



CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

(unaudited)

June 30, 2025

(Expressed in United States ("US") Dollars)

Capstone Copper Corp.
Condensed Interim Consolidated Statements of Financial Position
As at June 30, 2025 and December 2024
unaudited - expressed in thousands of US dollars

ASSETS	June 30, 2025		December 31, 2024	
Current				
Cash and cash equivalents	\$	310,799	\$	131,593
Short-term investments		802		753
Receivables (Note 7)		156,700		147,765
Inventories (Note 8)		250,170		209,448
Derivative assets (Note 6)		885		24,618
Other assets (Note 10)		25,416		27,660
		744,772		541,837
Mineral properties, plant and equipment (Note 9)		5,771,519		5,718,249
Derivative assets (Note 6)		—		11,723
Deferred income tax assets		55,038		50,475
Other assets (Note 10)		40,418		42,748
Total assets	\$	6,611,747	\$	6,365,032
LIABILITIES				
Current				
Accounts payable and accrued liabilities (Note 12)	\$	377,451	\$	330,183
Current portion of long-term debt (Note 15)		—		85,748
Current portion of due to related party (Note 13)		6,486		6,486
Lease liabilities (Note 14)		63,342		46,646
Derivative liabilities (Note 6)		5,960		2,369
Income taxes payable		11,723		16,345
Other liabilities (Note 11)		205,920		206,287
		670,882		694,064
Long-term debt (Note 15)		928,848		736,008
Due to related party (Note 13)		243,391		240,589
Deferred revenue (Note 16)		144,817		146,017
Lease liabilities (Note 14)		209,111		200,323
Derivative liabilities (Note 6)		222		1,340
Provisions (Note 18)		252,665		234,761
Deferred income tax liabilities		650,073		636,783
Other liabilities (Note 11)		14,771		12,339
Total liabilities	\$	3,114,780	\$	2,902,224
EQUITY				
Share capital	\$	2,754,456	\$	2,753,196
Other reserves		51,388		47,355
Retained earnings		271,238		254,054
Total equity attributable to equity holders of the Company		3,077,082		3,054,605
Non-controlling interest (Note 13)		419,885		408,203
Total equity		3,496,967		3,462,808
Total liabilities and equity	\$	6,611,747	\$	6,365,032

See accompanying notes to these condensed interim consolidated financial statements.

Capstone Copper Corp.
Condensed Interim Consolidated Statements of Income
Three and Six Months Ended June 30, 2025 and 2024
unaudited - expressed in thousands of US dollars, except share and per share amounts

	Three months ended June 30,		Six months ended June 30,	
	2025	2024	2025	2024
Revenue (Note 20)	\$ 543,161	\$ 393,053	\$ 1,076,485	\$ 732,950
Operating costs				
Production costs	(308,849)	(244,287)	(631,173)	(493,323)
Royalties (Note 24)	(7,866)	(5,109)	(13,607)	(9,709)
Depletion and amortization	(119,384)	(71,147)	(239,783)	(139,335)
Earnings from mining operations	107,062	72,510	191,922	90,583
General and administrative expenses	(8,268)	(8,262)	(16,711)	(14,167)
Exploration expenses (Note 9)	(2,335)	(165)	(2,860)	(475)
Share-based compensation expense (Note 19)	(3,658)	(4,575)	(7,821)	(11,702)
Income from operations	92,801	59,508	164,530	64,239
Other (expense) income				
Foreign exchange (loss) gain (Note 27)	(4,849)	(3,526)	(13,731)	9,217
Realized and unrealized gains (losses) on derivative instruments (Note 6)	1,389	(4,140)	(5,999)	(7,878)
Minto obligation recovery (expense) (Note 18)	—	7,261	—	7,261
Other income (expense) (Note 25)	1,045	(4,085)	(4,790)	(8,365)
Finance income (Note 26)	2,957	1,149	3,958	2,795
Finance expense (Note 26)	(40,166)	(8,688)	(76,849)	(18,817)
Income before income taxes	53,177	47,479	67,119	48,452
Income tax expense (Note 17)	(23,141)	(19,988)	(38,253)	(26,727)
Net income	\$ 30,036	\$ 27,491	\$ 28,866	\$ 21,725
Net income attributable to:				
Shareholders of Capstone Copper Corp.	\$ 23,969	\$ 29,345	\$ 17,184	\$ 24,508
Non-controlling interest (Note 13)	6,067	(1,854)	11,682	(2,783)
	\$ 30,036	\$ 27,491	\$ 28,866	\$ 21,725

Net income per share attributable to shareholders of Capstone Copper Corp.

Earnings per share - basic (Note 21)	\$ 0.03	\$ 0.04	\$ 0.02	\$ 0.03
Weighted average number of shares - basic (Note 21)	761,878,360	753,741,708	750,633,211	741,104,566
Earnings per share - diluted (Note 21)	\$ 0.03	\$ 0.04	\$ 0.02	\$ 0.03
Weighted average number of shares - diluted (Note 21)	762,349,353	756,735,903	751,430,655	743,630,003

See accompanying notes to these condensed interim consolidated financial statements.

Capstone Copper Corp.**Condensed Interim Consolidated Statements of Comprehensive Income****Three and Six Months Ended June 30, 2025 and 2024***unaudited - expressed in thousands of US dollars*

	Three months ended June 30,		Six months ended June 30,	
	2025	2024	2025	2024
Net income	\$ 30,036	\$ 27,491	\$ 28,866	\$ 21,725
Other comprehensive income ("OCI")				
Items that will not be reclassified subsequently to profit or loss				
Change in fair value of marketable securities, net of tax of \$nil and \$nil (2024 - \$nil and \$nil)	35	313	305	382
Total other comprehensive income for the period	35	313	305	382
Total comprehensive income	\$ 30,071	\$ 27,804	\$ 29,171	\$ 22,107
<hr/>				
Total comprehensive income attributable to:				
Shareholders of Capstone Copper Corp.	\$ 24,004	\$ 29,658	\$ 17,489	\$ 24,890
Non-controlling interest (Note 13)	6,067	(1,854)	11,682	(2,783)
	\$ 30,071	\$ 27,804	\$ 29,171	\$ 22,107

See accompanying notes to these condensed interim consolidated financial statements.

Capstone Copper Corp.
Condensed Interim Consolidated Statements of Cash Flows
Three and Six Months Ended June 30, 2025 and 2024

unaudited - expressed in thousands of US dollars

	Three months ended June 30,		Six months ended June 30,	
	2025	2024	2025	2024
Cash provided by (used in):				
Operating activities				
Net income	\$ 30,036	\$ 27,491	\$ 28,866	\$ 21,725
Adjustments for:				
Net finance costs (Note 26)	37,209	7,539	72,891	16,022
Depletion and amortization (Note 22)	119,384	72,625	239,783	142,196
Income tax expense (Note 17)	23,141	19,988	38,253	26,727
Inventory write-down (Note 8)	2,897	(490)	3,542	(1,491)
Share-based compensation expense (Note 19)	3,658	4,575	7,821	11,702
Unrealized loss (gain) on foreign exchange and other (Note 27)	2,225	1,056	7,375	(6,346)
Unrealized loss (gain) on derivatives (Note 6)	14,019	(9,552)	24,921	(7,218)
Gold stream obligation (Note 25)	747	100	2,403	700
Gain on extinguishment of debt (Note 15)	(5,431)	—	(5,431)	—
Loss (gain) on disposal of assets	(123)	—	(90)	(1,263)
Amortization of deferred revenue (Note 16)	(3,474)	(4,130)	(5,804)	(7,129)
Minto obligation (recovery) expense	—	(7,261)	—	(7,261)
Net Income taxes paid	(9,296)	(2,494)	(31,889)	(13,076)
Payments on Minto obligation (Note 18)	(1,614)	(5,306)	(3,022)	(8,189)
Other payments	(1,009)	(1,195)	(1,175)	(2,028)
Operating cash flow before working capital and other non-cash changes	212,369	102,946	378,444	165,071
Changes in non-cash working capital (Note 22)	19,296	(5,103)	(26,743)	(19,931)
Other non-cash changes (Note 22)	4,719	971	6,492	64
Operating cash flow	236,384	98,814	358,193	145,204
Investing activities				
Mineral properties, plant and equipment additions (Note 22)	(121,998)	(118,126)	(229,046)	(215,200)
Finance costs capitalized on construction in progress (Note 22)	—	(19,718)	—	(40,970)
Proceeds on disposal of assets and other	(49)	26	(49)	1,415
Investing cash flow	(122,047)	(137,818)	(229,095)	(254,755)
Financing activities				
Proceeds from borrowings (Note 15)	350,000	48,000	1,019,000	124,500
Repayment of borrowings (Note 15)	(477,544)	(30,000)	(886,602)	(298,500)
Proceeds from working capital facilities (Note 11)	58,571	45,000	85,571	55,000
Repayments of working capital facilities (Note 11)	(43,000)	(10,000)	(53,000)	(10,000)
Proceeds of borrowings from related party (Note 13)	—	12,000	—	33,000
Repayment of borrowings from related party (Note 13)	(1,621)	—	(3,243)	—
Payment on purchase of Non-Controlling Interest ("NCI") (Note 13)	—	—	(34,600)	—
Repayment of lease obligations (Note 14)	(19,140)	(14,391)	(36,841)	(26,685)
Proceeds from the exercise of options	131	1,430	246	2,069
Net proceeds from issuance of shares (Note 19)	—	—	—	252,947
Net proceeds for settlement of derivatives	15,404	(5,501)	18,701	(5,093)
Interest and finance costs paid, including Upfront financing fees	(30,092)	(521)	(59,324)	(4,262)
Financing cash flow	(147,291)	46,017	49,908	122,976
Effect of exchange rate changes on cash and cash equivalents	83	(193)	200	(1,590)
(Decrease in) increase in cash and cash equivalents	(32,871)	6,820	179,206	11,835
Cash and cash equivalents - beginning of period	343,670	131,031	131,593	126,016
Cash and cash equivalents - end of period	\$ 310,799	\$ 137,851	\$ 310,799	\$ 137,851
Supplemental cash flow information (Note 22)				

See accompanying notes to these condensed interim consolidated financial statements.

Capstone Copper Corp.

Condensed Interim Consolidated Statements of Changes in Equity

Six Months Ended June 30, 2025 and 2024

unaudited - expressed in thousands of US dollars, except share amounts

Attributable to equity holders of the Company

	Number of shares	Share capital	Reserve for equity settled share-based transactions	Revaluation reserve	Foreign currency translation reserve	Share purchase reserve	Retained earnings	Total attributable to equity holders	Non- controlling interest	Total equity
January 1, 2025	761,894,175	\$ 2,753,196	\$ 60,685	\$ 3,767	\$ (17,101)	\$ 4	\$ 254,054	\$ 3,054,605	\$ 408,203	\$ 3,462,808
Shares issued on exercise of options (Note 19)	64,378	246	—	—	—	—	—	246	—	246
Shares issued under TSUP (Note 19)	271,131	1,014	(1,014)	—	—	—	—	—	—	—
Share-based compensation (Note 19)	—	—	4,742	—	—	—	—	4,742	—	4,742
Change in fair value of marketable securities	—	—	—	305	—	—	—	305	—	305
Net income	—	—	—	—	—	—	17,184	17,184	11,682	28,866
June 30, 2025	762,229,684	\$ 2,754,456	\$ 64,413	\$ 4,072	\$ (17,101)	\$ 4	\$ 271,238	\$ 3,077,082	\$ 419,885	\$ 3,496,967

	Number of shares	Share capital	Reserve for equity settled share-based transactions	Revaluation reserve	Foreign currency translation reserve	Share purchase reserve	Retained earnings	Total attributable to equity holders	Non- controlling interest	Total equity
Balance - January 1, 2024	696,073,153	2,451,572	59,241	(1,306)	(17,101)	(705)	168,886	2,660,587	405,535	3,066,122
Shares issued on exercise of options	1,120,610	3,043	(974)	—	—	—	—	2,069	—	2,069
Share-based compensation	—	—	4,505	—	—	—	—	4,505	—	4,505
Shares issued under TSUP (Note 18)	368,572	978	(978)	—	—	—	—	—	—	—
Settlement of share units	—	—	—	—	—	705	2,237	2,942	—	2,942
Shares issued under the Offering	56,548,000	252,947	—	—	—	—	—	252,947	—	252,947
Change in fair value of marketable securities	—	—	—	382	—	—	—	382	—	382
Net income (loss)	—	—	—	—	—	—	24,508	24,508	(2,783)	21,725
June 30, 2024	754,110,335	\$ 2,708,540	\$ 61,794	\$ (924)	\$ (17,101)	\$ —	\$ 195,631	\$ 2,947,940	\$ 402,752	\$ 3,350,692

See accompanying notes to these condensed interim consolidated financial statements.

