

GUNGNIR

Gungnir Resources Inc.

MANAGEMENT DISCUSSION AND ANALYSIS

For the Three and Nine Months ended September 30, 2025

DATED November 12, 2025

Introduction and Overview

Gungnir is a junior mineral exploration company listed on the TSX Venture Exchange as a Tier 2 company under the trading symbol “GUG”. The Company is also inter-listed in the United States as “ASWRF.PK”. The Company is a reporting issuer in the Canadian provinces of British Columbia, Alberta, Ontario, Quebec and Nova Scotia.

Gungnir is in the business of the acquisition, evaluation and exploration of mineral properties with the primary aim of advancing them to a stage where they can be exploited at a profit or offered for sale or option. We do not currently have any producing mineral properties and our current operations on our various properties are exploratory searches for mineable mineral deposits. Gungnir’s corporate strategy is to focus on exploration in mining-friendly Sweden with the goal of discovery of high-quality gold and base metal deposits. The Company also continues to evaluate other opportunities as they arise.

This interim MD&A is dated November 12, 2025 and discloses specified information up to that date. Gungnir is classified as a “Venture Issuer” for the purposes of National Instrument 51-102. Our financial statements are prepared in accordance with International Financial Reporting Standards in Canada (“IFRS”) and are expressed in Canadian dollars. This discussion and analysis should be read in conjunction with the annual audited financial statements for the year ended December 31, 2024, and related notes attached thereto (the “2024 Financial Statements”). Throughout this report we refer from time to time to “Gungnir”, the “Company”, “we”, “us”, “our”, or “its”. All these terms are used in respect of Gungnir Resources Inc. which is the reporting issuer in this document.

We recommend that readers consult the “Cautionary Statement” below, as well the section on risks and uncertainties in the accompanying unaudited Interim Financial Statements.

Cautionary Statement

Forward-Looking Information

This Interim Management’s Discussion and Analysis (“Interim MD&A”) contains forward-looking statements within the meaning of applicable securities laws. All statements other than statements of historical fact are forward-looking statements and are based on the beliefs, expectations, and assumptions of the management of Gungnir Resources Inc. (“Gungnir” or the “Company”) as of the date hereof.

Forward-looking information in this Interim MD&A includes, but is not limited to, statements regarding the search for a new Chief Executive Officer (“CEO”), the provision of updates in connection therewith, and the potential future

initiatives of the Company. These statements are based on key expectations and assumptions made by the Company, including, among others, assumptions concerning the Company's ability to identify and appoint a new CEO, and to evaluate and pursue available strategic options or initiatives.

When used in this document, words such as “anticipate,” “believe,” “estimate,” “expect,” “intend,” “may,” “plan,” “potential,” “should,” and similar expressions are intended to identify forward-looking statements. Forward-looking information also includes statements relating to, among other things, regulatory compliance, environmental matters, changes in legislation or regulations, receipt of necessary licenses, permits and approvals, sufficiency of current working capital, and the estimated cost and availability of funding for the continued exploration and development of Gungnir's mineral properties.

Forward-looking statements involve known and unknown risks, uncertainties, and other factors that may cause actual results, performance, or achievements of the Company to differ materially from those expressed or implied by such statements. These risks and uncertainties include, but are not limited to: exploration, development, and operating risks; fluctuations in commodity prices and currency exchange rates; limited operating history; the availability of financing; risks associated with obtaining necessary licenses, permits, and regulatory approvals; environmental and social risks; reliance on key personnel; and potential changes in laws, regulations, and government policies.

Except as required by applicable securities laws, the Company does not undertake any obligation to update or revise any forward-looking statements contained herein, whether as a result of new information, future events, or otherwise. Forward-looking statements are provided for the purpose of assisting readers in understanding management's current expectations and plans and may not be appropriate for other purposes.

Corporate Status

On September 4, 2025, the Company announced the resignation of Mr. Jari Paakki as Chief Executive Officer and a Director of the Company effective September 30, 2025. Mr. Paakki advised the Company that his resignation is for personal reasons.

The Board of Directors is undertaking a search for a new CEO and will provide updates if and when necessary in accordance with applicable securities laws. Also, the remaining Board of Directors will oversee discussions with interested individuals on future initiatives of the Company, including possible new board members and management, partnerships and/or sale of assets.

Outlook

Significant project advances will require the Company to successfully transition to improving the board of directors and management team plus raising funds, an earn-in type arrangement or possibly an equitable merger or sale. There are several gold and base metal exploration targets on its Knaften-Hemberget projects ranging from drill-ready gold targets, early-stage prospects and a large under-explored land position, all along the Swedish Gold Line. The Company continues to seek new additions/replacements to its board of directors and management while managing its capital to maintain its compliance with applicable regulatory agencies.

