

RADIO FUELS ENERGY CORP.

CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

FOR THE THREE MONTHS ENDED
FEBRUARY 29, 2024 AND FEBRUARY 28, 2023

(Unaudited - Expressed in Canadian dollars)

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

In accordance with National Instrument 51-102 Part 4, subsection 4.3(3)(a), if an auditor has not performed a review of these condensed interim financial statements they must be accompanied by a notice indicating that these condensed interim financial statements have not been reviewed by an auditor.

The accompanying unaudited condensed interim financial statements of the Company have been prepared by and are the responsibility of the Company's management. The Company's external auditors have not performed a review of these condensed interim financial statements.

RADIO FUELS ENERGY CORP.

Condensed Consolidated Interim Statements of Financial Position
(Unaudited - Expressed in Canadian Dollars)

	February 29, 2024	November 30, 2023
Assets		
Current assets		
Cash and cash equivalents (Note 8)	\$ 1,864,787	\$ 2,397,275
Marketable securities (Note 3)	14,555,714	18,164,159
Accounts receivable	60,939	38,581
Prepaid expenses	57,611	6,501
Total assets	\$ 16,539,051	\$ 20,606,516
Liabilities		
Current liabilities		
Accounts payable and accrued liabilities (Note 7)	\$ 68,630	\$ 15,256
Total liabilities	\$ 68,630	\$ 15,256
Equity		
Share capital (Note 5)	48,514,721	48,517,441
Reserves (Note 5)	9,176,099	9,171,226
Deficit	(41,216,399)	(37,097,407)
Total equity	\$ 16,470,421	\$ 20,591,260
Total liabilities and equity	\$ 16,539,051	\$ 20,606,516

NATURE OF OPERATIONS (Note 1)

SUBSEQUENT EVENTS (Note 11)

These condensed consolidated interim financial statements are authorized for issue by the Board of Directors on April 9, 2024.

They are signed on the Company's behalf by:

Director "Collin Kettell" (signed)

Director "Jack Campbell" (signed)

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

RADIO FUELS ENERGY CORP.

Condensed Consolidated Interim Statements of Loss and Comprehensive Loss
(Unaudited - Expressed in Canadian Dollars)

	Three months ended,	
	February 29, 2024	February 28, 2023
Expenses		
Salaries and consulting (Note 7)	\$ 138,064	\$ 99,000
Professional fees	30,550	8,419
Investor relations, regulatory and filing fees	18,323	15,657
Exploration and evaluation (Note 4)	4,375	15,386
Office and sundry	8,593	3,678
Stock-based compensation (Notes 5)	4,873	11,462
Travel and accommodations	10,666	-
Loss from operating activities	(215,444)	(153,602)
Unrealized (loss) on marketable securities (Note 3)	(3,988,331)	(654,846)
Realized (loss) gain on sale of marketable securities (Note 3)	(23,312)	119,702
Foreign exchange (loss)	(1,150)	-
Interest and dividend income	108,158	74,521
Net loss for the period before income taxes	(4,120,079)	(614,225)
Current income tax expense	(2,913)	(1,606)
Net loss and comprehensive loss for the period	\$ (4,122,992)	\$ (615,831)
Loss per share – basic and diluted (Note 6)	\$ (0.03)	\$ (0.00)
Weighted average number of shares outstanding – basic and diluted	138,494,087	141,026,286

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

RADIO FUELS ENERGY CORP.

Condensed Consolidated Interim Statements of Changes in Equity

(Unaudited - Expressed in Canadian Dollars)