Capstone Copper Corp.

Notes to the Condensed Interim Consolidated Financial Statements

Three and Six Months Ended June 30, 2025 and 2024

(tabular amounts expressed in thousands of US dollars, except share and per share amounts)

1. Nature of Operations

The accompanying condensed interim consolidated financial statements for Capstone Copper Corp. (the "Company" or "Capstone Copper") have been prepared as at June 30, 2025. The Company is listed on the Toronto Stock Exchange, and, effective February 2, 2024, on the Australian Securities Exchange ("ASX") as an ASX Foreign Exempt Listing.

Capstone Copper Corp., through a wholly owned Chilean subsidiary, Mantos Copper S.A., owns and operates the Mantos Blancos mine, located forty-five kilometers northeast of Antofagasta, Chile and the 70%-owned Mantoverde mine, through a Chilean subsidiary, Mantoverde S.A., located fifty kilometers southeast of Chanaral, Chile.

The Company is also engaged in the production of and exploration for base metals in the United States ("US"), Mexico, and Chile, with a focus on copper. Pinto Valley Mining Corp. ("Pinto Valley"), a wholly owned US subsidiary, owns and operates the Pinto Valley mine located in Arizona, US. Capstone Gold, S.A. de C.V. ("Capstone Gold"), a wholly owned Mexican subsidiary, owns and operates the Cozamin mine located in Zacatecas, Mexico, and has a portfolio of exploration properties in Mexico.

Minera Santo Domingo SCM, a wholly owned Chilean subsidiary of the Company, holds the fully permitted Santo Domingo copper-iron-gold-cobalt development project in the Atacama region of Chile, 35km northeast of Mantoverde. Capstone Copper Corp., owns 100% of the shares in Compania Minera Sierra Norte S.A ("Sierra Norte"). The Sierra Norte land package covers over 7,000 hectares in Region III, Chile and is located approximately twenty kilometers northwest of the Santo Domingo project. Capstone Mining Chile SpA, a wholly owned Chilean subsidiary, performs early stage exploration for base metal deposits in Chile.

The Company's head office, registered and records office and principal address are located at 2100 - 510 West Georgia Street, Vancouver, British Columbia, Canada and the Company is incorporated in British Columbia.

These condensed interim consolidated financial statements were approved by the Board of Directors and authorized for issuance on July 31, 2025.

2. Basis of preparation and consolidation

These condensed interim consolidated financial statements have been prepared in accordance with International Accounting Standard 34, Interim Financial Reporting using the same accounting policies and methods of application as the audited annual consolidated financial statements of Capstone for the year ended December 31, 2024, which were prepared in accordance with IFRS Accounting Standards®. The condensed interim consolidated financial statements have been prepared under the historical cost convention, except for certain financial instruments which are measured at fair value. The policies were consistently applied to all of the periods presented, except as noted below.

These condensed interim consolidated financial statements should be read in conjunction with the consolidated financial statements of the Company as at and for the year ended December 31, 2024.

Certain comparative figures have been reclassified to conform with changes in the presentation of the current year. These reclassifications had no effect on the previously reported operating cash flow, net income and net equity for the comparative period.

Capstone Copper Corp.

Notes to the Condensed Interim Consolidated Financial Statements

Three and Six Months Ended June 30, 2025 and 2024

(tabular amounts expressed in thousands of US dollars, except share and per share amounts)

3 Material Accounting Policy Information, Estimates and Judgments

The Company's management makes judgments in its process of applying the Company's accounting policies in the preparation of these condensed interim consolidated financial statements. In addition, the preparation of the financial data requires that the Company's management makes assumptions and estimates of the impacts of uncertain future events on the carrying amounts of the Company's assets and liabilities at the end of the reporting period, and the reported amounts of revenues and expenses during the reporting period. Actual results may differ from estimates as the estimation process is inherently uncertain.

Estimates are reviewed on an ongoing basis based on historical experience and other factors that are considered to be relevant under the circumstances. Revisions to estimates and the resulting impacts on the carrying amounts of the Company's assets and liabilities are accounted for prospectively.

In preparing the Company's condensed interim consolidated financial statements for the three and six months ended June 30, 2025, the Company applied the critical judgments and estimates disclosed in Note 3 of its consolidated financial statements for the year ended December 31, 2024.

4 Adoption of New and Revised IFRS and IFRS Not Yet Effective

New IFRS Pronouncements

Issued but not yet effective

In April 2024, the IASB issued a new IFRS accounting standard to improve financial reporting, IFRS 18 Presentation and Disclosure in Financial Statements, which replaces IAS 1 Presentation of Financial Statements.

IFRS 18 introduces new requirements relating to the presentation of the statement of profit or loss, the classification of income and expenses, and the disclosure of management-defined performance measures. The key changes introduced by IFRS 18 include a revised structure for the statement of profit or loss, requiring income and expenses to be classified into operating, investing, and financing categories, with separate sections for income taxes and discontinued operations and by specifying certain defined totals and subtotals. 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 also enhances the aggregation and disaggregation of information in the financial statements and notes to improve transparency, introduces mandatory disclosures for unusual items, and requires entities to disclose and reconcile management-defined performance measures to the closest IFRS-defined subtotal, along with explanations of their relevance and calculation methods.

The standard is effective for reporting periods beginning on or after January 1, 2027, including interim financial statements. Retrospective application is required and early application is permitted. The Company is assessing the effect of this new standard on our consolidated financial statements.

In May 2024, the IASB issued Amendments to IFRS 9 and IFRS 7, Amendments to the Classification and Measurement of Financial Instruments, which 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 solely meet the 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

Capstone Copper Corp.

Notes to the Condensed Interim Consolidated Financial Statements

Three and Six Months Ended June 30, 2025 and 2024

(tabular amounts expressed in thousands of US dollars, except share and per share amounts)

comprehensive income. These amendments become effective January 1, 2026 with early application permitted. The Company is in the process of assessing the impact of this new standard on the Company's financial statements.

5. Acquisition of Compania Minera Sierra Norte S.A

In August 2024, the Company completed the acquisition of Compania Minera Sierra Norte, S.A. ("Sierra Norte"). On the closing of the transaction, Inversiones Alxar S.A. and Empresas COPEC S.A., collectively the "sellers" received the equivalent of US\$40 million of shares of the Company. This resulted in the issuance of 6,139,358 Capstone Copper common shares.

The fair value of Capstone Copper common shares issued was determined using the 10-day VWAP between the date the Share Purchase Agreement was signed and the closing date of the transaction and the exchange rate of 1.3809 CAD/USD.

The purchase consideration was calculated as follows:

Fair value of 6,139,358 common shares issued by the Company	40,000
Total purchase consideration	40,000

Management determined that substantially all of the fair value of the gross assets acquired is concentrated in the Sierra Norte mineral development and exploration property and therefore accounted for the transaction as an asset acquisition.

For asset acquisitions settled with equity, entities are required to record the net assets acquired based on the fair value of the assets received in exchange for the equity issued, unless that fair value cannot be reliably estimated. In accordance with IFRS 2 *Share-based Payments*, the Company measured the transaction based on the fair value of the shares issued at the acquisition date, as this was considered the most reliable indicator of the fair value of the consideration transferred.

Fair value of assets acquired were as follows:

Cash and cash equivalents	70
Plant & equipment	11
Receivables and other assets	1,373
Mineral development and exploration property	38,546
Total assets acquired and liabilities assumed, net	40,000

6. Financial Instruments

Fair value of financial instruments

Certain of the Company's financial assets and liabilities are measured at fair value on a recurring basis and classified in their entirety based on the lowest level of input that is significant to the fair value measurement. Certain non-financial assets and liabilities may also be measured at fair value on a non-recurring basis. There are three levels of fair value hierarchy that prioritize the inputs to the valuation techniques used to measure fair value, with Level 1 having the highest priority. The levels and valuations techniques used to value the financial assets and liabilities are as follows:

Level 1 – Fair values measured using unadjusted quoted prices in active markets for identical instruments.

Capstone Copper Corp.

Notes to the Condensed Interim Consolidated Financial Statements

Three and Six Months Ended June 30, 2025 and 2024

(tabular amounts expressed in thousands of US dollars, except share and per share amounts)

Short-term investments and marketable securities are valued using quoted market prices in active markets. Accordingly, these items are included in Level 1 of the fair value hierarchy.

Level 2 – Fair values measured using directly or indirectly observable inputs, other than those included in Level 1.

Derivative instruments are included in Level 2 of the fair value hierarchy as they are valued using pricing models or discounted cash flow models. These models require a variety of inputs, including, but not limited to, market prices, forward price curves, yield curve and credit spreads. These inputs are obtained from or corroborated with the market. Also, included in Level 2 are receivables from provisional pricing on copper concentrate and cathode sales because they are valued using quoted market prices derived based on forward curves for the respective commodities and published priced assessments.

Level 3 – Fair values measured using inputs that are not based on observable market data.

As of June 30, 2025 the Company's classification of financial instruments within the fair value hierarchy are summarized below:

	Level 1	Level 2	Level 3	Total
Financial assets				
Short-term investments	\$ 802	\$ —	\$ —	\$ 802
Copper cathode receivables (Note 7)	—	4,991	—	4,991
Copper concentrate receivables (Note 7)	—	105,806	—	105,806
Derivative assets	—	885	—	885
Investment in marketable securities (Note 10)	1,001	—	—	1,001
	\$ 1,803	\$ 111,682	\$ —	\$ 113,485
Financial liabilities				
Derivative liabilities	\$ —	\$ 6,182	\$ —	\$ 6,182
Gold stream liability (Note 11)	—	—	10,700	10,700
	\$ —	\$ 6,182	\$ 10,700	\$ 16,882

The Company's policy for determining when a transfer occurs between levels in the fair value hierarchy is to assess the impact at the date of the event or the change in circumstances that could result in a transfer. There were no transfers between Level 1, Level 2 and Level 3 during the three and six months ended June 30, 2025.

Set out below are the Company's financial assets by category:

	June 30, 2025			
	Fair value through profit or loss	Fair value through OCI	Amortized cost	Total
Cash and cash equivalents	\$ —	\$ —	\$ 310,799	\$ 310,799
Short-term investments	802	—	—	802
Copper cathode receivables (Note 7)	4,991	—	—	4,991
Copper concentrate receivables (Note 7)	105,806	—	—	105,806
Other receivables (Note 7)	—	—	26,717	26,717
Derivative assets	885	—	—	885
Investment in marketable securities (Note 10)	—	1,001	—	1,001
	\$ 112,484	\$ 1,001	\$ 337,516	\$ 451,001

Capstone Copper Corp.
Notes to the Condensed Interim Consolidated Financial Statements
Three and Six Months Ended June 30, 2025 and 2024
(tabular amounts expressed in thousands of US dollars, except share and per share amounts)

	December 31, 2024			
	Fair value through profit or loss	Fair value through OCI	Amortized cost	Total
Cash and cash equivalents	\$ —	\$ —	\$ 131,593	\$ 131,593
Short-term investments	753	—	—	753
Copper concentrate receivables (Note 7)	67,646	—	—	67,646
Copper cathode receivables (Note 7)	29,331	—	—	29,331
Other receivables (Note 7)	—	—	27,120	27,120
Derivative assets	36,341	—	—	36,341
Investment in marketable securities (Note 10)	—	686	—	686
Derivative assets - non-current	11,723	—	—	11,723
	\$ 145,794	\$ 686	\$ 158,713	\$ 305,193

Set out below are the Company's financial liabilities by category:

	June 30, 2025		
	Fair value through profit or loss	Amortized cost	Total
Accounts payable and accrued liabilities (Note 12)	\$ —	\$ 377,451	\$ 377,451
Long-term debt (Note 15)	—	928,848	928,848
Due to related party (Note 13)	—	249,877	249,877
Derivative liabilities	6,182	—	6,182
Working capital facilities (Note 11)	—	149,266	149,266
Gold stream obligation (Note 11)	10,700	—	10,700
	\$ 16,882	\$ 1,705,442	\$ 1,722,324

	December 31, 2024		
	Fair value through profit or loss	Amortized cost	Total
Accounts payable and accrued liabilities	\$ —	\$ 330,183	\$ 330,183
Long-term debt (Note 15)	—	821,756	821,756
Due to related party (Note 13)	—	247,075	247,075
Derivative liabilities	3,709	—	3,709
Working capital facilities (Note 11)	—	117,049	117,049
Payable on purchase of non-controlling interest (Note 11)	—	44,488	44,488
Gold stream obligation (Note 11)	9,900	—	9,900
	\$ 13,609	\$ 1,560,551	\$ 1,574,160

There have been no changes during the three and six months ended June 30, 2025, in how the Company categorizes its financial assets and liabilities by fair value through profit or loss, fair value through OCI, or amortized cost.

