



MOLTEN METALS CORP.
(Formerly BATTERY ELEMENTS CORP.)

INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

FOR THE SIX MONTHS ENDED JUNE 30, 2025 AND 2024
(Expressed in Canadian Dollars)

Notice of No Auditor Review of Interim Condensed Consolidated Financial Statements

The accompanying interim condensed consolidated financial statements of the Company have been prepared by and are the responsibility of the Company's management. The Company's independent auditor has not performed a review of these financial statements in accordance with the standards established by the Canadian Institute of Professional Chartered Accountants for a review of interim financial statements by an entity's auditor.

August 29, 2025

MOLTEN METALS CORP. (formerly BATTERY ELEMENTS CORP.)
Interim Condensed Consolidated Statements of Financial Position
(Expressed in Canadian Dollars)

		As at	
	Note	June 30, 2025	December 31, 2024
ASSETS			
Current Assets			
Cash		\$ 219,596	\$ 3,515
Amounts receivable		22,217	13,916
Prepaid expenses		6,027	-
Total current assets		247,840	17,431
Non-current assets			
Exploration and evaluation assets	4	1,590,500	200,000
Total non-current assets		1,590,500	200,000
Total assets		\$ 1,838,340	\$ 217,431
LIABILITIES			
Current Liabilities			
Accounts payables and accrued liabilities	6	\$ 69,741	\$ 76,245
Due to related parties	9	30,250	34,651
Taxes payable	11	18,946	18,946
Total liabilities		118,937	129,842
SHAREHOLDERS' EQUITY			
Share capital	7	3,757,406	1,790,398
Shares deliverable	7	-	159,400
Contributed surplus	7	150,878	123,654
Deficit		(2,188,881)	(1,985,863)
Total shareholders' equity		1,719,403	87,589
Total liabilities and shareholders' equity		\$ 1,838,340	\$ 217,431

Nature of Operations and Going Concern (Note 1)
Commitments (Note 11)
Subsequent Events (Note 13)

Approved and authorized by the Board on August 29, 2025.

"Tyler Thorburn"
Tyler Throburn (Director)

"Kosta Tsoutsis"
Kosta Tsoutsis (Director)

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

MOLTEN METALS CORP. (formerly BATTERY ELEMENTS CORP.)
Interim Condensed Consolidated Statements of Loss and Comprehensive Loss
(Expressed in Canadian Dollars)

		Three months ended		Six months ended	
	Note	June 30, 2025	June 30, 2024	June 30, 2025	June 30, 2024
Operating expenses:					
Management fees	9	\$ 22,500	\$ 52,500	\$ 45,000	\$ 52,500
Consulting fees	9	43,263	21,235	77,532	28,235
Professional fees		32,895	28,978	46,269	35,093
Transfer agent and filing fees		9,906	10,631	16,320	15,919
General office and administrative		3,011	11,845	5,721	13,592
Shareholder communication and marketing		-	-	-	625
Depreciation	5	-	56	-	112
Travel and entertainment		1,262	-	12,176	-
Loss before other expenses		\$ (112,837)	\$ (125,245)	\$ (203,018)	\$ (146,076)
Other income (expenses):					
Finance charges	7,9	\$ -	\$ (23,216)	\$ -	\$ (23,216)
Gain on non-refundable deposit	4	-	-	-	15,000
Unrealized gain (loss) on foreign exchange		-	9,304	-	8,195
Loss from continuing operations		(112,837)	(139,157)	(203,018)	(146,097)
Loss from discontinued operations	4	-	(146,574)	-	(146,574)
Net and comprehensive loss for the period		\$ (112,837)	\$ (285,731)	\$ (203,018)	\$ (292,671)
Loss per share, basic and diluted		\$ (0.02)	\$ (0.01)	\$ (0.04)	\$ (0.01)
Weighted average number of shares outstanding		6,123,898	17,635,167	5,091,511	17,274,728

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

MOLTEN METALS CORP. (formerly BATTERY ELEMENTS CORP.)
Interim Condensed Consolidated Statements of Cash flows
(Expressed in Canadian Dollars)

