PLANET GREEN METALS INC.

Condensed Consolidated Interim Financial Statements

For the Three-Month Period Ended

January 31, 2025 and 2024

(Expressed in Canadian dollars)

(Unaudited)

THESE FINANCIAL STATEMENTS HAVE BEEN PREPARED BY MANAGEMENT AND

HAVE NOT BEEN REVIEWED BY THE COMPANY'S AUDITORS

(Unaudited and expressed in Canadian dollars)

	January 31, 2025	October 31, 2024
	$	$
Assets		
Current		
Cash	**137**	1,085
GST receivable	**13,164**	19,820
Prepaid expenses and other receivables	**16,875**	31,000
Total assets	**30,176**	51,905
Liabilities		
Current		
Accounts payable and accrued liabilities – Note 8	**247,380**	186,396
Shareholders' equity (deficiency)		
Share capital – Note 7	**2,247,778**	2,247,778
Reserve – Note 7	**196,229**	196,229
Deficit	**(2,661,211)**	(2,578,498)
	(217,204)	(134,491)
Total liabilities and shareholders' equity (deficiency)	**30,176**	51,905

Operations and going concern – Note 1
Commitments – Note 8
Subsequent events – Note 12

These financial statements were approved and authorized for issue by the Audit Committee of the Company's Board of Directors on March 28, 2025 and are signed on its behalf by:

"Robert Coltura" Director *"Jeremy S Brett"* Director

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

Planet Green Metals Inc.
Condensed Consolidated Interim Statements of Loss and Comprehensive Loss
For the three months ended January 31, 2025 and 2024
(Unaudited and expressed in Canadian dollars)

	2025	2024
	$	$
Expenses		
Management fees – Note 7- 8	**27,000**	183,000
Legal and accounting	**7,000**	6,871
Consulting fees	**1,085**	-
Office and miscellaneous	**236**	2,390
Rent	**2,250**	2,250
Regulatory and transfer agent fees	**2,625**	23,793
Shareholder relations	**39,122**	
Resource property exploration	**2,400**	6,369
Travel and entertainment	**10,987**	33,145
Net loss and comprehensive loss	**82,713**	36,548
Loss per share, basic and diluted	**(0.00)**	(0.00)
Weighted average number of common shares outstanding	**33,252,500**	18,275,000

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

Planet Green Metals Inc.
Condensed Consolidated Interim Statements of Changes in Equity (Deficiency)
For the three-months ended January 31, 2025 and 2024
(Unaudited and expressed in Canadian dollars)

	Share Capital				Total Equity
	Shares #	Amount $	Reserve $	Deficit $	(Deficiency) $
Balance, October 31, 2022	**12,125,000**	**347,500**	**24,900**	**(233,482)**	**138,918**
Issuance of common shares, IPO	5,750,000	575,000	-	-	575,000
Share issuance costs	-	(146,022)	28,022	-	(118,000)
Share-based payments	-	-	11,317	-	11,317
Share issuance for property acquisition	400,000	40,000	-	-	40,000
Net loss and comprehensive loss	-	-	-	(558,569)	(558,569)
Balance, October 31, 2023	**18,275,000**	**816,478**	**64,239**	**(792,051)**	**88,666**
Shares issued for cash	3,127,500	250,200	-	-	250,200
Shares issuance costs	-	(2,900)	-	-	(2,900)
Share-based payments	-	-	131,990	-	131,990
Shares issued for property agreements	550,000	54,000	-	-	54,000
Shares issued for assets acquisition	11,300,000	1,130,000	-	-	1,130,000
Net loss and comprehensive loss	-	-	-	(1,786,447)	(1,786,447)
Balance, October 31, 2024	**33,252,500**	**2,247,778**	**196,229**	**(2,578,498)**	**(134,491)**
Shares issued for cash	-	-	-	-	-
Shares issuance costs	-	-	-	-	-
Share-based payments	-	-	-	-	-
Shares issued for property agreements	-	-	-	-	-
Shares issued for assets acquisition	-	-	-	-	-
Net loss and comprehensive loss	-	-	-	(82,713)	(82,713)
Balance, January 31, 2025	**33,252,500**	**2,247,778**	**196,229**	**(2,661,211)**	**(217,204)**

