ENVIROMETAL TECHNOLOGIES INC.

Condensed Interim Financial Statements

For the three and nine months ended September 30, 2024 and 2023

(Unaudited - Expressed in Canadian dollars)

Notice of Disclosure of Non-auditor Review of the Condensed Interim Financial Statements for the Three and Nine Months ended September 30, 2024 and 2023

Pursuant to National Instrument 51-102 *Continuous Disclosure Obligations*, part 4, subsection 4.3(3)(a) issued by the Canadian Securities Administrators, if an auditor has not performed a review of the interim financial statements, they must be accompanied by a notice indicating that the financial statements have not been reviewed by an auditor.

The accompanying unaudited condensed interim financial statements of EnviroMetal Technologies Inc. for the interim periods ended September 30, 2024 and 2023, have been prepared in accordance with the International Accounting Standard 34 *Interim Financial Reporting,* as issued by the International Accounting Standards Board, and are the responsibility of management.

The independent auditors, WDM CPA, have not performed a review of these unaudited condensed interim financial statements.

November 26, 2024

ENVIROMETAL TECHNOLOGIES INC.
Condensed Interim Statements of Financial Position
(Unaudited - Expressed in Canadian dollars)

	Note	**September 30, 2024**	December 31, 2023
		$	$
ASSETS			
Current			
Cash		**15,216**	201,281
Trade and other receivables	5,12	**43,373**	264,986
Assets held for sale	6	**14,400**	28,800
Prepaid expenses and deposits		**27,892**	56,027
		100,881	551,094
Property, plant and equipment	7	**416,733**	590,760
Total assets		**517,614**	1,141,854
LIABILITIES			
Current			
Accounts payable and accrued liabilities	8	**346,411**	256,179
Current portion of lease liabilities	9	**56,836**	90,696
Due to related parties	12	**1,020,923**	769,431
Promissory notes	10	**50,000**	50,000
		1,474,170	1,166,306
Lease liabilities	9	**-**	32,919
Total liabilities		**1,474,170**	1,199,225
SHAREHOLDERS' DEFICIENCY			
Share capital	11(b)	**35,594,867**	35,594,867
Reserves		**6,072,314**	6,072,314
Contributed surplus		**750,000**	750,000
Deficit		**(43,373,737)**	(42,474,552)
Total shareholders' deficiency		**(956,556)**	(57,371)
Total liabilities and shareholders' deficiency		**517,614**	1,141,854

Nature of operations and going concern (Note 1)
Subsequent event (Note 19)

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

ENVIROMETAL TECHNOLOGIES INC.
Condensed Interim Statements of Loss and Comprehensive Loss
(Unaudited - Expressed in Canadian dollars, except number of shares)

	Note	Three months ended September 30, 2024	Three months ended September 30, 2023	Nine months ended September 30, 2024	Nine months ended September 30, 2023
		$	$	**$**	$
Revenue					
Consulting		**-**	-	**660**	-
Operating expenses					
Operating costs		**2,449**	70,959	**33,861**	208,868
Management and employee costs	12, 13	**109,656**	189,524	**422,946**	547,532
General and administration	12, 14	**117,100**	143,570	**375,185**	626,511
Share-based payments	11(c)	**-**	270	**-**	3,689
		229,205	404,323	**831,992**	1,386,600
Net loss from operations		**(229,205)**	(404,323)	**(831,332)**	(1,386,600)
Other income (expenses)					
Depreciation	7	**(58,009)**	(59,184)	**(174,027)**	(188,922)
Foreign exchange gain (loss)		**7,499**	(760)	**5,606**	(548)
Loss on disposal and write-down of assets		**-**	(2,605)	**-**	(2,605)
Gain on buy-out of lease		**-**	-	**-**	2,496
Other income		**8,612**	-	**50,525**	-
Interest income		**270**	-	**2,427**	1,021
Interest and financing costs		**(4,422)**	(11,960)	**(15,389)**	(37,356)
		(46,050)	(74,509)	**(130,858)**	(225,914)
Loss from continuing operations		**(275,255)**	(478,832)	**(962,190)**	(1,612,514)
Net income (loss) from discontinued operations	15	**(14,400)**	7,698	**63,005**	(142,219)
Loss and comprehensive loss		**(289,655)**	(471,134)	**(899,185)**	(1,754,733)
Loss per share:					
Basic and diluted		**(0.00)**	(0.00)	**(0.01)**	(0.02)
Weighted average number of common shares:					
Basic and diluted		**113,607,280**	107,928,458	**113,607,280**	107,928,458

