

United Lithium Corp.
Condensed Interim Consolidated Financial Statements
Nine Months Ended April 30, 2023 and 2022
(Expressed in Canadian Dollars)
(Unaudited)

These unaudited condensed interim consolidated financial statements of United Lithium Corp. for the nine months ended April 30, 2023, have been prepared by management and approved by the Board of Directors (the "Board").

These unaudited condensed interim consolidated interim financial statements have not been reviewed by the Company's external auditors.

United Lithium Corp.
Condensed Interim Consolidated Statements of Financial Position
(Unaudited - Expressed in Canadian Dollars)

	Notes	April 30, 2023	July 31, 2022
ASSETS			
Current assets			
Cash and cash equivalents		\$ 6,157,374	\$ 2,304,833
Receivables		230,442	191,070
Prepaid expenses	3	84,294	79,049
Total current assets		6,472,110	2,574,952
Non-current assets			
Exploration and evaluation assets	4	14,985,645	13,186,342
Equipment	5	222,218	7,003
Long term prepaid expenses		6,655	6,290
TOTAL ASSETS		\$ 21,686,628	\$ 15,774,587
LIABILITIES			
Current liabilities			
Accounts payable and accrued liabilities	6,8	\$ 357,128	\$ 580,757
TOTAL LIABILITIES		357,128	580,757
SHAREHOLDERS' EQUITY			
Share capital	7	36,087,856	28,748,472
Reserves	7	6,750,175	5,621,576
Obligation to issue shares	7	-	50,000
Accumulated other comprehensive income (loss)		26,399	(27,620)
Accumulated deficit		(21,523,877)	(19,197,381)
Shareholders' equity attributable to the Company		21,340,553	15,195,047
Non-controlling interest	9	(11,053)	(1,217)
TOTAL SHAREHOLDERS' EQUITY		21,329,500	15,193,830
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY		\$ 21,686,628	\$ 15,774,587

Nature of operations and going concern (Note 1)

Subsequent event (Note 12)

Approved and authorized for issue on behalf of the Board on June 26, 2023:

/s/ Iain Scarr

Iain Scarr, Director

/s/ Scott Eldridge

Scott Eldridge, Director

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

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

		Three months ended April 30,		Nine months ended April 30,	
	Notes	2023	2022	2023	2022
Operating expenses					
Depreciation	5	\$ 438	\$ 438	\$ 3,064	\$ 1,313
General and administration		18,685	17,625	97,569	82,756
Investor relations		58,788	83,173	118,054	122,742
Management and consulting fees	8	203,199	60,605	307,528	307,749
Marketing		-	326,302	36,000	2,035,346
Professional fees		90,244	82,212	289,163	464,012
Project generation		50,386	478,611	136,878	739,170
Public company costs and director fees	8	4,364	16,088	37,088	49,828
Regulatory and transfer agent fees		9,834	27,305	45,307	56,533
Share-based payments	7,8	(47,222)	56,604	1,197,938	1,638,321
Travel		14,723	-	14,723	-
Foreign exchange loss		14,197	3,944	53,020	10,420
Loss from operations		(417,636)	(1,152,907)	(2,336,332)	(5,508,190)
Other expenses					
Transaction costs		-	(28,433)	-	(88,176)
Loss on settlement of debt		-	-	-	(92,454)
Loss before income taxes		(417,636)	(1,181,340)	(2,336,332)	(5,688,820)
Income taxes		-	-	-	-
Net loss for the period		\$ (417,636)	\$ (1,181,340)	(2,336,332)	(5,688,820)
Other comprehensive (loss) income					
Items that may be reclassified subsequently to loss:					
Currency translation adjustment		(13,735)	(12,407)	54,019	(29,474)
Total other comprehensive (loss) income		(13,735)	(12,407)	54,019	(29,474)
Total comprehensive loss for the period		\$ (431,371)	\$ (1,193,747)	\$ (2,282,313)	\$ (5,718,294)
Net loss attributable to:					
Shareholders of United Lithium Corp.		(410,745)	(1,180,889)	(2,326,496)	(5,688,369)
Non-controlling interest	4,9	(6,891)	(451)	(9,836)	(451)
Net loss for the period		\$ (417,636)	\$ (1,181,340)	\$ (2,336,332)	\$ (5,688,820)
Total comprehensive loss attributable to:					
Shareholders of United Lithium Corp.		(431,371)	(1,193,747)	(2,282,313)	(5,718,294)
Non-controlling interest	4,9	-	-	-	-
Total comprehensive loss for the period		\$ (431,371)	\$ (1,193,747)	\$ (2,282,313)	\$ (5,718,294)
Loss per share attributable to common					
shareholders (basic and diluted)		\$ (0.00)	\$ (0.02)	\$ (0.03)	\$ (0.08)
Weighted average number of basic and					
diluted common shares outstanding		106,930,992	71,362,147	84,085,237	67,673,225

