-	-	-
Share-based payments (Note 11)	-	-	2,431	-	-	2,431
Net earnings for the period	-	-	-	-	75,082	75,082
Balance at December 31, 2025	243,895,640	$ 191,791	$ 20,587	$ (257)	$ 555,434	$ 767,555
Shares issued on exercise of share options (Note 11)	553,000	4,781	(1,559)	-	-	3,222
Shares issued on vesting of RSUs (Note 11)	412,194	2,548	(2,548)	-	-	-
Shares issued on vesting of PSUs (Note 11)	872,032	3,355	(3,355)	-	-	-
Share-based payments (Note 11)	-	-	5,825	-	-	5,825
Net earnings for the period	-	-	-	-	161,756	161,756
Balance at September 30, 2026	245,732,866	$ 202,475	$ 18,950	$ (257)	$ 717,190	$ 938,358

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

1. NATURE OF BUSINESS

K92 Mining Inc. (the "**Company**") was incorporated pursuant to the provisions of the Business Corporations Act (British Columbia) on March 22, 2010. The Company's shares are listed on the Toronto Stock Exchange (TSX) under the symbol "KNT" and quoted on the OTCQX under the symbol "KNTNF". The Company is currently engaged in the production of gold, copper and silver at the Kainantu Gold Mine in Papua New Guinea ("**PNG**") as well as exploration and development of mineral deposits in the immediate vicinity of the mine, including Blue Lake and Arakompa.

The Company's head office, principal, registered and records office is 488 – 1090 West Georgia Street, Vancouver, British Columbia, V6E 3V7.

2. BASIS OF PREPARATION

Statement of compliance

These condensed consolidated interim financial statements have been prepared in accordance with IFRS Accounting Standards as issued by the International Accounting Standards Board (IFRS Accounting Standards) applicable to the preparation of interim financial statements, including IAS 34, Interim Financial Reporting. These condensed consolidated interim financial statements are compliant with IAS 34 and do not include all of the information required for full annual financial statements.

Basis of presentation

These condensed consolidated interim financial statements are presented in United States dollars and were approved and authorized for issue by the Audit Committee on November 16, 2026.

Recently adopted accounting standards

The Company adopted amendments to IFRS 9 *Financial Instruments* and IFRS 7 *Financial Instruments: Disclosures* effective January 1, 2026. These amendments include clarifications to the derecognition requirements for financial liabilities settled through electronic payment systems, additional guidance on the classification of financial assets with contingent features, and additional disclosure requirements for financial instruments. The Company also adopted *Contracts Referencing Nature-dependent Electricity Amendments to IFRS 9 and IFRS 7* effective January 1, 2026. The adoption of these amendments did not have a material impact on the Company's condensed consolidated interim financial statements. For financial liabilities settled in cash using an electronic payment system, the Company applied the election to deem these financial liabilities to be discharged before the settlement date.

Accounting standards issued but not yet effective

The Company is continuing to assess and quantify the impact of IFRS 18 *Presentation and Disclosure in Financial Statements* on its condensed consolidated interim financial statements. The standard is expected to result in changes to the presentation of the consolidated statements of operations, including the introduction of defined subtotals and the classification of income and expenses within operating, investing and financing categories. Based on the Company's current assessment, this may impact the presentation of certain line items within the statement of operations, including the classification of foreign exchange gains and losses, which are currently presented in a single line. The standard will also introduce enhanced disclosure requirements, including those related to management-defined performance measures, which may require additional reconciliations and disclosures in the notes to the financial statements. IFRS 18 is not expected to impact the recognition or measurement of items in the Company's financial statements but will affect the presentation and disclosure of financial performance. The Company will adopt IFRS 18 on its effective date of January 1, 2027 and apply the standard retrospectively, including restated comparative information. The Company has initiated its implementation assessment and is evaluating the impact on financial statement presentation, disclosures and internal reporting processes.

3. MATERIAL ACCOUNTING POLICIES, ESTIMATES, JUDGMENTS AND ASSUMPTIONS

The material accounting policy judgments made by management in applying the Company's accounting policies and the key sources of estimation uncertainty are substantially the same as those applied in the consolidated financial statements for the year ended December 31, 2025, except as described below. These condensed consolidated interim financial statements should be read in conjunction with the Company's most recent annual consolidated financial statements for the year ended December 31, 2025.

The Company's accounting policies are the same as those applied in the Company's annual consolidated financial statements for the year ended December 31, 2025, except for the adoption of amendments to IFRS 9 Financial Instruments and IFRS 7 Financial Instruments: Disclosures effective January 1, 2026, as described in Note 2.

