



**CASSIAR GOLD CORP.**  
**CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS**  
**FOR THE THREE MONTHS ENDED DECEMBER 31, 2024 AND 2023**

**EXPRESSED IN CANADIAN DOLLARS**

**(Unaudited)**

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**NOTICE OF NO AUDITOR REVIEW OF  
INTERIM FINANCIAL STATEMENTS**

Under National Instrument 51-102, Part 4, subsection 4.3 (3) (a), if an auditor has not performed a review of the interim financial statements, they must be accompanied by a notice indicating that an auditor has not reviewed the financial statements.

The accompanying unaudited interim financial statements of the Company have been prepared by and are the responsibility of the Company's management.

The Company's independent auditor has not performed a review of these financial statements in accordance with standards established by the Chartered Professional Accountants of Canada for a review of interim financial statements by an entity's auditor.

**CASSIAR GOLD CORP.****Condensed Consolidated Interim Statements of Financial Position**

(Expressed in Canadian dollars)

	Note	December 31, 2024 (Unaudited)	September 30, 2024 (Audited)
<b>Assets</b>			
<b>Current assets</b>			
Cash and cash equivalents		\$ 3,675,123	\$ 4,935,714
Other receivables		90,769	180,045
Prepays		210,114	230,914
		<u>3,976,006</u>	<u>5,346,673</u>
<b>Non-current assets</b>			
Property and equipment	6	304,528	312,734
Right-of-use assets	7	37,779	60,447
Deposits	8	1,645,222	1,689,776
Exploration and evaluation assets	9	9,079,432	9,079,432
		<u>11,066,961</u>	<u>11,142,389</u>
<b>Total assets</b>		<b>\$ 15,042,967</b>	<b>\$ 16,489,062</b>
<b>Current liabilities</b>			
Trade payable and accrued liabilities		\$ 318,879	\$ 903,761
Flow-through share liability	12	364,997	364,927
Short-term lease obligation	10	41,197	64,793
		<u>725,073</u>	<u>1,333,481</u>
<b>Non-current liabilities</b>			
Assets retirement obligation	11	3,259,812	3,235,947
		<u>3,259,812</u>	<u>3,235,947</u>
<b>Shareholders' equity</b>			
Share capital	12	55,838,834	55,611,384
Warrants	12	2,558,772	2,526,246
Shares subscribed	12	-	103,750
Contributed surplus		21,817,423	21,680,614
Deficit		(69,156,947)	(68,002,360)
		<u>11,058,082</u>	<u>11,919,634</u>
<b>Total shareholders' equity and liabilities</b>		<b>\$ 15,042,967</b>	<b>\$ 16,489,062</b>

**NATURE OF OPERATIONS (Note 1)****GOING CONCERN (Note 2)**

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

These condensed consolidated financial statements for three months ended December 31, 2024 were authorized for issue in accordance with the resolution of the Board of Directors on February 28, 2025.

Approved by the Board of Directors:

“Marco Roque”

Marco Roque, Director

“Stephen Letwin”

Stephen Letwin, Director

**CASSIAR GOLD CORP.****Condensed Consolidated Interim Statements of Net Loss and Comprehensive Loss**

(Expressed in Canadian dollars, Unaudited)

		Three months ended December 31	
	Note	2024	2023
			(Note 5)
<b>Expenses</b>			
Consulting		\$ 2,500	\$ 95,960
Depreciation	6,7	30,874	31,964
Exploration and evaluation expenditure	9	676,715	1,114,962
Management fees		142,764	108,863
Marketing		152,803	134,573
Office and administrative		89,211	24,766
Professional Fees		59,196	48,256
Share-based compensation	12	136,809	253,189
Travel and meals		18,991	227
		(1,309,863)	(1,812,760)
Interest income		58,934	34,092
Flow-through share premium	12	116,108	341,721
Accretion	11	(23,865)	(28,331)
Sub-lease income		5,700	-
Write-off of receivables		(1,601)	-
<b>Net loss and comprehensive loss</b>		\$ (1,154,587)	\$ (1,465,278)
<b>Basic and diluted loss per common share</b>		\$ (0.01)	\$ (0.01)
Weighted average number of common shares outstanding - basic and diluted		127,120,269	98,483,286

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

**CASSIAR GOLD CORP.**
**Condensed Consolidated Interim Statements of Changes in Shareholders' Equity**

(Expressed in Canadian dollars)

	Note	Share Capital		Warrants	Share subscription	Contributed surplus	Deficit	Total equity
		Number of shares	Amount					
							(Note 5)	(Note 5)
<b>Balance, September 30, 2023 (Audited)</b>		<b>96,869,044</b>	<b>\$ 49,952,631</b>	<b>\$ 2,110,662</b>	<b>\$ -</b>	<b>\$ 18,791,011</b>	<b>\$ (60,472,594)</b>	<b>\$ 10,381,710</b>
Private placement	12	7,425,511	1,117,592	837,879	-	-	-	1,955,471
Share-based payments	12	-	-	-	-	253,189	-	253,189
Net loss		-	-	-	-	-	(1,465,278)	(1,465,278)
<b>Balance, December 31, 2023 (Unaudited)</b>		<b>104,294,555</b>	<b>51,070,223</b>	<b>2,948,541</b>	<b>-</b>	<b>19,044,200</b>	<b>(61,937,872)</b>	<b>11,125,092</b>
Common shares issued, net costs	12	21,852,019	5,201,739	1,262,976	-	-	-	6,464,715
Warrants expired	12	-	-	(1,685,271)	-	1,685,271	-	-
Shares subscribed	12	-	-	-	103,750	-	-	103,750
Share-based payments	12	-	-	-	-	951,143	-	951,143
Flow-through share discount	12	-	(660,578)	-	-	-	-	(660,578)
Net loss		-	-	-	-	-	(6,064,488)	(6,064,488)
<b>Balance, September 30, 2024 (Audited)</b>		<b>126,146,574</b>	<b>55,611,384</b>	<b>2,526,246</b>	<b>103,750</b>	<b>21,680,614</b>	<b>(68,002,360)</b>	<b>11,919,634</b>
Common shares issued, net costs	12	1,066,428	343,628	32,526	(103,750)	-	-	272,404
Share-based payments	12	-	-	-	-	136,809	-	136,809
Flow-through share discount	12	-	(116,178)	-	-	-	-	(116,178)
Net loss		-	-	-	-	-	(1,154,587)	(1,154,587)
<b>Balance, December 31, 2024 (Unaudited)</b>		<b>127,213,002</b>	<b>\$ 55,838,834</b>	<b>\$ 2,558,772</b>	<b>\$ -</b>	<b>\$ 21,817,423</b>	<b>\$ (69,156,947)</b>	<b>\$ 11,058,082</b>