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

United Lithium Corp.
Condensed Interim Consolidated Statements of Changes in Shareholders' Equity
(Unaudited - Expressed in Canadian Dollars)

	Notes	Number of shares	Share capital	Reserves			Obligation to issue shares	Accumulated other comprehensive income (loss)	Non-controlling interest	Accumulated deficit	Total
				Equity settled employee compensation and warrants	Special warrants	Special broker warrants					
Balance at July 31, 2021		52,779,663	\$19,890,739	\$ 3,294,210	\$ 7,635,722	\$ 644,000	\$ 40,000	\$ (5,123)	\$ -	\$(13,327,482)	\$18,172,066
Share issuance costs		-	(1,564,281)	-	1,564,281	-	-	-	-	-	-
Special warrants		15,890,886	9,200,000	-	(9,200,000)	-	-	-	-	-	-
Shares issued, property		929,774	460,000	-	-	-	(40,000)	-	-	-	420,000
Shares issued, exercise of warrants		1,722,623	443,559	-	-	-	-	-	-	-	443,559
Shares issued, debt settlements		684,848	318,455	-	-	-	-	-	-	-	318,455
Share-based payments	7	-	-	1,638,321	-	-	-	-	-	-	1,638,321
Exchange difference on translation		-	-	-	-	-	-	(29,474)	-	-	(29,474)
Net loss for the period		-	-	-	-	-	-	-	(451)	(5,688,369)	(5,688,820)
Balance at April 30, 2022		72,007,794	\$28,748,472	\$ 4,932,531	\$ 3	\$ 644,000	\$ -	\$ (34,597)	\$ (451)	\$(19,015,851)	\$15,274,107
Balance at July 31, 2022		72,007,794	28,748,472	4,977,576	-	644,000	50,000	(27,620)	(1,217)	(19,197,381)	15,193,830
Shares issued, private placement	7	50,000,000	7,000,000	-	-	-	-	-	-	-	7,000,000
Share issuance costs, private placement	7	-	(32,746)	-	-	-	-	-	-	-	(32,746)
Shares issued, property	4,7	208,333	51,041	-	-	-	(50,000)	-	-	-	1,041
Shares issued, exercise of warrants	7	1,007,000	321,089	-	-	(69,339)	-	-	-	-	251,750
Contributed Surplus - Warrants		-	-	(707,803)	-	707,803	-	-	-	-	-
Share-based payments	7	-	-	1,197,938	-	-	-	-	-	-	1,197,938
Exchange difference on translation		-	-	-	-	-	-	54,019	-	-	54,019
Net loss for the period		-	-	-	-	-	-	-	(9,836)	(2,326,496)	(2,336,332)
Balance at April 30, 2023		123,223,127	\$36,087,856	\$ 5,467,711	\$ -	\$1,282,464	\$ -	26,399	\$ (11,053)	\$(21,523,877)	\$21,329,500

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

United Lithium Corp.
Condensed Interim Consolidated Statements of Cash Flows
(Unaudited - Expressed in Canadian Dollars)

	Note	For the nine months ended April 30,	
		2023	2022
Operating activities			
Net loss for the period		\$ (2,336,332)	\$ (5,688,820)
Adjustments for non-cash items:			
Depreciation		1,313	1,313
Share-based payments	7	1,197,938	1,638,321
Loss on settlement of debt		-	92,454
Unrealized foreign exchange loss (gain)		53,654	(28,749)
Changes in non-cash working capital items:			
Amounts receivable		(39,372)	(132,638)
Prepaid expenses		(5,245)	444,646
Accounts payable and accrued liabilities		(251,484)	681,378
Cash used in operating activities		(1,379,528)	(2,992,095)
Investing activities			
Exploration and evaluation assets		(1,798,262)	(1,514,023)
Acquisition of subsidiary	4	-	(266,694)
Acquisition of equipment	5	(216,528)	-
Cash used in investing activities		(2,014,790)	(1,780,717)
Financing activities			
Proceeds from private placement	7	7,000,000	-
Share issuance costs		(4,891)	-
Proceeds from exercise of warrants		251,750	443,559
Cash from financing activities		7,246,859	443,559
Change in cash and cash equivalents		3,852,541	(4,329,253)
Cash and cash equivalents, beginning of the period		2,304,833	8,341,524
Cash and cash equivalents, end of the period		\$ 6,157,374	\$ 4,012,271

The non-cash investing activities not already disclosed in the condensed interim consolidated statements of cash flows were as follows:

		For the nine months ended April 30,	
		2023	2022
Investing Activities			
Shares issued relating to the acquisition of exploration and evaluation assets	4	\$ 51,041	\$ 460,000
Financing Activities			
Shares issued relating to settlement of debt obligations		\$ -	\$ 318,455

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

1. Nature of operations and going concern

United Lithium Corp. (the "Company") is a publicly listed exploration company incorporated on April 28, 2017, under the laws of the Province of British Columbia, Canada. The Company is listed on the Canadian Stock Exchange ("CSE") and its shares trade under the symbol ULTH. The Company's head office and principal address is located at 1030 West Georgia Street, Suite 710, Vancouver, British Columbia, Canada, V6E 2Y3. The Company's registered and records office address is 885 West Georgia Street, Suite 2200, Vancouver, British Columbia, Canada, V6C 3E8.

