

**CENTURY LITHIUM CORP.**

**CONSOLIDATED FINANCIAL STATEMENTS**  
**(Expressed in Canadian Dollars)**

**FOR THE YEARS ENDED DECEMBER 31, 2025 AND 2024**



# Independent auditor's report

To the Shareholders of Century Lithium Corp.

---

## Our opinion

In our opinion, the accompanying consolidated financial statements present fairly, in all material respects, the financial position of Century Lithium Corp. and its subsidiaries (together, the Company) as at December 31, 2025 and 2024, and its financial performance and its cash flows for the years then ended in accordance with International Financial Reporting Standards as issued by the International Accounting Standards Board (IFRS Accounting Standards).

## What we have audited

The Company's consolidated financial statements comprise:

- the consolidated statements of financial position as at December 31, 2025 and 2024;
- the consolidated statements of loss and comprehensive loss for the years then ended;
- the consolidated statements of cash flows for the years then ended;
- the consolidated statements of changes in equity for the years then ended; and
- the notes to the consolidated financial statements, comprising material accounting policy information and other explanatory information.

---

## Basis for opinion

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the *Auditor's responsibilities for the audit of the consolidated financial statements* section of our report.

PricewaterhouseCoopers LLP  
PwC Place, 250 Howe Street, Suite 1400  
Vancouver, British Columbia, Canada V6C 3S7  
T.: +1 604 806 7000, F.: +1 604 806 7806  
Fax to mail: ca\_vancouver\_main\_fax@pwc.com

"PwC" refers to PricewaterhouseCoopers LLP, an Ontario limited liability partnership.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

## Independence

We are independent of the Company in accordance with the ethical requirements that are relevant to our audit of the consolidated financial statements in Canada. We have fulfilled our other ethical responsibilities in accordance with these requirements.

---

## Key audit matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the consolidated financial statements for the year ended December 31, 2025. These matters were addressed in the context of our audit of the consolidated financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

Key audit matter	How our audit addressed the key audit matter
<p><b>Assessment of impairment indicators of exploration and evaluation assets</b></p> <p>Refer to note 2 – Basis of preparation, note 3 – Material accounting policies and note 7 – Exploration and evaluation assets to the consolidated financial statements.</p> <p>The carrying value of exploration and evaluation assets amounted to \$48 million as at December 31, 2025. At the end of each reporting period, management applies judgment in assessing whether there are any indicators of impairment relating to exploration and evaluation assets. If there are indicators of impairment, the recoverable amount of the related asset is estimated in order to determine the extent of any impairment. Indicators of impairment may include (i) the period during which the Company has the right to explore in the specific area has expired during the year or will expire in the near future and is not expected to be renewed; (ii) substantive expenditure on further exploration for and evaluation of mineral reserves and resources in the specific area is neither budgeted nor planned; (iii) exploration for and evaluation of mineral reserves and resources in the specific area have not led to the</p>	<p>Our approach to addressing the matter included the following procedures, among others:</p> <ul style="list-style-type: none"><li>• Assessed the judgments made by management in determining whether there were impairment indicators, which included the following:<ul style="list-style-type: none"><li>– Obtained, for a sample of mining claims, by reference to government registries, evidence to support (i) the right to explore the area and (ii) claim expiration dates.</li><li>– Considered whether management has planned to renew the claims in the upcoming year by reviewing management's budgets and forecasts.</li><li>– Assessed the planned substantive expenditure on further exploration for and evaluation of mineral reserves and resources in the specific area by reading Board of Directors' minutes and inspecting management's budgets and forecasts.</li></ul></li></ul>

Key audit matter	How our audit addressed the key audit matter
<p>discovery of commercially viable quantities of mineral reserves and resources and the entity has decided to discontinue such activities in the specific area; and (iv) sufficient data exists to indicate that the carrying value of the exploration and evaluation asset is unlikely to be recovered in full from successful development or by sale. No impairment indicators were identified by management as at December 31, 2025.</p> <p>We considered this a key audit matter due to (i) the significance of the exploration and evaluation assets balance and (ii) the judgments made by management in its assessment of indicators of impairment related to exploration and evaluation assets, which have resulted in a high degree of subjectivity in performing audit procedures.</p>	<ul style="list-style-type: none"> <li>– Assessed whether the exploration for and evaluation of mineral reserves and resources in the specific area have not led to the discovery of commercially viable quantities of mineral reserves and resources, leading the Company to discontinue activities, or whether sufficient data exists to indicate that the carrying value of exploration and evaluation assets is unlikely to be recovered in full from successful development or by sale, based on evidence obtained in other areas of the audit.</li> </ul>

---

## Other information

Management is responsible for the other information. The other information comprises the Management Discussion and Analysis.

Our opinion on the consolidated financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the consolidated financial statements, our responsibility is to read the other information identified above and, in doing so, consider whether the other information is materially inconsistent with the consolidated financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

---

## **Responsibilities of management and those charged with governance for the consolidated financial statements**

Management is responsible for the preparation and fair presentation of the consolidated financial statements in accordance with IFRS Accounting Standards, and for such internal control as management determines is necessary to enable the preparation of consolidated financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Company's financial reporting process.

---

## **Auditor's responsibilities for the audit of the consolidated financial statements**

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated financial statements.

As part of an audit in accordance with Canadian generally accepted auditing standards, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Plan and perform the group audit to obtain sufficient appropriate audit evidence regarding the financial information of the entities or business units within the Company as a basis for forming an opinion on the consolidated financial statements. We are responsible for the direction, supervision and review of the audit work performed for purposes of the group audit. We remain solely responsible for our audit opinion.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the consolidated financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a

matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

The engagement partner on the audit resulting in this independent auditor's report is Melanie Matthews.

**/s/PricewaterhouseCoopers LLP**

Chartered Professional Accountants

Vancouver, British Columbia

March 26, 2026

**CENTURY LITHIUM CORP.**  
**CONSOLIDATED STATEMENTS OF FINANCIAL POSITION**  
(Expressed in Canadian Dollars)  
AS AT DECEMBER 31, 2025, AND DECEMBER 31, 2024

	2025	2024
<b>ASSETS</b>		
<b>Current</b>		
Cash and cash equivalents	\$5,200,725	\$5,982,883
Marketable securities	51,000	12,000
Receivables and prepaid expenses (Note 4)	96,923	297,007
	<b>5,348,648</b>	<b>6,291,890</b>
<b>Reclamation bonds</b> (Note 7)	28,976	41,774
<b>Plant and equipment</b> (Note 5)	1,207,866	3,384,755
<b>Intangible asset</b> (Note 8)	1,102,600	1,132,400
<b>Right-of-use asset</b> (Note 6)	-	236,800
<b>Exploration and evaluation assets</b> (Note 7)	48,022,515	42,283,991
	<b>\$55,710,605</b>	<b>\$53,371,610</b>
<b>LIABILITIES AND EQUITY</b>		
<b>Current</b>		
Accounts payable and accrued liabilities	\$184,900	\$300,271
Lease liability (Note 6)	-	294,362
	<b>184,900</b>	<b>594,633</b>
<b>Equity</b>		
Capital stock (Note 9)	93,582,272	89,607,276
Reserves (Note 10)	13,360,055	12,598,690
Deficit	(51,416,622)	(49,428,989)
	55,525,705	52,776,977
	<b>\$55,710,605</b>	<b>\$53,371,610</b>

Approved and authorized by the Board on March 26, 2026

<u>“Bryan Disher”</u> Bryan Disher	Director	<u>“Don Myers”</u> Don Myers	Director
---------------------------------------	----------	---------------------------------	----------

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

**CENTURY LITHIUM CORP.**  
**CONSOLIDATED STATEMENTS OF LOSS AND COMPREHENSIVE LOSS**  
(Expressed in Canadian Dollars)  
YEARS ENDED DECEMBER 31, 2025, AND DECEMBER 31, 2024