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

**CASSIAR GOLD CORP.****Condensed Consolidated Interim Statements of Cash Flows**

(Expressed in Canadian dollars, Unaudited)

	Three months ended December 31	
	2024	2023
		(Note 5)
<b>Cash flows from (used in) operating activities</b>		
Net loss for the period	\$ (1,154,587)	\$ (1,465,278)
Items not affecting cash:		
Depreciation	30,874	31,964
Share-based payments	136,809	253,189
Flow-through share premium	(116,108)	(341,721)
Interest on lease liability	1,699	946
Interest income	(58,934)	(34,092)
Accretion	23,865	28,331
Write-off of receivables	1,601	-
Changes in non-cash working capital items:		
Other receivables	100,902	179,264
Prepays	20,800	7,780
Deposits	9,387	-
Trade payables and accrued liabilities	(593,882)	(1,630,636)
Net cash (used in) operating activities	(1,597,574)	(2,970,253)
<b>Cash flows from financing activities</b>		
Interest income received	80,874	127
Lease payments	(25,295)	(24,219)
Proceeds from share and warrants issuance, net of cost	281,404	1,955,471
Net cash provided by financing activities	336,983	1,931,379
<b>Change in cash for the period</b>	(1,260,591)	(1,038,874)
<b>Cash, beginning of the period</b>	4,935,714	4,499,192
<b>Cash, end of the period</b>	\$ 3,675,123	\$ 3,460,318

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

## **1. CORPORATE INFORMATION**

Margaux Resources Ltd. was incorporated under the Alberta Business Corporations Act on August 5, 2009 and changed its name to Cassiar Gold Corp. (the "Company") on September 23, 2020. The Company currently trades on the TSX Venture Exchange ("TSX-V") and the OTCQB Venture Market under the trading symbols "GLDC" and "CGLCF" respectively. The registered address of the Company is Suite 2700, 1133 Melville Street, Vancouver, BC, V6E 4E5.

The Company is a mineral acquisition and exploration company focused on gold exploration within British Columbia.

## **2. GOING CONCERN**

These condensed consolidated interim financial statements ("Financial Statements") have been prepared on a going concern basis which contemplates the realization of assets and the payment of liabilities in the ordinary course of business. Should the Company be unable to continue as a going concern, it may be unable to realize the carrying value of its assets and to meet its liabilities as they become due.

The Company incurred a net loss of \$1,154,587 (2023 - \$1,465,278) and had negative cash flows relating to operating activities of \$1,597,574 (2023 – negative cash flows of \$2,970,253) for the three months ended December 31, 2024. These conditions indicate the existence of a material uncertainty which may cast significant doubt related to the Company's ability to continue as a going concern. The continuation of the Company as a going concern is dependent on the ability of the Company to achieve positive cash flow from operations and/or obtain necessary equity or other financing to continue exploration on its exploration and evaluation assets. These financial statements do not reflect any adjustments to the carrying values of assets and liabilities, reported expenses, and balance sheet classifications that would be necessary should the Company be unable to continue as a going concern, and these adjustments could be material. The Company intends to raise the required funds through the issuance of equity, by securing strategic partners or issuing debt.

The application of the going concern concept is dependent upon the Company's ability to generate future profitable operations and receive continued financial support from its shareholders. Management is actively engaged in the review and due diligence on new projects, is seeking to raise the necessary capital to meet its funding requirements and has undertaken available cost cutting measures. There can be no assurance that management's plan will be successful. If the going concern assumption were not appropriate for these consolidated financial statements, then adjustments would be necessary to the carrying value of assets and liabilities, the reported expenses and the statement of financial position classifications used. Such adjustments could be material.

The business of mining and exploration involves a high degree of risk and there can be no assurance that current exploration programs will result in profitable mining operations. The Company has no source of revenue and has significant cash requirements to meet its administrative overhead and maintain its mineral interests. The recoverability of amounts shown for exploration and evaluation assets is dependent on several factors. These include the discovery of economically recoverable reserves, the ability of the Company to obtain the necessary financing to complete the development of these properties, and future profitable production or proceeds from disposition of exploration and evaluation assets.



### 3. BASIS OF PREPARATION

(a) **Statement of compliance:** These condensed consolidated interim financial statements including comparatives, have been prepared in accordance with International Accounting Standard 34 "Interim Financial Reporting" ("IAS 34") using accounting policies consistent with IFRS Accounting Standards issued by the International Accounting Standards Board ("IASB") and interpretations of the IFRS Interpretations Committee ("IFRIC").

(b) **Basis of compliance:** These condensed consolidated interim financial statements have been prepared on a historical cost basis except for financial instruments that have been measured at fair value. In addition, these condensed consolidated interim financial statements have been prepared using the accrual basis of accounting, except for cash flow information.

The preparation of these condensed consolidated interim financial statements in conformity with IAS 34 requires management to make judgements, estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities, income and expenses. Actual results may differ from these estimates. These condensed consolidated interim financial statements do not include all of the information required for full annual financial statements.

These condensed consolidated interim financial statements, including comparatives, have been prepared on the basis of IFRS Accounting Standards that are published at the time of preparation.

