BIG GOLD INC

Interim Condensed Financial Statements

As at and for the three and nine months ended

September 30, 2024, and 2023

(Stated in $CAD)

(Unaudited – Prepared by Management)

Big Gold Inc.
Interim Condensed Statements of Financial Position
As at September 30, 2024 and December 31, 2023

(Unaudited – Prepared by Management)

(Expressed in Canadian dollars)

As at	Note		September 30, 2024		December 31, 2023
ASSETS					
Current:					
Cash		$	58,362	$	293,786
Accounts receivable			8,413		24,074
Prepaid expenses			27,500		50,000
Total Assets		**$**	**94,275**	**$**	**367,860**
LIABILITIES					
Current:					
Accounts payable and accrued liabilities	5	$	102,563	$	85,969
Share premium liability	7		6,296		14,925
			108,859		**100,894**
SHAREHOLDERS' EQUITY					
Common shares	8		2,346,993		2,190,996
Warrant reserve	9		304,249		236,971
Share based payments reserve	10		291,022		291,022
Contributed Surplus			138,962		138,962
Accumulated deficit			(3,095,810)		(2,590,985)
Total Shareholders' Equity			**(14,584)**		**266,966**
Total Liabilities and Shareholders' Equity		**$**	**94,275**	**$**	**367,860**

Nature of operations and going concern (Note 1**)**
Commitments and contractual obligations (Note 13)
Subsequent events (Note 15)

Approved on behalf of the Board:

"Scott Walters"
Director

"Bob Leshchyshen"
Director

The accompanying notes form an integral part of these interim condensed financial statements

Big Gold Inc.
Interim Condensed Statements of Net Loss and Comprehensive Loss
For the three and nine months ended September 30, 2024 and 2023

(Unaudited – Prepared by Management)

(Expressed in Canadian dollars)

	Note	Three months ended September 30, 2024	Three months ended September 30, 2023	Nine months ended September 30, 2024	Nine months ended September 30, 2023
Expenses					
Consulting fees	6	$ 19,500	$ 19,500	$ 58,500	$ 81,500
Exploration and evaluation expense		11,824	10,851	183,509	38,646
Acquisition costs	4	-	-	-	48,500
Professional fees	6	15,914	27,500	56,159	89,718
Regulatory expenses	14	3,751	32,529	21,375	96,209
Investor relations	14	52,467	-	191,678	-
Office and general	14	15	38,526	17,732	76,190
Total expenses		103,471	128,906	528,953	430,763
Premium on flow-through shares	7	(1,478)	(5,426)	(24,129)	(22,573)
Net loss and comprehensive loss		$ 101,993	$ 123,480	$ 504,824	$ 408,191
Weighted average shares outstanding					
- Basic and diluted		45,798,585	44,614,978	42,357,042	30,760,735
Basic and diluted loss per share		$ (0.00)	$ (0.00)	$ (0.01)	$ (0.01)

Big Gold Inc.

Interim Condensed Statements of Cash Flows

For the nine months ended September 30, 2024 and 2023

(Unaudited – Prepared by Management)

(Expressed in Canadian dollars)

	Notes	September 30, 2024	September 30, 2023
Operating activities			
Net Loss for the period		$ (504,824)	$ (408,191)
Items not affecting cash			
Shares issued for acquisition of mineral property			$ 42,000
Premium on flow-through shares	7	(8,629)	(22,573)
Change in non-cash working capital items			
Accounts receivable		15,661	50,541
Prepaid expenses		22,500	(80,000)
Subscriptions receivable		-	(60,000)
Accounts payable and accrued liabilities	5	13,593	(16,248)
Cash Flows used for operating activities		(461,699)	(494,471)
Financing activities			
Proceeds from private placement, net of issue costs		223,275	677,372
Net advances from related parties	6	3,000	-
Cash Flows provided from financing activities		226,275	677,372
Decrease in cash		(235,424)	182,901
Cash, beginning of period		293,786	222,149
Cash, end of period		**$ 58,362**	**$ 405,050**
Non-cash transaction			
Premium on flow-through shares		8,629	22,573

Big Gold Inc.
Interim Condensed Statements of Changes in Equity (Deficiency)
For the period from January 1, 2023 to September 30, 2024