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

Planet Green Metals Inc.
Condensed Consolidated Interim Statements of Cash Flows
For the three-months ended January 31, 2025 and 2024
(Unaudited and expressed in Canadian dollars)

	2024	2023
Cash provided by (used for)	**$**	$
Operating activities		
Net loss for the year	**(82,713)**	(36,548)
Items not affecting cash:		
Shares issued for properties agreements	**-**	-
Shares issued for assets acquisition	**-**	-
Share-based payments	**-**	-
	(82,713)	(36,548)
Net change in non-cash working capital:		
GST receivable	**6,657**	(2,247)
Prepaid expenses	**14,125**	(4,988)
Accounts payable and accrued liabilities	**60,983**	(3,528)
Net cash flows used in operating activities	**(948)**	(47,311)
Financing activities		
Proceeds from share issuances	**-**	-
Shares issuance costs	**-**	-
Cash provided by financing activities	**-**	-
Decrease in cash during the year	**(948)**	(47,311)
Cash, beginning of the period	**1,085**	90,876
Cash, end of the period	**137**	43,565
Supplemental cash flow information		
Shares issued for properties agreements	**$ -**	$ -
Shares issued for asset acquisitions	**$ -**	$ -

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

1. OPERATIONS AND GOING CONCERN

Planet Green Metals Inc. (formerly known as Forza Lithium Corp.) (the "Company" or "Planet Green") was incorporated on March 3, 2022 under the Business Corporations Act (British Columbia). On March 25, 2024 the Company acquired 100% of issued and outstanding common shares of Forza Exploration Inc. from their shareholders pursuant to a 1:1 share exchange (Note 6).

On April 4, 2024, Planet Green Metals Inc. changed its name to Forza Exploration Inc. and on April 8, 2024, the Company changed its name to Planet Green Metals Inc. The address of the Company's corporate office and principal place of business is 9285 – 203B Street, Langley, British Columbia, V1M 2L9.

The Company is in the exploration stage and its principal business activity is the identification, acquisition and exploration of resource properties.

The Company is in the process of exploring its principal resource property in Ontario and has not yet determined whether the property contains ore reserves that are economically recoverable.

The Company incurred a net loss of $82,713 for the three-month period ended January 31, 2025 (2024 - $36,548), and has an accumulated deficit of $2,661,211 as at January 31, 2025 (October 31, 2024 - $2,578,498) which has been funded primarily by the issuance of equity. The Company's ability to continue as a going concern is uncertain and is dependent upon the generation of profits from resource properties, obtaining additional financing or maintaining continued support from its shareholders and creditors. While the Company has been successful in obtaining financing in the past, there is no assurance that such financing will continue to be available or be available on favourable terms in the future. An inability to raise additional financing may impact the future assessment of the Company as a going concern. In the event that additional financial support is not received, or operating profits are not generated, the carrying values of the Company's assets may be adversely affected. These conditions indicate the existence of a material uncertainty that may cast significant doubt about the Company's ability to continue as a going concern.

The Company's continuation as a going concern is dependent upon the successful results from its mineral property exploration activities and its ability to attain profitable operations and generate funds from and/or raise equity capital or borrowings sufficient to meet current and future obligations.

These consolidated financial statements do not give effect to any adjustments which would be necessary should the Company be unable to continue as a going concern and therefore be required to realize its assets and discharge its liabilities in other than the normal course of business and at amounts different from those reflected in the accompanying financial statements. In assessing the appropriateness of the going concern assumption management is required to consider all available information about the future, which is at least, but not limited to, 12 months from the statements of financial position date. Management has carried out an assessment of the going concern assumption and has concluded that it is appropriate that the financial statements are prepared on a going concern basis. Accordingly, these consolidated financial statements do not reflect any adjustments to the carrying value of assets and liabilities, or the impact on the statements of loss and comprehensive loss and statements of financial position classifications that would be necessary were the going concern assumption not appropriate.

2. BASIS OF PREPARATION

(a) Statement of Compliance

These condensed consolidated Interim financial statements have been prepared in accordance the IFRS Accounting Standards ("IFRS") as issued by the International Accounting Standards Board ("IASB") and interpretations issued by the International Financial Reporting Interpretations Committee ("IFRIC").