	2025	2024
<b>GENERAL AND ADMINISTRATIVE EXPENSES</b>		
Administrative, office and miscellaneous	\$461,711	\$620,655
Consulting fees	84,692	43,984
Depreciation	-	885
Directors' fees (Notes 10 and 11)	189,167	284,259
Finance costs (Note 6)	20,594	67,210
Legal	121,710	135,412
Salaries and wages (Note 11)	595,057	449,088
Share-based compensation (Notes 9 and 10)	285,610	761,457
Shareholder communications	309,457	626,163
Transfer agent and filing fees	42,518	43,354
Travel	15,546	108,601
	(2,126,062)	(3,141,068)
Foreign exchange loss	(9,385)	(36,527)
Unrealized gain (loss) on marketable securities	39,000	(12,000)
Interest income	108,814	412,731
<b>Loss and comprehensive loss for the year</b>	<b>\$(1,987,633)</b>	<b>\$(2,776,864)</b>
<b>Basic and diluted loss per common share</b>	<b>(0.01)</b>	<b>(0.02)</b>
<b>Weighted average number of common shares outstanding – basic and diluted</b>	<b>155,595,763</b>	<b>149,034,137</b>

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

**CENTURY LITHIUM CORP.**  
**CONSOLIDATED STATEMENTS OF CASH FLOWS**  
(Expressed in Canadian Dollars)  
YEARS ENDED DECEMBER 31, 2025, AND DECEMBER 31, 2024

	2025	2024
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Loss for the year	\$(1,987,633)	\$(2,776,864)
Items not affecting cash:		
Depreciation	-	885
Finance costs	20,594	67,210
Share-based compensation	285,610	761,457
Unrealized (gain) loss on marketable securities	(39,000)	12,000
Foreign exchange gain (loss)	(9,385)	36,528
Changes in non-cash working capital items:		
Change in receivables and prepaid expenses	200,084	104,722
Change in accounts payable and accrued liabilities	172,101	32,638
<b>Net cash flows used in operating activities</b>	<b>(1,357,629)</b>	<b>(1,761,424)</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Purchase of Pilot Plant equipment	(287,380)	(737,029)
Refundable bond proceeds	18,376	-
Expenditures on exploration and evaluation assets	(3,351,188)	(5,642,380)
<b>Net cash flows used in investing activities</b>	<b>(3,620,192)</b>	<b>(6,379,409)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Proceeds from unit offering (Note 9)	4,735,750	-
Share issuance costs	(284,999)	-
Proceeds from options and warrants exercised	-	135,900
Lease payments	(258,895)	(344,745)
<b>Net cash flows provided by financing activities</b>	<b>4,191,856</b>	<b>(208,845)</b>
<b>Effect of foreign exchange on cash</b>	<b>3,807</b>	<b>(36,528)</b>
<b>Change in cash and cash equivalents during the year</b>	<b>(782,158)</b>	<b>(8,386,206)</b>
<b>Cash and cash equivalents, beginning of year</b>	<b>5,982,883</b>	<b>14,369,089</b>
<b>Cash and cash equivalents, end of year</b>	<b>\$5,200,725</b>	<b>\$5,982,883</b>

Supplemental disclosures with respect to cash flows (Note 13)

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

**CENTURY LITHIUM CORP.**  
**CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY**  
(Expressed in Canadian Dollars)  
YEARS ENDED DECEMBER 31, 2025, AND DECEMBER 31, 2024

	Capital Stock		Reserves	Deficit	Total
	Number of shares	Amount			
<b>Balance, as at December 31, 2023</b>	148,744,548	\$89,354,048	\$11,954,561	\$(46,652,125)	\$54,656,485
Shares issued for options exercised	755,000	253,228	(117,328)	-	135,900
Share-based compensation	-	-	761,457	-	761,457
Loss for the year	-	-	-	(2,776,864)	(2,776,864)
<b>Balance, as at December 31, 2024</b>	<b>149,499,548</b>	<b>\$89,607,276</b>	<b>\$12,598,690</b>	<b>\$(49,428,989)</b>	<b>\$52,776,977</b>
Share issuance costs - cash	-	(284,999)	-	-	(284,999)
Share issuance costs – finders’ warrants	-	(97,778)	97,778	-	-
Shares issued	15,785,833	4,357,773	377,977	-	4,735,750
Share-based compensation	-	-	285,610	-	285,610
Loss for the year	-	-	-	(1,987,633)	(1,987,633)
<b>Balance, as at December 31, 2025</b>	<b>165,285,381</b>	<b>\$93,582,272</b>	<b>\$13,360,055</b>	<b>\$(51,416,622)</b>	<b>\$55,525,705</b>

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

**CENTURY LITHIUM CORP.**  
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS  
(Expressed in Canadian Dollars)  
FOR THE YEARS ENDED DECEMBER 31, 2025 AND DECEMBER 31, 2024

**1. CONTINUANCE OF OPERATIONS**

Century Lithium Corp. was incorporated pursuant to the Business Corporations Act (Saskatchewan) on August 23, 1991. It is a publicly traded company listed on the TSX Venture Exchange (“TSXV”) under the symbol “LCE” (formerly “CYP”) and on the OTCQB market in the United States under the symbol “CYDVF”. Century is an exploration and development-stage company engaged in the identification, acquisition, exploration, and development of lithium and other mineral properties in the United States. The Company’s primary focus is the advancement and potential development of its Angel Island Lithium Project (the “Project”) in Esmeralda County, Nevada, USA.

The head office and records of the Company are located at Suite #1030 – 505 Burrard Street (formerly Suite #1610 - 777 Dunsmuir Street).

These consolidated financial statements (the “consolidated financial statements”) have been prepared on a going concern basis, which assumes the Company will be able to meet its obligations and continue its operations and realize its assets and discharge its liabilities for at least the next twelve months. The Company does not generate revenue or cash flows from operations and is therefore dependent on external sources of financing to fund its activities and advance its Project. The Company has not yet determined whether the Project can be economically developed.

As at December 31, 2025, the Company had a cash balance of \$5,200,725 and working capital (current assets minus current liabilities) of \$5,163,748. In August 2025, the Company completed a Listed Issuer Financing Exemption offering (the “2025 Offering”), raising gross proceeds of \$4,735,750 (see Note 9). Subsequent to December 31, 2025, the Company completed a further brokered financing by way of Listed Issuer Financing Exemption offering, raising gross proceeds of \$7,000,000 (see Note 17). Management believes that the Company's current financial resources are sufficient to fund ongoing corporate and project activities for at least the next 12 months.

The Company continues to advance the Project through ongoing federal and state permitting initiatives, environmental baseline programs, and activities supporting the 2026 Feasibility Study filed on March 9, 2026.

**2. BASIS OF PREPARATION**

**Statement of Compliance with International Financial Reporting Standards**

These consolidated financial statements, which are presented in Canadian dollars, have been prepared in accordance with International Financial Reporting Standards as issued by the International Accounting Standards Board (“IFRS Accounting Standards”).

**Estimation uncertainty and judgements in applying the entity’s accounting policies**

The preparation of these consolidated financial statements in conformity with IFRS Accounting Standards requires judgements and estimates that affect the amounts reported. Those judgements and estimates concerning the future may differ from actual results. The following are the areas of accounting policy judgement and accounting estimates applied by management that most significantly affect the Company’s financial statements, including those areas of estimation uncertainty that could result in a material adjustment to the carrying amounts of assets and liabilities within the next financial year.

**CENTURY LITHIUM CORP.**

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**

(Expressed in Canadian Dollars)

FOR THE YEARS ENDED DECEMBER 31, 2025 AND DECEMBER 31, 2024

- i) *Impairment:* At the end of each reporting period, management applies judgment in assessing whether there are any indicators of impairment relating to exploration and evaluation assets. If there are indicators of impairment, the recoverable amount of the related asset is estimated in order to determine the extent of any impairment. Indicators of impairment may include (i) the period during which the Company has the right to explore in the specific area has expired during the year or will expire in the near future and is not expected to be renewed, (ii) substantive expenditure on further exploration for and evaluation of mineral reserves and resources in the specific area is neither budgeted nor planned, (iii) exploration for and evaluation of mineral reserves and resources in the specific area have not led to the discovery of commercially viable quantities of mineral reserves and resources and the entity has decided to discontinue such activities in the specific area, or sufficient data exists to indicate that the carrying value of the exploration and evaluation asset is unlikely to be recovered in full from successful development or by sale. Management identified no impairment indicators as of December 31, 2025 and 2024.
  