	Share capital		Reserves			
	Number of shares	Amount \$	Treasury Stock	Equity settled share-based payments \$	Deficit \$	Total equity \$
Balance at November 30, 2022	141,949,785	48,945,531	-	9,138,982	(16,631,804)	41,452,709
Shares purchased and cancelled under NCIB (Note 5)	(1,650,000)	(196,442)	-	-	-	(196,442)
Shares purchased to be cancelled under NCIB (Note 5)	-	-	(26,468)	-	-	(26,468)
Stock-based compensation	-	-	-	11,462	-	11,462
Comprehensive loss for the period	-	-	-	-	(615,831)	(615,831)
Balance at February 28, 2023	140,299,785	48,749,089	(26,468)	9,150,444	(17,247,635)	40,625,430
Shares purchased and cancelled under NCIB (Note 5)	(1,795,500)	(231,648)	26,468	-	-	(205,180)
Stock-based compensation	-	-	-	20,782	-	20,782
Comprehensive loss for the period	-	-	-	-	(19,849,772)	(19,849,772)
Balance at November 30, 2023	138,504,285	48,517,441	-	9,171,226	(37,097,407)	20,591,260
Shares purchased and cancelled under NCIB (Note 5)	(16,000)	(2,720)	-	-	-	(2,720)
Stock-based compensation	-	-	-	4,873	-	4,873
Comprehensive loss for the period	-	-	-	-	(4,122,992)	(4,122,992)
Balance at February 29, 2024	138,488,285	48,514,721	-	9,176,099	(41,220,399)	16,470,421

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

RADIO FUELS ENERGY CORP.

Condensed Consolidated Interim Statements of Cash Flows

(Unaudited - Expressed in Canadian Dollars)

	Three months ended,	
	February 29, 2024	February 28, 2023
Operating activities		
Comprehensive loss for the period	\$ (4,122,992)	\$ (615,831)
Adjustment for:		
Unrealized loss on marketable securities	3,988,331	654,846
Realized loss (gain) on sale of marketable securities	23,312	(119,702)
Interest income	(17,736)	-
Stock-based compensation	4,873	11,462
	(124,212)	(69,225)
Change in non-cash working capital		
(Increase) in accounts receivable	(4,622)	(872)
(Increase) in prepaid expenses	(51,110)	(25,426)
Increase (decrease) in accounts payable and accrued liabilities	53,374	(25,536)
Net cash used in operating activities	(126,570)	(121,059)
Investing activities		
Purchases of marketable securities	(1,443,846)	(1,431,841)
Proceeds from disposition of marketable securities	1,030,648	1,440,303
Net cash (used in) generated from investing activities	(403,198)	8,462
Financing activities		
Repurchases of common shares	(2,720)	(219,945)
Net cash used in financing activities	(2,720)	(219,945)
(Decrease) in cash and cash equivalents	(532,488)	(332,542)
Cash and cash equivalents, beginning of period	2,397,275	3,989,646
Cash and cash equivalents, end of period	\$ 1,864,787	\$ 3,657,104

SUPPLEMENTAL DISCLOSURE WITH RESPECT TO CASH FLOWS (Note 8)

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

RADIO FUELS ENERGY CORP.

Notes to the Condensed Consolidated Interim Financial Statements
For the three months ended February 29, 2024 and February 28, 2023
(Unaudited - Expressed in Canadian Dollars, Unless Otherwise Noted)

1. Nature of operations

Radio Fuels Energy Corp. (the "Company") was incorporated in Canada pursuant to *The Canada Business Corporations Act* on July 19, 2006. On November 24, 2021, the Company filed a Certificate of Amendment to change its name from Mainstream Minerals Corporation. The mailing and office address of its executive office is located at 401 – 217 Queen Street West, Toronto, ON M5V 0R2.

The Company is a mineral exploration company engaged in the acquisition, exploration and evaluation of mineral resource properties. The Company's mineral resource properties presently have no proven or probable reserves, and on the basis of information to date, it has not yet determined whether these properties contain economically recoverable resources. The recoverability of amounts shown for exploration and evaluation assets are dependent upon the existence of economically recoverable reserves, the ability of the Company to obtain necessary financing to complete the development of those reserves and upon future profitable production.

These condensed consolidated interim financial statements were approved by the Board of Directors of the Company on April 9, 2024.

2. Material accounting policy information

The principle accounting policies applied in the preparation of these financial statements are set out below.

