IC CAPITALIGHT CORP.

Unaudited Condensed Interim Consolidated Financial Statements

For the nine and three months ended September 30, 2022, and 2021

Expressed in Canadian Dollars

In accordance with National Instrument 51-102, the Company discloses that its auditors have not reviewed these unaudited condensed interim consolidated financial statements.

IC Capitalight Corp.
Condensed Interim Consolidated Statements of Financial Position
Expressed in CAD Dollars

	September 30, 2022	December 31, 2021
Assets		
Current assets:		
Cash and cash equivalents	$ 2,248,424	$ 422,719
Accounts receivable (note 5)	4,484	10,630
Amounts receivable (note 17)	137,374	50,067
Debenture income receivable (note 6)	-	57,317
Investments held for trading (note 6)	83,912	-
Prepaid expenses	35,093	18,669
Total current assets	2,509,287	559,402
Investments (note 6)	-	2,867,896
Property, plant, and equipment (note 7)	1,468	1
Intangible asset (note 8)	54,894	-
Goodwill (note 8)	207,264	-
Total Assets	$ 2,772,913	$ 3,427,299
Liabilities		
Current liabilities:		
Accounts payable and accrued liabilities (note 17)	331,300	624,255
Short-term debt (note 9)	40,000	282,342
Deferred revenue (note 10)	138,956	162,378
Deferred debenture obligation (note 11)	330,000	330,000
Deferred flow-through obligation (note 12)	8,547	45,941
Total current liabilities	848,803	1,444,916
Long-term debt (note 9)	-	-
Total Liabilities	848,803	1,444,916
Shareholders' Equity		
Share capital (note 13)	8,634,626	8,467,799
Contributed surplus	1,110,894	977,041
Accumulated deficit	(7,821,410)	(7,462,457)
Total Shareholders' Equity	1,924,110	1,982,383
Total Liabilities and Shareholders' Equity	$ 2,772,913	$ 3,427,299

IC Capitalight Corp.
Condensed Interim Consolidated Statements of Operations and Comprehensive Income (Loss)
Expressed in CAD Dollars

	Nine months ended September 30, 2022	Nine months ended September 30, 2021	Three months ended September 30, 2022	Three months ended September 30, 2021
Revenues				
Research revenues	$ 519,586	$ 296,750	$ 185,842	$ 102,733
Consulting revenues	27,900	11,137	-	-
Total Revenues	$ 547,486	$ 307,887	$ 185,842	$ 102,733
Expenses				
Research business expenses (note 16)	539,055	423,383	213,134	139,223
Exploration and evaluation expenses (notes 8)	5,803	561	5,720	-
General and administrative expenses (note 16)	458,795	273,666	80,072	80,007
Depreciation (note 7)	293	-	(4,596)	
Amortization of brand value (note 8)	7,842	9,450	7,842	3,150
Interest (income)	(10)	-	(10)	-
Interest expense	310,672	296	21,319	173
Share-based compensation (notes 15 and 17)	113,108	95,570	113,108	-
Accretion (note 9)	204,969	22,230	32,930	7,562
Loss on remeasurement of credit facility (note 9)	55,499	-	-	-
Flow through obligation (note 12)	11,825	-	11,825	
Foreign exchange loss	(1,754)	2,272	(2,793)	2,236
Total expenses	1,706,097	827,428	478,551	232,351
Net loss before other income	(1,158,611)	(519,541)	(292,709)	(129,618)
Investments income (note 6)	63,690	145,525	7,619	48,598
Realized gain on sale of mineral property (note 7)	-	459,999	-	-
Realized gain on investments (note 6)	1,403,517	107,500	1,403,517	107,500
Unrealized gain on investments (note 6)	(667,549)	497,393	(1,327,239)	(16,842)
Net income (loss) and comprehensive income (loss)	$ (358,953)	$ 690,876	$ (208,812)	$ 9,638
Weighted-average common shares (basic)	90,815,778	88,341,228	92,215,744	89,649,915
Net income (loss) per common shares (basic)	$ (0.00)	$ 0.01	$ (0.00)	$ 0.00
Weighted-average common shares (diluted)	90,815,778	92,352,536	92,215,744	94,247,168
Net income (loss) per common shares (basic)	$ (0.00)	$ 0.01	$ (0.00)	$ 0.00

The accompanying notes are integral to these condensed interim consolidated financial statements.

IC Capitalight Corp.
Condensed Interim Consolidated Statements of Changes in Shareholders' Equity
Expressed in CAD Dollars