- ii) *Pilot Plant Costs:* The Company exercises significant judgment in determining the appropriate classification of costs related to its Pilot Plant. In 2023, the Pilot Plant was deemed ready for its intended use and was reclassified from exploration and evaluation assets to plant and equipment. However, ongoing costs associated with operating the Pilot Plant, including consumables, and related expenditures, continue to be capitalized as exploration and evaluation costs in accordance with IFRS 6, as they are directly attributable to evaluating the technical feasibility and commercial viability of the underlying mineral reserves and resources. Conversely, costs incurred to enhance the Pilot Plant's capabilities, such as modifications or upgrades that improve its operational efficiency or extend its useful life, are capitalized as plant and equipment in accordance with IAS 16. The distinction between these cost classifications requires management to assess the nature of expenditures carefully, considering the asset's intended use and future economic benefits.
  
- iii) *Useful life and depreciation of Pilot Plant:* The Company exercises judgment in estimating the useful life and depreciation pattern of its Pilot Plant. During the year, management reassessed the remaining useful life of the Pilot Plant based on updated operational plans and the asset's expected availability for use. As a result, the estimated useful life of the Pilot Plant was revised. Changes in estimates related to useful life and depreciation are accounted for prospectively.

**CENTURY LITHIUM CORP.**  
**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**  
(Expressed in Canadian Dollars)  
**FOR THE YEARS ENDED DECEMBER 31, 2025 AND DECEMBER 31, 2024**

**3. MATERIAL ACCOUNTING POLICIES**

**Basis of consolidation**

These consolidated financial statements include the accounts of the Company and its wholly controlled subsidiaries. All intercompany balances and transactions have been eliminated upon consolidation.

These consolidated financial statements are presented in Canadian dollars. The functional currency of the Company and each of its subsidiaries is the Canadian dollar, as it represents the currency of the primary economic environment in which they operate.

Monetary assets and liabilities denominated in foreign currencies are translated at the functional currency spot rates of exchange at the reporting date. Differences arising on settlement or translation of monetary items are recognized in profit or loss. Non-monetary items that are measured in terms of historical cost in a foreign currency are translated using the average exchange rates for the period.

Control exists when the Company has the power, directly or indirectly, to govern the financial and operating policies of an entity so as to obtain benefits from its activities. The financial statements of subsidiaries are included in the consolidated financial statements from the date that control commences until the date that control ceases.

Details of the Company's subsidiaries are as follows:

Name of Subsidiary	Place of Incorporation	Percentage Ownership December 31, 2025	Percentage ownership December 31, 2024	Principal Activity	Functional Currency
Cypress Holdings (Nevada), Ltd.	Nevada, USA	100%	100%	US Exploration	CAD
2845028 Ontario Ltd.	Ontario, Canada	100%	100%	Holding company	CAD

**Foreign currency translation**

Transactions in currencies other than the functional currency are recorded at rates approximating those in effect at the time of the transactions. Monetary items are translated at the exchange rate in effect at the statement of financial position date and non-monetary items are translated at historical exchange rates. Translation gains and losses are reflected in profit or loss.

**Cash and cash equivalents**

Cash and cash equivalents include cash on hand, term deposits, and short-term liquid investments with the original term to maturity of three months or less, which are readily convertible to known amounts of cash, and which are subject to an insignificant risk of changes in value.

**Exploration and evaluation assets**

Costs related to the acquisition, exploration and evaluation of mineral properties are capitalized until the determination of technical feasibility and commercial viability. Once a decision is made that a mining project is technically feasible and commercially viable, exploration and evaluation assets related to that project are reclassified to mineral property development costs within property, plant and equipment. An impairment test is performed at the time of the reclassification.

**CENTURY LITHIUM CORP.**  
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS  
(Expressed in Canadian Dollars)  
FOR THE YEARS ENDED DECEMBER 31, 2025 AND DECEMBER 31, 2024

**3. MATERIAL ACCOUNTING POLICIES (cont'd...)**

Any option payments received by the Company from third parties or tax credits refunded to the Company are credited to the capitalized cost of the mineral property. If payments received exceed the capitalized cost of the mineral property, the excess is recognized as income in the year received. The amounts shown for mineral properties do not necessarily represent present or future values. Their recoverability is dependent upon the discovery of economically recoverable reserves, the ability of the Company to obtain the necessary financing to complete the development, and future profitable production or proceeds from the disposition thereof.

**Plant and equipment**

Plant and equipment are recorded at cost less accumulated amortization and impairment losses at the following amortization rates:

Computer hardware	30%	Declining balance
Pilot Plant	2 years	Straight-line over useful life

Equipment that is withdrawn from use or has no reasonable prospect of being recovered through use or sale, are regularly identified, and written off. The assets' residual values, depreciation methods and useful lives are reviewed, and adjusted if appropriate, at each reporting date.

Subsequent expenditures relating to items of plant and equipment are capitalized when it is probable that future economic benefits from the use of the assets will be increased. All other subsequent expenditures are recognized as repairs and maintenance.

**Intangible assets**

Intangible assets with finite lives are measured at cost less accumulated amortization and impairment losses. These intangible assets are amortized on a straight-line basis over their estimated useful lives. Useful lives, residual values, and amortization methods for intangible assets with finite useful lives are reviewed at least annually.

The Company amortizes its finite life intangible assets over their estimated useful lives which are considered to be the lesser of the term of the underlying license and the mine life, which is estimated to be 40 years. Amortization expense during the exploration and evaluation stage is recorded to exploration and evaluation assets.

**Capital stock**

Transaction costs directly attributable to the issue of common shares and share purchase options are recognized as a deduction from equity, net of any tax effects.

Proceeds from the issuance of equity units are allocated between common shares and common share purchase warrants based on the residual value method. Under this method, the proceeds are allocated to share capital based on the fair value of the common shares and any residual value is allocated to common share purchase warrants.

**Share-based compensation**

- i) *Options:* The Company grants options to acquire common shares of the Company to Directors, Officers, employees and consultants pursuant to its Amended and Restated Long-Term Incentive Plan ("LTIP"). The fair value of stock options is measured on the date of grant, using the Black-Scholes option pricing model, and is recognized over the vesting period. A corresponding increase in reserves is recorded when stock options are expensed. When stock options are exercised, capital stock is credited for the consideration paid plus the related portion of share-based compensation previously recorded in reserves.

**CENTURY LITHIUM CORP.**  
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS  
(Expressed in Canadian Dollars)  
FOR THE YEARS ENDED DECEMBER 31, 2025 AND DECEMBER 31, 2024

**3. MATERIAL ACCOUNTING POLICIES (cont'd...)**

Share-based payments issued to non-employees are measured at the fair value of the goods or services received, except in situations where the fair value of some or all of the goods or services received cannot be specifically identified, in which case they are measured at the fair value of the share-based payment.

- ii) *Deferred Share Units:* The Company grants Deferred Share Units (“DSUs”) to non-executive directors pursuant to its LTIP. Each DSU represents a right to receive one common share of the Company, or a cash amount equal to the market price of one common share, upon the participant’s cessation of service, subject to the terms of the plan.

DSUs vest over the applicable vesting period specified at grant and do not include performance conditions. Vested DSUs are settled only upon a director’s resignation or retirement from the Board. Settlement may be made in common shares, cash, or a combination thereof, at the discretion of the Company.

Based on the terms of the LTIP and the Company’s stated intention to settle DSUs through the issuance of common shares, DSUs are accounted for as equity-settled share-based payment arrangements in accordance with IFRS 2. The fair value of DSUs is measured at the grant date using the market price of the Company’s common shares and is recognized as share-based compensation expense over the vesting period, with a corresponding increase to reserves.

The Company does not recognize a liability in respect of DSUs and does not remeasure DSUs subsequent to the grant date unless settlement in cash becomes probable.

**Income taxes**

Income tax on the profit or loss for the years presented comprises current and deferred tax. Income tax is recognized in profit or loss except to the extent that it relates to items recognized directly in equity, in which case it is recognized in equity. Current tax expense is the expected tax payable on the taxable income for the year, using tax rates enacted or substantively enacted at period end, adjusted for amendments to tax payable with regards to previous years.

Deferred tax is recorded using the statement of financial position liability method, providing for temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the amounts used for taxation purposes. The following temporary differences are not provided for: goodwill not deductible for tax purposes; the initial recognition of assets or liabilities that affect neither accounting or taxable loss; and differences relating to investments in subsidiaries to the extent that they will probably not reverse in the foreseeable future. The amount of deferred tax provided is based on the expected manner of realization or settlement of the carrying amount of assets and liabilities, using tax rates enacted or substantively enacted at the consolidated statement of financial position date.

