



CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS
SECOND QUARTER OF FISCAL 2025
SIX MONTHS ENDED MARCH 31, 2025 AND 2024
UNAUDITED
(EXPRESSED IN UNITED STATES DOLLARS)

ORVANA MINERALS CORP.**Condensed Interim Consolidated Statements of Net Income (Loss) and Comprehensive Loss****Unaudited****(in thousands of United States dollars)**

	Three months ended March 31,		Six months ended March 31,	
	2025	2024	2025	2024
Revenue (note 4)	\$ 26,746	\$ 15,927	\$ 48,459	\$ 36,051
Cost of sales				
Mining costs (note 5)	16,682	13,663	31,383	31,590
Depreciation and amortization	2,929	1,465	5,472	5,677
	19,611	15,128	36,855	37,267
Gross margin	7,135	799	11,604	(1,216)
Expenses				
General and administrative (note 6)	1,910	693	2,439	1,637
Foreign Exchange (income) loss (note 7)	2,829	(601)	2,580	315
Exploration	307	123	606	348
Community relations	-	-	12	-
Other (income) expense (note 8)	(74)	(675)	13	(644)
Finance costs (note 9)	582	372	1,031	826
Derivative instruments, net (note 10)	-	182	-	232
	5,554	94	6,681	2,714
Income (loss) before income taxes	1,581	705	4,923	(3,930)
Provision for (recovery of) income taxes				
Current tax expense (recovery) (note 19.a)	15	-	1,675	(330)
Deferred tax expense (note 19.a)	1,067	(1,002)	1,323	1,895
	1,082	(1,002)	2,998	1,565
Net income (loss)	\$ 499	\$ 1,707	\$ 1,925	\$ (5,495)
Other comprehensive (loss) income items that will not be reclassified to profit or loss				
Other comprehensive (loss) income	\$ (20)	\$ (5)	\$ (86)	\$ 270
Cumulative translation adjustments	2,099	(827)	(935)	166
	\$ 2,079	\$ (832)	\$ (1,021)	\$ 436
Comprehensive income (loss)	\$ 2,578	\$ 875	\$ 904	\$ (5,059)
Net earnings (loss) per share (note 11)				
Basic and diluted	\$ 0.00	\$ 0.01	\$ 0.01	\$ (0.04)

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

ORVANA MINERALS CORP.**Condensed Interim Consolidated Statements of Cash Flows****Unaudited****(in thousands of United States dollars)**

	Three months ended March 31,		Six months ended March 31,	
	2025	2024	2025	2024
Operating activities				
Net income (loss) ⁽¹⁾	\$ 499	\$ 1,707	\$ 1,925	\$ (5,495)
Adjustments for:				
Depreciation and amortization	2,598	1,467	5,138	5,682
Provision VAT (note 8)	30	(653)	75	(637)
PPE Write-offs	44	-	44	-
Accretion	167	220	349	438
Finance Cost	508	-	508	-
Amortization of deferred financing fees	677	10	828	16
Long-term compensation	1,215	100	622	219
Deferred income tax expense (note 19.a)	1,067	(1,002)	1,323	1,895
Foreign exchange loss	(477)	(584)	(323)	305
Derivative instruments loss (note 10)	-	261	-	311
	6,328	1,526	10,489	2,734
Changes in non-cash working capital				
Concentrate and doré sales receivables	(1,856)	(393)	(771)	(447)
Value added taxes and other receivables and prepaid expenses	(1,242)	74	368	1,155
Inventory	1,942	(1,731)	1,648	(321)
Accounts payable and accrued liabilities	1,389	1,767	(2,349)	(844)
Provision for statutory labour obligations	(29)	25	1	54
Income taxes (receivable)	1,168	14	843	(1,259)
	1,372	(244)	(260)	(1,662)
Cash provided by operating activities	7,700	1,282	10,229	1,072
Investing activities				
Capital expenditures	(7,914)	(2,063)	(11,570)	(4,535)
Restricted cash and reclamation bonds	119	54	1,695	(176)
Cash used in investing activities	(7,795)	(2,009)	(9,875)	(4,711)
Financing activities				
Proceeds (Repayments) of Debt (note 16)				
Orovalle & Iberia	454	-	(1,948)	(2,072)
Orovalle	(1,548)	588	(85)	1,300
EMIPA	862	-	4,748	-
Orvana	-	-	(209)	-
Repayments of lease liabilities (note 17)	(190)	(293)	(442)	(564)
Cash provided by (used in) financing activities	(421)	295	2,065	(1,336)
Change in cash and cash equivalents	(516)	(432)	2,419	(4,975)
Cash and cash equivalents, beginning of the period	33,687	3,859	31,201	8,329
Effect of exchange rate changes on cash	(3,126)	24	(3,575)	97
Cash and cash equivalents, end of the period	\$ 30,045	\$ 3,451	\$ 30,045	\$ 3,451

(1) Net income (loss) income includes interests paid for \$116 and \$196 during the three and six-month period ending March 31, 2025 (\$123 and \$350 during three and six-month period ending March 31, 2024).

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

ORVANA MINERALS CORP.
Condensed Interim Consolidated Balance Sheet
Unaudited
(in thousands of United States dollars)

	As at March 31, 2025	As at September 30, 2024
Assets		
Current assets		
Cash and cash equivalents (note 12)	\$ 30,045	\$ 31,201
Restricted cash (note 12)	741	2,480
Concentrate and doré sales receivables	2,314	1,543
Value added taxes (note 19.b)	1,706	3,419
Other receivables and prepaid expenses	2,232	477
Inventory (note 13)	12,563	13,918
Income tax receivable	15	235
	49,616	53,273
Non-current assets		
Value-added taxes (note 19.b)	6,627	7,033
Other assets	428	507
Reclamation bonds (note 12)	8,541	8,886
Deferred income tax asset (note 19.a)	5,497	6,819
Inventory (note 13)	4,648	4,603
Property, plant and equipment (note 14)	62,698	57,454
	\$ 138,055	\$ 138,575
Liabilities		
Current liabilities		
Accounts payable and accrued liabilities (note 15)	\$ 21,959	\$ 26,051
Provision for statutory labour obligations	219	63
Income taxes payable	1,145	522
Debt (note 16)	13,330	7,600
Lease liabilities (note 17)	131	605
	36,784	34,841
Non-current liabilities		
Decommissioning liabilities (note 18)	17,972	18,745
Debt (note 16)	25,565	28,660
Lease liabilities (note 17)	316	328
Provision for statutory labour obligations	165	320
Other Long-Term obligations	621	660
Long-term compensation (note 21 (b))	1,795	1,088
	83,218	84,642
Shareholders' equity		
Share capital (note 20)	116,206	116,206
Contributed surplus	3,871	3,871
Retained Earnings	(64,201)	(59,249)
Other comprehensive (loss) income	(68)	18
Cumulative translation adjustments	(2,896)	(1,961)
Current period earnings	1,925	(4,952)
	54,837	53,933
	\$ 138,055	\$ 138,575

Commitments and contingent liabilities (note 23).