### 4. MATERIAL ACCOUNTING POLICY INFORMATION

These unaudited condensed consolidated interim financial statements have been prepared in accordance with IFRS Accounting Standards as issued by the IASB on a basis consistent with those followed in the Company's most recent annual financial statements for the year ended September 30, 2024.

These unaudited condensed consolidated interim financial statements do not include all note disclosures required by IFRS Accounting Standards for annual financial statements, and therefore should be read in conjunction with the annual financial statements for the year ended September 30, 2024. In the opinion of management, all adjustments considered necessary for fair presentation of the Company's financial position, results of operations and cash flows have been included. Operating results for the three-month period ended December 31, 2024 are not necessarily indicative of the results that may be expected for the current fiscal year ending September 30, 2025.

#### **New accounting standards and interpretations**

Certain new accounting standards and interpretations have been published that are not mandatory for the December 31, 2024 reporting period. The Company has not early adopted the following new and revised standards, amendments and interpretations that have been issued but are not yet effective:

- Presentation and Disclosure in Financial Statements

IFRS 18 was issued in April 2024 and applies to an annual reporting period beginning on or after January 1, 2027. IFRS 18 will replace IAS 1. IFRS requires all companies using IFRS Standards to provide relevant information that faithfully represents an entity's assets, liabilities, equity, income and expenses. The Company is currently assessing the impact of this new accounting standard on its financial statements.

## 5. CHANGE IN ACCOUNTING POLICY

The Company applied a change to its accounting policy relating to the treatment of exploration and evaluation assets as of September 30, 2024. The Company had previously capitalized all its exploration and evaluation amounts including both the acquisition costs and exploration costs up to the nine months ended June 30, 2024. As of the year ended September 30, 2024, the Company adopted the policy to expense the exploration costs and as a result, the Company's three months ended December 31, 2024 numbers have been updated.

The following summarizes the impact of the change in accounting policy on the financial statement line items impacted in these consolidated financial statements:

### Condensed Consolidated Statement of Net Loss and Comprehensive Loss for the three months ended December 31, 2023:

	As reported	Adjustment	Restated balance
Exploration and evaluation expense	\$ -	\$ 1,114,962	\$ 1,114,962
Share-based compensation	\$ 186,473	\$ 66,716	\$ 253,189
Net loss and comprehensive loss	\$ (283,600)	\$ (1,181,678)	\$ (1,465,278)

### Condensed Consolidated Statement of Cash Flow for the three months ended December 31, 2023:

	As reported	Adjustment	Restated balance
Net loss for the year	\$ (283,600)	\$ (1,181,678)	\$ (1,465,278)
Cash used in operating activities	\$ (1,855,291)	\$ (1,114,962)	\$ (2,970,253)
Cash used in investing activities	\$ (1,114,962)	\$ 1,114,962	\$ -

### Condensed Consolidated Statement of Change in Shareholders' Equity for the three months ended December 31, 2023:

	As reported	Adjustment	Restated balance
Deficit, as at September 30, 2023	\$ (29,892,312)	\$ (30,580,282)	\$ (60,472,594)
Net loss for the three months ended December 31, 2023	\$ (283,600)	\$ (1,181,678)	\$ (1,465,278)
Deficit, as at December 31, 2023	\$ (30,175,912)	\$ (31,761,960)	\$ (61,937,872)
Total shareholders' equity, as at December 31, 2023	\$ 42,887,052	\$ (31,761,960)	\$ 11,125,092

## 6. PROPERTY AND EQUIPMENT

	<b>Land</b>		<b>Buildings</b>		<b>Computers, equipment and vehicles</b>		<b>Total</b>
<b>Cost</b>							
As at September 30, 2023	\$	28,993	\$	380,706	\$	260,286	\$ 669,985
Additions during the year		-		-		-	-
As at September 30, 2024		28,993		380,706		260,286	669,985
Additions during the period		-		-		-	-
As at December 31, 2024	\$	28,993	\$	380,706	\$	260,286	\$ 669,985
<b>Accumulated depreciation</b>							
As at September 30, 2023	\$	-	\$	103,172	\$	216,068	\$ 319,240
Depreciation for the year		-		27,753		10,258	38,011
As at September 30, 2024		-		130,925		226,326	357,251
Depreciation for the period		-		6,245		1,961	8,206
As at December 31, 2024	\$	-	\$	137,170	\$	228,287	\$ 365,457
<b>Net book value</b>							
As at September 30, 2023	\$	28,993	\$	249,781	\$	33,960	\$ 312,734
<b>As at December 31, 2024</b>	\$	28,993	\$	243,536	\$	31,999	\$ 304,528

## 7. RIGHT-OF-USE ASSETS

	<b>ROU</b>	
<b>Cost</b>		
As at September 30, 2023	\$	179,691
Additions during the year		91,014
As at September 30, 2024		270,705
Lease modification measurement		-
As at December 31, 2024	\$	270,705
<b>Accumulated amortization</b>		
As at September 30, 2023	\$	119,794
Amortization for the year		90,464
As at September 30, 2024		210,258
Amortization for the period		22,668
As at December 31, 2024	\$	232,926
<b>Net book value</b>		
As at September 30, 2024	\$	60,447
<b>As at December 31, 2024</b>	\$	37,779

The Company amended lease agreement of the Company's office on January 4, 2024, to extend the lease term by 1 year with the same price. As a result, the Company remeasured the lease liability and right-of-use assets and recognized \$91,014 additional right-of-use assets for the lease amendment agreement.

## 8. DEPOSITS

The Company's deposits include reclamation bonds and cash deposit for permits and license with banks in Canada and Government of Canada. As at December 31, 2024, the Company had \$1,645,222 (September 30, 2024 - \$1,689,776) of reclamation bonds and cash deposit with the Ministry of Energy and Mines of British Columbia as commitments to meet its regulatory obligations.