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

ENVIROMETAL TECHNOLOGIES INC.
Condensed Interim Statements of Cash Flows
(Unaudited - Expressed in Canadian dollars)

	Nine months ended September 30,	
	2024	2023
	$	$
Operating activities		
Net loss for the period	**(899,185)**	(1,754,733)
Adjustments for:		
Write-down of inventory included in operating costs	**-**	19,600
Share-based payments	**-**	3,689
Depreciation	**174,027**	188,922
Loss on disposal and write-down of assets	**-**	2,605
Gain on buy-out of lease	**-**	(2,496)
Interest and financing costs	**10,778**	31,548
Changes in non-cash working capital:		
Trade and other receivables	**221,613**	(21,461)
Inventories	**-**	26,800
Prepaid expenses and deposits	**28,135**	1,469
Accounts payable and accrued liabilities	**87,240**	46,450
Due to related parties	**251,492**	371,797
Provision	**-**	(19,341)
Cash used in operating activities of continuing operations	**(125,900)**	(1,105,151)
Cash (used in) provided by operating activities of discontinued operations	**(63,005)**	71,675
Investing activities		
Proceeds from disposals of property, plant and equipment	**-**	5,698
Net proceeds from sales of assets held for sale	**77,405**	1,192,646
Cash provided by investing activities of continuing operations	**-**	5,698
Cash provided by investing activities of discontinued operations	**77,405**	1,192,646
Financing activities		
Proceeds from convertible notes	**-**	215,200
Proceeds from subscriptions liability	**-**	80,000
Payment of lease liabilities	**(74,565)**	(217,468)
Cash (used in) provided by financing activities of continuing operations	**(74,565)**	77,732
Change in cash of continuing operations	**(200,465)**	(1,021,721)
Change in cash of discontinued operations	**14,400**	1,264,321
Cash, beginning of period	**201,281**	429,038
Cash, end of period	**15,216**	671,638
Supplemental cash flow information:		
Cash interest paid	**-**	18,878
Cash interest received	**2,427**	-
Reversal of accrued unit issuance costs from accounts payable and accrued liabilities	**-**	5,874
Purchases of property, plant and equipment included in accounts payable and accrued liabilities	**-**	7,882
Cash income tax paid	**-**	-

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

ENVIROMETAL TECHNOLOGIES INC.
Condensed Interim Statements of Changes in Shareholders' Equity (Deficiency)
(Unaudited - Expressed in Canadian dollars, except number of shares)

			Reserves				
	Common shares	**Share capital**	**Share-based payments**	**Warrants**	**Contributed surplus**	**Deficit**	**Total shareholders' equity (deficiency)**
	#	$	$	$	$	$	$
Balance, December 31, 2022	107,928,458	35,333,446	5,781,973	258,258	750,000	(41,632,162)	491,515
Reversal of unit issuance costs	-	5,874	-	-	-	-	5,874
Share-based payments	-	-	3,689	-	-	-	3,689
Net loss for the period	-	-	-	-	-	(1,754,733)	(1,754,733)
Balance, September 30, 2023	107,928,458	35,339,320	5,785,662	258,258	750,000	(43,386,895)	(1,253,655)
Units issued in private placement	2,100,000	94,500	-	10,500	-	-	105,000
Units issued to settle convertible notes	3,578,822	161,047	-	17,894	-	-	178,941
Share-based payments	-	-	-	-	-	-	-
Net loss for the period	-	-	-	-	-	912,343	912,343
Balance, December 31, 2023	113,607,280	35,594,867	5,785,662	286,652	750,000	(42,474,552)	(57,371)
Net loss for the period	-	-	-	-	-	(899,185)	(899,185)
Balance, September 30, 2024	**113,607,280**	**35,594,867**	**5,785,662**	**286,652**	**750,000**	**(43,373,737)**	**(956,556)**

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

1. NATURE OF OPERATIONS AND GOING CONCERN

EnviroMetal Technologies Inc. (“the Company” or “EnviroMetal”) was incorporated under the province of Alberta’s Business Corporations Act on October 21, 2016. On December 4, 2020, the Company enacted a continuance from the province of Alberta to the province of British Columbia under the province of British Columbia’s Business Corporation Act and adopted new articles of incorporation.