The Company, together with its subsidiaries, is a mineral exploration and development group focused on advancing its portfolio of five lithium projects in Sweden, Finland, USA and Canada. This portfolio includes the Bergby Lithium Project (the "Bergby Project") in Sweden, the Kietyönmäki Lithium property ("Kietyönmäki") in Finland, the Liberty Lithium Project ("Liberty" or "Liberty Project") in South Dakota, USA, the Patriot Lithium Project ("Patriot" or "Patriot Project") in Gunnison County, Colorado, USA, and the Barbara Lake Lithium Property ("Barbara Lake" or "Barbara Lake Property") in the Thunder Bay Mining District, Ontario, Canada. The principal business activity of the Company is the acquisition and exploration, and definition of potentially economically viable mineral resource deposits on mineral properties.

These condensed interim consolidated financial statements have been prepared in accordance with International Financial Reporting Standards ("IFRS") applicable to a going concern, which assumes that the Company will continue in operation for the foreseeable future and will be able to realize its assets and discharge liabilities in the ordinary course of operations. Different bases of measurement may be appropriate if the Company is not expected to continue operations for the foreseeable future.

The Company has incurred losses from inception and does not currently have the financial resources to sustain its operations in the long-term. For the three and nine months ended April 30, 2023, the Company had no operating revenue and incurred a net loss of approximately \$418,000 and \$2.34 million, respectively (April 30, 2022 - \$1.81 million and \$5.69 million). At April 30, 2023, the Company had consolidated cash of approximately \$6.16 million to apply against current liabilities of approximately \$357,000. The Company has not achieved profitable operations and has an accumulated deficit of \$21.52 million and expects to incur further losses in the development of its business, all of which indicates a material uncertainty that may cast significant doubt about the Company's ability to continue as a going concern. The Company's continuation as a going concern is dependent upon its ability to attain profitable operations to generate funds and/or its ability to raise equity capital or borrowings sufficient to meet its current and future obligations. Although the Company has been successful in raising funds to continue operations in the past, there is no assurance that future financing will be available or be available on favorable terms. The ability to secure financing may be impaired, or such financing may not be available on favorable terms due to conditions beyond the Company's control, such as uncertainty in capital markets, changes in commodity prices or country-specific risk factors.

The resulting effects of COVID-19 and geopolitical instability around the world have caused and continues to cause considerable disruptions to the world economy, including financial markets, which could adversely impact the Company's ability to obtain additional financing when necessary. Global supply chains also continue to be impacted, which could adversely impact the Company by increasing costs and the lead time to acquire or procure necessary services and products. Finally, the effects of COVID-19 could have a future impact on the free movement of people across international borders. The duration of any border restrictions, and any change to the level and types of restriction of movement, is unknown. As the Company's projects are located in the US, Sweden and Finland, this could impact United's ability to execute planned work programs. Furthermore, the global economy is currently affected by rising inflation and the potential for economic recession, which may continue to impact the Company's costs and could result in modification or termination of planned work programs. Overall, these material uncertainties may cast significant doubt about the Company's ability to continue as a going concern.

2. Basis of preparation

(a) Statement of compliance and basis of preparation

These condensed interim consolidated financial statements have been prepared in accordance with International Accounting Standard (“IAS”) 34, *Interim Financial Reporting* (“IAS 34”) using accounting policies consistent with IFRS issued by the International Accounting Standards Board (“IASB”) and interpretations of the International Financial Reporting Interpretations Committee. Certain information and note disclosures normally included in the audited annual consolidated financial statements prepared in accordance with IFRS have been omitted or condensed. As a result, these condensed interim consolidated financial statements should be read in conjunction with the Company’s annual audited consolidated financial statements for the year ended July 31, 2022, which have been prepared in accordance with IFRS, as issued by the IASB.

These condensed interim consolidated financial statements of the Company, including comparatives, have been prepared on the basis of accounting policies and methods of computation consistent with those applied in the Company’s annual consolidated financial statements for the year ended July 31, 2022.

(b) Significant accounting policies

Basis of measurement

The accounting policies applied in the preparation of these condensed interim consolidated financial statements, including comparatives, are consistent with those applied and disclosed in Note 2 of the Company’s annual financial statements for the year ended July 31, 2022.

Functional and presentation currency

These condensed interim consolidated financial statements are presented in Canadian dollars, which is also the Company’s functional currency. Each of the Company’s subsidiaries determines its own functional currency, and items included in the financial statements of each subsidiary are measured in that functional currency. The functional currencies of the Company’s Swedish, US, and Finnish subsidiaries are the Swedish Krona, the US dollar and the Euro, respectively.

References to “\$” are to Canadian dollars, except where otherwise indicated.

