QUANTUM BATTERY METALS CORP.
(formerly Quantum Cobalt Corp.)

CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

FOR THE THREE MONTHS ENDED
APRIL 30, 2022 AND 2021

(Expressed in Canadian Dollars - Unaudited)

Notice of No Auditor Review of Interim Financial Statements

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 interim financial statements have not been reviewed by an auditor.

The accompanying unaudited condensed consolidated interim financial statements of the Company have been prepared by and are responsibility of the Company's management.

The Company's independent auditors have not performed a review of these condensed consolidated interim financial statements in accordance with the standards established by the Chartered Professional Accountants of Canada for a review of interim financial statements by an entity's auditors.

QUANTUM BATTERY METALS CORP. (formerly Quantum Cobalt Corp.)
Condensed Consolidated Interim Statements of Financial Position
As at April 30, 2022 and January 31, 2022
(Expressed in Canadian dollars)

		April 30, 2022		January 31, 2022
		(unaudited)		(audited)
ASSETS				
CURRENT				
Cash	$	881,025	$	17,087
Tax recoverable and other receivable (Note 6)		15,072		8,864
Prepaid expenses		5,511		5,511
		901,608		31,462
NON-CURRENT				
Exploration and evaluation assets (Note 4)		1,021,157		865,097
	$	1,922,765	$	896,559
LIABILITIES				
CURRENT				
Accounts payable and accrued liabilities (Notes 6 and 7)	$	1,163,597	$	1,035,830
Premium on flow-through shares (Note 7)		51,833		51,833
Other payable (Note 4)		500,000		500,000
Loans payable (Notes 5 and 6)		534,342		577,334
		2,249,772		2,164,997
SHAREHOLDERS' DEFICIENCY				
Share capital (Note 7)		29,696,553		27,183,718
Subscriptions received in advance (Note 7)		1,500		1,021,500
Reserves		3,739,346		3,820,514
Deficit		(33,764,406)		(33,294,170)
		(327,007)		(1,268,438)
	$	1,922,765	$	896,559

NATURE OF BUSINESS AND CONTINUING OPERATIONS (Note 1)
SUBSEQUENT EVENT (Note 11)

Approved and authorized for issue on behalf of the Board on June 28, 2022:

"Quinn Field-Dyte"	*"Andrew Sostad"*
Director	Director

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

QUANTUM BATTERY METALS CORP. (formerly Quantum Cobalt Corp.)
Condensed Consolidated Interim Statements of Loss and Comprehensive Loss
For the three months ended April 30,
(Expressed in Canadian dollars - unaudited)

	2022	2021
EXPENSES		
Advertising and promotion	$ 347,025	$ 451,470
Consulting fees	50,000	-
Interest expense (Note 5)	7,009	7,056
Investor relations	320	-
Management fees (Note 6)	50,750	17,300
Office and miscellaneous	4,605	9,238
Professional fees	9,000	9,000
Transfer agent and filing fees	5,033	12,331
	(473,742)	(506,395)
OTHER ITEM		
Foreign exchange gain	3,506	430
	3,506	430
NET LOSS AND COMPREHENSIVE LOSS FOR THE PERIOD	$ (470,236)	$ (505,965)
LOSS PER SHARE – BASIC AND DILUTED	$ (0.02)	$ (0.06)
WEIGHTED AVERAGE NUMBER OF COMMON SHARES OUTSTANDING – BASIC AND DILUTED	21,296,494	8,933,905

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

QUANTUM BATTERY METALS CORP. (formerly Quantum Cobalt Corp.)
Condensed Consolidated Interim Statements of Changes in Shareholders' Equity (Deficiency)
For the three months ended April 30, 2022 and 2021
(Expressed in Canadian dollars – unaudited)

	Common Shares		Amount		Subscriptions Received		Reserves		Deficit		Total
Balance at January 31, 2021	6,042,519	$	20,193,782	$	1,500	$	3,150,450	$	(24,877,005)	$	(1,531,273)
Shares issued for cash (Note 7)	4,166,666		550,002		-		449,998		-		1,000,000
Shares issued for acquisition of 1296991 (Notes 4 and 7)	7,000,000		6,160,000		-		-		-		6,160,000
Net loss and comprehensive loss	-		-		-		-		(505,965)		(505,965)
Balance at April 30, 2021	17,209,185	$	26,903,784	$	1,500	$	3,600,448	$	(25,382,970)	$	5,122,762
Balance at January 31, 2022	18,102,042	$	27,183,718	$	1,021,500	$	3,820,514	$	(33,294,170)	$	(1,268,438)
Shares issued for cash (Note 7)	2,280,000		771,170		(1,020,000)		368,830		-		120,000
Exercise of Warrants (Note 7)	4,166,666		1,741,665		-		(449,998)		-		1,291,667
Net loss and comprehensive loss	-		-		-		-		(470,236)		(470,236)
Balance at April 30, 2022	24,548,708	$	29,696,553	$	1,500	$	3,739,346	$	(33,764,406)	$	(327,007)

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

QUANTUM BATTERY METALS CORP. (formerly Quantum Cobalt Corp.)
Condensed Consolidated Interim Statements of Cash Flows
For the three months ended April 30,
(Expressed in Canadian dollars - unaudited)

	2022	2021
OPERATING ACTIVITIES		
Net loss for the period	$ (470,236)	$ (505,965)
Adjustment for non-cash item:		
Accrued interest	7,009	7,008
Changes in non-cash working capital items:		
Tax recoverable and other receivable	(6,208)	(4,144)
Prepaid expenses	-	2,514
Accounts payable and accrued liabilities	127,766	(316,059)
Net cash used in operating activities	(341,669)	(816,646)
INVESTING ACTIVITY		
Mineral property exploration expenditures	(156,060)	(53,556)
Net cash used in investing activity	(156,060)	(53,556)
FINANCING ACTIVITIES		
Proceeds from shares issued for cash	70,000	1,000,000
Proceeds from exercise of warrants	1,291,667	-
Acquisition of 1296991	-	9,972
Net cash provided by financing activities	1,361,667	1,009,972
INCREASE IN CASH	863,938	139,770
CASH, BEGINNING OF PERIOD	17,087	4,165
CASH, ENDING OF PERIOD	$ 881,025	$ 143,935
NON-CASH TRANSACTION		
Shares issued for acquisition of 1296991 (Notes 4 and 7)	$ -	$ 6,160,000