	Shares Outstanding	Share Capital	Contributed Surplus	Accumulated Deficit	Total Equity
Balance as of December 31, 2020	86,247,436	$ 8,216,854	$ 746,885	$ (7,628,006)	$ 1,335,733
Shares issued for settlement of debt (note 13)	3,402,479	221,161	-	-	221,161
Stock options granted under long-term incentive plan (note 15)	-	-	95,570	-	95,570
Restricted share units expensed over vesting period (note 15)	-	-	139,610	-	139,610
Net income for the period	-	-	-	690,876	690,876
Balance as of September 30, 2021	89,649,915	$ 8,438,015	$ 982,065	$ (6,937,130)	$ 2,482,950
Shares issued for settlement of debt (note 13)	-	(34,024)	-	-	(34,024)
Reclassification of flow through premium to equity (note 12)	-	21,500	-	-	21,500
Warrants issued for credit facility (note 14)	-	-	77,533	-	77,533
Stock options granted under long-term incentive plan (note 15)	-	-	(14,870)	-	(14,870)
Shares issued for conversion of restricted share units (note 15)	769,231	42,308	(42,308)	-	-
Restricted share units expensed over vesting period (note 15)	-	-	(25,379)	-	(25,379)
Net income for the period	-	-	-	(525,327)	(525,327)
Balance as of December 31, 2021	90,419,146	$ 8,467,799	$ 977,041	$ (7,462,457)	$ 1,982,383
Warrants issued for credit facility (note 14)	-	-	20,745	-	20,745
Shares issued for settlement of debt	2,566,569	166,827	-	-	166,827
Stock options granted under long-term incentive plan	-	-	113,108	-	113,108
Net income for the period	-	-	-	(358,953)	(358,953)
Balance as of September 30, 2022	92,985,715	$ 8,634,626	$ 1,110,894	$ (7,821,410)	$ 1,924,110

The accompanying notes are integral to these condensed interim consolidated financial statements.

IC Capitalight Corp.
Condensed Interim Consolidated Statements of Cash Flows
Expressed in CAD Dollars

	Nine months ended September 30, 2022	Nine months ended September 30, 2021
Operating activities		
Net income (loss) for the period	$ (358,953)	$ 690,876
Add (deduct) items not affecting cash:		
Accretion	204,969	22,230
Loss on remeasurement of credit facility	55,499	-
Depreciation	293	-
Amortization of brand value	7,842	9,450
Share-based compensation for stock options	113,108	95,570
Share-based compensation for RSUs	-	139,610
Realized gain on investments	(1,403,517)	-
Realized gain on mineral property	-	(459,999)
Unrealized gain on investments	667,549	(497,393)
Subtotal	(713,210)	344
Change in non-cash working capital balances:		
(Increase) decrease in accounts and amounts receivable	(23,844)	44,255
(Increase) decrease in prepaid expenses	(16,424)	5,430
Increase (decrease) in accounts payable and accrued liabilities	(126,128)	17,803
Increase (decrease) in flow through obligation	(37,394)	-
Increase (decrease) in deferred revenue	(23,422)	(12,534)
Net cash from operating activities	$ (940,422)	$ 55,298
Investing activities		
Purchase of equipment	(1,760)	-
Acquisition of P&C	(270,000)	-
Disposition of debentures	3,519,953	-
Disposition of mineral property	-	100,000
Disposition of common shares	-	47,350
Net cash from investing activities	$ 3,248,193	$ 147,350
Financing activities		
Net proceeds from short-term debt	(482,066)	-
Net cash from financing activities	$ (482,066)	$ -
Net increase (decrease) in cash and cash equivalents	1,825,705	202,648
Cash and cash equivalents, beginning of period	422,719	76,176
Cash and cash equivalents, end of period	$ 2,248,424	$ 278,824

The accompanying notes are integral to these condensed interim consolidated financial statements.

1. Nature of Operations

IC Capitalight Corp. (the “Company”) is incorporated under the British Columbia Business Corporations Act and has a fiscal year-end of December 31. The Company’s registered office is at 2200 HSBC Building, 885 West Georgia Street, Vancouver, BC, V6C 3E8.

Capitalight is a merchant bank that pursues value-based investment opportunities in accordance with its investment policies. Business investments consist of Capitalight Research Inc. (“Capitalight Research”), a wholly owned subsidiary that publishes proprietary subscription-based research focused on (1) equity technical analysis, (2) gold, silver, and critical metals sectors, and (3) bonds and economics. Capitalight Research generates recurring revenues and is expected to generate positive operating cash flows. Mineral exploration investments consist of the exploration and evaluation stage Blue Lake Cu-Ni-Pt-Pd property near Schefferville, Quebec. Investments held for trading consist of the equities of a gold exploration company.

The Company does not pay dividends and is unlikely to do so in the immediate or foreseeable future.

These condensed interim consolidated financial statements were approved by the Board of Directors on November 29, 2022.

2. Basis of Presentation

Statement of compliance with IFRS

These condensed interim consolidated financial statements have been prepared in accordance and comply with International Accounting Standard 34 Interim Financial Reporting (“IAS 34”) using accounting principles consistent with International Financial Reporting Standards (“IFRS”) as issued by the International Accounting Standards Board (“IASB”) and interpretations issued by the IFRS Interpretations Committee (“IFRIC”). The accounting policies adopted are consistent with those of the previous financial year and the corresponding interim reporting period. Furthermore, the information on accounting standards effective in future periods and not yet adopted remains unchanged from that disclosed in the annual financial statements.

These condensed interim consolidated financial statements should be read in conjunction with the Company’s audited consolidated financial statements for the years ended December 31, 2021 and 2020, including the accounting policies and notes thereto, which were prepared in accordance with IFRS.

These condensed interim consolidated financial statements follow the same accounting policies and methods of their application as the audited consolidated financial statements for the years ended December 31, 2021 and 2020.

Basis of measurement

These condensed interim consolidated financial statements have been prepared under the historical cost basis except for certain financial instruments that are measured at fair values, as explained in the accounting policies below.

Going Concern Assumption

The accompanying consolidated financial statements have been prepared on the basis of a going concern, which contemplates the realization of assets and liquidation of liabilities in the normal course of business.

