



CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS
FOR THE THREE MONTHS ENDED MARCH 31, 2025

Gold Royalty Corp.

Condensed Interim Consolidated Statements of Financial Position

(Unaudited, expressed in thousands of United States dollars unless otherwise stated)

	Notes	As at March 31, 2025 (\$)	As at December 31, 2024 (\$)
Assets			
Current assets			
Cash and cash equivalents		3,214	2,267
Short-term investments		140	214
Accounts receivable		1,197	1,663
Prepays and other receivables		1,721	1,727
		<u>6,272</u>	<u>5,871</u>
Non-current assets			
Royalties, streaming and other mineral interests	4	719,833	717,780
Long-term investment	5	1,390	1,390
Investment in associate		1,465	1,495
Gold-linked loan	6	10,703	10,739
Other long-term assets		221	240
		<u>733,612</u>	<u>731,644</u>
		<u>739,884</u>	<u>737,515</u>
Liabilities			
Current Liabilities			
Accounts payable and accrued liabilities		4,453	3,859
		<u>4,453</u>	<u>3,859</u>
Non-current liabilities			
Non-current portion of lease obligation		174	181
Bank loan	7	26,123	24,920
Convertible debentures	8	25,473	24,898
Embedded derivative	9	1,209	1,309
Deferred income tax liability		124,405	124,045
		<u>177,384</u>	<u>175,353</u>
		<u>181,837</u>	<u>179,212</u>
Equity			
Issued capital	10	596,392	595,811
Reserves	10	36,095	35,684
Accumulated deficit		(74,475)	(73,227)
Accumulated other comprehensive income		35	35
		<u>558,047</u>	<u>558,303</u>
		<u>739,884</u>	<u>737,515</u>

Approved by the Board of Directors:

*/s/ Ken Robertson***Ken Robertson**
Director*/s/ Warren Gilman***Warren Gilman**
Director*The accompanying notes are an integral part of these condensed interim consolidated financial statements*

Gold Royalty Corp.

Condensed Interim Consolidated Statements of Loss and Comprehensive Loss
(Unaudited, expressed in thousands of United States dollars unless otherwise stated)

	Notes	For the three months ended March 31	
		2025 (\$)	2024 (\$)
Revenue			
Revenue	11	3,138	2,894
Cost of sales			
Cost of sales excluding depletion	4	(145)	—
Depletion	4	(91)	(520)
Gross profit		<u>2,902</u>	<u>2,374</u>
Other operating income/(expenses)			
General and administrative costs	12	(1,821)	(2,261)
Project evaluation costs	12	(18)	(19)
Share of loss in associate		(30)	(52)
Dilution gain in associate		—	9
Share-based compensation	10	(692)	(595)
Operating income/(loss) for the period		<u>341</u>	<u>(544)</u>
Other items			
Change in fair value of gold-linked loan	6	290	639
Change in fair value of short-term investments		(74)	101
Change in fair value of embedded derivative	9	100	191
Foreign exchange gain		29	87
Finance costs	13	(2,205)	(1,784)
Loan modification gain	7	693	310
Other income		9	21
Net loss before income taxes for the period		<u>(817)</u>	<u>(979)</u>
Current tax expense		(71)	(789)
Deferred tax recovery/(expense)		(360)	363
Net loss after income taxes for the period		<u>(1,248)</u>	<u>(1,405)</u>
Other comprehensive income			
Item that may be reclassified subsequently to net income:			
Foreign currency translation differences		—	(37)
Total comprehensive loss for the period		<u>(1,248)</u>	<u>(1,442)</u>
Net loss per share, basic and diluted		<u>(0.01)</u>	<u>(0.01)</u>
Weighted average number of common shares outstanding, basic and diluted		<u>170,325,913</u>	<u>145,778,698</u>

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

Gold Royalty Corp.

Condensed Interim Consolidated Statements of Changes in Equity

(Unaudited, expressed in thousands of United States dollars unless otherwise stated)

	Notes	Number of Common Shares	Issued Capital (\$)	Reserves (\$)	Accumulated Deficit (\$)	Accumulated Other Comprehensive Income (\$)	Total (\$)
Balance at December 31, 2023		145,669,046	556,177	34,226	(69,816)	363	520,950
GRC Shares issued upon vesting of restricted share units		54,198	261	(261)	—	—	—
GRC Shares issued for interest payment of convertible debentures		164,473	249	—	—	—	249
Share-based compensation - share options		—	—	92	—	—	92
Share-based compensation - restricted share units		—	—	503	—	—	503
Net loss for the period		—	—	—	(1,405)	(37)	(1,442)
Balance at March 31, 2024		<u>145,887,717</u>	<u>556,687</u>	<u>34,560</u>	<u>(71,221)</u>	<u>326</u>	<u>520,352</u>

	Notes	Number of Common Shares	Issued Capital (\$)	Reserves (\$)	Accumulated Deficit (\$)	Accumulated Other Comprehensive Income (\$)	Total (\$)
Balance at December 31, 2024		170,205,124	595,811	35,684	(73,227)	35	558,303
GRC Shares issued upon vesting of restricted share units	10	67,880	281	(281)	—	—	—
GRC Shares issued for interest payment of convertible debentures	10	214,285	300	—	—	—	300
Share-based compensation - share options	10	—	—	236	—	—	236
Share-based compensation - restricted share units	10	—	—	456	—	—	456
Net loss for the period		—	—	—	(1,248)	—	(1,248)
Balance at March 31, 2025		<u>170,487,289</u>	<u>596,392</u>	<u>36,095</u>	<u>(74,475)</u>	<u>35</u>	<u>558,047</u>

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

Gold Royalty Corp.