Capstone Copper Corp.**Notes to the Condensed Interim Consolidated Financial Statements****Three and Six Months Ended June 30, 2025 and 2024***(tabular amounts expressed in thousands of US dollars, except share and per share amounts)***Financial instruments and related risks**

The Company's activities expose it to financial risks of varying degrees of significance which could affect its ability to achieve its strategic objectives for growth and shareholder returns. The principal financial risks to which the Company is exposed are commodity price risk, credit risk, foreign exchange risk, liquidity risk and interest rate risk. The Board of Directors has overall responsibility for the establishment and oversight of the Company's risk management framework and reviews the Company's policies on an ongoing basis. There have been no significant changes in the Company's exposure to these financial risks.

Derivative instruments

As at June 30, 2025, the Company's derivative financial instruments are comprised of copper quotational pricing contracts, copper zero-cost collar contracts and foreign currency zero-cost collars ("ZCC").

The Company operates on an international basis and therefore foreign exchange risk exposures arise from transactions denominated in a foreign currency. The Company's foreign exchange risk arises primarily with respect to the Chilean Peso ("CLP"), the Chilean Unidad de Fomento ("UF"), the Mexican Peso ("MXN") and the Canadian dollar ("CDN"). The UF is an artificial inflation-indexed monetary unit used in Chile to denominate certain contracts. The Company's cash flows from Chilean and Mexican operations are exposed to foreign exchange risk, as commodity sales are denominated in US dollars and a certain portion of operating and capital expenses is denominated in local currencies. As such, the Company may use foreign exchange forward and swap contracts and ZCCs to mitigate changes in foreign exchange rates.

The Company's outstanding derivative instruments as of June 30, 2025, are as follows:

Type	Contract description	Remaining term	Put strike	Call strike / Fixed rate	Notional tonnes / Quantity	MTM Value
Foreign currency	Foreign exchange ZCC - CLP	July - December 2025	900.00 930.00	981.50 1,069.00	48.1 billion CLP	\$591
Foreign currency	Foreign exchange ZCC - CLP	January - December 2026	850.00	965.00 1,000.00	20.0 billion CLP	\$(390)
Foreign currency	Foreign exchange ZCC - CAD	July - December 2025	1.36 1.37	1.42 1.44	10.2 million CAD	\$96
Foreign currency	Foreign exchange ZCC - MXN	July - December 2025	18.75 19.50	22.00 23.85	253.9 million MXN	\$344
Commodity	Commodity ZCC - Copper	July - December 2025	4.15	4.83 4.90	15,534 tonnes	\$22
Quotational pricing contracts	Copper time-spread swaps	July - September 2025	—	—	25,053 tonnes	\$(5,960)
Total outstanding derivative instruments as at June 30, 2025						\$(5,297)

Capstone Copper Corp.

Notes to the Condensed Interim Consolidated Financial Statements

Three and Six Months Ended June 30, 2025 and 2024

(tabular amounts expressed in thousands of US dollars, except share and per share amounts)

Set out below are the Company's derivative financial assets and financial liabilities:

	June 30, 2025	December 31, 2024
Derivative financial assets:		
Foreign currency contracts	\$ 863	\$ —
Interest rate swap contracts	—	8,080
Copper commodity contracts	22	10,545
Quotational pricing contracts	—	5,993
Total derivative financial assets - current	885	24,618
Interest rate swap contracts	—	11,723
Total derivative financial assets - non-current	\$ —	\$ 11,723
Derivative financial liabilities:		
Foreign currency contracts	—	2,369
Quotational pricing contracts	5,960	—
Total derivative financial liabilities - current	\$ 5,960	\$ 2,369
Foreign currency contracts	222	1,340
Total derivative financial liabilities - non-current	\$ 222	\$ 1,340

Set out below are the Company's realized and unrealized gains and losses on derivative financial instruments:

	Three months ended June 30,		Six months ended June 30,	
	2025	2024	2025	2024
Unrealized (loss)/gain on derivative financial instruments:				
Foreign currency contracts	\$ 1,359	\$ 4,237	\$ 4,349	\$ (2,264)
Copper commodity contracts	(986)	9,350	(10,523)	13,484
Interest rate swap contracts	(14,392)	(4,035)	(18,747)	(4,002)
Total unrealized loss on derivative financial instruments	(14,019)	9,552	(24,921)	7,218
Realized gain/(loss) on derivative financial instruments:				
Foreign currency contracts	4	151	(46)	(548)
Copper commodity contracts	—	(19,957)	267	(26,641)
Interest rate swap contracts	15,404	6,114	18,701	12,093
Total realized gain/(loss) on derivative financial instruments	15,408	(13,692)	18,922	(15,096)
Total unrealized and realized gain (loss) on derivative financial instruments:	\$ 1,389	\$ (4,140)	\$ (5,999)	\$ (7,878)

* Amounts above do not include unrealized and realized gains and losses related to the Company's quotational pricing contracts as these amounts are included in pricing and volume adjustments on copper concentrate sales (Note 20).

Capstone Copper Corp.**Notes to the Condensed Interim Consolidated Financial Statements**

Three and Six Months Ended June 30, 2025 and 2024

*(tabular amounts expressed in thousands of US dollars, except share and per share amounts)***7. Receivables***Details are as follows:*

	June 30, 2025	December 31, 2024
Copper concentrate	\$ 105,806	\$ 67,646
Copper cathode	4,991	29,331
Value added taxes and other taxes receivable	16,196	19,083
Income taxes receivable	2,990	4,585
Other receivables	26,717	27,120
Total receivables	\$ 156,700	\$ 147,765

8. Inventories*Details are as follows:*

	June 30, 2025	December 31, 2024
<i>Current:</i>		
Materials and consumables	\$ 126,060	\$ 112,674
Ore stockpiles	23,309	12,546
Work-in-progress	26,451	20,961
Finished goods - copper cathode	13,693	20,708
Finished goods - copper concentrate	60,657	42,559
Total inventories - current	\$ 250,170	\$ 209,448
<i>Non-current:</i>		
Ore stockpiles (Note 10) (i)	14,281	16,366
Total inventories - non-current	\$ 14,281	\$ 16,366

i. Non-current inventory is composed of ore stockpiles at the Mantos Blancos and Mantoverde mines.

During the three and six months ended June 30, 2025, concentrate and cathode inventories recognized as production costs, including depletion and amortization, amounted to \$404.2 million and \$846.3 million (2024 – \$315.4 million and \$632.7 million).

During the three and six months ended June 30, 2025, the Company recorded write-downs of \$3.9 million and \$4.5 million related to Mantoverde's cathode and Pinto Valley's concentrate inventories respectively, which were recorded as production costs and depletion and amortization. During the three and six months ended June 30, 2025, the Company recorded recovery write-downs of \$1.0 million related to Mantoverde's cathode inventories which was recorded as production costs and depletion and amortization.

During the three and six months ended June 30, 2024, the Company recorded recovery write-downs of \$0.5 million and \$1.5 million related to Mantoverde's cathode inventories which were recorded as production costs.

Capstone Copper Corp.

Notes to the Condensed Interim Consolidated Financial Statements

Three and Six Months Ended June 30, 2025 and 2024

(tabular amounts expressed in thousands of US dollars, except share and per share amounts)

9. Mineral Properties, Plant and Equipment

Details are as follows:

	Mineral properties			Plant and equipment			Total
	Depletable		Non-depletable Mineral exploration and development properties	Subject to amortization		Not subject to amortization	
	Producing mineral properties	Deferred stripping		Plant & equipment	Right of use assets	Construction in progress	
At January 1, 2025, net	\$ 1,590,945	\$ 456,961	\$ 888,945	\$ 2,353,985	\$ 255,596	\$ 171,817	\$ 5,718,249
Additions	—	93,854	50,078	6,503	52,501	96,766	299,702
Disposals	—	—	—	(33)	—	—	(33)
Rehabilitation provision adjustments	10,565	—	—	—	—	—	10,565
Reclassifications and transfers	17,491	7,885	(14,127)	49,766	(1,729)	(59,063)	223
Depletion and amortization	(65,942)	(66,251)	—	(105,680)	(19,314)	—	(257,187)
At June 30, 2025, net	\$ 1,553,059	\$ 492,449	\$ 924,896	\$ 2,304,541	\$ 287,054	\$ 209,520	\$ 5,771,519
At June 30, 2025:							
Cost	\$ 2,217,793	\$ 762,834	\$ 924,896	\$ 4,181,432	\$ 449,309	\$ 209,520	\$ 8,745,784
Accumulated amortization and impairment	(664,734)	(270,385)	—	(1,876,891)	(162,255)	—	(2,974,265)
Net carrying amount	\$ 1,553,059	\$ 492,449	\$ 924,896	\$ 2,304,541	\$ 287,054	\$ 209,520	\$ 5,771,519

The Company achieved commercial production at MVDP in September 2024. In making this determination, management considered a number of factors, including completion of substantially all the construction development activities in accordance with design and a production ramp up period where mill throughput, in terms of tonnes of ore, equalled an average of 75% of nameplate capacity over a 30-day period. Depletion and amortization on MVDP commenced on October 1, 2024.

During the year ended December 31, 2024, the Company capitalized \$76.4 million of finance costs to construction in progress, at a weighted average interest rate of 7.8%. Interest expense is no longer being capitalized, as the MVDP has achieved commercial production.

The Company's exploration costs were as follows:

	Three months ended June 30,		Six months ended June 30,	
	2025	2024	2025	2024
Exploration capitalized to mineral properties	\$ 9,529	\$ 2,864	\$ 16,103	\$ 5,167
Greenfield exploration expensed to the statement of income	2,335	165	2,860	475
	\$ 11,864	\$ 3,029	\$ 18,963	\$ 5,642

Exploration capitalized to mineral properties during the period ended June 30, 2025 and 2024, relates to brownfield exploration at the Mantoverde, Mantos Blancos and Cozamin mines. Greenfield exploration expenses during the period ended June 30, 2025 and 2024 related primarily to exploration efforts in Chile.

Capstone Copper Corp.**Notes to the Condensed Interim Consolidated Financial Statements****Three and Six Months Ended June 30, 2025 and 2024***(tabular amounts expressed in thousands of US dollars, except share and per share amounts)*

As at June 30, 2025, the Revolving Credit Facility ("RCF") (Note 15) was secured by the Pinto Valley, Cozamin, Mantoverde and Mantos Blancos mineral properties, and plant and equipment with a net carrying value of \$5,224.5 million (December 31, 2024 – \$2,165.1 million).

