
PURANIUM ENERGY LTD (formerly MONTEREY MINERALS INC.)

CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

Three Months Ended March 31, 2023

(Expressed in Canadian Dollars)

(UNAUDITED)

Notice to Reader

The accompanying unaudited condensed interim consolidated financial statements of Puranium Energy Ltd. (formerly Monterey Minerals Inc.) (the "Company") have been prepared by and are the responsibility of management. The unaudited condensed interim consolidated financial statements as at and for the three months ended March 31, 2023 have not been reviewed by the Company's auditors.

Puranium Energy Ltd. (formerly Monterey Minerals Inc.)

Condensed Interim Consolidated Statements of Financial Position

(Expressed in Canadian Dollars)

(Unaudited)

	As at March 31, 2023	As at December 31, 2022
Assets		
Current assets		
Cash and cash equivalents	\$ 35,636	\$ 34,242
Prepaid expenses and deposits	15,067	14,839
Government remittance recoverable	60,566	50,857
Total current assets	111,269	99,938
Right-of-use asset (note 4)	42,183	44,664
Total Assets	\$ 153,452	\$ 144,602
Liabilities and Shareholders' Equity		
Current liabilities		
Accounts payable and accrued liabilities	\$ 327,087	\$ 207,134
Lease liability (note 5)	8,555	7,375
Total current liabilities	335,642	214,509
Non-Current liabilities		
Lease liability (note 5)	36,502	39,389
Total Liabilities	372,144	253,898
Shareholders' Deficit		
Share capital (note 6(a))	11,812,455	11,666,271
Reserves (notes 6 (b) and (c))	3,083,747	3,021,097
Shares to be issued (notes 7 and 10)	193,643	264,144
Accumulated other comprehensive loss	8,259	(4,097)
Accumulated deficit	(15,279,247)	(15,023,195)
Shareholders' deficit attributed to equity holders of the Company	(181,143)	(75,780)
Non-controlling interest	(37,549)	(33,516)
Total Shareholders' Deficit	(218,692)	(109,296)
Total Liabilities and Shareholders' Deficit	\$ 153,452	\$ 144,602

Going concern (note 2)

Subsequent events (note 10)

The notes to the unaudited condensed interim consolidated financial statements are an integral part of these statements.

Puranium Energy Ltd. (formerly Monterey Minerals Inc.)

Condensed Interim Consolidated Statements of Loss and Comprehensive Loss

Three Months Ended March 31, 2023 and 2022

(Expressed in Canadian Dollars)

(Unaudited)

	Three Months Ended March 31,	
	2023	2022
Expenses		
Mineral acquisition and exploration (note 7)	\$ 30,386	\$ 16,320
Investor relations and communication	111,150	91,206
Share-based payments (note 6(b))	10,534	518,241
Consulting (note 9)	45,962	25,815
Transfer agent and filing fees	21,267	7,576
General and administration	38,305	87,876
Depreciation of right of use asset (note 4)	2,481	4,285
Total net loss for the period	\$ (260,085)	\$ (751,319)
Other comprehensive loss:		
Foreign currency translation adjustment	12,356	-
Total comprehensive loss for the period	\$ (247,729)	\$ (751,319)
Loss for the period attributed to:		
Shareholders of the Company	\$ (256,052)	\$ (751,319)
Non-controlling interest	(4,033)	-
	(260,085)	(751,319)
Total comprehensive loss for the period attributed to:		
Shareholders of the Company	\$ (243,696)	\$ (751,319)
Non-controlling interest	(4,033)	-
	(247,729)	(751,319)
Basic and diluted loss per share	\$ (0.02)	\$ (0.08)
Weighted average number of shares outstanding	17,162,208	9,244,979

The notes to the unaudited condensed interim consolidated financial statements are an integral part of these statements.

Puranium Energy Ltd. (formerly Monterey Minerals Inc.)