Supplementary cash flow information and non-cash transactions (Note 10)

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

1. NATURE OF BUSINESS AND CONTINUING OPERATIONS

Quantum Battery Metals Corp. (formerly Quantum Cobalt Corp.) (the "Company") was incorporated on August 6, 2010 under the British Columbia Business Corporations Act. On November 7, 2017, the Company changed its name to Quantum Cobalt Corp. from Bravura Ventures Corp. to better reflect its direction and cobalt resource properties and begun trading under the stock symbol "QBOT". On March 23, 2021, the Company changed its name to Quantum Battery Metals Corp. to better reflect its direction and its cobalt and lithium resource properties and begun trading under the stock symbol "QBAT". The Company is domiciled in Canada and is a reporting issuer with its common shares publicly traded on the Canadian Securities Exchange ("CSE"). The Company is currently in the process of identifying, exploring and developing mineral properties. The address of its head office is 400-837 West Hastings Street, Vancouver, British Columbia, Canada, V6C 3N6.

On January 29, 2021, the Company consolidated its issued and outstanding common shares on the basis of 1 post-consolidation common share for every 10 pre-consolidation common shares (Note 7). All share figures have been retroactively adjusted to reflect the share consolidation.

On April 23, 2021, the Company completed the acquisition of 1296991 B.C. Ltd. ("1296991"). 1296991 holds an option over the surface access rights, mineral rights, mineral exploration data and permits to 32 mining claims comprising the Rose West lithium project (Notes 4 and 7).

At April 30, 2022, the Company had a working capital deficiency of $1,348,164 (January 31, 2022 - $2,133,535). The Company has incurred losses since its inception and has an accumulated deficit of $33,764,406 as of April 30, 2022 (January 31, 2022 - $33,294,170) which has been funded primarily by the issuance of shares and loans.

These condensed consolidated interim financial statements are prepared on a going concern basis, which assumes that the Company will be able to realize its assets and discharge its liabilities in the normal course of business in the foreseeable future. The Company has incurred ongoing losses and has a working capital deficiency. The Company's ability to continue on a going concern basis beyond the next twelve months depends on its ability to raise additional financing. Accordingly, these factors give rise to a material uncertainty which may cast significant doubt on the Company's ability to continue as a going concern. While the Company has been successful in the past in obtaining financing, there is no assurance that it will be able to obtain adequate financing in the future or that such financing will be on terms acceptable to the Company.

In March 2020, there was a global outbreak of COVID-19 (coronavirus), which has had a significant impact on businesses through the restrictions put in place by the Canadian, provincial and municipal governments regarding travel, business operations and isolation/quarantine orders. At this time, it is unknown the extent of the impact the COVID-19 outbreak may have on the Company as this will depend on future developments that are highly uncertain and that cannot be predicted with confidence. These uncertainties arise from the inability to predict the ultimate geographic spread of the disease, and the duration of the outbreak, including the duration of travel restrictions, business closures or disruptions, and quarantine/isolation measures that are currently, or may be put, in place by Canada and other countries to fight the virus. While the extent of the impact is unknown, we anticipate this outbreak might increase the difficulty in raising capital which may negatively impact the Company's business and financial condition. The Company continues to monitor the situation and is taking all necessary precautions in order to follow rules and best practices as set out by the federal and provincial governments.

These condensed consolidated interim financial statements do not reflect adjustments that would be necessary if the going concern assumption were not appropriate.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

a) Statement of compliance

These condensed consolidated interim financial statements of the Company have been prepared in accordance with International Financial Reporting Standards ("IFRS") as issued by the International Accounting Standard Board ("IASB") and interpretations of the International Financial Reporting Interpretations Committee ("IFRIC"). These condensed consolidated interim financial statements comply with International Accounting Standards ("IAS") 34 ("Interim Financial Reporting Standard").

The condensed consolidated interim financial statements were authorized for issue in accordance with a resolution from the Board of Directors on June 28, 2022.

b) Basis of presentation

These condensed consolidated interim financial statements have been prepared on the historical cost basis except for certain financial instruments, which are measured at fair value, as explained in the accounting policies set out in Note 2. In addition, these condensed consolidated interim financial statements have been prepared using the accrual basis of accounting, except for cash flow information. The comparative figures presented in these condensed consolidated interim financial statements are in accordance with IFRS. The functional currency of the Company and its subsidiaries is the Canadian Dollar, which is also the presentation currency.

The accounting policies set out below have been applied consistently except for changes described in Note 3 to all periods presented in these condensed consolidated interim financial statements.

c) Basis of consolidation

These condensed consolidated interim financial statements include the accounts of the Company and its wholly-owned subsidiaries, 10336602 Canada Inc., 1142674 BC Ltd., 1296991 BC Ltd., and Bravura Ventures (NV) Corp. Control exists when the Company has the power, directly or indirectly, to govern the financial and operating policies of an entity so as to obtain benefits from its activities. Inter-company balances and transactions, and any unrealized income and expenses arising from inter-company transactions, are eliminated in preparing the consolidated financial statements.

d) Significant accounting estimates and judgments

The preparation of these condensed consolidated interim 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 consolidated financial statements and reported amounts of expenses during the reporting period. Actual outcomes could differ from these estimates. These condensed consolidated interim financial statements include estimates which, by their nature, are uncertain. 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 future periods if the revision affects both current 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 consolidated financial position 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 assumptions made, relate to, but are not limited to, the following:

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

d) Significant accounting estimates and judgments (continued)

Critical accounting estimates

i. The measurement of deferred income tax assets and liabilities; and
ii. The valuation of share-based payments.