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

ORVANA MINERALS CORP.**Condensed Interim Consolidated Statements of Changes in Shareholder's Equity****Unaudited****(in thousands of United States dollars)**

		Share Capital		Contributed Surplus		Retained Earnings		Cumulative translation adjustments		Other comprehensive (loss) income		Total
Balance, October 1, 2024	\$	116,206	\$	3,871	\$	(64,201)	\$	(1,961)	\$	18	\$	53,933
Remeasurement of financial assets		-		-		-		-		(86)		(86)
Cumulative translation adjustments		-		-		-		(935)		-		(935)
Net income		-		-		1,925		-		-		1,925
Balance, March 31, 2025	\$	116,206	\$	3,871	\$	(62,276)	\$	(2,896)	\$	(68)	\$	54,837

		Share Capital		Contributed Surplus		Retained Earnings		Cumulative translation adjustments		Other comprehensive (loss) income		Total
Balance, October 1, 2023	\$	116,206	\$	3,871	\$	(59,249)	\$	(3,752)	\$	(517)	\$	56,559
Remeasurement of financial assets		-		-		-		-		535		535
Cumulative translation adjustments		-		-		-		1,791		-		1,791
Net loss		-		-		(4,952)		-		-		(4,952)
Balance, September 30, 2024	\$	116,206	\$	3,871	\$	(64,201)	\$	(1,961)	\$	18	\$	53,933

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

ORVANA MINERALS CORP.

Notes to the condensed interim consolidated financial statements

Unaudited

(in thousands of United States dollars unless otherwise noted)

Six months ended March 31, 2025 and 2024

1. Nature of operations and corporate information

Orvana Minerals Corp. (the "Company" or "Orvana") is a Canadian mining and exploration company involved in the evaluation, development and mining of precious and base metal deposits. Orvana's properties consist of:

- El Valle Boinás and Carlés mines and the El Valle processing plant (collectively, "El Valle"), producer of copper concentrate and doré. El Valle is located in Asturias, Northern Spain, and is held and managed by its subsidiary Orovalle Minerals, S.L. ("Orovalle"), that, in addition to El Valle, owns certain mineral rights located in the region of Asturias;
- Don Mario Operation ("Don Mario"), located in San Jose de Chiquitos, Southeastern Bolivia, held and managed by the Company's subsidiary Empresa Minera Paitití, S.A. ("EMIPA"); and
- Taguas Property ("Taguas"), comprising 15 mining concessions for a total of 3,273.87 ha, located on the eastern flank of the Andes Mountain range in the Province of San Juan in northern Argentina. Taguas is held and managed by the Company's subsidiary Orvana Argentina, S.A. ("Orvana Argentina").

As of March 31, 2025 the Company maintains 100% voting rights and is entitled to appoint 100% of the board members of the three subsidiaries (Orovalle, EMIPA, Orvana Argentina) managing the three properties.

The Company is controlled by Fabulosa Mines Limited ("Fabulosa") which holds 51.9% of the Company's common shares. The Company's ultimate controlling party is Andean Resources S.A., which controls Fabulosa.

The Company's head and registered office is 70 York Street, Suite 1710, Toronto, Ontario, Canada. The Company is incorporated under the laws of Ontario, Canada and its common shares are listed on the Toronto Stock Exchange ("TSX") under the symbol TSX:ORV.

The Company's subsidiary EMIPA is a company registered as Bond Issuer in the Bolivian stock market (see note 16).

2. Basis of preparation

The Company prepares its condensed interim consolidated financial statements in accordance with IAS 34 Interim Financial Reporting, which do not include all of the information required for full annual consolidated financial statements. Accordingly, certain information and disclosures normally included in annual financial statements prepared in accordance with International Financial Reporting Standards as issued by the International Accounting Standards Board ("IFRS Accounting Standards") have been omitted or condensed and these condensed interim consolidated financial statements should be read in conjunction with the Company's audited consolidated financial statements for the year ended September 30, 2024.

The accounting policies applied in preparation of these condensed interim consolidated financial statements are consistent with those applied and disclosed in the Company's audited consolidated financial statements for the year ended September 30, 2024.

The preparation of these condensed interim consolidated financial statements requires the use of certain significant accounting estimates and judgments by management in applying the Company's accounting policies. The areas involving significant judgments and estimates have been set out in note 4 of the Company's consolidated financial statements for the year ended September 30, 2024.

These condensed interim consolidated financial statements were approved by the Board of Directors of the Company on May 14, 2025.

3. Significant social and economic uncertainties

The mining industry worldwide is being impacted by economic and geopolitical concerns. Metal prices continue being volatile, and rising inflation and rising prices for energy, fuel and other supplies may affect capital and

ORVANA MINERALS CORP.**Notes to the condensed interim consolidated financial statements****Unaudited****(in thousands of United States dollars unless otherwise noted)****Six months ended March 31, 2025 and 2024**

operating costs. The financial effect of the current situation cannot be estimated with reasonable certainty at this stage.

4. Revenue

		For the three months ended March 31,		For the six months ended March 31,	
		2025	2024	2025	2024
Revenue from contracts with customers	Gold-copper concentrate	\$ 19,252	\$ 11,440	\$ 37,682	\$ 25,393
	Doré	6,102	4,111	9,777	9,956
Provisional invoicing adjustments		\$ 1,392	\$ 376	\$ 1,000	\$ 702
Total revenue		\$ 26,746	\$ 15,927	\$ 48,459	\$ 36,051

5. Mining costs

Mining costs include mine production costs, transport costs, royalty expenses, site administration costs, and other related costs, but not the primary mine development costs, incurred at El Valle, which are capitalized and depreciated over the specific useful life or reserves related to that development and are included in depreciation and amortization. The mining costs for the three and six-month period ended March 31, 2025 and 2024 were:

		For the three months ended March 31,		For the six months ended March 31,	
		2025	2024	2025	2024
Operating costs – Orovalle		\$ 16,512	\$ 13,088	\$ 31,006	\$ 30,251
Care and maintenance costs – EMIPA		170	575	377	1,339
Total mining costs		\$ 16,682	\$ 13,663	\$ 31,383	\$ 31,590

Operating costs at Orovalle include royalties expensed during the three and six-month period ended March 31, 2025, for \$757 and \$1,454 (during the three and six-month period ended March 31, 2024, \$192 and \$305).

Care and maintenance costs at EMIPA include mining rights expensed during the three and six-month period ended March 31, 2025, for \$(5) and \$67 (during the three and six-month period ended March 31, 2024, \$112 and \$224).

6. General and administrative expenses

		For the three months ended March 31,		For the six months ended March 31,	
		2025	2024	2025	2024
Salaries, directors fees and office administration		\$ 693	\$ 591	\$ 1,813	\$ 1,414
Depreciation		2	2	4	4
Long-term compensation		1,215	100	622	219
Total general and administrative expenses		\$ 1,910	\$ 693	\$ 2,439	\$ 1,637

ORVANA MINERALS CORP.**Notes to the condensed interim consolidated financial statements****Unaudited****(in thousands of United States dollars unless otherwise noted)****Six months ended March 31, 2025 and 2024****7. Foreign Exchange loss (gain)**

	For the three months ended March 31,		For the six months ended March 31,	
	2025	2024	2025	2024
Gains in Argentina capital funding	\$ (28)	\$ (21)	\$ (62)	\$ (21)
Losses (gains) in Spain	1,624	569	(616)	280
Losses in Bolivia	1,199	11	3,359	11
Other losses (gains)	34	-	(101)	67
Total foreign exchange (gains) losses	\$ 2,829	\$ (601)	\$ 2,580	\$ 315

8. Other (income) expense

	For the three months ended March 31,		For the six months ended March 31,	
	2025	2024	2025	2024
Orovalle – PPE Write off	\$ (44)	\$ -	\$ (44)	\$ -
EMIPA – Increase in provision for uncollectible VAT	(5)	(670)	-	(666)
Argentina – Increase in provision for uncollectible VAT	35	17	75	29
Miscellaneous other expense	(60)	(22)	(18)	(7)
Total other expense	\$ (74)	\$ (675)	\$ 13	\$ (644)