Condensed Interim Consolidated Statements of Changes in Shareholders' Equity (Deficit)

(Expressed in Canadian Dollars)

(Unaudited)

	Share Capital		Shares to be issued	Reserves	Other Comprehensive Income (loss)	Accumulated Deficit	Non- Controlling Interest	Total
	Number	Amount						
Balance, December 31, 2021	9,244,976	\$ 9,956,180	\$ -	\$ 2,577,134	\$ (3,332)	\$ (11,552,266)	\$ -	\$ 977,716
Stock-based payment (note 6(b))	-	-	-	518,241	-	-	-	518,241
Comprehensive loss for the period	-	-	-	-	-	(751,319)	-	(751,319)
Balance, March 31, 2022	9,244,976	\$ 9,956,180	\$ -	\$ 3,095,375	\$ (3,332)	\$ (12,303,585)	\$ -	\$ 744,638
Balance, December 31, 2022	17,018,116	\$ 11,666,271	\$ 264,144	\$ 3,021,097	\$ (4,097)	\$ (15,023,195)	\$ (33,516)	\$ (109,296)
Share issuance in private placements (note 6(a))	1,338,000	150,284	(70,501)	50,416	-	-	-	130,199
Share issuance costs in private placements (note 6(a))	-	(4,100)	-	1,700	-	-	-	(2,400)
Stock-based payment (note 6(b))	-	-	-	10,534	-	-	-	10,534
Comprehensive loss for the period	-	-	-	-	12,356	(256,052)	(4,033)	(247,729)
Balance, March 31, 2023	18,356,116	\$ 11,812,455	\$ 193,643	\$ 3,083,747	\$ 8,259	\$ (15,279,247)	\$ (37,549)	\$ (218,692)

The notes to the unaudited condensed interim consolidated financial statements are an integral part of these statements.

Puranium Energy Ltd. (formerly Monterey Minerals Inc.)

Condensed Interim Consolidated Statements of Cash Flows

(Expressed in Canadian Dollars)

(Unaudited)

Three months ended March 31,	2023	2022
Operating Activities		
Net loss for the period	\$ (260,085)	\$ (751,319)
Items not affecting cash:		
Foreign exchange	12,356	-
Share-based payments	10,534	518,241
Accretion of lease liability	1,707	19
Depreciation of right-of-use asset	2,481	4,285
Changes in non-cash operating working capital:		
Prepaid expenses and deposits	(228)	167,052
Government remittances recoverable	(9,709)	(22,461)
Repayment of lease liabilities	-	(4,416)
Accounts payable and accrued liabilities	119,953	9,206
Cash used in operating activities	(122,991)	(79,393)
Financing Activities		
Issuance of common shares	127,799	-
Repayment of lease liabilities	(3,414)	-
Cash provided by financing activities	124,385	-
Change in cash and cash equivalents during the period	1,394	(79,393)
Cash and cash equivalents , beginning of the period	34,242	836,024
Cash and cash equivalents , end of the period	\$ 35,636	\$ 756,631

The notes to the unaudited condensed interim consolidated financial statements are an integral part of these statements.

Puranium Energy Ltd. (formerly Monterey Minerals Inc.)

Notes to Condensed Interim Consolidated Financial Statements

Three Months Ended March 31, 2023

(Expressed in Canadian Dollars)

(Unaudited)

1. Nature of operations

Puranium Energy Ltd. (formerly Monterey Minerals Inc.) (the "Company") was incorporated on May 9, 2014 under the laws of British Columbia, Canada. Its head office is located at 777 Hornby Street, Suite 600, Vancouver, BC V6Z 1S4, Canada. The Company's common shares are listed on the Canadian Securities Exchange ("CSE") under the symbol UX.

On June 26, 2018, Monterey Minerals Inc. ("Former Monterey") and Landsdown Holdings Ltd. completed a share exchange public listing transaction pursuant to a Share Exchange Agreement (the "SEA"). This resulted in the former Landsdown shareholders acquiring control of the Company, after which the Company effected a change in directors, management and business.

Under the terms of the SEA, Former Monterey acquired all of the issued and outstanding common shares of Landsdown based on a 1:1 share exchange ratio. Based on the distribution of shareholdings on completion of the SEA, Landsdown is deemed to be the continuing entity for financial reporting purposes. The transaction constituted a reverse acquisition.

Prior to the SEA, on October 19, 2016, Former Monterey incorporated four wholly owned subsidiaries: 1093681 BC Ltd., 1093682 BC Ltd., 1093683 BC Ltd., and Blue Aqua Holdings Ltd. (formerly 1093684 B.C. Ltd.) ("Subcos") setup for proposed arrangement transactions. Former Monterey set the share distribution record date of a plan of an arrangement at close of business on April 18, 2018 whereby each Subcos would issue 1,010,549 common shares to shareholders of the Company. Blue Aqua Holdings Ltd. was spun out effective June 12, 2018 with the remaining Subcos spun out on August 28, 2018.