	Six months ended	
	June 30, 2025	June 30, 2024
Cash Provided By (Used In)		
Operating Activities		
Net and comprehensive loss	\$ (203,018)	\$ (292,671)
Adjustments for non-cash/non-operating items:		
Loss on discontinued operations	-	146,574
Finance charges	-	20,000
Depreciation	-	112
Changes in non-cash working capital:		
Amounts receivables	(8,301)	2,462
Prepaid expense	(6,027)	6,562
Accounts payable and accrued liabilities	(6,504)	(7,354)
Due to related parties	(4,401)	48,391
Net cash used in operating activities - continued operations	(228,251)	(75,924)
Net cash used in operating activities - discontinued operations	-	(8,071)
Investing activities		
Exploration and evaluation assets	(10,000)	(10,799)
Net cash used in investing activities – continued operations	(10,000)	(10,799)
Net cash provided by investing activities – discontinued operations	-	83,792
Financing activities		
Shares issued for private placement, net of issuance cost	454,332	-
Loan received	-	100,000
Loan repaid	-	(100,000)
Net cash provided by financing activities	454,332	-
Change in cash	216,081	(11,002)
Cash, beginning of the period	3,515	12,852
Cash, end of the period	\$ 219,596	\$ 1,850

Supplemental Cash Flow Information (Note 10)

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

MOLTEN METALS CORP. (formerly BATTERY ELEMENTS CORP.)
Interim Condensed Consolidated Statement of Shareholders' Equity
(Expressed in Canadian Dollars)

	Share Capital (Note 7)		Shares deliverable	Reserves (Note 7)		Deficit	Total
	Number of shares	Amount		Contributed surplus			
Balance, December 31, 2023	16,914,288	\$ 1,551,551	\$ -	\$ 211,174	\$ (884,812)	\$ -	\$ 877,913
Issuance of bonus shares for promissory note	800,000	20,000	-	-	-	-	20,000
Fair value of stock options forfeited	-	-	-	(87,520)	87,520	-	-
Net loss for the period	-	-	-	-	(292,671)	-	(292,671)
Balance, June 30, 2024	17,714,288	\$ 1,571,551	\$ -	\$ 123,654	\$ (1,089,963)	\$ -	\$ 605,242
Balance, December 31, 2024	2,651,429	\$ 1,790,398	\$ 159,400	\$ 123,654	\$ (1,985,863)	\$ -	\$ 87,589
Shares Issued for debt settlement	419,474	159,400	(159,400)	-	-	-	-
Shares issued for private placement	1,222,500	489,000	-	-	-	-	489,000
Share issuance cost	-	(34,668)	-	-	-	-	(34,668)
Fair value of broker warrants issued	-	(27,224)	-	27,224	-	-	-
Shares issued for E&E asset	3,975,000	1,380,500	-	-	-	-	1,380,500
Net loss for the period	-	-	-	-	(203,018)	-	(203,018)
Balance, June 30, 2025	8,268,403	\$ 3,757,406	\$ -	\$ 150,878	\$ (2,188,881)	\$ -	\$ 1,719,403

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

MOLTEN METALS CORP. (formerly BATTERY ELEMENTS CORP.)
Notes to the Interim Condensed Consolidated Financial Statements
Six Months ended June 30, 2025, and 2024
(Expressed in Canadian Dollars)

1. NATURE OF BUSINESS AND GOING CONCERN

Molten Metals Corp. (the “Company” or “Molten”) was incorporated on September 2, 2020, under the Business Corporations Act of British Columbia. The Company is engaged in the business of exploring precious and base mineral properties in Canada. The registered and records office of the Company is Suite 1200, 750 West Pender Street, Vancouver, BC.

On August 8, 2022, the Company’s common shares commenced trading on the Canadian Securities Exchange (the “Exchange”) under the symbol “MOLT”. The Company also trades on the Frankfurt Stock Exchange under the symbol “Y44”.

These interim condensed consolidated financial statements for the six months ended June 30, 2025, and 2024 (the “Financial statements”) have been prepared on a going concern basis with the assumption that the Company will be able to realize its assets and discharge its liabilities and commitments in the normal course of business. The Company incurred a net loss of \$203,018 for the six months ended June 30, 2025 (2024 - \$292,671), and had an accumulated deficit of \$2,188,881 at June 30, 2025 (December 31, 2024 - \$1,985,863) and has not yet determined whether its properties contain mineral reserves that are economically recoverable. The continuation of the Company is dependent upon the continuing financial support of shareholders, obtaining long-term financing to complete exploration and development, the existence of economically recoverable reserves, and upon future profitable production. While the Company is putting in its best efforts to achieve the above plans, there is uncertainty as to whether support from external funding sources will support a determination of the reserves contained in the Company’s existing property portfolio. Based on its current plans, budgeted expenditure, and cash requirements, the Company does not have sufficient cash to finance its current plans. These circumstances indicate the existence of a material uncertainty that may cast significant doubt upon the Company’s ability to continue as a going concern.