## 9. EXPLORATION AND EVALUATION ASSETS

	<b>Cassiar Gold Project</b>	<b>Sheep Creek Gold District Project</b>	<b>Total</b>
<b>Exploration and evaluation assets</b>			
<b>Acquisition costs</b>			
<b>As of September 30, 2023</b>	\$ 7,754,002	\$ 1,008,798	\$ 8,762,800
Acquisition of mining claims	-	5,999	5,999
Change in estimate of asset retirement obligation	310,633	-	310,633
<b>As of September 30, 2024</b>	8,064,635	1,014,797	9,079,432
Acquisition of mining claims	-	-	-
<b>As of December 31, 2024</b>	\$ 8,064,635	\$ 1,014,797	\$ 9,079,432

### Mineral exploration expenses for the year ended September 30, 2024

Assaying	\$ 731,392	\$ -	\$ 731,392
Camp costs & travel	1,159,717	-	1,159,717
Consulting & Reporting	99,237	-	99,237
Drilling	1,661,243	-	1,661,243
First Nations, Permitting, ESG, Environment	228,575	-	228,575
Geology	116,846	-	116,846
Mineral & land taxes	14,880	12,925	27,805
Others	369,563	-	369,563
Personnel	1,185,736	-	1,185,736
Reclamation	55,898	-	55,898
	\$ 5,623,087	\$ 12,925	\$ 5,636,012

### Mineral exploration expenses for the three months ended December 31, 2024

Assaying	53,211	\$ -	\$ 53,211
Camp costs & travel	173,385	-	173,385
Consulting & Reporting	27,165	-	27,165
Drilling	6,300	-	6,300
First Nations, Permitting, ESG, Environment	33,055	-	33,055
Geology	25,852	-	25,852
Mineral & land taxes	(2,291)	-	(2,291)
Others	140,597	-	140,597
Personnel	210,495	-	210,495
Reclamation	8,946	-	8,946
	\$ 676,715	\$ -	\$ 676,715

## **9. EXPLORATION AND EVALUATION ASSETS (continued)**

### **Cassiar Gold Project**

On March 25, 2019, the Company entered into an Option Agreement (the "Cassiar Gold Option Agreement") with Wildsky Resources Inc. ("Wildsky") for an option to acquire a 100% interest in the Cassiar Gold project (the "Cassiar Gold Project") by way of an all-share agreement. In order to exercise the option, the Company had to issue 11,640,000 Common Shares over 18 months. Pursuant to the Cassiar Gold Option Agreement the Company must also undertake exploration on the Cassiar Gold property and had to satisfy certain other conditions as follows:

- (a) Cassiar will expend at least \$400,000 on the planning, development and execution of the Cassiar 2019 work program, based on a mutually approved budget;
- (b) Six months after the transfer of the Common Shares, Wildsky will have the right to appoint one member to the board of directors of Cassiar;
- (c) Twelve months after the transfer of the Common Shares, Wildsky will have the right to appoint an additional person (for a total of two board members) to the board of directors of Cassiar;
- (d) Twelve months after the transfer of the Common Shares, Wildsky will have the right to appoint one person to the senior management team of Cassiar, on terms and conditions to be agreed upon by Cassiar and Wildsky, acting reasonably; and,
- (e) Wildsky being granted a 30% net profit interest on all minerals processed from Cassiar's tailings pond located on the Cassiar Gold Project, after capital payout of up to \$500,000.

During the year ended September 30, 2021, the Company satisfied all the requirements outstanding to Wildsky and the 100% interest in the Cassiar Gold Project was fully acquired by the Company. The deemed value of the exercise of the option was \$3,259,200 in Common Shares. Liabilities assumed by the Company were \$2,666,584 on acquisition and related to asset retirement obligations. As at December 31, 2024, liabilities assumed by the Company were \$3,259,812 (September 30, 2024 - \$3,235,947) based on recent reclamation cost estimation (Note 11).

### **Sheep Creek Gold District Project**

The Sheep Creek Project consists of the Bayonne and Sheep Creek properties (collectively the "Sheep Creek Project").

On December 23, 2016, the Company entered into an option agreement with Yellowstone Resources Ltd. ("Yellowstone") for the acquisition of 100% of the Sheep Creek Project, located in Salmo, British Columbia (the "Bayonne and Sheep Creek Option Agreement").

Under the terms of the Bayonne and Sheep Creek Option Agreement and as amended on February 10, 2020, July 10, 2020, and February 15, 2021, the Company had the exclusive option to acquire:

- the Bayonne property, by making payments to Yellowstone of an aggregate \$154,000 cash and aggregate issuance of 182,727 shares, paid in several installments over three years. The Company has paid in full these amounts during the year ended September 30, 2022.
- the Sheep Creek property by making payments to Yellowstone of an aggregate \$436,000 cash and aggregate issuance of 150,000 shares and 242,424 deferred payment shares, paid in several installments over five years.

During the year ended September 30, 2022 the Company paid \$100,000 in cash and issued 90,000 shares to satisfy the final payments under the Bayonne and Sheep Creek Option Agreement and acquired a 100% interest in the Sheep Creek Project.

## 10. LEASE OBLIGATION

	<b>Lease obligation</b>
<b>Carrying value</b>	
As at September 30, 2023	\$ 63,107
Lease addition	91,014
Accretion of lease liability	11,731
Reayment of principal and interest	(101,059)
As at September 30, 2024	64,793
Accretion of lease liability	1,699
Reayment of principal and interest	(25,295)
As at December 31, 2024	\$ 41,197
Short term lease liability	\$ 41,197
Long term lease liability	\$ -

The Company's lease relates to the corporation's office. A discount rate of 8% was used to determine the present value of the lease obligations. The Company amended the lease agreement on January 4, 2024, to extend the lease term by 1 year with the same price. As a result, the Company remeasured the lease liability and recognized \$91,014 additional lease liability for the lease amendment agreement. A discount rate of 14% was used to determine the present value of the lease obligations on remeasurement date.