On November 17, 2021, the Company purchased 1317152 B.C. Ltd ("PrivateCo") that has an option to purchase a 100% interest in 35 minerals claims in Ontario, Canada (the "Haines Property") (see note 7).

On March 24, 2022, Monterey Minerals Inc. changed its name to Puranium Energy Ltd. and on April 5, 2022 starting trading under the symbol UX on the CSE.

The COVID-19 pandemic has not resulted in any material impact on operations and the Company currently does not expect it will impact its 2024 exploration activities. Preventative measures are in place to ensure the well-being of employees and contractors and no risks were noted at the end of the reporting period. Management continues to monitor the situation at the site and corporate office to identify any issues that may affect operational or financial reporting activities.

Puranium Energy Ltd. (formerly Monterey Minerals Inc.)

Notes to Condensed Interim Consolidated Financial Statements

Three Months Ended March 31, 2023

(Expressed in Canadian Dollars)

(Unaudited)

2. Going concern

These unaudited condensed interim consolidated financial statements have been prepared by management 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 for the foreseeable future. Accordingly, it does not give effect to adjustments, if any, that would be necessary should the Company be unable to continue as a going concern, and, therefore be required to realized its assets and liquidate its liabilities in other than the normal course of business and at amounts that may differ from those shown in these unaudited condensed interim consolidated financial statements. Such adjustments could be material.

At March 31, 2023, the Company had not yet achieved profitable operations and had accumulated losses of \$15,279,247 (December 31, 2022 - \$15,023,195). For the three months ended March 31, 2023, the Company had a net loss of \$260,085 (three months ended March 31, 2022 - net loss of \$751,319). The Company expects to incur further losses in the development of its business, all of which raise material uncertainties which casts significant doubt about the Company's ability to continue as a going concern.

A number of alternatives including, but not limited to selling an interest in one or more of its properties or completing a financing, are being evaluated with the objective of funding ongoing activities and obtaining working capital. The continuing operations of the Company are dependent upon its ability to continue to raise adequate financing and to commence profitable operations in the future and repay its liabilities arising from normal business operations as they become due; all of which are uncertain.

3. Significant accounting policies

(a) Statement of compliance

These consolidated financial statements of the Company have been prepared in accordance with International Financial Reporting Standards ("IFRS") as issued by the International Accounting Standards Board ("IASB") and interpretations issued by the IFRS Interpretations Committee ("IFRIC"), effective for the Company's reporting for the year ended December 31, 2022. The policies set out below are based on IFRS issued and outstanding as of May 29, 2023, the date that the Board of Directors approved the unaudited condensed interim consolidated financial statements.

(b) Basis of Measurement

The consolidated financial statements have been prepared on the historical cost basis except for certain financial instruments, which are measure at fair value. In addition, these consolidated financial statements have been prepared using the accrual basis of accounting, except for cash flow information.

(c) Functional and Presentation Currency

The consolidated financial statements have been prepared in Canadian dollars, which is the Company's functional and presentation currency.

The functional currency of the parent company and its subsidiaries in Canada is the Canadian dollar, the functional currency of its subsidiaries in Australia is the Australian dollar, and the functional currency of its subsidiaries in Namibia is the Namibian dollar.

The Company and its subsidiaries recognizes transactions in currencies other than their functional currency at the rates of exchange prevailing at the dates of the transactions. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation of monetary assets and liabilities denominated in foreign currencies at the end of reporting period are recognized in the consolidated statements of loss and comprehensive loss. Non-monetary items that are measured in terms of historical cost in a foreign currency are not retranslated.

Puranium Energy Ltd. (formerly Monterey Minerals Inc.)

Notes to Condensed Interim Consolidated Financial Statements

Three Months Ended March 31, 2023

(Expressed in Canadian Dollars)

(Unaudited)

3. Significant accounting policies (continued)

(c) Functional and Presentation Currency (continued)

The results and financial position of all of the Company's entities that have a functional currency different from the presentation currency are translated into the presentation currency as follows:

- assets and liabilities for each unaudited condensed interim consolidated statement of financial position date presented are translated at the closing rate at the date of that unaudited condensed interim consolidated statement of financial position;
- income and expenses for each unaudited condensed interim consolidated statement of loss and comprehensive loss are translated at average exchange rates;
- intercompany loans and shareholders equity (deficit) are translated at historical exchange rates, and
- all resulting exchange differences are recognised in other comprehensive loss.