9. Finance costs

	For the three months ended March 31,		For the six months ended March 31,	
	2025	2024	2025	2024
Interest on credit facilities and debt	\$ (267)	\$ 123	\$ (158)	\$ 350
Accretion lease liability	5	19	12	22
Accretion expense on decommissioning obligations	167	220	349	438
Finance fees	677	10	828	16
Total finance costs	\$ 582	\$ 372	\$ 1,031	\$ 826

10. Derivative instruments, net

The Company had no outstanding derivative instruments balances as of March 31, 2025 (September 30, 2024 - \$nil). The Company had the following derivative contracts in place at March 31, 2025:

	Contract prices	Cash settlement	Contract amounts
Gold forwards (April – May 2025)	\$3,115	Monthly	1,000 Oz

The Company recorded fair value adjustments as follows:

	For the three months ended March 31,		For the six months ended March 31,	
	2025	2024	2025	2024
Change in unrealized fair value	\$ -	\$ (261)	\$ -	\$ (311)
Realized gain on cash settlements of derivative instruments	-	79	-	79
Derivative instruments loss	\$ -	\$ (182)	\$ -	\$ (232)

ORVANA MINERALS CORP.**Notes to the condensed interim consolidated financial statements****Unaudited****(in thousands of United States dollars unless otherwise noted)****Six months ended March 31, 2025 and 2024****11. Net earnings per share**

	For the three months ended March 31,		For the six months ended March 31,	
	2025	2024	2025	2024
Net earnings (loss)	\$ 499	\$ 1,707	\$ 1,925	\$ (5,495)
Weighted average number of common shares outstanding – basic and diluted	136,623,171	136,623,171	136,623,171	136,623,171
Earnings (loss) per share – basic and diluted	\$ 0.00	\$ 0.01	\$ 0.01	\$ (0.04)

12. Cash, restricted cash and reclamation bonds**Cash**

	March 31, 2025	September 30, 2024
Cash in a trust account to partially fund the OSP in Bolivia	\$ 14,828	\$ 22,484
Other unrestricted cash balances	15,217	8,717
Total cash	\$ 30,045	\$ 31,201

Restricted cash

Restricted cash as at March 31, 2025 was \$741 and consists of: \$698 (September 30, 2024, \$2,430) of cash aimed to pay interests of the Bond Program in Bolivia (note 16), and \$43 of warranties provided to courts, required for appealing in labour matters (September 30, 2024, \$50).

Reclamation bonds

At March 31, 2025, reclamation bonds were \$8,541 (September 30, 2024 – \$8,886) and are expected to be released after all reclamation work at Orovalle has been completed. Additional reclamation bonds could be required, as part of the process of updating the environmental permit of the El Valle tailings facility (see note 23.b). At March 31, 2025 reclamation funds for \$6.4 million (September 30, 2024 - \$6.7 million) were held in an investment Fund (see note 25 for valuation criteria of this investment), and remaining reclamation bonds were backed by cash.

13. Inventory

	March 31, 2025	September 30, 2024
Ore in stockpiles	\$ 1,705	\$ 2,098
Ore in-process	1,668	928
Doré	44	208
Gold-Copper concentrates	1,337	2,931
Materials and supplies	7,809	7,753
	\$ 12,563	\$ 13,918
Long-term materials and supplies	\$ 2,356	\$ 2,311
Long-term ore in stockpiles	2,292	2,292
	\$ 17,211	\$ 18,521

The Company recognized \$18,669 and \$34,940 of inventory in cost of sales (including depreciation and amortization) for the three and six months ended March 31, 2025 (three and six months ended March 31, 2024 - \$14,631 and \$36,401). The long-term inventory corresponds to the stockpile and materials and supplies at EMIPA.

ORVANA MINERALS CORP.**Notes to the condensed interim consolidated financial statements****Unaudited****(in thousands of United States dollars unless otherwise noted)****Six months ended March 31, 2025 and 2024****14. Property, plant and equipment**

	Land	Plant and equipment	Furniture and equipment	Mineral properties in production	Mineral properties in exploration and evaluation	Total
Net book value, September 30, 2024	\$1,655	\$38,550	\$400	\$12,186	\$4,663	\$57,454
Additions ⁽²⁾	-	9,288	3	2,136	73	11,500
CTA adjustments	(56)	(412)	(14)	(533)	-	(1,015)
Disposals and Write-offs		(283)	-	-	-	(283)
Depreciation ⁽¹⁾	-	(2,135)	(90)	(2,733)	-	(4,958)
Net book value, March 31, 2025	\$1,599	\$45,008	\$299	\$11,056	\$4,736	\$62,698
Total cost	1,599	179,312	3,586	160,419	4,736	349,652
Total accumulated depreciation	-	(134,304)	(3,287)	(149,363)	-	(286,954)
Net book value, March 31, 2025	\$1,599	\$45,008	\$299	\$11,056	\$4,736	\$62,698

(1) Depreciation includes amounts recorded in inventory for \$338 and (\$240) of accumulated depreciation of written-off assets.

(2) Additions are including capitalized interests for \$797.

Right of Use assets

Equipment include Right Of Use ("ROU") assets under lease contracts which amounted to \$476 at March 31, 2025. During the six months ended March 31, 2025, there were no ROU asset additions, depreciation was \$578, and CTA adjustments were \$ (37).

Paid and unpaid Capital Expenditures

On the condensed interim consolidated statement of cash flow for the quarter ended March 31, 2025, capital expenditures exclude approximately \$2,057 of capital expenditures incurred but unpaid in fiscal 2025 (March 31, 2024 - \$2,607) and include \$2,127 of capital expenditures incurred in fiscal 2024 but paid in fiscal 2025 (March 31, 2024 - \$3,383).

Capital Commitments

As of March 31, 2025 the Company has committed capital investments for \$1,338 in Spain and \$7,437 in Bolivia (\$1,288 in Spain and \$199 in Bolivia, as of September 30, 2024).

15. Accounts payable and accrued liabilities

	March 31, 2025	September 30, 2024
Operating activities	10,963	10,175
Care & maintenance	678	2,024
Capital Expenditures	2,057	2,127
Salaries and wages	3,154	6,226
Current portion – Share based compensation (note 21)	563	958
Accrued liabilities and other accounts payable	4,544	4,541
Total accounts payable and accrued liabilities	\$ 21,959	\$ 26,051

ORVANA MINERALS CORP.

Notes to the condensed interim consolidated financial statements

Unaudited

(in thousands of United States dollars unless otherwise noted)

Six months ended March 31, 2025 and 2024

16. Debt

	March 31, 2025	September 30, 2024
Orovalle and Iberia		
Syndicated Loan	\$ 4,056	\$ 6,298
Orovalle		
Revolving facilities	1,082	1,120
Other bank loans	-	45
EMIPA		
Banco FIE Loan	1,588	1,881
Bonds EMIPA I	19,604	22,474
Promissory Notes	3,017	146
Preferred Shares	9,548	4,087
Orvana Minerals Corp.		
Fabulosa Mines Limited Loan (note 22)	-	209
	38,895	36,260
Less: current portion	(13,330)	(7,600)
	\$ 25,565	\$ 28,660

As of March 31, 2025, the Company and its subsidiaries are in line with all the covenants and commitment related to the debt and there are no indications that it may have difficulties complying with the covenants when they will be tested at the end of the next reporting period.