Critical accounting judgments

i. The determination of categories of financial assets and financial liabilities;
ii. The evaluation of the Company's ability to continue as a going concern;
iii. The impairment of exploration and evaluation assets;
iv. The determination of functional currency; and
v. The determination of whether the acquisition of an entity or group of assets constitute a business combination.

e) Exploration and evaluation assets

All costs related to the acquisition, exploration and development of mineral properties are capitalized. Upon commencement of commercial production, the related accumulated costs are amortized against projected income using the units of production method over estimated recoverable reserves. Management annually assesses carrying values of non-producing properties and properties for which events and circumstances may indicate possible impairment. Impairment of a property is generally considered to have occurred if the property has been abandoned, there are unfavourable changes in the property economics, there are restrictions on development, or when there has been an undue delay in development, which exceeds three years. In the event that estimated discounted cash flows expected from its use or eventual disposition is determined by management to be insufficient to recover the carrying value of the property, the carrying value is written-down to the estimated recoverable amount.

The recoverability of mineral properties and exploration and development costs is dependent on the existence of economically recoverable reserves, the ability to obtain the necessary financing to complete the development of the reserves, and the profitability of future operations. The Company has not yet determined whether or not any of its future mineral properties contain economically recoverable reserves. Amounts capitalized to mineral properties as exploration and development costs do not necessarily reflect present or future values.

When options are granted on mineral properties or properties are sold, proceeds are credited to the cost of the property. If no future capital expenditure is required and proceeds exceed costs, the excess proceeds are reported as a gain.

f) Income taxes

Income tax on the profit or loss for the periods presented comprises current and deferred tax. Income tax is recognized in profit or loss except to the extent that it relates to items recognized directly in equity, in which case it is recognized in equity.

Current tax expense is the expected tax payable on the taxable income for the year, using tax rates enacted or substantively enacted at year end, adjusted for amendments to tax payable with regards to previous years.

Taxes on income in the interim periods are accrued using the tax rate that would be applicable to expected total annual earnings. The tax rate used is the rate that is enacted or substantively enacted.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

f) Income taxes (continued)

Deferred tax is provided using the liability method, providing for temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the amounts used for taxation purposes. The amount of deferred tax provided is based on the expected manner of realization or settlement of the carrying amount of assets and liabilities, using tax rates enacted or substantively enacted at the financial position reporting date applicable to the period of expected realization or settlement.

A deferred tax asset is recognized only to the extent that it is probable that future taxable profits will be available against which the asset can be utilized.

g) Decommissioning, restoration and similar liabilities

An obligation to incur restoration, rehabilitation and environmental costs arises when environmental disturbance is caused by the exploration or development of a mineral property interest. Such costs arising from the decommissioning of plant and other site preparation work, discounted to their net present value, are provided for and capitalized at the start of each project to the carrying amount of the asset, along with a corresponding liability as soon as the obligation to incur such costs arises. The timing of the actual rehabilitation expenditure is dependent on a number of factors such as the life and nature of the asset, the operating license conditions and, when applicable, the environment in which the mine operates.

Discount rates using a pre-tax rate that reflects the time value of money are used to calculate the net present value. These costs are charged against profit or loss over the economic life of the related asset, through amortization using either the unit-of-production or the straight-line method. The corresponding liability is progressively increased as the effect of discounting unwinds creating an expense recognized in profit or loss.

Decommissioning costs are also adjusted for changes in estimates. Those adjustments are accounted for as a change in the corresponding capitalized cost, except where a reduction in costs is greater than the unamortized capitalized cost of the related assets, in which case the capitalized cost is reduced to $Nil and the remaining adjustment is recognized in profit or loss.

The operations of the Company have been, and may in the future be, affected from time to time in varying degree by changes in environmental regulations, including those for site restoration costs. Both the likelihood of new regulations and their overall effect upon the Company are not predictable.

The Company has no material restoration, rehabilitation and environmental obligations as the disturbance to date is insignificant.

h) Share-based compensation

Share-based compensation to employees and others providing similar services are measured at the estimated fair value of the instruments issued on the grant date and amortized over the vesting periods. Share-based compensation to non-employees is measured at the fair value of the goods or services received or the fair value of the equity instruments issued if it is determined the fair value of the goods or services cannot be reliably measured, and are recorded at the date the goods or services are received. The amount recognized as an expense is adjusted to reflect the number of awards expected to vest. The offset to the recorded cost is to equity-settled share-based payments reserve.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

h) Share-based compensation (continued)

Consideration received on the exercise of stock options is recorded as share capital and the related equity-settled share-based payments reserve is transferred to share capital. Charges for options that are forfeited before vesting are reversed from equity-settled share-based payment reserve.

Share-based compensation expense relating to deferred share units is accrued over the vesting period of the units based on the quoted market price. As these awards can be settled in cash, the expense and liability are adjusted each reporting period for changes in the underlying share price.

i) Loss per share

Basic loss per share is computed by dividing net loss available to common shareholders by the weighted average number of common shares outstanding during the period. The Company applies the treasury stock method in calculating diluted loss per share. Diluted loss per share excludes all dilutive potential common shares if their effect is anti-dilutive.

j) Flow-through shares

Current Canadian tax legislation permits a company to issue securities referred to as flow-through shares whereby the Company assigns the tax deductions arising from the related resource expenditures to the shareholders. The issue of flow-through shares is in substance an issue of ordinary shares and the sale of tax deductions. At the time the Company issues flow-through shares, the sale of tax deductions is deferred and presented as other liabilities in the consolidated statement of financial position to recognize the obligation to incur and renounce eligible resource exploration and evaluation expenditures. The tax deduction is measured as the difference between the current market price of the Company's common shares and the issue price of the flow-through share. Upon incurring and renouncing eligible resource exploration and evaluation expenditures, the Company recognizes the sale of tax deductions as a tax deduction recovery on the statement of comprehensive income (loss) and reduces the other liability.