(d) Significant Accounting and Estimates and Judgements

The preparation of these unaudited condensed interim consolidated financial statements in conformity with IFRS requires management to make certain estimates, judgments and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and the reported revenues and expenses during the year. Actual outcomes could differ from these estimates. These consolidated financial statements include estimates which, by their nature, are uncertain. The impacts of such estimates are pervasive throughout these 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.

Critical accounting estimates and judgments:

Significant assumptions about the future and other sources of estimation uncertainty that management has made at the financial position reporting date, that could result in a material adjustment to the carrying amounts of assets and liabilities, relate to, but are not limited to, the following:

- Income taxes - measurement of income taxes payable, deferred income tax assets and liabilities, and assessing the probability of realizing income tax assets, requires management to make judgments in the interpretation and application of the relevant tax laws and makes estimates related to expectations of future taxable income, applicable tax opportunities, expected timing of reversals of existing temporary differences and the likelihood that tax positions taken will be sustained upon examination by applicable tax authorities. In making its assessments, management gives additional weight to positive and negative evidence that can be objectively verified. The actual amount of income taxes only become final upon filing and acceptance of the tax return by the relevant authorities, which occurs subsequent to the issuance of the consolidated financial statements;
- Capital reserves – the inputs used in accounting for share-based payment transactions, including stock options and warrants,
- Going concern - management must make an assessment as to the going concern basis of accounting and uncertainties associated with the Company's ability to raise additional capital and/or obtain financing to advance the exploration properties;
- Site decommissioning obligations - the Company recognizes a provision for future abandonment activities in the financial statements equal to the net present value of the estimated future expenditures required to settle the estimated future obligation at the statement of financial position date. The measurement of the decommissioning obligation involves the use of estimates and assumptions including the discount rate, the expected timing of future expenditures and the amount of future abandonment costs. The estimates are made by management and external consultants considering current costs, technology and enacted legislation;

Puranium Energy Ltd. (formerly Monterey Minerals Inc.)

Notes to Condensed Interim Consolidated Financial Statements

Three Months Ended March 31, 2023

(Expressed in Canadian Dollars)

(Unaudited)

3. Significant accounting policies (continued)

(d) Significant Accounting and Estimates and Judgements (continued)

Critical accounting estimates (continued):

- Share issued for non-cash consideration – Shares issued for non-cash consideration are measured by reference to the more reliable of the fair value of the consideration received or paid, and
- Incremental borrowing cost - Incremental borrowing rate should represent the rate the Company would have to pay to borrow over a similar term and with similar security, and the funds necessary to obtain an asset of similar value to the right-of-use asset in a similar economic environment. Significant judgment is required to estimate an incremental borrowing rate in the context of a right-of-use asset.

(e) Basis of consolidation

The unaudited condensed interim consolidated financial statements incorporate the financial statements of the Company and its subsidiaries. The results of subsidiaries acquired or disposed of during the years presented are included in these consolidated statements of loss and comprehensive loss from the effective date of control and up to the effective date of disposal or loss of control, as appropriate. An investor controls an investee if the investor has the power over the investee, has the exposure, or rights, to variable returns from its involvement with the investee and the ability to use its power over the investee to affect the amount of the investor's returns. All intercompany transactions, balances, income and expenses are eliminated upon consolidation.

The following companies have been consolidated within the consolidated financial statements:

	Registered	Principal activity
<u>Parent</u>		
Puranium Energy Ltd.(formerly Monterey Minerals Inc.)	British Columbia, Canada	Holding company
<u>Subsidiaries</u>		
Landsdown Holdings Ltd. ⁽¹⁾	British Columbia, Canada	Holding company
Ridge Street Investments Pty Ltd. ⁽¹⁾	Australia	Mines exploration and exploitation
CTTR Mining Tenements Pty Ltd ⁽¹⁾	Australia	Mines exploration and exploitation
Golden River Resources Pty Ltd ⁽¹⁾	Australia	Mines exploration and exploitation
1317152 B.C. Ltd. ⁽¹⁾	British Columbia, Canada	Mines exploration and exploitation
Bergamot Investments (Proprietary) Limited ⁽²⁾	Namibia	Mines exploration and exploitation
Betel Leaf Investments (Proprietary) Limited ⁽²⁾	Namibia	Mines exploration and exploitation
Parsley Investments (Proprietary) Limited ⁽²⁾	Namibia	Mines exploration and exploitation
Plum Investments (Proprietary) Limited ⁽¹⁾	Namibia	Mines exploration and exploitation
Catnip Investments (Proprietary) Limited ⁽²⁾	Namibia	Mines exploration and exploitation
Wasabi Investments (Proprietary) Limited ⁽²⁾	Namibia	Mines exploration and exploitation
Clary Sage Investments (Proprietary) Limited ⁽²⁾	Namibia	Mines exploration and exploitation
Chives Investments (Proprietary) Limited ⁽²⁾	Namibia	Mines exploration and exploitation

(1) The Company holds 100% in the subsidiary

(2) The Company holds 85% in the subsidiary

Puranium Energy Ltd. (formerly Monterey Minerals Inc.)

Notes to Condensed Interim Consolidated Financial Statements

Three Months Ended March 31, 2023

(Expressed in Canadian Dollars)

(Unaudited)

3. Significant accounting policies (continued)

(f) New standards adopted during the year

Amendments to IAS 8 – accounting policies, changes in accounting estimates and errors

The amendments to IAS 8 is applied in selecting and applying accounting policies, accounting for changes in estimates and reflecting corrections of prior period errors. The standard requires compliance with any specific IFRS applying to a transaction, event or condition, and provides guidance on developing accounting policies for other items that result in relevant and reliable information. Changes in accounting policies and corrections of errors are generally retrospectively accounted for, whereas changes in accounting estimates are generally accounted for on a prospective basis. Adoption of the amendment did not have a significant impact on the Company's unaudited condensed interim consolidated financial statements.

(g) New standards not yet adopted and interpretations issued but not yet effective.

Classification of Liabilities as Current or Non-Current (Amendments to IAS 1)

The IASB has published Classification of Liabilities as Current or Non-Current (Amendments to IAS 1) which clarifies the guidance on whether a liability should be classified as either current or non-current. The amendments:

- clarify that the classification of liabilities as current or non-current should only be based on rights that are in place "at the end of the reporting period"
- clarify that classification is unaffected by expectations about whether an entity will exercise its right to defer settlement of a liability
- make clear that settlement includes transfers to the counterparty of cash, equity instruments, other assets or services that result in extinguishment of the liability.

This amendment was deferred and is effective for annual periods beginning on or after January 1, 2024. The Company will adopt these amendments as of their effective date, and is currently assessing the impacts on adoption.

4. Right-of-use Assets

Upon termination of the Company's previous lease agreement, the Company entered in to a new 5 year office lease on June 1, 2022. The Company used its incremental borrowing rate of 15.0% as the discount rate to determine the value to its 5 year office lease. The asset is depreciated on a straight-line basis over the lease term of 61 months, starting June 1, 2022.

Office lease	March 31, 2023	December 31, 2022
Balance, beginning of the period	\$ 44,664	\$ 7,141
Addition	-	50,454
Depreciation	(2,481)	(12,931)
Balance, end of the period	\$ 42,183	\$ 44,664

The right of use assets consist of leased office space which is amortized over the the life of the lease of 61 months currently (previous lease - 48 months).

Puranium Energy Ltd. (formerly Monterey Minerals Inc.)

Notes to Condensed Interim Consolidated Financial Statements

Three Months Ended March 31, 2023

(Expressed in Canadian Dollars)

(Unaudited)

5. Lease Liabilities

Office lease	March 31, 2023	December 31, 2022
Balance, beginning of the period	\$ 46,764	\$ 11,675
Additions	-	50,454
Interest	1,707	4,304
Lease payments	(3,414)	(19,669)
Balance, end of the period	\$ 45,057	\$ 46,764

Allocated as:		
Current	\$ 8,555	\$ 7,375
Long-term	36,502	39,389
	\$ 45,057	\$ 46,764

The following is a reconciliation from the undiscounted lease payments to the net investment in leases:

	Year 1	Year 2 - 3	Year 4 - 5	Total
Undiscounted cash flows				
Lease payments	\$ 14,012	\$ 28,895	\$ 18,563	\$ 61,470

6. Share capital and reserve

(a) Authorized – Unlimited Common shares without par value:

Issued and Outstanding as at March 31, 2023: 18,356,116 (December 31, 2022 - 17,018,116).