Syndicated Loan – Orovalle and Iberia

In December 2021, Orovalle and Orvana Minerals Iberia entered into a syndicated loan with BBVA and Sabadell. The detail of proceeds and repayments of this facility is described below:

Facility	Bank	Principal (000s)	Proceeds up until March 31, 2025 (000s)	Repayments up until March 31, 2025 (000s)	Outstanding balance, March 31, 2025 (000s)
Loan	BBVA	€ 7,500	€ 7,500	€ 5,625	€ 1,875
	Sabadell	7,500	7,500	5,625	1,875
Totals (€ 000s)		€ 15,000	€ 15,000	€ 11,250	€ 3,750
Totals (\$ 000s)		\$ 16,223	\$ 16,223	\$ 12,167	\$ 4,056

The facility term is 4 years, and the interest rate is Euribor 6M+2.5%. For the six-month period ended March 31, 2025, the Company paid \$193 in interest on this facility (during the six-month period ended March 31, 2024, paid \$330).

The Company's obligations to the lenders are secured by the pledge of all of Orvana's shares of Orovalle and Orvana Minerals Iberia. Amongst other obligations, the ratio net finance debt to EBITDA calculated based on the aggregated financial information of Orovalle and Iberia, must be, throughout the life of the financing, less than 3.5. At March 31, 2025, Orovalle and Orvana Minerals Iberia were in compliance with these covenants, and there is no indication that it may have difficulties complying with the covenants when they will be tested at the end of the next reporting period.

Revolving facilities – Orovalle

Bank	Contract date	Maturity date	Principal (000s)	Outstanding balance, March 31, 2025 (000s)
Bankinter	May 1, 2024	May 1, 2025	€ 1,500	-
Bankinter	January 22, 2025	April 22, 2025	1,000	€ 1,000
Sabadell	March 26, 2025	March 26, 2026	1,500	-
Totals (€ 000s)			€ 4,000	€ 1,000
Totals (\$ 000s)			\$ 4,326	\$ 1,082

For the six-month period ended March 31, 2025, the Company paid \$13 in interest on the revolving facilities in Orovalle (during the six-month period ended March 31, 2024 - \$43).

ORVANA MINERALS CORP.

Notes to the condensed interim consolidated financial statements

Unaudited

(in thousands of United States dollars unless otherwise noted)

Six months ended March 31, 2025 and 2024

Reverse factoring line – Orovalle

In July 2024, Orovalle obtained from BSCH a reverse factoring line for a total of €0.4 million (\$0.4 million). This line is yearly renewable and interest is EURIBOR 3 months + 2.25%. This facility has \$nil balance as of March 31, 2025.

Banco FIE – EMIPA

During the fourth quarter of fiscal 2023 EMIPA closed with Banco FIE a financing line to be used for working capital or CAPEX. The principal amounted to BOB. 20.88 million (\$1.6 million). The line is available for a three-year term, with disbursements due in one year term. The interest rate is 6% fixed. This facility is subject to the maintenance of certain financial covenants (debt coverage and leverage ratio), and guarantee consisting of certain fixed assets at Don Mario Plant. As of March 31, 2025 the outstanding balance is BOB 20.88 million (\$1.6 million).

Bonds Program – EMIPA

In September 2023, EMIPA received the Autoridad de Supervisión del Sistema Financiero (“ASFI”) approval of its registration as an eligible Bond Issuer in the Bolivian stock market. In November 2023 ASFI approved the EMIPA’s program for the issuance of a BOB 327.12 million (\$24.88 million) Bond Program through the Bolivian stock market on a best effort basis (the “Bond Program”). The general terms of the Bond Program are:

- Denomination: Bonos Emipa I
- Type of security: Bonds, mandatory and redeemable in a fixed term
- Currency: Bolivian boliviano
- Total amount: BOB 327,120,000.00 (\$24.88 million)
- Units: 32,712
- Nominal value: BOB 10,000.00 / unit (\$0.76 / unit)
- Term: 1,080 days (since issue date)
- Interest rate: 6.8% nominal, annual and fixed
- Security: Don Mario Plant – New circuits
- Covenants and commitments highlights:
 - o Restricted cash (note 12) to guarantee the payment of the first two interest coupons (November 2024, already paid, and May 2025, which is outstanding).
 - o Financial ratios (debt coverage, debt coverage third parties and leverage) are the following:

		Days after placement		
Covenant	Formula	630	810	990
Debt coverage	(EBITDA + Cash) / (Repayments of debt + Interests)	0.7	1.3	2.5
Third parties debt	(Total Liabilities – Intercompany Accounts Payables) / Equity	0.7	1.3	2.5
Leverage	Debt / Equity	2.5	1.5	0.9

In July 2024 EMIPA achieved an 80% placement of the program; the remainder offering has expired. The amount of \$1,237 of finance fees were deferred. Outstanding debt, as of March 31, 2025, net of deferred finance fees, is \$19,604. Total accrued interests as of March 31, 2025 are \$491, classified as accrued liabilities (September 30, 2024 - \$1,397).

Promissory Notes – EMIPA

In July and August 2024 EMIPA signed several promissory notes with several local funders in Bolivia for a total amount of BOB 10,787,178 (\$820). Interests ranged from 8.50% to 17.86%. Outstanding amount as of March 31, 2025 is \$nil.

In December 2024 the Company closed a new promissory note, receiving net proceedings of BOB 21 million (\$1.6 million). The term is 2 years and interest is a fixed rate of 15% and the outstanding balance as of March 31, 2025 is \$3.0 million. Total accrued interests as of March 31, 2025 are \$127, classified as accrued liabilities (September 30, 2024 - \$nil).

ORVANA MINERALS CORP.

Notes to the condensed interim consolidated financial statements

Unaudited

(in thousands of United States dollars unless otherwise noted)

Six months ended March 31, 2025 and 2024

Preferred Shares – EMIPA

Preferred shares in its capital issued by EMIPA (the “Subsidiary Preferred Shares”) :

	Three-month ended September, 2024	Six-month ended March 31, 2025	Total as of March 31, 2025
Units issued	280,487	344,684	625,171
Nominal value per share (Bolivian boliviano)	100	100	100
Total nominal value (Bolivian boliviano)	28,048,700	34,468,400	62,517,100
Total redemption value (\$ 000s)	4,030	4,952	8,982
Interest accrued (\$ 000s)	57	508	565

The share terms are:

- Currency of issuance: Bolivian boliviano.
- No Voting Rights: the Subsidiary Preferred Shares have no voting rights nor any rights to appoint board members of the Bolivian Subsidiary, unless EMIPA is not able to satisfy its dividend distribution obligations. Until such time, Orvana maintains 100% voting rights and is entitled to appoint 100% of the board members of EMIPA though its ownership of the voting shares.
- Dividends:
 - o Fixed: Each Subsidiary Preferred Share will be entitled to a cumulative fixed dividend of \$2.16 United States dollars / annum.
 - o Variable: If the retained earnings of the Bolivian Subsidiary are positive for any fiscal year, the variable dividend will be calculated based on 13.2% of adjusted retained earnings. Any dividends payable to the Subsidiary Preferred Shares will arise solely from the retained earnings of the Bolivian Subsidiary.
- Main covenants include no intercompany cash financing/outflows (excl. exceptions stated in Bonds Program prospectus).
- Redemption: 30 days after the 4th year anniversary of the issuance of the Subsidiary Preferred Shares, the Bolivian Subsidiary has the right to redeem the Subsidiary Preferred Shares at 100 Bolivian boliviano or approximately \$14.37 United States dollars per share, being the original purchase price. The holder of the Subsidiary Preferred Shares has the option to extend the redemption date to no later than the 5th year anniversary of the issuance of such Subsidiary Preferred Share.
- Total accrued interests as of March 31, 2025 are \$565, classified as long term debt.