(Unaudited – Prepared by Management)

(Expressed in Canadian dollars)

	Note	Common shares		Reserves			Accumulated deficit	Total
		No. of shares	Dollar Amount	Warrants	Share based payments	Contributed Surplus		
As at January 1, 2023		**23,718,799**	**1,766,288**	**140,530**	**291,022**	**-**	**(1,998,229)**	**199,611**
Issuance in connection with acquisition of property	4	1,400,000	42,000	-	-	-	-	42,000
Common shares issued under private placement, net of issuance costs	8. ii), iii)	14,085,500	441,969	235,403	-	-	-	677,372
Premium liability recognized on flow-through shares		-	(59,261)	-	-	-	-	(59,261)
Net loss for the period		-	-	-	-	-	(408,191)	(408,191)
As at September 30, 2023		**39,204,299**	**2,190,996**	**375,933**	**291,022**	**-**	**(2,406,420)**	**451,531**
Expiry of warrants		-	-	(138,962)	-	138,962	-	-
Net loss for the year		-	-	-	-	-	(184,565)	(184,565)
As at December 31, 2023		**39,204,299**	**2,190,996**	**236,971**	**291,022**	**138,962**	**(2,590,985)**	**266,966**
Common shares issued under private placement	8. v), vi)	6,594,286	246,300	-	-	-	-	246,300
Share issue costs		-	(7,525)	-	-	-	-	(7,525)
Issuance of warrants		-	(67,278)	67,278	-	-	-	-
Premium liability recognized on flow-through shares		-	(15,500)	-	-	-	-	(15,500)
Net loss for the period		-	-	-	-		(504,825)	(504,825)
As at September 30, 2024		**45,798,585**	**2,346,993**	**304,249**	**291,022**	**138,962**	**(3,095,810) -**	**14,584**

1. NATURE OF OPERATIONS AND GOING CONCERN

Big Gold Inc. (the "Company" or "Big Gold") was formed by a plan of arrangement incorporated on October 19, 2016, under the British Columbia Corporations Act with its head office located at 9th floor 1021 West Hastings Street, Vancouver, British Columbia, Canada, V6E 0C3. The Company's shares commenced trading on the Canadian Securities Exchange ("CSE") under the symbol "BG" on September 21, 2022.

The Company is a mineral exploration and development company focused on the acquisition and exploration of mineral properties. The Company's primary focus is the exploration and development of the Tabor and Martin Kenty projects (See Note 4) located in the Thunder Bay and Kenora/Rainy River mining district respectively.

Going concern

As at September 30, 2024, the Company had working capital deficiency of $14,584 (working capital at December 31, 2023 - $266,966) and had not yet achieved profitable operations, the Company had accumulated losses of $3,095,810 (December 31, 2023 - $2,590,985), and currently expects to incur further losses in the exploration and development of its business.

The Company believes it has sufficient working capital with $58,362 of cash at September 30, 2024, to fund the Company's planned next 12 months of activities. However, from time to time, the Company may pursue the raising of funds by an equity investment, debt borrowing or a combination of both. The Company has yet to discover a mineral deposit that is economically recoverable, therefore there is no assurance that the operations of the Company and any future operations will be successful and profitable. These conditions raise material uncertainties which cast significant doubt as to the use of the going concern assumption in these financial statements.

These interim-condensed financial statements have been prepared on the basis of accounting principles applicable to a going concern, which assumes that the Company will continue in operation for the foreseeable future and will be able to realize its assets and discharge its liabilities in the normal course of operations as they come due. In assessing whether the going concern assumption is appropriate, management takes into account all available information about the future, which is at least, but is not limited to, twelve months from the end of the reporting period. Management is aware, in making its assessment, of material uncertainties related to events or conditions that cast significant doubt upon the Company's ability to continue as a going concern.

These interim condensed financial statements do not reflect the adjustments to the carrying values of assets and liabilities and the reported expenses and balance sheet classifications that would be necessary if the Company were unable to realize its assets and settle its liabilities as a going concern in the normal course of operations. Such adjustments could be material.