(a) Statement of compliance

The Company's condensed consolidated interim financial statements, including comparatives, have been prepared in accordance with and using accounting policies in compliance with IFRS Accounting Standards ("IFRS") as applicable to interim financial reports including International Accounting Standards 34 "Interim Financial Reporting" issued by the International Accounting Standards Board ("IASB").

These condensed consolidated interim financial statements do not include all the information and note disclosures required by IFRS for annual financial statements and should be read in conjunction with the annual financial statements for the year ended November 30, 2023, which have been prepared in accordance with IFRS, as issued by the IASB.

The policies applied in these financial statements are the same as those applied in the most recent annual financial statements and were consistently applied to all the periods presented.

(b) Basis of presentation

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

(c) Basis of consolidation

These condensed consolidated interim financial statements include the accounts of the Company, and its wholly-owned subsidiaries, Radio Fuels Resources Corp. and 2362907 Ontario Inc. Control exists where the parent entity has power over the investee and is exposed, or has rights, to variable returns from its involvement with the investee and has the ability to affect those returns through its power over the investee. Subsidiaries are included in the consolidated financial statements from the date control commences until the date control ceases. All inter-company balances, transactions, revenues and expenses have been eliminated on consolidation.

RADIO FUELS ENERGY CORP.

Notes to the Condensed Consolidated Interim Financial Statements
For the three months ended February 29, 2024 and February 28, 2023
(Unaudited - Expressed in Canadian Dollars, Unless Otherwise Noted)

2. Material accounting policy information (continued)

(d) Functional and presentation currency

These condensed consolidated interim financial statements are presented in Canadian dollars, unless otherwise noted, which is the functional currency of the parent and the Company's wholly-owned subsidiaries.

(e) Initial application of standards, interpretations and amendments to standards and interpretations in the reporting periods

The IASB issued certain new accounting standards or amendments that are mandatory for accounting periods on or after January 1, 2023. The effect of such new accounting standards or amendments did not have a material impact on the Company and therefore the Company did not record any adjustments to the condensed consolidated interim financial statements.

As part of the new amendments, the Company adopted Disclosure of Accounting Policies (Amendments to IAS 1 and IFRS Practice Statement 2) from December 1, 2023. Although the amendments did not result in any changes to the accounting policies themselves, they impacted the accounting policy information disclosed in the financial statements. The amendments require the disclosure of 'material', rather than 'significant', accounting policies. The amendments also provide guidance on the application of materiality to disclosure of accounting policies, assisting entities to provide useful, entity-specific accounting policy information that users need to understand other information in the financial statements. Management reviewed the accounting policies and made updates to the information disclosed in Note 2 Material accounting policy information (2023: Significant accounting policies) in certain instances in line with the amendments

(f) New and amended IFRS standards not yet effective

Certain new accounting standards or interpretations have been published that are not mandatory for the current period and have not been early adopted. These standards and interpretations are not expected to have a material impact on the Company's condensed consolidated interim financial statements.

3. Marketable securities

The Company holds common shares of select public mining companies that are held as short-term investments, are quoted on an active exchange and are measured using the quoted market price of these common shares. The Company classifies its marketable securities at FVTPL. Changes in the fair value of marketable securities are reflected in the consolidated statement of loss and comprehensive loss in the period in which they occur.

An analysis of marketable securities including related gains and losses for the three months ended February 29, 2024 and February 28, 2023 is as follows:

	Three months ended,	
	February 29, 2024	February 28, 2023
	\$	\$
Marketable securities, beginning of period	18,164,159	16,509,918
Purchases of marketable securities	1,433,846	1,428,876
Disposals of marketable securities	(1,030,648)	(1,440,303)
Realized (loss) gain on marketable securities	(23,312)	119,702
Unrealized (loss) on marketable securities	(3,988,331)	(654,846)
Marketable securities, end of period	14,555,714	15,963,347

RADIO FUELS ENERGY CORP.