In April 2025 new Subsidiary Preferred Shares were issued. See note 27.

Fabulosa Loan 0.2M€ – Orvana

In April 2024, Orovalle entered into a 5-month loan with Fabulosa Mines Ltd. (the controlling shareholder). The principal amounted to \$200 at an annual fixed interest rate of 8% and a 1% finance fee. As of March 31, 2025, this has been fully repaid.

17. Lease liabilities

As of March 31, 2025, the Company has lease liabilities for machinery and vehicles amounting to \$449 (September 30, 2024 - \$933). During the three and six-month period ended March 31, 2025, the Company made lease payments of \$190 and \$442 (March 31, 2024 - \$293 and 564). These leases are payable in monthly installments at annual interest rates ranging from 3.29% to 3.53%.

The following is a schedule of future payments of the lease liabilities:

ORVANA MINERALS CORP.**Notes to the condensed interim consolidated financial statements****Unaudited****(in thousands of United States dollars unless otherwise noted)****Six months ended March 31, 2025 and 2024**

	March 31, 2025
2025	\$ 138
2026	233
2027	\$ 90
	461
Amount representing interest (at 3.33%)	(14)
	447
Less: current portion of lease liability	(131)
Total long-term obligations lease liability	\$ 316

18. Decommissioning liabilities

Decommissioning liabilities relate to the dismantling of the mine facilities and environmental reclamation of the areas affected by mining operations. Mine facilities include structures and the tailings dam. Environmental reclamation requirements include mine water treatment, reforestation and dealing with soil contamination. It is possible that the Company's estimates of the ultimate amounts required to decommission its mines could change as a result of changes in regulations, the extent of environmental remediation required, the means of reclamation, cost estimates or the estimated remaining ore reserves.

The following table summarizes the changes in decommissioning liabilities during the periods presented:

	Six-month ended March 31, 2025	Year ended September 30, 2024
Balance, beginning of period	\$ 18,745	\$ 19,499
El Valle		
- Foreign exchange	(499)	870
Don Mario		
- Timing of payments and discount rates	-	(145)
- Foreign exchange	(623)	(2,382)
	17,623	17,842
Accretion expense in El Valle	263	582
Accretion expense in Don Mario	86	321
Total decommissioning liabilities	\$ 17,972	\$ 18,745

The decommissioning liability balance consists of:

	March 31, 2025	September 30, 2024
El Valle	\$ 14,549	\$ 14,785
Don Mario	3,423	3,960
Total decommissioning liabilities	\$ 17,972	\$ 18,745

ORVANA MINERALS CORP.

Notes to the condensed interim consolidated financial statements

Unaudited

(in thousands of United States dollars unless otherwise noted)

Six months ended March 31, 2025 and 2024

As at March 31, 2025, the undiscounted cash flows and discount rate used to calculate the decommissioning liabilities are as follows:

	Undiscounted Cash Flows Required to Settle Decommissioning Liabilities	Discount Rate	Discounted Cash Flows Required to Settle Decommissioning Liabilities
El Valle ^{(1) (2)}	\$ 18,773	3.74%	\$ 14,549
Don Mario ⁽¹⁾	4,410	4.80%	3,423
Total	\$ 23,183		\$ 17,972

(1) The discount rate used to measure decommissioning liabilities is based on current interest rates of government bonds of the applicable country and of term that matches the time period to the commencement of the decommissioning liability being incurred.

(2) Reclamation bonds backing these liabilities totaled approximately \$8,541 at March 31, 2025 (September 30, 2024 – \$8,886) and are expected to be released after all reclamation work has been completed in respect of El Valle Mine. Refer to note 12 – Restricted cash and reclamation bonds.

19. Taxes

(a) Income taxes

Deferred tax balances are subject to remeasurement for changes in currency exchange rates for each period.

	For the three months ended March 31,		For the six months ended March 31,	
	2025	2024	2025	2024
Current income tax:	\$ 15	\$ -	\$ 1,675	\$ (330)
Deferred income tax:				
Reversal (origination) of temporary differences in Orovalle	450	(246)	747	(515)
Reversal (origination) of temporary differences in EMIPA	617	(756)	576	2,410
Total deferred taxes	1,067	(1,002)	1,323	1,895
Total income taxes	\$ 1,082	\$ (1,002)	\$ 2,998	\$ 1,565

Income tax cash prepayments during six-month period ending March 31, 2025 amounted to \$2,069 (\$1,309 during six-month period ending March 31, 2024).

(b) Value added taxes

The following table summarizes the changes in VAT assets:

	Six month ended March 31, 2025	Year ended September 30, 2024	Six month ended March 31, 2024
At beginning of period	\$ 10,452	\$ 14,519	\$ 14,519
Additions ⁽¹⁾	4,537	10,556	4,636
Recoveries ⁽²⁾	(4,870)	(10,156)	(5,618)
Foreign Exchange Adjustment ⁽³⁾	(1,711)	(4,182)	
Provision for uncollectible VAT ⁽⁴⁾	(75)	(285)	(29)
At end of period	\$ 8,333	\$ 10,452	\$ 13,508
Current	\$ 1,706	\$ 3,419	\$ 2,624
Long term	\$ 6,627	\$ 7,033	\$ 10,884

(1) In the additions for the six months ended March 31, 2025, \$51 are from Corporate (\$46 in March 31, 2024), \$1,305 from EMIPA (\$194 in March 31, 2024), \$3,106 from Orovalle (\$4,367 in March 31, 2024) and \$75 are from Orvana Argentina (\$29 in March 31, 2024).

(2) In the recoveries for the six months ended March 31, 2025, \$57 are from Corporate (\$50 in March 31, 2024), \$nil are from EMIPA (\$196 in March 31, 2024), and \$4,813 from Orovalle (\$5,372 in March 31, 2024).

(3) In the foreign exchange adjustment for the six months ended March 31, 2025, (\$1,711) are from EMIPA (\$nil in March 31, 2024).

(4) Provisions for uncollectible VAT are \$75 from Argentina (\$29 in March 31, 2024).

(5) Outstanding closing balances in March 31, 2025 are \$29 in Corporate (\$20 in March 31, 2024), \$6,627 in EMIPA (\$10,884 in March 31, 2024) and \$1,677 in Orovalle (\$2,604 in March 31, 2024).

ORVANA MINERALS CORP.**Notes to the condensed interim consolidated financial statements****Unaudited****(in thousands of United States dollars unless otherwise noted)****Six months ended March 31, 2025 and 2024****20. Share capital and warrants**

Issued share capital as at March 31, 2025 was \$116,206 (September 30, 2024 – \$116,206). The Company's authorized share capital contains an unlimited number of common shares. As at March 31, 2025, the Company had 136,623,171 common shares (September 30, 2024 – 136,623,171) issued and outstanding.

21. Share based payments**(a) Stock options**

As at March 31, 2025, the Company has no outstanding, nor exercisable options.