A deferred tax asset is recognized only to the extent that it is probable that future taxable profits will be available against which the asset can be utilized.

Additional income taxes that arise from the distribution of dividends are recognized at the same time as the liability to pay the related dividend. Deferred tax assets and liabilities are offset when there is a legally enforceable right to set off current tax assets against current tax liabilities and when they relate to income taxes levied by the same taxation authority and the Company intends to settle its current tax assets and liabilities on a net basis.

**CENTURY LITHIUM CORP.**  
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS  
(Expressed in Canadian Dollars)  
FOR THE YEARS ENDED DECEMBER 31, 2025 AND DECEMBER 31, 2024

**3. MATERIAL ACCOUNTING POLICIES (cont'd...)**

**Loss per share**

The Company presents basic and diluted loss per share data for its common shares. Basic loss per share is calculated by dividing the profit or loss attributable to common shareholders of the Company by the weighted average number of common shares outstanding during the year, adjusted for own shares held. Diluted loss per share is determined by dividing the profit or loss attributable to common shareholders by the weighted average number of common shares outstanding, adjusted for own shares held and for the effects of all potential dilutive common shares related to outstanding stock options and warrants issued by the Company for the years presented, except if their inclusion is anti-dilutive.

**Financial instruments**

*Financial assets*

The Company classifies its financial assets in the following categories: at fair value through profit and loss (“FVTPL”), at fair value through other comprehensive income (“FVTOCI”) or at amortized cost. The determination of the classification of financial assets is made at initial recognition. Equity instruments that are held for trading are classified as FVTPL; for other equity instruments, on the day of acquisition the Company can make an irrevocable election (on an instrument-by-instrument basis) to designate them as at FVTOCI.

The Company’s accounting policy for each of the categories is as follows:

*Financial assets at FVTPL:* Financial assets carried at FVTPL are initially recorded at fair value and transaction costs are expensed in the statement of (loss) income. Realized and unrealized gains and losses arising from changes in the fair value of the financial assets held at FVTPL are included in profit or loss for the period.

*Financial assets at amortized cost:* A financial asset is measured at amortized cost if the objective of the business model is to hold the financial asset for the collection of contractual cash flows, and the asset’s contractual cash flows are comprised solely of payments of principal and interest. They are classified as current assets or non-current assets based on their maturity date and are initially recognized at fair value and subsequently carried at amortized cost less any impairment.

The Company assesses all information available, including on a forward-looking basis, the expected credit losses associated with its assets carried at amortized cost. The impairment methodology applied depends on whether there has been a significant increase in credit risk. To assess whether there is a significant increase in credit risk, the Company compares the risk of a default occurring on the asset as the reporting date, with the risk of default as at the date of initial recognition, based on all information available, and reasonable and supportive forward-looking information.

**CENTURY LITHIUM CORP.**  
**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**  
 (Expressed in Canadian Dollars)  
 FOR THE YEARS ENDED DECEMBER 31, 2025 AND DECEMBER 31, 2024

**3. MATERIAL ACCOUNTING POLICIES (cont'd...)**

**Financial instruments (cont'd...)**

The following table shows the classification of the Company's financial assets and liabilities:

<u>Financial instruments</u>	<u>Classification</u>
Cash and cash equivalents	FVTPL
Short-term investments Receivables	FVTPL
Due from related parties	Amortized cost
Marketable securities	FVTPL
Accounts payable and accrued liabilities	Amortized

Financial instrument disclosures

The Company provides disclosures that enable users to evaluate (a) the significance of financial instruments for the entity's financial position and performance; and (b) the nature and extent of risks arising from financial instruments to which the entity is exposed during the period and at the date of the statement of financial position, and how the entity manages these risks.

The Company provides information about its financial instruments measured at fair value at one of three levels according to the relative reliability of the inputs used to estimate the fair value (Note 14):

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); and

Level 3 – inputs for the asset or liability that are not based on observable market data (unobservable inputs).

**CENTURY LITHIUM CORP.**  
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS  
(Expressed in Canadian Dollars)  
FOR THE YEARS ENDED DECEMBER 31, 2025 AND DECEMBER 31, 2024

**3. MATERIAL ACCOUNTING POLICIES (cont'd...)**

**Leases**

At the inception of a contract, the Company assesses whether the contract is, or contains, a lease. A contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration. The Company assesses whether the contract involves the use of an identified asset, whether the right to obtain substantially all of the economic benefits from use of the asset during the term of the arrangement exists, and if the Company has the right to direct the use of the asset. At inception or on reassessment of a contract that contains a lease component, the Company allocates the consideration in the contract to each lease component on the basis of their relative standalone prices.

As a lessee, the Company recognizes a right-of-use asset and a lease liability at the commencement date of a lease. The right-of-use asset is initially measured at cost, which is comprised of the initial amount of the lease liability adjusted for any lease payments made at or before the commencement date, plus any decommissioning and restoration costs, less any lease incentives received. The right-of-use asset is subsequently depreciated using the straight-line method from the commencement date to the earlier of the end of the lease term, or the end of the useful life of the asset. In addition, the right-of-use asset may be reduced due to impairment losses, if any, and adjusted for certain remeasurements of the lease liability.

A lease liability is initially measured at the present value of the lease payments that are not paid at the commencement date, discounted by the interest rate implicit in the lease, or if that rate cannot be readily determined, the incremental borrowing rate. Lease payments included in the measurement of the lease liability are comprised of:

- fixed payments, including in-substance fixed payments, less any lease incentives receivable;
- variable lease payments that depend on an index or a rate, initially measured using the index or rate as at the commencement date;
- amounts expected to be payable under a residual value guarantee;
- exercise prices of purchase options if the Company is reasonably certain to exercise that option; and
- payments of penalties for terminating the lease, if the lease term reflects the lessee exercising an option to terminate the lease.

The lease liability is measured at amortized cost using the effective interest method. It is remeasured when there is a change in future lease payments arising from a change in an index or rate, or if there is a change in the estimate or assessment of the expected amount payable under a residual value guarantee, purchase, extension or termination option. Variable lease payments not included in the initial measurement of the lease liability are charged directly to profit or loss.

The Company has elected not to recognize right-of-use assets and lease liabilities for short-term leases that have a lease term of 12 months or less and leases of low-value assets.

**CENTURY LITHIUM CORP.**  
**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**  
(Expressed in Canadian Dollars)  
**FOR THE YEARS ENDED DECEMBER 31, 2025 AND DECEMBER 31, 2024**

**4. RECEIVABLES AND PREPAID EXPENSES**

Receivables and prepaids are comprised of:

		2025		2024
GST receivable	\$	12,291	\$	10,093
Prepayments		84,632		286,914
<b>Total</b>	<b>\$</b>	<b>96,923</b>	<b>\$</b>	<b>297,007</b>

**5. PLANT AND EQUIPMENT**

	Pilot Plant	Equipment	Total
<b>Cost</b>			
Balance, December 31, 2023	\$6,168,426	\$11,199	\$6,179,625
Additions – 2024	737,029	-	737,029
<b>Balance, December 31, 2024</b>	<b>6,905,455</b>	<b>11,199</b>	<b>6,916,654</b>
Additions – 2025	287,380	-	287,380
<b>Balance, December 31, 2025</b>	<b>7,192,835</b>	<b>11,199</b>	<b>7,204,034</b>
<b>Accumulated Depreciation</b>			
Balance, December 31, 2023	856,160	3,774	859,934
Depreciation for the year – 2024	2,671,080	885	2,671,965
<b>Balance, December 31, 2024</b>	<b>3,527,240</b>	<b>4,659</b>	<b>3,531,899</b>
Depreciation for the year – 2025	2,464,269	-	2,464,269
<b>Balance, December 31, 2025</b>	<b>5,991,509</b>	<b>4,659</b>	<b>5,996,168</b>
<b>Net Plant and Equipment</b>			
Balance, December 31, 2024	\$3,378,215	\$ 6,540	\$3,384,755
<b>Balance, December 31, 2025</b>	<b>\$1,201,326</b>	<b>\$ 6,540</b>	<b>\$1,207,866</b>

In Q4 2025, the Company decommissioned the Pilot Plant at its Amargosa Valley, Nevada location and commenced relocation to its facility at the Tonopah Airport in Tonopah, Nevada. In connection with the decommissioning, management reassessed the remaining useful life of the Pilot Plant from 2 months to an additional 2 years effective Q4 2025, applied prospectively.

