

**MAGMA SILVER CORP.**  
**CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS**  
**Three months ended March 31, 2026 and 2025**  
**(Unaudited - Expressed in United States Dollars, unless otherwise noted)**

**Magma Silver Corp.**  
**(the “Company”)**

**CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS**

**Three months ended March 31, 2026 and 2025**

**NOTICE OF NO AUDITOR REVIEW OF INTERIM FINANCIAL STATEMENTS**

The management of Magma Silver Corp. is responsible for the preparation of the accompanying unaudited condensed consolidated interim financial statements. The unaudited condensed consolidated interim financial statements have been prepared using accounting policies in compliance with International Financial Reporting Standards for the preparation of condensed consolidated interim financial statements and are in accordance with IAS 34 - Interim Financial Reporting.

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

May 25, 2026

Magma Silver Corp.  
Condensed Consolidated Interim Statements of Financial Position  
As at March 31, 2026  
(Unaudited - Expressed in United States dollars unless otherwise noted)

	Notes	March 31, 2026	December 31, 2025
<b>ASSETS</b>			
Current assets			
Cash		\$ 3,284,361	\$ 3,620,474
Accounts receivable		28,239	48,448
Prepaid expenses		17,227	48,018
Total current assets		3,329,827	3,716,940
Non-current assets			
Exploration and evaluation assets	3	588,970	477,153
Total assets		\$ 3,918,797	\$ 4,194,093
<b>LIABILITIES AND SHAREHOLDERS' EQUITY (DEFICIENCY)</b>			
Current liabilities			
Accounts payable and accrued liabilities	4	\$ 19,987	\$ 59,715
Loans payable	7	-	-
Total liabilities		19,987	59,715
Shareholders' equity			
Share capital	5	\$ 24,531,759	\$ 24,357,584
Reserves	5	10,901,801	10,665,794
Accumulated other comprehensive income		164,846	179,838
Deficit		(31,699,596)	(31,068,838)
Total shareholders' equity		3,898,810	4,134,378
Total liabilities and shareholders' equity		\$ 3,918,797	\$ 4,194,093

**Nature of operations and going concern (Note 1)**

**Subsequent events (Note 9)**

On behalf of the Board of Directors:

Stephen Barley

Director

Arndt Roehlig

Director

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

Magma Silver Corp.  
Condensed Consolidated Interim Statements of Loss and Comprehensive Loss  
(Unaudited - Expressed in United States dollars unless otherwise noted)

	Notes	Three months ended March 31, 2026	Three months ended March 31, 2025
<b>EXPENSES</b>			
Filing fees		\$ 8,181	\$ 19,101
Marketing		1,099	-
Investor relations		40,439	5,269
Management & Consulting	6	180,490	40,455
Office expense		12,999	6,639
Professional fees		21,735	29,850
Project generation		-	-
Share-based payments	5, 6	298,814	-
Travel and accommodation		75,242	24,344
<b>TOTAL EXPENSES</b>		<b>639,999</b>	<b>125,658</b>
<b>NET LOSS BEFORE OTHER INCOME (EXPENSE)</b>		<b>(639,999)</b>	<b>(125,658)</b>
<b>OTHER INCOME (EXPENSE)</b>			
Interest expense		8,190	(134)
Write off of payables		-	18,428
Gain (loss) on foreign exchange		51	100
<b>TOTAL OTHER INCOME (EXPENSE)</b>		<b>8,241</b>	<b>18,394</b>
<b>NET INCOME (LOSS)</b>		<b>\$ (630,758)</b>	<b>\$ (107,264)</b>
<b>OTHER COMPREHENSIVE INCOME (LOSS)</b>			
Exchange difference on translation		(14,992)	(588)
<b>TOTAL COMPREHENSIVE INCOME (LOSS)</b>		<b>\$ (645,750)</b>	<b>\$ (107,852)</b>
Weighted average number of shares outstanding		80,975,496	16,016,970
Gain (loss) per share - basic and diluted		\$ (0.01)	\$ (0.01)

