
SOLAR ALLIANCE ENERGY INC.
CONDENSED INTERIM CONSOLIDATED FINANCIAL
STATEMENTS
THREE AND SIX MONTHS ENDED JUNE 30, 2025
(UNAUDITED)

Solar Alliance Energy Inc.

Condensed Interim Consolidated Statements of Financial
Position (Expressed in Canadian Dollars)
(Unaudited)

	Note	As at June 30, 2025	As at December 31, 2024
ASSETS			
Current assets			
Cash		\$ 107,001	\$ 9,697
Accounts receivable		101,867	719,771
Prepaid expenses		143,850	140,083
Contract assets		362,607	-
Total current assets		715,325	869,551
Non-current assets			
Deposits	3	44,768	45,128
Property, plant and equipment	4	68,041	80,866
Total non-current assets		112,809	125,994
Total assets		\$ 828,134	\$ 995,545
LIABILITIES AND SHAREHOLDERS' DEFICIENCY			
Current liabilities			
Trade and other payables	5	\$ 3,846,038	\$ 3,244,392
Short-term loans and note payable	6	335,178	227,621
Contract liabilities		183,270	103,353
Contingent consideration		29,135	29,135
Government assistance	7	60,000	60,000
Total current liabilities		4,453,621	3,664,501
Non-current liabilities			
Asset retirement obligations	8	121,460	119,550
Total non-current liabilities		121,460	119,550
Total liabilities		4,575,081	3,784,051
Shareholders' deficiency			
Share capital	9	49,225,521	49,225,521
Reserves		17,417,669	17,417,669
Accumulated other comprehensive income		(123,904)	123,087
Deficit		(70,266,233)	(69,554,783)
Total shareholders' deficiency		(3,746,947)	(2,788,506)
Total liabilities and shareholders' deficiency		\$ 828,134	\$ 995,545

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

Solar Alliance Energy Inc.

Condensed Interim Consolidated Statements of Comprehensive Loss (Expressed in Canadian Dollars, except per share and share information)
(Unaudited)

	Note	Three Months Ended June 30, 2025	Three Months Ended June 30, 2024	Six Months Ended June 30, 2025	Six Months Ended June 30, 2024
Revenue		\$ 849,535	\$ 711,532	\$ 1,685,144	\$ 2,376,389
Cost of sales		(480,993)	(504,300)	(1,363,085)	(1,522,694)
Gross Profit		368,542	207,232	322,059	853,695
Expenses					
Depreciation	4	4,347	8,832	8,857	18,461
Consulting fees		49,000	7,183	49,000	19,233
Insurance and filing fees		8,904	6,986	9,040	13,972
Marketing and advertising		19,465	15,621	20,744	23,063
Office, rent and utilities		84,617	118,009	174,807	245,227
Professional fees		58,528	149,257	115,068	73,768
Salaries and benefits		346,466	353,918	609,095	685,863
Share-based payments	12	-	-	-	2,544
Travel and related		9,136	43,679	17,918	72,542
Total expenses		580,464	703,485	1,004,528	1,154,673
Operating loss		(211,922)	(496,253)	(682,470)	(300,978)
Asset retirement obligation expense	8	(955)	-	(1,910)	(955)
Other expense		(18,599)	-	(18,599)	-
Other income		2,076	196,552	2,076	196,552
Total other (expense) / income		(17,478)	196,552	(18,434)	195,597
Net loss before finance expense		(229,400)	(299,701)	(700,903)	(105,381)
Interest expense		(5,479)	(18,786)	(10,547)	(25,284)
Foreign exchange		-	118,148	-	132,160
Net finance (expense) / income		\$ (5,479)	\$ 99,362	\$ (10,547)	\$ 106,876
Net (loss) / income		(234,880)	(200,339)	(711,450)	1,495
Other comprehensive losses					
Change in accumulated foreign exchange translation adjustment		(55,693)	(119,573)	(246,991)	(136,028)
Comprehensive loss		\$ (290,573)	\$ (319,912)	\$ (958,441)	\$ (134,533)
Basic and diluted income / (loss) per common share		\$ (0.0008)	\$ (0.0007)	\$ (0.0024)	\$ (0.000)
Weighted average number of common shares outstanding		295,193,938	274,984,848	295,193,938	274,984,848

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

Solar Alliance Energy Inc.