## 11. ASSET RETIREMENT OBLIGATION ("ARO")

The Company has future obligations relating to retiring its exploration and evaluation assets at the Cassiar Gold Project including dismantling, remediation, and treatment of the site. The exact nature and costs of the obligation are subject to change because of the ongoing changes of environmental requirements enacted by government agencies.

A continuity of the asset retirement obligation is as follows:

	<b>ARO</b>
As at September 30, 2023	\$ 2,811,990
Accretion expense	113,324
Change in estimate	310,633
As at September 30, 2024	3,235,947
Accretion expense	23,865
As at December 31, 2024	\$ 3,259,812

The total discounted cash flow estimated to settle the obligations as at December 31, 2024 was \$3,259,812 (September 30, 2024 – \$3,235,947) which was based on the recent reclamation cost estimation, and adjusted for inflation at the rate of 2.57% per annum and then discounted at a risk free rate of 2.95%. A total of \$3,259,812 discounted reclamation costs is expected to be incurred in 2035.

As at December 31, 2024, the Company had \$1,645,222 (September 30, 2024 - \$1,689,776) of reclamation bonds and cash deposit with the Ministry of Energy and Mines of British Columbia as commitments to meet its regulatory obligations (Note 8).

## 12. SHARE CAPITAL

### (a) Authorized

Unlimited number of common shares

The common shares may be issued in one or more series and the directors are authorized to fix the number of shares in each series and to determine the designation, rights, privileges, restrictions, and conditions attached to the shares of each series. No preferred shares have been issued by the Company.

### (b) Common shares issuance and share subscribed

During the three months ended December 31, 2024:

On October 9, 2024, the Company closed a non-brokered private placement by issuing 296,428 flow-through units ("FT Units") at a price of \$0.35 per FT Unit for gross proceeds of \$103,750 and 770,000 charity flow-through units ("CFT Units") at a price of \$0.37 per CFT Unit for gross proceeds of \$284,900. Each FT Unit and CFT Unit consists of one common share of the Company issued on a "CEE flow-through" basis pursuant to the Income Tax Act (Canada) and one warrant. Each warrant is exercisable by the holder to acquire one common share at a price of \$0.50 for a period of 24 months from the date of issuance. A fair value of \$33,592 has been attributed to the warrants using the Black-Scholes option pricing model. In connection with the non-brokered private placement, \$10,050 finders' fees were paid in cash and 40,200 finders' warrants were issued. Each finder's warrant is exercisable to acquire one common share at a price of \$0.50 for a period of 24 months from the date of issuance.

During the year ended September 30, 2024:

On December 12, 2023, the Company closed a non-brokered private placement by issuing 6,005,500 non-flow-through units ("Units") at a price of \$0.25 per Unit for gross proceeds of \$1,501,375. Each Unit consists of one common share of the Company and one warrant. The Company also issued 1,420,011 flow-through units ("FT Units") at a price of \$0.35 per FT Unit for gross proceeds of \$497,004. Each FT Unit consists of one common share of the Company issued on a "CEE flow-through" basis pursuant to the Income Tax Act (Canada) and one warrant. Each warrant is exercisable by the holder to acquire one common share at a price of \$0.50 for a period of 24 months from the date of issuance. A fair value of \$837,879 has been attributed to the warrants using the Black-Scholes option pricing model. In connection with the non-brokered private placement, \$79,553 finders' fees were paid in cash and 264,930 finders' warrants were issued. Each finder's warrant is exercisable to acquire one common share at a price of \$0.50 for a period of 24 months from the date of issuance.

On May 3, 2024, the Company closed a non-brokered private placement by issuing 10,832,735 non-flow-through units ("Units") at a price of \$0.25 per Unit for gross proceeds of \$2,708,184. Each Unit consists of one common share of the Company and one warrant. The Company also issued 1,769,284 flow-through units ("FT Units") at a price of \$0.35 per FT Unit for gross proceeds of \$619,249. The Company also issued 4,000,000 charity flow-through units ("CFT Units") at a price of \$0.37 per CFT Unit for gross proceeds of \$1,480,000 and 5,250,000 CFT Units at a price of \$0.3825 per CFT Unit for gross proceeds of \$2,008,125. Each FT Unit and CFT Unit consists of one common share of the Company issued on a "CEE flow-through" basis pursuant to the *Income Tax Act* (Canada) and one warrant. Each warrant is exercisable by the holder to acquire one common share at a price of \$0.50 for a period of 24 months from the date of issuance. A fair value of \$1,262,976 has been attributed to the warrants using the Black-Scholes option pricing model. In connection with the non-brokered private placement, \$224,245 finders' fees were paid in cash and 918,540 finders' warrants were issued. Each finder's warrant is exercisable to acquire one common share at a price of \$0.50 for a period of 24 months from the date of issuance.

In September 2024, the Company received \$103,750 for a non-brokered private placement completed in October 2024.

## 12. SHARE CAPITAL (continued)

### (b) Warrants

The continuity of warrants for the three months ended December 31, 2024 is as follows:

Expiry date	Exercise price	September 30, 2024	Issued	Exercised	Expired	December 31, 2024
May 4, 2025	\$0.70	6,613,335	-	-	-	6,613,335
June 2, 2025	\$0.70	135,001	-	-	-	135,001
December 12, 2025	\$0.50	7,425,511	-	-	-	7,425,511
May 3, 2026	\$0.50	21,852,019	-	-	-	21,852,019
October 8, 2026	\$0.50	-	1,066,428	-	-	1,066,428
Outstanding		36,025,866	1,066,428	-	-	37,092,294
Weighted average exercise price		\$0.54	\$0.50	\$Nil	\$Nil	\$0.54

The continuity of warrants for the year ended September 30, 2024 is as follows:

Expiry date	Exercise price	September 30, 2023	Issued	Exercised	Expired	September 30, 2024
June 8, 2024	\$1.05	4,173,071	-	-	(4,173,071)	-
July 28, 2024	\$0.90	581,783	-	-	(581,783)	-
August 4, 2024	\$0.90	1,370,285	-	-	(1,370,285)	-
May 4, 2025	\$0.70	6,613,335	-	-	-	6,613,335
June 2, 2025	\$0.70	135,001	-	-	-	135,001
December 12, 2025	\$0.50	-	7,425,511	-	-	7,425,511
May 3, 2026	\$0.50	-	21,852,019	-	-	21,852,019
Outstanding		12,873,475	29,277,530	-	(6,125,139)	36,025,866
Weighted average exercise price		\$0.84	\$0.50	\$Nil	\$1.00	\$0.54

As at December 31, 2024, the weighted average contractual remaining life of warrants is 1.09 years (September 30, 2024 – 1.32 years).