Deferred tax on unremitted earnings of subsidiaries

The Company recognizes a deferred tax liability for taxable temporary differences associated with investments in subsidiaries, except to the extent that the Company is able to control the timing of the reversal of the temporary difference and it is probable that the temporary difference will not reverse in the foreseeable future. Following the payment of a first intercompany dividend by the Company's PNG operating subsidiary in Q3 2026 and management's intention to distribute its earnings to Canada on an ongoing basis, management determined that it is no longer probable that the subsidiary's unremitted earnings will not be distributed in the foreseeable future. The recorded charge is a non-cash charge. The assessment of recognition of deferred tax liabilities related to foreign subsidiaries requires judgment and is reassessed at each reporting date. During the three and nine months ended September 30, 2026, changes in this assessment have had, and may again have, a material impact on the deferred tax liability (Note 18).

4. RECEIVABLES

As at	September 30, 2026	December 31, 2025
Trade receivables	$ 35,892	$ 61,081
GST receivable	11,402	5,400
Other	233	1,291
Total	$ 47,527	$ 67,772

5. INVENTORIES

As at	September 30, 2026	December 31, 2025
Mine supplies, consumables and fuel	$ 57,031	$ 45,763
Ore stockpile	1,356	1,709
Concentrate and doré	19,243	20,426
Total	$ 77,630	$ 67,898

During the nine months ended September 30, 2026, the cost of inventory recognized as an expense in cost of sales amounted to $186.6 million (2025 - $110.3 million).

6. PROPERTY, PLANT AND EQUIPMENT

	Mineral Properties	Plant and Equipment	Mobile Fleet and Vehicles	Right-of-Use Assets	Stage 3 Expansion	Other Construction in Progress[1]	Total
Cost							
Balance, December 31, 2024	$ 140,203	$ 94,529	$ 67,667	$ 23,882	$ 97,775	$ 79,142	$ 503,198
Additions	41,424	23,443	12,182	689	75,772	60,853	214,363
Write-downs	-	(18,372)	-	-	-	-	(18,372)
Reclamation changes in estimate	1,021	-	-	-	-	-	1,021
Transfers	59,253	18,061	4,334	-	-	(81,648)	-
Balance, December 31, 2025	241,901	117,661	84,183	24,571	173,547	58,347	700,210
Additions	35,795	10,687	13,150	13	21,524	39,963	121,132
Disposals	-	-	(3,027)	-	-	-	(3,027)
Reclamation changes in estimate	(669)	-	-	-	-	-	(669)
Transfers	25,120	165,648	6,804	-	(158,514)	(39,058)	-
Balance, September 30, 2026	$ 302,147	$ 293,996	$ 101,110	$ 24,584	$ 36,557	$ 59,252	$ 817,646
Accumulated depreciation							
Balance, December 31, 2024	$ 28,279	$ 25,138	$ 38,129	$ 16,927	$ -	$ -	$ 108,473
Depreciation and depletion	6,245	8,228	14,633	1,703	-	-	30,809
Write-downs	-	(8,933)	-	-	-	-	(8,933)
Balance, December 31, 2025	34,524	24,433	52,762	18,630	-	-	130,349
Depreciation and depletion	9,538	19,480	11,850	1,277	-	-	42,145
Balance, September 30, 2026	$ 44,062	$ 43,913	$ 64,612	$ 19,907	$ -	$ -	$ 172,494
Carrying amounts							
As at December 31, 2025	$ 207,377	$ 93,228	$ 31,421	$ 5,941	$ 173,547	$ 58,347	$ 569,861
As at September 30, 2026	$ 258,085	$ 250,083	$ 36,498	$ 4,677	$ 36,557	$ 59,252	$ 645,152

[1] Other Construction in Progress at September 30, 2026 consists of $3.6 million (2025 - $2.7 million) in pastefill chamber costs, $Nil (2025 - $14.6 million) in Puma Ventilation Drive costs and $55.6 million (2025 - $41.0 million) in other expansion costs.

6. PROPERTY, PLANT AND EQUIPMENT (cont'd…)

Mining Lease 150 ("ML 150")

The Company holds the mining rights to ML 150 and on December 6, 2022, the Government of Papua New Guinea granted an extension of ML 150 for a period of 10 years to June 13, 2034.