These Financial statements do not include any adjustments relating to the recoverability and classification of recorded asset amounts or amounts and classification of liabilities that might arise from this uncertainty. Such adjustments could be material.

2. BASIS OF PRESENTATION AND MEASUREMENT

Statement of Compliance

These Financial statements are prepared in accordance with International Accounting Standard (“IAS”) 34 Interim Financial Reporting under International Financial Reporting Standards (“IFRS”) issued by the International Accounting Standards Board (“IASB”). These Financial statements follow the same accounting policies and methods of application as the most recent annual consolidated financial statements of the Company. These Financial statements do not contain all of the information required for full annual financial statements. Accordingly, these Financial statements should be read in conjunction with the Company’s most recent annual consolidated financial statements, which were prepared in accordance with IFRS as issued by the IASB.

Basis of Preparation

These Financial statements have been prepared on a historical cost basis, except for certain financial instruments classified as fair value through profit and loss, which are stated at their fair value. In addition, these consolidated financial statements have been prepared using the accrual basis of accounting except for cash flow information.

The Financial statements are presented in Canadian dollars (“CAD”) which is the functional currency of the Company and its former subsidiary.

2. BASIS OF PRESENTATION AND MEASUREMENT (continued)

Basis of Consolidation

These Financial statements include the accounts of the Company and Slovak Antimony Corp. its former wholly owned subsidiary. A Subsidiary is an entity over which the Company has control. The Company controls an entity where the Company is exposed to, or has rights to, variable returns from its involvement with the entity and has the ability to affect those returns through its power to direct the activities of the entity. A Subsidiary is fully consolidated from the date on which control is transferred to the Company and deconsolidated from the date that control ceases. All intercompany balances and transactions have been eliminated upon consolidation.

During the year 2022, the Company incorporated a wholly owned subsidiary, Slovak Antimony Corporation s.r.o. ("Slovak Antimony") under the laws of Slovakia.

On April 05, 2024, the Company entered into an agreement to sell its ownership in Slovak Antimony (Note 4).

Foreign Currency Translation

The functional and presentation currency of the Company is the Canadian dollar. The individual financial statements of the subsidiary are presented in the currency of the primary economic environment in which the entity operates (its functional currency). The functional currency of the subsidiary is the Canadian dollar. Transactions in currencies other than the functional currency are recorded at the rates of exchange prevailing on the dates of the transactions. At each financial position reporting date, monetary assets and liabilities that are denominated in foreign currencies are translated at the rates prevailing at the reporting date. Non-monetary items that are measured in terms of historical cost in a foreign currency are not retranslated. Exchange gains and losses on translation are included in profit and loss.

3. MATERIAL ACCOUNTING POLICIES

Critical Accounting Estimates and Judgments

The preparation of these Financial statements requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, and expenses. Actual results may differ from these estimates. In preparing these Financial statements, the significant judgements made by management in applying the Company's accounting policies and key sources of estimation uncertainty were the same as those that were applied to the audited annual financial statements for the year ended December 31, 2024.

Discontinued operations

A discontinued operation is a component of the entity that has been disposed of or is classified as held for sale and that represents a separate major line of business or geographical area of operations, is part of a single coordinated plan to dispose of such a line of business or area of operations, or is a subsidiary acquired exclusively with a view to resale. The results of discontinued operations are presented separately in the statement of profit or loss.

The assets and liabilities of a disposal group are presented separately from the other assets in the consolidated statements of financial position. An impairment loss is recognized for any initial or subsequent write down of the asset (or disposal group) to fair value less costs to sell. A gain is recognized for any subsequent increases in fair value less costs to sell of an asset (or disposal group), but not in excess of any cumulative impairment loss previously recognized. A gain or loss not previously recognized by the date of the sale of the non-current asset (or disposal group) is recognized at the date of derecognition. Assets are not depreciated or amortized while they are classified as part of the disposal group. Interest and other expenses attributable to the liabilities of a disposal group continue to be recognized.