These condensed consolidated interim financial statements have been prepared in accordance with International Accounting Standard ("IAS") 34 – Interim Financial Reporting. Accordingly, they do not include all the information required for full annual financial statements and should be read in conjunction with the Company's most recent annual financial statements as at and for the period ended October 31, 2024. The same accounting policies and methods of computation are followed in these condensed consolidated interim financial statements as compared with the most recent annual financial statements as at and for the period ended October 31, 2024.

These condensed consolidated interim financial statements were reviewed by the Audit Committee and approved and authorized for issuance by the Board of Directors on March 28, 2025.

2. BASIS OF PREPARATION (Continued)

(b) Presentation and Measurement

These condensed consolidated interim financial statements are prepared on an accrual basis and are based on historical costs except for certain financial instruments which are measured at fair value as explained in the accounting policies set out in Note 4. The condensed consolidated interim financial statements are presented in Canadian dollars, which is also the Company's functional currency, unless otherwise noted. The preparation of condensed consolidated interim financial statements in compliance with IFRS requires management to make certain critical accounting estimates. It also requires management to exercise judgment in applying the Company's accounting policies. The areas involving a higher degree of judgment or complexity, or areas where assumptions and estimates are significant to the annual consolidated financial statements for the year ended October 31, 2024 are disclosed in Note 4.

(c) Basis of consolidation

The Company's condensed consolidated interim financial statements include the accounts of the parent company and its subsidiary. A subsidiary is an entity controlled by the Company, where control is achieved by the Company being exposed to, or having rights to, variable returns from its involvement with the entity and having the ability to affect those returns through its power over the entity. A subsidiary is fully consolidated from the date on which control is obtained by the Company and is deconsolidated from the date that control ceases.

Company	Place of Incorporation	Ownership
Planet Green Metals Inc.	Canada	Parent
Forza Exploration Inc.	Canada	100%

3. ADOPTION OF NEW OR AMENDED ACCOUNTING STANDARDS

Accounting Standards and Amendments Issued but not yet Effective

The Company has performed an assessment of new standards issued by the IASB that are not yet effective. The Company has assessed that the impact of adopting these accounting standards on its condensed consolidated interim financial statements would not be significant.

4. SUMMARY OF MATERIAL ACCOUNTING POLICIES

The preparation of these condensed consolidated interim financial statements in conformity with IFRS requires management to make judgments, estimates and assumptions which affect the reported amounts of assets and liabilities and the disclosure of contingent assets and liabilities at the date of the financial statements and expenses for the period reported. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making the judgments about carrying values of assets and liabilities that are not readily apparent from other sources.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimate is revised if the revision affects only that period or in the period of the revision and further periods if the review affects both current and future periods. Actual results could differ from estimates. No significant estimates were identified for the period ended January 31, 2025.

Critical accounting judgments are accounting policies that have been identified as being complex or involving subjective judgments or assessments with a significant risk of material adjustment in the next year. No significant judgments were identified for the period ended January 31, 2025.

(Expressed in Canadian dollars)

5. EXPLORATION AND EVALUATION EXPENSES

Sheraton Township Property ("Sheraton Township")
On October 16, 2024, the Company entered into a purchase and sale agreement to acquire a 100% interest in eight unpatented mining claims located in Sheraton which is located 25km southwest from Matheson, Ontario. Pursuant to the terms and conditions of the purchase and sale agreement, the Company issued 100,000 common shares (issued at $9,000) and pay $1,000 in cash by December 15, 2024. The Sheraton Township is not subject to the net smelter return (NSR). As the Company has yet to make the cash payment of $1,000, the title has not yet been transferred.

Marion Gold Property ("Marion property")

On June 28, 2024, the Company entered into an option agreement to acquire a 100% interest in the Marion property. The property consists of 53 mining claims and is located 270 km north-northwest of Thunder Bay and 100 km southwest of Timmins, Ontario.

The property is not subject to a net smelter royalty ("NSR").

Under the terms of the agreement, the Company can earn a 100% interest by making aggregate cash payments of $60,000 and issuing 300,000 common shares (150,000 issued with a fair value of $15,000) as set out in the table below.