Condensed Interim Consolidated Statements of Cash Flows

(Unaudited, expressed in thousands of United States dollars unless otherwise stated)

	For the three months ended March 31	
	2025 (\$)	2024 (\$)
Operating activities		
Net loss for the period	(1,248)	(1,405)
Items not involving cash:		
Depreciation	19	20
Depletion	91	520
Finance costs	2,205	1,784
Other income	(9)	(21)
Share-based compensation	692	595
Change in fair value of short-term investments	74	(101)
Change in fair value of embedded derivative	(100)	(191)
Loan modification gain	(693)	(310)
Change in fair value of gold-linked loan	(290)	(639)
Share of loss in associate	30	52
Dilution gain in associate	—	(9)
Deferred tax (recovery)/expense	360	(363)
Unrealized foreign exchange gain	(25)	(88)
Operating cash flows before movements in working capital	1,106	(156)
Net changes in non-cash working capital items:		
Accounts receivables	466	(982)
Interest income credited against gold-linked loan	326	241
Prepays and other receivables	30	115
Accounts payable and accrued liabilities	559	1,118
Cash provided by operating activities	2,487	336
Investing activities		
Interest received	9	21
Investment in royalties, streaming and other mineral interests	(2,209)	(23)
Land agreements proceeds credited against other mineral interests	113	1,050
Cash provided by/(used in) investing activities	(2,087)	1,048
Financing activities		
Net proceeds from bank loan/(payment of bank transaction costs)	1,835	(137)
Interest paid	(1,265)	(861)
Payment of lease obligations	(23)	(20)
Cash provided by/(used in) financing activities	547	(1,018)
Net increase in cash	947	366
Cash and cash equivalents		
Beginning of period	2,267	1,443
End of period	3,214	1,809

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

Gold Royalty Corp.

Notes to Condensed Interim Consolidated Financial Statements

(Unaudited, expressed in thousands of United States dollars unless otherwise stated)

1. Corporate information

Gold Royalty Corp. ("**GRC**" or the "**Company**") is a company incorporated in Canada on June 23, 2020 and domiciled in Canada. GRC is principally engaged in acquiring gold-focused royalty and mineral stream interests. The registered office of the Company is located at 1000 Cathedral Place, 925 West Georgia Street, Vancouver, British Columbia, V6C 3L2, Canada. The principal address of the Company is located at 1830 – 1188 West Georgia Street Vancouver, BC, V6E 4A2, Canada.

The Company's common shares (the "**GRC Shares**") and common share purchase warrants ("**Warrants**") are listed on the NYSE American under the symbols "GROY" and "GROY-WT", respectively.

2. Basis of preparation and Significant accounting policies

2.1 Statement of compliance

The Company's condensed interim consolidated financial statements have been prepared in accordance with IFRS Accounting Standards as issued by the International Accounting Standards Board ("**IFRS**" or "**IFRS Accounting Standards**") applicable to the presentation of interim financial statements including International Accounting Standard 34, *Interim Financial Reporting*. The condensed interim consolidated financial statements should be read in conjunction with the Company's annual consolidated financial statements for the year ended December 31, 2024.

These condensed interim consolidated financial statements were authorized for issue by the Company's board of directors on May 7, 2025.

2.2 Basis of presentation

The Company's condensed interim consolidated financial statements have been prepared on a historical cost basis except for financial instruments that have been measured at fair value. The Company's condensed interim consolidated financial statements are presented in United States dollars ("**U.S. dollar**", "**\$**" or "**dollar**"). All values are rounded to the nearest thousand except where otherwise indicated.

The accounting policies applied in the preparation of these condensed interim consolidated financial statements are consistent with those applied and disclosed in the Company's annual financial statements for the year ended December 31, 2024. The Company's interim results are not necessarily indicative of its results for a full year.

The condensed interim consolidated financial statements include the financial statements of Gold Royalty Corp. and its wholly-owned subsidiaries:

Name of subsidiary	Country of Incorporation	Functional Currency	% Equity Interest as at	
			March 31, 2025	December 31, 2024
Ely Gold Royalties Inc.	Canada	U.S. dollar	100%	100%
Nevada Select Royalty, Inc.	USA	U.S. dollar	100%	100%
Ren Royalties LLC	USA	U.S. dollar	100%	100%
VEK Associates	USA	U.S. dollar	100%	100%
Gold Royalty Holdings Ltd.	Canada	U.S. dollar	100%	100%
Groyco Mex. S.A. de C.V.	Mexico	U.S. dollar	100%	100%

All subsidiaries are consolidated from the date the Company obtained control until the date that its control ceases. Control is achieved when the Company is exposed to, or has rights to, variable returns from the subsidiaries and has the ability to affect those returns through its power over the entity. All inter-company transactions, balances, income and expenses are eliminated through the consolidation process. The accounts of all subsidiaries are prepared for the same reporting period as the parent company, using consistent accounting policies.

