

FORM 11

NOTICE OF PROPOSED STOCK OPTION GRANT OR AMENDMENT

Name of Listed Issuer: Blue Lagoon Resources Inc. (the "Issuer").

Trading Symbol: BLLG

Date: March 23, 2026

1. New Options and RSUs Granted:

Date of Grant: March 20, 2026

| Name of Optionee | Position (Director/ Officer/ Employee/ Consultant/ Management Company) | Insider Yes or No? | No. of Optioned Shares | Exercise Price | Expiry Date | No. of Options or RSUs Granted in Past 12 Months |
|------------------|--|--------------------------|------------------------------|-------------------|--------------------|---|
| Rana Vig | Director / CEO | Yes | 3,000,000 Options | \$0.77 | March. 20, 2031 | 2,000,000 Options |
| Bill Cronk | Consultant | No | 200,000 Options | \$0.77 | March. 20, 2031 | nil |
| Jatinder Sandhar | Consultant | No | 200,000 | \$0.77 | March. 20, 2031 | 200,000 Options |
| Yannis Tsitos | Consultant | No | 300,000 | \$0.77 | March. 20, 2031 | 300,000 Options |

Total Number of shares proposed for acceptance: 3,700,000

2. Other Presently Outstanding Options and RSUs:

| Name of Optionee | No. of Optioned Shares ⁽¹⁾ | Exercise Price | Original Date of Grant | Expiry Date |
|---------------------------|---------------------------------------|----------------|------------------------|---------------|
| Lorie Poulton Farrell | 60,000 | \$0.70 | Jul. 15, 2021 | Jul. 15, 2026 |
| Olivier Tielens | 350,000 | \$0.70 | Jul. 15, 2021 | Jul. 15, 2026 |
| Gurdeep Bains | 100,000 | \$0.70 | Jul. 15, 2021 | Jul. 15, 2026 |
| Norman Brewster | 50,000 | \$0.70 | Jul. 15, 2021 | Jul. 15, 2026 |
| Rana Vig | 400,000 | \$0.70 | Jul. 15, 2021 | Jul. 15, 2026 |
| Roy Edvardsen | 100,000 | \$0.45 | Jan 11, 2022 | Jan 11, 2027 |
| Theodore (Ted) VanderWart | 50,000 | \$0.35 | Feb. 17, 2023 | Feb. 17, 2028 |
| Roy Edvardsen | 100,000 | \$0.35 | Feb. 17, 2023 | Feb. 17, 2028 |
| Bill Cronk | 100,000 | \$0.35 | Feb. 17, 2023 | Feb. 17, 2028 |
| Rana Vig | 4,500,000 | \$0.13 | Oct. 30, 2024 | Oct. 30, 2029 |
| Gurdeep Bains | 400,000 | \$0.13 | Oct. 30, 2024 | Oct. 30, 2029 |
| Norman Brewster | 250,000 | \$0.13 | Oct. 30, 2024 | Oct. 30, 2029 |
| Yannis Tsitos | 700,000 | \$0.13 | Oct. 30, 2024 | Oct. 30, 2029 |
| Wayne Kindrat | 50,000 | \$0.13 | Oct. 30, 2024 | Oct. 30, 2029 |
| Roy Edvardsen | 150,000 | \$0.13 | Oct. 30, 2024 | Oct. 30, 2029 |
| Theodore (Ted) VanderWart | 80,000 | \$0.13 | Oct. 30, 2024 | Oct. 30, 2029 |
| Bill Cronk | 100,000 | \$0.175 | Feb. 6, 2025 | Feb. 6, 2030 |
| Regina Lara Yunes | 100,000 | \$0.175 | Feb. 6, 2025 | Feb. 6, 2030 |
| James Crowshaw | 50,000 | \$0.25 | Feb. 24, 2025 | Feb. 24, 2030 |
| Peter Espig | 200,000 | \$0.25 | Feb. 24, 2025 | Feb. 24, 2030 |
| Peter Bojos | 250,000 | \$0.30 | April 1, 2025 | April 1, 2030 |
| Lovepreet Sandhu | 40,000 | \$0.30 | April 1, 2025 | April 1, 2030 |
| General Research GmbH | 150,000 | \$0.51 | May 15, 2025 | May 15, 2030 |
| General Research GmbH | 350,000 ⁽²⁾ | N/A | May 15, 2025 | N/A |
| Laura Stein | 250,000 | \$0.55 | June 9, 2025 | June 9, 2030 |
| Akay Capital Corp | 2,000,000 | \$0.57 | Aug. 8, 2025 | Aug. 8, 2030 |
| Laura Stein | 100,000 | \$0.66 | Dec 19, 2026 | Dec 19, 2030 |
| Peter Bojos | 100,000 | \$0.66 | Dec 19, 2026 | Dec 19, 2030 |

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OR AMENDMENT**

| | | | | |
|--------------|--|--------|--------------|--------------|
| Rana Vig | 2,000,000 | \$0.66 | Dec 19, 2026 | Dec 19, 2030 |
| TOTAL | 10,780,000 Options and 350,000 RSUs | | | |

(1) Set out number of optioned shares for each grant with different terms.

(2) Represents RSUs granted.

3. Additional Information

(a) If shareholder approval was required for the grant of options (including prior approval of a stock option plan), state the date that the shareholder meeting approving the grant was or will be held.

Shareholders approved the Issuer's 2024 omnibus equity incentive compensation plan on December 31, 2024.

(b) State the date of the news release announcing the grant of options and RSUs.

N/A

(c) State the total issued and outstanding share capital at the date of grant or amendment.

151,552,056

- (d) State, as a percentage of the issued and outstanding shares of the Issuer indicated in (c) above, the aggregate number of shares that are subject to incentive stock options, including new options, amended options and other presently outstanding options.

9.56%

- (e) If the new options are being granted pursuant to a stock option plan, state the number of remaining shares reserved for issuance under the plan.

675,205 shares reserved for options and 8,408,524 shares reserved for other awards.

- (f) If the Issuer has completed a public distribution of its securities within 90 days of the date of grant, state the per share price paid by the public investors.

N/A

- (g) Describe the particulars of any proposed material changes in the affairs of the Issuer.

N/A

4. Certificate of Compliance

The undersigned hereby certifies that:

1. The undersigned is a director and/or senior officer of the Issuer and has been duly authorized by a resolution of the board of directors of the Issuer to sign this Certificate of Compliance.
2. As of the date hereof there is no material information concerning the Issuer which has not been publicly disclosed.
3. The undersigned hereby certifies to the Exchange that the Issuer is in compliance with the requirements of applicable securities legislation (as such term is defined in National Instrument 14-101) and all Exchange Requirements (as defined in CNSX Policy 1).
4. All of the information in this Form 11 Notice of Proposed Stock Option Grant or Amendment is true.

Dated March 23, 2026.

Rana Vig

Name of Director or Senior
Officer

"Rana Vig"

Signature

President and CEO

Official Capacity