To the extent that the Company has deferred tax assets in the form of tax loss carry-forwards and other unused tax credits as at the reporting date, the Company may use them to reduce its deferred tax liability relating to tax benefits transferred through flow-through shares.

k) Impairment of non-financial assets

At the end of each reporting period, the Company assesses each cash-generating unit to determine whether there is any indication that those assets are impaired. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment, if any. The recoverable amount is the higher of fair value less costs to sell and value in use. Fair value is determined as the amount that would be obtained from the sale of the asset in an arm's length transaction between knowledgeable and willing parties. In assessing value in use, the estimated future cash flows are discounted to their present value using a discounted rate that reflects current market assessments of the time value of money and the risks specific to the asset. If the recoverable amount of an asset is estimated to be less than its carrying amount, the carrying amount of the asset is reduced to its recoverable amount and the impairment loss is recognized in profit or loss for the period. For an asset that does not generate largely independent cash inflows, the recoverable amount is determined for the cash-generating unit to which the asset belongs.

When an impairment subsequently reverses, the carrying amount of the asset (or cash-generating unit) is increased to the revised estimate and its recoverable amount, but to an amount that does not exceed the carrying amount that would have been determined had no impairment loss been recognized for the asset (or cash-generating unit) in prior years. A reversal of an impairment loss is recognized immediately in profit or loss.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

l) Cash and cash equivalents

Cash and cash equivalents consist of cash and liquid investments which are readily convertible into cash with maturities of three months or less when purchased. The Company's cash and cash equivalents are invested with major financial institutions and are not invested in any asset-backed deposits or investments. As of April 30, 2022, the Company only held cash.

m) Related party transactions

Parties are considered to be related if one party has the ability, directly or indirectly, to control the other party or exercise significant influence over the other party in making financial and operating decisions. Parties are also considered to be related if they are subject to common control or common significant influence. Related parties may be individuals or corporate entities. A transaction is considered to be a related party transaction when there is a transfer of resources, services or obligations between related parties.

n) Business combinations

Business combinations are accounted for using the acquisition method. The cost of the acquisition is measured at the aggregate of the fair values at the date of acquisition, of assets transferred, liabilities incurred or assumed, and equity instruments issued by the Company. The acquiree's identifiable assets and liabilities assumed are recognized at their fair value at the acquisition date. Acquisition related costs are recognized in profit or loss as incurred. The excess of the consideration over the fair value of the net identifiable assets acquired and liabilities assumed is recorded as goodwill. Any gain on a bargain purchase is recorded in profit or loss immediately. Transaction costs are expensed as incurred, except if related to the issue of debt or equity securities. Any goodwill that arises is tested annually for impairment. During the year ended May 31, 2022, the Company acquired 1296991 B.C. Ltd., which did not meet the definition of a business and was recorded as an asset acquisition.

o) Financial instruments

Classification

The Company classifies its financial instruments in the following categories: at fair value through profit or loss ("FVTPL"), at fair value through other comprehensive loss ("FVTOCI") or at amortized cost. The Company determines the classification of financial assets at initial recognition. The classification of debt instruments is driven by the Company's business model for managing the financial assets and their contractual cash flow characteristics. Equity instruments that are held for trading are classified as FVTPL. For other equity instruments, on the day of acquisition the Company can make an irrevocable election (on an instrument-by-instrument basis) to designate them as at FVTOCI. Financial liabilities are measured at amortized cost, unless they are required to be measured at FVTPL (such as instruments held for trading or derivatives) or the Company has opted to measure them at FVTPL.

The following table shows the classification under IFRS 9:

Financial assets/liabilities	IFRS 9 Classification
Cash	FVTPL
Other receivable	Amortized cost
Accounts payable	Amortized cost
Loans payable	Amortized cost
Other payable	Amortized cost

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

o) Financial instruments (continued)

Measurement

Financial assets at FVTOCI
Elected investments in equity investments at FVTOCI are initially recognized at fair value plus transaction costs. Subsequently they are measured at fair value, with gains and losses recognized in other comprehensive loss.

Financial assets and liabilities at amortized cost
Financial assets and liabilities at amortized cost are initially recognized at fair value plus or minus transaction costs, respectively, and subsequently carried at amortized cost less any impairment.

Financial assets and liabilities at FVTPL
Financial assets and liabilities carried at FVTPL are initially recorded at fair value and transaction costs expensed in the statements of loss and comprehensive loss. Realized and unrealized gains or losses arising from changes in the fair value of the financial assets and liabilities held at FVTPL are recorded in the statements of loss and comprehensive loss in the period in which they arise.

Impairment of financial assets at amortized cost

At each reporting date, the Company measures the loss allowance for the financial asset at an amount equal to the lifetime expected credit losses if the credit risk on the financial asset has increased significantly since initial recognition. If at the reporting date, the financial asset's credit risk has not increased significantly since initial recognition, the Company measures the loss allowance for the financial asset at an amount equal to the twelve months expected credit losses. The Company shall recognize in the statements of net loss, as an impairment gain or loss, the amount of expected credit losses (or reversal) that is required to adjust the loss allowance at the reporting date to the amount that is required to be recognized.

Derecognition

Financial assets
The Company derecognizes financial assets only when the contractual rights to cash flows from the financial assets expire, or when it transfers the financial assets and substantially all of the associated risks and rewards of ownership to another entity. Gains and losses on derecognition are generally recognized in the statements of loss and comprehensive loss. However, gains and losses on derecognition of financial assets classified as FVTOCI remain within accumulated other comprehensive loss.

Financial liabilities
The Company derecognizes financial liabilities only when its obligations under the financial liabilities are discharged, cancelled or expired. Generally, the difference between the carrying amount of the financial liability derecognized and the consideration paid and payable, including any non-cash assets transferred or liabilities assumed, is recognized in the statements of income (loss) and comprehensive income (loss).

3. RECENT ACCOUNTING PRONOUNCEMENTS

New accounting standards issued and effective

New standards or amendments are either not applicable or not expected to have a significant impact on the Company's consolidated financial statements.

(Expressed in Canadian dollars - unaudited)

3. RECENT ACCOUNTING PRONOUNCEMENTS (continued)

Accounting standards and amendments issued but not yet adopted

A number of new standards and amendments to existing standards have been issued by the IASB that are mandatory for accounting periods beginning on or after February 1, 2022, or later periods. The Company has not early adopted these new standards in preparing these consolidated financial statements. These new standards are either not applicable or are not expected to have a significant impact on the Company's condensed consolidated interim financial statements.