3. IFRS Pronouncement

3.1 Amendments to IFRS 9 and IFRS 7 – Amendments to the Classification and Measurement of Financial Instruments

In May 2024, the IASB issued Amendments to the Classification and Measurement of Financial Instruments (Amendments to IFRS 9 and IFRS 7). These amendments updated classification and measurement requirements in IFRS 9 *Financial Instruments* and related disclosure requirements in IFRS 7 *Financial Instruments: Disclosures*. The IASB clarified the recognition and derecognition date of certain financial assets and liabilities, and amended the requirements related to settling financial liabilities using an electronic payment system. It also clarified how to assess the contractual cash flow characteristics of financial assets in determining whether they meet the solely payments of principal and interest criterion, including financial assets that have environmental, social and corporate governance (ESG)-linked features and other similar contingent features. The IASB added disclosure requirements for financial instruments with contingent features that do not relate directly to basic lending risks and costs and amended disclosures relating to equity instruments designated at fair value through other comprehensive income.

Gold Royalty Corp.

Notes to Condensed Interim Consolidated Financial Statements

(Unaudited, expressed in thousands of United States dollars unless otherwise stated)

3. IFRS Pronouncement (continued)

3.1 Amendments to IFRS 9 and IFRS 7 – Amendments to the Classification and Measurement of Financial Instruments (continued)

The amendments are effective for annual periods beginning on or after January 1, 2026, with early application permitted. Management is currently assessing the effect of these amendments on our financial statements.

3.2 IFRS 18 – Presentation and Disclosure in Financial Statements

In April 2024, the IASB issued IFRS 18 *Presentation and Disclosure of Financial Statements* (IFRS 18), which replaces IAS 1, *Presentation of Financial Statements*. IFRS 18 introduces a specified structure for the income statement by requiring income and expenses to be presented into the three defined categories of operating, investing and financing, and by specifying certain defined totals and subtotals. Where company-specific measures related to the income statement are provided, IFRS 18 requires companies to disclose explanations around these measures, which are referred to as management-defined performance measures. IFRS 18 also provides additional guidance on principles of aggregation and disaggregation which apply to the primary financial statements and the notes. IFRS 18 will not affect the recognition and measurement of items in the financial statements, nor will it affect which items are classified in other comprehensive income and how these items are classified. The standard is effective for reporting periods beginning on or after January 1, 2027, including for interim financial statements. Retrospective application is required, and early application is permitted. Management is currently assessing the effect of this new standard on our financial statements.

4. Royalties, streaming and other mineral interests

	Streams on Production Stage Assets (\$)	Royalties on Production Stage Assets (\$)	Royalties on Development Stage Assets (\$)	Royalties on Exploration and Resource Stage Assets (\$)	Other mineral interests (\$)	Total (\$)
Balance at December 31, 2023	—	308,330	143,672	202,851	16,869	671,722
Additions	50,884	—	—	—	153	51,037
Disposal	—	—	—	—	(112)	(112)
Depletion	(314)	(2,890)	—	—	—	(3,204)
Land agreement proceeds	—	—	—	—	(1,663)	(1,663)
Transfers	—	16,132	(16,132)	—	—	—
Balance at December 31, 2024	50,570	321,572	127,540	202,851	15,247	717,780
Additions	—	—	—	2,246	11	2,257
Depletion adjustment/(depletion)	(158)	67	—	—	—	(91)
Land agreement proceeds	—	—	—	—	(113)	(113)
Transfers	—	—	—	17	(17)	—
Balance at March 31, 2025	50,412	321,639	127,540	205,114	15,128	719,833

Garrison Royalty Acquisition

On March 7, 2025, the Company acquired a 1.2% NSR royalty with respect to the Garrison Project, located near Timmins, Ontario and operated by STLLR Gold Inc. from certain third-party vendors at a consideration of \$1,948 (C\$2.8 million). Transaction costs amounting to \$298 were recorded as part of the carrying value of the Garrison Royalty.

Land agreement proceeds

During the three months ended March 31, 2025, the Company received land agreement proceeds that were credited against other mineral interests of \$113 (2024: \$1,050).

Cost of sales excluding depletion

During the three months ended March 31, 2025, the Company incurred copper streaming expenses, which are associated ongoing payments required to be made by the Company equal to 30% of the LME spot copper price of \$145 (2024: \$nil) relating to the Vareš copper stream.

Gold Royalty Corp.