**CENTURY LITHIUM CORP.****NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**

(Expressed in Canadian Dollars)

FOR THE YEARS ENDED DECEMBER 31, 2025 AND DECEMBER 31, 2024

**6. RIGHT-OF-USE ASSET AND LEASE LIABILITY**

The Company's right-of-use asset related to a lease of a refining facility located in Amargosa Valley, Nye County, Nevada. On December 16, 2021, and amended on February 7, 2021, the Company entered into a lease agreement (the "Lease Agreement") to November 30, 2025, at a monthly cost of US \$22,500. The Lease Agreement could be terminated with ninety (90) days' notice and extended upon written agreement by all parties.

On August 1, 2025, the Lease Agreement was amended to reduce monthly payments to US \$11,250 for its remaining four-month term. The amendment was accounted for as a lease modification in accordance with IFRS 16 and remeasured using the Company's incremental borrowing rate of 15%, resulting in a reduction of \$56,061 to both the lease liability and the related right-of-use asset.

The Lease Agreement was not renewed. Upon expiry, both the right-of-use asset and associated lease liability were fully derecognized.

Lease liability

A reconciliation of the carrying amount of the lease liability is as follows:

Balance December 31, 2023	\$ 571,897
Lease payments	(344,745)
Lease interest (finance costs)	67,210
Balance December 31, 2024	\$ 294,362
Lease payments	(258,895)
Lease interest (finance costs)	20,594
Lease modification adjustment	(56,061)
Balance December 31, 2025	\$ -

During the year ended December 31, 2025, the Company incurred expenditures of \$nil (December 31, 2024 - \$20,207) on short term and low value leases that were not reflected as right-of-use assets and lease liabilities.

The following amounts were classified as current and non-current liabilities:

	December 31, 2025	December 31, 2024
Current portion of lease liabilities	\$ -	\$ 294,362
Non-current portion of lease liabilities	\$ -	\$ -

**CENTURY LITHIUM CORP.**  
**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**  
(Expressed in Canadian Dollars)  
**FOR THE YEARS ENDED DECEMBER 31, 2025 AND DECEMBER 31, 2024**

**6. RIGHT-OF-USE ASSET AND LEASE LIABILITY (cont'd...)**

Right-of-use asset

Balance December 31, 2023	\$ 495,124
Accumulated depreciation	(258,324)
Balance December 31, 2024	\$ 236,800
Depreciation for the year	(180,739)
Lease modification adjustment	(56,061)
Balance December 31, 2025	\$ -
Carrying amounts	
December 31, 2024	\$ 236,800
December 31, 2025	\$ -

**7. EXPLORATION AND EVALUATION ASSETS**

**December 31, 2025**

	Angel Island Lithium Project	Goat Claims	Nevada, USA Total
<b>Acquisition costs:</b>			
Balance as at December 31, 2024 and 2025	\$7,039,565	\$ 75,950	\$7,115,515
<b>Exploration and evaluation costs:</b>			
Incurred during the year:			
Administrative expenses	261,169	-	261,169
Assaying/sampling	11,911	-	11,911
Consulting	870,485	-	870,485
Feasibility	278,185	-	278,185
Other/supplies	5,719	-	5,719
Pilot plant operating expenses	3,498,532	-	3,498,532
Transportation/fuel	1,130	-	1,130
Travel	86,712	-	86,712
Wages	724,681	-	724,681
	5,738,524	-	5,738,524
Balance, December 31, 2024	35,168,476	-	35,168,476
Balance, December 31, 2025	40,907,000	-	40,907,000
<b>Total balance December 31, 2025</b>	<b>\$47,946,565</b>	<b>\$75,950</b>	<b>48,022,515</b>

**CENTURY LITHIUM CORP.**  
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS  
(Expressed in Canadian Dollars)  
FOR THE YEARS ENDED DECEMBER 31, 2025 AND DECEMBER 31, 2024

**7. EXPLORATION AND EVALUATION ASSETS (cont'd...)**

<b>December 31, 2024</b>	Angel Island Lithium Project	Goat Claims	Nevada, USA Total
<b>Acquisition costs:</b>			
Balance as at December 31, 2023 and 2024	\$7,039,565	\$ 75,950	\$7,115,515
<b>Exploration and evaluation costs:</b>			
Incurred during the year:			
Administrative expenses	386,435	-	386,435
Assaying/sampling	102,572	-	102,572
Consulting	864,760	-	864,760
Feasibility	588,095	-	588,095
Other/supplies	142,891	-	142,891
Pilot plant operating expenses	5,486,660	-	5,486,660
Transportation/fuel	49,324	-	49,324
Travel	94,657	-	94,657
Wages	707,745	-	707,745
	8,423,139	-	8,423,139
Balance, December 31, 2023	26,745,337	-	26,745,337
Balance, December 31, 2024	35,168,476	-	35,168,476
<b>Total balance December 31, 2024</b>	<b>\$42,208,041</b>	<b>\$75,950</b>	<b>\$42,283,991</b>

**CENTURY LITHIUM CORP.**  
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS  
(Expressed in Canadian Dollars)  
FOR THE YEARS ENDED DECEMBER 31, 2025 AND DECEMBER 31, 2024

**7. EXPLORATION AND EVALUATION ASSETS (cont'd...)**

**Angel Island Claims**

The contiguous Dean, Glory and Enertopia properties collectively comprise the Company's Angel Island Lithium Project. Exploration drilling began in 2017.

*Glory Lithium Project, Clayton Valley, Nevada, USA*

In 2016, the Company entered into an option agreement to acquire a 100% interest in the Glory Lithium Project in Clayton Valley, Nevada. To earn a 100% interest, the Company made US\$162,500 in cash payments (\$212,357) and issued 1,100,000 shares of the Company (issued at a fair value of \$175,000). The optionor retains a 3% net smelter royalty ("NSR") with the Company having the right to purchase 2% NSR for US\$1,000,000.

*Dean, Clayton Valley, Nevada, USA*

The Company acquired a 100% interest in claims located in southern Clayton Valley, Nevada, USA for US\$140,000 in cash payments and the issuance of 1,050,000 shares of the Company, valued at \$221,250. The optionor retains a 3% NSR. The Company has the right to purchase 2% of the NSR for US\$1,000,000.

*Enertopia, Esmeralda County, Nevada, USA*

On May 4, 2022, the Company completed the acquisition of the Enertopia Project located immediately adjacent to the Company's Dean and Glory properties. The Enertopia Project owns certain mining claims, which include the right to mine for minerals, access, and any related data, including unpatented mining claims. The underlying royalty holders retain a 2% NSR. Under the terms of the agreement, the Company issued 3,000,000 common shares valued at \$4,890,000 and paid US\$1,100,000 (\$1,418,147) in cash. In connection with the transaction, the Company also paid a finder's fee of US\$105,000 (\$135,368).

**Other Claims**

*Gunman Project, White Pine Claims, Nevada, USA*

The Company has a 49% interest in certain claims located in White Pine County, Nevada, known as the Gunman Project. The project is subject to a 2% NSR.

On December 5, 2017, the Company entered into an option agreement (the "Option Agreement") with Pasinex Resources Limited ("Pasinex"), whereby a previous optionee transferred its option to earn up to an 80% interest in the project to Pasinex.

To acquire an initial 51% interest in the project (the "First Option"), Pasinex issued 600,000 of its common shares to the Company, made cash payments of US\$100,000, and was required to incur exploration expenditures totaling US\$1,850,000 over the three-year term of the agreement. The Company also granted Pasinex a second option (the "Second Option") to acquire an additional 29% interest by issuing 200,000 common shares, making a cash payment of US\$250,000 and incurring US\$1,100,000 in exploration expenditures within one year of satisfying and exercising the First Option.