Project Status

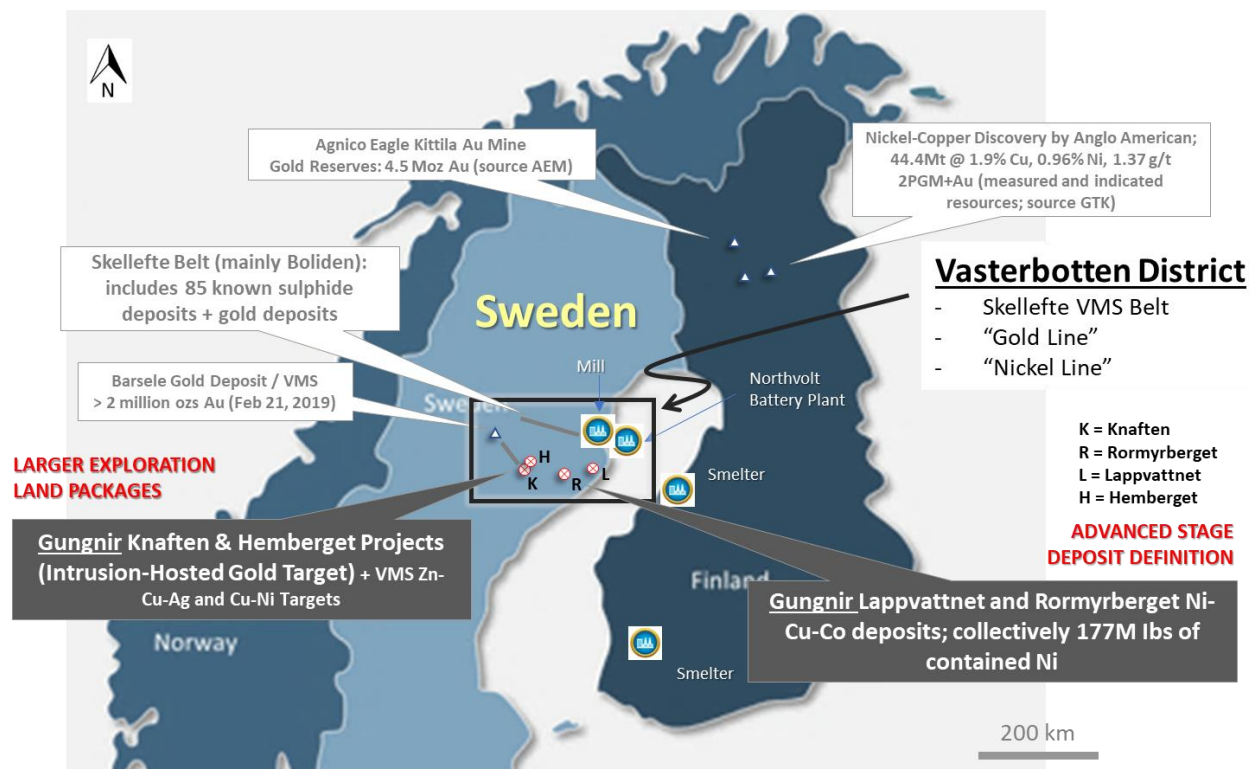
The Company's properties consist of both early-stage grassroots projects (Knaften-Hemberget) and projects with current resources (Lappvattnet and Rormyrberget), collectively covering a total land area exceeding 15,000 hectares. There has been insufficient exploration on its early-stage properties to define a mineral resource and it is uncertain if further exploration will result in any such targets being delineated as mineral resources. The properties with current resources are categorized as inferred resources and it is uncertain if further work will be able to advance these resources to indicated resources. In 2020 the Company completed and filed an updated National Instrument 43-101 (“NI 43-101”) Technical Report on the current nickel-copper-cobalt resources at its Lappvattnet and Rormyrberget deposits.

For details regarding Gungnir's currently held permits, please visit the Mining Inspectorate of Sweden's website: <https://www.sgu.se/en/mining-inspectorate/prospecting-process/mineral-permits/>

Exploration and Evaluation Properties - General Summary

Gungnir's exploration project areas are located in northern Sweden within the Fennoscandian Shield, a mineral rich but highly underexplored region, which extends into neighboring Finland (see Map 3). The Fennoscandian shield continues to offer excellent ore discovery potential, in particular under glacial till (sand and gravel) which covers large areas. Major mining companies active in the Nordic Region (mining, exploration, and investing) include Boliden, Agnico Eagle, Anglo American, Goldcorp and Kinross. Currently, Gungnir's projects include the Lappvattnet and Rormyrberget nickel deposits, and the Knaften and Hemberget properties.