10. Other Assets*Details are as follows:*

	June 30, 2025	December 31, 2024
<i>Current:</i>		
Prepays	\$ 20,049	\$ 20,008
Other	5,367	7,652
Total other assets - current	\$ 25,416	\$ 27,660
<i>Non-current:</i>		
Prepayments	\$ 18,046	\$ 18,045
Ore stockpiles (Note 8)	14,281	16,366
Value added taxes and other taxes receivable	1,374	1,155
Investments in marketable securities	1,001	686
Deposits and other	5,716	6,496
Total other assets - non-current	\$ 40,418	\$ 42,748

11. Other Liabilities*Details are as follows:*

	June 30, 2025	December 31, 2024
<i>Current:</i>		
Current portion of share-based payment obligations (Note 18)	\$ 7,031	\$ 7,714
Withholding tax payable in relation to the payment to NCI holder	10,400	—
Current portion of payable to purchase of NCI	—	44,488
Current portion of deferred revenue (Note 16)	11,421	11,389
Current portion of Minto obligation (Note 18)	17,907	18,049
Working capital facilities	149,266	117,049
Current portion of Gold stream obligation (Note 16)	3,236	2,644
Other	6,659	4,954
Total other liabilities - current	\$ 205,920	\$ 206,287
<i>Non-current:</i>		
Retirement benefit liabilities	\$ 5,347	\$ 5,083
Gold stream obligation (Note 16)	7,464	7,256
Other	1,960	—
Total other liabilities - non-current	\$ 14,771	\$ 12,339

Capstone Copper Corp.

Notes to the Condensed Interim Consolidated Financial Statements

Three and Six Months Ended June 30, 2025 and 2024

(tabular amounts expressed in thousands of US dollars, except share and per share amounts)

Working capital facilities

Two of the Company's Chilean subsidiaries entered into a series of short-term working capital facilities to support general working capital management. The aggregate balance of these facilities, included above, reflects accrued interest as at the end of the reporting period. During the six months ended June 30, 2025, the Company drew \$85.6 million from its working capital facilities and repaid \$53 million.

Payable on purchase of Non-Controlling Interest ("NCI")

During March 2025, \$34.6 million of the final installment of \$45 million cash consideration was paid to KORES. The remaining \$10.4 million represents withholding taxes payable to the Chilean IRS has been recognized as a short-term liability as it is payable in April 2026. During the three and six months ended June 30, 2025, \$nil and \$0.5 million (June 30, 2024 - \$0.4 million and \$0.9 million) of accretion was recorded in finance expense in the consolidated statements of income.

Gold stream obligation

During the fourth quarter of 2023, the Company recognized an obligation related to a completion test on the Santo Domingo gold stream. The fair value of the embedded derivative at June 30, 2025 was a liability of \$10.7 million (December 31, 2024 - \$9.9 million).

12 Accounts Payable and Accrued Liabilities

Accounts payable and accrued liabilities are comprised of the following:

	June 30, 2025	December 31, 2024
<i>Current:</i>		
Trade payables	\$ 311,058	\$ 261,136
Unbilled goods and services	26,027	36,805
Accrued interest	11,090	1,833
Commodity taxes payable	5,040	7,405
Payroll and employee related	22,079	21,654
Other	2,157	1,350
Total accounts payable and accrued liabilities	\$ 377,451	\$ 330,183

13. Non-Controlling Interest

As part of the financing for the MVDP, Mitsubishi Materials Corporation ("MMC") acquired a 30% non-controlling interest in Mantoverde S.A., and agreed to make an additional \$20 million contingent payment upon satisfaction of certain technical requirements relating to the expansion of the tailings storage facility.

In addition to the contingent arrangement, MMC agreed to provide a \$60 million Cost Overrun Facility ("COF") in exchange for additional offtake of copper concentrate production under a 10-year contract (Note 23). The COF initially carried an interest rate of 3-month US\$ LIBOR plus 1.70% and amortizing over 37 quarters from September 30, 2024. As a result of Interest Rate Benchmark Reform, the Company completed the transition from LIBOR to an adjusted secured overnight financing rate ("SOFR") with MMC. The transition resulted in a variable rate of SOFR compounded daily to a 3-month period plus 0.2616% per annum, with margins unchanged.

Capstone Copper Corp.

Notes to the Condensed Interim Consolidated Financial Statements

Three and Six Months Ended June 30, 2025 and 2024

(tabular amounts expressed in thousands of US dollars, except share and per share amounts)

In addition to the COF, MMC advanced its pro-rata share of funding requests, which amounted to an additional \$171.9 million, to Mantoverde in the form of shareholder loans forming part of the financing for the MVDP. Total funds advanced by MMC at June 30, 2025, including accrued interest of \$24.5 million (December 31, 2024 - \$18.4 million), was \$249.9 million (December 31, 2024 - \$247.1 million). The interest rate on the shareholder loans as at June 30, 2025 was three-month adjusted SOFR of 4.30% (December 31, 2024 - 4.65%) plus 2.65% (December 31, 2024 - 2.65%) payable on the principal balance.

In June 2025, Mantoverde S.A obtained a term loan which is fully guaranteed by MMC. In exchange for their guarantee, the Company pays a guarantee fee to MMC, calculated at 0.2% of the outstanding loan balance.

Included in accounts receivable is \$1.5 million owed by Mitsubishi Materials Corporation ("MMC"), a related party, (December 31, 2024 - \$5.4 million payable).

Details of the due to related party balances are as follows:

		COF		Shareholder Loans		Total
Balance, December 31, 2023	\$	60,000	\$	135,871	\$	195,871
Additions		—		33,000		33,000
Interest expense		2,219		5,986		8,205
Interest repayments		(2,219)		—		(2,219)
Balance, June 30, 2024	\$	60,000	\$	174,857	\$	234,857
Additions		—		9,000		9,000
Repayment		(3,243)		—		(3,243)
Interest expense		2,135		6,461		8,596
Interest repayments		(2,135)		—		(2,135)
Balance, December 31, 2024	\$	56,757	\$	190,318	\$	247,075
Repayment		(3,243)		—		(3,243)
Interest expense		1,786		6,045		7,831
Interest repayments		(1,786)		—		(1,786)
Balance, June 30, 2025	\$	53,514	\$	196,363	\$	249,877
Less: current portion		(6,486)		—		(6,486)
Non-current portion	\$	47,028	\$	196,363	\$	243,391

		Six months ended June 30, 2025		Year ended December 31, 2024
Opening balance	\$	408,203	\$	405,535
Share of comprehensive profit for the period		11,682		2,668
Non-controlling interest	\$	419,885	\$	408,203

Capstone Copper Corp.

Notes to the Condensed Interim Consolidated Financial Statements

Three and Six Months Ended June 30, 2025 and 2024

*(tabular amounts expressed in thousands of US dollars, except share and per share amounts)***14. Lease Liabilities***Details are as follows:*

		Total
Balance, December 31, 2023	\$	136,499
Additions		98,072
Payments		(26,685)
Accretion expense		6,047
Exchange difference		(294)
Balance, June 30, 2024	\$	213,639
Additions		60,263
Payments		(36,004)
Accretion expense		9,611
Exchange difference		(540)
Balance, December 31, 2024	\$	246,969
Additions (Note 9)		52,501
Payments		(36,841)
Accretion expense		9,407
Exchange difference		417
Balance, June 30, 2025	\$	272,453
Less: current portion		(63,342)
Non-current portion	\$	209,111

Capstone Copper Corp.

Notes to the Condensed Interim Consolidated Financial Statements

Three and Six Months Ended June 30, 2025 and 2024

(tabular amounts expressed in thousands of US dollars, except share and per share amounts)

15. Long-Term Debt

Details of the long-term debt balances are as follows:

	Mantoverde Development Project Facility	Mantoverde Term Loan	Senior Unsecured Notes	Revolving Credit Facility	Total
Balance, December 31, 2023	\$ 526,579	—	—	\$ 472,077	\$ 998,656
Additions	—	—	—	\$ 124,500	\$ 124,500
Repayments	—	—	—	\$ (298,500)	\$ (298,500)
Financing fee amortization	\$ (458)	—	—	\$ 337	\$ (121)
Deferred financing fee	—	—	—	\$ (67)	\$ (67)
Balance, June 30, 2024	\$ 526,121	—	—	\$ 298,347	\$ 824,468
Additions	—	—	—	\$ 65,000	\$ 65,000
Repayments	\$ (28,398)	—	—	\$ (39,000)	\$ (67,398)
Capitalized financing fee	—	—	—	\$ (62)	\$ (62)
Financing fee amortization	\$ (463)	—	—	\$ 211	\$ (252)
Balance, December 31, 2024	\$ 497,260	—	—	\$ 324,496	\$ 821,756
Additions	—	\$ 145,000	\$ 600,000	\$ 274,000	\$ 1,019,000
Repayments	\$ (491,602)	—	—	\$ (395,000)	\$ (886,602)
Capitalized financing fee ⁽¹⁾	—	\$ (7,236)	\$ (11,434)	\$ (2,773)	\$ (21,443)
Extinguishment of debt	\$ (5,431)	—	—	—	\$ (5,431)
Financing fee amortization	\$ (227)	—	\$ 291	\$ 1,504	\$ 1,568
Balance, June 30, 2025	\$ —	\$ 137,764	\$ 588,857	\$ 202,227	\$ 928,848
Less: current portion	—	—	—	—	—
Non-current portion	\$ —	\$ 137,764	\$ 588,857	\$ 202,227	\$ 928,848

(1) Capitalized financing fees on the Mantoverde term loan include upfront fees paid to the financial institution, legal fees, and stamp tax on both the term loan which represents MMC's 30% and Capstone's internal 70% which was funded using a portion of the proceeds from the Senior Unsecured Notes.

Capstone Copper Corp.

Notes to the Condensed Interim Consolidated Financial Statements

Three and Six Months Ended June 30, 2025 and 2024

(tabular amounts expressed in thousands of US dollars, except share and per share amounts)

Mantoverde Development Project Facility

In order to fund the construction of MVDP, the Company had secured a senior secured amortizing project debt facility in an aggregate amount of \$520 million (the "MVDP Facility", comprising the "Covered Facility" \$250 million, the "Uncovered Facility" \$210 million, and the "ECA Direct Facility" \$60 million). In June 2025, the Company fully repaid the \$477.5 million that was outstanding on the facilities and closed out the associated interest rate swap.

Senior Unsecured Notes

On March 25, 2025, the Company completed an offering of \$600 million aggregate principal amount of senior unsecured notes due March 2033 (the "Senior Notes"). The Senior Notes bear interest at 6.75%, payable semi-annually in March and September of each year.

The Senior Notes are guaranteed on an unsecured basis by each of the Company's subsidiaries that provide a guarantee of the RCF.

The Senior Notes are subject to the following early redemption options by the Company:

- On or after March 31, 2028, the Company has the option, in whole or in part, to redeem the Senior Notes at a price ranging from 103.375% to 100% of the principal amount together with accrued and unpaid interest, if any, to the date of redemption, with the rate decreasing based on the length of time the Senior Notes are outstanding;
- Before March 31, 2028, the Company may redeem, in whole but not in part, the Senior Notes at 100% of the principal amount plus a "make whole" premium, plus accrued and unpaid interest, if any, to the date of redemption; and
- At any time before March 31, 2028, the Company may redeem up to 40% of the original principal amount of the Senior Notes with the proceeds of certain equity offerings at a redemption price of 106.750% of the principal amount of the Senior Notes, together with accrued and unpaid interest, if any, to the date of redemption.

Upon the occurrence of specific kinds of change of control triggering events, each holder of the Senior Notes will have the right to cause the Company to repurchase some or all of its Senior Notes at 101% of their principal amount, plus accrued and unpaid interest, if any, to the repurchase date.

The Company incurred transaction costs of \$11.4 million related to the issuance of the Senior Notes. The Senior Notes are recognized as financial liabilities, net of unamortized transaction costs, and measured at amortized cost using an effective interest rate of 7.07%.

Revolving Credit Facility

On May 6, 2025, the Company amended its corporate RCF. The amended RCF was increased to an aggregate commitment of \$1.0 billion, plus a \$200 million accordion option available 180 days after closing, and matures in May 2029. The amended RCF bears interest on a sliding scale based on adjusted term SOFR plus a margin ranging from 1.75% to 2.75% depending on the total net leverage ratio. The amended RCF became effective on June 30, 2025 after all the required closing conditions were met.