On September 11, 2019, and again on November 27, 2020, the Company and Pasinex amended the Option Agreement, whereby the First Option was extended to December 31, 2022, and the Second Option was extended to December 31, 2024. As a condition for extending the Agreement, Pasinex paid the Company US\$15,000 (\$19,498) and committed to incur exploration expenditures of US\$200,000 by December 31, 2021. On December 13, 2021, a third amending agreement extended the due date of US\$200,000 in exploration expenditures from December 31, 2021, to June 30, 2022. As consideration, the Company received US\$20,000 (\$25,849) and recognized a recovery on exploration and evaluation assets in the statement of profit or loss during fiscal 2021.

**CENTURY LITHIUM CORP.**  
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS  
(Expressed in Canadian Dollars)  
FOR THE YEARS ENDED DECEMBER 31, 2025 AND DECEMBER 31, 2024

**7. EXPLORATION AND EVALUATION ASSETS (cont'd...)**

**Other Claims (cont'd...)**

*Gunman Project, White Pine Claims, Nevada, USA (cont'd...)*

Pasinex completed the required US\$200,000 in exploration expenditures by June 30, 2022.

On December 29, 2022, a fourth amending agreement extended the deadline for completion of the First Option Conditions of Exercise from December 31, 2022 to September 30, 2023. Pasinex completed the required US\$1,400,000 expenditure commitment during the third quarter 2023 to earn a 51% interest in the project.

Pasinex did not make the US \$250,000 cash payment, issue 200,000 shares, incur a further US \$1.1 million in expenditures, and deliver a feasibility report by December 31 2025. Consequently, Pasinex's right to earn an additional 29% interest expired, and the Company retains its 49% interest in the property.

The carrying value of the Gunman Project claims is \$nil.

*Goat Claims, Nevada, USA*

On May 3, 2021, the Company acquired mining claims in Clayton Valley, Nevada by issuing 49,000 common shares with a fair value of \$75,950.

**Water Rights, Nevada, USA**

On September 7, 2021, the Company entered into a Water Rights Purchase and Sale Agreement (the "Water Rights Agreement") with Intor Resources Corporation ("Intor"), a wholly-owned subsidiary of Nevada Sunrise Gold Corporation, for the purchase of Intor's Water Rights Permit in Clayton Valley, Nevada (the "Permit"). The Permit allows for the use of water for mining, milling and domestic use.

Consideration paid for the Permit was US\$2,150,000 (\$2,691,445) and the issuance of 546,909 common shares with a fair value of \$973,498.

The original Permit was valid until August 28, 2022, and thereafter annual extensions are made.

**Reclamation Bonds, Nevada, USA**

During the second quarter of 2025, the Company received partial refunds of US\$34,288 (\$47,352). As at December 31, 2025, the Company held reclamation bonds with a carrying value of \$28,976 (US\$21,141), representing the Gunman and Glory Consolidated bonds remaining on deposit with the Bureau of Land Management.

**CENTURY LITHIUM CORP.****NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**

(Expressed in Canadian Dollars)

FOR THE YEARS ENDED DECEMBER 31, 2025 AND DECEMBER 31, 2024

**8. INTANGIBLE ASSET**

In 2021 the Company acquired a license to use the Lionex direct lithium extraction (“DLE”) process to recover lithium from brines at the Company’s Angel Island Mine. The Company acquired 100% ownership of a private company, 2845028 Ontario Inc., which owns the pilot plant equipment (“Pilot Plant Equipment”) and the DLE license, for \$350,000 and 1,000,000 of the Company’s common shares (“Consideration Shares”). The purchase price grants the Company full ownership of 2845028 Ontario Inc. with no further payment or royalty obligations for the use of the DLE process.

On January 1, 2023, the Company determined the DLE License was ready for its intended use. As such, the asset is being depreciated over its estimated useful life of 40 years from that date.

	2025	2024
<b>Cost</b>	<b>\$1,192,000</b>	<b>\$1,192,000</b>
<b>Accumulated Depreciation</b>		
Balance, beginning of year	59,600	29,800
Depreciation for the year	29,800	29,800
<b>Balance, End of Year</b>	<b>89,400</b>	<b>59,600</b>
<b>Net Book Value</b>	<b>\$1,102,600</b>	<b>\$1,132,400</b>

**CENTURY LITHIUM CORP.**  
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS  
(Expressed in Canadian Dollars)  
FOR THE YEARS ENDED DECEMBER 31, 2025 AND DECEMBER 31, 2024

**9. CAPITAL STOCK**

**Authorized**

An unlimited number of common shares without par value.

**Issuances during the year ended December 31, 2025:**

*Listed Issuer Financing Exemption (“LIFE”) Offering (the “Offering”)*

During the year ended December 31, 2025, the Company completed the Offering, which was closed in two tranches as follows:

<b>Closing date</b>	<b>Units issued</b>	<b>Gross proceeds</b>	<b>Warrant expiry</b>
August 1, 2025	9,559,833	\$2,867,950	August 1, 2030
August 29, 2025	6,226,000	\$1,867,800	August 29, 2030
<b>Total</b>	<b>15,785,833</b>	<b>\$4,735,750</b>	

Each unit consisted of one common share and one common share purchase warrant exercisable at \$0.45 per share for 60 months (“Investor Warrant”).

The gross proceeds of \$4,735,750 were allocated between share capital (\$4,357,773) and warrant reserve (\$377,977) using the residual value method (see Note 10).

In connection with the Offering, the Company paid cash commissions of \$284,999 and issued 841,855 warrants to arm’s-length finders (“Finder’s Warrant”). Each Finder’s Warrant entitles the holder to purchase one common share at \$0.30 per share for 36 months, expiring August 1 and August 29, 2028. The fair value of the Finder’s Warrants of \$97,778 was recorded in reserves as a share-issuance cost (see Note 10).

**Issuances during the year ended December 31, 2024:**

The Company issued a total of 755,000 common shares on the exercise of share purchase warrants for gross proceeds of \$135,900. The original \$117,328 value of these warrants was transferred from reserves to capital stock.

**CENTURY LITHIUM CORP.****NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**

(Expressed in Canadian Dollars)

FOR THE YEARS ENDED DECEMBER 31, 2025 AND DECEMBER 31, 2024

**10. RESERVES**

The Company has a Long-Term Incentive Plan (the “LTIP”) in place under which it is authorized to grant options, restricted share units and deferred share units (“DSUs”) to Directors, Officers, employees, and consultants, to acquire up to 10% of the issued and outstanding common stock of the Company. The exercise price of each option is set by the directors but cannot be less than the closing price on the grant date. The options can be granted for a maximum term of 10 years and vest at the discretion of the Board of Directors.

Stock option and share purchase warrant transactions in 2024 and 2025 are summarized as follows:

	Warrants		Stock Options	
	Number	Weighted Average Exercise Price	Number	Weighted Average Exercise Price
Outstanding at December 31, 2023	21,134,679	\$2.14	8,083,000	\$1.28
Granted	-	-	845,000	0.32
Exercised	-	-	(755,000)	0.18
Expired	(21,134,679)	2.14	(625,000)	1.45
Outstanding at December 31, 2024	-	-	7,548,000	\$1.27
Issued/granted	16,627,688	\$0.44	554,167	\$0.37
Expired	-	-	(275,000)	\$0.87
Outstanding at December 31, 2025	16,627,688	\$0.44	7,827,167	\$1.22

**Stock Options**

In 2025 the Company granted 254,167 stock options to directors in connection with their agreement to waive or reduce cash compensation in favour of equity-based awards (Note 11). Each option is exercisable to acquire one common share of the Company at an exercise price of \$0.45 per share and expires on September 16, 2030. The fair value of the options granted was estimated on the grant date using the Black-Scholes option-pricing model. Key assumptions were a market price of \$0.275 per common share, an exercise price of \$0.45, an expected life of five years, expected volatility of 76.18%, a risk-free interest rate of 2.71%, and a dividend yield of nil. The weighted-average fair value of options granted during the period was \$0.15 per option.

The Company also granted 300,000 stock options to key management during 2025. The fair value of the options granted was estimated on the grant date using the Black-Scholes option-pricing model. Key assumptions were a market price of \$0.28 per common share, an exercise price of \$0.30, an expected life of five years, expected volatility of 73.90%, a risk-free interest rate of 2.65%, and a dividend yield of nil. The weighted-average fair value of options granted during the period was \$0.17 per option.

A total of 275,000 stock options with a weighted-average exercise price of \$0.87 expired unexercised during the year. Upon expiry, the related fair value remained within reserves, with no impact on profit or loss.