MOLTEN METALS CORP. (formerly BATTERY ELEMENTS CORP.)
Notes to the Interim Condensed Consolidated Financial Statements
Six Months ended June 30, 2025, and 2024
(Expressed in Canadian Dollars)

3. MATERIAL ACCOUNTING POLICIES (continued)

Accounting Policies

The preparation of these Financial statements are based on accounting principles and practices consistent with those used in the preparation of the audited annual financial statements for the years ended December 31, 2024, and 2023, unless otherwise indicated.

Accounting Standards Issued But Not Yet Effective

A number of new standards, amendments to standards and interpretations are not yet effective for the period ended June 30, 2025, and have not been applied in preparing these Financial statements. None of these pronouncements are expected to have a material impact on the financial statements.

4. EXPLORATION AND EVALUATION ASSETS

	West Gore, Nova Scotia	Slovakian Properties	Val D'Or Project	TickTock Property	Triangle Lake Property	Texas Property	Total
Balance, December 31, 2023	\$ 688,580	\$ 91,890	\$ -	\$ -	\$ -	\$ -	\$ 780,470
Option payments	5,400	-	200,000	-	-	-	205,400
Permits and license	-	1,193	-	-	-	-	1,193
Geological consulting	32,119	-	-	-	-	-	32,119
Disposed of subsidiary	-	(93,083)	-	-	-	-	(93,083)
Sale of option	(85,000)	-	-	-	-	-	(85,000)
Government grant	(26,721)	-	-	-	-	-	(26,721)
Loss on sale of property	(614,378)	-	-	-	-	-	(614,378)
Balance, December 31, 2024	\$ -	\$ -	\$ 200,000	\$ -	\$ -	\$ -	\$ 200,000
Option payments	-	-	-	445,000	417,500	528,000	1,390,500
Balance, June 30, 2025	\$ -	\$ -	\$ 200,000	\$ 445,000	\$ 417,500	\$ 528,000	\$ 1,590,500

West Gore Antimony Claims, Nova Scotia

On July 9, 2021, the Company entered into an option purchase and assignment agreement (the "1st Assignment Agreement") with a related party, Consolidated Mineral Estates Ltd. ("Consolidated"), a private company with a common director, whereby Consolidated assigned to the Company all of its right, title and interest in and to the option agreement entered into between Consolidated and an optionor dated April 8, 2021 (the "1st Underlying Agreement") for the acquisition of the West Gore Antimony property situated in Nova Scotia. Consideration paid by the Company under the 1st Assignment Agreement was 500,000 common shares issued at a fair value of \$500,000 per share.

Consideration payable under the 1st Underlying Agreement to acquire a 100% interest in the claims is as follows:

- \$5,000 for grant of the option (paid);
- An additional \$24,000 on or before August, 31, 2021 (paid);
- An additional \$40,000 on or before April 8, 2022 (paid);
- An additional \$60,000 on or before April 8, 2023 (paid); and
- An additional \$5,000 (plus HST) Royalty Payment (advance) on or before April 8, 2024 (paid), and thereafter annually until the commencement of commercial production.

4. EXPLORATION AND EVALUATION ASSETS (continued)

West Gore Antimony Claims, Nova Scotia (continued)

Upon successful exercise of the option, under the 1st Underlying Agreement the Company shall be required to pay a 3% net smelter return royalty ("NSR"). One-half of the NSR may be purchased by the Company (leaving a 1.5% NSR remaining) for \$500,000.

On September 24, 2024, the Company entered into an asset purchase agreement and sold its interests in the West Gore Antimony property for \$85,000 resulting in a loss from the sale of the E&E asset of (\$614,378).

Grant from Province of Nova Scotia

During the year ended December 31, 2024, the Company entered into an agreement with the Government of Province of Nova Scotia, whereby, the Company will receive a non-refundable grant of \$30,800 to support its West Gore Drillhole Relogging and Resampling as follows:

- a. 80% of the total grant upon execution of the agreement (received \$24,640 on July 26, 2024)
- b. 20% of the total grant upon receipt and approval of a final report no later than February 17, 2025. The Company received \$2,081 as the final payment.