Notes to the Condensed Consolidated Interim Financial Statements
For the three months ended February 29, 2024 and February 28, 2023
(Unaudited - Expressed in Canadian Dollars, Unless Otherwise Noted)

4. Exploration and evaluation

Eco Ridge – Elliott Lake - Ontario

The Company owns a 100% interest in mineral licenses and has leasehold interests in mineral license claims located in Elliott Lake, Ontario. The project rights were acquired by map staking mineral licenses and payment in common shares of the Company through a purchase agreement. The mining leases and mining claims carry net smelter return royalties ranging from 1.75% to 3.0%.

The Company owns a 100% interest in mineral licenses located in Bouck and Buckles Township, Ontario. The project rights were acquired by payment in cash through a purchase agreement.

The Company owns contiguous patented mining claims located in the Sault Ste. Marie Mining Division of Ontario in Joubin and Gunterman townships. The Property is located on the southern limb of the Quirk Lake Syncline. In the Elliot Lake area, uranium ore is found within pyritiferous quartz-pebble conglomerates in the Matinenda Formation of the Elliot Lake Group.

5. Share capital and reserves

Authorized Share Capital

Authorized share capital consists of an unlimited number of common shares and unlimited number of special shares, issuable in series. All issued shares are fully paid.

Details of common shares issued and repurchased in 2024 and 2023

	Number of common shares	Amount \$
Balance, November 30, 2022	141,949,785	48,945,531
Shares purchased and cancelled under NCIB	(1,650,000)	(196,442)
Balance, February 28, 2023	140,299,785	48,749,089
Shares purchased and cancelled under NCIB	(1,795,500)	(231,648)
Balance, November 30, 2023	138,504,285	48,517,441
Shares purchased and cancelled under NCIB	(16,000)	(2,720)
Balance, February 29, 2024	138,488,285	48,514,721

Normal course issuer bid

On November 21, 2022, the Company commenced a normal course issuer bid (the “NCIB”), under which it may purchase up to 7,097,489 common shares of the Company over a period of one year (the “NCIB Period”), representing approximately 5% of the Company’s issued and outstanding common shares, with up to 2,838,995 common shares of the Company purchasable over any 30-day period within the NCIB Period, being 2% of the Company’s issued and outstanding common shares. The NCIB period expired on the earlier of November 20, 2023, or the date by which the Company had acquired the maximum number of common shares which may be purchased under the NCIB.

On December 1, 2023, the Company commenced a NCIB, under which it may purchase up to 6,925,214 common shares of the Company over the NCIB Period, with up to 2,770,085 common shares of the Company purchasable over any 30-day period within the NCIB Period. The NCIB period will continue until the earlier of November 30, 2024, or the date by which the Company has acquired the maximum number of common shares which may be purchased under the NCIB.

During the three months ended February 29, 2024, 16,000 (three months ended February 28, 2023 – 1,650,000) common shares of the Company were repurchased and cancelled under the NCIB for \$2,720 (three months ended February 28, 2023 - \$196,442).

RADIO FUELS ENERGY CORP.

Notes to the Condensed Consolidated Interim Financial Statements
For the three months ended February 29, 2024 and February 28, 2023
(Unaudited - Expressed in Canadian Dollars, Unless Otherwise Noted)

5. Share capital and reserves (continued)

As at February 29, 2024, 3,461,500 common shares of the Company were repurchased for \$430,810 and have been cancelled and returned to treasury since the commencement of the Company's 2022 NCIB program.

Stock Option Compensation Plan

The Company's stock option plan (the "Plan") provides for the granting of stock options to directors, officers, employees and consultants of the Company. Share options are granted for a term not to exceed five years at exercise prices not less than the closing sale price of the shares on the Canadian Securities Exchange on the trading day immediately preceding the date the options are granted, and are not transferrable. The Plan is administered by the Board of Directors, which determines individual eligibility under the Plan, number of shares reserved for optioning to each individual (not to exceed 5% of issued and outstanding shares to any one individual, other than a consultant) and the vesting period. The maximum number of shares of the Company that are issuable pursuant to the Plan is limited to 10% of the issued and outstanding common shares.

