THE FLOWERY GOLD MINES COMPANY OF NEVADA

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Press Release - September 30, 2026: The Flowery Gold Mines Company of Nevada Announces Allocation of Settlement Proceeds.
The Flowery Gold Mines Company of Nevada (OTC: FLOD) (the "Company") today announced that the Board of Directors of the Company (the "Board") has approved the allocation of net settlement proceeds received in connection with the previously disclosed settlement with Pacific Gas and Electric Company ("PG&E") relating to claims arising from the 2021 Dixie Fire.

As previously disclosed, the Company, together with California-Engels Mining Company (OTC: CAEN) and Securities Registrar and Transfer Corporation ("SRTC"), a wholly owned subsidiary of the Company, entered into a Settlement Agreement, General Release and Assignment dated July 8, 2024, pursuant to which aggregate settlement proceeds of $13,000,000 were received on behalf of all claimant entities. After deduction of contingent attorneys' fees, the net settlement proceeds available for allocation total $9,750,000.

Following its review of an independent allocation analysis prepared by a qualified third-party consulting firm, the Board approved an allocation of approximately $3,034,575 of the net settlement proceeds available for allocation to the Company and SRTC. The allocation determination was based in part on an evaluation of the respective claimants' losses and anticipated remediation costs arising from the Dixie Fire and related events.

Prior to the date hereof, an aggregate amount of $950,060 has been distributed from the qualified settlement trust to the Company and SRTC to cover legal fees and certain administrative fees, ongoing remediation of assets lost in the Dixie Fire, and general corporate purposes. In addition, the Company has accrued interest in the qualified settlement trust, net of its portion of certain expenses paid by the trust, in the approximate amount of $23,724.
As a result, final distributions totaling approximately $2,108,239 will be made from the qualified settlement trust to the Company and SRTC in accordance with the approved allocation.

The allocation was determined based on an independent analysis conducted by a qualified third-party consulting firm, which evaluated each claimant entity's relative economic losses, updated remediation costs, and other relevant factors. The Board, including its independent director, reviewed and considered such analysis together with additional information and factors it deemed relevant. The Board, including the independent director, approved the allocation and determined that the allocation process was conducted in good faith and on an informed basis. The allocation reflects a negotiated resolution of claims and incorporates a range of considerations, including relative losses, estimated remediation costs, litigation risk, uncertainty, and other relevant factors.

The Company intends to use the allocated proceeds for ongoing remediation costs and general corporate purposes.

Following the final distributions from the qualified settlement trust, the Company intends to dissolve SRTC and discontinue its transfer agent operations. As part of this process, the Company has already transitioned shareholder transfer services to third-party transfer agents.

Additionally, the Board of Directors is evaluating the future of the Company's operations and strategic alternatives in light of current market conditions, the status of its assets, and other relevant considerations. The Company will provide additional information regarding these matters as appropriate.

This press release contains forward-looking statements, including statements regarding anticipated distributions from the qualified settlement trust, the intended use of settlement proceeds, the planned dissolution of SRTC, and the evaluation of the Company's future operations and strategic alternatives. Forward-looking statements are based on current expectations and assumptions and are subject to risks, uncertainties, and other factors that may cause actual results to differ materially from those expressed or implied by such statements. The Company undertakes no obligation to update any forward-looking statements except as required by applicable law.

Kevin Morris
President
The Flowery Gold Mines Company of Nevada