4. EXPLORATION AND EVALUATION ASSETS

	Rabbit Cobalt Property	Kahuna Cobalt Property	Nipissing Lorain Property	Albanel Lithium Property	Kelso Lithium Property	Rose West Lithium Property	Total
	$	$	$	$	$	$	$
Balance, January 31, 2021	-	-	-	350,978	350,357	-	701,335
Property acquisition	-	-	-	-	-	6,185,382	6,185,382
Exploration expenditures	40,584	-	19,901	75,639	27,638	15,534	179,296
Write-off	-	-	-	-	-	(6,200,916)	(6,200,916)
Balance, January 31, 2022	40,584	-	19,901	426,617	377,995	-	865,097
Exploration expenditures	29,840	1,380	29,840	69,578	25,422	-	156,060
Balance, April 30, 2022	70,424	1,380	49,741	496,195	403,417	-	1,021,157

Rabbit Cobalt Property

On August 16, 2017, the Company closed its acquisition of 10336602 Canada Inc. ("10336602") pursuant to a share exchange agreement, dated July 28, 2017, among the Company, 10336602 and the shareholders of the target. 10336602 holds the Rabbit Cobalt Property, comprising of approximately 1,000-hectares located 14 kilometers southeast of Temagami and 55 kilometers south of Cobalt, near the eastern border of Ontario. The property comprises of 65 claim units.

Pursuant to the share exchange agreement, the Company made a cash payment of $350,000 and issued a total of 400,000 common shares in the capital of the Company, to the shareholders of 10336602 in exchange for 100,000 Class A common shares in the capital of 10336602. A finder's fee in the amount of $35,000 was paid in connection with the acquisition.

During the year ended January 31, 2020, substantive expenditure on further exploration for and evaluation of the Rabbit Cobalt Property was not being planned. As a result, a write-off of $2,436,067 was recorded to the consolidated statement of loss and comprehensive loss during the year ended January 31, 2020.

During the year ended January 31, 2022, the Company began the comprehensive work program for its cobalt properties. The Company incurred $40,584 of exploration expenditures during the year ended January 31, 2022 and $29,840 during the three months ended April 30, 2022.

Kahuna Cobalt Property

On October 5, 2017, the Company closed and signed the definitive agreement with Friday Mines Ltd. dated August 10, 2017 to acquire 100% of the approximately 1,200-hectare Kahuna cobalt-silver property, located 37 kilometers south of Cobalt, Ontario. Pursuant to the share exchange agreement, the Company paid a cash payment of $300,000 and issued a total of 1,000,000 common shares in the capital of the Company. A finder's fee in the amount of $31,500 was paid in connection with the acquisition. The properties are subject to a 0.5% net smelter return royalty on cobalt-gold production,

4. EXPLORATION AND EVALUATION ASSETS (continued)

Kahuna Cobalt Property (continued)

which includes advance royalty payments of $25,000 annually on December 31, beginning in 2020. The Company has the option at any time to purchase 0.5% of the royalty on payment of $500,000. The original vendors of the property will retain a 1% NSR on the properties. The Company will have the right to purchase the 1% for $1,000,000.

During the year ended, January 31, 2020, substantive expenditure on further exploration for and evaluation of the Kahuna Cobalt Property has not yet been planned, and will be evaluated pending the Company obtaining further funding. As a result, a write-off of $1,022,567 was recorded to the consolidated statement of loss and comprehensive loss during the year ended January 31, 2020.

During the three months ended April 31, 2022, the Company incurred $1,380 of exploration expenditures.

Nipissing Lorain Property

On November 29, 2017, the Company closed the acquisition of 1142674 B.C. Ltd. (“1142674”) pursuant to a share exchange agreement, among the Company, 1142674 and the shareholders of 1142674. 1142674 holds the Nipissing Lorrain cobalt project which is located 26 kilometers southeast of Cobalt, Ont. The property consists of 29 claim units for approximately 464 hectares.

Pursuant to the share exchange agreement, the Company was required to pay an aggregate amount of $1,000,000 over a six-month period from date of close of the share exchange agreement, with an initial cash payment of $500,000 (paid on closing) and $250,000 subsequently every three months. As at April 30, 2022, the Company has recorded a liability of $500,000 (January 31, 2022 - $500,000) on the condensed consolidated interim statement of financial position relating to the required subsequent payments. A total of 500,000 common shares in the capital of the Company were also issued on closing to the shareholders of 1142674 in exchange for one Class A common share in the capital of 1142674.

During the year ended January 31, 2020, substantive expenditure on further exploration for and evaluation of the Nipissing Lorain Property was not being planned. In addition, the Company had not made all of the required payments under its November 29, 2017 share exchange agreement. As a result, a write-off of $9,700,000 was recorded to the consolidated statement of loss and comprehensive loss during the year ended January 31, 2020.

During the year ended January 31, 2022, the Company began the comprehensive work program for its cobalt properties. The Company incurred $19,901 of exploration expenditures during the year ended January 31, 2022 and $29,840 during the three months ended April 30, 2022.

Albanel Quebec Lithium Property

On October 3, 2019, the Company entered into a binding acquisition agreement with 1225768 B.C. Ltd. to acquire a 100% interest in, and to, certain mineral properties, together with surface right, mineral rights, personal property and permits associated therewith, located in the Albanel Quebec lithium property. The Albanel Quebec lithium property is a lithium prospect with an approximate area of 2,751 hectares in a mining-friendly jurisdiction of Quebec. Pursuant to the acquisition agreement, the Company issued a total of 1,000,000 common shares in the capital of the Company with a fair value of $350,000.

During the year ended January 31, 2022, the Company began the exploration work program for its lithium properties. The Company incurred $75,639 of exploration expenditures during the year ended January 31, 2022 and $69,578 during the three months ended April 30, 2022.