Basis of consolidation

These condensed interim consolidated financial statements include the accounts of the Company and its subsidiaries, which are entities controlled by the Company. Control is achieved where the Company has the power to govern the financial and operating policies of an entity so as to obtain benefits from the entity’s activities. The financial statements of subsidiaries are included in the condensed interim consolidated financial statements at the date that control commences until the date that control ceases. If the Company’s interest in a subsidiary that it has determined it controls is less than 100%, the interest attributable to non-controlling shareholders is recognized as non-controlling interest.

Non-controlling interests present ownership interests and entitle their holders to a proportionate share of the entity’s net assets in the event of liquidation may be initially measured either at fair value or at the non-controlling interests’ proportionate share of the recognized amounts of the acquiree’s identifiable net assets. The choice of measurement basis is made on a transaction-by-transaction basis. Other types of non-controlling interests are measured at fair value or, when applicable, on the basis specified in another IFRS.

United Lithium Corp.
Notes to the Condensed Interim Consolidated Financial Statements
For the three and nine months ended April 30, 2023 and 2022
(Unaudited - Expressed in Canadian Dollars)

Details of controlled subsidiaries are as follows:

Name of significant subsidiaries	Country of incorporation	Method of accounting	Effective ownership interest ¹	
			April 30, 2023	July 31, 2022
Greenhat Mineral Holdings Ltd	Canada	Consolidation	100%	100%
Greenhat Minerals Holdings (US) Ltd.	U.S.	Consolidation	100%	100%
1257590 B.C. LTD	Canada	Consolidation	100%	100%
Bergby Lithium AB	Sweden	Consolidation	100%	100%
Litiumlöydös Oy	Finland	Consolidation	83.6%	83.6%
European Triphane Ltd.	Canada	Consolidation	100%	n/a

¹Percentage of voting power is in proportion to ownership.

When necessary, adjustments are made to the financial statements of subsidiaries to align their accounting policies with those of the Company.

Intra-group balances and transactions, and any unrealized income and expenses arising from intra-group transactions, are eliminated. Unrealized losses are eliminated in the same way as unrealized gains but only to the extent that there is no evidence of impairment.

Foreign currency

(i) Foreign currency transactions

Foreign currency transactions are translated into the relevant functional currency using the exchange rates prevailing on the dates of the transactions. At each statement of financial position date, monetary items denominated in foreign currencies are translated into the functional currency at the exchange rate on the statement of financial position date. Non-monetary items carried at fair value that are denominated in foreign currencies are translated into the functional currency at the exchange rate on the date when the fair value was measured. Non-monetary items that are measured based on historical cost in a foreign currency are translated at the exchange rate at the date of the transaction. Foreign currency differences are generally recognized in profit or loss.

(ii) Foreign operations

The assets and liabilities of foreign operations are translated into Canadian dollars using the exchange rates as at the date of the statement of financial position. The income and expenses of foreign operations are translated into Canadian dollars using the exchange rates prevailing on the transaction dates.

Foreign currency differences are recognized in other comprehensive income (loss) and accumulated in other reserves within equity, except to the extent that the translation difference is allocated to non-controlling interests. Upon disposal of a foreign operation, such exchange differences are reclassified from other reserves to profit or loss.

(c) Critical accounting estimates and significant judgements

The preparation of condensed interim consolidated financial statements in conformity with IAS 34 requires management to make certain estimates, judgments and assumptions that affect the application of policies and reported amounts of assets and liabilities at the date of the condensed interim consolidated financial statements and the reported expenses during the period.

Significant assumptions about the future and other sources of estimation and judgment uncertainty that management has made at the end of the reporting period, 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.

The most significant accounts that require estimates as the basis for determining the stated amounts include the recoverability of evaluation and exploration assets, valuation of share-based payments, and recognition of deferred tax amounts.

Critical judgments exercised in applying accounting policies that have the most significant effect on the amounts recognized in the carve-out consolidated financial statements are as follows:

(i) Recoverability of exploration and evaluation assets

Assets or CGU's are evaluated at each reporting date to determine whether there are any indications of impairment. Both internal and external sources of information are considered when making the assessment of whether there are indications of impairment for mineral properties and property, plant and equipment. External sources of information considered are changes in the Company's economic, legal and regulatory environment that it does not control but affect the recoverability of its assets. Internal sources of information considered include the manner in which mineral properties and property, plant and equipment are being used or are expected to be used, the viability of the projected, including the latest resources prices and the long-term forecasts, and indications of economic performance of those assets.

If any indication of impairment exists, a formal estimate of recoverable amount is performed, and an impairment loss is recognized to the extent that carrying amount exceeds recoverable amount. The recoverable amount of an asset or CGU is measured at the higher of fair value less costs to sell and value-in-use. At April 30, 2023, the Company had not identified any indicators of impairment.