The continuity of stock options for the three months ended February 29, 2024 is as follows:

Expiry date	Exercise Price	Outstanding November 30, 2023	Granted	Exercised	Cancelled/ Forfeited/ Expired	Outstanding February 29, 2024	Exercisable February 29, 2024
March 7, 2025 ¹	\$0.40	440,000	-	-	-	800,000	440,000
March 7, 2027 ²	\$0.40	9,700,000	-	-	(7,200,000)	2,500,000	2,500,000
		10,140,000	-	-	(7,200,000)	3,300,000	2,940,000
Weighted average exercise price \$		0.40	-	-	0.40	0.40	0.40
Weighted average contractual remaining life (years)		3.12	-	-	-	2.53	2.53

1. Vesting terms: 10% upon grant of options, 15% on every six-month anniversary thereafter.
2. Fully vested upon grant of options.

The continuity of stock options for the three months ended February 28, 2023 is as follows:

Expiry date	Exercise Price	Outstanding November 30, 2022	Granted	Exercised	Cancelled/ Forfeited/ Expired	Outstanding February 28, 2023	Exercisable February 28, 2023
March 7, 2025 ³	\$0.40	800,000	-	-	-	800,000	200,000
March 7, 2027 ⁴	\$0.40	12,400,000	-	-	-	12,400,000	12,400,000
		13,200,000	-	-	-	13,200,000	12,600,000
Weighted average exercise price \$		0.40	-	-	-	0.40	0.40
Weighted average contractual remaining life (years)		4.15	-	-	-	3.90	3.90

3. Vesting terms: 10% upon grant of options, 15% on every six-month anniversary thereafter.
4. Fully vested upon grant of options.

RADIO FUELS ENERGY CORP.

Notes to the Condensed Consolidated Interim Financial Statements
For the three months ended February 29, 2024 and February 28, 2023
(Unaudited - Expressed in Canadian Dollars, Unless Otherwise Noted)

5. Share capital and reserves (continued)

Warrants

The continuity of warrants for the three months ended February 29, 2024 is as follows:

Expiry Date	Exercise Price	Outstanding November 30, 2023	Issued	Exercised	Expired	Outstanding February 29, 2024
December 15, 2026	\$0.50	31,903,511	-	-	-	31,903,511
		31,903,511	-	-	-	31,903,511
Weighted average exercise price \$		0.50	-	-	-	0.50
Weighted average contractual remaining life (years)		3.04	-	-	-	2.79

The continuity of warrants for the three months ended February 28, 2023 is as follows:

Expiry Date	Exercise Price	Outstanding November 30, 2022	Issued	Exercised	Expired	Outstanding February 28, 2023
December 15, 2022	\$0.40	865,850	-	-	(865,850)	-
December 15, 2026	\$0.50	31,903,511	-	-	-	31,903,511
		32,769,361	-	-	(865,850)	31,903,511
Weighted average exercise price \$		0.50	-	-	0.40	0.50
Weighted average contractual remaining life (years)		3.94	-	-	-	3.80

6. Loss per share

Basic and diluted loss per share is calculated based on the following weighted average number of common shares outstanding:

	Three months ended,	
	February 29, 2024	February 28, 2023
Loss attributable to common shareholders (\$)	(4,122,992)	(615,831)
Weighted average number of common shares outstanding	138,494,087	141,026,286
Loss per share attributed to common shareholders (\$)	(0.03)	(0.00)

Diluted loss per share did not include the effect of 3,300,000 (2023 – 13,200,000) stock options and 31,903,511 (2023 – 31,903,511) common share purchase warrants as they are anti-dilutive.

7. Related party transactions

All transactions with related parties have occurred in the normal course of operations and on terms and conditions that are similar to those of transactions with unrelated parties and are measured at the amount of consideration paid or received. A summary of the Company's related party transactions with corporations having similar directors and officers is as follows:

RADIO FUELS ENERGY CORP.

Notes to the Condensed Consolidated Interim Financial Statements
For the three months ended February 29, 2024 and February 28, 2023
(Unaudited - Expressed in Canadian Dollars, Unless Otherwise Noted)

7. Related party transactions (continued)

	Three months ended,	
	February 29, 2024	February 28, 2023
	\$	\$
Amounts paid to Notz Capital Corp.(i) for management consulting services	42,000	-

(i) Notz Capital Corp. is a related entity of a non-executive director of the Company.