Payment term	Number of Common shares	Cash payment $
Upon the signing of the agreement	150,000 (issued)	10,000 (paid)
On or before June 28, 2025	150,000	12,000
On or before June 28, 2026	Nil	18,000
On or before June 28, 2027	Nil	20,000
	300,000	60,000

Sheraton Copper-Zinc Property ("Sheraton copper property")

On June 28, 2024, the Company entered into an option agreement to acquire a 100% interest in the Sheraton property. The property consists of 58 mining claims and is located 25 km southwest from Matheson, Ontario.

The property is not subject to a net smelter royalty ("NSR").

Under the terms of the agreement, the Company can earn a 100% interest by making aggregate cash payments of $58,000 and issuing 300,000 common shares (150,000 issued with a fair value of $15,000) as set out in the table below.

Payment term	Number of Common shares	Cash payment $
Upon the signing of the agreement	150,000 (issued)	8,000 (paid)
On or before June 28, 2025	150,000	12,000
On or before June 28, 2026	Nil	18,000
On or before June 28, 2027	Nil	20,000
	300,000	58,000

(Expressed in Canadian dollars)

5. EXPLORATION AND EVALUATION EXPENSES (continued)

Rich Lake Gold Property ("Rich Lake property")

On June 28, 2024, the Company entered into an option agreement to acquire a 100% interest in the Rich Lake property. The property consists of 100 mining claims (100 cells) and is located 365 km north-northeast from Thunder Bay and 17km west of Fort Hope, Ontario.

The property is not subject to a net smelter royalty ("NSR").

Under the terms of the agreement, the Company can earn a 100% interest by making aggregate cash payments of $50,000 and issuing 200,000 common shares as set out in the table below.

Payment term	Number of Common shares	Cash payment $
Upon the signing of the Agreement	Nil	6,000 (paid)
On or before June 28, 2025	200,000	10,000
On or before June 28, 2026	Nil	14,000
On or before June 28, 2027	Nil	20,000
	200,000	50,000

During the year ended October 31, 2024, the Company also incurred $21,371 expenditures in resources property exploration.

6. SHARE CAPITAL

a) Authorized – Unlimited common shares without par value.

b) Issued and outstanding – As at January 31, 2025, there were 33,252,500 issued and outstanding common shares, and 4,072,500 common shares were held in escrow.

There were no shares issued during the three-month period ended January 31, 2025.

During the year ended October 31, 2024, the Company had the following transactions:

On March 21, 2024, the Company issued 3,127,500 common shares pursuant to a private placement for total gross proceeds of $250,200. In connection with this private placement, the Company incurred $2,900 as finders' fees.

On March 25, 2024, the Company issued 11,300,000 common shares for the acquisition of Forza Exploration Inc.

On July 8, 2024, the Company issued 150,000 common shares for the Grenfell property, 150,000 common shares for the Marion property and 150,000 common shares for the Sheraton copper property, to the Optionors, Gravel Ridge Resources Ltd. and 1544230 Ontario Inc. (Note 5). The common shares issued had a total fair value of $45,000.

On October 28, 2024, the Company issued 100,000 common shares with a fair value $9,000 in connection with a purchase and sell agreement for Sheraton Township property (Note 5).

During the year ended October 31, 2023, the Company had the following transactions:

On June 27, 2023, the Company finalized its Initial Public Offering (the "IPO") of 5,000,000 common shares at a price of $0.10 per share for gross proceeds of $500,000. The Company also issued an additional 750,000 common shares at $0.10 per share to the Underwriter Agent for gross proceeds of $75,000. In connection with the IPO, the Company incurred an aggregate amount of $118,000 as financing costs and issued 517,500 agent options ("Agent Option") with a fair value of $28,022 to the Underwriter.

(Expressed in Canadian dollars)

6. SHARE CAPITAL (continued)

Pursuant to the Jeanette Property option agreement dated March 23, 2022 and amended agreement dated January 9, 2023 (Note 5), the Company issued a total of 400,000 common shares to the optionors, Gravel Ridge Resources Ltd. and 1544230 Ontario Inc. The shares were valued at $40,000

c) Options

The Company has an incentive stock option plan (the "Plan") pursuant to which the Board may, from time to time, grant options to directors, officers, employees and consultants of the Company. The number of common shares granted under each option and the vesting terms thereof are at the discretion of the Board after discussion with management. Options granted under the Plan must have a term of no more than ten years from the date of grant. The exercise price of each option granted under the Plan is at the discretion of the Board, provided that the exercise price is not lower than the greater of the closing market prices of the underlying securities on (a) the trading day prior to the date of grant of the stock options: and (b) the date of grant of the stock options. The number of common shares that may be optioned under the Plan is limited to 10% of the outstanding common shares from time to time; provided, that any one participant under the Plan shall not be entitled to receive options to acquire an aggregate of greater than 5% (2% in the case of consultants and those providing investor relations services) of the outstanding common shares in any 12-month period.