Notes to Condensed Interim Consolidated Financial Statements

(Unaudited, expressed in thousands of United States dollars unless otherwise stated)

4. Royalties, streaming and other mineral interests (continued)

Summary of Select Royalties and Stream

The following is a summary of selected royalties and a stream owned by the Company as of March 31, 2025:

<u>Asset</u>	<u>Interest</u>	<u>Jurisdiction</u>
Streams on Production Stage Assets:		
Vareš Mine	100% Copper Stream	Bosnia and Herzegovina
Royalties on Production Stage Assets:		
Borden Mine ⁽¹⁾	0.5% NSR	Ontario, Canada
Canadian Malartic Property (open pit) ⁽¹⁾	2.0% – 3.0% NSR	Québec, Canada
Cozamin Mine ⁽¹⁾	1.0% NSR	Zacatecas, Mexico
Côté Gold Mine ⁽¹⁾	0.75% NSR	Ontario, Canada
Isabella Pearl Mine ⁽¹⁾	0.375% Gross Revenue Royalty	Nevada, USA
Granite Creek	10% Net Profit Interest ("NPI")	Nevada, USA
Royalties on Development Stage Assets:		
Canadian Malartic - Odyssey Project ⁽¹⁾ (underground)	3.0% NSR	Québec, Canada
Borborema Project	2.0% NSR	Rio Grande do Norte, Brazil
REN - Carlin Mines	1.5% NSR	Nevada, USA
REN - Carlin Mines (NPI)	3.5% NPI	Nevada, USA
Royalties on Exploration and Resource Stage Assets:		
Fenelon Gold Project	2.0% NSR	Québec, Canada

Note:

⁽¹⁾ Royalty applies to only a portion of the property.

5. Long-term investment

As at March 31, 2025, long-term investment comprises a \$1,390 (C\$2 million) (December 31, 2024: \$1,390 (C\$2 million)) representing a 12.5% equity interest in Prospector Royalty Corp. ("PRC"), a private company providing preferred access to a proprietary and digitized royalty database. The arrangement includes a royalty referral and granting opportunities to acquire certain royalties identified by PRC.

6. Gold-linked loan

On December 19, 2023 (the "Advance Date"), the Company entered into a definitive agreement with Borborema Inc. (the "Borrower"), providing the Borrower with project financing for its Borborema Project of \$10,000. The loan is secured against certain assets of the Borrower, and bears interest at 110 ounces of gold per quarter, and is payable through cash settlement or physical delivery of gold. The Borrower has the option to prepay the loan with all interest accrued and unpaid after 24 months following the Advance Date. The Borrower will have the option to elect its choice of payment (the "Prepayment Option").

The loan is classified as a financial asset and measured at fair value through profit or loss in accordance with IFRS 9 Financial Instruments. The Prepayment Option has been accounted for as part of the fair value of the loan in accordance with IFRS 9 Financial Instruments. The fair value of the loan is remeasured on the reporting date and the change in fair value is recognized in the consolidated statements of comprehensive loss.

As at March 31, 2025, the fair value of the loan has been estimated using a discounted cash-flow approach based on the following assumptions: risk-free interest rate of 3.65%, calibrated credit spread of 2.95%, estimated long-term gold price of \$2,245 per ounce and expected volatility of gold of 14.21%. The Company recorded a fair value gain on the loan of \$290 (2024: \$639) in change in fair value of gold-linked loan in the consolidated statements of comprehensive loss for the three months ended March 31, 2025.

	(\$)
Balance at December 31, 2023	10,139
Interest income credited against Gold-linked loan	(1,081)
Change in fair value during the year	1,681
Balance at December 31, 2024	10,739
Interest income credited against Gold-linked loan	(326)
Change in fair value during the period	290
Balance at March 31, 2025	10,703

Gold Royalty Corp.

Notes to Condensed Interim Consolidated Financial Statements

(Unaudited, expressed in thousands of United States dollars unless otherwise stated)

7. Bank loan

On February 24, 2025, the Company entered into an amended and restated credit agreement ("**Credit Facility**") with the Bank of Montreal and the National Bank of Canada to its existing Credit Facility. The amended and upsized Facility bears a reduced interest rate based on SOFR plus a margin of 3.00%, reflecting a 100 basis points interest rate reduction. The amended Credit Facility consists of a \$30,000 secured revolving credit line, with an accordion feature allowing for up to an additional \$45,000 in availability, subject to certain conditions, for a total of \$75,000 of available capacity. The maturity date of the Credit Facility has been extended from March 31, 2027, to March 31, 2028. The outstanding balance as of March 31, 2025, was \$27,287. The following outlines the movement of the bank loan from December 31, 2023 to March 31, 2025:

	(\$)
Balance at December 31, 2023	10,031
Additional draw-down	15,000
Less: transaction costs and fees	(376)
Modification adjustment	(310)
Interest expense	2,053
Interest paid	(1,478)
Balance at December 31, 2024	24,920
Additional draw-down	2,000
Less: transaction costs and fees	(165)
Modification adjustment	(693)
Interest expense	626
Interest paid	(565)
Balance at March 31, 2025	26,123

8. Convertible debentures

On December 15, 2023, the Company completed a private placement of \$40,000 aggregate principal amount of unsecured convertible debentures (the "**Debentures**") with Queen's Road Capital Investment Ltd. ("**QRC**") and Taurus Mining Royalty Fund L.P., a fund managed by Taurus Funds Management Pte Limited (collectively, the "**Holder**s"). The Debentures are unsecured and bear interest at 10% per annum over a 5-year term, interest is payable 70% in cash and 30% in GRC Shares issuable at a price equal to the 20-day volume-weighted average trading price calculated at each interest payment date.