Map 3: Project Location Map



Lappvattnet and Rormyrberget Nickel

The Lappvattnet and Rormyrberget nickel deposits are located along the "Nickel Line" in the eastern part of the Vasterbotten District, 60 km and 100 km respectively east of the Company's Knaften gold exploration project. The deposits are held 100% by Gungnir under two separate permits covering an area of 471.3 hectares. The properties are accessible year-round with good transportation and industrial infrastructure including shipping facilities as there are a number of active mines in the area. Gungnir acquired both deposits in open-staking in 2015. Existing licenses covering both deposits are currently valid to early January 2027.

Nickel resources totally 177 million pounds of nickel for Lappvattnet and Rormyrberget were updated in 2020.

- Lappvattnet: Inferred Resource of 780,000 tonnes grading 1.35% nickel for 23.1 million lbs (10.5 million kg) of nickel.
- Rormyrberget: Inferred Resource of 36,800,000 tonnes grading 0.19% nickel for 154 million lbs (70 million kg) of nickel.

The NI 43-101 Technical Report entitled "TECHNICAL REPORT on the LAPPVATTNET and RORMYRBERGET DEPOSITS, NORTHERN SWEDEN" was prepared by Reddick Consulting Inc. Qualified Persons are John Reddick, M.Sc., P.Geo., and Thomas Lindholm, M.Sc., Fellow AusIMM. The Effective Date is November 17, 2020.

Knaften Project

The Knaften project is situated at the south end of a regional structure known as the “Gold Line” or Knaften-Barsele Arc located within a prolific VMS region including the Skellefte Belt and VMS belts in Finland. The main gold target is the bedrock source(s) of the large Knaften gold-in-till anomaly (“Knaften anomaly”), one of the largest in Sweden. The bedrock source is believed to be partially identified at Knaften 300, but based on the sheer size of the Knaften anomaly it is reasonable to expect more gold to be found in situ. Other gold-in-till anomalies in the region are over either current and past-producing gold mines or known gold resources.

On December 5, 2024, the Company reported that it had significantly expanded the Knaften property. The newly submitted applications add 9,216 hectares to Gungnir’s existing permits for a new total land package of more than 15,000 hectares or 150 square kilometres. Receipt of final permit approvals were announced on March 19, 2025.

Hemberget Property

Hemberget is located approximately 6 km north of Gungnir’s Knaften project within the broader Gold Line along with Knaften. It occurs in the northern part of the Knaften greenstone belt, covering a thick package of dacite and rhyolite volcanics, including fragmentals, alongside mafic pillow lavas, straddling the large magnetic anomaly which based on government maps corresponds to a mafic-ultramafic intrusion.

The property was acquired by staking in order to evaluate potential for intrusion hosted copper-nickel, volcanogenic massive sulphide (VMS) mineralization and gold. In 2024, the Company discovered a new surface gold exploration target with gold mineralization associated with disseminated arsenopyrite and silica-sericite alteration making it an ideal target for Induced Polarization (IP) geophysics.

Quality Control and Quality Assurance Procedure

For the reporting period of July 1 – September 30, 2025, no new exploration results were disclosed. During previous exploration programs, all data were evaluated by Gungnir’s geologists and contractors, as well as by the Company’s Qualified Person at the time, to ensure the reliability and accuracy of the results. This evaluation included the analysis of blanks, standards, and duplicate samples. The technical information referenced in this MD&A was prepared under the direction of Mr. Jari Paakki, P.Geo., the former CEO of the Company and a Qualified Person as defined by NI 43-101.

Exploration and Evaluation Properties		December 31, 2024	Exploration and evaluation	Impairment	September 30, 2025
Knaften Property		2,268,424	4,744	-	2,274,868
Rormyrberget Property		-	-	-	-
Lappvattnet Property		1,361,391	-	-	1,361,391
Hemberget Property		193,849	22,773	-	220,221
		3,823,664	27,517	-	3,856,480

Selected Annual Information

The following table summarizes selected financial data of Gungnir for each of the three most recently completed financial years. The information set forth below should be read in conjunction with the audited financial statements, prepared in accordance with International Financial Reporting Standards, and related notes.