2. BASIS OF PRESENTATION

(a) Statement of compliance

These unaudited interim condensed financial statements have been prepared in accordance with IAS 34 "Interim Financial Reporting". Accordingly, they do not include all of the information required for full annual financial statements required by IFRS as issued by IASB and interpretations issued by IFRIC. The same accounting policies, methods of computation and note disclosures are followed in these unaudited interim condensed financial statements as compared to the Company's annual audited financial statements for the years ended December 31, 2023 and 2022. Any subsequent changes to IFRS that are given effect in the Company's annual audited financial statements for the year ending December 31, 2023 could result in restatement of these condensed interim financial statements. In particular, the Company's significant accounting policies are presented as Note 3 in those audited financial statements have been consistently applied in the preparation of these unaudited interim condensed financial statements.

These unaudited interim condensed financial statements were authorized for issuance by the Board of Directors on November 27, 2024.

(b) Basis of measurement, functional and presentation currency

These interim condensed financial statements are presented in Canadian dollars, which is the Company's functional currency. All financial information is expressed in Canadian dollars unless otherwise stated and have been rounded to the nearest dollar.

These interim condensed financial statements have been prepared on the going concern basis, under the historical cost convention, except for certain financial instruments that are measured at fair value, as explained in the accounting policies described herein. Further these interim condensed financial statements have been prepared using the accrual basis of accounting, except for cash flow information.

c) Significant judgements, estimates and assumptions

The preparation of these interim condensed financial statements requires management to make judgments and estimates and form assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and reported amounts of revenues and expenses during the reporting period. On an ongoing basis, management evaluates its judgments and estimates in relation to assets, liabilities, revenue and expenses. Management uses historical experience and various other factors it believes to be reasonable under the circumstances as the basis for its judgments and estimates. Actual outcomes may differ from these estimates under different assumptions and conditions.

There have been no significant changes relating to accounting judgments, estimates and assumptions in the preparation of these interim condensed financial statements from those judgments, estimates and assumptions disclosed in Note 2 to the 2023 Audited Financial Statements.

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

These unaudited interim condensed financial statements have been prepared following the same accounting policies used in the preparation of the audited financial statements of the Company for the year ended December 31, 2023.

New accounting standards

Standards issued and effective for annual periods beginning on or after January 1, 2024

IFRS 10 – Consolidated Financial Statements ("IFRS 10") and **IAS 28 – Investments in Associates and Joint Ventures ("IAS 28"**) were amended in September 2014 to address a conflict between the requirements of IAS 28 and IFRS 10 and clarify that in a transaction involving an associate or joint venture, the extent of gain or loss recognition depends on whether the assets sold or contributed constitute a business. The effective date of these amendments is yet to be determined; however early adoption is permitted.

IAS 1 – In February 2021, the IASB issued 'Disclosure of Accounting Policies' with amendments that are intended to help preparers in deciding which accounting policies to disclose in their financial statements. **Presentation of Financial Statements ("IAS 1")** was amended in January 2020 to provide a more general approach to the classification of liabilities under IAS 1 based on the contractual arrangements in place at the reporting date. The amendments clarify that the classification of liabilities as current or noncurrent is based solely on a company's right to defer settlement at the reporting date. The right needs to be unconditional and must have substance. The amendments also clarify that the transfer of a company's own equity instruments is regarded as a settlement of liability, unless it results from the exercise of a conversion option meeting the definition of an equity instrument. The amendments are effective for annual periods beginning on or after January 1, 2024.

IAS 8 – In February 2021, the IASB issued 'Definition of Accounting Estimates' to help entities distinguish between accounting policies and accounting estimates. The amendments are effective for year ends beginning on or after January 1, 2024.

The Company is currently assessing the impact of these standards.

4. ACQUISITION OF PROPERTIES

(A) MARTIN KENTY PROJECT

On July 19, 2021 the Company completed the acquisition of the resource property located in Kenora, Ontario in the Rainy River mining district, known as the Martin Kenty project ("Martin Kenty") which consists of 264 mineral claims.

In exchange for the 264 mineral claims the Company issued 4,000,000 common shares of the Company at a fair value of $0.145 per common share for a total consideration of $580,000. The Company has expensed the $580,000 as acquisition costs in the year ended December 31, 2021.