On February 10, 2023, the Company closed a private placement, issuing 1,338,000 units at a price of \$0.15 per unit for proceeds totaling \$200,700, \$70,501 of which was collected and recorded as shares to be issued as of December 31, 2022. Each unit is comprised of one common share and one half of one (1/2) common share purchase warrant. Each full Warrant entitles the holder to acquire one share at a price of \$0.25 at any time prior to the date which is two years from the date of issuing the Units. The fair value of the 669,000 warrants were estimated at \$50,416 using the Black-Scholes Option Pricing Model under the following assumptions: average risk-free interest rate – 4.09%; expected life – 2 years; expected volatility – 145%; forfeiture rate – Nil and expected dividends – Nil.

As part of the closing, the Company paid \$2,400 in cash finder's fees and 16,000 Finders Warrants, each finders warrant entitling the holder to purchase a common share at \$0.25 at any time prior to the date which is two years from the date of issuing the units. The fair value of the 16,000 warrants were estimated at \$1,700 using the Black-Scholes Option Pricing Model under the following assumptions: average risk-free interest rate – 4.09%; expected life – 2 years; expected volatility – 145%; forfeiture rate – Nil and expected dividends – Nil.

Puranium Energy Ltd. (formerly Monterey Minerals Inc.)

Notes to Condensed Interim Consolidated Financial Statements

Three Months Ended March 31, 2023

(Expressed in Canadian Dollars)

(Unaudited)

6. Share capital and reserve (continued)

(b) Stock options

On January 11, 2022, the Company granted 850,000 share purchase options to directors, officers and consultant which have an exercise price of \$0.70 per option, expire on January 11, 2027 and vested immediately on the date of grant. Share-based payments of \$443,963 have been recorded in connection with the issuance of these options. The 850,000 options were fair valued using the Black-Scholes Option Pricing Model using the following assumptions: average risk-free interest rate - 1.50%; share price - \$0.70; expected life - 5 years; expected volatility – 100%; forfeiture rate - Nil and expected dividends - Nil.

On March 17, 2023, the Company granted a total of 200,000 stock options to consultants, exercisable at a price of \$0.15 per common share up until March 17, 2028 and vesting 50% immediately on the date of grant, with the remaining 50% to vest on August 3, 2023. Share-based payments of \$10,534 have been recorded in connection with the issuance of these options. The 200,000 options were fair valued using the Black-Scholes Option Pricing Model using the following assumptions: average risk-free interest rate - 2.89%; share price - \$0.15; expected life - 5 years; expected volatility – 100%; forfeiture rate - Nil and expected dividends - Nil.

The movement in the Company's share options for the periods ended March 31, 2023 and 2022 are as follows:

	Number of stock options outstanding	Weighted average exercise price
Balance, December 31, 2021	68,438	\$ 9.21
Granted	850,000	0.70
Balance, March 31, 2022 and December 31, 2022	918,438	\$ 1.33
Granted	200,000	0.15
Balance, March 31, 2023	1,118,438	\$ 1.12

The weighted average grant date fair value of options granted during the three months ended March 31, 2023 is \$0.096 (March 31, 2022 - \$0.663).

As at March 31, 2023, the Company has outstanding share purchase options enabling holders to acquire common shares of the Company as follows:

Grant date	Options outstanding	Options vested	Weighted average remaining life (years)	Exercise price (\$)	Expiry date
August 15, 2018	16,250	16,250	0.38	12.00	August 15, 2023
February 28, 2019	10,938	10,938	0.92	9.60	February 28, 2024
August 29, 2019	9,375	9,375	1.42	8.00	August 29, 2024
February 19, 2020	3,750	3,750	1.89	8.00	February 19, 2025
August 10, 2020	18,750	18,750	2.36	8.00	August 10, 2025
September 3, 2020	9,375	9,375	2.43	8.00	September 3, 2025
January 11, 2022	850,000	850,000	3.79	0.70	January 11, 2027
March 17, 2023	200,000	100,000	4.97	0.15	March 17, 2028
	1,118,438	1,018,438	3.86	1.12	

Puranium Energy Ltd. (formerly Monterey Minerals Inc.)