	Year Ended December 31 2024	Year Ended December 31 2023	Year Ended December 31 2022
Total revenues	NIL	NIL	NIL
Operating expenses	670,627	734,969	960,708
Write-down of exploration and evaluation properties	(47,223)	(2,758)	-
Stock-based compensation	51,325	58,183	262,395
Comprehensive income (loss) for the year	(565,132)	(711,351)	(962,995)
Basic and diluted earnings (loss) per share	(0.00)	(0.01)	(0.01)
Total Assets	4,545,331	5,081,961	5,737,063
Total long-term liabilities	NIL	NIL	NIL
Cash dividends declared	NIL	NIL	NIL

Summary of Quarterly Results – Loss from Operations

The following table sets out selected quarterly financial information of Gungnir. Gungnir's annual financial statements are prepared by management, in accordance with International Financial Reporting Standards and expressed in Canadian dollars.

	Sept. 30 2025 \$	June 30 2025 \$	March 31 2025 \$	Dec. 31 2024 \$	Sept. 30 2024 \$	June 30 2024 \$	March 31 2024 \$	Dec. 31 2023 \$
E&E Properties	3,856,480	3,851,181	3,824,950	3,823,664	3,795,354	3,738,034	3,714,743	3,703,950
Working Capital	186,590	318,588	483,114	639,602	871,189	1,066,801	1,141,785	1,273,425
Net Income (loss)	(126,668)	(139,411)	(153,562)	(195,305)	(197,287)	(51,693)	(120,847)	(170,259)
Earnings (loss) per share	(0.00)	(0.00)	(0.00)	(0.00)	(0.00)	(0.00)	(0.00)	(0.01)

Discussion

The operating results of junior exploration companies typically demonstrate wide variations from quarter to quarter and year to year. These variances are attributed to changes in stock-based compensation, exploration costs expensed or written down, professional and consulting fees related to financings and property exploration and evaluation and reporting, transfer and filing fees which are attributed to financings and annual filings, shareholder information and general office expenses. Large billings received from completion of an exploration program can also affect any given period depending upon the timing of the billing.

Any significant changes to the period ended September 30, 2025 and 2024 can be attributed to whether the Company completed any equity financings within the period or the volume of exploration and development activities on its properties.

For the Periods Ended September 30,	Note	2025 3 months	2024 3 months	2025 9 months	2024 9 months
Operating expenses					
General and administration	10	\$ 22,561	13,268	\$ 55,813	58,803
Compensation	10	102,295	182,582	364,248	446,165
Professional fees	10	1,540	2,160	4,198	7,700
		(126,396)	(198,010)	(424,259)	(512,668)
Other items					
Other Income		-	-	-	123,373
Interest income		-	170	4,232	19,567
Foreign exchange		(272)	553	393	(99)
Net loss and comprehensive loss		\$ (126,668)	(197,287)	\$ (419,634)	(369,827)
Weighted average number of shares outstanding		119,629,786	119,629,786	119,629,786	119,629,786
Basic and diluted loss per share		\$ (0.00)	(0,00)	\$ (0.00)	(0.00)

The Company's expenses from operations for the periods ended September 30, 2025 and 2024 are detailed as follows:

General and administration		2025	2024
Shareholder and regulatory		\$ 26,091	\$ 25,729
Travel and promotion		3,279	2,847
Office		26,443	30,227
General Exploration		-	-
		\$ 55,813	\$ 58,803
Compensation	Note	2025	2024
Consulting fees and wages	11	\$ 364,248	\$ 386,778
Stock-based compensation	7, 11	-	59,387
		\$ 364,248	\$ 446,165
Professional fees		2025	2024
Accounting fees		\$ 3,460	\$ 4,230
Legal fees		738	3,470
		\$ 4,198	\$ 7,700

3 Month Period ended September 30, 2025/2024

During the 3 months in the third quarter of 2025, Gungnir sustained a loss from operations of \$126,668 (Q3-2024 - \$197,287). General and Administration costs during the period were of \$22,5651 compared to \$13,268 in Q3-2024. Professional fees in Q3-2025 were similar at \$1,540 compared to \$2,160 in the same quarter in 2024. Previous quarters for 2025 and 2024 have expenses incurred throughout the years that are fairly well balanced from quarter to quarter when excluding non cash-based charges and any impairment to the Company's properties.

Accounting fees in Q3-2025 were \$1,540 and \$2,160 in Q3-2024. General expenses for the period in 2025 were \$1,849 and \$1,649 in 2024. Wages were \$100,649 and \$123,750 in Q3-2025/2024 respectively. Wages were lowered in the month of September in Q3 2025 due to the resignation of Jari Paakki as CEO and director effective September 30, 2025. As the Company is now searching for a replacement and the subsequent stall in exploration activities both the CEO and CFO reduced their remuneration by 66.6% effective September 1, 2025.