(ii) Determination of whether the acquisition of assets or assumption of liabilities constitutes a business

Management determines whether assets acquired, and liabilities assumed constitute a business. A business consists of inputs and processes applied to those inputs that have the ability to create outputs. The Company completed the acquisitions of, Bergby Lithium AB (Note 4(a)), and Litiumlödös Oy (Note 4(b)) in the year ended July 31, 2022, and concluded that the acquired entities did not qualify as business combinations under IFRS 3, as significant processes were not acquired. Accordingly, the acquisitions have been accounted for as asset acquisitions.

(iii) Determination of functional currency

Based on the primary indicators in IAS 21, *The Effects of Change in Foreign Exchange Rates*, the Company has determined that its functional currency is the Canadian dollar (Note 2(b)).

Determination of functional currency may involve certain judgments to determine the primary economic environment that an entity operates in. The Company reconsiders the functional currency of its entities if there is any change in events and conditions which determined the primary economic environment.

(iv) Determination of whether a contract contains a lease

In accordance with IFRS 16, *Leases*, the Company has to assess whether or not a contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration.

(v) Going concern

Management assesses the Company's ability to continue as a going concern at each reporting date, using all quantitative and qualitative information available. This assessment, by its nature,

United Lithium Corp.
Notes to the Condensed Interim Consolidated Financial Statements
For the three and nine months ended April 30, 2023 and 2022
(Unaudited - Expressed in Canadian Dollars)

relies on estimates of future cash flows and other future events (Note 1), whose subsequent changes could materially impact the validity of such an assessment.

(d) Adoption of new and revised accounting standards and interpretations

The Company has not adopted any new amendments to IFRS in the current period that had a significant impact on the Company's condensed interim consolidated financial statements.

Several new accounting standards, and amendments to standards and interpretations, have been issued but are not yet effective for the current period ended April 30, 2023. None of these changes have been early adopted nor are they considered by management to be significant or likely to have a material impact on the Company's condensed interim consolidated financial statements.

The most significant estimates made by management are as follows:

(i) Income tax

The determination of income tax is inherently complex and requires making certain estimates and assumptions about future events. While income tax filings are subject to audits and reassessments, the Company has adequately provided for all income tax obligations. However, changes in facts and circumstances as a result of income tax audits, reassessments, jurisprudence and any new legislation may result in an increase or decrease in our provision for income taxes. The value of deferred tax assets is evaluated based on the probability of realization; the Company has assessed that it is improbable that such assets will be realized and has accordingly not recognized a value for deferred taxes.

(ii) Valuation of share-based payments and share purchase warrants

Share-based payments, including stock options (Note 7(e)) and share purchase warrants (Note 7(f)) are subject to estimation of the fair value of the equity-settled award at the date of grant using pricing models such as the Black-Scholes option pricing model. Option valuation models require the input of highly subjective assumptions including the expected stock price volatility and expected life. Changes in these assumptions can materially affect the fair value estimate, so the existing models do not necessarily provide a reliable measure of the fair value, which may impact the Company's net loss, statement of financial position and equity reserves. Shares issued as consideration in a transaction such as an asset acquisition are also subject to estimation of the fair value on the date of issuance. Significant assumptions are required to be made when management determines the fair value, and any changes in the assumptions would have an impact on the fair value of the shares issued.

(iii) Determination of useful lives of property, plant and equipment and the related depreciation

Depreciation expenses are allocated based on estimated lives. Should the asset life or depreciation rates differ from the initial estimate, an adjustment would be made in the consolidated statement of loss and comprehensive loss on a prospective basis.

3. Prepaid expenses

		April 30,		July 31,
		2023		2022
Prepaid insurance	\$	15,994	\$	11,632
Consulting		30,982		51,000
Marketing		6,682		16,417
Other		30,636		-
Total prepaid expenses	\$	84,294	\$	79,049

United Lithium Corp.
Notes to the Condensed Interim Consolidated Financial Statements
For the three and nine months ended April 30, 2023 and 2022
(Unaudited - Expressed in Canadian Dollars)

