

Planet Ventures Inc.

Condensed Interim Financial Statements

For the Three and Nine months ended December 31, 2022 and 2021

Expressed in Canadian Dollars

(Unaudited – prepared by management)

PLANET VENTURES INC.
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For the Three and Nine months ended December 31, 2022 and 2021

NOTICE OF NO AUDITOR REVIEW OF CONDENSED INTERIM FINANCIAL STATEMENTS

CONDENSED INTERIM FINANCIAL STATEMENTS

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

The accompanying unaudited condensed interim consolidated 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 condensed interim consolidated 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.

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 the condensed interim consolidated financial statements have not been reviewed by an auditor.

PLANET VENTURES INC.
Condensed Interim Statements of Financial Position
As at December 31, 2022 and March 31, 2022
(Expressed in Canadian dollars)

	December 31, 2022	March 31, 2022
ASSETS	\$	\$
Current assets		
Cash and cash equivalents	2,929,196	3,848,075
Investments at fair value (notes 4 and 8)	2,195,362	2,395,541
Loans receivable (note 5)	-	457,000
Receivables	101,014	56,239
Prepaid expenses	1,820	4,767
Total current assets	5,227,392	6,761,622
Office rental deposit	29,433	29,433
Investments at fair value (note 4)	7	8,007
Right-of-use asset (note 6)	313,586	369,744
Total assets	5,570,418	7,168,806
LIABILITIES		
Current liabilities		
Accounts payable and accrued liabilities (note 8)	150,796	177,274
Deferred revenue	250,000	76,450
Current portion of lease liability (note 6)	63,324	58,033
Total current liabilities	464,120	311,757
Non-current portion of lease liability (note 6)	264,152	313,410
Total liabilities	728,272	625,167
EQUITY		
Share capital (note 7(a))	25,902,727	25,902,727
Contributed surplus (notes 7(c) and (d))	3,476,146	3,476,146
Deficit	(24,536,727)	(22,835,234)
Total equity	4,842,146	6,543,639
Total liabilities and equity	5,570,418	7,168,806

Approved and authorized by the Board of Directors on February 17, 2023:

"Chris Cooper"
Director

"Desmond Balakrishnan"
Director

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

PLANET VENTURES INC.**Condensed Interim Statements of Operations and Comprehensive Loss****For the Three and Nine months ended December 31, 2022 and 2021***(Expressed in Canadian dollars)*

	Three months ended December 31,		Nine months ended December 31,	
	2022	2021	2022	2021
	\$	\$	\$	\$
Investment income				
Net realized gain (loss) on disposal of investments (note 4)	(25,491)	(25,403)	(72,912)	(103,435)
Net change in unrealized loss on investments (note 4)	(301,333)	(891,991)	(1,569,506)	(1,161,596)
Interest and dividends (notes 4, 5)	4,744	(31,856)	45,785	31,005
Total investment income (loss)	(322,080)	(949,250)	(1,596,633)	(1,234,026)
Expenses				
Commissions	2,307	2,317	5,948	14,583
Consulting (note 8)	1,000	116,875	7,000	461,464
Depreciation (note 6)	18,718	18,428	56,158	55,285
Insurance	318	-	318	1,270
Interest (note 6)	8,429	733	24,774	4,144
Management and directors' fees (note 8)	2,500	-	10,500	9,000
Office and administration (note 8)	17,756	18,165	49,058	74,618
Professional fees	41,385	24,504	84,812	75,508
Stock based compensation (note 7)	-	-	-	14,393
Transfer agent and filing fees	5,993	3,121	13,701	17,049
Total expenses	(98,406)	(184,143)	(252,269)	(727,314)
Other income (loss)				
Foreign exchange gain (loss)	-	(241)	1,031	(450)
Consulting income	60,921	65,528	126,449	353,637
Other income (loss)	(28,502)	96,330	19,929	147,343
Total other income	32,419	161,617	147,409	500,530
Net income (loss) and comprehensive loss	(388,067)	(971,776)	(1,701,493)	(1,460,810)
Basic and diluted income (loss) per common share	(0.00)	(0.02)	(0.03)	(0.03)
Weighted average number of common shares outstanding:				
Basic and diluted	55,312,838	55,582,838	55,312,838	54,534,394

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

PLANET VENTURES INC.
Condensed Interim Statements of Changes in Equity
For the Nine months ended December 31, 2022 and 2021
(Expressed in Canadian dollars)