During the year ended December 31, 2024, the Company granted 845,000 stock options to key management and directors. Key assumptions used in the Black-Scholes model were a market price of \$0.30, exercise price of \$0.32, expected life of five years, expected volatility of 77.98%, risk-free interest rate of 2.89%, and a dividend yield of nil. The weighted-average fair value was \$0.19 per option.

**Warrants**

During the year ended December 31, 2025, the Company issued a total of 16,627,688 common share purchase warrants, comprised of 15,785,833 Investor Warrants issued under the Offering and 841,855 Finder’s Warrants issued to arm’s length finders as part of the Offering’s fee arrangement.

**CENTURY LITHIUM CORP.**  
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS  
(Expressed in Canadian Dollars)  
FOR THE YEARS ENDED DECEMBER 31, 2025 AND DECEMBER 31, 2024

**10. RESERVES** (cont'd...)

*Investor Warrants*

Each Investor Warrant entitles the holder to purchase one additional common share of the Company at an exercise price of \$0.45 per share for a period of 60 months from grant date.

In accordance with the Company's accounting policy, the residual value method was applied to allocate the gross proceeds of the Offering between share capital and warrant reserve. Under this method, the fair value of the common shares issued was measured using the market price of the Company's shares on the respective grant dates: \$0.28 on August 1, 2025, and \$0.27 on August 29, 2025. The residual portion of the proceeds, after deducting the fair value allocated to common shares, was recorded as warrant reserve.

Using this method, the total gross proceeds of \$4,735,750 were allocated as follows:

- Share capital: \$4,357,773
- Warrant reserve: \$377,977

*Finders' Warrants*

The Company also paid cash commissions totaling \$284,999 and issued 841,855 non-transferable Finder's Warrants to certain arm's-length brokers.

Each Finder's Warrant entitles the holder to purchase one common share of the Company at an exercise price of \$0.30 per share for a period of 36 months from the grant date.

The fair value of the 841,855 Finder's Warrants issued in connection with the Offering was estimated using the Black-Scholes option-pricing model:

- For the August 1 tranche, key assumptions were a market price of \$0.28, expected volatility of 64.60%, a risk-free interest rate of 2.70%, no expected dividends, and an expected life of three years, resulting in a fair value of \$0.12 per warrant.
- For the August 29 tranche, assumptions included a market price of \$0.27, expected volatility of 64.41%, a risk-free interest rate of 2.64%, no expected dividends, and an expected life of three years, resulting in a fair value of \$0.11 per warrant.

The total fair value of the Finder's Warrants was \$97,778, which was recorded as a share-issuance cost within equity.

No warrants expired, were exercised, or cancelled during the year ended 2025. In 2024, 21,134,679 warrants expired unexercised.

**CENTURY LITHIUM CORP.**  
**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**  
(Expressed in Canadian Dollars)  
**FOR THE YEARS ENDED DECEMBER 31, 2025 AND DECEMBER 31, 2024**

**10. RESERVES (cont'd...)**

The following incentive stock options and warrants were outstanding at December 31, 2025:

	Number of Shares	Exercise Price	Expiry Date
<b>Stock options:</b>			
	750,000	\$ 1.250	May 3, 2026
	1,670,000	\$ 2.260	November 22, 2026
	750,000	\$ 1.840	April 4, 2027
	645,000	\$ 1.060	November 17, 2027
	1,318,000	\$ 1.030	April 24, 2028
	450,000	\$ 0.940	June 29, 2028
	845,000	\$ 0.590	November 29, 2028
	845,000	\$ 0.320	December 11, 2029
	254,167	\$ 0.450	September 16, 2030
	300,000	\$ 0.300	October 17, 2030
	<b>7,827,167</b>	<b>\$ 1.217</b>	
<b>Warrants</b>			
	9,559,833	\$0.45	August 1, 2030
	6,226,000	\$0.45	August 29, 2030
	446,355	\$0.30	August 1, 2028
	395,500	\$0.30	August 29, 2028
	<b>16,627,688</b>	<b>\$ 0.442</b>	

At December 31, 2025, 6,890,959 stock options were exercisable (December 31, 2024 — 4,163,000), with a weighted average exercise price of \$1.280 per share (December 31, 2024 — \$1.580).

**Deferred Share Units**

During 2025 the Company issued 254,167 DSUs to non-executive directors under the LTIP. Each DSU represents the right to receive one common share of the Company upon a director's resignation or retirement from the Board.

These DSUs vest one year from the date of grant and carry no performance conditions. In accordance with the LTIP, DSUs may be settled in cash, common shares, or a combination of both, at the discretion of the Company. Although the Company has not previously issued DSUs, the Board has indicated its intention that all DSUs will be settled through the issuance of common shares.

The fair value of the DSUs was measured at the market price of the Company's common shares on the grant date (\$0.30 per share), giving a total grant-date fair value of \$76,250. For the year ended December 31, 2025, \$22,353 was recognized in share-based compensation expense. No DSUs were settled or forfeited during the period.

**CENTURY LITHIUM CORP.**  
**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**  
(Expressed in Canadian Dollars)  
**FOR THE YEARS ENDED DECEMBER 31, 2025 AND DECEMBER 31, 2024**

**11. RELATED PARTY TRANSACTIONS**

*Key management compensation*

Key management personnel consists of the Company's Directors and Officers. The aggregate amount paid or accrued to key management personnel, or companies under their control, was as follows:

	December 31, 2025	December 31, 2024
Directors' fees	189,167	284,259
Salaries and wages	362,500	200,000
General and administrative expenses	240,963	248,353
Capitalized to exploration and evaluation assets	568,715	861,718
Equity-based compensation	127,329	392,498
<b>Total</b>	<b>\$ 1,488,674</b>	<b>\$ 1,986,828</b>

As at December 31, 2025, \$17,496 (December 31, 2024 - \$15,382) is included in accounts payable and accrued liabilities owing to Directors and/or companies under their control.

*Administrative agreement*

The Company operates from the premises of a private company partly owned by a director of the Company. Through March 2024 the Company received office and administrative services under this contract for a fixed price of \$27,500 per month. In March 2024, the Company extended the agreement for three-months, at \$17,500 per month, and in July 2024, the agreement was continued at an amended price of \$12,000 per month, cancellable by three-month's notice by either party.

*Accounting and Bookkeeping agreement*

The Company engages Tompkins Capital Inc. (dba 'Elevate Financial'), a company owned by the Company's Chief Financial Officer, to provide bookkeeping, accounting, and financial reporting services to the Company and its subsidiary. The agreement has been in place since September 2022. Under the arrangement, fees are \$5,500 per month for head office services and US\$3,700 per month for the subsidiary. Elevate Financial became a related party on October 1, 2025 when the owner was appointed Chief Financial Officer.

*Executive Compensation*

On September 8, 2025, the Company's former Chief Financial Officer departed from his position. Pursuant to his employment agreement, the former CFO received severance of \$200,000, representing 12 months of base salary. This amount was paid on September 30, 2025 and is included in salaries and wages expense.

*Director Compensation*

During the third quarter of 2025, certain non-executive Directors agreed to waive or reduce their cash-based director compensation in exchange for equity-based awards granted under the Company's LTIP. In connection with this arrangement, 254,167 DSUs and 254,167 stock options were granted (see Note 10). The grant-date fair value of the DSUs was \$76,250. For the year ended December 31, 2025, \$22,353 was recognized in share-based compensation expense in respect of these awards.

**CENTURY LITHIUM CORP.**  
**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**  
(Expressed in Canadian Dollars)  
**FOR THE YEARS ENDED DECEMBER 31, 2025 AND DECEMBER 31, 2024**

**12. INCOME TAXES**

A reconciliation of current income taxes at the Company's domestic tax rate of 27% (2024: 27%) with the reported taxes is as follows:

	2025	2024
Loss before income taxes	\$(1,987,633)	\$(2,776,864)
Expected income tax recovery	\$(537,000)	\$(750,000)
Non-deductible items	77,000	205,000
Change in statutory and foreign tax	9,000	11,000
Change in unrecognized deductible temporary differences and tax losses	451,000	534,000
Total income tax recovery	\$ -	\$ -

Significant components of deductible and taxable differences and unused tax losses that have not been included in the statement of financial position are as follows:

	2025	2024	Expiry Dates
Share issue costs	\$1,175,000	\$890,000	2026 – 2031
Non-capital losses — Canada	23,164,000	20,747,000	2026 – 2045
Non-capital losses — United States	722,000	442,000	See note (i)
Property and equipment	3,880,000	1,703,000	No expiry date
Exploration and evaluation assets	3,744,000	4,442,000	No expiry date
Investment tax credits	283,000	283,000	No expiry date
Marketable securities	14,000	53,000	No expiry date
<b>Total</b>	<b>\$32,982,000</b>	<b>\$28,560,000</b>	

(i) United States non-capital losses of \$715,000 (2024 — \$435,000) were generated in tax years ending after December 31, 2017 and carry forward indefinitely, subject to an 80% taxable income limitation in the year of utilization. The remaining \$7,000 (2024 — \$7,000) of losses generated prior to 2018 expire between 2033 and 2037.