Condensed Interim Consolidated Statements of Cash Flows (Expressed in Canadian Dollars) (Unaudited)

	Six Months Ended June 30, 2025	Six Months Ended June 30, 2024
Operating activities		
Net income (loss)	\$ (711,450)	\$ 1,495
Adjustments for non-cash items:		
Depreciation	8,857	18,461
Share-based payments	-	2,544
Asset retirement obligation expense	1,910	955
Net finance expense	10,547	15,000
Unrealized foreign exchange	-	36,280
Net changes in working capital:		
Accounts receivable	617,904	338,400
Prepaid expenses and deposits	(3,407)	(5,544)
Work in process and inventory	-	(969,674)
Contract assets	(362,607)	-
Trade and other payables	591,089	(210,652)
Contract liabilities	79,916	(169,626)
Customer deposits and deferred revenue	-	-
Net cash generated (used in) operating activities	232,770	(942,361)
Investing activities		
Purchase of property, plant and equipment	-	-
Net cash generated (used in) investing activities	-	-
Financing activities		
Proceeds from short-term loans	107,557	100,000
Loans repaid	-	-
Proceeds from common share issue	-	200,000
Net cash provided by financing activities	107,557	300,000
Effect of change in currency translation reserve	(243,023)	-
Net Change in Cash	97,304	(642,361)
Cash, beginning of period	9,697	702,988
Cash, end of period	\$ 107,001	\$ 60,627

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

Solar Alliance Energy Inc.

Condensed Interim Consolidated Statements of Changes in Shareholders' Equity (Deficiency)

(Expressed in Canadian Dollars)

(Unaudited)

	Number of Shares	Share Capital	Reserves	Accumulated Other Comprehensive Income	Deficit	Total Shareholders' Deficiency
Balance, December 31, 2023	274,984,848	\$ 48,581,031	\$ 17,039,615	\$ 945,045	\$ (68,870,649)	\$ (2,304,958)
Issuance of shares for loans and borrowings	5,209,090	275,000	-	-	-	275,000
Issuance of common shares	4,000,000	200,000	-	-	-	200,000
Warrants granted	-	(130,396)	130,396	-	-	-
Share-based payments	-	-	2,544	-	-	2,544
Foreign currency translation	-	-	-	(136,028)	-	-
Comprehensive income	-	-	-	-	1,495	(134,533)
Balance, June 30, 2024	284,193,938	\$ 48,925,635	\$ 17,172,555	\$ 809,017	\$ (68,869,154)	\$ (1,961,947)

	Number of Shares	Share Capital	Reserves	Accumulated Other Comprehensive Income	Deficit	Total Shareholders' Deficiency
Balance, December 31, 2024	295,193,938	\$ 49,225,521	\$ 17,417,669	\$ 123,087	\$ (69,554,783)	\$ (2,788,506)
Share-based payments	-	-	-	-	-	-
Foreign currency translation	-	-	-	(246,991)	-	(246,991)
Comprehensive income	-	-	-	-	(711,450)	(711,450)
Balance, June 30, 2025	295,193,938	\$ 49,225,521	\$ 17,417,669	\$ (123,904)	\$ (70,266,233)	\$ (3,746,947)

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

Solar Alliance Energy Inc.

Notes to Condensed Interim Consolidated Financial Statements

For the Three and Six Months Ended June 30, 2025

(Expressed in Canadian Dollars, unless otherwise specified)

(Unaudited)

1. Nature of business and going concern

Solar Alliance Energy Inc. (the "**Company**") is incorporated under the laws of British Columbia and is an energy solutions provider focused on commercial and industrial solar installations in the United States of America ("**United States**"). The Company's common shares are listed for trading on the TSX Venture Exchange ("**TSX-V**") under the symbol "SOLR" and on the OTC in the United States under the symbol "SAENF".