	Share Capital		Share Subscriptions Received	Contributed Surplus	Deficit	Total
	Number of Shares	Amount				
Balance, March 31, 2021	51,257,838	\$ 24,985,365	\$ 67,500	\$ 3,460,557	\$ (21,038,019)	\$ 7,475,403
Shares issued for cash net of share issue costs	4,050,000	898,612	-	1,196	-	899,808
Shares issued on exercise of warrants	75,000	18,750	-	-	-	18,750
Share subscriptions received	-	-	(67,500)	-	-	(67,500)
Stock based compensation	-	-	-	14,393	-	14,393
Net loss for the period	-	-	-	-	(1,460,810)	(1,460,810)
Balance, December 31, 2021	55,382,838	25,902,727	-	3,476,146	(22,498,829)	6,880,044
Balance, March 31, 2022	55,312,838	25,902,727	-	3,476,146	(22,835,234)	6,543,639
Net loss for the period	-	-	-	-	(1,701,493)	(1,701,493)
Balance, December 31, 2022	55,312,838	25,902,727	-	3,476,146	(24,536,727)	4,842,146

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

PLANET VENTURES INC.
Condensed Interim Statements of Cash Flows
For the Nine months ended December 31, 2022 and 2021
(Expressed in Canadian dollars)

	2022	2021
	\$	\$
Cash flows from (used in):		
Operating activities		
Net loss for the period	(1,701,493)	(1,460,810)
<i>Items not affecting operating cash:</i>		
Net realized loss on investments	72,912	-
Unrealized losses on investments	1,569,506	871,993
Stock based compensation	-	14,393
Depreciation of right-of-use asset	56,158	55,285
Interest expense on lease liabilities	24,769	3,753
Loss (gain) on settlement of loan	51,474	(41,369)
	<u>73,326</u>	<u>(556,755)</u>
<i>Adjustments for:</i>		
Proceeds on disposal of investments	361,064	3,983,923
Purchase of investments	(1,629,777)	(3,066,174)
Change in loan principal	-	446,976
Change in receivables	(44,775)	(242,585)
Change in prepaid expenses	2,947	61,864
Change in accounts payable and accrued liabilities	(26,478)	(206,605)
Change in deferred revenue	173,551	(127,053)
Net cash (used in) provided by operating activities	<u>(1,090,142)</u>	<u>293,591</u>
Investing activities		
Office lease payments paid	(68,737)	(73,328)
Net cash used in investing activities	<u>(68,737)</u>	<u>(73,328)</u>
Financing activities		
Loans repayments received	240,000	-
Shares issued for cash net of cash share issue costs	-	832,308
Cash received on exercise of warrants	-	18,750
Net cash provided by financing activities	<u>240,000</u>	<u>851,058</u>
Change in cash and cash equivalents	(918,879)	1,071,321
Cash and cash equivalents, beginning of period	<u>3,848,075</u>	<u>3,078,825</u>
Cash and cash equivalents, end of period	<u>2,929,196</u>	<u>4,150,146</u>
Supplemental Cash Flow Information:		
Income taxes paid	-	-

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

PLANET VENTURES INC.

Notes to the Condensed Interim Financial Statements

For the Three and Nine Months Ended December 31, 2022 and 2021

(Expressed in Canadian dollars)

1. NATURE OF OPERATIONS

Planet Ventures Inc. (the “Company”) was incorporated in Canada on January 29, 1996 under the Alberta Business Corporations Act and continues under the British Columbia Business Corporations Act. On June 28, 2017, the Company changed its name to Planet Ventures Inc. from Planet Mining Exploration Inc. The Company’s registered office and its principal place of business are located at Suite 303, 750 West Pender Street, Vancouver, BC Canada V6C 2T7. The Company’s shares are listed on the TSX Venture Exchange (TSX.V) under the trading symbol “PXI”.

From its inception up to October 2, 2014, the Company was in the business of acquiring, exploring and developing gold, copper, silver and other resource properties, both directly and through joint ventures in Canada. In October 2014, the Company changed its business from a “junior mineral exploration company” to an “investment issuer”.

The principal business of the Company is investing in a portfolio of common shares and other securities of publicly-listed and private companies to achieve capital appreciation of the portfolio.

In March 2020, the World Health Organization declared the coronavirus COVID-19 a global pandemic. This contagious disease outbreak has continued to spread resulting in adverse public health developments. It has adversely affected global workforces, economies, and financial markets, triggering economic upheavals. It is not possible at this time for the Company to predict the duration or magnitude of the adverse results of the outbreak nor its future impacts on the Company’s business or operations.