As of September 30, 2022, the Company had an accumulated deficit of $7,821,410 (December 31, 2021: deficit of $7,462,457). As such, conditions exist that may cast significant doubt regarding the Company's ability to continue as a going concern.

In assessing whether the going concern assumption is appropriate, management considers all available information about the future, which is at least, but not limited to, twelve months from the end of the reporting period. The Company's ability to continue operations is dependent on management's ability to manage its working capital and secure additional financing. Although management has been successful at securing additional financing in the past, there can be no assurance it will be able to do so in the future. These conditions may cast significant doubt about the Company’s ability to continue as a going concern. These condensed interim consolidated financial statements do not give effect to adjustments that would be necessary should the Company be unable to continue as a going concern and therefore need to realize its assets and liquidate its liabilities and commitments in other than the normal course of business and at amounts different from those in the accompanying condensed interim consolidated financial statements. These adjustments could be material.

2. Basis of Presentation (continued)

Basis of consolidation

The Company owns 100% of Capitalight Research Inc., which was acquired on October 2, 2019. Capitalight Research was incorporated on January 31, 2017, pursuant to the laws of the Province of Ontario.

These condensed interim consolidated financial statements include the financial position, results of operation and cash flows of the Company and Capitalight Research, its wholly owned subsidiary. Intercompany balances, transactions, income, expenses, profits and losses, including gains and losses relating to the subsidiary have been eliminated on consolidation.

3. Significant Judgments, Estimates and Assumptions

To prepare consolidated financial statements in conformity with IFRS, the Company must make estimates, judgements and assumptions concerning the future that affect the carrying values of assets and liabilities as of the date of the consolidated financial statements and the reported values of revenues and expenses during the reporting period. By their nature, these are uncertain and actual outcomes could differ from the estimates, judgments and assumptions.

The impacts of such estimates are pervasive throughout the consolidated 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 also in future periods when the revision affects both current and future periods. Significant accounting judgments, estimates and assumptions are reviewed on an ongoing basis.

The areas involving significant judgments, estimates and assumptions are as follows:

> *Going concern:* The preparation of the consolidated financial statements requires management to make judgments and estimates regarding the ability to continue as a going concern.
>
> *Impairment:* The preparation of the consolidated financial statements requires management to make judgments and estimates regarding cash flows and discount rates regarding the impairment of the fair value of financial assets carried at amortized costs and goodwill and intangible assets.
>
> *Fair value of private investments (level 3):* The preparation of the consolidated financial statements requires management to make judgments regarding the fair value of the private company investments held by the Company. Where the fair values of investments cannot be derived from active markets, they are determined using a variety of valuation techniques. The inputs to these models are derived from observable market data where possible, but where observable market data are not available, management's judgment is required to establish fair values.

Uncertainty due to the Covid-19 Pandemic

The impact of COVID-19 on the Company has been limited since did it does not have any active exploration programs and construction activities. Certain of our directors, officers, employees and consultants have been indirectly impacted by intermittent lockdowns that have been imposed in Canada. The Company has tried to incorporate the impact COVID-19 outbreaks and intermittent lockdowns into its business operations. It is not possible for the Company to predict the duration or magnitude of adverse impacts from further outbreaks and predict the effects on the Company's business or results of operations.

The duration and full financial effect of the COVID-19 pandemic is unknown at this time, as are the measures taken by governments, the Company or others related to the COVID-19 pandemic. Any estimate of the length and severity of these developments is therefore subject to significant uncertainty, and accordingly estimates of the extent to which the COVID-19 pandemic may materially and adversely affect the Company's operations, financial results and condition in future periods are also subject to significant uncertainty.

Inputs and assumptions relate to, among other things, interest rates, foreign exchange rates, cost of capital, commodity prices, and the amount and timing of future cash flows, while accounting judgments take into consideration the business and economic uncertainties related to the COVID-19 pandemic and the future response of governments, the Company and others to those uncertainties. In the current environment, the inputs and assumptions and judgements are subject to greater variability than normal, which could in the future significantly affect judgments, estimates and assumptions made by management as they relate to potential impact of the COVID-19 pandemic on various financial accounts and note disclosures and could lead to a material adjustment to the carrying value of the assets or liabilities affected. The impact of current uncertainty on judgments, estimates and assumptions includes the Company's valuation of the long-term assets (including the assessment for impairment and impairment reversal), estimation of reclamation provisions, estimation of income and taxes. Actual results may differ materially from these estimates.

4. Business Acquisition

On February 16, 2022, the Company's wholly owned subsidiary, Capitalight Research Inc., completed the acquisition of all the business assets of Phases & Cycles Inc. ("P&C"), a private corporation that publishes subscription-based market research, in return for a cash consideration of $270,000 (the "Transaction"). The primary reason for the acquisition was an expansion of Capitalight Research's subscription-based research business.

The acquisition of P&C meets the definition of a business; therefore, the transaction is treated using the acquisition method under IFRS 3 *Business Combinations*. The Company was deemed to be the acquirer and P&C was deemed to be the acquiree. The cost of acquisition has been allocated to the assets acquired and liabilities assumed as measured at fair value on the date of acquisition. The excess of costs of the acquisition over the net assets acquired and liabilities assumed has been recognized as intangible assets representing the value of the P&C brand and goodwill.