The Company specializes in precious metal extraction processes with applications in the primary and secondary metals industries. The Company shares are listed for trading on the Canadian Securities Exchange (“CSE”) under the symbol “ETI”. The Company additionally trades in the United States on the OTC Pink marketplace under the symbol “EVLLF” and on the Frankfurt Stock Exchange under the symbol “7N2”.

The Company’s registered office is located at #1500 - 1055 West Georgia St., Vancouver, BC V6E 0B6 and its corporate offices are located at #208 - 6741 Cariboo Rd, Burnaby, BC V3N 4A3.

These unaudited condensed interim financial statements for the three and nine months ended September 30, 2024 and 2023 (“financial statements”) have been prepared on the assumption that the Company will continue as a going concern, meaning it will continue in operation for the foreseeable future and will be able to realize assets and discharge liabilities in the ordinary course of operations. For the three and nine months ended September 30, 2024, the Company incurred a loss of $289,655 and $899,185, respectively (2023 - $471,134 and $1,754,733, respectively) and has an accumulated deficit of $43,373,737 (December 31, 2023 - $42,474,552). There are several adverse conditions which present a material uncertainty that may cast significant doubt on the Company’s ability to continue as a going concern. The Company has incurred operating losses since inception, is unable to self-finance operations and has significant on-going cash requirements to meet its overhead obligations. The continuing operations of the Company are dependent upon economic and market factors which involve uncertainties including the Company’s ability to raise adequate equity financing and ultimately develop profitable operations. The Company is of the view that these objectives can be met, and that the going concern assumption is appropriate. If the going concern assumption were not appropriate for these financial statements, then adjustments would be necessary to the carrying value of assets and liabilities, the reported revenue, expenses and the statements of financial position classifications used, and such adjustments could be material.

2. BASIS OF PREPARATION

a) Statement of compliance

These financial statements were approved by the Board of Directors and authorized for issue on November 26, 2024.

These financial statements have been prepared in accordance with International Financial Reporting Standards (“IFRS Accounting Standards”) as issued by the International Accounting Standards Board applicable to the preparation of interim financial statements, including International Accounting Standard 34 *Interim Financial Reporting*. These financial statements do not include all disclosures required for annual audited financial statements. Accordingly, they should be read in conjunction with the notes to the Company’s audited financial statements for the years ended December 31, 2023 and 2022 (the "Annual Financial Statements").

b) Basis of measurement

These financial statements have been prepared using the historical cost basis, except for certain financial assets and liabilities which are measured at fair value, as specified by IFRS Accounting Standards. In addition, these financial statements have been prepared using the accrual basis of accounting, except for cash flow information.

c) Functional and presentation currency

The financial statements are presented in Canadian dollars, which is the functional currency of the Company.

(Unaudited - Expressed in Canadian dollars, except where noted)

2. BASIS OF PREPARATION (continued)

d) Reclassification of prior period presentation

Certain prior period amounts have been reclassified to conform to the current period presentation. These reclassifications had no effect on the reported results of operations. Adjustments made to the condensed interim consolidated statements of loss for the three and nine months ended September 30, 2023 to reclassify these expenses are as follows:

	As filed	Changes	Adjusted
	$	$	$
Operating costs	24,559	46,400	70,959
Loss on disposal and write-down of assets	36,605	(34,000)	2,605
Net income (loss) from discontinued operations	(4,702)	(12,400)	7,698

3. MATERIAL ACCOUNTING POLICIES

The accounting policies applied in the preparation of these financial statements are consistent with those applied and disclosed in the notes to the Annual Financial Statements, except for the following pronouncement which became effective for periods beginning on or after January 1, 2024.

Classification of liabilities as current or non-current - amendments to IAS 1

The amendments to IAS 1 specify the requirements for classifying liabilities as current or non-current. The amendments clarify:

- What is meant by a right to defer settlement
- That a right to defer must exist at the end of the reporting period
- That classification is unaffected by the likelihood that an entity will exercise its deferral right
- That only if an embedded derivative in a convertible liability is itself an equity instrument would the terms of a liability not impact its classification.