2. BASIS OF PREPARATION

(a) Statement of compliance

These condensed interim financial statements have been prepared in accordance with International Accounting Standard 34 (IAS 34) – Interim Financial Reporting of the International Financial Reporting Standards (“IFRS”) as issued by the International Accounting Standards Board (“IASB”). The interim financial statements should be read in conjunction with the Company’s audited financial statements for the year ended March 31, 2022 and 2021, which have been prepared in accordance with IFRS.

(b) Basis of presentation

These condensed interim financial statements have been prepared on a historical cost basis, except for certain financial instruments which are measured at fair value. In addition, these interim financial statements have been prepared using the accrual basis of accounting, except for cash flow information.

The Company meets the definition of an investment entity under IFRS 10 *Consolidated Financial Statements* and measures its investment in relevant subsidiaries at fair value through profit or loss (see Note 4).

PLANET VENTURES INC.

Notes to the Condensed Interim Financial Statements

For the Three and Nine Months Ended December 31, 2022 and 2021

(Expressed in Canadian dollars)

2. BASIS OF PREPARATION (continued)

(b) Basis of presentation (continued)

The presentation and functional currency of the Company is the Canadian dollar.

(c) Significant accounting judgements and estimates

The preparation of financial statements requires management to make certain estimates, judgments and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and expenses during the reporting period. Actual results could differ from these estimates.

These condensed interim financial statements include estimates which, by their nature, are uncertain. The impacts of such estimates are pervasive throughout the financial statements, and may require accounting adjustments based on future occurrences. Revisions to accounting estimates are recognized in the period in which the estimate is revised and may affect both the period of the revision and future periods. These estimates are based on historical experience, current and future economic conditions and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Significant assumptions about the future and other sources of estimation uncertainty that management has made at the reporting date that could result in a material adjustment to the carrying amounts of assets and liabilities, in the event that actual results differ from estimates made, relate to the determination of the fair value of financial instruments (note 4(b)).

In preparing the financial statements, management makes judgments regarding the application of IFRS for the Company's accounting policies. Significant judgments relate to the following areas:

(i) Going concern assumption

Determining if the Company has the ability to continue as a going concern is dependent on its ability to achieve profitable operations. Certain judgments are made when determining if the Company will achieve profitable operations.

(ii) Income taxes

Judgements are made by management at the end of the reporting period to determine the likelihood that deferred income tax assets will be realized from future taxable earnings. Assessing the recoverability of deferred income tax assets requires the Company to make judgments related to the expectations of future cash flows from operations and the application of existing tax laws. While management believes judgements and the estimates are reasonable, actual results could differ from those judgements and estimates and could impact future results of operations and cash flows.

(iii) Investment entity status

Determining if the Company meets the investment entity status under IFRS 10 requires significant judgment.

PLANET VENTURES INC.

Notes to the Condensed Interim Financial Statements

For the Three and Nine Months Ended December 31, 2022 and 2021

(Expressed in Canadian dollars)

3. SIGNIFICANT ACCOUNTING POLICIES

All significant accounting policies have been applied on a basis consistent with those applied in the most recent audited annual financial statements. The policies applied in these condensed interim financial statements are based on IFRS issued and effective as of the date the Board of Directors approved and authorized to issue these condensed interim financial statements.

New accounting standards

No new accounting standards were adopted in this period that had a significant impact on the financial statements.

Certain new standards, interpretations and amendments to existing standards have been issued by the IASB or the IFRIC that are mandatory for future accounting periods. The Company has not identified any new standards, interpretations or amendments to existing standards that are expected to have a material impact on the Company's financial statements.

4. INVESTMENTS AT FAIR VALUE AND FINANCIAL INSTRUMENTS HIERARCHY

The fair value measurements use a fair value hierarchy that reflects the significance of the inputs used in making measurements. The level in the hierarchy within which the fair value measurement is categorized is determined on the basis of the lowest level input that is significant to the fair value measurement in its entirety.

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 within Level 1 that are observable for the asset or liability either directly (that is, as prices) or indirectly (that is, derived from prices);

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

	December 31, 2022		March 31, 2022	
	Level 1	Level 2	Level 1	Level 2
Cash and cash equivalents	\$ 2,929,196	\$ -	\$ 3,848,075	\$ -
Investments at fair value:				
Equity investments in public companies (a)	2,195,362	-	2,395,541	-
Equity investments in private companies (b)	-	7	-	8,007

PLANET VENTURES INC.