On April 16, 2024, the Company granted incentive stock options to various directors and officers to purchase up to 1,700,000 common shares exercisable on or before April 16, 2029, at an exercise price of $0.10 per share. The stock options vested on grant and are exercisable for five years at $0.10 per share. The fair value of $131,990 was estimated using Black-Scholes option pricing model with the assumptions noted in the table below.

On July 2, 2024, the Company granted 100,000 stock options to a consultant. The options are exercisable at $0.10 per share for 5 years. The options vested evenly over a 12-month period. In August 2024, the 100,000 stock options were forfeited when the consultant resigned. The Company did not record a share-based payment expense related to the options as the fair value was negligible.

During the year ended October 31, 2023, the Company granted 150,000 stock options to a former director of the Company. The stock options, with a fair value of $11,317, vested immediately upon grant and are exercisable for 5 years at $0.10 per share. In connection with the IPO, the Company issued 517,500 Agent Options, with a fair value of $28,022. The Agent Options are exercisable for 2 years at $0.10 per share. The fair values of the stock options and Agent Options were estimated using Black-Scholes option pricing model with the following assumptions:

	Year ended October 31, 2024	Year ended October 31, 2023
Share price	$0.09	$0.10
Exercise price	$0.10	$0.10
Risk free interest rate	3.76%	2.81% to 4.45%
Expected life of stock options	5 years	2 - 5 years
Expected annualized volatility	131%	100%
Expected dividend rate	0%	0%

A summary of the Company's stock options at January 31, 2024 and October 31, 2024 and the changes for the years then ended is presented below:

	January 31, 2025		October 31, 2024	
	Options Outstanding	Weighted Average Exercise Price	Options Outstanding	Weighted Average Exercise Price
Opening balance	750,000	$ 0.10	750,000	$ 0.10
Granted	1,400,000	$ 0.10	1,800,000	$ 0.10
Forfeited/cancelled	-	-	(400,000)	$ 0.10
Ending balance	2,150,000	$ 0.10	750,000	$ 0.10

(Expressed in Canadian dollars)

6. SHARE CAPITAL (continued)

c) Options (continued)

Details of stock options outstanding and exercisable as at January 31, 2025 are as follows:

Expiry Date	Exercise Price	Outstanding and exercisable
October 14, 2027	$0.10	450,000
April 16, 2029	$0.10	1,700,000
		2,150,000

The weighted average remaining contractual life of stock options outstanding at October 31, 2024 was 4.14 years (2023 – 3.96 years).

Details of Agent Options outstanding and exercisable as at January 31, 2025 are as follows:

Expiry Date	Exercise Price	Outstanding and exercisable
June 27, 2025	$0.10	517,500

7. RELATED PARTY TRANSACTIONS AND BALANCES

Parties are considered to be related if one party has the ability, directly or indirectly, to control the other party or exercise significant influence over the other party in making financial and operating decisions. Related parties may be individuals or corporate entities. A transaction is considered to be a related party transaction when there is a transfer of resources or obligations between related parties. The Company has identified the directors, president and chief executive officer and the chief financial officer as its key management personnel.

Included in accounts payable as at January 31, 2025 is $84,475 (2024 - $525) owing for services and expenses to directors and officers of the Company. These amounts are unsecured, non-interest bearing, and are due on demand.

During the period ended January 31, 2025 and 2024, the Company had incurred the following compensations to key management personnel:

	2025	**2024**
Management fees	**$ 27,000**	$ 12,000
Consulting fees	**-**	5,200
Accounting fees	**-**	1,500
	$ 27,000	$ 18,700

During the period ended January 31, 2025 and 2024, the Company also entered the following related party transactions:

	2025	**2024**
Resource property exploration costs	**$2,400**	$ 6,369
Rent paid or accrued	**2,250**	2,250
Share-based payments	**-**	-
	$ 2,650	$ 8,619

8. COMMITMENTS

The Company has a management agreement with a company controlled by the chief executive officer for management and administrative services in the amount of $5,000 per month. In addition, the Company has an agreement with a company controlled by a director (former chief executive officer) for management and administrative services in the amount of $4,000.