Filing fees were \$Nil and \$2,000 in both respective periods in Q3-2025 and Q3-2024. Foreign exchange costs are varied due to currency fluctuation and expenditures over the two reporting periods; Q3-2025 costs were \$272 and \$(533) for the 2024 period while bank fees were \$570 and \$857 for Q3-2025/2024. Insurance for the current period in 2025 was \$15,500 and \$Nil for the same period in 2024 (\$17,000 premium recorded in Q2-2024). Stock Based Compensation for Q3-2025 was \$Nil and \$59,388 at Q3-2024.

Legal fees were \$Nil in Q3-2025, and \$Nil in Q3-2024. Shareholder and Regulatory expenses during the 2025 reporting quarter consisted of \$Nil in Filing fees, \$2,594 in Investor Relations and \$740 in Transfer Agent fees totaling \$3,334. Shareholder and Regulatory expenses during the 2024 reporting quarter consisted of \$2,000 in Filing fees, \$5,984 in Investor Relations and \$1,471 in Transfer Agent fees: totaling \$9,455.

Total expenses in Q3-2025 were \$126,668 and in Q3-2024 they were \$197,457. There were no write-downs of any exploration properties in either reporting period.

9 Month Period ended September 30, 2025/2024

During the 9 months ending September 30, 2025, compared to the 9 months ended September 30, 2024, Gungnir sustained a loss from operations of \$419,633 and \$369,827 for September 30, 2024 respectively. The nine month period in 2024 recorded the income from the sale of the claims and shares from the PTX transaction; see below. At end of Q3-2025 General and Administration costs were \$55,813 compared to \$58,228 at the end of Q3-2024. Professional fees at Q3-2025 were slightly lower at \$4,198 compared to \$7,700 incurred during the same period in 2024.

Accounting fees at end of Q3-2025 were \$3,460 and \$4,230 at Q3-2024. General expenses for the nine-month period in 2025 were \$5,965 and \$6,443 in 2024. Wages totaled \$348,194 and \$371,250 at Q3-2025/2024 respectively. Foreign exchange costs were \$(393) for the 2025 period and \$100 for the same nine-month period in 2024 while bank fees were \$3,018 and \$1,464 for the periods ended Q3-2025/2024. Corporate Insurance for the current period was \$15,500 (\$17,000 premium recorded in Q2-2025).. Stock Based Compensation for Q3-2025 was \$Nil and \$59,388 at Q3-2024. Legal fees were \$738 in Q3-2025 and \$3,470 in Q3-2024.

Shareholder and Regulatory expenses during the 2025 reporting period consisted of \$10,090 in Filing fees, \$6,825 in Investor Relations and \$9,175 in Transfer Agent fees; totaling \$26,090. Shareholder and Regulatory expenses during the 2024 reporting period consisted of \$12,118 in Filing fees, \$9,535 in Investor Relations and \$4,076 in Transfer Agent fees: totaling \$25,729.

Total expenses for the nine-month period at Q3-2025 were \$423,866 and at Q3-2024 they were \$512,768. There were no write-downs of any exploration properties in 2025 and 2024 to-date.

In January 2024, the Company renewed 19 staked mineral claims previously written off in 2014. Subsequent to the renewal, the Company sold these claims to PTX Metals Inc. ("PTX") for \$30,000 in cash and 3,000,000 common

shares. The common shares were subject to trading restrictions until May 16, 2024; with \$93,373 received in Q2-2024 from the disposition of the shares. This transaction was booked as Other Income in Q1/Q2 of 2024. The Company has also been granted a 2.0% NSR, of which PTX can repurchase 1.0% for \$500,000.

Liquidity

Gungnir does not currently have any producing mineral properties and our current operations on our various properties in Sweden are exploratory searches for mineable mineral deposits.

Successful drill programs over the last four years at Knaften resulted in new gold and base metal target discoveries; the Rodingtrask VMS, a Cu-Ni target located only 400 metres to the east plus the recent drill success on the Knaften 300 gold zone this year. These targets add significant up-side to the Knaften project, and now the Company has numerous opportunities at deposit discovery by way of multiple targets and metals. All three targets on Knaften are wide-open for expansion and further discovery.

East of Knaften, in 2020 the Company upgraded its two nickel-copper-cobalt deposits, Lappvattnet and Rormyrberget, to current resources. The two separate deposits contain 177 million pounds of nickel in inferred resources based on NI 43-101 resource estimates commissioned by Gungnir. In 2021 the Company initiated drilling and geophysics and sampling programs in 2021 which have continued to-date.