(Expressed in Canadian dollars)

4. ACQUISITION OF PROPERTIES (continued)

The Martin Kenty Property has a net smelter return royalty ("NSR") of two percent (2%) owed to the previous owner of the property. The Company has a right to purchase one percent of the NSR back for $1,000,000. The forementioned common shares issued pursuant to the Asset Purchase Agreement were issued on November 11, 2021.

On October 18, 2022 the Company completed the acquisition of resource claims located near Kenora, Ontario, adjacent to the Company's Martin Kenty mineral claims. The Company acquired 6,100 hectares of which 4,700 hectares of open mineral claims. In exchange for the mineral claims, the Company issued 2,000,000 shares at a fair value of $0.05 per common share for a total consideration of $100,000. The Company has expensed the$100,000 as acquisition costs in the year ended December 31, 2022. The Company also is obligated to pay a 2% net smelter royalty ("NSR") on the property. and has the right to purchase 1% of the NSR in return for paying $1,000,000.

During the period ended September 30, 2024, the Company incurred exploration expenses of $2,520 (2023 -$35,446) on the Martin Kenty Project (see Note 14).

(B) TABOR PROJECT

On April 5, 2023 the Company completed the acquisition of Tabor Project ("Tabor") located within the Shebandowan Greenstone Belt northwest of Thunder Bay, Ontario. The Tabor property consists of 156 mineral claims. Under the terms of the Acquisition, the Company issued 1,400,000 common shares at a fair value of $0.03 per common share for a total consideration of $42,000. In addition, the Company paid the Vendor $6,500 for a 100% interest in the Tabor Property, subject to a 2% net smelter royalty ("NSR"). The Company has the right to purchase 1% of the NSR in return for paying $1,000,000.

During the period ended September 30, 2024, the Company incurred exploration expenses of $180,990 (2023 - $3,200) on the Tabor Project.

5. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

	September 30, 2024	December 31, 2023
Consulting fees	$ 68,233	$ 52,613
Exploration expenses	3,830	9,309
Professional fees	5,639	-
Regulatory expenses	103	1,817
Office and general	6,758	2,231
	84,563	65,969
Accrued liabilities	18,000	20,000
Accounts payable and accrued liabilities	**$ 102,563**	**$ 85,969**

Accounts payable of the Company principally comprise of amounts outstanding for trade purchases relating to regular business activities and amounts payable for financing activities. The usual credit period taken for purchases is between 30 to 90 days.

6. RELATED PARTY TRANSACTIONS AND KEY MANAGEMENT COMPENSATION

Key management salaries
Key management includes members of the board of directors, the Chief Executive Officer and the Chief Financial Officer. The aggregate value of transactions relating to key management personnel and entities over which they have control or significant influence were as follows for the three and nine months ended September 30, 2024, and 2023:

i) During the three and nine months ended September 30, 2024, $15,000 and $45,000 (2023 - $15,000 and $45,000) was charged by the Chief Executive Officer for consulting fees.
ii) During the three and nine months ended September 30, 2024, $6,000 and $18,000 (2023 - $6,000 and $18,000) was charged by the Chief Financial Officer under contract with Grove Corporate Services Ltd.

For the three and nine months ended September 30, 2024, the Company expensed $nil and $9,000 (2023 - $4,500 and $13,500) in office rent to Venex Capital Corp. ("Venex"), a related party due to Venex's being a significant shareholder of the Company. As of July 1, 2024 the Company relinquished the office rented from Venix. At September 30, 2024, the Company owed $4,500 for office rent (December 31, 2023 - $1,500) to Venex.

7. FLOW THROUGH SHARE PREMIUM LIABILITY

On December 30, 2022, the Company closed a flow-through common share financing (see Note 8) for gross proceeds of $55,002. The flow-through shares were issued at a premium to the market price in recognition of the tax benefits accruing to subscribers the premium associated with this financing was $27,501 this premium was removed by the end of December 31, 2023 as the flow-through expenditure commitment had been fulfilled.

On May 30, 2023, the Company closed another flow-through common shares financing (see Note 8) for gross proceeds of $110,005. The flow-through shares were issued at a premium to the market price in recognition of the tax benefits accruing to subscribers the premium associated with this financing was $59,261 this premium was removed by March 31, 2024 as the flow through expenditure commitment had been fulfilled (December 31 2023 - $27,501).