Capitalization of interest

During the nine months ended September 30, 2026, the Company capitalized a total of $4.7 million in interest (2025 - $9.9 million), which included $2.0 million (2025 - $4.0 million) in interest on loan liabilities and $2.7 million (2025 - $5.9 million) in interest on early settlement of concentrate sales with the Company's offtaker.

7. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

As at	September 30, 2026	December 31, 2025
Trade payables	$ 13,488	$ 18,454
Other accounts payable and trade-related accruals	18,352	22,102
Employee accruals	10,754	9,966
Landowners' compensation accrual	28,493	23,623
Total	$ 71,087	$ 74,145

Landowners' compensation

The Company has obligations to compensate landowners annually who are affected by the operations of the Kainantu Gold Mine. The actual recipients of the compensation and landowners' share of sales royalty cannot be paid as required until the legitimate landowners have been identified by the Papua New Guinean Land Titles Commission ("**LTC**"). During the nine months ended September 30, 2026, $5.2 million (2025 - $1.7 million) was paid to confirmed recipients while compensation payments to landowners not yet confirmed by the LTC continue to be accrued but not paid.

8. LOAN

Loan Agreement with Trafigura: On June 19, 2024, the Company and its subsidiary, K92 Mining Limited, entered into two separate credit facilities with Trafigura Pte Ltd ("**Trafigura**"), under which each K92 entity may borrow up to US$100.0 million each, subject to a combined borrowing cap of US$120.0 million (the "**Loan**"). Proceeds from the Loan may be used for general corporate purposes, working capital, and capital expenditures.

The Loan matures on June 19, 2028, and bears interest at the applicable reference rate based on the Secured Overnight Financing Rate plus a margin of 3.4%. Principal payments are due quarterly in equal instalments on March 31, June 30, September 30 and December 31 of each year beginning September 30, 2025. Interest is treated on an accrual basis, with interest payable at the end of each three-month period commencing after the withdrawal date. The Loan has been recorded as a financial liability at amortized cost and is measured net of transaction costs. Transaction costs associated with the Loan were $1.3 million and are amortized over the life of the Loan.

All conditions precedent for the advance of $100.0 million under the K92 Mining Inc. credit facility ("**Canadian Credit Facility**") and up to $20.0 million of the $100.0 million under the K92 Mining Limited credit facility (the "**PNG Credit Facility**") were satisfied. The Canadian Credit Facility is secured by a pledge of the shares in the Company's subsidiaries and, in the event of a default, contains a conversion right into common shares of the Company.

During the nine months ended September 30, 2026, the Company repaid a further $15.0 million of the Canadian Credit Facility, resulting in $35.0 million drawn under the Canadian Credit Facility, $Nil drawn under the PNG Credit Facility, and $60.0 million remaining available under the Loan.

Loan	September 30, 2026	December 31, 2025
Loan, beginning of period	$ 49,309	$ 59,211
Loan proceeds	-	20,000
Transaction costs	-	(200)
Principal payments	(15,000)	(30,000)
Amortization of transaction costs	208	298
Balance, end of period	$ 34,517	$ 49,309
Loan, current portion	$ 19,720	$ 19,721
Loan, non-current portion	$ 14,797	$ 29,588

9. RECLAMATION AND CLOSURE COST OBLIGATIONS

When the Company exhausts or abandons a mining property or an exploration site, it is required to undertake certain reclamation and closure procedures as a result of constructive obligations and to comply with legislative requirements established by the Government of Papua New Guinea.

	September 30, 2026	December 31, 2025
Balance, beginning of period	$ 8,399	$ 6,882
Change in estimate	(669)	1,021
Accretion	433	496
Balance, end of period	$ 8,163	$ 8,399

The provision has been measured as the present value of the estimated future rehabilitation costs using an estimated mine life of 10 years. The estimated cash-flows used to measure the provision were discounted to a present value using a Papua New Guinea discount rate of 12.6% (2025 - 11.6%) and an inflation rate of 4.6% (2025 - 4.6%). The underlying costs in the provision are calculated using the Papua New Guinea Kina as the reclamation costs will be incurred in Papua New Guinea. As such, the discount and inflation rate used in the calculation reflect the economic factors for Papua New Guinea.

At each reporting period, the Company reviews the estimate of future costs of required reclamation and closure work. The current total estimate for all properties anticipates undiscounted future cash outflows to meet constructive obligations for reclamation and closure work in the amount of $19.6 million (2025 - $20.5 million), with first expenditures anticipated in 2037.