The weighted average assumptions used to estimate the fair value of warrants for the three months ended December 31, 2024 and 2023 were as follows:

	December 31, 2024	December 31, 2023
Risk-free interest rate	3.17%	3.91%
Expected life	2 years	2 years
Expected volatility	62.25%	75.00%
Expected dividend yield	nil	nil



## 12. SHARE CAPITAL (continued)

### (c) Finders' warrants

The continuity of finders' warrants for the three months ended December 31, 2024 is as follows:

Expiry date	Exercise price	September 30, 2024	Issued	Exercised	Expired	December 31, 2024
May 4, 2025	\$0.50	764,700	-	-	-	764,700
December 12, 2025	\$0.50	264,930	-	-	-	264,930
May 3, 2026	\$0.50	918,540	-	-	-	918,540
October 8, 2026	\$0.50	-	40,200	-	-	40,200
Outstanding		1,948,170	40,200	-	-	1,988,370
Weighted average exercise price		\$0.50	\$0.50	\$Nil	\$Nil	\$0.50

The continuity of finders' warrants for the year ended September 30, 2024 is as follows:

Expiry date	Exercise price	September 30, 2023	Issued	Exercised	Expired	September 30, 2024
June 8, 2024	\$1.00	490,354	-	-	(490,354)	-
May 4, 2025	\$0.50	764,700	-	-	-	764,700
December 12, 2025	\$0.50	-	264,930	-	-	264,930
May 3, 2026	\$0.50	-	918,540	-	-	918,540
Outstanding		1,255,054	1,183,470	-	(490,354)	1,948,170
Weighted average exercise price		\$0.70	\$0.50	\$Nil	\$1.00	\$0.50

As at December 31, 2024, the weighted average contractual remaining life of finders' warrants is 0.91 years (September 30, 2024 – 1.14 years).

### (d) Flow-through shares

During the three months ended December 31, 2024, the Company raised \$388,650 (2024 - \$497,004) on a CEE flow-through share basis and was required to incur a net total of \$388,650 (2024 - \$497,004) of qualifying expenditures to renounce the tax deductions to investors.

As at December 31, 2024, the Company still needed to incur an additional \$1,978,704 (September 30, 2024 - \$2,269,060) to meet its flow through share commitment. A flow-through share premium liability of \$364,997 (September 30, 2024 - \$364,927) was recognized as the Company has not incurred sufficient qualifying expenditures to offset the liability.

The flow-through share premium of \$116,108 (2023 - \$341,721) was recognized during the three months ended December 31, 2024.

## 12. SHARE CAPITAL (continued)

### (e) Stock option plan

The Company has adopted an incentive stock option plan in accordance with the policies of the TSX-V (the "Stock Option Plan") which provides that the Board of Directors of the Company may from time to time, at its discretion, grant to directors, officers, employees and consultants of the Company non-transferable options to purchase common shares, provided that the number of common shares reserved for issuance under the Stock Option Plan shall not exceed ten percent (10%) of the issued and outstanding common shares exercisable for the period of up to ten (10) years. In addition, the number of common shares reserved for issuance to any one person shall not exceed five percent (5%) of the issued and outstanding common shares and the number of common shares reserved for issuance to any one consultant will not exceed two percent (2%) of the issued and outstanding common shares. The Board of Directors determines the price per common share and the number of common shares which may be allocated to each director, officer, employee and consultant and all other terms and conditions of the option, subject to the rules of TSX-V.

All options expire in five years and vest based on terms and conditions set out in the stock option agreements. Stock option transactions and the number of stock options for the three months ended December 31, 2024 are summarized as follows:

Expiry date	Exercise price	September 30, 2024	Granted	Exercised	Expired / cancelled	December 31, 2024
August 28, 2025	\$0.75	1,150,000	-	-	(30,000)	1,120,000
March 22, 2026	\$0.60	1,690,668	-	-	(75,000)	1,615,668
November 15, 2026	\$0.79	470,000	-	-	(75,000)	395,000
September 13, 2027	\$0.66	1,890,000	-	-	(80,000)	1,810,000
September 22, 2028	\$0.345	1,340,000	-	-	(70,000)	1,270,000
May 3, 2029	\$0.28	1,230,000	-	-	(75,000)	1,155,000
Options outstanding		7,770,668	-	-	(405,000)	7,365,668
Options exercisable		5,870,668	-	-	-	5,575,668
Weighted average exercise price		\$0.55	\$Nil	\$Nil	\$0.55	\$0.55

Stock option transactions and the number of stock options for the year ended September 30, 2024 are summarized as follows:

Expiry date	Exercise price	September 30, 2023	Granted	Exercised	Expired / cancelled	September 30, 2024
June 24, 2024	\$0.50	485,000	-	-	(485,000)	-
August 28, 2025	\$0.75	1,150,000	-	-	-	1,150,000
March 22, 2026	\$0.60	1,710,668	-	-	(20,000)	1,690,668
November 15, 2026	\$0.79	470,000	-	-	-	470,000
September 13, 2027 (a)	\$0.66	1,930,000	-	-	(40,000)	1,890,000
September 22, 2028	\$0.345	1,400,000	-	-	(60,000)	1,340,000
May 3, 2029	\$0.28	-	1,255,000	-	(25,000)	1,230,000
Options outstanding		7,145,668	1,255,000	-	(630,000)	7,770,668
Options exercisable		4,935,659	-	-	-	5,870,668
Weighted average exercise price		\$0.60	\$0.28	\$Nil	\$0.48	\$0.55

(a) Subsequent to year-end, 20,000 options expired unexercised.