4. Exploration and evaluation assets

	Sweden	Finland	USA	Canada	
	Bergby Lithium Project Note 4(a)	Kietyonmaki Lithium Project Note 4(b)	Greenhat Projects Note 4(c)	Barbara Lake Lithium Property Note 4(d)	Total
Property Acquisition costs:					
Balance, July 31, 2021	\$ 1,342,786	\$ -	\$ -	\$ 8,020,528	\$ 9,363,314
Acquisition	-	824,913	1,004,044	100,000	1,928,957
Additions	1,163	-	-	-	1,163
Balance, April 30, 2023 and July 31, 2022	\$ 1,343,949	\$ 824,913	\$ 1,004,044	\$ 8,120,528	\$ 11,293,434
Exploration and evaluation costs:					
Balance, July 31, 2021	\$ 142,297	\$ -	\$ -	\$ 103,287	\$ 245,584
Exploration costs incurred during the year:					
Consultants	8,885	-	-	-	8,885
Drilling	1,273,561	-	-	-	1,273,561
Field and assays	99,904	-	-	-	99,904
Geological	58,800	-	-	-	58,800
Geophysical	-	56,168	-	-	56,168
Survey, mapping & reporting	150,006	-	-	-	150,006
Balance, July 31, 2022	\$ 1,733,453	\$ 56,168	\$ -	\$ 103,287	\$ 1,892,908
Exploration costs incurred during the period:					
Analysis	-	-	77,315	2,944	80,259
Consultants	-	29,870	51,670	76,144	157,684
Drilling	482,056	464,704	-	-	946,760
Field and assays	44,133	67,146	435,544	-	546,823
Geological	60,368	-	-	-	60,368
Geophysical	-	7,409	-	-	7,409
Balance, April 30, 2023	\$ 2,320,010	\$ 625,297	\$ 564,529	\$ 182,375	\$ 3,692,211
Total E&E assets, July 31, 2022	\$ 3,077,402	\$ 881,081	\$ 1,004,044	\$ 8,223,815	\$ 13,186,342
Total E&E assets, April 30, 2023	\$ 3,663,959	\$ 1,450,210	\$ 1,568,573	\$ 8,302,903	\$ 14,985,645

(a) Bergby Lithium Project, Sweden

The Bergby Lithium Project (“Bergby” or the “Bergby Project”) is a 100% owned, district scale, hard rock lithium project covering 10,828 hectares (“ha”) near the coast of the Gulf of Bothnia in Central Sweden. The Bergby Project area is characterized by the presence of LCT (lithium-cesium-tantalum enriched-type) granitic pegmatites and lies in central Sweden, 25 kilometres north of the town of Gavle. The site is close to infrastructure, with major roads, rail and power supply passing immediately adjacent to the property.

The Company acquired a 100% interest in Bergby after it completed the acquisition of all the issued and outstanding share capital of Bergby Lithium AB on April 29, 2021.

On April 29, 2021, the closing date of the acquisition, the Company and the vendor, Leading Edge Materials (“Leading Edge”), entered into a royalty agreement wherein Leading Edge shall be entitled to a 2% net smelter returns royalty on the Bergby Project, which is subject to a buyback right for \$1,000,000.

During the nine months ended April 30, 2023, the Company incurred approximately \$587,000 in exploration expenditures at the Bergby Project.

(b) Kietyönmäki Lithium Project, Finland

The Kietyönmäki Lithium Project (the “Kietyönmäki Project”) is located in the Tammela mining region in southern Finland. The region is well-situated as it is close to rail, road and other infrastructure. The Tammela area is one of the best-known lithium pegmatite regions in Finland. Tammela is in the Häme volcanic belt that comprises volcanic rocks intercalated with minor greywackes and metamorphosed clay-rich sediments units which have been intruded by plutonic rocks and late-tectonic K-granites with associated pegmatite dykes.

The Company currently holds an indirect 83.6% interest in the Kietyönmäki Project through its 83.6% shareholding of its subsidiary, Litiumlöydös Oy (“Litiumlöydös”). The Company completed the acquisition of 83.6% of the issued and outstanding share capital of Litiumlöydös on February 14, 2022, for total consideration of \$840,000. Litiumlöydös holds a 100% interest in and to the mining licenses comprising Kietyönmäki located in the Kietyönmäki lithium prospect in Finland.

During the nine months ended April 30, 2023, the Company spent approximately \$569,000 on exploration at Kietyönmäki.

(c) US Projects, USA

The Company’s US projects comprise the Liberty Lithium Project (the “Liberty Project”) near Custer, South Dakota, and the Patriot Lithium Project (the “Patriot Project”) near Gunnison County, Colorado.

At the Liberty Project, the Company currently holds over 738 Bureau of Land Management (“BLM”) unpatented lode claims in the southern and western Black Hills of South Dakota, 728 of which have been adjudicated by the BLM.

At the Patriot Project, the Company completed staking of over 300 unpatented lode claims covering more than 9 square miles (nearly 25 square kilometers) near Ohio City, Colorado, surrounding the Black Wonder granite.

During the nine months ended April 30, 2023, the Company spent approximately \$565,000 on exploration activities at its US projects.

(d) Barbara Lake Lithium Property, Canada

The Barbara Lake Lithium Property (“Barbara Lake Property”) comprises 56 mining cell claims covering approximately 2,147 hectares of land in the Barbara Lake Area, Thunder Bay Mining District, Ontario, Canada. The Barbara Lake Property is located about 160 kilometres to the northeast of the City of Thunder Bay, near Ontario Provincial Highways 11 and 17. From Highway 11, an extensive network of gravel and tertiary bush roads provides access to various of the claim groups comprising the Property. Power and water are readily available and skilled labour is available in the towns of Beardmore, Nipigon, and Thunder Bay. The City of Thunder Bay is a major transportation hub for Canada with the largest outbound port on the St. Lawrence Seaway system, railway lines and an international airport.