	Totals
Cost of Acquisition	$ 270,000
Amounts receivable	$ 42,737
Prepaid expenses	5,746
Accounts payable and accrued liabilities	(1,025)
Deferred revenues	(47,458)
Subtotal	$ -
Recognition of brand value	62,736
Recognition of goodwill	207,264
Impairment	-
Net assets acquired and liabilities assumed	$ 270,000

The cost of acquisition allocation and fair values are provisional and may change as more information becomes available. Acquisition related costs totaling $6,172 were expensed as legal and professional fees in the consolidated statement of profit and loss.

On February 16, 2022, the Company recognized goodwill upon the business acquisition of Phases and Cycles and is primarily related to personnel and future growth. None of the goodwill arising from the acquisition is deductible for tax purposes. Goodwill is tested for impairment immediately upon acquisition and at the end of each reporting date using the value-in-use valuation model. The key assumptions are those related to discount rates and revenue growth rates. The model used revenue growth rates of 5% to 20% and a long-term growth rate of 2.0%. The after-tax weighted average cost of capital was determined to be 17% (pre-tax of 23%) and is based on a risk-free rate, an equity premium adjusted for betas of comparable publicly traded companies, an unsystematic risk premium, an after-tax cost of debt based on the capital structure of publicly traded companies.

On February 16, 2022, the Company recognized the value of the Phases and Cycles brand, which was determined using a 6% relief from royalty valuation model that will be amortized over a period of five years. The key assumptions used in the value in use are those related to discount rates and revenue growth rates. The values of these assumptions reflect prior experience. The after-tax weighted average cost of capital was determined to be 17% (pre-tax of 23%) and is based on a risk-free rate, an equity premium adjusted for betas of comparable publicly traded companies, an unsystematic risk premium, an after-tax cost of debt based on the capital structure of publicly traded companies.

Since February 16, 2022, the P&C acquisition contributed revenues of $100,385 to consolidated revenues from the date of acquisition to September 30, 2022. If the acquisition had occurred on January 1, 2022, management estimates the P&C contribution would have been approximately $131,942 to consolidated revenues.

5. Accounts Receivable

	September 30, 2022	December 31, 2021
Current	$ 3,665	$ 2,444
1 - 30 days past due	-	8,806
31 – 60 days past due	299	-
61 – 90 days past due	86	-
> 90 days past due	1,054	-
Subtotal	5,104	11,250
Lifetime expected credit losses	(620)	(620)
Ending balance	$ 4,484	$ 10,630

All categories of receivables are required to have a provision, even when they are not past due. The following is the provision matrix used to determine the lifetime expected credit losses:

	Current	1-30 days	31-60 days	61-90 days	>90 days
Default rate	1%	3%	9%	15%	20%

The following is the movement in lifetime expected credit losses:

	Movement in Lifetime Credit Losses
Balance as of December 31, 2020	$ 620
Loss allowance remeasurement	-
Balance as of December 31, 2021	$ 620
Loss allowance remeasurement	-
Balance as of September 30, 2022	$ 620

6. Investments

As of September 30, 2022, the investment portfolio consisted of:

- 409,333 common shares of Prospector Metals Corp. (TSXV: PPP) with a market value of $83,912 based on the closing price that were held for trading.

	As at December 31, 2021	Purchases (Non-Cash)	Purchases (Cash)	Net Proceeds	Realized Gains (Losses)	Unrealized Gains (Losses)	As at September 30, 2022
Common shares	$ 442,294	$ -	$ -	$ -	$ -	$ (358,382)	$ 83,912
Debentures	2,425,602	-	-	(3,519,952)	1,403,517	(309,167)	0
Total	$ 2,867,896	$ -	$ -	$ (3,519,952)	$ 1,403,517	$ (667,549)	$ 83,912

On July 19, 2022, the Company disposed of Stone debentures for gross proceeds of $3,519,952 that included a payment of $183,625 used for the reimbursement of legal expenses and realized a gain of $1,403,517 on the investment.

Fair value hierarchy

	Level 1	Level 2	Level 3	As at September 30, 2022
Common shares	$ 83,912	$ -	$ -	$ 83,912
Debentures	-	0	-	0
Total	$ 83,912	$ 0	$ -	$ 83,912

7. Property, Plant and Equipment

	Property	Equipment	Total
Balance, December 31, 2020	$ 2	$ -	$ 2
Dispositions	(1)	-	(1)
Balance, December 31, 2021	$ 1	$ -	$ 1
Additions	-	1,760	1,760
Depreciation	-	(293)	(293)
Balance as of September 30, 2022	$ 1	$ 1,467	$ 1,468

Blue Lake Property (Cu-Ni-Pt-Pd)

On June 30, 2008, the Company entered into an option agreement to earn a 100% interest in the Blue Lake (formerly the Retty Lake Property) copper-nickel-PGM exploration property, which is located northeast of Schefferville, Quebec. On February 12, 2013, the Company completed the earn-in by completing a 2,377-line km VTEM and a 1,767-line km ProspecTEM airborne survey, which showed anomalous EM responses in the region of the historic Blue Lake mineral deposit (this historic deposit is hosted on claims not held by the Company). These claims are subject to a 3% net smelter return royalty ("NSR"), which is subject to a buy-back right to repurchase the NSR for $3,000,000 and a 30-day right-of-first-refusal by the Company to acquire all or part of the NSR on the same terms and conditions as set out in a notice provided to the Company by the holder (the "NSR ROFR"). In 2014, after obtaining additional VTEM airborne and Pt-Pd sampling data from Anglo American Exploration (Canada), the Company staked the Blue Lake South property to the southeast of the historic Blue Lake mineral deposit. During the year ended December 31, 2017, the Company elected to write-down the carrying value of the Blue Lake claims to $1 and most of the Blue Lake South claims were allowed to lapse. On July 21, 2020, the Company announced it staked 194 high priority claims in the Blue Lake South area and renamed all of the claims as the Blue Lake Property. As of September 30, 2022, the Blue Lake Property consisted of 263 claims covering 12,724 hectares.