The Company's future mineral exploration and mining activities may be affected in varying degrees by prevailing market prices, political stability and government regulations, the success of existing or future partners, all of which are beyond the control of the Company.

At September 30, 2025 the Company had working capital of \$186,590, (September 30 2024 - \$871,189). At the time of this report, the Company does have sufficient funds to meet its general and administrative expenses through fiscal 2025 year-end.

Capital Resources

At September 30, 2025, Gungnir had \$33,375,967 in paid up share capital, representing 119,629,786 common shares without par value, and an accumulated deficit of \$38,461,307 (December 31, 2024 - \$38,041,673), resulting in a shareholder's equity (or net assets) of \$4,102,036 at September 30, 2025 (December 31, 2024 - \$4,545,331).

Business Risks, Uncertainties and Commitments

The Company's business of mineral exploration has a high level of inherent risk associated with it. Although the Company is optimistic about the potential of many of its projects, there is no guarantee that any mineral deposits will be identified or that, if deposits are identified, it will be economically feasible to put them into production. The Company's exploration activities may also be affected by changes in environmental and other governmental regulation.

The financial condition of the Company is influenced by operational performance and a number of market risks. Fluctuations in market prices, foreign exchange rates and unit costs of production are the most significant risks experienced by the Company.

The Company purchases insurance to mitigate losses that may arise from certain liability and property risks. The cost of this insurance and the specific protection provided by the policies will vary from year to year depending on the conditions in the insurance market. The Company believes that the insurance program it has in place continues to prudently address its major liability and property risk exposures.

Risks associated with operations are numerous and include environmental pollution, accidents or spills, industrial and transportation accidents, labour disputes, blockades, changes in regulatory environment, natural phenomena and unexpected geological conditions. Many of the foregoing risks and hazards could result in damage to, or destruction of the Company's mineral properties, personal injury or death, environmental damage, delays in or interruption of or cessation of production in its exploration or development activities.

The Company is subject to normal worker health, safety and environmental risks associated with its exploration operations. The Board of Directors regularly reviews the health and safety of the Company's operations to mitigate potential hazards and optimize the health and safety of employees, contractors and the public in general. Operational changes are increasingly subject to regulatory approval that may include delays due to longer and more complex regulatory review and approval process. These increasing requirements are expected to continue to result in higher administration costs and capital expenditures for compliance.

Related Party Transactions

Related party transactions that are in the normal course of business and have commercial substance are measured at the exchange amount. The following are the related party transactions for the year.

For the period ended September 30, 2025, the Company had the following transactions with related parties:

- Incurred or paid wages of \$288,194* in total to the CEO and CFO of the Company (2024 - \$311,250).
- Incurred or paid directors' fees of \$60,000 included in consulting fees and wages (2024 - \$60,000).
- Incurred stock-based compensation of \$nil (2024 - \$59,387).

* As the Company is now searching for a CEO due to the resignation of J Paakki effective September 30, 2025, both the CEO and CFO reduced their remuneration by 66.6% effective September 1, 2025.

Related party amounts are unsecured, non-interest bearing and due on demand. At September 30, 2025, accounts payable and accrued liabilities include \$nil (2024 - \$nil) due to the related parties of the Company.

Financial Instruments

Gungnir' financial instruments consist of cash, receivables, deposits and accounts payable and accrued liabilities. Unless otherwise noted, it is the Company's opinion that we are not exposed to significant interest, currency or credit risks. Gungnir has to date not entered into the use of derivative instruments or foreign exchange contracts to hedge gains or losses arising from foreign exchange fluctuations.

Significant Accounting Judgements and Estimates

A summary of all the Company's significant accounting policies is included in Note 2 to the interim unaudited financial statements for the period ended September 30, 2025.

The preparation of the financial statements requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and reported amounts of expenses during the reporting period. Actual outcomes could differ from these estimates. The financial statements include estimates which, by their nature, are uncertain. The impacts of such estimates are pervasive throughout the financial statements and may require accounting adjustments based on future occurrences. Revisions to accounting estimates are recognized in the period in which the estimate is revised and the revision affects both current and future periods.