Notes to the Condensed Interim Financial Statements

For the Three and Nine Months Ended December 31, 2022 and 2021

(Expressed in Canadian dollars)

**4. INVESTMENTS AT FAIR VALUE AND FINANCIAL INSTRUMENTS
HIERARCHY (continued)**

The methods of measuring each of these financial assets have not changed during the period. The fair values of financial instruments measured at amortized cost approximate their carrying amounts.

(a) Equity investments in public companies

The Company's equity investments are valued using quoted market prices in active markets and as such are classified within Level 1 of the fair value hierarchy. The fair value of investment securities is calculated as the closing market price of the investment equity security multiplied by the quantity of shares held by the Company. Some of the equity investments are subject to a four-month statutory hold period. Stock options and warrants held that are not traded on an active market are remeasured using a valuation technique based on data inputs that are supported by observable current market conditions and are therefore classified within Level 2 of the fair value hierarchy.

(b) Equity investments in private companies

All privately-held investments (other than options and warrants) are initially recorded at the transaction price, being the fair value at the time of acquisition. Thereafter, at each reporting period, the fair value of an investment may (depending upon the circumstances) be adjusted using one or more of the valuation indicators described below.

The determination of fair value of the Company's privately held investments at other than initial cost is subject to certain limitations. Financial information for private companies in which the Company has investments may not be readily available and, even if available, that information may be limited and/or unreliable.

Use of the valuation approach described below may involve uncertainties and determinations based on the Company's judgment and any value estimated from these techniques may not be realized or realizable.

Company-specific information is considered when determining whether the fair value of a privately-held investment should be adjusted upward or downward at the end of each reporting period. Valuation techniques which use management-derived unobservable data specific to the investee are considered to be measured at fair value using Level 3 inputs. In addition to company-specific information, the Company will take into account trends in general market conditions and the share performance of comparable publicly-traded companies when valuing privately-held investments.

PLANET VENTURES INC.**Notes to the Condensed Interim Financial Statements****For the Three and Nine Months Ended December 31, 2022 and 2021***(Expressed in Canadian dollars)***4. INVESTMENTS AT FAIR VALUE AND FINANCIAL INSTRUMENTS
HIERARCHY (continued)****(b) Equity investments in private companies (continued)**

The absence of the occurrence of any events, such as a significant change in trends in general market conditions, or any significant change in share performance of comparable publicly-traded companies indicates generally that the fair value of the investment has not materially changed. The fair value of a privately-held investment may be adjusted if there has been a significant subsequent equity financing provided by outside investors at a valuation different than the current value of the investee company, in which case the fair value of the investment is set to the value at which that financing took place.

Adjustments to the fair value of a privately-held investment will be based upon management's judgment and any value estimated may not be realized or realizable. The resulting values for non-publicly traded investments may differ from values that would be realized if a ready market existed. In addition, the amounts at which the Company's privately-held investments could be disposed of currently may differ from the carrying value assigned.

(c) Fair market value and original cost of investments

Investments at original cost and fair value consist of the following:

	December 31, 2022		March 31, 2022	
	Cost	Fair market value	Cost	Fair market value
	\$	\$	\$	\$
Shares in public companies	5,045,297	2,195,362	3,744,562	2,395,541
Warrants	-	-	-	-
Shares in private companies	7,940,968	7	7,842,102	8,007
Total	12,986,265	2,195,369	11,586,664	2,403,548

	Three months ended		Nine months ended	
	December 31, 2022	December 31, 2021	December 31, 2022	December 31, 2021
	\$	\$	\$	\$
Realised losses on investments – public companies	(25,491)	(25,403)	(72,912)	(103,435)
Total	(25,491)	(25,403)	(72,912)	(103,435)

PLANET VENTURES INC.**Notes to the Condensed Interim Financial Statements****For the Three and Nine Months Ended December 31, 2022 and 2021***(Expressed in Canadian dollars)*

**4. INVESTMENTS AT FAIR VALUE AND FINANCIAL INSTRUMENTS
HIERARCHY (continued)**

(c) Fair market value and original cost of investments (continued)

	Three months ended		Nine months ended	
	December 31,	December 31,	December 31,	December 31,
	2022	2021	2022	2021
	\$	\$	\$	\$
Unrealized losses on investments – public companies	(301,333)	(891,991)	(1,569,506)	(1,161,596)
Total	(301,333)	(891,991)	(1,569,506)	(1,161,596)

5. LOANS RECEIVABLE

In July 2018 the Company entered into an agreement with VIP Entertainment Group Inc. ("VIP") to purchase a \$250,000 secured convertible debenture. The debenture bore interest of 12% and was repayable in 24 months. During the year ended March 31, 2021, the Company agreed to have the principal of the debenture plus interest of \$34,000 repaid in \$5,000 monthly payments starting from November 2020.