The Company identified the Debentures as compound financial instruments. In accordance with IFRS 9 *Financial Instruments* and IAS 32 *Financial Instruments: Presentation*, the liability component excluding the Redemption Option (the "**Host Contract**") are classified as debt instruments and are measured at amortized cost.

The Company will be entitled to redeem the Debentures at par within a period of fourteen days from the third anniversary of the date of the issuance of the Debentures. Should the Company exercise its right to redeem the Debentures during this period, the Holders are entitled to convert all of the outstanding Debentures into GRC Shares at a conversion price of US\$1.73 (the "**Redemption Option**"). The Redemption Option is identified as an embedded derivative in accordance with IFRS 9 *Financial Instruments* and estimated at \$1,951 on the issuance (Note 9).

The Debentures will be convertible at the holder's option into GRC Shares at a conversion price of \$1.90 (the "**Conversion Option**"). As the number of GRC Shares to be issued under the Conversion Option is determined as the converted amount of the Debentures divided by the fixed conversion price of \$1.90, the Conversion Option was accounted for separately as equity instruments in accordance with IAS 32 *Financial Instruments: Presentation*. The Conversion Option was recognized at the residual amount after deducting from the fair value of the instrument as a whole the amount separately determined for the liability component, in accordance with IFRS 9 *Financial Instruments*.

On the issuance date, principal of \$23,471 was allocated to the Host Contract, \$1,951 was allocated to the Redemption Option as embedded derivative (Note 9) and the residual value of \$14,578 was allocated to the Conversion Option as equity. A deferred tax liability of \$2,309 related to the taxable temporary difference arising from the equity portion of the Debentures was recognized as an offset in equity. The Company incurred transaction costs and fees of \$1,481 for the issuance of the Debentures, of which \$943 was allocated as a reduction to the liability portion and the residual value of \$538 was allocated as reduction to the Conversion Option as equity.

Gold Royalty Corp.

Notes to Condensed Interim Consolidated Financial Statements

(Unaudited, expressed in thousands of United States dollars unless otherwise stated)

8. Convertible debentures (continued)

The following outlines the movement of the Debentures balance from December 31, 2023 to March 31, 2025:

	(\$)
Balance at December 31, 2023	22,763
Finance costs	5,968
Interest paid	(3,833)
Balance at December 31, 2024	24,898
Finance costs	1,575
Interest paid	(1,000)
Balance at March 31, 2025	<u>25,473</u>

9. Embedded derivative

The embedded derivative related to the Debentures (Note 8) was valued upon initial recognition at fair value of \$1,951. At each reporting date, the change in fair value of the embedded derivatives is recognized in the consolidated statements of comprehensive loss.

The following outlines the movement of the embedded derivatives balance from December 31, 2023 to March 31, 2025:

	(\$)
Balance at December 31, 2023	1,921
Change in fair value during the year	(612)
Balance at December 31, 2024	1,309
Change in fair value during the period	(100)
Balance at March 31, 2025	<u>1,209</u>

As at March 31, 2025, the fair value of the embedded derivatives has been estimated using the White Hull one factor model based on the following assumptions: share price of \$1.44, calibrated credit spread of 23.86%, expected interest rate volatility of 0.85% and mean reversion constant of 6.32%.

10. Equity**10.1 Common Shares**

The authorized share capital of the Company consists of an unlimited number of common shares and an unlimited number of preferred shares issuable in series without par value.

During the three months ended March 31, 2025, the Company issued 282,165 shares in satisfaction of vesting of RSUs ("**Restricted Share Units**") and debentures interest payment.

10.2 Restricted Share Units

During the three months ended March 31, 2025, the Company recognized share-based compensation expense of \$456 (2024: \$503) related to RSUs.

The following outlines the movements of the Company's RSUs:

	Number of RSUs	Weighted Average Grant Price (\$)
Balance at December 31, 2023	2,065,120	1.97
Granted	1,348,555	1.24
Vested	(738,244)	2.11
Forfeited	(95,156)	2.09
Balance at December 31, 2024	2,580,275	1.55
Vested	(67,880)	4.19
Balance at March 31, 2025	<u>2,512,395</u>	<u>1.47</u>

The Company classifies RSUs as equity instruments since the Company has the ability and intent to settle the awards in common shares. The compensation expense is calculated based on the fair value of each RSU as determined by the closing value of GRC Shares at the date of the grant. The Company recognizes compensation expenses over the vesting period of the RSUs.

Gold Royalty Corp.