Key management personnel compensation

Key management personnel include those persons having authority and responsibility for planning, directing and controlling the activities of the Company as a whole. The Company has determined that key management personnel consist of executive and non-executive members of the Company's Board of Directors and corporate officers.

Key management personnel compensation included in salaries and consulting fees consolidated statements of loss and comprehensive loss are as follows:

	Salaries and Consulting	
	Three months ended February 29, 2024	Three months ended February 28, 2023
	\$	\$
Chief Executive Officer	13,000	-
Former Chief Executive Officer	20,000	36,000
Chief Financial Officer	19,000	-
Former Chief Financial Officer	-	15,000
Total	52,000	51,000

As at February 29, 2024, \$9,308 (November 30, 2023 - \$Nil) is included in accounts payable and accrued liabilities in respect of key management personnel compensation and expense reimbursements.

The amounts are unsecured, non-interest bearing and without fixed terms of repayment.

8. Supplemental disclosure with respect to cash flows

	Three months ended,	
	February 29, 2024	February 28, 2023
	\$	\$
Non-cash investing and financing activities:		
Cash paid for income taxes	(2,913)	(1,606)
Cash paid for interest	-	-
Cash received for interest	3,374	17,664
Dividends received	87,204	69,797
	2024	2023
	\$	\$
Breakdown of cash and cash equivalents		
Cash	578,251	3,657,104
Guaranteed investment certificate	1,250,000	-
Investment savings account	36,536	-
Total	1,864,787	3,657,104

RADIO FUELS ENERGY CORP.

Notes to the Condensed Consolidated Interim Financial Statements
For the three months ended February 29, 2024 and February 28, 2023
(Unaudited - Expressed in Canadian Dollars, Unless Otherwise Noted)

9. Financial instruments

The Company thoroughly examines the various financial instrument risks to which it is exposed and assesses the impact and likelihood of those risks. These risks may include credit risk, liquidity risk, currency risk, and interest rate risk. Where material, these risks are reviewed and monitored by the Board of Directors.

(a) Fair Values

Financial assets and liabilities measured at fair value are recognized according to a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets and liabilities and the lowest priority to unobservable inputs. The three levels of fair value hierarchy are as follows:

- Level 1 – Unadjusted quoted prices in active markets that are accessible at the measurement date for identical, unrestricted assets or liabilities.
- Level 2 – Quoted prices in markets that are not active, or inputs that are observable, either directly or indirectly, for substantially the full term of the asset or liability.
- Level 3 – Prices or valuation techniques that require inputs that are both significant to the fair value measurement and unobservable (supported by little or no market activity).

The Company's financial instruments measured at fair value are its marketable securities. The fair value of marketable securities is determined using closing prices at the consolidated statement of financial position date with any changes to fair value recognized in profit or loss. The carrying values of other financial instruments, including cash and cash equivalents, accounts receivable, and accounts payables and accrued liabilities approximate their fair values due to the short-term maturity or liquidity of these financial instruments.

		Level 1	Level 2	Level 3	Total
		\$	\$	\$	\$
Recurring measurements	Carrying amount	Fair value			
Marketable securities					
February 29, 2024	14,555,714	14,555,714	-	-	14,555,714
November 30, 2023	18,164,159	18,164,159	-	-	18,164,159

There was no movement between levels during the three months ended February 29, 2024.

(b) Financial Instrument Risk Exposure

Credit risk

Credit risk is the risk that one party to a financial instrument will fail to discharge an obligation and cause the other party to incur a financial loss. The Company does not have financial instruments that potentially subject the Company to credit risk. Overall, the Company's credit risk has not changed significantly from the prior year. Accounts receivables are due from the Canada Revenue Agency and the Company places its cash and cash equivalents with financial institutions with high credit ratings, therefore in management's judgment, credit risk is low.

There have been no changes in management's methods for managing credit risk since November 30, 2023.