On October 13, 2020, the Company completed the amalgamation of 1263391 B.C. Ltd. and 1257590 B.C. Ltd. (“125 B.C.”) by issuing 11,500,000 common shares of the Company with a fair value of \$7,820,000. The excess of the consideration paid over the fair value of the net liabilities was attributed to the exploration and evaluation asset in the amount of \$7,825,725.

Pursuant to the amalgamation, the Company acquired 125 B.C.’s option to acquire up to 100% of Barbara Lake Lithium Property (the “Barbara Lake Option”), which is located in the Barbara Lake Area of the Thunder Bay Mining District in Ontario, Canada.

United Lithium Corp.
Notes to the Condensed Interim Consolidated Financial Statements
For the three and nine months ended April 30, 2023 and 2022
(Unaudited - Expressed in Canadian Dollars)

The Barbara Lake Option is exercisable as follows:

Payments

- Payment of \$40,000 in cash to the property owner by July 30, 2020 (paid – November 10, 2020);
- Payment of \$40,000 in cash to the property owner by July 30, 2021 (paid – November 15, 2021);
- Payment of \$50,000 in cash to the property owner by July 30, 2022 (paid – October 27, 2022);
- Issue to the property owner such number of the Company's shares as equal to \$75,000 within 10 business days at the date of closing (Issued 109,965 common shares with a fair value of \$74,776 on October 13, 2020);
- Issue to the property owner such number of the Company's shares as equal to \$40,000, by July 31, 2021 (issued 57,971 common shares with a fair value of \$40,000 on November 15, 2021); and
- Issue to the property owner such number of Company's shares as equal to \$50,000, by July 31, 2022; (Issued 208,333 common shares with a fair value of \$51,041 on October 27, 2022) (Note 7).

As at April 30, 2023, the Company had completed all required cash payments and common share issuances to the property owner stipulated under the Barbara Lake Option.

Expenditures

- Incurring \$100,000 of expenditures on the Barbara Lake Property by July 31, 2021 (completed);
- Incurring and additional \$250,000 of expenditures on the Barbara Lake Property by July 31, 2022 (optionor has agreed that expenses will be incurred); and
- Incurring an additional \$500,000 of expenditures on the Property by July 31, 2023.

During the nine months ended April 30, 2023, the Company spent approximately \$79,000 on the Barbara Lake Property.

5. Equipment

	Mining equipment	Equipment	Total
Cost			
Balance July 31, 2021	\$ -	\$ 8,754	\$ 8,754
Additions	-	-	-
Balance July 31, 2022	\$ -	\$ 8,754	\$ 8,754
Additions	216,528	-	216,528
Balance April 30, 2023	\$ 216,528	\$ 8,754	\$ 225,282
Accumulated amortization			
Balance July 31, 2021	\$ -	\$ -	-
Additions	-	1,751	1,751
Balance July 31, 2022	\$ -	\$ 1,751	\$ 1,751
Additions	-	1,313	1,313
Balance April 30, 2023	\$ -	\$ 3,064	\$ 3,064
Net book value July 31, 2022	\$ -	\$ 7,003	7,003
Net book value April 30, 2023	\$ 216,528	\$ 5,690	\$ 222,218

6. Accounts payable and accrued liabilities

	April 30, 2023	July 31, 2022
Accounts payable	\$ 277,236	\$ 379,825
Amounts due to related parties (Note 8)	9,059	55,675
Accrued liabilities	70,833	145,257
Total accounts payable and accrued liabilities	\$ 357,128	\$ 580,757

Amounts due to related parties are unsecured, non-interest bearing and have no fixed terms of repayment.

7. Share capital and reserves

(a) Authorized share capital

The Company is authorized to issue an unlimited number of common shares without par value. At April 30, 2023, the Company had 123,223,127 (July 31, 2022 - 72,007,794) common shares issued and outstanding.

(b) Shares issued

(i) Current Period

On March 6, 2023, the Company completed a non-brokered private placement (the "Private Placement") consisting of up to 50,000,000 units (each, a "Unit") of the Company at a price of \$0.14 per Unit for gross proceeds of up to C\$7,000,000. Each Unit was comprised of one common share ("Share") and one Share purchase warrant entitling the holder to acquire one additional Share at a price of \$0.25 for a period of twenty-four months. The Company will use the net proceeds raised from the Private Placement for exploration of the Company's properties and for general working capital purposes. All securities issued in the Private Placement are subject to a statutory four month hold period, to be released on July 7, 2023.

On October 27, 2022, the Company issued 208,333 common shares valued at \$51,041 relating to the Barbara Lake Option (Note 4(d)).

During the period ended October 31, 2022, a total of 1,007,000 warrants, with a weighted average exercise price of \$0.25 were exercised for gross proceeds of \$251,750 (Note 7(e)).