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

Magma Silver Corp.  
Condensed Consolidated Interim Statements of Changes in Shareholders' Equity (Deficit)  
(Unaudited - Expressed in United States dollars unless otherwise noted)

	Share Capital				Subscription	Accumulated other comprehensive income	Deficit	Total shareholders' equity (deficiency)
	Number	Amount	Reserves					
<b>Balance, December 31, 2024</b>	<b>16,016,970</b>	<b>\$ 20,195,100</b>	<b>\$ 8,607,109</b>	<b>\$ -</b>	<b>114,956</b>	<b>\$ (28,976,696)</b>	<b>\$ (59,531)</b>	
Share subscription received	-	-	-	146,761	-	-	146,761	
Exchange difference on translation	-	-	-	-	(588)	-	(588)	
Net Income	-	-	-	-	-	(107,264)	(107,264)	
<b>Balance, March 31, 2025</b>	<b>16,016,970</b>	<b>\$ 20,195,100</b>	<b>\$ 8,607,109</b>	<b>\$ 146,761</b>	<b>114,368</b>	<b>\$ (29,083,960)</b>	<b>\$ (20,622)</b>	
<b>Balance, December 31, 2025</b>	<b>80,000,604</b>	<b>\$ 24,357,584</b>	<b>\$ 10,665,794</b>	<b>\$ -</b>	<b>179,838</b>	<b>\$ (31,068,838)</b>	<b>\$ 4,134,378</b>	
Share issuance	-	-	-	-	-	-	-	
Share issuance costs	-	(1,366)	-	-	-	-	(1,366)	
Warrant conversion	874,000	154,897	(62,807)	-	-	-	92,090	
Share-based payments	100,892	20,644	298,814	-	-	-	319,458	
Exchange difference on translation	-	-	-	-	(14,992)	-	(14,992)	
Net loss	-	-	-	-	-	(630,758)	(630,758)	
<b>Balance, March 31, 2026</b>	<b>80,975,496</b>	<b>\$ 24,531,759</b>	<b>\$ 10,901,801</b>	<b>\$ -</b>	<b>164,846</b>	<b>\$ (31,699,596)</b>	<b>\$ 3,898,810</b>	

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

Magma Silver Corp.  
Condensed Consolidated Interim Statements of Cash Flows  
(Unaudited - Expressed in United States dollars unless otherwise noted)

	Notes	Three months ended March 31, 2026	Three months ended March 31, 2025
<b>Operating activities</b>			
Net Income (loss) for the period		\$ (630,758)	\$ (107,264)
Items not affecting cash:			
Unrealized foreign exchange		-	-
Write off of payables		-	(18,428)
Share-based payments	5, 6	319,458	-
Interest expense		(8,190)	134
Non-cash working capital items:			
Accounts receivable		20,209	(1,459)
Prepaid expenses		30,791	(6,529)
Trade payables and accrued liabilities		(31,538)	33,311
Net cash outflow from operating activities		(300,028)	(4,056)
<b>Investing activities</b>			
Exploration and evaluation assets	3	(111,817)	(27,954)
Net cash inflow from investing activities		(111,817)	(27,954)
<b>Financing activities</b>			
Issuance of shares, net of issuance costs		-	-
Shares issued for acquisition of mining properties		-	-
Share subscription received		-	146,761
Warrants exercised for cash	5	90,724	-
Loans from related parties		-	5,090
Net cash inflow from financing activities		90,724	151,851
Effect of foreign exchange rate on changes in cash		(14,992)	(221)
Change in cash		(336,113)	23,441
Cash, beginning of period		3,620,474	27,716
<b>Cash, ending of period</b>		<b>\$ 3,284,361</b>	<b>\$ 51,157</b>