On May 23, 2024, the Company closed another flow-through common share financing (see Note 8) for gross proceeds of $124,000. The flow-through shares were issued at a premium to the market price in recognition of the tax benefits accruing to subscribers. The premium associated with this financing was $15,500. As September 30, 2024, the Company had spent $73,628 in eligible flow-through expenditures and reduced the premium to $6,296. The Company is committed to spend a further $50,372 in eligible flow-through expenditures by December 31, 2024.

(Expressed in Canadian dollars)

8. SHARE CAPITAL

	ref	Number of Common Shares Outstanding	Share Capital	Contributed Surplus Warrant Reserve
Outstanding, December 31, 2022		**23,718,799**	**$ 1,766,288**	**$ 140,530**
Issued for mineral property acquisition	Note 4	1,400,000	42,000	-
Issued pursuant to private placement	ii)	12,514,000	403,885	235,403
Flow-through shares issued pursuant to private placement	iii)	1,571,500	110,005	-
Premium on flow-through financing	iii)	-	(59,261)	-
Expiry of warrants				(138,962)
Issue costs associated with private placements		-	(71,921)	-
Outstanding, December 31, 2023		**39,204,299**	**$ 2,190,996**	**$ 236,971**
Issued pursuant to private placement		3,494,286	122,300	-
Flow-through shares issued pursuant to private placement		3,100,000	124,000	-
Share issue costs		-	(7,525)	-
Issuance of warrants		-	(67,278)	67,278
Premium on flow-through financing		-	(15,500)	-
Outstanding, September 30, 2024		**45,798,585**	**$ 2,346,993**	**$ 304,249**

i) On December 30, 2022, the Company completed a private placement of 916,700 common shares of the Company at a price of $0.06 per common share issued as flow-through shares for gross proceeds of $55,002. The flow-through shares were issued at a premium of $0.03 to the fair value of the Company's shares. The premium was recognized as a short term liability for $27,501 with a subsequent pro-rata reduction of the liability recognized as flow-through premium income as the required expenditures are incurred. The transaction costs amounted to $5,968 and have been netted against the gross proceeds on closing. In addition, the Company issued broker warrants 73,336 with an exercise price of $0.075 per common share purchase warrant for a period of two years. The fair value of the warrants was $1,568.

ii) The Company completed on May 30, 2023, and June 6, 2023, a private placement of 12,064,000 units at a price of $0.05 per unit. Each unit consists of 1 common share and 1 non-transferable purchase warrant with each warrant entitling the holder to purchase one additional common share at a price of $0.08 for a period of eighteen months from the closing date. The transaction costs amounted to $71,921 and have been netted against the gross proceeds on closing. In addition, the Company issued 765,720 broker warrants with an exercise price of $0.08 per common share purchase warrant for a period of eighteen months. The fair value of the warrants was $213,778, fair value of broker warrants was $13,569.

iii) The Company completed on May 30, 2023, a private placement of 1,571,000 common shares of the Company at a price of $0.07 per common shares issued as flow-through shares for gross proceeds of $110,005. The flow-through shares were issued at a premium of $0.038 to fair value of the Company's shares. The premium was recognized as a short term liability for $59,261 with a subsequent pro-rata reduction of the liability recognized as flow-through premium income as the required expenditures are incurred.

(Expressed in Canadian dollars)

8 – **SHARE CAPITAL (continued)**

iv) On June 7, 2023, the Company had the treasury issue 450,000 shares at a price of $0.05 per unit. Each unit consisted of 1 common share and 1 non-transferable purchase warrant with each warrant entitling the holder to purchase one additional common share at a price $0.08 for a period of eighteen months from the closing date. The fair value of the warrants was $7,965.

v) On May 23, 2024, the Company completed a private placement of 3,494,286 units at a price of $0.035 per unit for gross proceeds of $122,300. Each unit consists of one common share and one-half non-transferable purchase warrant with each full warrant entitling the holder to purchase one additional common share at a price of $0.05 for a period of eighteen months from the closing date. The fair value of the warrants was $31,082.

vi) On May 23, 2024, the Company completed a private placement of 3,100,000 flow-through units at a price of $0.04 per FT unit for gross proceeds of $124,000. Each FT unit consists of one common share and one-half non-transferable purchase warrant with each full warrant entitling the holder to purchase one additional common share at a price of $0.08 for a period of three years from the closing date. The fair value of the warrants was $31,903.

vii) In connection with the financing on May 23, 2024, the Company paid a cash finder's fee of $8,225 and issued 210,000 finder's warrants. Each warrant entitling the holder to purchase one common share at a price of $0.05 for a period of eighteen months from the closing date. The fair value of the finders warrants was $4,293.