During the year ended March 31, 2022, the Company entered into a settlement agreement that in consideration of the sum of \$240,000 to be settled through the issuance of 960,000 VIP units. Each unit consists of one common share of VIP and one half of one share purchase warrant, each whole warrant can be exchanged for one additional share of VIP at any time in the following 24 months for a price of \$0.50. In July 2022, the Company received 1,120,694 shares of VIP Entertainment Group Inc. with a fair value of \$201,725. The Company recognized a loss on settlement of loan of \$38,275.

PLANET VENTURES INC.

Notes to the Condensed Interim Financial Statements

For the Three and Nine Months Ended December 31, 2022 and 2021

(Expressed in Canadian dollars)

5. LOANS RECEIVABLE (continued)

On October 29, 2020 the Company entered into an agreement to loan up to \$300,000 with a private company. As at December 31, 2022, the loan balance is \$Nil (March 31, 2021 - \$250,000). The loan bore interest of 6% per annum. The loan was secured by a mortgage in the principal amount of \$300,000 against the sub-lease between the borrower as tenant and a landlord. The maturity date of the loan was August 3, 2021. The loan was extended to August 31, 2022 and the Company received a loan extension fee of \$33,000, which was recognised as interest income. As at December 31, 2022 the Company's interest receivable on this loan was \$Nil (March 31, 2022 - \$21,287). During the nine months ended December 31, 2022, the Company recorded \$3,699 (2021 - \$6,129) in interest revenue. During the nine months ended December 31, 2022, the Company received \$240,000 cash to settle the loan principal and accrued interest. The Company recognized a loss of \$13,139 on settlement of this loan.

On August 23, 2019 the Company entered into an agreement to loan \$175,000 with an interest of 18% per annum. The loan can be repaid in part or in full before maturity date. The loan is secured by a share pledge of common shares registered and beneficially owned by the borrower. During the year ended March 31, 2022, the Company recorded \$15,793 in interest revenue and received \$23,625 in cash payment. The loan balance of \$175,000 and remaining accrued interest was settled in exchange for investments (note 4) resulting in a gain of \$37,307.

6. RIGHT-OF-USE ASSET AND LEASE LIABILITY

On April 1, 2016, the Company entered into an office lease agreement for a term ended on February 28, 2022. On March 1, 2022, the lease was extended to February 28, 2027. Interest was calculated based on estimated annual rate of 10%.

As at December 31, 2022, the lease liability is as follows:

Balance as at March 31, 2021	77,625
Addition	376,010
Interest expense	5,967
Lease payments	(88,158)
<u>Balance as at March 31, 2022</u>	<u>371,444</u>
Addition	-
Interest expense	24,769
Lease payments	(68,737)
<u>Balance as at December 31, 2022</u>	<u>327,476</u>
Current portion of the lease liability	63,324
<u>Non-current portion of a lease liability</u>	<u>264,152</u>

PLANET VENTURES INC.

Notes to the Condensed Interim Financial Statements

For the Three and Nine Months Ended December 31, 2022 and 2021

(Expressed in Canadian dollars)

6. RIGHT-OF-USE ASSET AND LEASE LIABILITY (continued)

As at December 31, 2022 the balance of the right-of-use asset is as follows:

Balance as at March 31, 2021	67,571
Addition	376,010
Depreciation	(73,837)
Balance as at March 31, 2022	369,744
Addition	-
Depreciation	(56,158)
Balance as at December 31, 2022	313,586

7. SHARE CAPITAL

(a) Common shares

The Company is authorized to issue an unlimited number of common voting shares without par value. The holder of common shares is entitled to receive any dividend declared by the Company on such shares.

Effective as of October 28, 2020 common shares of the Company were consolidated on the basis of one (1) post-consolidation common share for every five (5) pre-consolidation common shares. All share figures presented in the statement of Changes in Equity and disclosed in the Notes to the Financial Statements have been retroactively adjusted to reflect the share consolidation.

Shares issued during the nine months ended December 31, 2022

No additional shares were issued during the nine months ended December 31, 2022.