Notes to Condensed Interim Consolidated Financial Statements

(Unaudited, expressed in thousands of United States dollars unless otherwise stated)

10. Equity (continued)**10.3 Reserves**

The following outlines the movements of the Company's common share purchase warrants, share options, RSUs and convertible debentures:

	Reserves			Total (\$)
	Warrants (\$)	Share Based Awards (\$)	Convertible Debentures (\$)	
Balance at December 31, 2023	8,292	14,202	11,732	34,226
Vesting of RSUs	—	(1,551)	—	(1,551)
Exercise of share options - Golden Valley Abitibi Royalties Ltd	—	(301)	—	(301)
Bought deal offering:				
Warrants issued for cash	1,003	—	—	1,003
Share-based compensation - share options	—	434	—	434
Share-based compensation - RSUs	—	1,873	—	1,873
Balance at December 31, 2024	9,295	14,657	11,732	35,684
Vesting of RSUs	—	(281)	—	(281)
Share-based compensation - share options	—	236	—	236
Share-based compensation - RSUs	—	456	—	456
Balance at March 31, 2025	9,295	15,068	11,732	36,095

Common Share Purchase Warrants

As at March 31, 2025, there were 2,430,000 Ely Warrants outstanding which are exercisable into 595,350 GRC Shares based on a 0.245 exchange ratio. The Ely Warrants have a weighted average exercise price of C\$4.59 per GRC Share and with a weighted average remaining contractual life of 0.38 years.

Share Options

The Company adopted a long-term incentive plan (the "LTIP") which provides that the Board of Directors may, from time to time, in its discretion, grant awards of restricted share units, performance share units, deferred share units and share options to directors, officers, employees and consultants. The aggregate number of common shares issuable under the LTIP in respect of awards shall not exceed 10% of the common shares issued and outstanding.

During the three months ended March 31, 2025, the Company recognized share-based compensation expense of \$236 (2024: \$92), related to the share options.

The following outlines the movements of the Company's common share options:

	Number of options	Weighted Average Exercise Price (\$)
Balance at December 31, 2023	7,766,211	3.31
Granted	2,094,450	1.24
Exercised - Golden Valley Abitibi Royalties Ltd.	(25,544)	1.29
Forfeited - Golden Valley Abitibi Royalties Ltd.	(111,342)	2.18
Balance at December 31, 2024	9,723,775	2.89
Forfeited - Golden Valley Abitibi Royalties Ltd.	(198,781)	2.39
Balance at March 31, 2025	9,524,994	2.90

Gold Royalty Corp.

Notes to Condensed Interim Consolidated Financial Statements

(Unaudited, expressed in thousands of United States dollars unless otherwise stated)

10. Equity (continued)**10.3 Reserves (continued)***Share Options (continued)*

A summary of share options outstanding and exercisable as at March 31, 2025, are as follows:

Exercise Price (\$)	Options Outstanding			Options Exercisable		
	Number of Options Outstanding	Weighted Average Exercise Price (\$)	Weighted Average Remaining Contractual Life (years)	Number of Options exercisable	Weighted Average Exercise Price (\$)	Weighted Average Remaining Contractual Life (years)
1.00 to 1.99	3,822,617	1.27	3.24	2,251,780	1.30	2.24
2.00 to 2.99	2,337,860	2.58	2.62	2,337,860	2.58	2.62
3.00 to 3.99	17,514	3.06	2.14	17,514	3.06	2.14
4.00 to 4.99	842,003	4.86	1.49	842,003	4.86	1.49
5.00 and above	2,505,000	5.00	0.94	2,505,000	5.00	0.94
	<u>9,524,994</u>	<u>2.90</u>	<u>2.33</u>	<u>7,954,157</u>	<u>3.22</u>	<u>1.86</u>

11. Revenue

	For the three months ended March 31	
	2025 (\$)	2024 (\$)
Borden	184	179
Canadian Malartic	105	632
Côté Gold	519	—
Cozamin	301	252
Vareš	484	—
Borborema	741	549
Others	804	1,282
	<u>3,138</u>	<u>2,894</u>

For the three months ended March 31, 2025, others consist of land agreement proceeds not credited against other mineral interest of \$460 (2024: \$1,002), and advance mineral royalty payment received of \$337 (2024: \$281).

12. General and administrative costs and project evaluations costs

	For the three months ended March 31	
	2025 (\$)	2024 (\$)
General and administrative costs:		
Corporate administrative costs	681	1,158
Employee costs	780	733
Professional fees	341	350
	<u>1,802</u>	<u>2,241</u>
Depreciation	19	20
	<u>1,821</u>	<u>2,261</u>

During the three months ended March 31, 2025, included in project evaluation costs were professional fees of \$18 (2024: \$19).

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12. General and administrative costs and project evaluations costs (continued)*Reclassification of share-based compensation*

The Company has reclassified the share-based compensation previously presented as part of general and administrative costs in the condensed interim consolidated financial statements for the three months ended March 31, 2024 to share-based compensation. The reclassification is a presentation change within other operating income/(expenses) and has no impact on condensed interim consolidated statement of financial position, condensed interim consolidated statement of changes in equity or condensed interim consolidated statement of cash flows. The reclassification provide more relevant, reliable, comparable and understandable information on the Company's operating income/(expenses) and better aligns with accepted industry practices.