The Company's corporate office is located at 82 Richmond Street East, Toronto, ON, Canada, M5C 1P1.

1.1 Going concern

These unaudited condensed interim consolidated financial statements have been prepared on a going concern basis which assumes the Company will continue in operations for the foreseeable future and will be able to realize its assets and discharge its liabilities and commitments in the normal course of business. Accordingly, it does not give effect to adjustments, if any, and which could be material, that would be necessary should the Company be unable to continue as a going concern, and therefore be required to liquidate its assets and settle its liabilities in other than the normal course of business and at amounts that may differ from those shown in these unaudited interim condensed consolidated financial statements.

The Company's strategy to mitigate these risks and uncertainties is to execute its business plan focused on increased revenue growth from its commercial and utility installation division, improving overall gross profit, managing operating expenses and working capital requirements as required, and securing additional financing through equity or debt investments.

As at June 30, 2025, the Company had an accumulated deficit of \$70,266,233, comprehensive loss for the six months ended June 30, 2025 was \$958,441, and positive cash flow from operations of \$232,770. The Company is dependent on generating cash flow from its operations and obtaining equity or debt financing to fund its planned revenue growth and working capital requirements. Such financing may not be available when required, or on terms acceptable to the Company. These conditions raise material uncertainties which cast significant doubt as to whether the Company will be able to continue as a going concern.

2. Material accounting policies

2.1 Basis of presentation and measurement

These unaudited interim condensed consolidated financial statements have been prepared on a historical cost basis, except for financial instruments classified at fair value through profit or loss ("**FVTPL**"). In addition, these unaudited interim condensed consolidated financial statements have been prepared using the accrual basis of accounting except for cash flow information.

In the preparation of these unaudited interim condensed consolidated financial statements, management is required to make estimates and assumptions that affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities at the date of the unaudited interim condensed consolidated financial statements and the reported amount of income and expenses during the period. Actual results could differ from these estimates. Of particular significance are the estimates and assumptions used in the recognition and measurement of items included in note 2.4.

2.2 Statement of compliance

These unaudited condensed interim consolidated financial statements have been prepared in accordance with International Financial Reporting Standards as issued by the International Accounting Standards Board ("IFRS Accounting Standards") applicable to the preparation of interim financial statements, including IAS 34, Interim Financial Reporting and using the same accounting policies as described in the Company's December 31, 2024 financial statements except for the new accounting standards/amendments adopted. The notes presented in these condensed interim consolidated financial statements include, in general, only significant changes and transactions occurring since

Solar Alliance Energy Inc.

Notes to Condensed Interim Consolidated Financial Statements
For the Three and Six Months Ended June 30, 2025
(Expressed in Canadian Dollars, unless otherwise specified)
(Unaudited)

2. Material accounting policies (continued)

2.2 Statement of compliance (continued)

the Company's last year end and are not fully inclusive of all disclosures required by IFRS for annual financial statements. These unaudited condensed interim consolidated financial statements should be read in conjunction with the annual audited consolidated financial statements, including the notes thereto, for the year ended December 31, 2024.

These unaudited interim condensed consolidated financial statements were authorized for issuance by the Board of Directors of the Company on August 28, 2025.

2.3 Functional and presentation currency

These unaudited interim condensed consolidated financial statements are presented in Canadian dollars, which is the parent Company's functional currency. The functional currency of the Company's US subsidiaries is the US dollar.

2.4 Use of Accounting Assumptions, Estimates and Judgments

The preparation of these unaudited interim condensed consolidated financial statements in conformity with IFRS requires management to make estimates, judgments and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income, and expenses. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis, including the assessment of the Company's ability to continue as a going concern as discussed above in Note 1. Revisions to accounting estimates are recognized in the period in which the estimates are revised and in any future periods affected.