In addition, an entity is required to disclose when a liability arising from a loan agreement is classified as non-current and the entity’s right to defer settlement is contingent on compliance with future covenants within twelve months. The amendments have not had an impact on the classification of the Company's liabilities.

4. SIGNIFICANT JUDGMENTS AND SOURCES OF ESTIMATION UNCERTAINTY

The preparation of the financial statements requires management to make judgments, estimates and assumptions that affect the application of policies and reported amounts of assets, liabilities, and expenses.

The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances and which form the basis of making judgments about carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates. The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimate is revised, if the revision affects only that period, or in the period of the revision and further periods if the revision affects both current and future periods.

In the preparation of these financial statements, the Company used the same accounting estimates and judgments as those applied and disclosed in the Annual Financial Statements.

(Unaudited - Expressed in Canadian dollars, except where noted)

5. TRADE AND OTHER RECEIVABLES

A summary of the Company's trade and other receivables is as follows:

	September 30, 2024	December 31, 2023
	$	$
Due from related parties	**4,988**	29,988
Government subsidies	**-**	144,597
Taxes receivable	**23,731**	15,563
Trade receivable	**14,654**	74,838
	43,373	264,986

A summary of the Company's aging of trade and other receivables is as follows:

	September 30, 2024	December 31, 2023
	$	$
Current to 30 days	**32,554**	148,721
31 - 60 days	**-**	111,277
Greater than 90 days	**10,819**	4,988
	43,373	264,986

The Company assesses its trade and other receivables for expected credit losses on an individual basis. No provision for expected credit losses has been recorded as at September 30, 2024 or December 31, 2023.

6. ASSETS HELD FOR SALE

In 2022, the Company ceased processing E-waste (Note 15). As a result, management determined the value of the E-waste processing assets to be recovered through a sale transaction rather than continued use. The assets were reclassified as assets held for sale are measured at the lower of carrying amount and fair value less costs to sell.

A summary of the Company's assets held for sale is as follows:

	$
Balance, December 31, 2022	1,187,206
Sold	(1,101,261)
Write down	(57,145)
Balance, December 31, 2023	28,800
Write down	(14,400)
Balance, September 30, 2024	**14,400**

(Unaudited - Expressed in Canadian dollars, except where noted)

7. PROPERTY, PLANT AND EQUIPMENT

A summary of the Company's property, plant and equipment is as follows:

	Equipment	Right-of-use assets	Office fixtures	Computers	Vehicle	Total
	$	$	$	$	$	$
Cost						
Balance, December 31, 2022	3,374,677	1,840,476	361,768	41,391	20,158	5,638,470
Additions	-	-	7,882	-	-	7,882
Disposals	(3,375)	(8,867)	(5,699)	-	(20,158)	(38,099)
Balance, September 30, 2024 and December 31, 2023	**3,371,302**	**1,831,609**	**363,951**	**41,391**	**-**	**5,608,253**
Accumulated depreciation						
Balance, December 31, 2022	2,909,029	1,496,690	204,400	41,391	7,056	4,658,566
Additions	81,850	216,069	69,029	-	3,359	370,307
Disposals	(965)	-	-	-	(10,415)	(11,380)
Balance, December 31, 2023	2,989,914	1,712,759	273,429	41,391	-	5,017,493
Additions	61,026	60,471	52,530	-	-	174,027
Balance, September 30, 2024	**3,050,940**	**1,773,230**	**325,959**	**41,391**	**-**	**5,191,520**
Carrying value						
Balance, December 31, 2023	381,388	118,850	90,522	-	-	590,760
Balance, September 30, 2024	**320,362**	**58,379**	**37,992**	**-**	**-**	**416,733**

During the three months ended September 30, 2024, the Company recorded depreciation of $58,009 (2023 - $59,184) consisting of $58,008 (2023 - $59,184) from continuing operations and $nil (2023 - $nil) from discontinued operations (Note 15).

During the nine months ended September 30, 2024, the Company recorded depreciation of $174,027 (2023 - $311,842) consisting of $174,027 (2023 - $188,922) from continuing operations and $nil (2023 - $122,920) from discontinued operations (Note 15).

8. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

A summary of the Company's accounts payable and accrued liabilities is as follows:

	September 30, 2024	December 31, 2023
	$	$
Accounts payable	**264,990**	165,255
Accrued liabilities	**72,380**	86,387
Accrued interest	**9,041**	4,537
	346,411	256,179

(Unaudited - Expressed in Canadian dollars, except where noted)

9. LEASE LIABILITIES

The Company's right-of-use assets are included in property, plant and equipment (Note 7). The imputed financing costs for lease liabilities were determined based on the Company's incremental borrowing rate and finance lease terms available to similar sized natural resource focussed companies, which was estimated to be 11.48% for equipment and 10.96% for buildings.

A summary of the Company's lease liabilities is as follows:

	$
Balance, December 31, 2022	370,781
Buyout of leases	(14,062)
Payments	(241,822)
Interest expense	8,718
Balance, December 31, 2023	123,615
Payments	(74,565)
Interest expense	7,786
Balance, September 30, 2024	**56,836**
Current portion	**56,836**
Non-current portion	**-**

A summary of the Company's future minimum lease payments related to the equipment under finance and land lease is as follows:

	September 30, 2024
	$
2024	25,256
2025	33,675
Total future minimum lease payments	58,931
Effects of discounting	(2,095)
Total present value of minimum lease payments	**56,836**

10. PROMISSORY NOTES

On December 15, 2023, the Company entered into agreements with the holders of convertible notes, pursuant to which the convertible notes with a total value of $50,000 were reissued as promissory notes. The promissory notes bear interest at a rate of 12% per annum and matured on March 30, 2024. During the three and nine months ended September 30, 2024, promissory notes interest expense of $1,512 and $4,504, respectively (2023 - $nil and $nil, respectively). At September 30, 2024, the promissory notes are due on demand.

11. SHARE CAPITAL

a) Authorized

Authorized share capital consists of an unlimited number of common shares, without par value.

b) Issued and outstanding

During the nine months ended September 30, 2024, the Company did not have any share capital transactions.

(Unaudited - Expressed in Canadian dollars, except where noted)

11. SHARE CAPITAL (continued)

During the year ended December 31, 2023, the Company had the following share capital transactions.

- On December 15, 2023, the Company issued 3,578,822 units at $0.05 per unit, to settle convertible notes of $178,941. Each unit comprises one common share and one common share purchase warrant. Each warrant entitles the holder to purchase one common share of the Company at $0.10 per share until December 15, 2024 and $0.15 per share thereafter until expiry on December 15, 2025. Proceeds were allocated using the residual method. The closing price of one common share on December 15, 2023 was $0.05 and as a result, $161,047 was allocated to share capital and $17,894 was allocated to warrant reserves.
- On December 15, 2023, the Company issued 2,100,000 units at $0.05 per unit, for gross proceeds of $105,000, of which $80,000 was received during the year ended December 31, 2022 and $12,500 was received during the nine months ended September 30, 2024. Each unit comprises one common share and one common share purchase warrant. Each warrant entitles the holder to purchase one common share of the Company at $0.10 per share until December 15, 2024 and $0.15 per share thereafter until expiry on December 15, 2025. Proceeds were allocated using the residual method. The closing price of one common share on December 15, 2023 was $0.05 and as a result, $94,500 was allocated to share capital and $10,500 was allocated to warrants reserves.
- During the year ended December 31, 2023, the Company reversed $5,874 of unit issuance costs related to a financing which closed on March 31, 2022.

c) Stock options

The Company's equity compensation plan ("2020 Plan") was approved by shareholders on November 24, 2020. Per the 2020 Plan, the aggregate number of shares reserved for issuance will not exceed 20% of the Company's issued and outstanding common shares on the date of grant. Options that are exercised, expire or are otherwise terminated for any reason will again be available for the purpose of granting options pursuant to the 2020 Plan. The 2020 Plan allows for options to be issued to directors, officers, employees, consultants of the Company. Options granted must be exercised no more than five years from the date of grant or such lesser period as may be determined by the Company's board of directors and in accordance with the policies of the CSE. The board of directors determine the time period during which options will vest and the method of vesting, which are subject to the policies of the CSE.