Notes to Condensed Interim Consolidated Financial Statements

Three Months Ended March 31, 2023

(Expressed in Canadian Dollars)

(Unaudited)

6. Share capital and reserve (continued)

(c) Share purchase warrants

The following table reflects the continuity of warrants for the periods ended March 31, 2023 and 2022:

	Number of warrants	Weighted average exercise price
Balance, December 31, 2021 and March 31, 2022	5,947,225	\$ 0.89
Expired	(417,225)	8.00
Balance, December 31, 2022	5,530,000	\$ 0.35
Issued (note 6)	685,000	0.25
Balance, March 31, 2023	6,215,000	\$ 0.34

A summary of the Company's share purchase warrants as at March 31, 2023 are as follows:

Grant date	Options outstanding	Exercise price (\$)	Expiry date
December 23, 2021	5,530,000	0.35	December 23, 2023
February 10, 2023	685,000	0.25	February 10, 2025
	6,215,000		

7. Mineral property interests

(a) Cobalt Mountain property

On February 17, 2019, the Company acquired a 100% interest in the Cobalt Mountain property located in Canada. As per the option agreement, the Company made cash payments of \$60,000 and issued 22,500 common shares to the vendors.

In July 2022, the option agreement was terminated, and all right, title and interest in the property was transferred to the vendors.

Puranium Energy Ltd. (formerly Monterey Minerals Inc.)

Notes to Condensed Interim Consolidated Financial Statements

Three Months Ended March 31, 2023

(Expressed in Canadian Dollars)

(Unaudited)

7. Mineral property interests (continued)

(b) Properties in Australia

On February 28, 2019, the Company purchased 100% of Ridge Street Investments Pty Ltd. which owns two prospective tenements on the eastern flank of the Pilbara Basin. As consideration, the Company issued 100,000 common shares to the vendors and assumed loans of AUD \$65,000.

On April 1, 2019, the Company purchased 100% of CTTR Mining Tenements Pty Ltd which owns seven tenements encompassing 525 square kilometers in the Pilbara region of Western Australia. As consideration, the Company issued 87,500 common shares to the vendors and assumed loans of AUD \$55,000.

On June 5, 2019, the Company purchased 100% of Golden River Resources Pty Ltd which owns six tenements encompassing 323 square kilometers in the Pilbara region of Western Australia. As consideration, the Company issued 137,500 common shares to the vendors and assumed loans of AUD \$69,816.

On September 29, 2020 the Company signed a purchase and sale agreement to sell four of its southern tenements (the "Tenements") within the Company's portfolio of Pilbara gold properties in Australia. New Age Exploration Limited ("New Age") acquired the Tenements for 25 million shares of New Age. The Company recorded the 25 million New Age shares as marketable securities valued at \$282,240 on the date of the sale.

In addition, the Company entered into an option and asset sale agreement to option a further four tenements comprising 538 sq.km. to New Age for total consideration of 75 million New Age shares and 37.5 million unlisted New Age options with an exercise price of \$0.02, expiring September 28, 2023. New Age will have an exclusive right to exercise the option to acquire the four tenements on or before completion of a 45 day due diligence period. Accordingly, New Age paid an option fee of \$140,000 during the year ended December 31, 2020.

On August 26, 2021, the Company entered into a Deed of Variation to the principal agreement of the option and asset sale agreement signed with New Age on September 29, 2020. Under the Deed of Variation, the consideration for the option to purchase the four tenements comprising 538 sq.km was amended to (a) 7.5 million shares of New Age and (b) the performance payments of 30 million shares of New Age within 5 Business Days of the Purchaser first making a public announcement on the Australian Securities Exchange ("ASX") to the effect that it has delineated a 250 koz gold indicated Joint Ore Reserves Committee of the Australasian Institute of Mining and Metallurgy ("JORC") resource on the Tenements; and a further 30 million Shares within 5 Business Days of New Age first making a public announcement on the ASX to the effect that it has delineated a 500koz gold indicated JORC resource on the Tenements.

On January 12, 2022, the Company has divested itself of all remaining assets in Australia.

Puranium Energy Ltd. (formerly Monterey Minerals Inc.)

Notes to Condensed Interim Consolidated Financial Statements

Three Months Ended March 31, 2023

(Expressed in Canadian Dollars)

(Unaudited)

7. Mineral property interests (continued)

(c) Haines Property

On November 17, 2021, the Company purchased PrivateCo that has an option to purchase a 100% interest in 35 minerals claims in Ontario, Canada (the "Haines Property").