The following table summarizes the effect of the restatement on the Company's previously reported condensed interim consolidated statement of loss:

	As previously reported	Reclassification	As reported
	(\$)	(\$)	(\$)
For the three months ended March 31, 2024			
General and administrative costs	2,856	(595)	2,261
Share-based compensation	—	595	595

13. Finance costs

	For the three months ended March 31	
	2025	2024
	(\$)	(\$)
Interest expense on bank loan	626	336
Interest expense on convertible debentures	1,056	1,047
Accretion of convertible debentures	519	395
Interest expense on lease liabilities	4	6
	<u>2,205</u>	<u>1,784</u>

14. Financial instruments

The Company's financial instruments consist of cash and cash equivalents, short-term and long-term investments, gold-linked loan, accounts receivable, accounts payable and accrued liabilities, lease obligation, bank loan, convertible debentures, and embedded derivatives.

The Company uses the following hierarchy for determining and disclosing fair value of financial instruments:

- Level 1: quoted (unadjusted) prices in active markets for identical assets or liabilities.
- Level 2: other techniques for which all inputs have a significant effect on the recorded fair value which are observable, either directly or indirectly.
- Level 3: techniques which use inputs that have a significant effect on the recorded fair value that are not based on observable market data.

	As at March 31, 2025			
	Level 1	Level 2	Level 3	Total
	(\$)	(\$)	(\$)	(\$)
Recurring measurements				
Financial assets at FVTPL				
Short-term investments	140	—	—	140
Gold-linked loan	—	—	10,703	10,703
Financial assets at FVOCI				
Long-term investments	—	—	1,390	1,390
Financial liabilities at FVTPL				
Embedded derivative	—	—	(1,209)	(1,209)
	<u>140</u>	<u>—</u>	<u>10,884</u>	<u>11,024</u>

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14. Financial instruments (continued)

	As at December 31, 2024			
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	Total (\$)
Recurring measurements				
Financial assets at FVTPL				
Short-term investments	214	—	—	342
Gold-linked loan	—	—	10,739	10,139
Financial assets at FVOCI				
Long-term investments	—	—	1,390	1,587
Financial liabilities at FVTPL				
Embedded derivative	—	—	(1,309)	1,921
	<u>214</u>	<u>—</u>	<u>10,820</u>	<u>13,989</u>

There were no transfers between the levels of the fair value hierarchy during the three months ended March 31, 2025.

The Company's short-term investments are initially recorded at fair value and subsequently revalued to their fair market value at each period end based on inputs such as quoted equity prices. The Company's short-term investments are measured at fair value on a recurring basis and classified as level 1 within the fair value hierarchy.

The fair value of the gold-linked loan is classified as Level 3 and is determined based on a discounted cash flow approach, which includes significant inputs not based on observable market data such as long-term gold price and expected volatility of gold.

The Company's long-term investment is initially recorded at fair value and subsequently revalued to its fair market value at each period end based on inputs such as quoted equity prices. The fair value of the long-term investment is classified as Level 3 and measured based on data such as the price paid by arm's length parties in recent transactions.

The fair value of the embedded derivative related to the convertible debentures is classified as Level 3 and is determined using the White Hull one factor model, which includes significant inputs not based on observable market data such as expected credit spread.

The fair value of the Company's other financial instruments, which include cash and cash equivalents, accounts receivable, and accounts payable and accrued liabilities approximate their carrying values due to their short term to maturity. Bank loan, convertible debentures, and lease obligations are measured at amortized cost. The fair value of the bank loan and lease obligations approximate their carrying values as their interest rates are comparable to current market rates. The fair value of the convertible debentures approximates their carrying values as there were not significant changes in economic and risk parameters or assumptions related to the convertible debentures since the issuance.

14.1 Financial risk management objectives and policies

The financial risk arising from the Company's operations are credit risk, liquidity risk, currency risk, equity price risk and interest rate risk. These risks arise from the normal course of operations and all transactions undertaken are to support the Company's ability to continue as a going concern. The risks associated with financial instruments and the policies on how the Company mitigates these risks are set out below. Management manages and monitors these exposures to ensure appropriate measures are implemented in a timely and effective manner.

14.2 Credit risk

Credit risk is the risk of an unexpected loss if a customer or third-party to a financial instrument fails to meet its contractual obligations. Credit risk for the Company is primarily associated with the Company's bank balances, accounts receivable and gold-linked loan. The Company mitigates credit risk associated with its bank balances by holding cash with Schedule I chartered banks in Canada and their US affiliates. The Company's maximum exposure to credit risk is equivalent to the carrying value of its cash and cash equivalents in excess of the amount of government deposit insurance coverage for each financial institution, and the carrying amount of its accounts receivable and gold-linked loan. In order to mitigate its exposure to credit risk, the Company closely monitors its financial assets.

14.3 Liquidity risk

Liquidity risk is the risk that the Company will not be able to settle or manage its obligations associated with financial liabilities. To manage liquidity risk, the Company closely monitors its liquidity position and ensures it has adequate sources of funding to finance its projects and operations. The Company's working capital (current assets less current liabilities) as at March 31, 2025, was \$1,819 compared to \$2,012 as at December 31, 2024. The Company's accounts payable and accrued liabilities are expected to be realized or settled, respectively, within a one-year period.