8. Goodwill and Intangible Assets

On February 16, 2022, the Company recognized goodwill upon the business acquisition of Phases and Cycles and is primarily related to personnel and future growth. None of the goodwill arising from the acquisition is deductible for tax purposes. Goodwill is tested for impairment immediately upon acquisition and at the end of each reporting date using the value-in-use valuation model. The key assumptions are those related to discount rates and revenue growth rates. The model used revenue growth rates of 5% to 20% and a long-term growth rate of 2.0%. The after-tax weighted average cost of capital was determined to be 17% (pre-tax of 23%) and is based on a risk-free rate, an equity premium adjusted for betas of comparable publicly traded companies, an unsystematic risk premium, an after-tax cost of debt based on the capital structure of publicly traded companies.

	Movement in Goodwill
Balance as of December 31, 2020	$ 189,000
Impairment	(189,000)
Balance as of December 31, 2021	$ -
Recognition on acquisition of P&C	207,264
Balance as of September 30, 2022	$ 207,264

On February 16, 20220, the Company recognized the value of the Phases and Cycles brand, which was determined using a 6% relief from royalty valuation model that will be amortized over a period of five years. The key assumptions used in the value in use are those related to discount rates and revenue growth rates. The values of these assumptions reflect prior experience. The after-tax weighted average cost of capital was determined to be 17% (pre-tax of 23%) and is based on a risk-free rate, an equity premium adjusted for betas of comparable publicly traded companies, an unsystematic risk premium, an after-tax cost of debt based on the capital structure of publicly traded companies.

During the nine months ended September 30, 2022, the Company recognized brand value amortization of $7,842.

	Movement in Brand Value
Balance as of December 31, 2020	$ 50,400
Amortization	(12,600)
Impairment	(37,800)
Balance as of December 31, 2021	$ -
Recognition on acquisition of P&C	62,736
Amortization	(7,842)
Balance as of September 30, 2022	$ 54,894

9. Short-Term and Long-Term Debt

Credit facility

On December 23, 2021, the Company secured a non-revolving $5,250,000 standby credit facility (the "Credit Facility") whereby the Company could make drawdowns until December 23, 2022 subject to interest and early repayment fees. The initial drawdown of $482,065 on December 23, 2021 resulted in the issuance of 1,000,000 common share purchase warrants exercisable at a price of $0.08 per share for a period of 5 years, which were valued at $77,533. Based on the original assumption that drawdowns will be repaid on or about December 23, 2022, the credit facility debt was measured at amortized cost and the initial fair value was determined to be the present value of the repayments at an effective discount rate of 64.5%. The second drawdown of $278,640 on February 18, 2022 resulted in the issuance of 306,504 common share purchase warrants exercisable at a price of $0.07 per share for a period of 5 years, which were valued at $20,745.

On May 1, 2022, the Company provided an Advance Period termination notice to the lender and the Credit Facility was terminated and fully repaid on July 21, 2022.

During the nine months ended September 30, 2022, the Company incurred interest and early repayment fees of $310,072, recognized accretion of $204,969 (2021: $nil), and recognized a loss on remeasurement of $55,499 through profit and loss.

CEBA

The Company's subsidiary Capitalight Research Inc. has a Canada Emergency Business Account (CEBA), which has loan forgiveness provisions whereby 25% of the loan principal will be forgiven if 75% of the loan principal is repaid prior to December 31, 2023. The loan principal is not subject to any interest until after December 31, 2023. Under the loan, the Company has previously withdrawn $40,000 and intends to repay the loan principal. As of September 30, 2022, the had a carrying balance of $40,000 (December 31, 2021: $40,000).

10. Deferred Revenue

Deferred revenues arise from the sale of annual subscriptions to the Company's research products. The deferred revenues are expected to be recognized into revenues over the next twelve months.

	Movement in Deferred Revenues
Balance as of December 31, 2020	$ 134,692
Deferred revenue recognized into revenue where performance obligations have been completed	(134,692)
Additions to deferred revenue where performance obligations have not been completed	162,378
Balance as of December 31, 2021	$ 162,378
Deferred revenue recognized into revenue where performance obligations have been completed	(197,020)
Additions to deferred revenue where performance obligations have not been completed	173,598
Balance as of September 30, 2022	$ 138,956

11. Deferred Debenture Obligation

On March 30, 2020, pursuant to a purchase agreement for Stone debentures, the Company recognized a deferred payment of $330,000 due to the vendor upon maturity of the debentures, which was expected to occur on December 28, 2021. The deferred obligation was originally measured at amortized cost and the initial fair value was calculated as the present value of the obligation based on a discount rate of 10%. On December 28, 2021, Stone defaulted on the maturity. Since the purchase agreement did not foresee a maturity default event, the obligation will be treated as an on-demand obligation until settled with the vendor.