The interest rate at June 30, 2025 was one-month adjusted term SOFR of 4.425% plus 1.875% (December 2024 - adjusted term SOFR of 4.58% plus 2.125%) with a standby fee of 0.422% (2024 – 0.478%) payable on the undrawn balance (adjustable in certain circumstances).

The RCF is secured against the present and future real and personal property, assets and undertakings of Capstone Copper other than defined excluded entities which comprise the Santo Domingo development project property.

Capstone Copper Corp.

Notes to the Condensed Interim Consolidated Financial Statements

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(tabular amounts expressed in thousands of US dollars, except share and per share amounts)

The RCF requires Capstone Copper to maintain certain financial ratios relating to debt and interest coverage. Capstone Copper was in compliance with these covenants as at June 30, 2025.

Mantoverde Term Loan

In June 2025, Mantoverde obtained a term loan of a principal amount of \$145.0 million, maturing in June 2032. The term loan bears interest at three-month term SOFR plus a margin of 2.75%. As at June 30, 2025, a principal balance of \$145.0 million was outstanding, with unamortized deferred financing fees of \$7.2 million netted against the borrowings. The proceeds were used to repay MMC's 30% share of MVDP project finance facilities.

The loan has no scheduled repayments for the first eight fiscal quarters and thereafter, the Company will repay the loan in (a) nineteen quarterly amortization payments, each equal to 3.6842% of the initial amount of the loan; and (b) a balloon payment of the remaining 30% of the initial amount of the loan outstanding on the maturity date. The loan can be prepaid at any time without penalty.

The term loan is guaranteed by Mitsubishi Materials Corp. ("MMC") in exchange for a guarantee fee of 0.2% on the outstanding principal balance.

Surety Bonds

As at June 30, 2025, the Company has in place seven surety bonds totaling \$268.3 million to support various reclamation and other obligation bonding requirements. These comprise \$182.0 million securing reclamation obligations at Pinto Valley, \$4.0 million provided as security as part of a power supply agreement at Pinto Valley, \$1.9 million related to the construction of a port for the Santo Domingo development project in Chile, \$32.6 million at Mantoverde, and \$47.8 million at Mantos Blancos, respectively, securing reclamation obligations. The Company is also an Indemnitor to the surety bond provider for the surety bond obligations of Minto Metals Corp. ("Minto Metals") (Note 18).

16. Deferred Revenue

Silver Precious Metals Purchase Arrangement ("Silver PMPA")

On February 19, 2021, a subsidiary of the Company, concluded the Silver PMPA with Wheaton Precious Metals ("Wheaton") whereby Capstone Copper received an upfront cash consideration of \$150 million against delivery of 50% of the silver production from the Cozamin mine until 10 million ounces have been delivered, thereafter dropping to 33% of silver production for the remaining life of mine. In addition to the upfront cash consideration of \$150 million, as silver is delivered under the terms of the Silver PMPA, the Company receives cash payments equal to 10% of the spot silver price at the time of delivery for each ounce delivered to Wheaton. The Silver PMPA is effective December 1, 2020. Wheaton has been provided certain security in support of the Company's obligations under the Silver PMPA.

The Company recorded the upfront cash consideration received of \$150 million as deferred revenue and recognizes amounts in revenue as silver is delivered under the Silver PMPA. Capstone Copper determines the amortization of deferred revenue to the consolidated statements of income on a per unit basis using the estimated total number of silver ounces expected to be delivered over the life of the Cozamin mine. The amortization rate requires the use of proven and probable mineral reserves and certain mineral resources which management is reasonably confident will be transferred to mineral reserves. The Company estimates the current portion of deferred revenue based on deliveries anticipated over the next twelve months. Cozamin has delivered 2.8 million silver ounces since contract inception until June 30, 2025.

Capstone Copper Corp.**Notes to the Condensed Interim Consolidated Financial Statements****Three and Six Months Ended June 30, 2025 and 2024***(tabular amounts expressed in thousands of US dollars, except share and per share amounts)***Gold Precious Metals Purchase Arrangement ("Gold PMPA")**

On April 21, 2021, a subsidiary of the Company received an early deposit of \$30 million ("the Early Deposit") in relation to the Gold PMPA at Santo Domingo with Wheaton effective March 24, 2021. As completion was not achieved on or before the third anniversary date of receiving the early deposit, an early deposit delay payment was triggered that requires the Company to sell and deliver 104 ounces of refined gold per month until the earlier of: the month completion is achieved, the month in which the early deposit is repaid to Wheaton or the month which refined gold is first sold and delivered to Wheaton. A gold stream obligation was recorded in other liabilities, and during the six month ended June 30, 2025, the obligation increased by \$2.4 million, resulting in a total obligation of \$10.7 million (December 31, 2024 - \$9.9 million).

Additional deposits of \$260 million are to be received under the Gold PMPA over the Santo Domingo development project construction period, subject to sufficient financing having been obtained to cover total expected capital expenditures and other customary conditions, for total consideration of \$290 million (collectively "the Deposit"). Wheaton will receive 100% of the gold production from the Company's Santo Domingo development project until 285,000 ounces have been delivered, thereafter dropping to 67% of the gold production for the remaining life of mine.

In addition to the deposits of \$290 million, as gold is delivered under the terms of the Gold PMPA, Capstone Copper receives cash payments equal to 18% of the spot gold price at the time of delivery for each ounce delivered to Wheaton, until the Deposit has been reduced to zero, thereafter increasing to 22% of the spot gold price upon delivery. Wheaton has been provided certain security in support of the Company's obligations under the Gold PMPA. The initial term of the Gold PMPA is 20 years.

Details of changes in the balance of deferred revenue are as follows:

	Silver PMPA	Gold PMPA	Total
Balance, December 31, 2023	\$ 123,989	\$ 35,769	\$ 159,758
Accretion expense	7,120	2,432	9,552
Recognized as revenue on delivery of silver	(16,089)	—	(16,089)
Variable consideration adjustment	4,185	—	4,185
Balance, December 31, 2024	\$ 119,205	\$ 38,201	\$ 157,406
Accretion expense	3,338	1,298	4,636
Recognized as revenue on delivery of silver	(5,804)	—	(5,804)
Balance, June 30, 2025	\$ 116,739	\$ 39,499	\$ 156,238
Less: current portion (<i>Note 11</i>)	(11,421)	—	(11,421)
Non-current portion	\$ 105,318	\$ 39,499	\$ 144,817

Consideration from the PMPAs is considered variable, as silver and gold stream revenues can be subject to cumulative adjustments when the number of ounces to be delivered under the contracts changes. As a result of changes in the Company's mineral reserve and resource estimate at the Cozamin mine during the fourth quarter of 2024, the amortization rate by which deferred revenue is drawn down into income was adjusted and, as required, a variable rate adjustment was made for all prior period deferred revenues since the inception of the Silver PMPA.

Capstone Copper Corp.**Notes to the Condensed Interim Consolidated Financial Statements**

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*(tabular amounts expressed in thousands of US dollars, except share and per share amounts)***17. Income Taxes**

Income tax expense differs from the amount that would result from applying the Canadian federal and provincial income tax rates to earnings before income taxes. These differences result from the following items:

	Three months ended June 30,		Six months ended June 30,	
	2025	2024	2025	2024
Income before income taxes	\$ 53,177	\$ 47,479	\$ 67,119	\$ 48,452
Canadian federal and provincial income tax rates	27.00 %	27.00 %	27.00 %	27.00 %
Income tax expense based on the above rates	14,358	12,819	18,122	13,082
Increase (decrease) due to:				
Non-deductible expenditures	226	1,204	2,044	3,185
Effects of different statutory tax rates on losses (income) of subsidiaries	1,431	(2,209)	3,656	(2,354)
Mexican and Chilean mining royalty taxes	8,592	1,876	13,066	2,779
Current period losses for which deferred tax assets were not recognized	2,069	2,905	2,346	5,998
Withholding taxes	762	—	1,762	—
Foreign exchange and other translation adjustments	(1,947)	2,782	(1,770)	1,842
Other	(2,350)	611	(973)	2,195
Income tax expense	\$ 23,141	\$ 19,988	\$ 38,253	\$ 26,727
Current income and mining tax expense	\$ 13,984	\$ 11,589	\$ 27,253	\$ 18,338
Deferred income tax expense	9,157	8,399	11,000	8,389
Income tax expense	\$ 23,141	\$ 19,988	\$ 38,253	\$ 26,727

During the fourth quarter of 2024, Mexico's Senate approved an increase in the Special Tax on Mining Profits from 7.5% to 8.5% and an increase on the Extraordinary Tax on Revenues from the Sale of Gold, Silver and Platinum from 0.5% to 1%.

In June 2024, Canada enacted the Global Minimum Tax ("GMT") that was developed within the framework of the Organization for Economic Co-operation and Development ("OECD")'s Pillar Two Model rules, with effect from January 1, 2024. To date, the government of Chile and the government of Mexico, have not indicated whether they intend to enact GMT legislation. The United States has indicated that they do not intend to enact GMT legislation. For the three and six months ended June 30, 2025, the Company has not accrued any GMT as part of its current income tax expense.

The Company applied the mandatory temporary exception to the recognition and disclosure for deferred taxes related to OECD Pillar Two income taxes under IAS 12 *Income Taxes*. No current taxes related to the GMT have been recorded, as the Company falls within the safe harbour provisions provided within the framework.

Capstone Copper Corp.

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18 Provisions

The reclamation and closure cost obligations relate to the operations of the Pinto Valley, Cozamin, Mantos Blancos and Mantoverde mines.

Details of changes in the balances are as follows:

	Reclamation & closure cost obligations	Minto obligation	Other closure provisions	Share-based payment obligations	Total
Balance, January 1, 2025	\$ 194,466	\$ 21,428	\$ 34,185	\$ 10,445	\$ 260,524
Share-based payment expense (Note 19)	—	—	—	3,079	3,079
Change in estimates	—	(115)	2,080	—	1,965
Interest expense from discounting obligations	5,677	460	789	—	6,926
Settlements during the period	(110)	(3,022)	(1,212)	(4,922)	(9,266)
Effect of foreign exchange	10,517	1,023	2,488	347	14,375
Balance, June 30, 2025	\$ 210,550	\$ 19,774	\$ 38,330	\$ 8,949	\$ 277,603
Less: Current portion included within other liabilities (Note 11)	—	(17,907)	—	(7,031)	(24,938)
Total provisions - non-current	\$ 210,550	\$ 1,867	\$ 38,330	\$ 1,918	\$ 252,665
Balance, January 1, 2024	\$ 214,197	\$ 41,186	\$ 35,360	\$ 9,787	\$ 300,530
Share-based payment expense (Note 19)	—	—	—	9,662	9,662
Change in estimates	(14,398)	(300)	7,965	—	(6,733)
Interest expense from discounting obligations	8,876	1,599	1,638	—	12,113
Settlements during the year	(952)	(19,730)	(6,160)	(7,899)	(34,741)
Effect of foreign exchange	(13,257)	(1,327)	(4,618)	(1,105)	(20,307)
Balance, December 31, 2024	\$ 194,466	\$ 21,428	\$ 34,185	\$ 10,445	\$ 260,524
Less: Current portion included within other liabilities (Note 11)	—	(18,049)	—	(7,714)	(25,763)
Total provisions - non-current	\$ 194,466	\$ 3,379	\$ 34,185	\$ 2,731	\$ 234,761

Minto Obligation

In June 2019, the Company completed the sale of its 100% interest in the Minto mine to Pembrige Resources PLC ("Pembrige"). In conjunction with the sale, Minto Metals Corp. ("Minto Metals") posted a surety bond to cover potential future reclamation liabilities. While this surety bond is outstanding, the Company remains an indemnitor to the surety bond provider for Minto Metal's surety bond obligations in the Yukon.