Either party may terminate these agreements by giving written notice thereof to the other party. If the Company terminates this agreement, the Company shall provide working notice, payment in lieu of working notice, or a combination thereof, equal to 3 months of the fees.

9. MANAGEMENT OF CAPITAL

The Company defines capital as all components of shareholders' deficiency, totaling $217,204 October 31, (2024 - $131,491 in shareholders' equity). The Company manages its capital structure and makes adjustments to it, based on the funds available to the Company, in order to support the acquisition, exploration and development of resource properties. 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. The Company is not subject to any externally imposed capital requirements.

The resource properties in which the Company currently has interests in are in the exploration stage; as such the Company is dependent on external financing to fund its activities. In order to carry out the planned exploration and pay for administrative costs, the Company will raise additional amounts as needed. The Company will continue to assess new properties and seek to acquire an interest in additional properties if it feels there is sufficient geologic or economic potential and if it has adequate financial resources to do so.

Management reviews its capital management approach on an ongoing basis and believes that this approach, given the relative size of the Company, is reasonable.

10. RISK AND FINANCIAL INSTRUMENTS

The Company's financial instruments consist of cash and accounts payable. As at January 31, 2025, the Company classifies its cash as fair value through profit or loss, and its accounts payable as amortized cost. The fair value of accounts payable approximates carrying value because of their current nature. Cash is classified as a Level 1 financial instrument.

The Company classifies financial instruments carried at fair value according to the following hierarchy based on the amount of observable inputs used to value the instrument:

Level 1 – Quoted prices are available in active markets for identical assets or liabilities as of the reporting date. Active markets are those in which transactions occur in sufficient frequency and volume to provide pricing information on an ongoing basis. Cash is classified under Level 1.

Level 2 – Fair value measurements are those derived from inputs other than quoted prices that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (derived from prices). The Company does not have any financial instruments classified under Level 2.

Level 3 – Valuations in the level are those with inputs for the asset or liability that are not based on observable market data. The Company does not have any financial instruments classified under Level 3.

During the period ended January 31, 2025, there were no transfers between level 1, level 2 and level 3 classified assets and liabilities.

(a) Credit risk
Credit risk is the risk that one party to a financial instrument will cause a financial loss for the other party by failing to discharge an obligation. Financial instruments which are potentially subject to credit risk for the Company consist primarily of cash. The carrying amount of financial assets represents the maximum credit exposure. The Company has gross credit exposure at January 31, 2025 relating to cash of $137 (October 31 2024 - $1,085). The cash is held at a Canadian chartered bank and the Company considers the credit risk to be minimal.

(b) Liquidity risk

Liquidity risk is the risk that an entity will encounter difficulty in meeting obligations associated with financial liabilities that are settled by delivering cash or another financial asset. The Company's ability to continue as a going concern is dependent on management's ability to raise the required capital through future equity or debt issuances but there can be no assurance that such financing will be available on a timely basis under terms acceptable to the Company. The Company manages its liquidity risk by forecasting cash flows to be used in operations and anticipating any investing and financing activities. As at January 31, 2025, the Company has a cash balance of $137 (October 31 2024 - $1,085) to settle its short-term liabilities of $247,380 (October 31 2024 - $186,396).

(c) 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 risk comprises three types of risk: currency risk, interest rate risk and other price risk.

(i) Currency Risk

Currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rates. Currency risk exposure arises from the Company entering into transactions which are denominated in currencies other than its functional currency.

(ii) Interest Rate Risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Company has cash balances with interest based on the prime rate. The Company's current policy is to invest excess cash in investment-grade short-term deposit certificates issued by its banking institution. The Company periodically monitors the investments it makes and is satisfied with the credit ratings of its banks.

10. RISK AND FINANCIAL INSTRUMENTS (continued)

(iii) Other Price Risk

Other price risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices (other than those arising from interest rate risk or currency risk), whether those changes are caused by factors specific to the individual financial instrument or its issuer or by factors affecting all similar financial instruments traded in the market. The Company's ability to raise capital to fund exploration or development activities is subject to risks associated with fluctuations in the market price of lithium. The Company closely monitors commodity prices to determine the appropriate course of actions to be taken.