The Company applied the above grant against the West Gore Antimony Claims.

Slovakia Claims

In April 2022, the Company was awarded the exploration license for the Antimony-Gold mine and surrounding areas at Tienesgrund Spisska Bane ("Tienesgrund"), in central Slovakia.

In September 2022, the Company was awarded the exploration license for the Bear Creek ("Medvedi Potok") tin mine in Hnilec, central Slovakia.

In October 2022, the Company was awarded the exploration license for the Trojarova license, covering historic mining works in the ore-district near Pezinok in eastern Slovakia.

Sale of Slovak Antimony

During the year ended December 31, 2024, the Company sold its subsidiary to an arms-length party and recorded a loss on sale of subsidiary of \$146,574. The amount of loss was derived as follows:

Description	Amount
Cash	\$ 836
Property and equipment	137,655
Exploration and evaluation assets	93,083
Fair value of assets given	231,574
Consideration received	85,000
Net loss on sale of subsidiary	\$ 146,574

4. EXPLORATION AND EVALUATION ASSETS (continued)

Val-d'Or Gold Project, Quebec

On September 20, 2024, the Company entered into an agreement with Military Metals Corp. to acquire 100% undivided interest in 40 mineral claims located in the eastern part of the Abitibi Greenstone Belt. Pursuant to the agreement, the Company is required to pay the following consideration:

- a. Issue 800,000 common shares to the vendors within five days of receipt of approval from the Exchange. (Issued on October 1, 2024, with a fair value of \$200,000).
- b. Complete \$150,000 of work expenditure within 2 years from the date of acquisition. As of June 30, 2025, the Company has incurred \$Nil in work expenditures.

The Company has granted to the vendors a 2% net smelter returns ("NSR") royalty on the claims making up the property with no historical royalty.

Ticktock Property

On March 12, 2025, the Company announced that it has entered into an option agreement with Troy Minerals Inc. ("Troy"), a Company controlled by a former director of the Company to acquire 100% interest in certain mineral claims known as Ticktock Property. To earn 100% interest in the property, the Company is required to make a cash payment of \$5,000 (paid on March 27, 2025) within 5 days of signing, issue 1,000,000 common shares (issued on March 25, 2025 with a fair value of \$440,000) to Troy within 10 days of receipt of approval from the Exchange and complete \$250,000 of work expenditures within four years. As of June 30, 2025, the Company has incurred \$Nil in work expenditures.

The Company has also granted 1% net-smelter returns ("NSR") royalty on the claims making up the property.

Triangle Lake Property

On May 9, 2025, the Company entered into an option purchase agreement with Usha Resources Ltd. ("Usha") to acquire 100% interest in certain mineral claims known as Triangle Lake Property and Gathering Lake Property (collectively known as "Triangle Lake Property"). To earn 100% interest in the property, the Company is required to make a cash payment of \$5,000 (paid on May 21, 2025) within 10 days of signing and issue 1,375,000 common shares (issued on May 20, 2025, with a fair value of \$412,500) to Usha within 10 days of the acceptance of the option agreement.

The Company has also granted 1% net-smelter returns ("NSR") royalty on the claims making up the property.

Texas Property

On June 9, 2025, the Company entered into a property option agreement with Troubadour Resources Inc. ("Troubadour") to acquire 100% interest in certain mineral claims known as Texas Property. To earn 100% interest in the property, the Company is required to issue 1,600,000 common shares (issued on June 18, 2025, with a fair value of \$528,000) to Troubadour within 10 days of the receipt of approval from the stock exchange. The Company is also required to incur exploration expenditure of \$500,000 on the property as follows:

- Incur \$150,000 on or before June 09, 2027;
- Incur \$350,000 on or before June 09, 2029.

As of June 30, 2025, the Company has incurred \$Nil of the required exploration expenditures.