In May 2023, Minto Metals announced that it had ceased all operations at the Minto mine located within the Selkirk First Nation's territory in central Yukon Territories and that the Yukon Government assumed care and control of the site. As Minto Metals had defaulted on the surety bond, in Q2 2023 Capstone Copper recognized an initial liability of approximately \$55 million (C\$72 million) related to the Company's obligations towards the issuer of the surety bond.

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In estimating the provision, including the portion expected to be incurred within the next 12 months, the Company has made assumptions regarding the timing of cash outflows and the discount rate. Due to the associated uncertainty of the timing of cash outflows, it is possible that estimates may need to be revised.

The Company's exposure on calls against the surety bond is capped at approximately C\$72 million therefore the timing of cash outflows and changes in the C\$:US\$ exchange rate are the largest contributors to the measurement uncertainty.

As at June 30, 2025, the Company has made cumulative payments of \$33.2 million (December 31, 2024 - \$30.1 million) to the Yukon Government for reclamation work performed.

19. Share Capital

Authorized

An unlimited number of common voting shares without par value.

On February 8, 2024, the Company and Orion Fund JV Limited, Orion Mine Finance Fund II LP and Orion Mine Finance (Master) Fund I-A LP (collectively, "Orion") closed a bought deal financing with a syndicate of underwriters ("the Offering"). Pursuant to the Offering, the Underwriters purchased on a bought deal basis from the Company and Orion, a total of 68,448,000 common shares of Capstone Copper ("Common Shares") at a price of C\$6.30 per Common Share (the "Offering Price"), which included the exercise in full of the Underwriters' over-allotment option of 8,928,000 Common Shares from the Company, for aggregate gross proceeds under the Offering of C\$431,222,400.

In connection with the Offering, 56,548,000 Common Shares were issued by the Company for gross proceeds to the Company of C\$356.3 million and 11,900,000 shares were sold by Orion for gross proceeds to Orion of C\$75.0 million. The Company did not receive any proceeds from the secondary sale, which were paid directly to Orion.

In August 2024, the Company acquired Compania Minera Sierra Norte, S.A. ("Sierra Norte"). On the closing of the transaction, the equivalent of US\$40 million of shares of the Company was issued. This resulted in the issuance of 6,139,358 Capstone Copper common shares. Refer to Note 5 for further details on the acquisition.

Stock options

Pursuant to the Company's amended stock option plan, directors may authorize the granting of options to directors, officers and employees of the Company to a maximum of 10% of the issued and outstanding common shares at the time of grant, with a maximum of 5% of the Company's issued and outstanding shares reserved for any one person annually. Options granted under the plan have a term not to exceed five years, with the vesting term at the discretion of the Board. The exercise price of options granted are denominated in C\$.

The continuity of stock options issued and outstanding is as follows:

	Options outstanding	Weighted average exercise price (C\$)
Outstanding, December 31, 2024	2,430,307	\$ 6.46
Granted	1,458,477	8.40
Exercised	(64,378)	6.15
Expired	—	—
Forfeited	(12,870)	6.82
Outstanding, June 30, 2025	3,811,536	\$ 7.21

Capstone Copper Corp.

Notes to the Condensed Interim Consolidated Financial Statements

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(tabular amounts expressed in thousands of US dollars, except share and per share amounts)

As at June 30, 2025, the following options were outstanding and outstanding and exercisable:

Exercise prices (C\$)	Outstanding			Outstanding & exercisable		
	Number of options	Weighted average exercise price (C\$)	Weighted average remaining life (years)	Number of options	Weighted average exercise price (C\$)	Weighted average remaining life (years)
\$3.47 - \$3.90	88,811	\$ 3.80	1.0	88,811	\$ 3.80	1.0
\$4.43 - \$4.72	19,568	\$ 4.43	2.4	19,568	\$ 4.43	2.4
\$5.08 - \$5.79	202,637	\$ 5.11	1.6	202,637	\$ 5.11	1.6
\$6.00 - \$6.61	783,388	\$ 6.04	2.4	536,176	\$ 6.05	2.3
\$6.62 - \$6.79	373,103	\$ 6.97	1.7	373,103	\$ 6.97	1.7
\$7.25	885,552	\$ 7.25	3.7	291,871	\$ 7.25	3.6
\$8.40	1,458,477	\$ 8.40	4.7	—	\$ —	—
	3,811,536	\$ 7.21	3.4	1,512,166	\$ 6.23	2.2

During the three and six months ended June 30, 2025, the total fair value of options granted was \$nil and \$4.6 million (2024 – \$nil and \$2.9 million) and had a weighted average grant-date fair value of C\$3.70 (2024 – C\$4.59) per option. During the three and six months ended June 30, 2025, the weighted average share price of the 0.04 million and 0.06 million options exercised during the period was C\$7.87 and C\$8.02 (2024 - 0.7 million and 1.1 million options at C\$9.98 and C\$9.14).

Weighted average assumptions used in calculating the fair values of options granted during the period were as follows:

	Six months ended June 30,	
	2025	2024
Risk-free interest rate	2.52 %	3.35 %
Expected dividend yield	nil	nil
Expected share price volatility	53 %	60 %
Expected forfeiture rate	7.48 %	6.51 %
Expected life	4.1 years	3.7 years

Other share-based compensation plans

Under the Share Unit Plan (“SUP”), the Company grants PSUs and RSU. PSUs granted to executives vest after three years and are subject to a performance measure of 0% to 200%. RSUs granted to executives and employees vest 1/3 per year starting on the first anniversary of the grant date. Under the Director’s Deferred Share Unit Plan, the Company grants DSUs granted to directors vest upon issuance but are not redeemable until cessation of service on the Board.

Under the SUP, PSU and RSU obligations can be settled in cash, shares delivered from a Share Purchase Trust or a combination thereof, as determined by and at the discretion of the Human Resources and Compensation Committee of the Company’s Board of Directors. DSU obligations, under the Director’s Deferred Share Unit Plan, are redeemed in cash.

Deferred Share Units

The Company has established a Deferred Share Unit Plan (the “DSU Plan”) whereby DSUs are issued to directors as long-term incentive compensation. DSUs issued under the DSU Plan are fully vested upon issuance and entitle the holder to a cash payment only following cessation of service on the Board of Directors. The value of the DSUs when converted to cash will be equal to the number of DSUs granted multiplied by the quoted market value of a Capstone Copper common share at the time the conversion takes place.

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Compensation expense related to DSUs is recorded immediately and is adjusted at each reporting period to reflect the change in quoted market value of the Company's common shares. DSU obligations, under the DSU Plan, are redeemed in cash.

Restricted Share Units and Performance Share Units

The Company has established a Share Unit Plan (the "Plan") whereby RSUs and PSUs are issued as long-term incentive compensation. RSUs are issued to employees. PSUs are issued to executives.

RSUs issued under the Plan entitle the holder to a cash payment, shares delivered from a Share Purchase Trust or a combination thereof, at the end of the vesting period equal to the number of RSUs granted, multiplied by the quoted market value of a Capstone Copper common share on the completion of the vesting period. RSUs granted to employees vest 1/3 per year over their three-year term.

PSUs issued under the Plan entitle the holder to a cash payment, shares delivered from a Share Purchase Trust or a combination thereof, at the end of a three-year performance period equal to the number of PSUs granted, adjusted for a performance factor and multiplied by the quoted market value of a Capstone Copper common share on the completion of the performance period. The performance factor can range from 0% to 200% and is determined by comparing the Company's total shareholder return to those achieved by a peer group of companies.

Compensation expense related to RSUs and PSUs is recorded over the three-year vesting period. The amount of compensation expense is adjusted at each reporting period to reflect the change in quoted market value of the Company's common shares, the number of RSUs and PSUs expected to vest, and in the case of PSUs, the expected performance factor. RSU and PSU obligations, under the Share Unit Plan, can be settled in cash, shares delivered from a Share Purchase Trust or a combination thereof, as determined by and at the discretion of the Human Resources and Compensation Committee of the Company's Board of Directors.

During the three and six months ended June 30, 2025, the total fair value of DSUs and RSUs granted under the SUP was \$nil and \$10.9 million (2024 – \$nil and \$8.8 million), and had a weighted average grant-date fair value of \$nil and C\$8.40 (2024 – \$nil and C\$7.25) per unit. No PSUs have been granted during the three and six months ended June 30, 2025.

PSUs and RSU's awarded to executives have been granted under a Treasury Share Unit Plan ("TSUP"). Treasury PSUs granted to executives vest after three years and are subject to a performance measure of 0% to 200%. Treasury RSUs granted to executives vest 1/3 per year starting on the first anniversary of the grant date. Canadian based executives are able to retain the PSUs and RSUs after vesting and elect when to redeem the units within 10 years of the grant date. Under the TSUP, PSU and RSU obligations can be settled in shares from treasury or cash, at the election of the Company.

During the three and six months ended June 30, 2025, the total fair value of units granted under the TSUP was \$nil and \$9.1 million (2024 – \$nil and \$4.6 million), and had a weighted average grant-date fair value of \$nil and C\$7.44 (2024 – \$nil and C\$4.53) per unit.

Weighted average assumptions used in calculating the fair values of units granted under the TSUP during the period were as follows:

	Six months ended June 30,	
	2025	2024
Risk-free interest rate	2.82 %	3.08 %
Expected dividend yield	nil	nil
Expected share price volatility	53 %	61 %
Expected forfeiture rate	5.52 %	1.66 %
Expected life	8 years	8.2 years

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No Capstone Copper shares were purchased by the Share Purchase Trust during the three and six months ended June 30, 2025 and 2024.

The continuity of DSUs, RSUs, and PSUs issued and outstanding is as follows:

	Share Unit Plan			Treasury Share Unit Plan	
	DSUs	RSUs	PSUs	RSUs	PSUs
Outstanding, December 31, 2024	525,094	1,923,687	161,947	834,484	1,961,843
Granted	90,182	1,201,424	—	254,304	931,242
Forfeited	—	(118,009)	—	—	—
Settled	—	(840,822)	—	(35,015)	(236,116)
Outstanding, June 30, 2025	615,276	2,166,280	161,947	1,053,773	2,656,969

Share-based compensation expense:

	Three months ended June 30,		Six months ended June 30,	
	2025	2024	2025	2024
Share-based compensation expense related to stock options	\$ 479	\$ 585	\$ 1,600	\$ 1,159
Share-based compensation expense related to RSUs and PSUs (TSUP)	744	857	3,142	3,346
Share-based compensation expense related to DSUs, RSUs and PSUs (SUP)	2,435	3,133	3,079	7,197
Total share-based compensation expense	\$ 3,658	\$ 4,575	\$ 7,821	\$ 11,702

20. Revenue

The Company's revenue breakdown by metal is as follows:

	Three months ended June 30,		Six months ended June 30,	
	2025	2024	2025	2024
Copper concentrate	\$ 425,792	\$ 298,284	\$ 836,186	\$ 543,421
Copper cathode	101,752	112,423	196,695	216,548
Gold	26,446	635	46,467	(138)
Silver	11,474	11,621	22,645	20,556
Molybdenum	—	1,158	12	1,758
Total gross revenue	565,464	424,121	1,102,005	782,145
Less: treatment and selling costs	(14,143)	(16,801)	(26,447)	(33,457)
Less: pricing and volume adjustments	(8,160)	(14,267)	927	(15,738)
Revenue	\$ 543,161	\$ 393,053	\$ 1,076,485	\$ 732,950

Pricing and volume adjustments represent mark-to-market adjustments on initial estimates of provisionally priced sales, offsetting realized and unrealized changes to fair value for time swaps, and adjustments to originally invoiced weights and assays.

Revenue from a related party, included in the above amounts, for the three and six months ended June 30, 2025, included \$87.9 million and \$183.2 million related to deliveries under MMC's offtake contract.