11. SEGMENTED DISCLOSURE

The Company has one operating segment: mineral exploration. The Company and its subsidiary operate in one geographical segment, Canada. Corporate administrative activities are conducted in Canada.

12. SUBSEQUENT EVENT

On March 12, 2025 the Company entered into two (2) option agreements with Kraken Gold Corporation ("Kraken") and 2628860 Ontario Ltd. ("2628860"), respectively, to acquire a 100% undivided interest in a claims package located adjacent to the Company's Sheraton Property in Timmins, Ontario (collectively the "Kraken Claims").

The new contiguous Kraken Claims would increase the Company's Sheraton Property area by 400% by adding a total of 575 claims spanning 10,137 hectares. This would significantly increase the land position over land prospective for Copper, Zinc, Silver and Gold in a Volcaniclastic Massive Sulphides ("VMS") setting within the rhyolite/sedimentary intrusive package ("Rhyolite Package") immediately to the north, northwest and northeast. The new combined Sheraton Property will completely surround the claims hosting the historical Cross Lake Minerals volcanogenic massive sulphide ("VMS") zone that was discovered in 1997 (the Company cautions that there is no guarantee this VMS zone will extend to the expanded Sheraton Property). This develops the Sheraton Property into a District-Scale VMS Project, in that the Company would be exploring part of the Rhyolite Package that is often a very prospective setting for VMS base metals orebodies.

(Expressed in Canadian dollars)

12. SUBSEQUENT EVENT (continued)

Under the terms of the option agreement with Kraken, the Company will acquire a 100% undivided interest in 310 mineral claims for cash payments totaling $240,000, further cash payments of $385,000 payable in common shares of the Company based on a 20-day volume weighted average price as of the date of each respective payment (subject to CSE policy), and a total of $1,350,000 in exploration expenditures on these claims over a three-year period. These claims will also be subject to a net smelter return royalty ("NSR") in favor of Kraken of 1.5%. The Company may buy back 1.0% of the NSR at any time for a payment of $1,000,000, leaving a 0.5% NSR thereafter. This option may be terminated at any time by the Company with 30 days' written notice provided that all the claims are in good standing for a period of one year from the date of termination. The above-noted payments are payable as follows:

Date	Cash Payment	Value of Shares issued (based on 20-day VWAP)	Minimum Exploration Expenditures Completed
Within 5 Business Days	Nil	$10,000	Nil
Upon Completion of Financing	Nil	$50,000	Nil
60 days after Option	$20,000	Nil	Nil
First Anniversary of Option	$130,000	$175,000	$250,000
Second anniversary of Option	$90,000	$150,000	$350,000
Third anniversary of Option	Nil	Nil	$750,000

On March 19, 2025 158,730 common shares valued at $10,000 were issued to Kraken Gold Corporation as per the Option Agreement.

Under the terms of the option agreement with 2628860, the Company will acquire a 100% undivided interest in 265 mineral claims for cash payments totaling $190,000, further cash payments of $305,000 payable in common shares of the Company based on a 20-day volume weighted average price as of the date of each respective payment (subject to CSE policy), and a total of $1,100,000 in exploration expenditures on these claims over a three-year period. These claims will also be subject to a net smelter return royalty ("NSR") in favor of 2628860 of 1.5%. The Company may buy back 1.0% of the NSR at any time for a payment of $1,000,000, leaving a 0.5% NSR thereafter. This option may be terminated at any time by the Company with 30 days' written notice provided that all

the claims are in good standing for a period of one year from the date of termination. The above-noted payments are payable as follows:

Date	Cash Payment	Value of Shares issued (based on 20-day VWAP)	Minimum Exploration Expenditures Completed
Within 5 Business Days	Nil	$10,000	Nil
Upon Completion of Financing	Nil	$40,000	Nil
60 days after Option	$15,000	Nil	Nil
First Anniversary of Option	$35,000	$100,000	$125,000
Second anniversary of Option	$140,000	$155,000	$350,000
Third anniversary of Option	Nil	Nil	$625,000

On March 19, 2025 158,730 common shares valued at $10,000 were issued to 2628860 Ontario Inc.as per the Option Agreement.