The grant date fair value is calculated using the Black-Scholes option pricing model. Where relevant, the expected life has been adjusted based on management's best estimate for the effects of historical forfeitures and behavioral considerations. Expected volatility is based on the historical share price volatility. For the three and nine months ended September 30, 2024, share-based payments recognized in profit or loss were $nil and $nil, respectively (2023 - $270 and $3,689, respectively).

A summary of the Company's stock option activity is as follows:

	Number of stock options	Weighted average exercise price
	#	$
Balance, December 31, 2022	9,985,000	0.66
Granted	200,000	0.15
Expired	(2,660,000)	1.03
Balance, December 31, 2023	7,525,000	0.52
Expired	(5,775,000)	0.43
Balance, September 30, 2024	**1,750,000**	**0.79**

(Unaudited - Expressed in Canadian dollars, except where noted)

11. SHARE CAPITAL (continued)

A summary of the Company's stock options outstanding and exercisable as at September 30, 2024 is as follows:

Date of expiry	Weighted average exercise price	Number of options outstanding and exercisable	Weighted average remaining life
	$	#	Years
October 25, 2024[(1)]	0.25	350,000	0.07
December 11, 2024	1.45	500,000	0.20
February 17, 2025	0.15	200,000	0.38
April 24, 2025	0.76	700,000	0.56
	0.79	**1,750,000**	**0.34**

(1) Subsequent to the period ended September 30, 2024, these options expired unexercised.

d) Warrants

During the year ended December 31, 2023, the Company issued 5,678,822 share purchase warrants through the issuance of 5,678,822 units.

A summary of the Company's warrant activity is as follows:

	Number of warrants	Weighted average exercise price
	#	$
Balance, December 31, 2022	14,470,276	0.50
Issued	5,678,822	0.15
Balance, December 31, 2023	20,149,098	0.40
Expired	(14,470,276)	0.50
Balance, September 30, 2024	**5,678,822**	**0.15**

As at September 30, 2024, the Company had 5,678,822 warrants outstanding and exercisable (December 31, 2023 - 20,149,098) with an exercise price of $0.15 per common share and an expiration date of December 15, 2025. As at September 30, 2024, the weighted average remaining contractual life of outstanding warrants is 1.21 years (December 31, 2023 - 0.66 years).

12. RELATED PARTY TRANSACTIONS

Related parties include directors and key management of the Company and entities controlled by these individuals. Key management personnel include those persons having the authority and responsibility of planning, directing and executing the activities of the Company. Key management personnel consist of senior management including the Chief Executive Officer.

(Unaudited - Expressed in Canadian dollars, except where noted)

12. RELATED PARTY TRANSACTIONS (continued)

A summary of the Company's related party transactions is as follows:

	Three months ended September 30,		Nine months ended September 30,	
	2024	2023	**2024**	2023
	$	$	**$**	$
Consulting fees (1)	**-**	-	**-**	150,000
Directors' fees (2)	**-**	68,952	**69,105**	205,290
Salaries and benefits (3)	**101,250**	56,250	**221,250**	235,899
	101,250	125,202	**290,355**	591,189

(2) Included in general and administration in profit or loss and as consulting fees in Note 14.
(3) Included in general and administration in profit or loss and as public company costs in Note 14.
(4) Included in management and employee costs in profit or loss.

As at September 30, 2024, the Company had amounts due from related parties of $4,988 (December 31, 2023 - $29,988) included in trade and other receivables.

As at September 30, 2024, the Company had amounts due to related parties of $1,020,923 (December 31, 2023 - $769,431). These amounts are unsecured, non-interest bearing, without specific repayment terms, are due on demand and have been incurred in the normal course of business.

13. GOVERNMENT SUBSIDIES

The National Research Council of Canada Industrial Research Assistance Program ("IRAP") and The Centre for Excellence in Mining Innovation ("CEMI") provide companies with qualifying research projects with a monthly financial grant based on eligible wage expenses. The government wage subsidy income was recorded as a reduction to management and employee costs on the statement of loss and comprehensive loss.