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14. Financial instruments (continued)**14.3 Liquidity risk (continued)**

The Company's future profitability will be dependent on the royalty income to be received from mine operators. Royalties are based on a percentage of the minerals, or the products produced, or revenue or profits generated from the property which is typically dependent on the prices of the minerals the property operators are able to realize. Mineral prices are affected by numerous factors such as interest rates, exchange rates, inflation or deflation and global and regional supply and demand. In managing liquidity risk, the Company takes into account the anticipated cash flows from operating activities and its holding of cash and short-term investments. The Company believes it has the adequate liquidity to meet its obligations and to finance its planned activities.

	Payments Due by Period				
	Total (\$)	Less than 1 year (\$)	1 – 3 years (\$)	4 – 5 years (\$)	After 5 years (\$)
Lease obligations	268	95	173	—	—
Revolving credit facility - principal	27,287	—	27,287	—	—
Revolving credit facility - interest	6,684	2,366	4,318	—	—
Convertible debentures - principal	40,000	—	—	40,000	—
Convertible debentures - interest	15,167	4,000	8,000	3,167	—
	<u>89,406</u>	<u>6,461</u>	<u>39,778</u>	<u>43,167</u>	<u>—</u>

14.4 Currency risk

The Company is exposed to foreign exchange risk when the Company undertakes transactions and holds assets and liabilities in currencies other than its functional currency. The Company currently does not engage in foreign exchange currency hedging. The currency risk on the Company's cash and cash equivalents, short-term investments and accounts payable and accrued liabilities is minimal.

14.5 Equity price risk

The Company is exposed to equity price risk associated with its investments in other mining companies. The Company's short-term investments consisting of common shares are exposed to significant equity price risk due to the potentially volatile and speculative nature of the businesses in which the investments are held. Based on the Company's short-term investments held as at March 31, 2025, a 10% change in the market price of these investments would have an impact of approximately \$16 on net loss. The Company is not exposed to significant equity price risk related to its marketable securities.

14.6 Interest rate risk

The Company's exposure to interest rate risk arises from the impact of interest rates on its cash and secured revolving credit facility, which bear interest at fixed or variable rates. The interest rate risks on the Company's cash balances are minimal. The Company's secured revolving credit facility bears interest at a rate determined by reference to the U.S. dollar Base Rate plus a margin of 2.00% or Adjusted Term SOFR plus a margin of 3.00%, as applicable and an increase (decrease) of 10 basis point in the applicable rate of interest would not have a significant impact on the net loss for the three months ended March 31, 2025. The Company's lease liability is determined using the interest rate implicit in the lease and an increase (decrease) of 10 basis points would not have a significant impact on the net loss for the three months ended March 31, 2025.

15. Related party transactions**15.1 Related Party Transactions**

QRC, an entity whose Chief Executive Officer is also a director of the Company, subscribed for \$30,000 principal amount of the Debentures in the Company's convertible debenture financing completed in December 2023. During the three months ended March 31, 2025, the Company incurred finance costs of \$1,181, under such Debentures held by QRC.

Related party transactions are based on the amounts agreed to by the parties. During the three months ended March 31, 2025, the Company did not enter into any contracts or undertake any commitment with any related parties other than as described herein.

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15. Related party transactions (continued)**15.2 Transactions with Key Management Personnel**

Key management personnel are individuals responsible for planning, directing and controlling the activities of an entity. Total management salaries and directors' fees incurred for services provided by key management personnel of the Company for the three months ended March 31, 2025 are as follows:

	For the three months ended March 31	
	2025 (\$)	2024 (\$)
Management salaries	298	317
Directors' fees	48	58
Share-based compensation	507	429
	<u>853</u>	<u>804</u>

16. Operating segments

The Company conducts its business as a single operating segment, being the investment in royalty and mineral streaming interests.

Revenue by geographical region

Revenue by geographical region, including revenues derived from the royalties, streaming and other mineral interests, are determined by the location of the mining operations giving rise to the royalties, streaming and other mineral interests. For the three months ended March 31, 2025 and 2024, revenue were earned from the following jurisdictions:

	For the three months ended March 31	
	2025 (\$)	2024 (\$)
Revenue by geographical region:		
Bosnia and Herzegovina	484	—
Canada	809	811
USA	803	1,282
Brazil	741	549
Mexico	301	252
	<u>3,138</u>	<u>2,894</u>

Non-current assets by geographical region

Except for the streaming interest located in Bosnia and Herzegovina and royalties on gold projects located in the USA, Brazil, Mexico, Colombia, Peru and Turkey, substantially all of the Company's assets and liabilities are held in Canada. The following table summarizes the Company's non-current assets by geographical region, as at March 31, 2025 and December 31, 2024. Geographical region of royalties, streaming and other mineral interests are determined by the location of the properties related to the royalties, streaming and other mineral interests.

	As at March 31, 2025	As at December 31, 2024
	(\$)	(\$)
Non-current assets by geographical region as of:		
Bosnia and Herzegovina	50,411	50,572
Canada	447,354	444,975
USA	197,638	197,751
Brazil	31,954	31,990
Mexico	6,255	6,356
	<u>733,612</u>	<u>731,644</u>