MOLTEN METALS CORP. (formerly BATTERY ELEMENTS CORP.)
Notes to the Interim Condensed Consolidated Financial Statements
Six Months ended June 30, 2025, and 2024
(Expressed in Canadian Dollars)

5. EQUIPMENT

Following table depicts the changes in the value of equipment during the periods ended June 30, 2025, and December 31, 2024:

	Computer equipment	Mining equipment	Total
Balance, December 31, 2023	188	137,655	137,843
Depreciation	(188)	-	(188)
Disposed of on sale of subsidiary (Note 4)	-	(137,655)	(137,655)
Balance, December 31, 2024, and June 30, 2025	-	-	-

During the year ended December 31, 2022, the Company purchased equipment in Slovakia for €105,000 (\$137,655). The equipment was never put to use by the Company; therefore, no depreciation was recorded. During the year ended December 31, 2024, the Company disposed of the mining equipment at the time of sale of Slovak Antimony.

6. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

As at June 30, 2025, and 2024, the Company had the following accounts payable and accrued liabilities:

	June 30, 2025	December 31, 2024
Accounts payable	\$ 9,235	\$ 41,158
Accrued liabilities	60,506	35,087
	\$ 69,741	\$ 76,245

7. SHARE CAPITAL

Common Shares

The Company is authorized to issue an unlimited number of common shares without par value.

As at June 30, 2025 and December 31, 2024, there were 8,268,403 and 2,651,429 common shares issued and outstanding, respectively.

On October 11, 2024, the Company consolidated its common shares on a 10:1 basis. These Financial statements have been retroactively updated to reflect the above consolidation.

Transactions during the six months ended June 30, 2025

On January 23, 2025, the Company closed the private placement financing issuing 1,222,500 units at a price of \$0.40 per unit. Each unit consisted of one common share and one-half of a transferable warrant. Each whole warrant is exercisable into one common share at an exercise price of \$0.70 per share for a period of two years from the date of issuance. The Company also paid a cash finders fee of \$34,230 and issued 85,575 broker warrants in relation to this financing.

On March 25, 2025, pursuant to a property purchase agreement with Troy, the Company issued 1,000,000 common shares of the Company at a fair value of \$440,000.

On May 20, 2025, pursuant to a property purchase agreement with Usha, the Company issued 1,375,000 common shares of the Company at a fair value of \$412,500.

On June 18, 2025, pursuant to a property purchase agreement with Troubadour, the Company issued 1,600,000 common shares of the Company at a fair value of \$528,000.

7. SHARE CAPITAL (continued)

Common Shares (continued)

Transactions during the year ended December 31, 2024

On December 27, 2024, pursuant to debts settlement agreements, the Company agreed to issue 419,474 common shares to various related parties at \$0.38 per share with a fair value of \$159,400 to clear \$160,870 of payables resulting in a gain on debt settlement of \$1,470 (Note 10). These shares were issued on January 6, 2025.

On October 2, 2024, pursuant to the loan agreement dated August 8, 2024, with one of the directors, the Company issued 80,000 common shares for a fair value of \$20,000 (Note 10).

On October 1, 2024, pursuant to the acquisition agreement for the Val-d'Or Gold project, the Company issued 800,000 common shares with a fair value of \$200,000 (Note 4).

On April 9, 2024, pursuant to a loan agreement, the Company issued 80,000 common shares to a related party at \$0.25 per share with a fair value of \$20,000 (Note 10).

Stock options

The Company has adopted an incentive stock option plan on January 7, 2022, whereby options may be granted from time to time to directors, officers, employees, and consultants of the Company with common shares to be reserved for issuance as options not to exceed 10% of the issued and outstanding common shares with no one individual being granted options for more than 5% of the issued and outstanding common shares.

	Number of options	Weighted average exercise price (\$)
Balance as at December 31, 2023	82,000	0.20
Forfeited	(17,000)	0.20
Balance as at December 31, 2024, and June 30, 2025	65,000	0.20
Exercisable	65,000	0.20

During the year ended December 31, 2024, 17,000 of the outstanding stock options were forfeited.

The weighted average remaining life for the outstanding and exercisable options at June 30, 2025, is 0.19 year.

Warrants

Transactions during the six months ended June 30, 2025

On January 23, 2025, pursuant to the private placement, the Company issued 611,250 warrants, exercisable at \$0.70 for a period of two years. In relation to this private placement, the Company also issued 85,575 broker warrants, exercisable at \$0.70 for a period of two years. The broker warrants were value at \$27,224 using Black Scholes option pricing model.

During the year ended December 31, 2024

During the year ended December 31, 2024, 9,660 warrants expired.