(b) Long-term compensation**(i) Deferred share unit ("DSU") plan**

A summary of the DSUs transactions during the period are as follows:

	Number of DSUs	Fair value
Balance, September 30, 2024	4,513,691	\$ 1,092
Issued	4,389,864	720
Paid to former Directors	(1,618,778)	(213)
Mark-to-market adjustment	-	(236)
Balance, March 31, 2025	7,284,777	\$ 1,363
Less: current portion	-	\$ -
Long term portion	7,284,777	\$ 1,363

(ii) Restricted share units ("RSU") plan

The Company established a RSU plan, effectively a phantom stock plan, for designated executives, effective October 1, 2008. The initial fair value of units issued is expensed and is included in long-term compensation expense under general and administrative expenses in the consolidated statements of net loss and comprehensive loss. The fair value of the RSUs are marked to the quoted market price of the Company's common shares at each reporting date and changes in their fair value are recorded under general and administrative expenses. Payouts are settled in cash after a specified period of vesting, based on the market price of the common shares at vesting.

A summary of the RSUs transactions during the period are as follows:

	Number of RSUs	Fair value
Balance, September 30, 2024	6,453,751	\$ 954
Issued	5,853,153	960
Mark-to-market adjustment	-	(919)
Balance, March 31, 2025	12,306,904	\$ 995
Less: current portion	3,852,751	\$ 563
Long term portion	8,454,153	\$ 432

The 3,852,751 units vested as of March 31, 2025, with a fair value of \$563, are classified in the "Accounts payable and accrued liabilities" section of the Balance. At this time, this balance is due and unpaid, and the Company is working on the payment schedule.

ORVANA MINERALS CORP.**Notes to the condensed interim consolidated financial statements****Unaudited****(in thousands of United States dollars unless otherwise noted)****Six months ended March 31, 2025 and 2024**

For the six-month period ended March 31, expenses regarding DSUs and RSUs were as follows:

	For the six months ended March 31,	
	2025	2024
Deferred share unit plan	\$ 528	\$ 136
Restricted share unit plan	95	83
Share based compensation (note 6)	\$ 623	\$ 219

22. Related parties transactions and compensation of key management**a) Related party transactions**

During the six-month period ended March 31, 2025, the Company recorded \$228 in services fees related to the Taguas Project in Argentina (six-month period ended March 31, 2024 – \$169) from Compañía Minera Piuquenes, SA, a related party, as it is indirectly owned by Orvana's 51.9% shareholder. During the six-month period ended March 31, 2025, the Company reimbursed to Compañía Minera Piuquenes, SA costs for \$22 (six-month period ended March 31, 2024 – \$5), incurred in relation to the Taguas Project.

b) Compensation of key management

Key management includes directors and senior management of the Company and its affiliates. The compensation paid or payable to key management and directors for services is shown below:

	For the three months ended March 31,		For the six months ended March 31,	
	2025	2024	2025	2024
Salaries and short term employee benefits and separation payments	\$ 161	\$ 161	\$ 661	\$ 321
Share-based payments ⁽¹⁾	1,215	102	623	220
Directors fees	94	67	196	141
Total compensation of key management	\$ 1,470	\$ 330	\$ 1,479	\$ 682

(1) Share-based payments include the mark-to-market adjustments on RSUs, DSUs and SARs.

23. Commitments and contingent liabilities

- (a) The Company's mining and exploration activities are subject to various government laws and regulations relating to the protection of the environment. Spanish Water Authority has taken the position that the levels of selenium in the river flowing past El Valle Mine exceed the levels permitted by applicable regulations as a result of discharges attributed to Orovalle which may not be in compliance with certain of Orovalle's permits. Orovalle has received approximately € 955,000 (\$1,033) in fines relating to these matters and may face further additional fines or other sanctions, including the revocation or suspension of certain permits, in the future. Orovalle is appealing the outstanding fines totalling € 628,000 (\$679) and the enforcement of certain fines has been suspended pending the related criminal matter. A criminal court of Asturias has conducted since fiscal 2015, an investigation into the potential commission by Orovalle of a reckless crime under the Spanish penal code relating to these matters. After the conclusion of the investigation phase, the Court notified in the third quarter of fiscal 2020 the opening of the oral trial. The request of the Prosecutor and the State's Attorney acting in this Process includes a fine of up to €20 million (\$22 million) and the eventual withholding of Orovalle's operations until it is demonstrated that the alleged polluting activity has ceased. The petition also includes a €5 million (\$5.4 million) indemnity for civil liability. At this time, the state prosecutor has petitioned these sanctions against Orovalle in respect of this matter. Orovalle has filed its preliminary statement of defence requesting for the dismissal of the allegations on the basis that, among other things, there is an absence of a committed offence. The process to resolve this matter is ongoing, and as of the date of this consolidated financial statements, no final decision by the courts has been rendered in respect of this matter. A date for the commencement of the oral trial had been set for March 2021. Due to procedural matters, on March 1, 2021, the trial has been rescheduled to an undetermined date in the future. In connection with the pending oral trial, the Court set a requirement on Orovalle to provide a bond in the amount of €7 million (\$7.6 million) as warranty for contingent liabilities, subject to the outcome of the oral trial. Orovalle has appealed the bond requirement. The appeal is in

ORVANA MINERALS CORP.

Notes to the condensed interim consolidated financial statements

Unaudited

(in thousands of United States dollars unless otherwise noted)

Six months ended March 31, 2025 and 2024

progress as of date hereof. Individuals have been excluded from any charges, and this case relates only to Orovalle at this time. If Orovalle is ultimately found responsible, monetary penalties, amongst other sanctions, may be applied. These sanctions could have a material impact on the Company.

- (b) At March 31, 2025, reclamation bonds at Orovalle were 8 million euros. Additional reclamation bonds could be required by the Government of the Principality of Asturias, as part of the process of updating the environmental permit of the El Valle Tailings Facility. According to preliminary information, the reclamation bond to cover the execution of the restoration plan of the Orovalle operation would increase to the total of 8.3 million euros. Final amounts are subject to the outcome of the permitting process in progress.
- (c) During first quarter of fiscal 2020, the Company suspended mining and milling operations at EMIPA, as a result of conclusive technical problems at Las Tojas area, which resulted in uneconomic unitary cost per ounce. As a result of the suspension of operations, during the second quarter of fiscal 2020 EMIPA implemented a labor restructuring process that affected 182 employees. The process was managed according to the terms defined by applicable laws in Bolivia. A group of 84 former employees affected by the restructuring process (the "Former Employees") decided not to accept the dismissal terms provided for under applicable employment laws in Bolivia. In respect of these Former Employees, EMIPA proceeded to deposit into a judicial account the compensation benefits to which the aforementioned employees were entitled within the period established by law and according to the terms defined by the local regulation.

As a result of filings by the Former Employees to dispute the dismissal process, EMIPA appealed Reinstatement Resolutions issued by the Labor Authority. EMIPA subsequently filed Constitutional Appeals to dispute the Original Reinstatement Resolutions on the basis that the dismissal process conducted by EMIPA during the restructuring process is in full compliance with applicable employment laws. In June 2021, the Constitutional Court ruled in favor of EMIPA instructing the correction of identified errors in the Original Reinstatement Resolutions, because of not considering the suspension of operations as force majeure causing the restructuring process. In June 14th 2023, Supreme Justice Tribunal ruled that EMIPA's decision of dismissal was legal.

Since June 2021, the Labor Authority reissued Reinstatement Resolutions (the "Amended Reinstatement Resolutions"). The Constitutional Court determined that the Labor Authority's Amended Reinstatement Resolutions did not adequately address the existence of force majeure, and therefore recognizing that EMIPA's dismissal of the Former Employees in 2020 was valid and in compliance with applicable laws. On November 28th, the Labor Authority decided that it has no longer decision power in the case, because there is a constitutional ruling and a Supreme Court order, which admits EMIPA's argument of force majeure.