	Movement in Deferred Obligation
Balance as of December 31, 2020	$ 300,000
Accretion of deferred obligation	30,000
Balance as of December 31, 2021	$ 330,000
Accretion of deferred obligation	-
Balance as of September 30, 2022	$ 330,000

12. Deferred Flow-Through Obligation

On October 2, 2019, the Company issued flow-through shares to eligible Canadian taxpayer subscribers that included a contractual commitment for the Company to incur $86,000 in eligible Canadian Exploration Expenditures (“CEEs”) by December 31, 2020 as per the provisions of the Income Tax Act of Canada. The CEEs were renounced as a tax credit to the flow-through share subscribers on December 31, 2019. To help alleviate issues relating to COVID-19, the Department of Finance Canada announced a proposal in July 2020 that it would extend the timelines for incurring eligible expenses applicable to Issuers of flow-through shares renounced using the look-back rule in 2019 and 2020 by twelve months. The Company did not incur any flow-through eligible expenditures in 2019, 2020 or 2021. On December 31, 2021, the Company recorded a provision of $45,941 for the indemnification obligation to subscribers of flow-through shares for the additional taxes payable related to the CEE renunciation shortfall.

During the nine months ended September 30, 2022, the Company increased the provision by $11,825 and completed settlements of $49,219.

13. Share Capital

The Company’s common shares have no par value and an authorized share capital of an unlimited number of common shares. As of September 30, 2022, the Company had 92,985,715 common shares issued and outstanding (December 31, 2021: 90,419,146).

Shares issued during the nine months ended September 30, 2022

On July 29, 2022, the Company completed a share for debt settlement whereby 2,566,569 common shares were issued to settle debt totaling $166,827.

14. Warrants

The Black-Scholes option valuation model is used by the Company to determine the fair value of common share purchase warrants based on the market price, the exercise price, compound risk free interest rate, annualized volatility and number of periods until expiration. Each warrant entitles the holder to purchase one common share of the Company at the respective exercise price prior to or on the respective expiration date.

As of September 30, 2022, the Company had 1,639,837 common share purchase warrants issued and outstanding (December 31, 2021: 1,333,333) with a weighted average expiration of 3.42 years (December 31, 2021: 3.95) which are exercisable into 1,639,837 common shares (December 31, 2021: 1,333,333) at a weighted average exercise price of $0.077 (December 31, 2021: $0.079).

Issued Date	Expiration Date	Exercise Price	As at December 31, 2021	Issued	Cancelled	Exercised	As at September 30, 2022
November 3, 2020	November 3, 2022	$ 0.075	333,333	-	-	-	333,333
December 23, 2021	December 23, 2026	$ 0.080	1,000,000	-	-	-	1,000,000
February 18, 2022	February 18, 2027	$ 0.070	-	306,504	-	-	306,504
Totals			1,333,333	306,504	-	-	1,639,837

Warrants issued during the nine months ended September 30, 2022

On February 18, 2022, in relation to the second drawdown from the credit facility, the Company granted 306,504 common share purchase warrants exercisable at a price of $0.07 per share for a period of 5 years. The warrants vested immediately and were valued at $20,745 using the Black-Scholes valuation model based on a risk-free rate of 1.75%, expected term of 5 years and volatility of 189%.

15. Long-term Incentive Plan

The Company's long term incentive plan (the "LTIP plan") is restricted to a maximum of 10% of the issued and outstanding common shares. Under the LTIP plan, the Company may grant securities-based incentives including stock options and restricted share units ("RSUs") to directors, officers, employees, and consultants. The Board of Directors administers the plan and determines the vesting and terms of each grant.

Stock Options

The Company determined the fair value of stock options using the Black-Scholes option valuation model, which has several inputs including the market price, the exercise price, compound risk free interest rate, annualized volatility and the number of periods until expiration. The fair value is expensed over the vesting period. Each stock option entitles the holder to purchase common shares of the Company at the respective exercise price prior to, or on, its expiration date.

As of September 30, 2022, the Company had 6,000,000 stock options issued and outstanding (December 31, 2021: 4,200,000) with a weighted average expiration of 3.34 years (December 31, 2021: 3.47 years) which are exercisable into 6,000,000 common shares (December 31, 2021: 4,200,000) at a weighted average exercise price of $0.058 (December 31, 2021: $0.055). All stock options that are outstanding vested on their grant date.

Award and Vesting Date	Expiration Date	Exercise Price	As at December 31, 2021	Awarded	Cancelled	Exercised	As at September 30, 2022
January 24, 2020	January 24, 2025	$ 0.050	2,700,000	-	-	-	2,700,000
February 12, 2021	February 12, 2026	$ 0.065	1,500,000	-	-	-	1,500,000
July 29, 2022	July 29, 2027	$ 0.065	-	1,800,000	-	-	1,800,000
Totals			4,200,000	1,800,000	-	-	6,000,000

Options issued during the nine months ended September 30, 2022

On July 29, 2022, the Company granted 1,800,000 stock options under the LTIP. Each option is exercisable for a period of 5 years and has an exercise price of $0.065.