4. EXPLORATION AND EVALUATION ASSETS (continued)

Kelso Quebec Lithium Property

On October 3, 2019, the Company entered into a binding acquisition agreement with 1225768 B.C. Ltd. to acquire a 100% interest in, and to, certain mineral properties, together with surface right, mineral rights, personal property and permits associated therewith, located in the Kelso Quebec lithium property. The Kelso Quebec lithium property is a lithium prospect with an approximate area of 1,005 hectares in a mining-friendly jurisdiction of Quebec. Pursuant to the acquisition agreement, the Company issued a total of 1,000,000 common shares in the capital of the Company with a fair value of $350,000.

During the year ended January 31, 2022, the Company began the exploration work program for its lithium properties. The Company incurred $27,638 of exploration expenditures during the year ended January 31, 2022 and $25,422 during the three months ended April 30, 2022.

Rose West Lithium Property

On April 23, 2021, the Company closed its acquisition of 1296991 B.C. Ltd. ("1296991") pursuant to a share exchange agreement, dated April 20, 2021, among the Company, 1296991 and the shareholders of 1296991.

Pursuant to the share exchange agreement, the Company acquired 1296991 by issuing 7,000,000 common shares, with a fair value of $6,160,000, to the vendors of 1296991 (Note 7).

1296991 holds an option over the surface access rights, mineral rights, mineral exploration data and permits to 32 mining claims comprising the Rose West lithium project, covering approximately 1,695 hectares area on the NTS map 33C01 on the territory of Eeyou Istchee in the James Bay area, Quebec, Canada. To exercise the option, the Company will have to satisfy the following:

a) pay Optionor an aggregate of $100,000 in cash as follows:
   i. $30,000 on or before thirty (30) calendar days after the effective date (paid);
   ii. $30,000 on or before the date that is one (1) calendar year after the effective date; and
   iii. $40,000 on or before the date that is two (2) calendar years after the effective date.

b) issuance of an aggregate of 1,000,000 shares to Optionor as follows:
   i. 300,000 shares on or before ten (10) calendar days after the PubCo date;
   ii. 300,000 shares on or before the date that is one (1) calendar year after the effective date; and
   iii. 400,000 shares on or before the date that is two (2) calendar years after the effective date.

c) incurring aggregate expenditures of $360,000 as follows:
   i. $110,000 of Expenditures on or before the date that is one (1) calendar year after the effective date; and
   ii. $250,000 of Expenditures on or before the date that is two (2) calendar years after the effective date.

The Company has accounted for the purchase of 1296991 as an asset acquisition as it did not meet the definition of a business under IFRS 3, "Business Combinations". The following table summarizes the total consideration, the fair value of the identifiable assets acquired and liabilities assumed as of the date of the acquisition:

(Expressed in Canadian dollars - unaudited)

4. EXPLORATION AND EVALUATION ASSETS (continued)

Rose West Lithium Property (continued)

Fair value of share consideration (7,000,000 share at $0.88)	$	6,160,000
Total consideration		6,160,000
Allocated as follows:		
Identified fair value of net assets:		
Cash		9,972
Due from shareholder		1
Exploration and evaluation assets		6,155,382
Accounts payable		(5,355)
Net assets acquired	**$**	**6,160,000**

During the year ended January 31, 2022, the Company began the exploration work program for its lithium properties. The Company incurred $15,534 of exploration expenditures during the year ended January 31, 2022.

On April 13, 2022, the option agreement was terminated by the Company. As a result, a write-off of $6,200,916 was recorded to the consolidated statement of comprehensive loss for the year ended January 31, 2022.

5. LOANS PAYABLE

As at April 30, 2022 and January 31, 2022, loans payable are as follows:

		April 30, 2022		**January 31, 2022**
Third party loan, unsecured (due on demand, bearing interest at 7% per annum) (a)	$	300,000	$	300,000
Third party loans, unsecured (due on demand, bearing interest at 8% per annum) (b)		81,800		81,800
Third party loan, unsecured (due on demand, bearing interest at 3% per annum) (d)		20,000		20,000
Related party loan, unsecured (due on demand, bearing interest at 3% per annum) (d)		20,000		20,000
Third party loan, unsecured (due on demand, bearing interest at 2% per annum) (e)		-		50,000
Accrued interest (f)		112,542		105,534
	$	534,342	$	577,334

a) During the year ended January 31, 2018, the Company received share subscriptions of $300,000 from a non-related party. On July 31, 2019, the share subscriptions were converted into a loan which bears interest at 14% per annum from February 1, 2019 to January 31, 2020 and 7% per annum onwards. The loan is unsecured and due on demand.

b) During the year ended January 31, 2020, the Company received loans of $81,800 from non-related parties which bear interest at 8% per annum, which are unsecured and due on demand.

c) On May 1, 2019, the Company obtained a loan of $210,000 from a company controlled by a former director. This loan is unsecured, non-interest bearing and due on demand. The funds were used to settle a fee dispute and legal claim brought against the Company on the Musgrove Creek Property. During the year ended January 31, 2021, the loan was forgiven pursuant to a settlement agreement with a former director (Note 6).

(Expressed in Canadian dollars - unaudited)

5. LOANS PAYABLE (continued)

d) On June 2, 2020, the Company received loans of $40,000, of which $20,000 was from a non-related party and the remaining $20,000 was from a company controlled by a director. The loans bear interest at 3% per annum, unsecured, and due on demand (Note 6).

e) On October 27, 2021, the Company received a loan of $50,000 from a non-related party which bears interest at 2% per annum, which is unsecured and due on demand. During the three months ended April 30, 2022, the loan was converted into share subscriptions for its private placement.

f) During the three months ended April 30, 2022, the Company recorded interest expense of $7,009 (2021 - $7,008) incurred in connection with the loans payable.

6. RELATED PARTY TRANSACTIONS AND BALANCES

All transactions with related parties have occurred in the normal course of operations. Key management is comprised of directors and executive officers. The following compensation was paid to key management or companies controlled by key management during the three months ended April 30, 2022 and 2021:

	2022	2021
Management fees	$ 50,750	$ 17,300

As at April 30, 2022, the Company has included in accounts payable and accrued liabilities a total of $499,563 (January 31, 2022 - $490,113), which are payable to former directors, former officers, and companies controlled by a former officer (Note 5).