In parallel to the administrative matters summarized above, the Former Employees started four criminal complaints against the General Manager of EMIPA, for not reinstating them to EMIPA notwithstanding that the Constitutional Court nullified the Original Reinstatement Resolutions issued by the Labor Authority. All of the four complaints were closed after favorable resolution at the criminal court.

As at the date of this report, 47 employees continue with their claim for reinstatement. The Company continues defending vigorously its position, as the restructuring process was implemented because of the suspension of operations, and in full compliance with all the applicable laws in Bolivia. Considering the strength of EMIPA's arguments and all the positive rulings obtained as of the date hereof, the Company expects a positive outcome of the process. If EMIPA has to ultimately reinstate the Former Employees, it could have a material impact on the Company.

- (d) Production from El Valle Mines is subject to a royalty ratchet structure linked to the gold price. For the six-month period ended March 31, 2025 applicable royalty was 3%, because gold price was during all the period $\geq 2,500/\text{oz}$. This royalty totaled \$757 and \$1,454 for the three and six-month period ended March 31, 2025 (March 31, 2024 - \$192 and \$305).
- (e) Production from Don Mario Mine is subject to a 3% NSR. Royalty expense under this NSR totaled \$nil for the three and six-month period ended March 31, 2025 (March 31, 2024 - \$nil).
- (f) The Company and certain of its employees may be involved in other legal proceedings from time to time, arising in the ordinary course of its business. The amount of ultimate liability with respect to these actions, in the opinion of management, is not expected to materially affect the Company's financial position, results of operations or cash flows. The Company does not believe that the outcome of any of the matters not

ORVANA MINERALS CORP.

Notes to the condensed interim consolidated financial statements

Unaudited

(in thousands of United States dollars unless otherwise noted)

Six months ended March 31, 2025 and 2024

recorded in the consolidated financial statements, individually or in aggregate, would have a material adverse effect.

- (g) The Company is, from time to time, involved in various tax assessments arising in the ordinary course of business. The Company cannot reasonably predict the likelihood or outcome of these actions. The Company has recognized tax provisions from any uncertain tax positions identified. Management re-evaluates the outstanding tax assessments regularly to update their estimates related to the outcome for those assessments.

24. Segmented information

The Company primarily operates in the gold and copper mining industry and its major products are gold doré and gold/copper concentrates. The Company's primary mining operations are OroValle, which operates El Valle Mine in Spain, and EMIPA, which operates Don Mario Mine in Bolivia. The reported segments are those operations whose operating results are reviewed by the Chief Executive Officer and that pass certain quantitative measures. Operations whose revenue, earnings or losses or assets exceed 10% of the total consolidated revenues, earnings or losses, or assets are reportable segments. The Company has administrative offices in Toronto, Canada; Stockholm, Sweden; Asturias, Spain and Nicosia, Cyprus. The following tables set forth the information by segment:

As at March 31, 2025:

	Cash and cash equivalents	Property, plant and equipment	Reclamation bonds and restricted cash	Other Assets	Total assets
Orovalle	\$ 12,516	\$ 30,008	\$ 8,541	\$ 17,931	\$ 68,996
EMIPA	16,300	27,931	741	17,821	62,793
Orvana Argentina	558	4,736	-	17	5,311
Corporate	671	23	-	261	955
	\$ 30,045	\$ 62,698	\$ 9,282	\$ 36,030	\$ 138,055

As at March 31, 2025 EMIPA had \$14,828 million of its cash balance in a trust account to be used to partially fund the OSP, not being available for any other use (note 12).

As at September 30, 2024:

	Cash and cash equivalents	Property, plant and equipment	Reclamation bonds and restricted cash	Other Assets	Total assets
Orovalle	\$ 7,692	\$ 32,146	\$ 8,886	\$ 20,746	\$ 69,470
EMIPA	22,804	20,619	2,480	17,737	63,640
Orvana Argentina	136	4,663	-	7	4,806
Corporate	569	26	-	64	659
	\$ 31,201	\$ 57,454	\$ 11,366	\$ 38,554	\$ 138,575

For the six months ended March 31, 2025:

	Revenue	Mining costs ⁽¹⁾	Depreciation/ Amortization ⁽²⁾	Other costs	Loss before taxes
OroValle	\$ 48,459	31,006	5,448	(733)	12,738
EMIPA	-	377	24	4,740	(5,141)
Argentina	-	-	-	339	(339)
Corporate	-	-	-	2,335	(2,335)
	\$ 48,459	31,383	5,472	6,681	4,923

(1) Mining costs includes royalties, mining rights and mining taxes. Refer to note 5 – Mining costs.

(2) Depreciation is included under general and administrative expenses for non-operating companies.

ORVANA MINERALS CORP.**Notes to the condensed interim consolidated financial statements****Unaudited****(in thousands of United States dollars unless otherwise noted)****Six months ended March 31, 2025 and 2024**

For the six months ended March 31, 2024:

	Revenue	Mining costs ⁽¹⁾	Depreciation/Amortization ⁽²⁾	Other costs	Loss before taxes
OroValle	\$ 36,051	30,251	5,625	1,309	(1,134)
EMIPA	-	1,339	52	(649)	(742)
Argentina	-	-	-	255	(255)
Corporate	-	-	-	1,799	(1,799)
	\$ 36,051	31,590	5,677	2,714	(3,930)

(1) Mining costs includes royalties, mining rights and mining taxes. Refer to note 5 – Mining costs.

(2) Depreciation is included under general and administrative expenses for non-operating companies.

25. Financial instruments and fair values

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value hierarchy establishes three levels to classify the inputs to valuation techniques used to measure fair value.

Fair value hierarchy

The following table classifies financial assets and liabilities that are recognized on the consolidated balance sheet at fair value in to the fair value hierarchy based on significance of the inputs used in making the measurements. The levels in the hierarchy are:

- Level 1 - Quoted prices (unadjusted) in active markets for identical assets or liabilities.
- Level 2 - Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices). For example, interest rate and yield curves observable at commonly quoted intervals, forward pricing curves used to value currency and commodity contracts and volatility measurements used to value options contracts.
- Level 3 - Inputs for the asset or liability that are based on unobservable market data (supported by little or no market data or other means).

	Quoted prices in active markets for identical assets		Significant other observable inputs		Aggregate
As at March 31, 2025	(Level 1)		(Level 2)		Fair value
Financial assets:					
Reclamation bonds (only Investment Fund)	\$	8,541	\$	-	\$ 8,541
Concentrate and doré sales receivables		-		2,314	2,314
Total	\$	8,541	\$	2,314	\$ 10,855
Financial liabilities:					
Long-term compensation		-		1,795	1,795
Total	\$	-	\$	1,795	\$ 1,795

Valuation techniques for Level 1:

Reclamation bonds: Part of the Reclamation bonds (\$6,363) are invested in a Fund. Every closing period the Company adjusts the fair value based on the market value of the Fund. The rest of the reclamation bonds are backed by cash.

Valuation techniques for Level 2:

Concentrate and doré sales receivables: The Company's concentrate and doré sales are subject to provisional pricing with the selling prices adjusted at the end of the quotational period. The Company's trade receivables are marked-to-market at each reporting period based on quoted forward prices for which there exists an active commodity market.

ORVANA MINERALS CORP.