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

## 1. Nature of Operations and Going Concern

On March 27, 2007, Magma Silver Corp. (formerly African Energy Metals Inc.) (“the Company”), was incorporated pursuant to the provisions of the Business Corporations Act (British Columbia.) The Company’s registered office is located at 15<sup>th</sup> Floor, 1111 West Hastings Street, Vancouver, BC V6E 2J3. On August 25, 2020, the Company changed its name to Central African Gold Inc. On February 7, 2022, the Company changed its name to African Energy Metals Inc. On April 11, 2025, the Company changed its name to Magma Silver Corp. and was trading on the TSX Venture Exchange (“TSX-V”) under the symbol MGMA. The Company also trades on the OTCQB under the symbol MAGMF and on the Frankfurt Stock Exchange under the symbol BC21 and WKN A411DV. The Company’s principal activity is the acquisition and exploration of mineral properties.

### Going Concern

These condensed consolidated interim financial statements have been prepared on a going concern basis which presumes the realization of assets and discharge of liabilities in the normal course of business for the foreseeable future.

During the three months ended March 31, 2026, the Company incurred a net loss of \$630,758 (March 31, 2025 – \$107,264) and had a cash outflow from operating activities of \$300,028 (March 31, 2025 - \$100,235). As of March 31, 2026, the Company had a working capital surplus of \$3,309,840 compared to a surplus of (December 31, 2025 –\$3,657,225) and an accumulated deficit of \$31,699,596 (December 31, 2025 – \$31,068,838).

The Company’s continuing existence and its ability to discharge its liabilities and fulfill its commitments as they come due is dependent upon the ability of the Company to obtain equity and/or debt financing and the successful discovery of mineral resources that the Company can profitably commercialize. Management plans to continue exploring the Company’s mineral concessions in order to achieve a commercial discovery that will generate sustainable, long-term profitability and obtain additional financing, if needed. While the Company has been successful at securing financing in the past, there can be no assurance that it will be able to do so in the future. These material uncertainties cast significant doubt upon the Company’s ability to continue as a going concern. Such adjustments could be material.

## 2. Material Accounting Policy Information

These condensed consolidated interim financial statements were authorized for issuance by the directors of the Company on May 25, 2026.

### ***Statement of compliance with International Financial Reporting Standards***

The condensed consolidated interim financial statements of the Company have been prepared in accordance with International Accounting Standards 34, “Interim Financial Reporting” (“IAS 34”), using accounting policies consistent with International Financial Reporting Standards (“IFRS”) as issued by the International Accounting Standards Board (“IASB”) and interpretations of the International Financial Reporting Interpretations Committee (“IFRIC”). The accounting policies and methods of computation applied by the Company in these condensed consolidated interim financial statements are the same as those applied in the Company’s annual financial statements as at and for the year ended December 31, 2025.

## 2. Material Accounting Policy Information (continued)

### ***Basis of preparation***

These condensed consolidated interim financial statements of the Company have been prepared on a historical cost basis. These condensed consolidated interim financial statements are presented in United States dollars unless otherwise specified.

### ***Basis of consolidation***

The condensed consolidated interim financial statements of the Company as at March 31, 2026, include the accounts of its wholly-owned subsidiary, Bankers Cobalt Acquisition Corp., located in Canada and its wholly-owned subsidiary, Minas Sami Plata S.A.C., located in Peru.

All significant intercompany transactions and balances are eliminated on consolidation.

Subsidiaries are all entities (including structured entities) over which the group has control. The group controls an entity when the group is exposed to, or has rights to, variable returns from its involvement with the entity and has the ability to affect those returns through its power to direct the activities of the entity. Subsidiaries are fully consolidated from the date on which control is transferred to the group. They are deconsolidated from the date that control ceases.

## 3. Exploration and Evaluation Assets

### ***Asset Purchase***

On January 20, 2025, the Company entered into an option agreement with Rio Silver Inc. to acquire the “Ninobamba” gold & silver project in Peru for a consideration price of \$2,180,000 in cash and the issuance of 5,000,000 common shares of the Company, which will be gradually fulfilled upon reaching certain milestones.