A summary of the Company's government subsidies is as follows:

	Three months ended September 30,		Nine months ended September 30,	
	2024	2023	**2024**	2023
	$	$	**$**	$
IRAP	**-**	15,846	**26,019**	43,275
CEMI	**8,823**	-	**50,736**	-
	8,823	**15,846**	**76,755**	**43,275**

14. GENERAL AND ADMINISTRATION

A summary of the Company's general and administration expenses is as follows:

	Three months ended September 30,		Nine months ended September 30,	
	2024	2023	**2024**	2023
	$	$	**$**	$
Consulting fees	**15,375**	21,533	**80,375**	180,533
General and administration	**15,737**	1,264	**65,099**	59,465
Professional fees	**67,547**	14,614	**81,470**	67,366
Public company costs	**18,040**	104,363	**146,635**	307,678
Travel	**401**	1,796	**1,606**	11,469
	117,100	143,570	**375,185**	626,511

(Unaudited - Expressed in Canadian dollars, except where noted)

15. DISCONTINUED OPERATIONS

In 2022, the Company discontinued processing E-waste at its EnviroCircuit facility. Consequently, as at December 31, 2022, assets and liabilities allocable to EnviroCircuit were classified as a disposal group. Revenue and expenses, gains and losses relating to the discontinuation of this subgroup have been eliminated from the Company's continuing operations and are shown as a single line item in profit or loss.

A summary of the Company's net income (loss) from discontinued operations is as follows:

	Three months ended September 30,		Nine months ended September 30,	
	2024	2023	**2024**	2023
	$	$	**$**	$
Revenue	**-**	12,618	**-**	93,416
Operating costs	**-**	(875)	**-**	(875)
Management and employee costs	**-**	(6,021)	**-**	(102,984)
General and administration	**-**	(9,589)	**-**	(60,101)
Depreciation	**-**	-	**-**	(122,920)
Gain on disposal of assets held for sale	**-**	11,565	**-**	51,245
Gain on sale of inventory previously written down	**-**	-	**77,405**	-
Write down of assets held for sale	**(14,400)**	-	**(14,400)**	-
Net income (loss) from discontinued operations	**(14,400)**	7,698	**63,005**	(142,219)

A summary of the Company's carrying values of the assets in the disposal group is as follows:

	September 30, 2024	December 31, 2023
	$	$
Current assets		
Trade and other receivables	**-**	69,006
Assets held for sale	**14,400**	28,800

16. COMMITMENTS AND CONTINGENCIES

In June 2021, EnviroMetal commenced a civil action against Regenx Technologies Corp. (formerly "Mineworx Technologies Ltd.") and related parties (jointly, the "Mineworx Defendants") in the Supreme Court of British Columbia.

The Mineworx Defendants are purporting to be competing with EnviroMetal in the recovery of platinum group metals from spent catalysts using a chemical formula and process based on EnviroMetal's intellectual property without a license to do so from EnviroMetal. These actions by the Mineworx Defendants are in breach of the access agreements, confidentiality agreements, as well as the asset purchase agreement between the Mineworx Defendants and EnviroMetal dated December 19, 2016. These actions constitute a breach of confidence.

EnviroMetal is seeking, among other relief from the court, general, aggravated, and punitive damages against the Mineworx Defendants, an injunction prohibiting the Mineworx Defendants from using any confidential information or intellectual property belonging to EnviroMetal, and disgorgement of profit arising from such unauthorized use.

In January 2022, the court granted EnviroMetal's application for an injunction that, amongst other things, prohibits the Mineworx Defendants from disclosing any confidential information or intellectual property belonging to EnviroMetal until further court order.

The Mineworx Defendants dispute EnviroMetal's claims and commenced a counterclaim against EnviroMetal for, amongst other things, alleged breaches of various agreements between the parties. Some of the Mineworx Defendants' claims are subject to arbitration clauses. As a result, the Mineworx Defendants served EnviroMetal with a notice to arbitrate those claims.

Prior to commencing the legal action against the Mineworx Defendants, the Company provided the Mineworx Defendants with notices of breach and provided the required amount of time to remedy.

(Unaudited - Expressed in Canadian dollars, except where noted)

16. COMMITMENTS AND CONTINGENCIES (continued)

During the year ended December 31, 2021, the Company recognized a contingent liability of $1,089,685. During the year ended December 31, 2023, the Company recognized a recovery on the provision of $1,089,685 due to the unlikelihood of Mineworx Defendant being successful with the ongoing dispute. No changes to the estimate were made during the nine months ended September 30, 2024.