9. WARRANT RESERVE

Share purchase warrant transactions for the periods ended September 30, 2024, and December 31, 2023, are as follows:

	Number of Warrants		Weighted Average Exercise Price		Fair Value
Balance outstanding, January 1, 2023	**2,610,216**	**$**	**0.290**	**$**	**140,530**
Warrants issued (i)	13,279,720		0.080		235,403
Warrants expired (iv)	(2,536,880)		0.300		(138,962)
Balance outstanding, December 31, 2023	**13,353,056**	**$**	**0.080**		**236,971**
Warrants issued (i)	3,507,143		0.022		67,278
Balance outstanding, September 30, 2024	**16,860,199**	**$**	**0.068**		**304,249**

i.) The Company issued 73,336 common share purchase warrants as finder's fee in connection with the private placement closed on December 30, 2022. Each whole warrant is exercisable at a price of $0.075 per share and expire on December 30, 2024.

(Expressed in Canadian dollars)

9 – WARRANT RESERVE (continued)

ii.) The Company issued 12,829,720 common shares purchase warrants in connection with the private placement closed on May 30, 2023, and June 6, 2023, (see note 8). Each whole warrant is exercisable at a price of $0.08 per share and expires 18 months from the date of issuance, November 30, 2024 and December 6, 2024 respectively.

iii.) As a treasury request, the Company issued 450,000 common share units (1 common share and 1 non-transferable purchase warrant) on June 7, 2023. Each whole warrant is exercisable at a price of $0.08 per share and expires 18 months from the date of issuance, December 7, 2024.

iv.) On October 1 and December 17, 2023, a total of 2,536,880 warrants expired, unexercised with $138,962 being reclassified from warrant reserve to Contributed Surplus - warrants.

v.) The Company issued 3,297,143 common share purchase warrants in connection with the private placement closed on May 23, 2024 (see note 8). 1,747,143 warrants are exercisable at a price of $0.05 per share and expire 18 months from the date of issuance, November 23, 2025 and 1,550,000 warrants are exercisable at a price of $0.08 per share and expire 3 years from the date of issuance, May 23, 2027.

vi.) The Company issued 210,000 common share purchase warrants as finder's fee in connection with the private placement closed on May 23, 2024. Each whole warrant is exercisable at a price of $0.05 per share and expires on November 23, 2025.

The following table reflects the Black-Scholes pricing model assumptions:

	2024		2023
	LIFE	**FT**	
Average exercise price ($)	$ 0.050	0.080	$ 0.080
Fair value of the award	$ 35,375	$ 31,903	$ 235,403
Risk free interest rate	4.29%	4.07%	3.69%
Expected dividend yield	0.00%	0.00%	0.00%
Expected volatility	185%	184%	166%
Expected life of the warrants	1.5 years	3 years	1.5 years

(Expressed in Canadian dollars)

10. SHARE BASED PAYMENTS RESERVE

Equity Incentive Plan

The shareholders of the Company have approved an executive incentive plan (the "Plan") pursuant to which the Company may issue up to 10% of the common shares of the Company to employees, directors and officers. The exercise price of each equity incentive issued pursuant to the terms of the Plan shall be established at the grant date by the Board of Directors of the Company and in all cases shall not be less than the closing price of the common shares of the Company on the trading day immediately preceding the grant date. The equity incentive plans granted can be exercised for up to 5 years and vest as determined by the Board of Directors.