Shares issued during the year ended March 31, 2022

During the year ended March 31, 2022, the Company closed a private placement with the sale of 4,050,000 units at \$0.225 per unit for gross proceeds of \$911,250. Each unit consists of one common share and one common share purchase warrant. Each warrant entitles the holder to acquire an additional common share for \$0.30 per share for a three-year period. The Company paid \$11,442 in cash share issue costs and issued 7,000 finders warrants with fair value of a \$1,196.

During the year ended March 31, 2022, the Company issued 75,000 shares on exercise of warrants at \$0.25 per warrant.

PLANET VENTURES INC.

Notes to the Condensed Interim Financial Statements

For the Three and Nine Months Ended December 31, 2022 and 2021

(Expressed in Canadian dollars)

7. SHARE CAPITAL (continued)

(b) Preferred shares

The Company is authorized to issue an unlimited number of first preferred shares and second preferred shares issuable in series with the issue price to be fixed by the directors. The holders of first preferred shares are entitled to preference over the common shares and the second preferred shares with respect to payment of dividends and distribution of assets in the event of liquidation, dissolution or winding-up of the Company.

No preferred shares were issued or were outstanding as at December 31, 2022 and March 31, 2022.

(c) Stock options

The Company has a stock option plan whereby the Company may grant options to its directors, officers, employees and consultants for up to 10% of the outstanding common shares from time to time with vesting rights determined at each grant date. The exercise price of each option equals the market price of the Company's stock on the date of the grant (less any permitted discount, if any) and an option's maximum term is five years.

In January 2021, the Company granted 400,000 stock options exercisable at \$0.35 per share to directors, officers, employees, and consultants of the Company. The options vest on the date of issuance. The fair value of the stock options of \$100,769 was calculated using Black-Scholes option pricing model with the following assumptions: stock price – \$0.35; exercise price – \$0.35; expected life – three years; volatility – 124%; dividend yield – \$nil; and risk-free rate – 0.20%. In February 2021, 400,000 stock options were exercised at \$0.35. The previously recognized stock-based compensation representing the fair value of stock options of \$100,769 was deducted from Contributed Surplus.

In November 2020 the Company granted 2,535,000 stock options exercisable at \$0.50 per share to directors, officers, employees, and consultants of the Company. The options vest on the date of issuance. The fair value of the stock options of \$1,084,727 was calculated using Black-Scholes option pricing model with the following assumptions: stock price – \$0.47; exercise price – \$0.50; expected life – five years; volatility – 153%; dividend yield – \$nil; and risk-free rate – 0.46%.

On September 29, 2020 the Company granted 440,000 stock options exercisable at \$0.50 per share. The stock options vest 120,000 on December 29, 2020, 120,000 on March 29, 2021, 100,000 on June 29, 2021 and 100,000 on September 29, 2021. The fair value of the stock options of \$76,703 was calculated using Black-Scholes option pricing model with the following assumptions: stock price – \$0.20; exercise price – \$0.50; expected life – five years; volatility – 155%; dividend yield – \$nil; and risk-free rate – 0.34%.

PLANET VENTURES INC.**Notes to the Condensed Interim Financial Statements****For the Three and Nine Months Ended December 31, 2022 and 2021***(Expressed in Canadian dollars)***7. SHARE CAPITAL (continued)**

(c) Stock options (continued)

A continuity schedule of the Company's outstanding options is as follows:

	Number of options	Weighted average exercise price
		\$
Balance, March 31, 2022	3,435,000	0.51
Granted	-	-
Expired	(200,000)	0.50
Balance, December 31, 2022	3,235,000	0.51

As at December 31, 2022, the Company had the following stock options outstanding and exercisable:

Expiry date	Exercise price	Number of options outstanding	Number of options exercisable	Weighted average remaining contractual life (in years)
August 1, 2023	\$ 0.75	200,000	200,000	0.59
February 1, 2024	\$ 0.50	400,000	400,000	1.09
February 6, 2025	\$ 0.50	100,000	100,000	2.11
November 16, 2025	\$ 0.50	2,535,000	2,535,000	2.88

(d) Share purchase warrants

There were no additional share purchase warrants during the nine months ended December 31, 2022.

During the year ended March 31, 2022, the Company closed a private placement of units. As part of the units in the private placement the Company issued 4,050,000 warrants exercisable at \$0.30 per warrant for a period of three years. In addition, the Company issued 7,000 finders warrants with fair value of \$1,196. The fair value was calculated using Black-Scholes option pricing model with the following assumptions: stock price – \$0.25; exercise price – \$0.30; expected life – three years; volatility – 130%; dividend yield – \$nil; and risk-free rate – 0.52%.