Significant assumptions about the future and other sources of estimation uncertainty that management has made at the statements of financial position date, that could result in a material adjustment to the carrying amounts of assets and liabilities, in the event that actual results differ from assumptions made, relate to, but are not limited to, the following:

- the recoverability of amounts receivable and prepayments which are included in the statements of financial position;
- the recoverability and probability of future economic benefits of amounts capitalized as exploration and evaluation costs
- the inputs used in valuing share-based payments which are included in the statements of comprehensive income or loss;

- the income taxes provision which is included in the statements of comprehensive income or loss and the composition of deferred income tax assets and liabilities which are included in the statements of financial position;
- the inputs used in determining the various commitments which are accrued in the statements of financial position.

Evaluation and Exploration Properties

Acquisition costs of resource properties together with direct exploration expenditures thereon are deferred until the property to which they relate is placed into production, sold or abandoned or become impaired. Option or other payments received in respect of property interests are applied to reduce the carrying value of the properties. The carrying values of exploration and evaluation properties are, where necessary, written down to the estimated fair value based on discounted estimated future net cash flows.

The Company reviews the carrying values of its resource properties whenever events or circumstances indicate that there may be a potential impairment. Where estimates of future cash flows are not available and where exploration results or other information suggest impairment has occurred, management assesses whether the carrying value can be recovered, and if not, an appropriate write-down is recorded.

Although the company has taken steps to verify title to exploration and evaluation properties in which it has an interest, according to the usual industry standards for the stage of exploration of such properties, these procedures do not guarantee the company's title. Such properties may be subject to prior agreements or transfers and title may be affected by undetected defects in title registration.

Critical Accounting Policies and Changes in Accounting Policies

The accounting policies followed by the Company are set out in Note 2 to the unaudited financial statements for the period ended September 30, 2025, and have been consistently followed in the preparation of these financial statements.

New accounting standards adopted during the year

IAS 8, Accounting Policies, Changes in Accounting Estimates and Errors ("IAS 8")

IAS 8 is applied in selecting and applying accounting policies, accounting for changes in estimates and reflecting corrections of prior period errors. Changes in accounting policies and correction of errors are generally retrospectively accounted for, whereas changes in accounting estimates are generally accounted for on a prospective basis. The adoption of IAS 8 did not have a material impact on the Company's financial statements.

Future accounting pronouncements

Amendments to IAS 16, Property, Plant and Equipment: Proceeds before Intended Use ("IAS 16")

In May 2020 the IASB issued amendments to IAS 16, Property, Plant and Equipment: Proceeds before Intended Use which is effective for annual period beginning after January 1, 2022. The amendments prohibit a company from deducting from the cost of property, plant and equipment amounts received from selling items produced while the company is preparing the asset for its intended use. Instead, a company will recognize such sales proceeds and related costs in profit (loss). The amendments to IAS 16 will have no material impact on the Company's financial statements.

Amendments to IFRS 9, IAS 39, IFRS 7, IFRS 4 and IFRS 16 - Interest Rate Benchmark Reform – Phase 2

In August 2020, the IASB issued amendments to IFRS 9, Financial Instruments (IFRS 9), IAS 39, Financial Instruments: Recognition and Measurements (IAS 39), IFRS 7, Financial Instruments: Disclosures (IFRS 7), IFRS 4, Insurance Contracts (IFRS 4), and IFRS 16, Leases (IFRS 16) as a result of Phase 2 of the IASB's Interest Rate Benchmark Reform project. The amendments address issues arising during reform of benchmark interest rates including the replacement of one benchmark rate with an alternative one. The amendments are effective January 1, 2021. The adoption of these amendments will have no material impact on the Company's financial statements.

Disclosure controls and procedures

As of September 30, 2025, the Company carried out an evaluation, under the supervision and with the participation of our Chief Executive Officer and Chief Financial Officer of the effectiveness of the design and operation of our disclosure controls and procedures. Based on this evaluation, our Chief Executive Officer and Chief Financial Officer have concluded that our disclosure control and procedures are effective to ensure that information required to be (a) disclosed is recorded, processed, summarized and reported in a timely manner and (b) disclosed in the reports that we file or submit is accumulated and communicated to our management, including our Chief Executive Officer and Chief Financial Officer, to allow timely decisions regarding required disclosure.

We have designed, or caused to be designed under our supervision, internal controls over financial reporting to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles in Canada.

Share Capital Transactions

The authorized share capital in Gungnir Resources Inc. consists of 500,000,000 common shares. At September 30, 2025 there are 119,629,786 common shares issued and outstanding

Share-based Compensation

The standard now requires that all stock option-based awards made to consultants and employees be recognized in these financial statements and measured using a fair value-based method. Consideration received on the exercise of stock options and compensation options and warrants is recorded as share capital. The related contributed surplus originally recognized when the options were granted, is transferred to share capital.