The Haines Property, located in Haines Township, Ontario is the key asset of PrivateCo. Under the terms of the share exchange agreement, PrivateCo received 1,800,000 common shares of the Company with a fair of \$819,000 during the year ended December 31, 2021. The underlying option held by PrivateCo requires the following:

- Three hundred thousand (300,000) common shares being paid to the Vendor by October 18, 2022
- Six hundred thousand (600,000) common shares being paid to the Vendor by October 18, 2023; and
- One hundred thousand dollars (\$100,000) being spent on the Haines Property by October 18, 2023.

The Vendor shall retain a two percent (2%) Net Smelter Return ("NSR") on the claims, of which half of the NSR can be purchased back from the Vendor for CAD\$1,000,000.

During the year ended December 31, 2022, the Company relinquished its rights to the Property, issuing none of the common share consideration on the underlying option and thereby canceling the option agreement.

(d) Properties in Namibia

On March 16, 2022, the Company entered into a definitive agreement to acquire an 85% stake in a total of seven (7) licenses located in Namibia. In order to take effect to the definitive agreement, the Company acquired a 100% stake in a holding Company by the name of Plum Investment (Proprietary) Limited for nominal consideration, whereby it subsequently acquired 85% of the outstanding common shares of the following entities incorporated in Namibia to which the licenses were to be transferred to:

- Bergamot Investments (Proprietary) Limited
- Betel Leaf Investments (Proprietary) Limited
- Parsley Investments (Proprietary) Limited
- Catnip Investments (Proprietary) Limited
- Wasabi Investments (Proprietary) Limited
- Clary Sage Investments (Proprietary) Limited
- Chives Investments (Proprietary) Limited (together, the "Namibian Entities").

Under the terms of the definitive agreement, the Company is to make a payment of US\$175,000 and issue a total of 8,800,000 common shares of the Company as consideration, 800,000 of which are to be paid as finder's fees.

As of December 31, 2022, a total of six (6) of the seven (7) licenses were transferred under the legal title of the Namibian Entities, entitling to vendors and finder to receive a total of 8,653,334 of the 8,800,000 common shares, comprising a total fair value of \$1,903,734, and cash consideration of \$224,367 (US\$172,083) of the US\$175,000 as consideration for the licences transferred. As of December 31, 2022, the Company has issued a total of 7,773,140 common shares (see note 6) and paid cash consideration totaling US\$154,578. The remaining 880,194 common shares with a fair value of \$193,643 has been recognized as shares to be issued and the unpaid cash consideration totaling \$23,709 (US\$17,505) has been recognized in accounts payable and accrued liabilities in the unaudited condensed interim consolidated statement of financial position as at March 31, 2023.

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Three Months Ended March 31, 2023

(Expressed in Canadian Dollars)

(Unaudited)

8. Segmented information

Operating segments are reported in a manner consistent with internal reporting provided to the chief operating decisionmaker. The chief operating decisionmaker is responsible for allocating resources and assessing performance of the operating segments and has been identified as the Company's CEO. During the year ended March 31, 2023, the Company has one single operating segment, consisting of exploration and evaluation activities.

The Company's had three geographic segments: Canada, Australia and Namibia.

As of March 31, 2023, all long-term assets amounting to \$42,183 (March 31, 2022 - \$44,664) were held within Canada.

9. Related party transactions

Related parties include the Board of Directors, close family members, other key management individuals and enterprises that are controlled by these individuals as well as certain persons performing similar functions. The Company define keys management personnel as its CEO, CFO and Board of Directors.

Related party transactions conducted in the normal course of operations are measured at the fair value and approved by the Board of Directors in strict adherence to conflict of interest law and regulations.

The Company incurred the following charges with related parties for the periods ended March 31, 2023 and 2022:

	Three Months Ended March 31,	
	2023	2022
Consulting - President and CEO	\$ 15,000	\$ 12,500
Consulting - CFO	10,500	10,500
Rent - Blackjack Silver (common officer)	5,742	-
Stock-based compensation	-	451,921
	<u>\$ 31,242</u>	<u>\$ 474,921</u>

10. Subsequent events

- Subsequent to March 31, 2023, the Company issued 95,909 common shares as compensation for services received up to March 31, 2023.