As at June 30, 2025, the Company had 696,825 (December 31, 2024 – Nil) share warrants outstanding with an weighted average exercise price of \$0.70 (December 31, 2024 – Nil) and weighted average life of 1.56 (December 31, 2024 – Nil) years.

7. SHARE CAPITAL (continued)

Escrow shares

As at June 30, 2025, the Company had 108,000 (December 31, 2024 – 216,000) common shares subject to escrow. Under the escrow agreement, 10% of the total common shares to be released upon listing with the Canadian Securities Exchange and 15% of the remaining shares are to be released every six months following listing.

8. CAPITAL DISCLOSURES

The Company includes cash and equity, comprising issued common shares, contributed surplus and deficit, in the definition of capital.

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

The properties in which the Company currently has an interest are in the exploration stage; as such the Company is dependent upon external financings to fund activities. In order to carry out planned exploration and pay for administrative costs, the Company will spend its existing working capital and raise additional funds as needed. 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.

There were no changes in the Company's approach to capital management during the period ended June 30, 2025. The Company is not subject to externally imposed capital requirements.

9. RELATED PARTY TRANSACTIONS

Related party transactions have been measured at the exchange amount of consideration agreed between the related parties. The related party transactions not disclosed elsewhere in these financial statements are presented below. Parties are considered to be related if one party has the ability, directly or indirectly, to control the other party or exercise significant influence over the other party in making financial and operating decisions or is a member of key management.

As at June 30, 2025, due to related parties amounted to \$30,250 (December 31, 2024 - \$34,651) as below:

	As at	
	June 30, 2025	December 31, 2024
Company controlled by Chief Executive Officer	\$ 25,250	\$ 15,500
Companies controlled by Directors	5,000	5,000
Former Corporate secretary	-	8,400
Company controlled by former Directors	-	5,751
	\$ 30,250	\$ 34,651

MOLTEN METALS CORP. (formerly BATTERY ELEMENTS CORP.)
Notes to the Interim Condensed Consolidated Financial Statements
Six Months ended June 30, 2025, and 2024
(Expressed in Canadian Dollars)

9. RELATED PARTY TRANSACTIONS (continued)

During the six months ended June 30, 2025 and 2024, the Company incurred the following transactions with the directors, senior officers and companies controlled by directors:

	For the period ended	
	June 30, 2025	June 30, 2024
Expenses paid or accrued to directors of the Company, senior officers and companies with common directors:		
Management fees	\$ 45,000	\$ 52,500
Consulting fees	-	25,085
	\$ 45,000	\$ 77,585

Management fees

	For the period ended	
	June 30, 2025	June 30, 2024
Company controlled by CEO	\$ 45,000	\$ -
Company controlled by a former CEO	-	31,500
Company controlled by CFO	-	7,000
Company controlled by a former CFO	-	14,000
	\$ 45,000	\$ 52,500

Consulting fees

	For the period ended	
	June 30, 2025	June 30, 2024
Former corporate secretary	\$ -	\$ 2,585
Company controlled by former director	-	22,500
	\$ -	\$ 25,085

On March 1, 2024, the Company received a \$15,000 non-refundable cash injection from a related party.

On March 7, 2024, the Company entered into a loan agreement ("Loan #1") with a director of the Company pursuant to which the Company borrowed \$100,000. Amounts borrowed bear interest at a rate of 15% per annum and is due and payable on March 7, 2025. In addition, the Company issued the lender 80,000 bonus shares of the Company at a price of \$0.25 per share. The loan amount was repaid on June 14, 2024.

On August 8, 2024, the Company borrowed another \$100,000 ("Loan #2") from the above director. The amount borrowed bears interest at a rate of 15% and is payable on or before August 8, 2025. Pursuant to Loan #2 agreement, the Company issue 80,000 common shares at a price of \$0.25 per share.

On December 27, 2024, the Company entered into a debt settlement agreement with related parties by issuing a total of 419,747 common shares at a price of \$0.38 per share for a total value of \$159,400. These shares were issued on January 6, 2025. The debt settlement agreements resulted in a gain of \$1,470.