Capstone Copper Corp.**Notes to the Condensed Interim Consolidated Financial Statements**

Three and Six Months Ended June 30, 2025 and 2024

*(tabular amounts expressed in thousands of US dollars, except share and per share amounts)***21. Earnings Per Share***Earnings per share, calculated on a basic and diluted basis, is as follows:*

	Three months ended June 30,		Six months ended June 30,	
	2025	2024	2025	2024
Earnings per share				
Basic and diluted	0.03	0.04	0.02	0.03
<i>Net loss</i>				
Income attributable to common shareholders - basic and diluted	\$ 23,969	\$ 29,345	\$ 17,184	\$ 24,508
Weighted average shares outstanding - basic	761,878,360	753,741,708	750,633,211	741,104,566
Dilutive securities				
Stock options	189,726	1,430,474	323,381	1,214,195
TSUP units	281,267	1,563,721	474,063	1,311,242
Weighted average shares outstanding - diluted	762,349,353	756,735,903	751,430,655	743,630,003
<i>Potentially dilutive securities excluded (as anti-dilutive)</i>				
Stock options	2,717,132	—	1,458,477	—
TSUP units	2,385,446	—	762,906	—

For periods where the Company records a loss, Capstone Copper calculates diluted loss per share using the basic weighted average number of shares. If the diluted weighted average number of shares were used, the result would be a further reduction in the loss per share.

22. Supplemental Cash Flow Information*The changes in non-cash working capital items are composed as follows:*

	Three months ended June 30,		Six months ended June 30,	
	2025	2024	2025	2024
Receivables	\$ 54,909	\$ 22,440	\$ (12,563)	\$ 3,824
Inventories	(25,721)	(12,964)	(26,861)	(18,670)
Other assets	(3,688)	(8,300)	2,244	(8,015)
Accounts payable and accrued liabilities	(5,401)	4,137	13,686	7,589
Other liabilities	(803)	(10,416)	(3,249)	(4,659)
Net change in non-cash working capital	\$ 19,296	\$ (5,103)	\$ (26,743)	\$ (19,931)

The changes in other non-cash items are composed as follows:

	Three months ended June 30,		Six months ended June 30,	
	2025	2024	2025	2024
VAT receivable	\$ (436)	—	\$ (219)	218
Other non-current assets	1,889	997	2,548	546
Other non-current liabilities	3,266	(26)	4,163	(700)
Net change in other non-cash items	\$ 4,719	\$ 971	\$ 6,492	\$ 64

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Below is a reconciliation of depreciation in operating cash-flows in the consolidated statement of cash-flows to the Mineral Properties, Plant and Equipment (Note 9):

	Three months ended June 30,		Six months ended June 30,	
	2025	2024	2025	2024
Depreciation and depletion per mineral properties, plant and equipment (Note 9)	128,620	74,282	257,187	141,340
Non-cash inventory write-down (reversal)	168	(517)	157	(851)
Change in depreciation and depletion capitalized to inventory, capitalized stripping and construction in progress	(9,404)	(1,140)	(17,561)	1,707
Depreciation and depletion expense	\$ 119,384	\$ 72,625	\$ 239,783	\$ 142,196

Below is a reconciliation of additions in investing cash-flows in the consolidated statement of cash-flows to the Mineral Properties, Plant and Equipment (Note 9):

	Three months ended June 30,		Six months ended June 30,	
	2025	2024	2025	2024
Additions / expenditures on mining interests (Note 9)	(180,036)	(194,584)	(299,702)	(364,575)
Lease additions (Note 14)	41,334	51,344	52,501	98,072
Changes in working capital and other items (i)	16,704	5,396	18,155	10,333
Expenditures on mining interests	\$ (121,998)	\$ (137,844)	\$ (229,046)	\$ (256,170)

- i. The changes in working capital relate to the movement in accounts payable and prepayments related primarily to capital expenditures.

23. Commitments

Royalty Agreements

Under the terms of the December 2003 option agreement with Grupo Minera Bacis S.A. de C.V. ("Bacis"), a subsidiary of the Company assumed a 100% interest in the Cozamin mine with a 3% net smelter royalty paid to Bacis on all payable metal sold from production on the property covered by the agreement.

In connection with the financing of the Mantos Blancos Debottlenecking Development Project, Mantos Copper S.A. entered into a royalty agreement with Southern Cross Royalties Limited ("Southern Cross"). Southern Cross is entitled to a 1.525% net smelter royalty on copper production. The royalty is for a period initially through January 1, 2035 that may be extended by Southern Cross at its sole discretion through the duration of the mining rights and is subject to the Company's option to reduce the royalty amount by 50% any time after January 1, 2023, subject to a one-time payment.

Agreement with Osisko Bermuda Limited ("Osisko")

Pursuant to a long-term streaming agreement made in 2015, that covers the life of mine, the Company delivers 100% of the payable silver sold by Mantos Blancos to Osisko Bermuda Limited ("Osisko"). Osisko pays a cash price of 8% of the spot price at the time of each delivery, in addition to an upfront acquisition price previously paid. After 19.3 million ounces of silver have been delivered under the agreement, the stream will be reduced to 40%. Mantos Blancos has delivered 6.8 million silver ounces from contract inception until June 30, 2025.

Agreement with Jetti Resources, LLC ("Jetti")

Under the terms of the 2019 agreement, the Company is required to make quarterly royalty payments to Jetti based on an additional net profits calculation resulting from cathode production at the Pinto Valley mine. The initial term of the agreement is ten years, renewable for 5-year terms thereafter.

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(tabular amounts expressed in thousands of US dollars, except share and per share amounts)

Offtake agreements

The Company entered into an offtake agreement with Boliden Commercial AB ("Boliden") for 75,000 tonnes of copper concentrates in each contract year. The offtake agreement expires ten years after the commencement of commercial production at the MVDP, subject to potential extension if less than 750 thousand tonnes of copper concentrates have been delivered at the contract term.

MMC agreed to provide a \$60 million COF in exchange for additional offtake of copper concentrate production under a 10-year contract. The offtake agreement includes Mantoverde agreeing to sell 30% of its annual copper production per year delivered for its equivalent in copper concentrates, plus an additional amount of 30,000 tonnes of copper concentrate as a result of fully utilizing the COF that was provided by MMC in connection with the MVDP. The agreement between MMC and Mantoverde to sell 30% of its annual copper production is for the duration of the Mantoverde commercial mine life. The amount payable for copper is based on average LME prices, subject to certain terms (Note 13).

Construction of wastewater treatment plant

On January 31, 2025, the Company signed a 35-year agreement with Empresa Concesionaria de Servicios Sanitarios S.A. ("ECONSSA") to secure a long-term water supply by reusing treated wastewater from Antofagasta and increasing water recycling at the Mantos Blancos mine. The project involves a third-party constructing a wastewater treatment plant, expected to be operational in 2028. The agreement entails future capital commitments in 2028 and 2033 proportionate to the Company's share of treated wastewater from the plant, potential cost savings from increased water reuse, and long-term supply security for the mine.

Other

The Company has contractual agreements extending until 2026 and 2033 to purchase water for operations at Mantos Blancos.

The Company has contractual agreements for the purchase of power for operations at Mantos Blancos and Mantoverde, extending until 2038 and 2039, respectively. The Company also entered into a contractual agreement for access to a power transmission plant for the Santo Domingo development project, for a period of 12 years from the date the transmission facility construction was completed, in Q4 2023.

Capstone Copper Corp.

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Three and Six Months Ended June 30, 2025 and 2024

*(tabular amounts expressed in thousands of US dollars, except share and per share amounts)***24. Royalties**

	Three months ended June 30,		Six months ended June 30,	
	2025	2024	2025	2024
Royalties paid to third parties	\$ (2,940)	\$ (3,400)	\$ (6,525)	\$ (6,232)
Royalties Ad-valorem	(4,926)	(1,709)	(7,082)	(3,477)
Total royalties	\$ (7,866)	\$ (5,109)	\$ (13,607)	\$ (9,709)

25. Other Income (Expense)*Details are as follows:*

	Three months ended June 30,		Six months ended June 30,	
	2025	2024	2025	2024
Care and maintenance expense	\$ (88)	\$ (1,051)	\$ (194)	\$ (2,125)
Gold stream obligation	(747)	(100)	(2,403)	(700)
Restructuring costs	—	(10)	—	(422)
Gain on extinguishment of debt <i>(Note 15)</i>	5,431	—	5,431	—
(Loss) gain on disposal of assets and other	(57)	—	(90)	1,262
Collective bargaining costs	(2,830)	—	(2,830)	—
Miscellaneous other (expense) income	(664)	(2,924)	(4,704)	(6,380)
Total other income (expense)	\$ 1,045	\$ (4,085)	\$ (4,790)	\$ (8,365)

Capstone Copper Corp.**Notes to the Condensed Interim Consolidated Financial Statements**

Three and Six Months Ended June 30, 2025 and 2024

*(tabular amounts expressed in thousands of US dollars, except share and per share amounts)***26. Finance Income and Costs***Details of finance income and costs are as follows:*

	Three months ended June 30,		Six months ended June 30,	
	2025	2024	2025	2024
Interest income	\$ 2,957	\$ 1,149	\$ 3,958	\$ 2,795
Interest on Senior Unsecured Notes	(10,424)	—	(11,090)	—
Interest on RCF	(1,217)	(6,397)	(6,975)	(14,814)
Interest on MVDP facility	(8,398)	(11,142)	(17,574)	(22,040)
Interest on working capital facilities	(1,563)	(222)	(3,353)	(451)
Commitment and guarantee fees	(1,289)	(1,328)	(2,682)	(2,748)
Interest on shareholder loans and COF	(3,897)	(4,244)	(7,831)	(8,204)
Lease liability interest (i)	(4,306)	(1,789)	(9,084)	(2,797)
Accretion of deferred revenue	(2,318)	(2,344)	(4,636)	(4,688)
Accretion on decommissioning & restoration provisions	(3,667)	(3,574)	(6,457)	(5,870)
Accretion on payable on purchase of NCI	—	(423)	(512)	(945)
Accretion on Minto obligation and other provisions	(132)	(420)	(755)	(923)
Amortization of financing fees	223	(11)	(1,281)	(186)
Other interest	(3,337)	(2,294)	(4,940)	(2,201)
Sub-total	\$ (37,368)	\$ (33,039)	\$ (73,212)	\$ (63,072)
Less interest and accretion on leases capitalized to construction in progress	159	25,500	321	47,050
Total finance cost, net	\$ (37,209)	\$ (7,539)	\$ (72,891)	\$ (16,022)

i. A portion of accretion on leases has been capitalized to construction in progress.

Finance income (expense) are as follows:

	Three months ended June 30,		Six months ended June 30,	
	2025	2024	2025	2024
Finance income	\$ 2,957	\$ 1,149	\$ 3,958	\$ 2,795
Finance cost	(40,166)	(8,688)	(76,849)	(18,817)
Total finance cost, net	\$ (37,209)	\$ (7,539)	\$ (72,891)	\$ (16,022)

27 Foreign Exchange*Details of foreign exchange (loss) gain are as follows:*

	Three months ended June 30,		Six months ended June 30,	
	2025	2024	2025	2024
Unrealized foreign exchange (loss) gain	\$ (2,225)	\$ (1,056)	\$ (7,375)	\$ 6,346
Realized foreign exchange (loss) gain	(2,624)	(2,470)	(6,356)	2,871
Total foreign exchange (loss) gain	\$ (4,849)	\$ (3,526)	\$ (13,731)	\$ 9,217

Capstone Copper Corp.

Notes to the Condensed Interim Consolidated Financial Statements

Three and Six Months Ended June 30, 2025 and 2024

(tabular amounts expressed in thousands of US dollars, except share and per share amounts)

28. Segmented Information

The Company is engaged in mining, exploration and development of mineral properties, and has operating mines in the US, Chile and Mexico. The Company has six reportable segments as identified by the individual mining operations of Pinto Valley (US), Mantos Blancos (Chile), Mantoverde (Chile), Cozamin (Mexico), as well as the Santo Domingo development project (Chile) and Other. Early stage exploration, other and corporate operations are reported in the Other segment. Intercompany revenue and expense amounts have been eliminated within each segment in order to report on the basis that management uses internally for evaluating segment performance. Total assets and liabilities do not reflect intercompany balances, which have been eliminated on consolidation. Segments are operations reviewed by the CEO, who is considered to be the chief operating decision maker.