2.4.1 Critical accounting estimates

Critical accounting estimates are estimates and assumptions made by management that may result in a material adjustment to the carrying amount of assets and liabilities within the next fiscal year and are, but are not limited to, the following:

(a) *Share-based payments*

The fair value of stock options issued are subject to the limitation of the Black-Scholes option pricing model which incorporates market data, and which involves uncertainty and subjectivity in estimates used by management in the assumptions. Because the Black-Scholes option pricing model requires the input of highly subjective assumptions, including the volatility of share price, changes in the subjective input assumptions can materially affect the fair value estimate.

(b) *Percentage of completion calculation*

The Company measures the stage of completion for Engineering, Procurement and Construction ("**EPC**") projects based on percentage of contract value delivered to customers, most usually by reference to invoices issued in accordance with project milestones achieved, unless otherwise appropriate. The estimation of total estimated costs requires judgment and changes to these estimates may affect revenue, unbilled revenue, and deferred revenue.

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Notes to Condensed Interim Consolidated Financial Statements

For the Three and Six Months Ended June 30, 2025

(Expressed in Canadian Dollars, unless otherwise specified)

(Unaudited)

2. Material accounting policies (continued)

2.4 Use of Accounting Assumptions, Estimates and Judgments (continued)

2.4.2 Critical Accounting Judgments

(a) *Going Concern*

The assessment of whether the going concern assumption is appropriate requires management to consider all available information about the future, which is at least, but is not limited to, twelve months from the end of the reporting period. The Company is aware that material uncertainties related to events or conditions may cast significant doubt upon the Company's ability to continue as a going concern.

(b) *Determination of functional currency*

The functional currency of the Company and each of the Company's subsidiaries is the currency of the primary economic environment in which the entity operates. Management has determined that the functional currency of the parent Company is the Canadian dollar. The functional currency of the Company's US subsidiaries is the US dollar.

(c) *Determination of CGUs*

A cash generating unit ("**CGU**") is defined as the lowest grouping of integrated assets that generate identifiable cash inflows that are largely independent of the cash inflows of other assets or groups of assets. The allocation of assets into CGUs requires significant judgment and interpretations with respect to the integration between assets, the existence of active markets, similar exposure to market risks, shared infrastructures, and the way in which management monitors the operations.

(d) *Contingencies*

Due to the nature of the Company's operations, various legal, tax, environmental, regulatory, and business acquisition consideration matters are outstanding from time to time. In the event that management's estimates of the future resolution of these matters' changes, the Company will recognize the effects of the changes in its unaudited interim condensed consolidated financial statements on the date such changes occur.

3. Deposits

	As at June 30, 2025	As at December 31, 2024
BC License of Occupation security deposits (i)	\$ 19,000	\$ 18,000
Other prepaid deposit	25,768	27,128
Total	\$ 44,768	\$ 45,128

(i) The Company has \$19,000 (December 31, 2024 - \$18,000) on deposit with the BC Ministry of Forests, Lands, and Natural Resource Operations in respect of its remaining licenses of occupation. The funds are held in a non-interest-bearing trust by the Provincial Treasury.

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Notes to Condensed Interim Consolidated Financial Statements

For the Three and Six Months Ended June 30, 2025

(Expressed in Canadian Dollars, unless otherwise specified)

(Unaudited)

4. Property, plant and equipment

The following table illustrates movements in the Company's property, plant and equipment cost balance by category:

COST	Solar facilities ⁽²⁾	Other equipment ⁽¹⁾	Total
Balance, December 31, 2023	\$ -	\$ 267,633	\$ 267,633
Additions	-	20,488	20,488
Disposals	-	-	-
Foreign exchange	-	2,230	2,230
Balance, December 31, 2024	\$ -	\$ 290,351	\$ 290,351
Foreign exchange	-	-	-
Balance, June 30, 2025	\$ -	\$ 290,351	\$ 290,351

The following table illustrates movements in the Company's accumulated depreciation balance by category:

ACCUMULATED DEPRECIATION	Solar facilities ⁽²⁾⁽³⁾	Other equipment ⁽¹⁾	Total
Balance, December 31, 2023	\$ -	\$ 186,707	\$ 186,707
Depreciation	-	24,459	24,459
Foreign exchange	-	(1,681)	(1,681)
Balance, December 31, 2024	\$ -	\$ 209,485	\$ 209,485
Depreciation	-	8,857	8,857
Foreign exchange	-	3,968	3,968
Balance, June 30, 2025	\$ -	\$ 222,310	\$ 222,310

CARRYING AMOUNTS

Balance, December 31, 2024	\$ -	\$ 80,866	\$ 80,866
Balance, June 30, 2025	\$ -	\$ 68,041	\$ 68,041

⁽¹⁾ Other equipment includes vehicles, office equipment, furniture and fixtures, computers, and computer software.

5. Trade and other payables

	June 30, 2025	December 31, 2024
Trade and other payables in Canada	\$ 1,793,238	\$ 1,459,686
Trade and other payables in the United States	2,052,800	1,784,706
Total trade and other payables	\$ 3,846,038	\$ 3,244,392

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Notes to Condensed Interim Consolidated Financial Statements

For the Three and Six Months Ended June 30, 2025

(Expressed in Canadian Dollars, unless otherwise specified)

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6. Short-term loans and note payable

In June 2023, the Company closed an unsecured short-term construction loan for a total capacity of \$137,500, which was due to a related party (note 13). The term of the loan is one year from the date of each advance and bears interest at 15% per annum. During the six months ended June 30, 2025, the Company repaid \$nil and recorded interest expense for the three months ended of \$5,462 (2024 - \$18,786) and for the six months ended of \$10,547 (2024 - \$25,284).

7. Government Assistance

During the year ended December 31, 2021, the Company applied for and received loan proceeds in the amount of \$20,000 in connection with COVID-19 Government-sponsored Canada Emergency Business Account ("CEBA") program, for a total CEBA loan of \$60,000. The CEBA loan is non-interest bearing and matures on December 31, 2026.

8. Asset retirement obligations

	June 30, 2025	December 31, 2024
Asset retirement obligations	\$ 119,550	\$ 115,731
Provisions made during the period	\$ 1,910	\$ 3,819
Total asset retirement obligation	\$ 121,460	\$ 119,550

The Company has recorded asset retirement obligations of \$121,460 (December 31, 2024 - \$119,550) associated with the future decommissioning of weather monitoring equipment situated on the Wildmare Wind Energy Project site.

9. Share capital

9.1 Authorized share capital

The authorized share capital consists of an unlimited number of common shares without par value and 100 redeemable preferred shares.

Solar Alliance Energy Inc.

Notes to Condensed Interim Consolidated Financial Statements

For the Three and Six Months Ended June 30, 2025

(Expressed in Canadian Dollars, unless otherwise specified)

(Unaudited)

9.2 Common shares issued

	Number of common shares	Amount
Balance December 31, 2024 and		
June 30, 2025	295,193,938	\$ 49,225,521

At June 30, 2025, the Company had 295,193,938 common shares issued and outstanding (December 31, 2024 – 295,193,938) and no preferred shares issued and outstanding. A summary of changes in share capital and reserves is contained on the unaudited interim condensed consolidated statements of changes in shareholders' deficiency for the six months ended June 30, 2025 and 2024.