**CENTURY LITHIUM CORP.**  
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS  
(Expressed in Canadian Dollars)  
FOR THE YEARS ENDED DECEMBER 31, 2025 AND DECEMBER 31, 2024

**12. INCOME TAXES** (cont'd...)

*Canadian Non-Capital Losses — Expiry Schedule*

<b>Canadian Non-Capital Losses Expiry</b>	<b>Amount</b>
2026	\$254,000
2027	398,000
2028	876,000
2029	1,160,000
2030	884,000
2031 - 2045	19,592,000
<b>Total Canadian non-capital losses</b>	<b>23,164,000</b>

**13. SUPPLEMENTAL DISCLOSURES WITH RESPECT TO CASH FLOWS**

	December 31, 2025	December 31, 2024
Cash received during the period for interest income	\$108,814	\$412,731

Significant non-cash transactions as at and for the year ended December 31, 2025, are as follows:

- a. Exploration and evaluation asset expenditures of \$56,996 are included in accounts payable and accrued liabilities.
- b. Plant and equipment depreciation of \$2,464,269 was capitalized to exploration and evaluation assets (Note 5).

Significant non-cash transactions as at and for the year ended December 31, 2024, are as follows:

- c. Exploration and evaluation asset expenditures of \$166,022 are included in accounts payable and accrued liabilities.
- d. Plant and equipment depreciation of \$2,671,080 was capitalized to exploration and evaluation assets (Note 5).

## CENTURY LITHIUM CORP.

### NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

(Expressed in Canadian Dollars)

FOR THE YEARS ENDED DECEMBER 31, 2025 AND DECEMBER 31, 2024

#### 14. FINANCIAL INSTRUMENTS AND RISK MANAGEMENT

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.

The significance of inputs used in making fair value measurements are examined and classified according to a fair value hierarchy. Fair values of assets and liabilities included in Level 1 are determined by reference to quoted market prices in active markets for identical assets and liabilities. Assets and liabilities in Level 2 include valuations using inputs other than quoted prices for which all significant inputs are observable, either directly or indirectly, and are based in valuation models and techniques where the inputs are derived from quoted indices. Level 3 valuations are based on inputs that are unobservable and significant to the overall fair value measurement.

##### **Financial risk factors**

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

##### *Credit risk*

Credit risk is the risk of loss associated with a counter-party's inability to fulfill its payment obligations. The Company's credit risk is primarily attributable to cash. The majority of the Company's cash and cash equivalents are held with the Bank of Montreal, a Canadian bank.

##### *Liquidity risk*

The Company's approach to managing liquidity risk is to ensure that it will have sufficient liquidity to meet liabilities when they come due. As at December 31, 2025, the Company had cash and cash equivalents of \$5,200,725 (2024 - \$5,982,883) to settle current liabilities of \$184,900 (2024 - \$594,633) and had working capital of \$5,163,748 (2024 - \$5,697,257). All of the Company's financial liabilities are subject to normal trade terms.

##### *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. These fluctuations may be significant.

##### (a) Interest rate risk

The Company has cash and cash equivalents balances held with financial institutions. The Company's current policy is to invest excess cash in savings accounts or guaranteed investment certificates issued by its banking institutions. The Company periodically monitors the investments it makes and is satisfied with the credit ratings of its banks. The Company has \$4,915,773 in interest-bearing savings accounts with banks as at December 31, 2025 (December 31, 2024 - \$5,718,839) with accrued interest of \$nil (December 31, 2024 - \$nil). A 1% change in interest rates would have an effect of \$49,158 (2024 - \$57,188) on interest income.

##### (b) Foreign currency risk

The Company is exposed to foreign currency risk on fluctuations related to cash, receivables and accounts payable and accrued liabilities that are denominated in United States Dollars. In addition to cash in US currency of \$218,242 (December 31, 2024 - \$221,631) as of December 31, 2025, the Company has \$125,203 (December 31, 2024 - \$166,022) in liabilities to US payees. A 1% change in foreign exchange rates would have an effect of \$3,434 (2024 - \$3,876) on foreign currency gain/loss.

**CENTURY LITHIUM CORP.**  
**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**  
(Expressed in Canadian Dollars)  
**FOR THE YEARS ENDED DECEMBER 31, 2025 AND DECEMBER 31, 2024**

**15. 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, exploration and evaluation 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 Company defines capital that it manages as shareholders' equity.

The properties in which the Company currently has an interest are in the exploration and evaluation stage. As such the Company has historically relied on the equity markets to fund its activities. The Company may 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 year ended December 31, 2025.

**16. SEGMENTED INFORMATION**

The Company operates in a single reportable operating segment: the acquisition, exploration, evaluation, and development of lithium mineral resource properties in the United States. The Company has no reportable segment revenues.

Geographic information with respect to assets, liabilities, and net loss is as follows:

	<b>December 31, 2025</b>	<b>December 31, 2024</b>
<b>Assets by geographic location, at cost</b>		
<b>Canada</b>		
Total assets	\$ 12,248,317	\$ 13,083,245
Total liabilities	59,697	428,611
<b>United States</b>		
Total assets	43,462,288	40,288,365
Total liabilities	125,203	166,022
<b>Total assets</b>	<b>\$ 55,710,605</b>	<b>\$ 53,371,610</b>
<b>Total liabilities</b>	<b>\$ 184,900</b>	<b>\$ 594,633</b>

Net loss for the year by geographic location:

	<b>December 31, 2025</b>	<b>December 31, 2024</b>
Canada	\$ (1,842,024)	\$ (2,642,694)
United States	(145,609)	(134,170)
<b>Net loss for the year</b>	<b>\$ (1,987,633)</b>	<b>\$ (2,776,864)</b>

**CENTURY LITHIUM CORP.**  
**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**  
(Expressed in Canadian Dollars)  
**FOR THE YEARS ENDED DECEMBER 31, 2025 AND DECEMBER 31, 2024**

**17. SUBSEQUENT EVENTS**

The following events occurred after December 31, 2025 and prior to the authorization of these financial statements for issue:

**(a) Exercise of Share Purchase Warrants**

Subsequent to December 31, 2025, the Company issued an aggregate of 349,500 common shares upon the exercise of outstanding share purchase warrants for total gross proceeds of \$143,100, as follows:

<b>Date</b>	<b>Warrants Exercised</b>	<b>Exercise Price</b>	<b>Proceeds</b>
January 15, 2026	70,000	\$0.30	\$21,000
January 19, 2026	250,000	\$0.45	\$112,500
January 28, 2026	5,000	\$0.45	\$2,250
February 27, 2026	24,500	\$0.30	\$7,350
<b>Total</b>	<b>349,500</b>		<b>\$143,100</b>

All warrants exercised were originally issued in connection with the Company's 2025 LIFE Offering (Tranche 1 and Tranche 2) and were exercised in accordance with their respective terms.

**(b) Brokered LIFE Offering**

On March 16, 2026, the Company closed a brokered private placement (the "2026 Offering") consisting of 14,893,616 units at a price of \$0.47 per unit for aggregate gross proceeds of \$7,000,000. Each unit consists of one common share and one share purchase warrant exercisable at \$0.65 per share for a period of five years from closing.

In connection with the 2026 Offering, A.G.P. Canada Investments ULC and A.G.P./Alliance Global Partners, as sole agents, received a cash commission equal to 7.0% of the gross proceeds and non-transferable broker warrants equal to 3.0% of the aggregate number of units sold, each exercisable at \$0.65 per share for a period of five years from closing.