RADIO FUELS ENERGY CORP.

Notes to the Condensed Consolidated Interim Financial Statements
For the three months ended February 29, 2024 and February 28, 2023
(Unaudited - Expressed in Canadian Dollars, Unless Otherwise Noted)

9. Financial instruments (continued)

(b) Financial Instrument Risk Exposure (continued)

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 has in place a planning and budgeting process to help determine the funds required to ensure the Company has the appropriate liquidity to meet its operating and growth objectives. The Company has historically relied on issuance of shares to fund exploration programs and may require doing so again in the future. As at February 29, 2024, the Company has total liabilities of \$68,630 and cash and cash equivalents of \$1,864,787 which is available to discharge these liabilities (November 30, 2023 – total liabilities of \$15,256 and cash and cash equivalents of \$2,397,275). Accordingly, in management's judgment, liquidity risk is low.

There have been no changes in management's methods for managing liquidity risk since November 30, 2023.

Market risk

Market risk is the risk that changes in market prices, such as commodity prices, interest rates and foreign exchange rates will affect the Company's net earnings or the value of financial instruments. The objective of the Company is to manage and mitigate market risk exposures within acceptable limits, while maximizing returns.

(i) Currency risk

Financial instruments that impact the Company's net earnings due to currency fluctuation include cash accounts denominated in US dollars. Fluctuations in the exchange rate between the US dollar and the Canadian dollar at February 29, 2024 would not have a material impact on the Company's net income and comprehensive income.

(ii) Interest rate risk

Interest rate risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate due to changes in market interest rates. As the Company deposits its cash and cash equivalents into demand and high interest savings accounts with minimal interest rates, the interest rate risk is not significant.

(iii) Commodity price risk

Commodity price risk is defined as the potential adverse impact on earnings and economic value due to commodity price movements and volatilities. The Company's property has exposure to predominantly uranium. Commodity prices, especially uranium, greatly affect the value of the Company and the potential value of its property and investments.

(iv) Equity price risk

Equity price risk is the risk that the fair value of or future cash flows from the Company's financial instruments will significantly fluctuate because of changes in market prices. The Company is exposed to market risk in trading its marketable securities in unfavorable market conditions which could result in dispositions of marketable securities at less than favorable prices. Additionally, the Company adjusts its marketable securities to fair value at the end of each reporting period. This process could result in write-downs of the Company's marketable securities over one or more reporting periods, particularly during periods of overall market instability. The sensitivity of the Company's net loss to changes in market prices at February 29, 2024 would change the Company's net loss by \$1,455,714 as a result of a 10% change in the market price of its marketable securities.

There have been no changes in management's methods for managing market risks since November 30, 2023.

RADIO FUELS ENERGY CORP.

Notes to the Condensed Consolidated Interim Financial Statements
For the three months ended February 29, 2024 and February 28, 2023
(Unaudited - Expressed in Canadian Dollars, Unless Otherwise Noted)

10. Capital management

The Company's objectives when managing capital are:

- To safeguard our ability to continue as a going concern in order to develop and operate our current projects;
- Pursue strategic growth initiatives; and
- To maintain a flexible capital structure which lowers the cost of capital.

In assessing our capital structure, we include in our assessment the components of equity consisting of common shares, stock options and warrants, and deficit that as at February 29, 2024 totaled \$16,470,421 (November 30, 2023 - \$20,591,260). In order to facilitate the management of capital requirements, the Company prepares annual expenditure budgets and continuously monitors and reviews actual and forecasted cash flows. The annual and updated budgets are monitored and approved by the Board of Directors. To maintain or adjust the capital structure, the Company may, from time to time, issue new shares, issue new debt, repay debt or dispose of noncore assets.

The Company's current capital resources are sufficient to carry out our exploration plans and support operations through the current operating period.

The Company is not subject to any capital requirements.

10. Subsequent events

Stock options granted

Subsequent to February 29, 2024, 11,245,000 stock options with an exercise price of \$0.20 per common share and an expiry date of March 14, 2029 were granted to directors, officers and consultants of the Company.