MOLTEN METALS CORP. (formerly BATTERY ELEMENTS CORP.)
Notes to the Interim Condensed Consolidated Financial Statements
Six Months ended June 30, 2025, and 2024
(Expressed in Canadian Dollars)

10. SUPPLEMENTAL CASH FLOW INFORMATION

Following is the non-cash financing and investing activities incurred by the Company during the periods ended June 30, 2025 and 2024:

	For the period ended	
	June 30, 2025	June 30, 2024
Non-cash investing activities:		
Shares issued for E&E assets	\$ 1,380,500	\$ -
Non-cash financing activities:		
Fair value of broker warrants issued	27,224	-
Shares issued for debt settlements	159,400	-
Bonus shares issued for debt settlements	-	20,000
Fair value of stock options forfeited	\$ -	\$ 87,520

11. COMMITMENTS

Funds raised through the issuance of flow-through ("FT") shares are required to be expended on qualified Canadian mineral exploration expenditures, as defined under Canadian income tax legislation. The FT gross proceeds less the qualified expenditures made to date represent the funds received from flow-through share issuances that are allotted for such expenditure but have not yet been spent.

In connection with the FT shares issued during the year ended December 31, 2021, the Company had an obligation to incur qualified expenditures of \$50,400 by December 31, 2023. As at December 31, 2023, the Company incurred \$23,100 and recognized an FT liability recovery of \$14,850. Pursuant to the Company not being able to spend the FT funds on eligible exploration expenses, the Company became liable to pay the outstanding FT liability as taxes. Accordingly, during the year ended December 31, 2024, the Company has transferred the FT liability of \$17,550 to taxes payable and recorded a penalty of \$1,396 towards the above non-compliance.

12. FINANCIAL INSTRUMENTS

The Company's financial instruments are exposed to certain financial risks, including credit risk, interest rate risk, liquidity risk, and currency risk.

Credit risk

The Company is exposed to credit risk by holding cash. The maximum exposure to credit risk is equal to the carrying value of the financial assets. This risk is minimized by holding the majority of investments in large Canadian financial institutions or with Canadian governments. The Company has minimal accounts receivable exposure, and its various refundable credits are due from Canadian governments and accordingly, the Company has minimal credit risk.

Interest rate risk

The Company is exposed to interest rate risk because of fluctuating interest rates. Fluctuations in market rates do not have a significant impact on the Company's operations.

Liquidity risk

Liquidity risk is the risk that the Company is unable to meet its financial obligations as they come due. The Company manages this risk by careful management of its working capital to ensure its expenditure will not exceed available resources. As at June 30, 2025, the Company was holding cash of \$219,596 (December 31, 2024 - \$3,515) to settle current liabilities of \$118,937 (December 31, 2024 - \$129,842). The Company plans to obtain cash inflows from share capital financings. There can be no guarantee that management's efforts to raise additional funds will be successful. The Company's accounts payable and accrued liabilities and amounts due to related parties have contractual maturity of less than 30 days and are subject to normal trade terms. Liquidity risk is assessed as high.

12. FINANCIAL INSTRUMENTS (continued)

Commodity price risk

The Company's ability to raise capital to develop its mineral properties is subject to risks associated with fluctuations in the market prices of precious metals, graphite, base metals, and rare earth elements.

Currency rate risk

Foreign currency risk is the risk that the future cash flows of a financial instrument will fluctuate due to changes in foreign exchange rates. The Company is exposed to foreign currency risk to the extent that it has monetary assets and liabilities denominated in foreign currencies. As at June 30, 2025, the Company had no exposure to the foreign currency risk as the Company did not have any financial assets and liabilities denominated in foreign currency. The Company does not engage in any form of derivative or hedging instruments.

Fair value hierarchy

Financial instruments recorded at fair value on the consolidated statements of financial position are classified using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

Level 1 – Unadjusted quoted prices in active markets for identical assets or liabilities;

Level 2 – Inputs other than quoted prices that are observable for assets or liabilities, either directly or indirectly; and

Level 3 – Input for assets and liabilities that are not based on observable market data.

The fair value hierarchy requires the use of observable market inputs whenever such inputs exist. A financial instrument is classified to the lowest level of the hierarchy for which a significant input has been considered in measuring fair value.

Management considers that due to their short-term nature, the carrying amounts of financial assets and financial liabilities, which include cash, accounts payable and accrued liabilities, and due to related parties are assumed to approximate their fair values (Level 1). There were no transfers between levels of the fair value hierarchy in the period ended June 30, 2025.

13. SUBSEQUENT EVENTS

No subsequent transactions to be reported.