Restricted share units (RSUs)

The fair value of RSUs is based on the grant-day intrinsic value of the shares that are expected to vest by the vesting date. Each RSU entitles the holder to receive one common share of the company prior to, or on, its expiration date subject to achieving the performance criterion ("milestone") prior to, or on, its vesting date. The fair value is expensed over the vesting period and is subject to remeasurement at the end of each reporting period based on the probability of achieving the milestone and adjustments for potential forfeitures.

As of September 30, 2022, the Company had 1,769,232 RSUs issued and outstanding (December 31, 2021: 1,769,232) with a weighted average expiration of 1.52 years (December 31, 2021: 2.26) which entitle the holders to receive 1,769,232 common shares (December 31, 2021: 1,769,232) for no additional consideration subject to satisfying the vesting conditions.

Award Date	Vesting Date	Expiration Date	As at December 31, 2021	Awarded	Cancelled	Converted	As at September 30, 2022
Vested RSUs							
February 12, 2021	February 28, 2021	December 31, 2023	1,207,692	-	-	-	1,207,692
February 12, 2021	December 31, 2021	December 31, 2023	100,000	-	-	-	100,000
Unvested RSUs - Milestone vesting condition							
June 10, 2021	December 31, 2023	December 31, 2024	461,540	-	-	-	461,540
Totals			1,769,232	-	-	-	1,769,232

16. Segmented Reporting

The Company has three operating segments, consisting of the research business, mineral exploration properties and securities investments. All of the Company assets are held in Canada. The Company's President and Chief Executive Officer and Chief Financial Officer are the operating decision-makers and direct the allocation of resources to its segments.

The following is the segmented information by operating segments:

	Nine months ended September 30, 2022	Nine months ended September 30, 2021	Three months ended September 30, 2022	Three months ended September 30, 2021
Research business segment				
Research revenues	$ 519,586	$ 296,750	$ 185,842	$ 102,733
Research expenses				
Payroll and benefits	231,055	212,877	45,038	74,478
Consultants and services	154,089	107,774	41,542	40,204
Share-based compensation	-	61,110	-	7,810
Office and administrative	72,273	19,068	26,180	5,776
Sales and marketing	36,356	-	22,012	-
Rent	13,557	-	13,557	-
Professional and legal fees	11,126	-	-	-
Travel expenses	11,742	1,538	3,940	1,233
Bad debts	8,857	21,016	3,646	9,722
Amortization of brand value	7,842	9,450	3,137	3,150
Depreciation	293	-	110	-
Total research expenses	547,190	432,833	159,162	142,373
Research business segment income (loss)	(27,604)	(136,083)	26,680	(39,640)
Exploration properties segment				
Realized gain on sale of mineral property	-	459,999	-	-
Exploration and evaluation expenses				
Mineral claim renewal fees	5,803	561	5,720	-
Total exploration and evaluation expenses	5,803	561	5,720	-
Exploration properties segment income (loss)	(5,803)	459,438	(5,720)	-
Investment segment				
Consulting revenues	27,900	11,137	-	-
Realized gain on investments	1,403,517	107,500	1,403,517	107,500
Unrealized gain on investments	(667,549)	497,393	(1,327,239)	(16,842)
Investments income	63,690	145,525	7,619	48,598
Total investment segment income (loss)	827,558	761,555	83,897	139,256
Total segments income (loss)	794,151	1,084,910	104,857	99,616
General and administrative expenses				
Consulting fees	210,805	169,800	80,050	52,950
Professional and legal fees	205,498	63,139	29,409	17,054
Office and administrative	24,372	3,849	10,081	1,630
Public filing fees	15,557	16,148	15,557	2,043
Insurance expenses	2,563	5,430	2,194	1,230
Rent	-	15,300	-	5,100
Total general and administrative expenses	458,795	273,666	137,291	80,007
Interest (income)	(10)		(10)	
Interest expense	310,672	296	21,319	173
Accretion	204,969	22,230	32,930	7,562
Share-based compensation	113,108	95,570	113,108	-
Flow through obligation	11,825	-	11,825	-
Loss on remeasurement of credit facility	55,499	-	-	-
Foreign exchange (gain) loss	(1,754)	2,272	(2,793)	2,236
Net income (loss) and comprehensive income (loss)	$ (358,953)	$ 690,876	$ (208,813)	$ 9,638

17. Related Party Transactions and Balances

Parties are related if one party has the direct or indirect ability to control or exercise significant influence over the other party in making operating and financial decisions. Parties are also related if they are subject to common control or common significant influence. Other related parties include companies controlled by key management personnel. Key management personnel are composed of the Board of Directors, Chief Executive Officer and Chief Financial Officer of the Company.

A transaction is considered a related party transaction when there is a transfer of economic resources or financial obligations between related parties. Related party transactions that are in the normal course of business and have commercial substance are measured at the fair value. Balances and transactions between the Company and its wholly owned subsidiary, which is a related party of the Company, have been eliminated and are not disclosed in this note.