The agreement has additional stipulations on the consideration price as follows:

- In addition to the first three payments (“The Payments”), amounting to \$180,000 (CDN\$260,000), which shall be paid in cash, the Company may elect to issue consideration shares in lieu of cash with a value of up to 50% of any cash payment or advance royalty payment. The value of the consideration shares shall be based on the volume weighted average of the Company’s common shares for the 20 trading days immediately preceding the payment due date, subject to a floor price per consideration share that is equal or greater than the Company’s discounted market price (as defined in the policies of the Exchange).
- The Payments shall be used to pay the community surface access fee on the Ninobamba project through January 2026 and the first half of the following year.
- The Payment shall also be used to pay the 2025 property tax due to the government of Peru on the Ninobamba project.
- Payments subsequent to the Payments shall be made in Peru unless consideration shares are issued in lieu thereof, which shares can be issued in Canada.

**3. Exploration and Evaluation Assets (continued)**

As of March 31, 2026, the Company had made cash payments totalling \$287,858 (CDN\$396,710) and issued 2,950,000 shares (2,500,000 to Rio Silver and 450,000 in finder's fees) with a value of \$211,712 (CDN\$295,000). The company has made payments towards exploration expenditures relating to the Ninobamba project totalling \$44,550.

**4. Trade Payables and Accrued Liabilities**

The Company's trade payables and accrued liabilities are as follows:

	<b>March 31, 2026</b>	December 31, 2025
Trade payable	\$ 2,052	\$ 45,123
Accrued and other liabilities	17,935	14,592
<b>Total</b>	<b>\$ 19,987</b>	<b>\$ 59,715</b>

**5. Share Capital and Reserves**

Effective October 22, 2024, the Company consolidated all its issued and outstanding common shares on the basis of 1 new share for every 4 old shares. All references herein to the number of shares, options, warrants, weighted average number of common shares and loss per share have been retrospectively restated for the share consolidation, including all such numbers presented for the prior periods.

***Authorized share capital***

An unlimited number of common shares without par value.

As at March 31, 2026, there were 80,975,496 (December 31, 2025 – 80,000,604) common shares issued and outstanding.

***Issued share capital***

***Shares transactions during the three months ended March 31, 2026***

There were no share transactions during the three months ended March 31, 2026 or 2025.

***Warrants***

Warrant transactions for the three months ended March 31, 2026:

During the three months ended March 31, 2026, 874,000 warrants with an exercise price ranging from CDN\$0.20 to CDN\$0.25 were exercised for gross proceeds of \$129,100 (CDN\$177,300)

**5. Share Capital and Reserves (continued)**

Warrants outstanding at March 31, 2026 are as follows:

	Number of warrants		Weighted average exercise price
Outstanding, December 31, 2025	24,569,040	\$	CAD\$0.24
Granted	-		-
Exercised	(874,000)		0.20
Cancelled	-		-
<b>Outstanding, March 31, 2026</b>	<b>23,695,040</b>	<b>\$</b>	<b>CAD\$0.24</b>

**Stock Options**

The Company adopted a stock option plan whereby the Board of Directors may grant employees, consultants, directors and officers share purchase options. The aggregate number of options reserved for issuance may not exceed 10% of the Company's issued and outstanding shares at the date of the grant. In any twelve-month period, the Company will not grant more than 2% of the issued and outstanding shares of the Company to any one consultant or any one individual performing investor relations activities. The options vest in stages over twelve months, with no more than one-quarter of the options vesting over any three-month period.

Stock option transactions for the three months ended March 31, 2026:

On January 23, 2026, the Company granted 150,000 incentive stock options to a consultant at an exercise price of CDN\$0.33. The options vest over the course of a year in quarterly instalments. The options are exercisable for a period of two years.

Stock options outstanding at March 31, 2026 are as follows:

	Number of options		Weighted average exercise price
Outstanding, December 31, 2025	6,700,000		\$CDN 0.21
Granted	150,000		\$CDN 0.33
Exercised	-		-
Cancelled	-		-
<b>Outstanding, March 31, 2026</b>	<b>6,850,000</b>	<b>\$</b>	<b>CAD\$0.22</b>

As at March 31 2026, 1,825,000 stock options have vested.