In April 2021, 75,000 warrants were exercised at \$0.25 per warrant.

PLANET VENTURES INC.**Notes to the Condensed Interim Financial Statements****For the Three and Nine Months Ended December 31, 2022 and 2021***(Expressed in Canadian dollars)***7. SHARE CAPITAL (continued)**

(d) Share purchase warrants (continued)

A continuity schedule of the Company's outstanding warrants is as follows:

	Number of warrants	Weighted average exercise price
		\$
Balance as at March 31, 2021	14,302,350	0.41
Granted	4,057,000	0.30
Expired	(75,000)	0.25
Exercised	(9,421,000)	0.50
Balance as at March 31, 2022	8,863,350	0.27
Granted	-	-
Exercised	-	-
Balance as at December 31, 2022	8,863,350	0.27

As at December 31, 2022, the Company had the following share purchase warrants outstanding:

Expiry date	Exercise price	Number of warrants outstanding	Weighted average remaining contractual life (in years)
	\$		
November 16, 2023	0.25	4,806,350	0.88
April 22, 2024	0.30	4,057,000	1.31

8. KEY MANAGEMENT COMPENSATION AND RELATED PARTY TRANSACTIONS

(a) Key management compensation

Key management personnel include the members of the Board of Directors and officers of the Company, who have the authority and responsibility for planning, directing and controlling the activities of the Company.

PLANET VENTURES INC.

Notes to the Condensed Interim Financial Statements

For the Three and Nine Months Ended December 31, 2022 and 2021

(Expressed in Canadian dollars)

8. KEY MANAGEMENT COMPENSATION AND RELATED PARTY TRANSACTIONS (continued)

(a) Key management compensation (continued)

Amounts paid and accrued for key management compensation are as follows:

	December 31, 2022	December 31, 2021
	\$	\$
Management and other fees	6,000	70,000
Directors' fees	12,500	3,000
Total	18,500	73,000

Included in accounts payable and accrued liabilities at December 31, 2022 was \$1,575 (March 31, 2022 - \$3,100) due to companies controlled by directors of the Company for unpaid directors' fees.

(b) Related party transactions

In the normal course of operations, the Company transacts with companies related to its directors or officers. Related party transactions are measured at the exchange amounts as agreed upon by transacting parties.

Related party transactions not disclosed elsewhere in the financial statements are as follows:

- During the nine months ended December 31, 2022, the Company incurred \$Nil (2021 - \$Nil) in legal expenses from a law firm of which a director and officer of the Company is a partner. As at December 31, 2022, \$Nil (March 31, 2022 - \$84,191) is included in accounts payable for this law firm.
- The Company has investments in shares of public companies with directors and officers in common. As at December 31, 2022, fair market value of these investments was \$1,201,264 (March 31, 2022 - \$1,361,075) and cost \$8,695,083 (March 31, 2022 - \$1,533,760).
- The Company's office lease payments are reimbursed monthly by a company of which an officer of the Company is an employee. As a result, during the nine months ended December 31, 2022, income of \$71,402 (2021 - \$43,921), was recognized in the statement of operations and comprehensive loss. As at December 31, 2022, \$nil (March 31, 2022 - \$nil) was receivable from this company.
- During the nine months ended December 31, 2022 the Company recorded an expense related to stock options granted to directors and officers of the Company with a fair value of \$Nil (2021 - \$14,393).

PLANET VENTURES INC.

Notes to the Condensed Interim Financial Statements

For the Three and Nine Months Ended December 31, 2022 and 2021

(Expressed in Canadian dollars)

9. FINANCIAL AND CAPITAL RISK MANAGEMENT

The Company is exposed to various financial instrument risks and assesses the impact and likelihood of this exposure. These risks include liquidity risk, credit risk, fair value risk and interest rate risk. Where material, these risks are reviewed and monitored by the Board of Directors.

(a) Capital management

The Company manages its capital to safeguard the Company's ability to continue as a going concern, so that it can continue to provide adequate returns to shareholders and benefits to other stakeholders, and to have sufficient funds on hand for business opportunities as they arise. The Company considers the items included in equity as capital. The Company manages the capital structure and makes adjustments to it in the light of changes in economic conditions and the risk characteristics of the underlying assets. In order to maintain or adjust the capital structure, the Company may issue new shares through private placements, the sale of assets, debt, or return of capital to shareholders. As at December 31, 2022, the Company did not have any debt, other than accounts payable and accrued liabilities, and was not subject to externally imposed capital requirements.