10. LEASE LIABILITIES

The Company leases assets including mining equipment and buildings. The assets associated with the lease liabilities are included as ROU assets within property, plant and equipment (Note 6). During the nine months ended September 30, 2026, the Company incurred $0.3 million (nine months ended September 30, 2025 - $0.4 million) related to interest and finance expenses on the lease liabilities.

The following table summarizes the Company's lease activity and the carrying amounts of the lease liabilities at the present value of the remaining lease payments that are recognized in the statement of financial position:

Lease Liabilities as at	September 30, 2026	December 31, 2025
Lease liabilities, beginning of period	$ 5,225	$ 6,738
Additions	13	689
Payments	(1,572)	(2,445)
Interest expense	299	526
Adjustment on currency translation	(149)	(283)
Balance, end of period	$ 3,816	$ 5,225
Lease liabilities, current portion	$ 1,663	$ 1,749
Lease liabilities, non-current portion	$ 2,153	$ 3,476

10. LEASE LIABILITIES (cont'd…)

The Company's lease liabilities at September 30, 2026, are summarized as follows:

	Within 1 Year	2-4 Years	Total
Future undiscounted lease payments	$ 1,924	$ 2,338	$ 4,262
Future finance charges	(261)	(185)	(446)
Total discounted lease liabilities	$ 1,663	$ 2,153	$ 3,816

11. SHARE CAPITAL AND RESERVES

Authorized share capital

The Company's authorized share capital consists of an unlimited number of common shares without par value.

Issued share capital

As at September 30, 2026, the Company had 245,732,866 common shares issued and outstanding.

Share issuances

Except on the exercise of share options and the conversion of RSUs and PSUs, no other shares were issued during the nine months ended September 30, 2026.

Equity compensation

The Company's share compensation plan (the "**Share Compensation Plan**") provides for the issuance of share options, RSUs, and PSUs. The Share Compensation Plan was amended effective June 27, 2024 (the "**Amended Plan**").

The Amended Plan allows the Company to grant share options, RSUs and PSUs to its executive officers, directors, employees, and consultants. The total number of shares issuable under the Amended Plan cannot exceed 6.0% of the issued and outstanding common shares, on a non-diluted basis. The maximum number of common shares issuable through share options cannot exceed 2.3% of the number of issued and outstanding common shares at the time of grant. For RSUs and PSUs, the total number of common shares that may be issuable cannot exceed 3.7% of the number of outstanding common shares at the time of grant.

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

Share options

Share option transactions are summarized as follows:

	Number Outstanding	Weighted Average Exercise Price (CAD)
Outstanding, December 31, 2024	3,923,000	$ 6.73
Exercised	(3,340,000)	6.50
Forfeited	(30,000)	8.02
Outstanding, December 31, 2025	553,000	$ 8.02
Exercised	(553,000)	8.02
Forfeited	-	-
Outstanding, September 30, 2026	-	-
Number currently exercisable	-	-

During the nine months ended September 30, 2026, the Company granted Nil share options (2025 - Nil) and as at September 30, 2026, the Company did not have any share options that were outstanding.

The weighted average share price at the time of exercise for the nine months ended September 30, 2026, was CAD$26.48 (2025 - CAD$12.96).

During the nine months ended September 30, 2026, the Company recorded share-based payment expense of $Nil (2025 - $Nil) related to the vesting of options.

Restricted share units

RSUs vest in three instalments; one-third vesting one year from the grant date, one-third vesting two years from the grant date and the remainder vesting three years from the grant date. At the discretion of the Company, RSUs can be settled in either cash or common shares, or a combination of both. RSUs are recorded at fair value based on the Company's share price on the date of grant, adjusted for an estimated forfeiture rate, and then charged to share-based compensation over the period during which the RSUs vest.

During the nine months ended September 30, 2026, the Company granted 276,714 RSUs. The estimated grant date fair value of $4.7 million is being recognized over the vesting period.

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

Restricted share units (cont'd…)

	Number Outstanding	Fair Value
Outstanding, December 31, 2024	1,884,776	$ 10,002
Granted	559,202	6,283
Vested and converted to common shares	(903,554)	(4,912)
Forfeited	(139,938)	(821)
Outstanding, December 31, 2025	1,400,486	$ 10,552
Granted	276,714	4,663
Vested and converted to common shares	(412,194)	(2,548)
Forfeited	(45,669)	(379)
Outstanding, September 30, 2026	1,219,337	$ 12,288

During the nine months ended September 30, 2026, the Company recorded a share-based payment expense of $2.7 million (2025 - $2.5 million) related to the vesting of RSUs.