As at December 31, 2024, the weighted average contractual remaining life of options is 2.46 years (September 30, 2024 – 2.72 years).

## 12. SHARE CAPITAL (continued)

### (e) Stock option plan (continued)

The weighted average assumptions used to estimate the fair value of stock options for the three months ended December 31, 2024 and 2023 were as follows:

	December 31, 2024	December 31, 2023
Risk-free interest rate	3.67% - 4.21%	4.21%
Expected life	5 years	5 years%
Expected volatility	102% - 130%	130.00%
Forfeiture rate	8.71% - 10.53%	11%
Expected dividend yield	nil	nil

The Company recognized \$48,350 (2023 - \$102,142) share-based payment for options vested in the three months ending December 31, 2024.

### (f) Share unit plan

The Company has established a deferred share unit ("DSU") and restricted share unit ("RSU") plan (the "Unit Plan"), which provides for the grant of DSUs and RSUs to eligible directors, officers, employees, advisors and consultants of the Company. The Unit Plan provides for settlement through cash payment or the issuance of common shares. The form of settlement is at the option of the Company. The Company does not intend to make cash payments and there is no history of the Company making cash payments under the Unit plan and, as such, the DSUs and RSUs are accounted for within shareholders' equity. These common shares would be issued from the same 10% rolling pool as the common shares issued under the Company's Deferred Share Unit Plan and the Company's Share Option Plan. As DSUs and RSUs are expected to be settled with equity, an amount equal to compensation expense is initially credited to contributed surplus, recognized over the term of the vesting period, and transferred to share capital if and when the units are exercised.

The Company has adopted its Share Unit Plan which received shareholder approval on March 16, 2022.

RSU transactions and the number of RSUs for the three months ending December 31, 2024 are summarized as follows:

Vesting date		September 30, 2024	Granted	Vested and converted to common shares	Cancelled	December 31, 2024
November 15, 2023	(a)	50,000	-	-	-	50,000
September 13, 2024	(a)	288,002	-	-	-	288,002
September 22, 2024	(a)	665,000	-	-	-	665,000
September 22, 2025		665,000	-	-	(35,000)	630,000
May 3, 2025		545,000	-	-	(37,500)	507,500
May 3, 2026		545,000	-	-	(37,500)	507,500
RSUs outstanding		2,758,002	-	-	(110,000)	2,648,002

## 12. SHARE CAPITAL (continued)

### (f) Share unit plan (continued)

RSU transactions and the number of RSUs for the year ended September 30, 2024 are summarized as follows:

Vesting date		September 30, 2023	Granted	Vested and converted to common shares	Cancelled	September 30, 2024
November 15, 2023	(a)	50,000	-	-	-	50,000
September 13, 2024	(a)	308,002	-	-	(20,000)	288,002
September 22, 2024	(a)	695,000	-	-	(30,000)	665,000
September 22, 2025		695,000	-	-	(30,000)	665,000
May 3, 2025		-	557,500	-	(12,500)	545,000
May 3, 2026		-	557,500	-	(12,500)	545,000
RSUs outstanding		1,748,002	1,115,000	-	(105,000)	2,758,002

(a) These RSUs have vested but common shares have not been issued.

DSU transactions and the number of DSUs for the three months ending December 31, 2024 are summarized as follows:

Vesting date		September 30, 2024	Granted	Vested and converted to common shares	Cancelled	December 31, 2024
November 15, 2023	(a)	123,334	-	-	-	123,334
September 13, 2024	(a)	116,664	-	-	-	116,664
September 22, 2024	(a)	275,000	-	-	-	275,000
September 22, 2025		275,000	-	-	-	275,000
May 3, 2025		275,000	-	-	-	275,000
May 3, 2026		275,000	-	-	-	275,000
DSUs outstanding		1,339,998	-	-	-	1,339,998

DSU transactions and the number of DSUs for the year ended September 30, 2024 are summarized as follows:

Vesting date		September 30, 2023	Granted	Vested and converted to common shares	Cancelled	September 30, 2024
November 15, 2023	(a)	123,334	-	-	-	123,334
September 13, 2024	(a)	116,664	-	-	-	116,664
September 22, 2024	(a)	275,000	-	-	-	275,000
September 22, 2025		275,000	-	-	-	275,000
May 3, 2025		-	275,000	-	-	275,000
May 3, 2026		-	275,000	-	-	275,000
DSUs outstanding		789,998	550,000	-	-	1,339,998

(a) These DSUs have vested but common shares have not been issued.

The weighted average remaining life of the unvested RSUs and DSUs as at December 31, 2024 is 0.51 and 0.49 years respectively (September 30, 2024 – 0.67 and 0.65 years respectively). The Company recognized another \$88,459 (2023 - \$151,047) share-based compensation for RSUs and DSUs during the three months ending December 31, 2024.

### 13. CAPITAL DISCLOSURES

The Company considers its capital to include shareholders' equity. The objectives of the Company are to attain a strong financial position from which the Company will be able to exhibit continued growth and obtain access to capital. The Company has no externally imposed restrictions.

The Company manages its capital structure and adjusts considering changes in economic conditions and risk characteristics of its underlying assets. To maintain or adjust the capital structure, the Company may from time to time, issue shares, obtain debt financing, or adjust capital spending. As at December 31, 2024, the capital structure of the Company currently consists of shareholder's equity, which was \$11,058,082 (September 30, 2024 - \$11,919,634).