The following key management related party transactions occurred during the following reporting periods:

	Nine months ended September 30, 2022	Nine months ended September 30, 2021	Three months ended September 30, 2022	Three months ended September 30, 2021
Management consulting fees	$ 210,805	$ 169,800	$ 80,050	$ 52,950
Professional and legal fees	18,450	16,200	$ 6,750	5,400
Share-based compensation	87,973	57,342	$ 87,973	-
Total	$ 317,228	$ 243,342	$ 174,773	$ 121,842

The following key management related party balances existed as of September 30, 2022, and December 31, 2021:

	As of September 30, 2022	As of December 31, 2021
Accounts payable and accrued liabilities due to companies controlled by key management	$ 132,520	$ 157,308
Amounts receivable from companies controlled by key management	$ 19,375	$ 14,500

18. Capital Management

There were no changes in the Company's approach to capital management during the nine months ended September 30, 2022.

The Company's investment policy is to invest excess cash in very low risk financial instruments such as term deposits or by holding funds in high yield savings accounts with major Canadian banks and to provide shareholders with long-term capital growth by investing in a portfolio of undervalued companies, assets, or equity investment vehicles in the subscription research, mineral exploration and asset management sectors of the North American market, but may also include investments in other sectors.

The Company is not subject to any externally imposed capital requirements.

The Company is generating revenues from the research business but has not generated any revenues from mineral property interests, which are still in the exploration & evaluation stage. To date, the Company has funded its operations by raising equity. To minimize liquidity risk, the Company implemented an operating budget for the research business and limited discretionary expenditures related to the exploration property.

The Company manages its capital structure (consisting of shareholders' equity) on an ongoing basis and in response to changes in economic conditions and risk characteristics of its underlying assets. Changes to the capital structure could involve the issuance of new equity, obtaining working capital loans, issuing debt, the acquisition or disposition of assets, or adjustments to the amounts held in cash, cash equivalents and investments.

Capital resource analysis

As of September 30, 2022, the Company had a working capital surplus of $1,660,484 (December 31, 2021: deficiency of $885,514).

The Company may choose to raise additional capital by issuing new equity, obtaining working capital loans, or construction financing. While the Company has been successful in obtaining funding in the past, there is no assurance that future financings will be available on terms acceptable to the Company. Based on management's assessment of its past ability to obtain required funding, the Company believes it will be able to satisfy its current and long-term obligations as they come due.

19. Financial Instruments and Risk Management

Financial instruments are exposed to certain financial risks, which may include liquidity risk, credit risk, interest rate risk, commodity price risk, and currency risk:

Liquidity risk

Liquidity risk is the risk that the Company will not be able to meet its obligations associated with financial liabilities. Liquidity risk arises from the Company's financial obligations and in the management of its assets, liabilities and capital structure.

In managing liquidity, the Company's primary objective is to ensure the entity can continue as a going concern while obtaining sufficient funding to meet its obligations as they come due. The Company manages this risk by regularly evaluating its liquid financial resources to fund current and long-term obligations and to meet its capital commitments in a cost-effective manner. The main factors that affect liquidity include working capital requirements, capital-expenditure requirements, and equity capital market conditions. The Company's liquidity requirements are met through a variety of sources, including cash and cash equivalents and equity capital markets.

As of September 30, 2022, the Company was not exposed to liquidity risk since it had a cash and cash equivalents balance of $2,248,424 (December 31, 2021: $422,719) to settle current liabilities of $848,803 (December 31, 2021: $1,444,916). Based on management's assessment of its past ability to obtain required funding, the Company believes that it will be able to satisfy its current and long-term obligations as they come due. The Company has disclosed in Note 2 to these consolidated financial statements the existence of circumstances which may cast significant doubt on its ability to continue as a going concern.

Credit risk

The Company has credit risk arising from accounts receivable from the sale of research business services to commercial customers. The Company manages this risk by reviewing the credit worthiness of material new customers, monitors customer payment performance, has weekly meetings to discuss uncollected accounts, and, where appropriate, reviews the financial condition of existing customers.

Other than accounts receivables, the Company has credit risk arising from potential of counterparty default on cash and cash equivalents held on deposit with financial institutions. The Company manages this risk by ensuring that deposits are only held with large Canadian banks and financial institutions, whereas any offshore deposits are held with reputable financial institutions.

Interest rate risk

This is the sensitivity of the fair value or of the future cash flows of a financial instrument to changes in interest rates. The Company does not have any financial assets or liabilities that are subject to variable interest rates.

Commodity price risks

This is the sensitivity of the fair value of, or of the future cash flows, from mineral assets. The Company manages this risk by monitoring mineral prices and commodity price trends to determine the appropriate timing for funding the exploration or development of its mineral assets, or for the acquisition or disposition of mineral assets. The Company does not have any mineral assets at the development or production stage carried at historical cost. The Company has expensed the acquisition and exploration costs of its exploration stage mineral assets.

Currency risk

This is the sensitivity of the fair value or of the future cash flows of financial instruments to changes in foreign exchange rates. The Company transacts with customers and suppliers in currencies other than the Canadian dollar, including the US dollar. The Company also has monetary and financial instruments that may fluctuate due to changes in foreign exchange rates.

As of September 30, 2022, the Company estimated that a 10% decrease of the CAD versus foreign exchange rates would result in a gain of $4,761 (2021: gain of $2,512).

	September 30, 2022	**December 31, 2021**
Cash and cash equivalents (USD)	$ 32,201	$ 3,801
Accounts receivable (USD and EUR)	40,911	22,652
Accounts payable and accrued liabilities (USD)	(25,502)	(1,332)
Net foreign exchange exposure	$ 47,610	$ 25,121
Impact of 10% change in foreign exchange rates	$ 4,761	$ 2,512