As at April 30, 2022, the Company has included in accounts payable and accrued liabilities a total of $85,349 (January 31, 2022 - $104,427), which are payable to directors, officers, and companies controlled by directors (Note 5).

As at April 30, 2022, the Company has included in other receivable an amount of $500 (January 31, 2022 - $500) due from a director of the Company.

During the year ended January 31, 2021, the Company received a loan of $20,000 from a company controlled by a director. The loan bears interest at 3% per annum, unsecured, and due on demand (Note 5).

On November 8, 2019, the Company commenced legal action against the former CEO, David Schmidt, for gross negligence that resulted in significant shareholder value loss. The claim alleged that while serving in the role of chief executive officer of the Company, Mr. Schmidt failed to act honestly and in good faith with a view to the best interests of the Company and failed to exercise the care, diligence and skill of a reasonably prudent individual. Mr. Schmidt failed to make key property payments, which caused significant loss and damage, in particular:

- Payment to Idaho's Bureau of Land Management by September 1, 2018: The failure to make this payment resulted in the irrevocable forfeiture of the Company's Musgrove mining claims. Further, Mr. Schmidt failed to direct the Company to take any steps to restake the claims, which resulted in a third party acquiring the claims.

- Option payment due by December 31, 2018: The failure to respond to notices of payment for Grew Creek and the further failure to direct the company to cure the default resulted in Quantum losing its option on the Grew Creek property.

On March 20, 2020, the Company entered into a settlement agreement with Mr. Schmidt. Pursuant to the settlement agreement, Mr. Schmidt forgave a loan of $210,000 to the Company (Note 5). The

6. RELATED PARTY TRANSACTIONS AND BALANCES (continued)

Company has provided Mr. Schmidt a full and final release and has recorded the forgiven loan as other income during the year ended January 31, 2021.

7. SHARE CAPITAL

a) Authorized

Unlimited number of common shares without par value.

b) Issued and outstanding: 24,548,708 (January 31, 2022 - 18,102,042).

On January 29, 2021, the Company consolidated its issued and outstanding common shares on the basis of 1 post-consolidation common share for every 10 pre-consolidation common shares. All share figures have been retroactively adjusted to reflect the share consolidation.

<u>During the three months ended April 30, 2022:</u>

On March 24, 2022, the Company closed and oversubscribed its non-brokered private placement, comprising 2,280,000 units at a price of $0.50 per unit for gross proceeds of $1,140,000. Each unit comprises of one common share of the Company and one common share purchase warrant of the Company. Each warrant is exercisable into a common share of the Company for a period of 12 months at an exercise price of $0.75 during the 12 months.

On March 11, 2022, the Company issued 4,166,666 common shares for gross proceeds of $1,291,667 on the exercise of share purchase warrants at $0.31 per share.

As at April 30, 2022, the Company had $1,500 (January 31, 2022 - $1,021,500) of share subscription receipts.

<u>During the year ended January 31, 2022:</u>

On March 11, 2021, the Company closed a non-brokered private placement, comprising 4,166,666 units at a price of $0.24 per unit for gross proceeds of $1,000,000. Each unit comprises of one common share of the Company and one common share purchase warrant of the Company. Each warrant is exercisable into a common share of the Company for a period of 12 months at an exercise price of $0.31 during the 12 months.

On April 23, 2021, the Company issued 7,000,000 common shares with a fair value $6,160,000 pursuant to the acquisition of 1296991 B.C Ltd. (Note 4).

On June 8, 2021, the Company closed a non-brokered private placement comprising 178,570 flow-through (FT) units at a price of $0.56 per FT unit for gross proceeds of $99,999 and 714,287 units at a price of $0.56 per unit for gross proceeds of $400,001. Each FT unit will comprise one flow-through share of the Company and one common share purchase warrant of the Company. Each unit will comprise one common share and one common share purchase warrant of the Company. Each warrant will be exercisable into a common share of the Company for a period of 12 months at an exercise price of $0.69 for 12 months from issuance.

During the year ended January 31, 2022, the Company received $1,020,000 in advance for common shares issued subsequent to January 31, 2022 pursuant to the closing of private placement.

7. SHARE CAPITAL (continued)

c) Flow-through shares issued in fiscal 2018

During fiscal 2018, the Company renounced $471,500 of Canadian exploration expenditures to subscribers of the 2018 flow-through financing. As a result of the flow-through financing the Company recognized a liability relating to the premiums subscribers had paid for the flow-through feature.

Funds raised through the issuance of flow-through shares are required to be expended on qualified Canadian mineral exploration expenditures, as defined pursuant to Canadian income tax legislation. The flow-through gross proceeds received less the qualified expenditures made to date represent the funds received from flow-through share issuances that have not been spent on qualifying expenditures. At April 30, 2022, the amount of flow-through proceeds remaining to be spent on qualifying expenditures was $75,643.

As a result of not incurring the qualified expenditures and not filing the forms with Canada Revenue Agency during the year ended January 31, 2021, the Company recognized an expense of $8,154 for late filing penalties and interest. As at April 30, 2022, accounts payable and accrued liabilities include $51,213 (January 31, 2022 - $51,213) related to interest and penalties.

The Company agreed to indemnify the flow-through shareholders for certain costs they incurred as a result of not meeting its obligation to spend the flow-through share proceeds on qualifying Canadian exploration expenditures in compliance with the applicable tax rules and pursuant to the share subscription agreement entered into. During the year ended at January 31, 2021, the Company recognized an expense of $10,235 for the indemnification of flow-through shareholders. As at April 30, 2022, accounts payable and accrued liabilities include $245,765 (January 31, 2022 - $245,765) related to this indemnification provision.

d) Flow-through shares issued in fiscal 2022

On June 8, 2021, the Company closed a non-brokered private placement comprising 178,570 flow-through (FT) units at a price of $0.56 per FT unit for gross proceeds of $99,999. Each FT unit will comprise one flow-through share of the Company and one common share purchase warrant of the Company. Each warrant will be exercisable into a common share of the Company for a period of 12 months at an exercise price of $0.69 for 12 months from issuance.