In 2023, the Kainantu Employee Trust Ltd. (the "**Trust**") was established with the purpose of managing RSUs to be used to pay performance incentives for certain employees. The Trust allows for the receipt of RSUs, facilitates the sale of these shares once they have vested and converted into common shares, and manages the distribution of the resulting proceeds to employees. As of September 30, 2026, the Trust held 300,000 RSUs.

Performance share units

PSUs vest in three instalments; one-third vesting one year from the grant date, one-third vesting two years from the grant date and the remainder vesting three years from the grant date, subject to certain performance criteria having been met. The vesting of the PSUs is based on the Company's share price performance in comparison to its peer group with the final number of vested PSUs ranging from 25% to 150% of the initial number of PSUs granted. At the discretion of the Company, PSUs can be settled in either cash or common shares, or a combination of both.

PSUs are recorded at fair value based on a Monte Carlo pricing model at the date of grant, adjusted for an estimated forfeiture rate, and then charged to share-based compensation over the period during which the PSUs vest. For the fair value calculation of granted PSUs during the period ended September 30, 2026, the Monte Carlo pricing model used historical share price volatility of 46% (2025 - 47%), historical share price volatility of the Company's peer group ranging from 37% to 40% (2025 - 32% to 37%) and a Canadian risk-free rate of 2.6% (2025 - 2.8%).

During the nine months ended September 30, 2026, the Company granted 415,073 PSUs. The estimated grant date fair value of $5.9 million is being recognized over the vesting period.

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

Performance share units (cont'd…)

	Number Outstanding	Fair Value
Outstanding, December 31, 2024	1,948,616	$ 8,130
Granted	558,745	4,405
Vested and converted to common shares	(875,856)	(4,032)
Forfeited	(209,893)	(1,013)
Outstanding, December 31, 2025	1,421,612	$ 7,490
Granted	415,073	5,944
Vested and converted to common shares	(652,176)	(3,355)
Forfeited	(68,477)	(481)
Outstanding, September 30, 2026	1,116,032	$ 9,598

During the nine months ended September 30, 2026, the Company recorded a share-based payment expense of $3.1 million (2025 - $2.6 million) related to the vesting of PSUs.

Earnings per share

The following summarizes the calculation of basic and diluted earnings per share:

For the	Three months ended September 30, 2026	Three months ended September 30, 2025	Nine months ended September 30, 2026	Nine months ended September 30, 2025
Net earnings (loss) for the period	$ (39,456)	$ 85,671	$ 161,756	$ 195,112
Basic weighted average number of shares outstanding	245,686,549	242,685,068	245,204,933	240,884,756
Effect of dilutive securities:				
Share options	-	428,609	-	338,426
Restricted share units	-	1,818,258	1,213,801	1,375,385
Performance share units	-	2,005,585	1,107,569	1,341,270
Diluted weighted average number of shares outstanding	245,686,549	246,937,520	247,526,303	243,939,837
Earnings (loss) per share				
Basic	$ (0.16)	$ 0.35	$ 0.66	$ 0.81
Diluted	$ (0.16)	$ 0.35	$ 0.65	$ 0.80

12. FINANCIAL INSTRUMENTS AND RISK MANAGEMENT

Financial assets and liabilities are classified in the fair value hierarchy according to the lowest level of input that is significant to the fair value measurement. Assessment of the significance of a particular input to the fair value measurement requires judgment and may affect placement within the fair value hierarchy levels. The hierarchy is as follows:

- 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 (i.e., as prices) or indirectly (i.e., derived from prices).
- Level 3: inputs for the asset or liability that are not based on observable market data (unobservable inputs).

The levels in the fair value hierarchy into which the Company's financial assets and liabilities that are measured and recognized at fair value were categorized as follows:

As at	September 30, 2026		December 31, 2025	
	Level 1	Level 2	Level 1	Level 2
Trade receivables (Note 4)	$ -	$ 35,892	$ -	$ 61,081
Derivative assets (Note 17)	-	70	-	1,938
	$ -	$ 35,962	$ -	$ 63,019

The fair value of the Company's trade receivables and derivative assets were determined using observable market prices and market-derived inputs. There were no transfers between Level 1 and Level 2 during the period ended September 30, 2026.

As at September 30, 2026, and December 31, 2025, the carrying amounts of cash and cash equivalents, current loan liability, and accounts payable and accrued liabilities approximate their fair values due to the short-term nature of these instruments. The fair value of the Company's non-current loan liability also approximates its carrying amount, as it bears a floating interest rate and the Company's credit spread has remained relatively stable.