10. Warrants

The following table reflects the warrants issued and outstanding as of June 30, 2024:

Expiry Date	Exercise Price	Balance	Granted	Exercised	Expired	Balance		
		December 31, 2023				June 30, 2024		
December 29, 2027	\$ 0.08	300,000	-	-	-	300,000		
		300,000	-	-	-	300,000		
Weighted Average exercise price	\$	0.08	\$	-	\$	-	\$	0.08

The following table reflects the warrants issued and outstanding as of June 30, 2025,

Expiry Date	Exercise Price	Balance December 31, 2024	Granted	Exercised	Expired	Balance June 30, 2025		
June 27, 2027	\$ 0.07	4,000,000	-	-	-	4,000,000		
July 19, 2027	\$ 0.07	9,000,000	-	-	-	9,000,000		
July 31, 2027	\$ 0.07	1,000,000	-	-	-	1,000,000		
December 29, 2027	\$ 0.08	300,000	-	-	-	300,000		
		14,300,000	-	-	-	14,300,000		
Weighted Average exercise price	\$	0.07	\$	-	\$	-	\$	0.07

11. Stock options

The Company has a common share Stock Option Plan (equity-settled). The Board of Directors of the Company may from time to time, at its discretion, and in accordance with the requirements of the TSX-V, grant to directors, officers, and technical consultants to the Company, non-transferable options to purchase common shares, exercisable for a period of up to five years from the date of grant. There are no vesting requirements pursuant to the stock option plan. The Board may add such provisions at its discretion on a grant-by-grant basis. However, stock options granted in respect of investor relations activities must vest quarterly over a minimum one-year period, pursuant to TSX-V policy. The Board of Directors have resolved that the Stock Option Plan authorize the directors to grant stock options up to a maximum of 10% of the number of common shares issued and outstanding at the time of grant. The "rolling" stock option plan has been in effect since the Company was listed on the TSX-V.

Solar Alliance Energy Inc.

Notes to Condensed Interim Consolidated Financial Statements

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(Expressed in Canadian Dollars, unless otherwise specified)

(Unaudited)

11. Stock options (continued)

Details of the stock options outstanding as at June 30, 2024 are as follows:

Expiry Date	Exercise Price	Balance	Granted	Exercised	Expired/ Cancelled	Balance		
		December 31, 2023				June 30, 2024		
May 6, 2024	\$ 0.06	4,189,286	-	-	-	4,189,286		
July 16, 2024	\$ 0.06	2,000,000	-	-	-	2,000,000		
December 22, 2024	\$ 0.08	1,000,000	-	-	-	1,000,000		
January 26, 2025	\$ 0.08	300,000	-	-	-	300,000		
March 31, 2025	\$ 0.05	1,800,000	-	-	-	1,800,000		
July 23, 2025	\$ 0.05	1,600,000	-	-	-	1,600,000		
October 27, 2025	\$ 0.05	400,000	-	-	-	400,000		
December 9, 2025	\$ 0.06	100,000	-	-	-	100,000		
September 13, 2026	\$ 0.22	1,050,000	-	-	-	1,050,000		
November 23, 2026	\$ 0.18	1,000,000	-	-	-	1,000,000		
August 5, 2027	\$ 0.09	4,475,000	-	-	-	4,475,000		
September 26, 2027	\$ 0.11	100,000	-	-	-	100,000		
February 23, 2028	\$ 0.08	900,000	-	-	-	900,000		
		18,914,286	-	-	-	18,914,286		
Weighted average exercise price	\$	0.08	\$	-	\$	-	\$	0.08

Details of the stock options outstanding as at June 30, 2025 are as follows:

Expiry Date	Exercise Price	Balance	Granted	Exercised	Expired/ Cancelled	Balance		
		December 31, 2024				June 30, 2025		
January 26, 2025	\$ 0.08	300,000	-	-	(300,000)	-		
March 31, 2025	\$ 0.05	1,800,000	-	-	(1,800,000)	-		
July 23, 2025	\$ 0.05	1,600,000	-	-	-	1,600,000		
October 27, 2025	\$ 0.05	400,000	-	-	-	400,000		
December 9, 2025	\$ 0.06	100,000	-	-	-	100,000		
September 13, 2026	\$ 0.22	50,000	-	-	-	50,000		
November 23, 2026	\$ 0.18	1,000,000	-	-	-	1,000,000		
August 5, 2027	\$ 0.09	3,225,000	-	-	-	3,225,000		
September 26, 2027	\$ 0.11	100,000	-	-	-	100,000		
February 23, 2028	\$ 0.08	700,000	-	-	-	700,000		
		9,275,000	-	-	(2,100,000)	7,175,000		
Weighted average exercise price	\$	0.08	\$	-	\$	0.05	\$	0.09

As of June 30, 2025, the weighted average remaining contractual life of the Company's stock options is 1.55 years (December 31, 2024 - 1.64 years).

