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CHAIRMAN'S LETTER

Dear Shareholders,

As we reflect on the past year, I am thrilled to share the exceptional progress that Pulsar Helium Inc. has made across its projects. It has been a transformative year, marked by significant milestones in exploration, strategic partnerships, and positioning within critical markets.

Progress at the Topaz Project

The Topaz Project in Minnesota continues to exceed expectations and solidify its position as one of the most promising helium discoveries globally. This year, we achieved several key milestones:

- **Drilling Success:** The Jetstream #1 and Jetstream #2 appraisal wells confirmed helium concentrations of up to 14.5%, far exceeding the industry's economic threshold of 0.3%. These results underscore the exceptional quality of the reservoir.
- **Reservoir Potential:** Recent deepening of the Jetstream #1 well to a depth of 5,100 feet revealed additional high-grade helium zones, with open-hole wireline logging and flow testing scheduled imminently.
- **Receipt of CPR:** We received a Competent Persons Report from Sproule International, estimating significant helium and CO₂ resources at Topaz. This included a 65% chance of commercialization from a single well.
- **Acreage Expansion:** We doubled our land position at Topaz to 5,979 gross acres, securing district-wide control over this emerging helium province. This expansion ensures long-term development potential and strengthens our strategic position.
- **Infrastructure Advantages:** Located near Duluth, Minnesota, Topaz benefits from existing infrastructure such as roads and power access, thereby facilitating cost-effective production and distribution.
- **Supportive legislation:** The State of Minnesota passed new legislation for the leasing of state lands for the exploration and production of gas (including helium). We have worked to build bipartisan support for the project by bringing together Democrat and Republican politicians through the shared goal of delivering green helium production in the State.

The geology at Topaz is particularly compelling. The area features some of North America's oldest rocks, which have been tectonically stable for over a billion years—ideal conditions for helium accumulation. Additionally, with minimal hydrocarbons present, our project aligns with growing environmental standards for clean energy resources.

Advances at the Tunu Project in Greenland

Our Tunu helium project in Greenland has emerged as a promising addition to our portfolio. This year, we completed a passive seismic survey at the Kap Tobin prospect, identifying two low-velocity zones that align with surface observations of gas emissions containing up to 0.8% helium at depths of 50-200 meters. These findings suggest a fractured reservoir system, which could enhance helium accumulation and extraction potential.

The Tunu project is strategically significant as one of Europe's rare primary helium occurrences. With exclusive exploration rights over a vast 2,816 km² area, we are pioneering helium exploration in Greenland. The project also holds potential for geothermal energy production, which could support both helium processing facilities and nearby communities reliant on diesel power.

Helium Market Outlook

The global helium market is experiencing unprecedented growth due to its critical role in high-tech industries. Key trends include:

- **Market Growth:** The global helium market is projected to grow from US\$5.62 billion in 2025 to US\$7.47 billion by 2029 at a Compound Annual Growth Rate (CAGR) of 7.4%.
- **Supply Constraints:** Global production remains concentrated in a few regions (U.S., Qatar, Russia), leading to supply chain vulnerabilities and soaring prices—up over 400% in recent years.
- **Expanding Applications:**
 - a. **Semiconductors:** Helium is indispensable for cooling and inert environments in semiconductor manufacturing, particularly as AI-driven technologies expand.
 - b. **Nuclear Reactors:** Helium's unique properties make it a superior coolant for advanced nuclear reactors and hydrogen fusion systems, pivotal for the green energy transition.
 - c. **Space Exploration:** Helium is critical for rocket propulsion systems and satellite manufacturing, both growing sectors as private space ventures accelerate.

Carbon Dioxide Potential

In addition to its helium resources, Topaz contains CO₂ concentrations exceeding 70%, offering additional economic potential. The U.S. faces regional shortages of food-grade CO₂ used in beverage carbonation and meat packaging industries. The North American CO₂ market is projected to grow at a CAGR of 8.4%, reaching projected revenues of US\$6.59 billion by 2030. Pulsar's CO₂ resources could play a vital role in addressing these shortages while supporting carbon capture and sequestration technologies.

Strategic Partnerships and Financial Strength

We are making critical advancements in partnerships and project financing:

- **Chart Industries Collaboration:** In November 2024 we signed an agreement with Chart Industries, a leader in industrial gas plant manufacturing, to design production facilities for helium and CO₂ extraction at Topaz. Chart Industries' expertise in clean energy technologies positions Pulsar for operational success.
- **Loan Facility:** A US\$4 million loan facility secured from University Bancorp in March 2025 provides essential funding for initial project development without diluting shareholder equity.
- **Private Placement:** In January-March 2025, we raised approximately US\$2.4 from US investors through a private placement. This provided further working capital to advance the Topaz project.
- **TSXV Warrant Accelerator:** In May 2024 we exercised warrants associated with the TSXV IPO which resulted in Pulsar receiving approximately C\$4.6 million, allowing us to expand our 2024 work programs.

Broadening our Investor Base

In October 2024, Pulsar dual listed on the AIM market of the London Stock Exchange, raising £5 million, including the pre-IPO fundraise. This was an exciting development for us, as it has allowed UK investors to join us on our journey to become a key supplier of helium, helping to address global supply chain vulnerabilities. London, as a global financial hub with a strong investor appetite for critical resources, provides the perfect platform for Pulsar's growth.

In March 2024, Pulsar's shares began trading on the OTCQB Venture Market in the United States, further increasing Pulsar's profile and exposure to a wider investor base. Today, we are traded in 37 US states.

Following our first full year on the TSX Venture Exchange, we were included in the 2025 TSX Venture 50 list, an annual ranking of top-performing companies over the year on the TSX Venture Exchange. Pulsar ranked number 20 for achievements made in 2024.

Increasing Awareness and Support Through Site Visits and Presenting at Industry Conferences

We welcomed over 100 guests at Topaz over the course of 2024, including members of the local community, top ranking politicians, investors, tribal leaders, local and international press and various ranking federal agency personnel from Minnesota's Gas Technical Advisory Committee. Bringing key stakeholders into the project area and discussing the benefits of the project was key for us to increase awareness and support for the development of the project.

In 2024, our CEO, Thomas Abraham-James, spoke at a number of prestigious industry conferences. This helped to increase awareness of Pulsar by putting us in front of new audiences, and allowed us to position as a thought leader in the helium space. Conferences that Thomas presented at include:

- Helium Super Summit in Houston: Pulsar was the only helium explorer to present at this conference. Thomas delivered a keynote speech on 'Sourcing and Supply', discussing the challenges faced by helium startups and highlighting the vast market opportunity for safe jurisdiction, high-grade, helium producers.
- Swiss Mining Institute in Zurich: At this invite-only event, Thomas provided an overview of Pulsar's investment case, and discussed how recently acquired seismic data enhanced the geological model of our Topaz project.

Looking Ahead

In the near term we expect transformative developments:

- Finalizing flow testing at Topaz and advancing toward production readiness.
- Expanding exploration activities at our Greenland Tunu project based on promising seismic data.
- Continuing engineering studies with Chart Industries for production facilities tailored to helium's growing demand across healthcare, semiconductors, space exploration, and green energy.

With robust market fundamentals, cutting-edge technology applications, and an expanding portfolio of high-potential assets, Pulsar Helium is poised to deliver substantial value to shareholders while contributing meaningfully to critical industries.

Thank you for your continued trust as we embark on this exciting journey together.

Warm regards,

/s/ "Neil Herbert"

Neil Herbert, FCCA
Executive Chairman of the Board
Pulsar Helium Inc.