Fair value estimates of financial instruments are made at a specific point in time, based on relevant information about financial markets and specific financial instruments. As these estimates are subjective in nature, involving uncertainties and matters of significant judgment, they cannot be determined with precision. Changes in assumptions can significantly affect estimated fair values.

Financial risk factors

The Company's risk exposures and the impact on the Company's financial instruments are summarized below:

Credit risk

Credit risk arises from the possibility that a counterparty may fail to meet its contractual obligations, resulting in a financial loss to the Company. This risk primarily relates to cash and cash equivalents as well as trade receivables. The Company mitigates credit risk by maintaining its cash and cash equivalents with high-credit-quality financial institutions. Trade receivables are associated with the sale of concentrates and doré, which are exclusively sold to well-established, creditworthy counterparties with a strong payment history. The Company continuously monitors the creditworthiness of its customers and financial institutions and does not consider there to be a significant credit risk at this time.

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

Financial risk factors (cont'd…)

Liquidity risk

The Company has in place a planning and budgeting process to manage its liquidity risk and ensure it has sufficient liquidity to meet liabilities when due. As at September 30, 2026, the Company had cash and cash equivalents of $389.9 million (2025 - $230.9 million), and operating cash-flow for the period ended September 30, 2026 of $312.1 million (2025 - $169.3 million) to settle current liabilities of $99.3 million (2025 - $115.1 million). The Company's accounts payable and accrued liabilities typically have contractual maturities of 30 days and are subject to normal trade terms or are due on demand.

Market risk

Market risk is the risk of loss that may arise from changes in market factors such as interest rates, foreign exchange rates, and commodity and equity prices.

a) Interest rate risk

The Company's financial assets and liabilities that are exposed to interest rate risk consist of cash and cash equivalents and loan liabilities. The Company's current policy is to invest excess cash in highly liquid short-term interest-bearing investments issued by its banking institutions. The following outlines the impact to pre-tax earnings (loss) of a 1% change in interest rates on cash and cash equivalent balances held as of September 30, 2026:

	Impact of interest rate change on pre-tax earnings (loss)	
	1% increase	1% decrease
Interest income	$ 2,251	$ (2,251)

The following outlines the impact of a 1% change in interest rates on capitalized interest amounts included in property, plant, and equipment related to loan liability balances held as of September 30, 2026:

	Impact of interest rate change on capitalized interest amounts	
	1% increase	1% decrease
Capitalized interest	$ 275	$ (275)

b) Foreign currency risk

The Company is subject to foreign currency risk on financial instruments denominated in currencies other than the United States Dollar. Through this, the Company is exposed to foreign currency risk on fluctuations related to cash and cash equivalents, receivables, prepayments, income tax prepayments, accounts payable, accrued liabilities, and reclamation and closure cost obligations, which may be denominated in Australian Dollars, Papua New Guinean Kina, or Canadian Dollars. The Company does not use derivative instruments to reduce its exposure to foreign currency risk nor has it entered into foreign exchange contracts to hedge against gains or losses from foreign exchange fluctuations. As these exchange rates fluctuate against the United States Dollar, the Company will experience foreign exchange gains and losses.

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

Financial risk factors (cont'd…)

b) Foreign currency risk (cont'd…)

The following table outlines the impact to pre-tax earnings (loss) of a 10% change in foreign exchange rates on cash and cash equivalent balances held in currencies other than the United States Dollar as of September 30, 2026:

	Impact of foreign exchange rate change on pre-tax earnings (loss)	
Funds held in	10% increase	10% decrease
Canadian Dollars	$ 3,395	$ (3,395)
Australian Dollars	$ 627	$ (627)
Papua New Guinea Kina	$ 2,665	$ (2,665)

c) Price risk

The Company is exposed to commodity price risk from fluctuations in market prices of the commodities that the Company produces. Gold concentrate is "provisionally priced" whereby the selling price is subject to final adjustment at the end of a period normally ranging from 30 to 90 days after delivery to the customer. Revenue is recognized on provisionally priced sales based on estimates of fair value of the consideration receivable which is based upon then current market prices. At each reporting date, the trade receivable is marked to market based on the estimated settlement price. As at September 30, 2026, the fair value of trade receivables was calculated using an estimated forward gold price of $4,322 per ounce (2025 - $4,291 per ounce) and using an estimated forward copper price of $6.36 per pound (2025 - $5.51 per pound).