Funds raised through the issuance of flow-through shares are required to be expended on qualified Canadian mineral exploration expenditures, as defined pursuant to Canadian income tax legislation. The flow-through gross proceeds received less the qualified expenditures made to date represent the funds received from flow-through share issuances that have not been spent on qualifying expenditures. At April 30, 2022, the amount of flow-through proceeds remaining to be spent on qualifying expenditures was $Nil.

e) Stock options

The Company has no outstanding options as at April 30, 2022 and January 31, 2022.

(Expressed in Canadian dollars - unaudited)

7. SHARE CAPITAL (continued)

f) Share purchase warrants

A summary of share purchase warrant activities are as follows:

	Number of warrants	Weighted average exercise price
Outstanding and exercisable at January 31, 2021	5,250	$ 7.00
Warrants issued	4,166,666	0.31
Warrants issued	892,857	0.69
Warrants expired	(5,250)	7.00
Outstanding and exercisable at January 31, 2022	5,059,523	0.38
Warrants issued	2,280,000	0.75
Warrants expired	(4,166,666)	0.31
Outstanding and exercisable at April 30, 2022	3,172,857	$ 0.73

For warrants issued as part of units in private placements, the Company uses the relative fair value method to allocate proceeds to the shares and warrants.

The fair value of warrants granted in connection with the non-brokered placement on March 11, 2021 was $449,998. The fair value of these warrants at the date of grant was estimated using the Black-Scholes Option Pricing Model, assuming a risk-free interest rate of 0.26%, an expected life of warrants of one year, an expected volatility of 235.43%, and no expected dividends.

The fair value of warrants granted in connection with the non-brokered placement on June 8, 2021 was $220,066. The fair value of these warrants at the date of grant was estimated using the Black-Scholes Option Pricing Model, assuming a risk-free interest rate of 0.32%, an expected life of warrants of one year, an expected volatility of 209.57%, and no expected dividends.

The fair value of warrants granted in connection with the non-brokered placement on March 24, 2022 was $368,830. The fair value of these warrants at the date of grant was estimated using the Black-Scholes Option Pricing Model, assuming a risk-free interest rate of 2.07%, an expected life of warrants of one year, an expected volatility of 148.17%, and no expected dividends.

A summary of the share purchase warrants outstanding at April 30, 2022 is as follows:

	Warrants issued and exercisable	Exercise price	Expiry date
Share purchase warrants	892,857	$ 0.69	June 8, 2022
Share purchase warrants	2,280,000	0.75	March 24, 2023
	3,172,857	$ 0.73	

The weighted average life of warrants outstanding at April 30, 2022 is 0.68 year.

(Expressed in Canadian dollars - unaudited)

8. MANAGEMENT OF CAPITAL

The Company's objectives when managing capital are to safeguard the Company's ability to continue as a going concern in order to pursue the sourcing and development of various businesses. The Company does not have any externally imposed capital requirements to which it is subject.

As at April 30, 2022, the Company considers the aggregate of its equity accounts as capital. The Company manages the capital structure and makes adjustments to it in light of changes in economic conditions and the risk characteristics of the underlying assets. To maintain or adjust the capital structure, the Company may attempt to issue common shares or dispose of assets or adjust the amount of cash on hand.

9. FINANCIAL INSTRUMENTS

Fair values

The Company's financial instruments consist of cash, other receivable, accounts payable, loans payable and other payable. The following table summarizes the carrying values of the Company's financial instruments as at April 30, 2022 and January 31, 2022:

		April 30, 2022		**January 31, 2022**
FVTPL (i)	$	881,025	$	17,087
Amortized cost (ii)	$	1,740,948	$	1,641,408

(i) Cash
(ii) Accounts payable, loans payable, other payable and other receivable

The Company classifies its fair value measurements in accordance with the three-level fair value hierarchy as follows:

Level 1 – Unadjusted quoted prices in active markets for identical assets or liabilities;

Level 2 – Inputs other than quoted prices that are observable for the asset or liability either directly (i.e. as prices) or indirectly (i.e. derived from prices); and
Level 3 – Inputs that are not based on observable market data.

Cash is measured at fair value using level one as the basis for measurement in the fair value hierarchy. The fair values of other receivable, accounts payable, loans payable and other payable approximate their carrying values because of their current nature.

Credit Risk

Credit risk is the risk of loss associated with the counterparty's inability to fulfill its payment obligations. Financial instruments that potentially subject the Company to concentrations of credit risks consist principally of cash. To minimize the credit risk, the Company places these instruments with a high-quality financial institution. The Company believes it has no significant credit risk.

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 manages liquidity risk through the management of its capital structure and financial leverage as outlined above. The Company monitors its ability to meet its short-term exploration and administrative expenditures by raising additional funds through share issuance when required. The Company's accounts payable, loans payable, and other payable have contractual maturities of 30 days or are due on demand and are subject to normal trade terms. The Company does not have investments in any asset backed deposits. The Company is exposed to liquidity risk.

9. FINANCIAL INSTRUMENTS (continued)

Foreign Exchange Risk

Foreign currency risk is the risk that the fair values of future cash flows of a financial instrument will fluctuate because they are denominated in currencies that differ from the respective functional currency. The Company does not have significant foreign exchange risk as the majority of its transactions are in Canadian dollars.

Interest Rate Risk

Interest rate risk is the risk that the fair value of future cash flow of a financial instrument will fluctuate because of changes in the market interest rate. The Company is not exposed to significant interest rate risk.

10. SUPPLEMENTARY CASH FLOW INFORMATION

During the three months ended April 30, 2022 and 2021, the Company did not pay any interest expense or income taxes in cash.

11. SUBSEQUENT EVENT

Subsequent to the three months ended April 30, 2022, 892,857 share purchase warrants with an exercise price of $0.69 have expired without being exercised.