### 14. FAIR VALUE

IFRS 13, Fair Value Measurement, establishes a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

Level 1 – quoted prices (unadjusted) in active markets for identical assets or liabilities;

Level 2 – inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices); and,

Level 3 - inputs for the asset or liability that are not based on observable market data (unobservable inputs).

The carrying values of cash, other receivables, and trade payables and accrued liabilities approximate their fair values due to their short terms to maturity.

### 15. FINANCIAL INSTRUMENTS

The Company is exposed to financial risks from normal course business exposures, as well as from the Company's use of financial instruments. These risk factors include market risk, liquidity risk, and credit risk.

#### (a) Market risk

Market risk is the risk or uncertainty arising from possible market price movements and their impact on the future performance of the business. The market price movements that could adversely affect the value of the Company's financial assets, liabilities and expected future cash flows include commodity price risk, interest rate risk and foreign exchange risk.

##### (i) Commodity price risk

The Company may employ the use of various financial instruments in the future to manage price exposure; the Company is not currently using any such instruments. The Company currently has not obtained any hedging instruments.

##### (ii) Interest rate risk

Interest rate risk is the risk of exposure to changes in market interest rates affecting future cash flows. The Company is not exposed to significant interest rate risk.

##### (iii) Foreign exchange risk

Foreign currency risk arises from fluctuations in foreign exchanges rates and the degree of volatility of these rates relative to the Canadian dollar. The Company is not exposed to significant foreign exchange risk given it has no financial instruments denominated in a foreign currency.

## 15. FINANCIAL INSTRUMENTS (continued)

### (b) Liquidity risk

Liquidity risk is the risk that an entity will encounter difficulty in meeting obligations associated with financial liabilities. The Company may need to obtain additional sources of cash resources to execute future exploration programs and believes that it has access to sufficient capital through potential external equity sources to meet projected expenditures.

### (c) Credit risk

Credit risk is the risk that a customer or counter party will fail to perform an obligation or fail to pay amounts due causing a financial loss. The Company's credit risk is primarily attributable to cash and is subject to normal credit risks. Credit risk associated with cash is minimal as the Company deposits its cash with a large Canadian financial institution that has been accorded a strong investment grade rating by a primary rating agency.

## 16. RELATED PARTY TRANSACTIONS

All related party transactions are in the normal course of operations and initially recorded at fair value.

The aggregate value of transactions and outstanding balances relating to key management personnel and entities over which they have control or significant influence were as follows:

For the three months ended December 31, 2024:

	Salary	Post-employment benefits	Other long-term benefits	Termination benefits	Share-based payments <sup>(a)</sup>	Total
Marco Roque President, Chief Executive Officer, Director <sup>(b)</sup>	\$ 75,000	\$ Nil	\$ Nil	\$ Nil	\$ 49,011	\$ 124,011
Kevin Chen Former Chief Financial Officer <sup>(c)</sup>	\$ 12,000	\$ Nil	\$ Nil	\$ Nil	\$ 6,073	\$ 18,073
Michael Wood Chief Financial Officer, Director <sup>(d)</sup>	\$ 12,000	\$ Nil	\$ Nil	\$ Nil	\$ 9,173	\$ 21,173
Jill Maxwell VP of Exploration	\$ 57,767	\$ Nil	\$ Nil	\$ Nil	\$ 15,757	\$ 73,524
Stephen Letwin Director	\$ Nil	\$ Nil	\$ Nil	\$ Nil	\$ 13,759	\$ 13,759
James Maxwell Director	\$ Nil	\$ Nil	\$ Nil	\$ Nil	\$ 9,173	\$ 9,173
Christopher Stewart Director	\$ Nil	\$ Nil	\$ Nil	\$ Nil	\$ 9,173	\$ 9,173
Stephen Robertson Director	\$ Nil	\$ Nil	\$ Nil	\$ Nil	\$ 9,173	\$ 9,173

## 16. RELATED PARTY TRANSACTIONS (continued)

For the three months ended December 31, 2023:

	Salary	employment benefits	term benefits	Termination benefits	Share-based payments <sup>(a)</sup>	Total
Marco Roque President, Chief Executive Officer, Director <sup>(b)</sup>	\$ 71,250	\$ Nil	\$ Nil	\$ Nil	\$ 78,639	\$ 149,889
Kevin Chen Chief Financial Officer <sup>(c)</sup>	\$ 21,000	\$ Nil	\$ Nil	\$ Nil	\$ 8,966	\$ 29,966
Jill Maxwell VP of Exploration	\$ 64,883	\$ Nil	\$ Nil	\$ Nil	\$ 29,266	\$ 94,149
Stephen Letwin Director	\$ Nil	\$ Nil	\$ Nil	\$ Nil	\$ 23,193	\$ 23,193
James Maxwell Director	\$ Nil	\$ Nil	\$ Nil	\$ Nil	\$ 13,918	\$ 13,918
Christopher Stewart Director	\$ Nil	\$ Nil	\$ Nil	\$ Nil	\$ 13,642	\$ 13,642
Michael Wood Director	\$ Nil	\$ Nil	\$ Nil	\$ Nil	\$ 13,642	\$ 13,642
Stephen Robertson Director	\$ Nil	\$ Nil	\$ Nil	\$ Nil	\$ 13,642	\$ 13,642

(a) Amount represents the Black-Scholes calculation of the stock options, RSUs and DSUs vested during the period and is included in the share-based compensation in the consolidated statements of loss and comprehensive loss.

(b) Marco Roque's salary as the Chief Executive Officer was paid through a company owned by Mr. Roque.

(c) Kevin Chen's salary as the Chief Financial Officer was paid through a company owned by Mr. Chen. Kevin Chen resigned effective November 1, 2024.

(d) Michael Wood became the Chief Financial Officer effective November 1, 2024. Mr. Wood's salary as the Chief Financial Officer was paid through a company owned by Mr. Wood.