Stock Options

A summary of the status of the stock option component of the Company's Plan as at September 30, 2024, is as follows:

	Number of options		Weighted Average Exercise Price
Balance outstanding, January 1, 2022	**-**	**$**	**-**
Issued	1,900,000		0.200
Balance outstanding, December 31, 2023 and September 30, 2024	**1,900,000**	**$**	**0.200**

The fair value of the options granted was estimated at the grant date using an option pricing model with the following assumptions:

		December 31, 2022
Average exercise price ($)	$	0.20
Fair value of the award	$	291,022
Risk free interest rate		2.40%
Expected dividend yield		0.00%
Expected volatility		103%
Expected life of the warrants		5 years

All 1,900,000 outstanding options at September 30, 2024 vested on the March 10, 2022, the grant date and have a remaining life of 2.44 years.

11. FINANCIAL INSTRUMENTS AND RISK MANAGEMENT

Fair value

Financial instruments of the Company consist of cash, accounts payable and accrued liabilities, advances or due from related parties. There are no significant differences between the carrying amounts of the items reported on the statements of financial position and their estimated fair values.

The Company has determined the estimated fair values of its financial instruments based on appropriate valuation methodologies. Where quoted market values are not readily available, the Company may use considerable judgment to develop estimates of fair value. Accordingly, any estimated values are not necessarily indicative of the amounts the Company could realize in a current market exchange and could be materially affected by the use of different assumptions or methodologies.

The Company's risk exposures and their impact on the Company's financial instruments are summarized below:

Market risk

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices. Market prices comprise four types of risk: interest rate risk, foreign exchange risk, commodity price risk and other price risk, such as equity risk. The Company has no financial instruments affected by market risk.

Interest rate risk

The Company is exposed to interest rate risk. Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate due to changes in market interest rates. The Company is exposed to interest rate risk arising from fluctuations in interest rates received on its cash balance. Fluctuations in market interest rates do not have a significant impact on the Company's results of operations due to the short-term nature of interest-bearing cash.

Liquidity risk

The Company is exposed to liquidity risk. Liquidity risk is the exposure of the Company to the risk of not being able to meet its financial obligations as they fall due. The Company's approach to managing liquidity risk is to ensure that it will have sufficient liquidity to meet liabilities when due. The Company's future liquidity is dependent on factors such as the ability to generate cash from operations and to raise money through debt or equity financing (see note 1).

Foreign exchange risk

The Company's functional currency is the Canadian dollar, and all major purchases are transacted in Canadian dollars. Management believes the foreign exchange risk is negligible and therefore does not hedge its foreign exchange risk.

Credit risk

Credit risk is the risk of loss associated with counterparty's inability to fulfill its payment obligations. The Company's credit risk is primarily attributable to cash. Cash is held with a reputable Canadian chartered bank. Management believes that the credit risk concentration with respect to financial instruments included in cash is minimal.

12. CAPITAL MANAGEMENT

The Company manages its capital structure and makes adjustments to it, based on the funds available to the Company, in order to support the development of its planned business activities. The Board of Directors does not establish quantitative return on capital criteria for management, but rather relies on the expertise of the Company's management to sustain future development of the business. In order to carry out the planned business activities and pay for administrative costs, the Company will spend its existing working capital and raise additional funds as needed. Management reviews its capital management approach on an ongoing basis and believes that this approach, given the relative size of the Company, is reasonable.

The Company is not subject to other externally imposed capital requirements. The Company considers its capital to be shareholders' equity (deficiency), which is comprised of share capital, reserves, and accumulated deficit.

The Company's objective when managing capital is to obtain adequate levels of funding to support its business activities, to obtain corporate and administrative functions necessary to support organizational functioning and obtain sufficient funding to further the development of its business. The Company raises capital, as necessary, to meet its needs and take advantage of perceived opportunities and, therefore, does not have a numeric target for its capital structure. Funds are primarily secured through equity capital raised by way of private placements and issuance of convertible debentures. There can be no assurance that the Company will be able to continue raising equity capital in this manner.

13. COMMITMENTS

In 2022 the Company raised $55,002 in flow-through funds and all of those funds were spent on eligible exploration expenditures by December 31, 2023.

In May 2023 the Company raised $110,005 in flow-through funds which must be spent on eligible exploration expenditures by December 31, 2024. As of June 30, 2024, the Company had incurred $110,005 (December 31, 2023 – 82,300) in eligible exploration expenditures completing its commitment.

In May 2024 the Company raised $124,000 in flow-through funds which must be spent on eligible exploration expenditures by December 31, 2024, as of September 30, 2024 $73,628 has been spent on eligible exploration expenditures.