Notes to the condensed interim consolidated financial statements

Unaudited

(in thousands of United States dollars unless otherwise noted)

Six months ended March 31, 2025 and 2024

Long-term compensation: The Company's DSUs and RSUs are measured at fair value using the Black-Scholes model. Additionally, DSUs and RSUs payable in the short-term, for the amount of \$nil and \$563 respectively, are classified in Accounts Payable; these units are measured at fair value as well. See note 21, for further detail.

Fair values of financial assets and liabilities not already measured and recognized at fair value

At March 31, 2025 and September 30, 2024, the carrying amounts of cash and cash equivalents; restricted cash; value added taxes and other receivables; debt; accounts payable and accrued liabilities; and obligations under finance leases approximate their fair value either due to their short-term maturities or, for borrowings, interest payables are close to the current market rates.

Financial Risks Factors

The Company's activities expose it to a variety of financial market risks (including commodity price risks, currency risk and interest rate risk), credit risks, liquidity risks, financing risks and other risks. Enterprise risk management is carried out by management of the Company under policies approved by the Board of Directors thereof. Management identifies and evaluates the financial risks in co-operation with the Company's operating units. The Board of Directors of the Company reviews management's risk programs and provides oversight on specific areas. The Company's overall risk management program seeks to minimize potential adverse effects on the Company's financial and operating performance.

(a) Market risk

(i) Currency risk

Orvana's functional currency is the US dollar. The Company operates internationally and is exposed to foreign exchange risk arising from various currency exposures, primarily with respect to the US dollar, Euro and Bolivian boliviano.

Currency risk arises when future recognized assets or liabilities are denominated in a currency that is not the Company's functional currency and may impact the fair values thereof or future cash flows of the Company's financial instruments. Exchange rate fluctuations may also affect the costs that the Company incurs in its operations.

(ii) Price risks

The Company is primarily exposed to gold and copper commodity price risk. The company is continuously monitoring commodity prices trend, and from time to time, fixes the price for a limited amount of production.

Gold prices

The net income of \$1,925 for the six-month period ended March 31, 2025 would be impacted by changes in average realized gold prices on gold ounces sold. A 5% increase/decrease in average realized gold prices would affect the gross revenue by an increase/decrease of approximately \$2,110.

Copper prices

The net income of \$1,925 for the six-month period ended March 31, 2025 would be impacted by changes in average realized copper prices. A 5% increase/decrease in average realized copper prices would affect gross revenue by an increase/decrease of approximately \$444.

(iii) Interest rate risk

The Company's cash flow interest rate risk arises from short and long-term borrowings.

(b) Credit risk

Credit risk is the risk of loss associated with a counterparty's inability to fulfill its payment obligations. The Company's credit risk is primarily attributable to gold-copper concentrate, gold doré sales and value-added tax receivables. The Company has a concentration of credit risk with two customers to which gold-copper

ORVANA MINERALS CORP.

Notes to the condensed interim consolidated financial statements

Unaudited

(in thousands of United States dollars unless otherwise noted)

Six months ended March 31, 2025 and 2024

concentrate and gold doré are sold under agreements and who provide provisional payments to the Company upon each shipment to the customer. These institutions are international and are large with strong credit ratings. Value-added taxes receivables are collectable from the Bolivian and Spanish governments and received regularly. Management believes that the credit risks with respect to financial instruments attributable to concentrate and gold sales receivable and value-added taxes receivable are low.

(c) Liquidity risk

Liquidity risk is the risk that the Company will not be able to meet its financial obligations as they fall due. Cash flow forecasting is performed in the operating entities of the Company and aggregated at the Orvana corporate level to monitor rolling forecasts of the Company's liquidity requirements to ensure it has sufficient cash to meet operational needs at all times. Such forecasting takes into consideration the Company's debt financing among other factors.

During the six-month period ended March 31, 2025, the Company provided cash flow from operating activities of \$6,328.

The Company's current contractual obligations are summarized in the following table:

As at March 31, 2025	Total	Payment Due by Period			
		Less than 1 Year	1-3 Years	4-5 Years	After 5 Years
Bank debt – Orovalle ⁽¹⁾	\$ 3,110	3,110	-	-	-
Bank debt – Iberia (50% of Syndicated) ⁽¹⁾	2,028	2,028	-	-	-
Bank debt – EMIPA	1,588	1,588	-	-	-
Bonds (Bonos EMIPA I)	19,604	6,604	13,000	-	-
Preferred Shares (EMIPA) ⁽²⁾	9,548	-	-	9,548	-
Promissory Notes (EMIPA)	3,017	-	3,017	-	-
Finance leases	447	131	316	-	-
Operating leases	311	156	155	-	-
Accounts Payable	21,396	21,396	-	-	-
Statutory Labor Obligations	219	219	-	-	-
Long-term compensation	2,358	563	-	-	1,795
Total contractual obligations	\$ 63,626	35,795	16,488	9,548	1,795

(1) Debt payments include interests.

(2) Debt payments include fixed dividends.

As at March 31, 2025, the Company had cash of \$30,045, and together with forecasted operating cash flow, the renewal of current revolving lines, the reimbursement of VAT balance and the financing secured, expects to cover the Company's commitments due in less than one year of \$35,795.

If unanticipated events occur that may impact the operations and/or if the Company does not have adequate access to financing on terms acceptable to the Company, the Company may not have adequate resources to maintain its operations or advance its projects as currently anticipated. In such circumstances, the Company may need to take additional measures to increase its liquidity and capital resources, including obtaining additional debt or equity financing, strategically disposing of assets or pursuing joint-venture partnerships, equipment financings or other receivables financing arrangements. The Company may experience difficulty in obtaining satisfactory financing terms or adequate project financing. Failure to obtain adequate financing on satisfactory terms could have a material adverse effect on Orvana's results of operations or financial condition.

ORVANA MINERALS CORP.

Notes to the condensed interim consolidated financial statements

Unaudited

(in thousands of United States dollars unless otherwise noted)

Six months ended March 31, 2025 and 2024

26. Capital management

The Company considers its capital employed to consist of shareholders' equity (including share capital, contributed surplus and retained earnings), total debt and lease liabilities, net of cash and cash equivalents as follows:

As at	March 31, 2025	September 30, 2024
Shareholders' equity	\$ 54,837	\$ 53,933
Debt	38,895	36,260
Lease liabilities	447	933
	94,179	91,126
Less: Cash and cash equivalents	(30,045)	(31,201)
	\$ 64,134	\$ 59,925

The Company's financial objective when managing capital is to ensure that it has the cash and debt capacity and financial flexibility to fund its ongoing business objectives including operating activities, investments and growth in order to provide returns for shareholders. In order to maintain or adjust the capital structure, in addition to using cash flows from operating activities for this purpose, the Company may issue new shares or obtain additional debt.

The Company monitors its capital structure and makes adjustments according to market conditions in an effort to meet its objectives given the Company's operating and financial performance and current outlook of the business and industry in general. The Company's alternatives to fund future capital needs include cash flows from operating activities, debt or equity financing or adjustments to capital spending. The capital structure and these alternatives are reviewed by management and the board of directors of the Company on a regular basis to ensure the best mix of capital resources to meet the Company's needs.

The Company manages capital through its operating and financial budgeting and forecasting processes. The Company reviews its working capital and forecasts its future cash flows on a periodic basis, based on operating expenditures and other investing and financing activities. The forecast is regularly updated based on the results. Information is regularly provided to the board of directors of the Company.

27. Subsequent events

In April 2025 EMIPA issued 140,241 preferred shares in its capital for a total nominal value of 14.0 million Bolivian Bolivianos (\$1.1 million), with the same terms as the previous series of preferred shares issued in fiscal 2024 and 2025 (see note 16).