17. FINANCIAL INSTRUMENTS AND RISK MANAGEMENT

The Company's financial instruments consist of cash, trade and other receivables (excluding government subsidies and taxes receivable), deposits, due to related parties, accounts payable and accrued liabilities and promissory notes and are classified as and measured at amortized cost. As at September 30, 2024 and December 31, 2023, the carrying values of these financial instruments approximate their fair values because of their short-term nature.

The Company's current business involves consulting for clients, licensing its proprietary technology for the extraction of precious metals for the mining industry and select processing of ores and concentrates, which exposes the Company to a variety of financial instrument related risks. These risks include credit risk, liquidity risk and market risk. The Company's board of directors provides oversight for the Company's risk management processes.

a) Credit risk

Credit risk is the risk of financial loss to the Company if a customer or counterparty to a financial instrument fails to fulfill its contractual obligations. The Company's credit risk is primarily attributable to cash, deposits as well as trade and other receivables. The Company has no significant concentration of credit risk arising from operations. Cash consist of accounts at reputable financial institution, from which management believes the risk of loss to be remote. In Canada, federal deposit insurance covers balances up to $100,000. As at September 30, 2024, management considers the Company's exposure to credit risk is minimal. An aging of trade and other receivables is as disclosed in Note 5.

b) Liquidity risk

Liquidity risk is the risk that the Company will not be able to meet its financial obligations as they fall due. The Company has a planning and budgeting process in place to help determine the funds required to support the Company's normal operating requirements on an ongoing basis. In order to meet its current obligations as they become due, the Company will need to secure additional financing in the form of debt or equity.

As at September 30, 2024, the Company had a cash balance of $15,216 (December 31, 2023 - $201,281) to settle current liabilities of $1,474,170 (December 31, 2023 - $1,166,306). The Company is exposed to liquidity risk and has assessed the liquidity risk as high.

A summary of the Company's contractual undiscounted cash flow requirements as at September 30, 2024, is as follows:

	Less than 1 year
	$
Accounts payable and accrued liabilities	346,411
Due to related parties	1,020,923
Lease liabilities	58,931
Promissory notes	50,000
	1,476,265

c) Market risk

Market risk is the risk that changes in market prices, such as foreign exchange rates, interest rates and equity prices will affect the Company's income or the value of its holdings of financial instruments. The objective of market risk management is to manage and control market risk exposures within acceptable parameters, while optimizing the return. As at September 30, 2024, the Company is not exposed to significant market risk.

17. FINANCIAL INSTRUMENTS AND RISK MANAGEMENT (continued)

Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate due to changes in market interest rates. The Company has no financial instruments that are subject to variable interest rates. As at September 30, 2024, the Company is not exposed to interest rate risk.

Foreign currency risk

The Company is exposed to currency risk due to business transactions in foreign countries or currencies. The Company primary transactions are in Canadian dollars and United States dollars. Currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rates.

The Company is subject to normal risks including fluctuations in foreign exchange rates. While the Company manages its operations in order to minimize exposure to these risks, it has not entered into any derivatives or contracts to hedge or otherwise mitigate this exposure.

A summary of the Company's financial assets and liabilities that are denominated in US$ is as follows:

	September 30, 2024	December 31, 2023
	$	$
Cash	**22**	55,740
Accounts payable and accrued liabilities	**(23,746)**	(26,255)
	(23,724)	29,485

A 5% change in the foreign exchange rates would result in an impact of approximately $1,186 to the Company's net loss and comprehensive loss.

18. CAPITAL MANAGEMENT

The Company's objectives when managing capital are to safeguard the Company's ability to continue as a going concern, so that it can provide returns for shareholders and benefits for other stakeholders, and to bring its mineral properties to commercial production.

The Company manages its capital structure and makes adjustments to it for changes in economic conditions and the risk characteristics of the underlying assets, being mineral properties.

In order to maintain or adjust its capital structure, the Company may issue new shares through equity offerings or sell assets to fund operations. Management reviews the Company's capital management approach on a regular basis. The Company is not subject to externally imposed capital requirements. There have not been changes to the Company's capital management policy during the nine months ended September 30, 2024.

19. SUBSEQUENT EVENT

On October 25, 2024, 350,000 options expired unexercised.