Options

The Company has, at the 2024 AGM, re-confirmed the Stock Option Plan which provides that the Board of Directors of the Company may from time to time, in its discretion and in accordance with the TSX-V requirements, grant to directors, officers, employees and technical consultants to the Company, non-transferable stock options to purchase common shares, provided that the number of common shares reserved for issuance in any twelve month period will not exceed 10% of the Company's issued and outstanding common shares.

Such options will be exercisable for a period of up to 10 years from the date of grant at a price not less than the closing price of the Company's shares on the last trading day before the grant of such options less any discount, if applicable, but in any event not less than \$0.05 per share. Options may be exercised no later than 6 months following cessation of the optionee's position with the Company.

The following table summarizes information about the stock options for periods ended September 30, 2025 and 2024:

	September 30, 2025			December 31, 2024		
	Options	Weighted average exercise price		Options	Weighted average exercise price	
Options outstanding, beginning of year	11,939,778	\$ 0.10		12,873,777	\$ 0.11	
Granted	-	0.00		2,000,000	0.05	
Expired/Cancelled	-	0.00		(2,933,999)	0.11	
Options outstanding, end of period	11,939,778	\$ 0.10		11,939,778	\$ 0.10	

	2025	2024
Options exercisable, end of period	11,939,778	11,939,778
Weighted average contractual remaining life (years)	1.63	2.38

Summary of stock options outstanding at September 30, 2025:

Number outstanding	Exercise price (\$)	Expiry date
2,400,000	0.10	November 18, 2025
4,000,000	0.11	December 22, 2026
2,539,778	0.14	April 6, 2027
1,000,000	0.08	February 14, 2028
2,000,000	0.05	September 27, 2029
11,939,778		

The fair value of stock options was estimated at the grant date based on the Black-Scholes option pricing model, using the expected dividend yield of \$nil (2024 - \$nil), average risk-free interest rate of 2.70% (2024 – 2.70%), expected life of 5 years (2024 - 5 years), stock price of \$0.05 (2024 - \$0.05) and an expected volatility of 138.93% (2024 – 138.93%).

Option pricing models require the input of highly subjective assumptions, particularly as to the expected price volatility of the stock based on historical volatility. Changes in these assumptions can materially affect the fair value estimate and therefore it is management's view that the existing models do not necessarily provide a single reliable measure of the fair value of the Company's stock option grants.

Warrants

The following table summarizes information about the warrants for the periods ended September 30, 2025 and 2024:

	September 30, 2025		December 31, 2024	
	Warrants	Weighted average exercise price	Warrants	Weighted average exercise price
Beginning of year	15,330,667	\$ 0.09	36,649,003	\$ 0.14
Expired	(12,330,867)	0.09	(21,318,336)	0.18
Warrants outstanding, end of period	3,000,000	\$ 0.09	15,330,667	\$ 0.09

	2025	2024
Warrants exercisable, end of period	3,000,000	15,330,667
Weighted average contractual remaining life (years)	0.00	0.72

Summary of warrants outstanding at September 30, 2025:

Number outstanding	Exercise price (\$)	Expiry date *
3,000,000	0.09	October 1, 2025
3,000,000		

* During the year ended December 31, 2024 the warrants set to expire on September 10, 24 & October 1, 2024, were extended by one year to October 1, 2025; and at the time of this report these warrants expired.

Contributed surplus

Contributed surplus includes the accumulated fair value of expired or cancelled stock options and unit warrants and the fair value of finder warrants granted. Contributed surplus is comprised of the following:

	Options		Unit Warrants		Total
December 31, 2024	\$	4,040,265	\$	3,936,058	\$ 7,976,323
Options and warrants expired		-		260,958	260,958
September 30, 2025	\$	4,040,265	\$	4,197,016	\$ 8,237,281

Loss per Share

Periods ended		September 30, 2025	December 31, 2024
Numerator: Net loss attributable to common shareholders – basic and diluted	\$	(419,634)	\$ (565,132)
Denominator: Weighted average number of common shares outstanding – basic and diluted		119, 629,786	119, 629,786
Basic and diluted loss per share	\$	(0.00)	\$ (0.01)

Diluted loss per share did not include the effect of 11,939,778 (2024 - 11,939,778) stock options and 3,000,000 (2024 - 15,330,667) warrants as they are anti-dilutive.

Subsequent Events

None at the time of this report.

Additional Information

Additional information is available at the Company website at www.gungnirresources.com or on its SEDAR page site accessed through www.sedar.com.

**BY THE ORDER OF THE BOARD OF DIRECTORS
OF GUNGNIR RESOURCES INC.**