(b) Liquidity risk

Liquidity risk is the risk that the Company will not be able to meet its financial obligations as they fall due. The Company maintains sufficient cash and cash equivalent balances to meet current working capital requirements.

(c) Credit risk

Credit risk is the risk of potential loss to the Company if the counterparty to a financial instrument fails to meet its contractual obligations. The Company's credit risk is primarily attributable to its liquid financial assets including cash and cash equivalents and receivables.

The Company limits exposure to credit risk on liquid financial assets through maintaining its cash and cash equivalents, and other assets with high-credit quality financial institutions, and obtains security from creditors on receivables when possible.

The majority of the Company's cash and cash equivalents are held with major Canadian-based financial institutions. As at December 31, 2022, the Company estimates the credit risk associated with receivables as \$98,343 (March 31, 2022 - \$489,441).

PLANET VENTURES INC.

Notes to the Condensed Interim Financial Statements

For the Three and Nine Months Ended December 31, 2022 and 2021

(Expressed in Canadian dollars)

9. FINANCIAL AND CAPITAL RISK MANAGEMENT (continued)

(d) Market risk

Market risk is the risk that the fair value of, or future cash flows from, the Company's financial instruments will significantly fluctuate due to changes in market prices. The value of the financial instruments can be affected by changes in interest rates, foreign exchange rates, and commodity prices.

Interest rate risk

Interest rate risk is the impact that changes in interest rates could have on the Company's profit and losses. The Company's exposure to interest rate risk arises from the interest rate impact on its cash and cash equivalents and reclamation bond. The Company's practice has been to invest cash at floating rates of interest, in cash equivalents, in order to maintain liquidity, while achieving a satisfactory return for shareholders.

The Company is exposed to significant interest rate risk as the Company has fixed interest-bearing debt. Management closely monitors the market to determine the appropriate course of action to be taken by the Company.

Foreign currency risk

The Company's functional currency is the Canadian dollar and major purchases are transacted in Canadian dollars. The Company does not have any exposure to any highly inflationary foreign currencies.

Price risk

The Company is exposed to price risk in trading its investments, and unfavourable market conditions could result in dispositions of investments at less than favourable prices.

In accordance with IFRS 9, the Company is required to remeasure its investments at fair value at the end of each reporting period. This process could result in significant write-downs of the Company's investments over one or more reporting periods, particularly during periods of overall market instability, which would have a significant unfavourable effect on the Company's financial position.

The result of sensitivity analysis shows an increase or decrease of 5% in the market prices, with all other variables held constant, could have decreased or increased the Company's net loss by approximately \$109,636 as at December 31, 2022 (December 31, 2021 - \$240,000).

Management closely monitors commodity prices, individual equity movements, and the stock market to determine the appropriate course of action to be taken by the Company.

PLANET VENTURES INC.

Notes to the Condensed Interim Financial Statements

For the Three and Nine Months Ended December 31, 2022 and 2021

(Expressed in Canadian dollars)

9. FINANCIAL AND CAPITAL RISK MANAGEMENT (continued)

- (e) Concentration risk in the Company's investment portfolio

Concentration risk is the risk that any single investment or group of investments will have the potential to materially affect the operating results of the Company.

Subject to board approval for investments in excess of a pre-determined threshold, there are no restrictions on the proportion of Company's funds and no limit on the amount of funds that may be allocated to any particular investment, industry or sector. Accordingly, the Company's investment activities may be highly concentrated in a limited number of investments or industry sectors and the Company's financial results may be substantially adversely affected by the unfavourable performance in those investments or industry sectors.

As at December 31, 2022, the Company's top two investments had a fair value of \$1,053,764 in publicly traded companies, representing 48% of the fair value of the Company's publicly traded companies portfolio (March 31, 2022 – \$1,683,575 or 73%).

10. SUBSEQUENT EVENTS

On February 17, 2023, the Company announced that it is undertaking a rights offering to raise gross proceeds of \$1,106,257. The Company will be offering 55,312,836 rights to holders of its common shares, on the basis of one right for each one common share held. Each one right will entitle the holder to subscribe for one common share of the company upon payment of a subscription price of two cents per share. Pricing of the rights offering is mandated by TSX Venture Exchange rules which require the company to offer all existing shareholders a significant discount to purchase new shares in order to provide a meaningful incentive to all shareholders to participate in the rights offering. Upon completion of the rights offering and assuming all rights are exercised, the Company will have 110,625,672 shares outstanding, of which the shares issued under the rights offering represent 50%.