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(Expressed in Canadian Dollars, unless otherwise specified)

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12. Share-based payments

During the three months ended June 30, 2025, the Company granted nil stock options to directors, officers, and employees of the Company (2024 - nil) and recorded \$nil (2024 - \$2,544) of share-based payments for options that vested during the period. The compensation expense was based on the fair value of each stock option on the date of the grant using the Black-Scholes option pricing model.

13. Related party transactions and balances

In addition to related party transactions and balances disclosed elsewhere in these unaudited condensed interim consolidated financial statements, the following are transactions that occurred during the six months ended June 30, 2025 and balances as at June 30, 2025 with related parties:

- Included in trade and other payables as at June 30, 2025 is \$697,664 (December 31, 2024 - \$415,000) due to current and former officers and directors and a significant shareholder of the Company for consulting fees, salaries and benefits and expense reimbursements.
- Included in short-term loans (note 6) as at June 30, 2025 is \$137,500 (December 31, 2024 - \$137,500) due to current directors of the Company.
- Included in interest expense as at June 30, 2025 is \$10,547 (June 30, 2024 - \$25,284) due to current directors of the Company.
- Included in professional fees as at June 30, 2025 is \$52,783 (June 30, 2024 - \$48,781) to Marrelli Support Services Inc., a company which the CFO is related to. As of June 30, 2025, the company had been invoiced, net payments, a total of \$67,630 which is included in trade and other payables.

Key management includes members of the Board of Directors, the Chief Executive Officer, the Chief Financial Officer, and the Corporate Secretary. The aggregate compensation paid or accrued to key management personnel during the six months ended June 30, 2025 and 2024 were as follows:

	Three months ended June 30,		Six months ended June 30,	
	2025	2024	2025	2024
Salaries and benefits	71,752	83,333	133,752	125,000
Share-based payments	-	-	-	1,413
Total	\$ 71,752	\$ 83,333	\$ 133,752	\$ 126,413

14. Segmented information

The Company identified the operating segments as outlined in the table below based on the nature of operations and asset class. Geographical segment information is provided by country of operation.

The Company has identified two operating segments: Solar EPC and Solar Generation from Solar Facilities. For the three- and six-month periods ended June 30, 2025 and 2024, all of the Company's revenues and cost of goods sold were attributable to the Solar EPC segment. As of June 30, 2025 and December 31, 2024, the Company's assets and non-current assets were attributable to each of these segments as follows:

Solar Alliance Energy Inc.

Notes to Condensed Interim Consolidated Financial Statements

For the Three and Six Months Ended June 30, 2025

(Expressed in Canadian Dollars, unless otherwise specified)

(Unaudited)

	June 30, 2025	December 31, 2024	
As at June 30, 2025			
Solar EPC			
Total assets	\$ 544,772	\$ 724,363	
Total liabilities	2,343,626	1,889,721	
Corporate			
Total assets	283,362	271,182	
Total liabilities	2,229,793	1,894,330	
Total			
Total assets	828,134	1,223,705	
Total liabilities	4,573,419	4,037,766	
Operating segment			
	United States	Canada	Total
For the three months ended June 30, 2025			
Total revenues	849,535	-	968,694
For the three months ended June 30, 2024			
Total revenue	711,532	-	711,532
For the six months ended June 30, 2025			
Total revenues	1,685,144	-	1,685,144
For the six months ended June 30, 2024			
Total revenue	2,376,389	-	2,376,389

During the six months ended June 30, 2025 the Company had three (three months ended March 31, 2024 - three) customers that individually accounted for more than 10% of consolidated revenue.