Stock-based compensation for the three months ended March 31, 2026, was \$298,814 (March 31, 2025 – \$Nil).

**6. Related Party Transactions**

Related party transactions for the three months ended March 31, 2026, and 2025 are as follows:

	<b>March 31, 2026</b>	<b>March 31, 2025</b>
Management and consulting fees	\$ 62,878	\$ 33,103
Share-based compensation	146,452	-
<b>Total</b>	<b>\$ 209,330</b>	<b>\$ 33,103</b>

**7. Loans Payable**

As at March 31, 2026, the Company has no outstanding loans (December 31, 2025 - \$Nil)

**8. Financial Risk and Capital Management**

The Company is exposed in varying degrees to a variety of financial instrument-related risks. Management approves and monitors the risk management processes, inclusive of documented investment policies, counterparty limits, and controlling and reporting structures. The type of risk exposure and the way in which such exposure is managed is summarized as follows:

***Credit risk***

Credit risk is the risk that one party to a financial instrument will fail to discharge an obligation and cause the other party to incur a financial loss. The Company's primary exposure to credit risk is on its cash held in bank accounts. The cash is deposited in a bank account in Canada. As most of the Company's cash is held by one bank there is a concentration of credit risk. This risk is managed by using a bank that is a high credit quality financial institution as determined by rating agencies.

***Liquidity risk***

Liquidity risk is the risk that the Company will not be able to meet its financial obligations as they fall due. The Company has a planning and budgeting process in place to help determine the funds required to support the Company's normal operating requirements on an ongoing basis. The Company ensures that there are sufficient funds to meet its short-term business requirements, taking into account its anticipated cash flows from financing and its holdings of cash.

Historically, the Company's sole source of funding has been the issuance of equity securities for cash, primarily through private placements or through proceeds from loans. The Company's access to financing is uncertain. There can be no assurance of continued access to necessary levels of equity funding (Note 1). Management may require seeking additional sources of financing in the form of equity or debt financing in the future. These uncertainties may cast significant doubt about the Company's ability to continue as a going concern.

***Foreign exchange risk***

Foreign currency risk is the risk that the fair values or future cash flows of a financial instrument will fluctuate because they are denominated in currencies that differ from the Company's functional currency. The Company does not hedge its exposure to fluctuations in exchange rates.

A significant change in the currency exchange rate between the Canadian dollar relative to the U.S. dollar could have an effect on the Company's results of operations, financial position or cash

**8. Financial Risk and Capital Management (continued)**

flows. The Company has not entered into foreign currency contracts to hedge its risk against foreign currency fluctuations.

A 10% change in the Canadian dollar to the U.S. dollar exchange rate would not have a material impact on the Company's consolidated interim financial statements.

***Interest rate risk***

Interest rate risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Company is not exposed to significant interest rate risk.

***Capital Management***

The Company's policy is, if permitted by market conditions, to maintain a strong capital base so as to support investor and creditor confidence and support future development of the business. The capital structure of the Company consists of equity, comprising share capital and reserves net of accumulated deficit. The Company is not subject to any externally imposed capital requirements.

***Fair value***

The Company's financial instruments consist of cash, and trade payables and accrued liabilities. The fair values of cash, and trade payables and accrued liabilities approximate their carrying values due to their short-term maturity.

IFRS establishes a fair value hierarchy that categorizes the inputs to valuation techniques used to measure fair value into three levels:

Level 1 – Quoted prices in active markets for the same instrument.

Level 2 – Valuation techniques for which significant inputs are based on observable market data.

Level 3 – Valuation techniques for which any significant input is not based on observable market data.

**9. Subsequent Events**

On April 10, 2026, the Company issued 2,500,000 common shares as part of the option payment to Rio on the Ninobamba Property