Operating segment details are as follows:

	Three months ended June 30, 2025						
	Mantoverde	Mantos Blancos	Pinto Valley	Cozamin	Santo Domingo	Other	Total
Revenue							
Copper concentrate	\$ 163,482	\$ 112,225	\$ 95,420	\$ 54,665	\$ —	\$ —	\$ 425,792
Copper cathode	76,670	20,043	5,039	—	—	—	101,752
Silver	—	922	1,505	9,047	—	—	11,474
Molybdenum	—	—	—	—	—	—	—
Gold	24,447	—	1,999	—	—	—	26,446
Treatment and selling costs	(7,951)	(1,662)	(3,357)	(1,173)	—	—	(14,143)
Pricing and volume adjustments	(730)	469	(2,597)	262	—	(5,564)	(8,160)
Net revenue	255,918	131,997	98,009	62,801	—	(5,564)	543,161
Production costs	(137,410)	(65,217)	(81,787)	(23,733)	—	(702)	(308,849)
Royalties	(2,436)	(4,434)	(453)	(543)	—	—	(7,866)
Depletion and amortization	(56,713)	(37,566)	(14,728)	(10,161)	—	(216)	(119,384)
Income (loss) from mining operations	59,359	24,780	1,041	28,364	—	(6,482)	107,062
General and administrative expenses	—	—	—	(17)	(39)	(8,212)	(8,268)
Exploration expenses	(902)	(978)	—	(11)	(240)	(204)	(2,335)
Share-based compensation expense	(134)	(491)	(1,078)	(475)	(106)	(1,374)	(3,658)
Income (loss) from operations	58,323	23,311	(37)	27,861	(385)	(16,272)	92,801
Realized and unrealized gains (losses) on derivative instruments	1,012	—	—	—	—	377	1,389
Other (expense) income - net	(1,719)	9	(1,087)	(468)	(795)	256	(3,804)
Net finance costs	(18,624)	(3,904)	(1,629)	(2,120)	(560)	(10,372)	(37,209)
Income (loss) before income taxes	38,992	19,416	(2,753)	25,273	(1,740)	(26,011)	53,177
Income tax (expense) recovery	(11,545)	(6,067)	1,986	(6,731)	—	(784)	(23,141)
Total net income (loss)	\$ 27,447	\$ 13,349	\$ (767)	\$ 18,542	\$ (1,740)	\$ (26,795)	\$ 30,036
Mineral properties, plant & equipment additions	\$ 39,299	\$ 52,575	\$ 69,232	\$ 6,444	\$ 10,612	\$ 1,874	\$ 180,036

i. Intersegment sales and transfers are eliminated in the table above.

ii. Included in pricing and volume adjustments are realized and unrealized (losses) gains on the Company's quotational pricing copper contracts. Other revenue is related to the net changes on quotational period hedges.

Capstone Copper Corp.
Notes to the Condensed Interim Consolidated Financial Statements
Three and Six Months Ended June 30, 2025 and 2024
(tabular amounts expressed in thousands of US dollars, except share and per share amounts)

	Three months ended June 30, 2024						
	Mantoverde	Mantos Blancos	Pinto Valley	Cozamin	Santo Domingo	Other	Total
Revenue							
Copper concentrate	\$ —	\$ 78,453	\$ 161,845	\$ 57,986	\$ —	\$ —	\$ 298,284
Copper cathode	85,224	19,085	8,114	—	—	—	\$ 112,423
Silver	—	331	2,196	9,094	—	—	\$ 11,621
Molybdenum	—	—	1,158	—	—	—	1,158
Gold	—	—	635	—	—	—	635
Treatment and selling costs	(307)	(3,311)	(10,367)	(2,816)	—	—	(16,801)
Pricing and volume adjustments	(166)	(1,459)	(3,236)	(358)	—	(9,048)	(14,267)
Net revenue	84,751	93,099	160,345	63,906	—	(9,048)	393,053
Production costs	(70,506)	(68,740)	(80,551)	(24,490)	—	—	(244,287)
Royalties	(828)	(2,280)	(808)	(1,193)	—	—	(5,109)
Depletion and amortization	(15,382)	(25,164)	(20,279)	(10,322)	—	—	(71,147)
(Loss) income from mining operations	(1,965)	(3,085)	58,707	27,901	—	(9,048)	72,510
General and administrative expenses	—	—	(38)	(8)	(22)	(8,194)	(8,262)
Exploration expenses	—	—	(1)	(12)	—	(152)	(165)
Share-based compensation expense	—	—	—	—	—	(4,575)	(4,575)
(Loss) income from operations	(1,965)	(3,085)	58,668	27,881	(22)	(21,969)	59,508
Unrealized and realized gains on derivative instruments	(3,191)	—	—	—	—	(949)	(4,140)
Other (expense) income - net	(2,066)	(3,653)	(2,251)	608	(104)	7,116	(350)
Net finance costs	(1,955)	(1,813)	(1,000)	(2,267)	(529)	25	(7,539)
(Loss) income before income taxes	(9,177)	(8,551)	55,417	26,222	(655)	(15,777)	47,479
Income tax expense	2,994	2,621	(10,703)	(11,955)	—	(2,945)	(19,988)
Total net (loss) income	\$ (6,183)	\$ (5,930)	\$ 44,714	\$ 14,267	\$ (655)	\$ (18,722)	\$ 27,491
Mineral properties, plant & equipment additions	100,706	60,890	23,368	6,030	2,870	720	194,584

Capstone Copper Corp.
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	Six months ended June 30, 2025						
	Mantoverde	Mantos Blancos	Pinto Valley	Cozamin	Santo Domingo	Other	Total
Revenue							
Copper concentrate	\$ 320,783	\$ 219,188	\$ 181,917	\$ 114,298	\$ —	\$ —	836,186
Copper cathode	150,021	34,349	12,325	—	—	—	196,695
Silver	—	1,156	3,158	18,331	—	—	22,645
Molybdenum	—	—	12	—	—	—	12
Gold	43,017	—	3,450	—	—	—	46,467
Treatment and selling costs	(14,801)	(3,130)	(7,078)	(1,438)	—	—	(26,447)
Pricing and volume adjustments (ii)	9,814	2,087	3,562	1,268	—	(15,804)	927
Net revenue	508,834	253,650	197,346	132,459	—	(15,804)	1,076,485
Production costs	(282,693)	(131,681)	(168,449)	(47,648)	—	(702)	(631,173)
Royalties	(4,592)	(6,240)	(1,219)	(1,556)	—	—	(13,607)
Depletion and amortization	(99,578)	(84,172)	(35,603)	(20,003)	—	(427)	(239,783)
Income (loss) from mining operations	121,971	31,557	(7,925)	63,252	—	(16,933)	191,922
General and administrative expenses	—	—	—	(46)	(50)	(16,615)	(16,711)
Exploration expenses	(902)	(978)	—	(11)	(563)	(406)	(2,860)
Share-based compensation expense	(134)	(491)	(1,078)	(475)	(106)	(5,537)	(7,821)
Income (loss) from operations	120,935	30,088	(9,003)	62,720	(719)	(39,491)	164,530
Realized and unrealized gains (losses) on derivative instruments	(45)	—	—	—	—	(5,954)	(5,999)
Foreign exchange (loss) gain and other expenses	(7,300)	(5,447)	(2,057)	(742)	(2,403)	(572)	(18,521)
Net finance (costs)	(37,340)	(7,756)	(3,406)	(4,268)	(1,162)	(18,959)	(72,891)
Income (loss) before income taxes	76,250	16,885	(14,466)	57,710	(4,284)	(64,976)	67,119
Income tax (expense) recovery	(23,102)	(4,616)	5,421	(18,729)	—	2,773	(38,253)
Total net income (loss)	\$ 53,148	\$ 12,269	\$ (9,045)	\$ 38,981	\$ (4,284)	\$ (62,203)	\$ 28,866
Mineral properties, plant & equipment additions	\$ 79,747	\$ 88,929	\$ 89,811	\$ 11,634	\$ 26,904	\$ 2,677	\$ 299,702

- i. Inter-segment sales and transfers are eliminated in the table above.
- ii. Included in pricing and volume adjustments are realized and unrealized gains (losses) on the Company's quotational pricing copper contracts. Other revenue is related to the net changes on quotational period hedges.

Capstone Copper Corp.
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(tabular amounts expressed in thousands of US dollars, except share and per share amounts)

Six months ended June 30, 2024							
	Mantoverde	Mantos Blancos	Pinto Valley	Cozamin	Santo Domingo	Other	Total
Revenue							
Copper concentrate	\$ —	\$ 157,358	\$ 279,792	\$ 106,271	\$ —	\$ —	\$ 543,421
Copper cathode	168,450	34,302	13,796	—	—	—	\$ 216,548
Silver	—	517	3,641	16,398	—	—	\$ 20,556
Molybdenum	—	—	1,760	—	—	—	\$ 1,760
Gold	—	—	(138)	—	—	—	\$ (138)
Zinc	—	—	—	(2)	—	—	\$ (2)
Treatment and selling costs	(823)	(7,174)	(19,857)	(5,603)	—	—	\$ (33,457)
Pricing and volume adjustments	(83)	(3,795)	79	(282)	—	(11,657)	\$ (15,738)
Net revenue	167,544	181,208	279,073	116,782	—	(11,657)	732,950
Production costs	(151,218)	(135,894)	(156,308)	(49,903)	—	—	(493,323)
Royalties	(1,655)	(4,483)	(1,360)	(2,211)	—	—	(9,709)
Depletion and amortization	(32,121)	(45,424)	(41,245)	(20,545)	—	—	(139,335)
(Loss) income from mining operations	(17,450)	(4,593)	80,160	44,123	—	(11,657)	90,583
General and administrative expenses	—	—	(54)	(41)	(46)	(14,026)	(14,167)
Exploration expenses	—	—	(1)	(17)	(15)	(442)	(475)
Share-based compensation expense	—	—	—	—	—	(11,702)	(11,702)
(Loss) income from operations	(17,450)	(4,593)	80,105	44,065	(61)	(37,827)	64,239
Unrealized and realized gain on derivative instruments	1,482	—	—	—	—	(9,360)	(7,878)
Foreign exchange gain (loss) and other expenses	4,954	(1,145)	(3,287)	299	(542)	7,834	8,113
Net finance costs	(2,571)	(3,337)	(2,128)	(4,595)	(1,050)	(2,341)	(16,022)
(Loss) income before income taxes	(13,585)	(9,075)	74,690	39,769	(1,653)	(41,694)	48,452
Income tax recovery (expense)	4,307	1,984	(13,387)	(15,965)	—	(3,666)	(26,727)
Total net (loss) income	\$ (9,278)	\$ (7,091)	\$ 61,303	\$ 23,804	\$ (1,653)	\$ (45,360)	\$ 21,725
Mineral properties, plant & equipment additions	217,112	86,812	38,207	12,588	8,033	1,823	364,575

As at June 30, 2025							
	Mantoverde	Mantos Blancos	Pinto Valley	Cozamin	Santo Domingo	Other	Total
Mineral properties, plant and equipment	\$ 3,003,282	\$ 1,096,801	\$ 891,799	\$ 232,570	\$ 534,673	\$ 12,394	\$ 5,771,519
Total assets	\$ 3,399,161	\$ 1,249,376	\$ 1,013,408	\$ 293,008	\$ 550,366	\$ 106,428	\$ 6,611,747
Total liabilities	\$ 1,218,509	\$ 457,931	\$ 265,655	\$ 239,612	\$ 73,232	\$ 859,841	\$ 3,114,780

As at December 31, 2024							
	Mantoverde	Mantos Blancos	Pinto Valley	Cozamin	Santo Domingo	Other	Total
Mineral properties, plant and equipment	\$ 3,036,851	\$ 1,094,793	\$ 831,741	\$ 238,600	\$ 507,820	\$ 8,444	\$ 5,718,249
Total assets	\$ 3,286,662	\$ 1,212,455	\$ 957,907	\$ 284,552	\$ 521,552	\$ 101,904	\$ 6,365,032
Total liabilities	\$ 1,491,755	\$ 432,979	\$ 252,840	\$ 237,969	\$ 66,485	\$ 420,196	\$ 2,902,224