The following table outlines the impact on trade receivables of a 10% change in gold and copper commodity prices to pre-tax earnings (loss) as of September 30, 2026:

	Impact of price change on pre-tax earnings (loss)	
	10% increase	10% decrease
Trade receivables – gold	$ 10,526	$ (10,526)
Trade receivables – copper	$ 710	$ (710)

Concentration of Credit Risk

The Company's cash and cash equivalents are held with financial institutions in Canada, Papua New Guinea, and Australia. As of September 30, 2026, a single Canadian chartered bank holds approximately 62% (2025 - 56%) of the total cash and cash equivalents, and a single major Australian bank holds approximately 31% (2025 - 34%). Substantially all of the Company's cash and cash equivalents exceed government insured limits. The Company continually assesses and manages its exposure to the credit risk of financial institutions.

Concentration of sales

The Company sells exclusively to well-established, creditworthy counterparties with a strong payment history. For the period ended September 30, 2026, the Company sold 100% of its concentrate to a single offtaker and 100% of its doré to a single refiner.

13. SEGMENTED INFORMATION

Operating segments are components of an entity that engage in business activities from which they incur expenses and whose operating results are regularly reviewed by a chief operating decision maker to make resource allocation decisions and to assess performance. The Chief Executive Officer is responsible for allocating resources and reviewing operating results of each operating segment on a periodic basis.

The Company's only operating segment is the operation and development of gold mining activities at the Kainantu Gold Mine in Papua New Guinea. Corporate & Other includes the Company's head office function in Canada and its administrative office in Australia.

Nine months ended September 30, 2026	Kainantu Gold Mine	Corporate & Other	Total
Revenue	$ 618,073	$ -	$ 618,073
Cost of sales	186,623	-	186,623
General and administrative	-	13,002	13,002
Exploration and evaluation expenditures	18,302	-	18,302
Income tax expense	229,379	-	229,379
Net earnings (loss)	170,234	(8,478)	161,756
Capital expenditures	118,021	3,111	121,132
As at September 30, 2026			
Property, plant and equipment	$ 634,240	$ 10,912	$ 645,152
Total assets	923,674	270,815	1,194,489
Total liabilities	216,375	39,756	256,131

Nine months ended September 30, 2025	Kainantu Gold Mine	Corporate & Other	Total
Revenue	$ 418,491	$ -	$ 418,491
Cost of sales	110,301	-	110,301
General and administrative	-	11,534	11,534
Exploration and evaluation expenditures	12,631	-	12,631
Income tax expense	85,271	-	85,271
Net earnings (loss)	202,977	(7,865)	195,112
Capital expenditures	145,795	4,590	150,385
As at December 31, 2025			
Property, plant and equipment	$ 563,005	$ 6,856	$ 569,861
Total assets	798,343	159,474	957,817
Total liabilities	136,585	53,677	190,262

14. REVENUE

For the	Three months ended September 30, 2026	Three months ended September 30, 2025	Nine months ended September 30, 2026	Nine months ended September 30, 2025
Gold in concentrate	$ 157,106	$ 139,342	$ 507,533	$ 333,458
Copper in concentrate	9,982	5,519	28,719	13,512
Silver in concentrate	2,672	1,013	7,967	2,172
Gold and silver in doré	19,081	11,934	86,704	34,889
Treatment and refining charges	(2,491)	(2,340)	(6,785)	(6,522)
Revenue from contracts with customers	186,350	155,468	624,138	377,509
Gain (loss) on receivables at fair value	(9,803)	22,079	(6,065)	40,982
Total	$ 176,547	$ 177,547	$ 618,073	$ 418,491

Loss on receivables

Of the $6.1 million loss on receivables at fair value recognized during the period, $22.1 million related to realized gains on receivables that were settled and proceeds received during the period. This is offset by $28.2 million in negative mark-to-market adjustment on receivables outstanding at September 30, 2026, which are included in trade receivables.

15. COST OF SALES

For the	Three months ended September 30, 2026	Three months ended September 30, 2025	Nine months ended September 30, 2026	Nine months ended September 30, 2025
Mining	$ 17,054	$ 10,463	$ 41,636	$ 24,677
Processing	3,386	3,114	10,117	7,967
Asset management	8,255	5,008	21,039	13,668
Other site costs	18,336	15,388	53,707	40,249
Royalty and levy	4,825	3,586	15,452	9,076
Change in inventories	(2,601)	(2,065)	2,598	(6,134)
	49,255	35,494	144,549	89,503
Non-cash costs				
Depreciation and depletion	14,453	7,117	39,861	19,616
Share-based payments	947	1,198	2,213	1,182
Total	$ 64,655	$ 43,809	$ 186,623	$ 110,301