The Company has no other commitments as at September 30, 2024.

(Expressed in Canadian dollars)

14. EXPENSE BREAKDOWN

i) The following is the breakdown of exploration and evaluation expenses on Martin Kenty Project for the nine months ended September 30, 2024 and year ended December 31, 2023:

Martin Kenty Project	September 30, 2024	December 31, 2023	Total
Geological and technical consulting	2,520	36,580	39,100
Total	**$ 2,520**	**$ 36,580**	**$ 39,100**

ii) The following is the breakdown of exploration and evaluation expenses on Tabor Project for the nine months ended September 30, 2024 and year ended December 31, 2023:

Tabor Project	September 30, 2024	December 31, 2023	Total
Assaying	8,187	-	8,187
IP Surveys	118,800	-	118,800
Geological and technical consulting	51,198	94,222	145,420
Travel	2,804	-	
Total	**$ 180,990**	**$ 94,222**	**$ 272,407**

iii) The following is the breakdown of regulatory expenses for the nine months ended September 30, 2024 and 2023:

	September 30, 2024	September 30, 2023
Transfer agent	$ 733	$ 3,288
Regulatory filings	20,642	19,379
	$ 21,375	**$ 22,667**

iv) The following is the breakdown of office and general expenses for the nine months ended September 30, 2024 and 2023:

	September 30, 2024	September 30, 2023
Rent	$ 9,000	$ 13,500
Travel, meals and entertainment	3,055	13,350
Other office and administrative expenses	5,677	134
	$ 17,732	**$ 26,984**

(Expressed in Canadian dollars)

14 – EXPENSE BREAKDOWN (continued)

v) The following is the breakdown of Investor relations and advertising and promotion expenses for the nine months ended September 30, 2024 and 2023:

		September 30, 2024		September 30, 2023
Investor marketing	$	191,678	$	73,542
Advertising and promotion		-		49,208
	$	**191,678**	**$**	**122,750**

15. SUBSEQUENT EVENTS

On October 21, 2024, the Company announced the launch of a non-brokered private placement of securities for up to $175,000. The Offering will be comprised of a combination of: (i) non-flow-through units (the "NFT Units") to be sold at a price of $0.025 per NFT Unit for aggregate gross proceeds of up to $75,000 (the "NFT Offering"); and (ii) flow-through units (the "FT Units") to be sold at a price of $0.04 per FT Unit for aggregate gross proceeds of up to $100,000 (the "FT Offering"). Each NFT Unit will be comprised of one common share in the capital of the Company (a "Common Share") and one-half of one common share purchase warrant (each whole warrant, a "Warrant"). Each FT Unit will be comprised of one Common Share that will qualify as a "flow-through share" within the meaning of subsection 66(15) of the Income Tax Act (Canada) (the "Tax Act") and one-half of one Warrant. The Warrants for all units will be subject to the same terms, with each Warrant entitling the holder thereof to purchase one Common Share (a "Warrant Share") for a period of twenty-four (24) months from the date of issuance at an exercise price of $0.05 per Warrant Share.

On October 31, 2024 the Company announced that it closed the first tranche of the Non-brokered private placement for gross proceeds of $100,000. The Company issued 2,000,000 units at $0.025/unit for gross proceeds of $50,000 (each unit consists of 1 common share and one non-transferable purchase warrant, the purchase warrant entitles the holder to purchase one additional common share at a price of $0.05 for a period of 24 months from the closing date); and 1,250,000 flow-through units at a price of $0.04/unit for gross proceeds of $50,000, (each flow-through unit consists of 1 common share and one non-transferable purchase warrant, the purchase warrant entitles the holder to purchase one additional common share at a price of $0.05 for a period of 24 months from the closing date). The company will pay a cash finder's fee of $7,525 and issue $227,500 finders warrants.

On October 31,2024 the Company announced that it is extending the warrants that were set to expire on November 30, 2024 and December 6&7, 2024.

On November 19, 2024 the Company announced it will commence drilling on the Tabor property with initial program anticipated to be 1,200 metres. And that it had been approved to participate in the Ontario Junior exploration Program ("OJEP") which included non-dilutive funding of up to CAD$200,000.