16. INTEREST AND FINANCE EXPENSE

For the	Three months ended September 30, 2026	Three months ended September 30, 2025	Nine months ended September 30, 2026	Nine months ended September 30, 2025
Interest expense	$ 1,910	$ 132	$ 4,987	$ 404
Accretion expense	143	123	433	375
Total	$ 2,053	$ 255	$ 5,420	$ 779

During the nine months ended September 30, 2026, the Company incurred interest of $9.7 million (2025 - $10.3 million), of which $4.7 million (2025 - $9.9 million) was capitalized to qualifying assets in property, plant and equipment (Note 6). The remaining $5.0 million (2025 - $0.4 million) was recognized in interest expense.

17. DERIVATIVE INSTRUMENTS

The Company purchased gold put option contracts that give it the right to settle financially at a predetermined strike price. As at September 30, 2026, the Company held contracts for 10,000 ounces per month from October to December 2026 with a strike price of $3,500 per ounce. The settlement value is based on the monthly average of the London Bullion Market Association's PM fixing price.

The details of the open put options contracts as at September 30, 2026, were as follows:

Contracts Outstanding	Quantity (ounces)	Strike Price ($/ounce)	Settlement Term	Settlement Date
Gold put contracts – purchased	10,000	$3,500	October 2026	November 3, 2026
Gold put contracts – purchased	10,000	$3,500	November 2026	December 2, 2026
Gold put contracts – purchased	10,000	$3,500	December 2026	January 5, 2027

The realized and unrealized loss on the derivative instruments were as follows:

For the	Three months ended September 30, 2026	Three months ended September 30, 2025	Nine months ended September 30, 2026	Nine months ended September 30, 2025
Realized gain (loss)	$ (1,466)	$ (2,270)	$ (4,399)	$ (4,355)
Unrealized gain (loss)	(146)	882	2,531	(432)
Net realized and unrealized gain (loss)	$ (1,612)	$ (1,388)	$ (1,868)	$ (4,787)

17. DERIVATIVE INSTRUMENTS (cont'd…)

The Company's derivative instruments are carried at fair value and are included in other current assets on the statement of financial position:

As at	September 30, 2026	December 31, 2025
Derivative assets	$ 70	$ 1,938

Fair values for derivative financial instruments are determined using valuation techniques, and assumptions based on market conditions existing at the statement of financial position date.

18. INCOME TAXES

Income tax expense

The Company's income tax expense is composed of the following:

For the	Three months ended September 30, 2026	Three months ended September 30, 2025	Nine months ended September 30, 2026	Nine months ended September 30, 2025
Current income tax expense	$ 42,444	$ 33,079	$ 131,310	$ 74,533
Deferred income tax expense	93,328	5,364	98,069	10,738
Income tax expense	$ 135,772	$ 38,443	$ 229,379	$ 85,271

Papua New Guinea withholding tax

Papua New Guinea levies withholding tax of 15% on dividends paid by Papua New Guinea companies. On July 27, 2026, the Company's PNG operating subsidiary paid its first intercompany dividend of $98.7 million, and the $14.8 million withheld was recognized as current income tax expense in the three months ended September 30, 2026. Current income tax expense for the nine months ended September 30, 2026 also includes $1.2 million (2025 - $Nil) of withholding tax on intercompany interest paid by the subsidiary.

During the three months ended September 30, 2026, the Company recognized a deferred tax liability of $90.3 million, with a corresponding non-cash deferred income tax expense, for withholding taxes expected to be levied on the subsidiary's unremitted earnings that are expected to be distributed in the foreseeable future (Note 3). The liability decreases as dividends are paid and the related withholding tax is recognized as current tax, and increases as further earnings expected to be distributed are generated.

18. INCOME TAXES (cont'd…)

Income tax prepayments

As of September 30, 2026, the Company holds a non-current $4.6 million (2025 - $3.4 million) income tax prepayment relating to amounts allocated to approved community infrastructure projects under PNG's Infrastructure Tax Credit Scheme. These amounts become creditable against corporate income tax obligations once the related projects are completed and certified under the program.

19. CASH AND CASH EQUIVALENTS

As at	September 30, 2026	December 31, 2025
Cash and cash equivalents		
Cash	$ 267,405	$ 186,586
Cash equivalents	122,481	44,292
Total	$ 389,886	$ 230,878

20. SUBSEQUENT EVENT

Subsequent to September 30, 2026, the Company paid $51.7 million in income tax instalments to the Papua New Guinea government.