(ii) Prior Period

During the year ended July 31, 2022:

- 1,696,715 warrants and 22,726 broker warrants were exercised for gross proceeds of \$428,559 and \$15,000, respectively, resulting in the issuance of 1,719,441 common shares.
- 684,848 common shares with a fair value of \$318,455 were issued to settle an aggregate of \$226,800 in debt.
- 871,803 common shares with a fair value of \$420,000 were issued in relation to the acquisition of the Company's 83.6% interest in Litiumlöydös, which holds Kietyönmäki.
- 13,939,394 special warrants were converted to common shares and warrants in connection with a private placement that had closed on March 8, 2021. The special warrants were converted on September 9, 2021, at a conversion ratio of 1.14:1, resulting in an issuance of 15,890,886 common shares and 7,945,435 warrants with an exercise price of \$0.85. These warrants expired unexercised on March 8, 2023.

United Lithium Corp.
Notes to the Condensed Interim Consolidated Financial Statements
For the three and nine months ended April 30, 2023 and 2022
(Unaudited - Expressed in Canadian Dollars)

- 57,951 common shares with a fair value of \$40,000 were issued in relation to the acquisition of the Barbara Lake Property on November 15, 2021.

(c) Shares in escrow

On August 29, 2022, an additional 206,373 shares in escrow were released in connection with the acquisition of Bergby (Note 4(a)).

On October 14, 2022, the remaining 261,541 shares in escrow were released in connection with the Litiumlöydös acquisition (Note 4(b)).

(d) Reserves

Company reserves are made of reallocation on exercise of equity settle employee compensation and warrants, special warrants, and special broker warrants.

(e) Share purchase warrants

Share purchase warrant transactions are summarized as follows:

	Number of warrants	Weighted average exercise price (\$)
Balance, July 31, 2021	11,293,308	0.26
Issued	7,958,389	0.85
Exercised	(1,696,715)	0.25
Balance, July 31, 2022	17,554,982	0.53
Issued	50,000,000	0.25
Exercised	(1,007,000)	0.25
Expired	(16,147,982)	0.55
Balance, April 30, 2023	50,400,000	0.25

Warrants outstanding at April 30, 2023, are as follows:

Number of warrants	Exercise price (\$)	Expiry date	Weighted Average remaining contractual life (years)
400,000	0.49	April 29, 2024	1.00
50,000,000	0.25	March 6, 2025	1.85
50,400,000	0.83		1.84

During the nine months ended April 30, 2023, a total of 1,007,000 warrants were exercised for gross proceeds of \$251,750, a total of 16,147,982 warrants with a weighted average exercise price of \$0.55 expired unexercised and 50,000,000 warrants with a weighted average exercise price of \$0.25 were issued (Note 7(b)(i)) as part of the Private Placement.

Special warrants and special broker warrants

On March 8, 2023, all 953,030 special broker warrants expired unexercised, and none remain outstanding as at April 30, 2023.

(f) Stock options

On June 19, 2017, the Company implemented a stock option plan (the “Plan”), enabling the Board to grant stock options to purchase common shares in the capital of the Company to eligible persons (collectively, “Optionees”) in consideration of such Optionees providing services to the Company or a subsidiary of the Company. The number of stock options granted by the Company to Optionees is determined by the Board, within the guidelines established by the Plan. The stock options enable such persons to purchase common shares at a price fixed under such guidelines. The aggregate number of shares that may be issued pursuant to options granted under the Plan, unless otherwise approved by shareholders, may not exceed that number which is equal to 10% of the issued and outstanding shares of the Company at the time of the grant and the term of any stock option will not exceed ten years.

During the three and nine months ended April 30, 2023, a total of 4,000,000 stock options were granted to certain employees, directors and consultants of the Company (July 31, 2022 – 2,550,000). The 4,000,000 stock options granted on March 13, 2023, are exercisable at a price of \$0.35 per common share, vested immediately and expire 5 years from the date of issuance.

The weighted average fair value of each share purchase option granted during the nine months ended April 30, 2023, was estimated to be \$0.30 on the date of issuance using the Black-Scholes option pricing model with the following weighted average assumptions: risk-free interest rate of 2.90%, expected life of 4.72 years, annualized volatility of 146.17% and expected dividend yield of 0%.

The weighted average fair value of each share purchase option granted during the year ended July 31, 2022, was estimated to be \$0.53 on the date of issuance using the Black-Scholes option pricing model with the following weighted average assumptions: risk-free interest rate of 1.23%, expected life of 5 years, annualized volatility of 152.56% and expected dividend yield of 0%.

Share-based payments expense relating to stock options vested during the three- and nine-months ending April 30, 2023, is approximately (\$47,000) and \$1.2 million (April 30, 2022 - \$57,000 and \$1.64 million).

The following is a summary of stock option activity for the nine months ended April 30, 2023, and year ended July 31, 2022:

	Number of options	Weighted average exercise price (\$)
Balance, July 31, 2021	3,678,568	0.85
Stock options granted	2,550,000	0.60
Balance, July 31, 2022	6,228,568	0.75
Stock options granted	4,000,000	0.35
Stock options expired	(1,500,000)	0.85
Balance, April 30, 2023	8,728,568	0.84

United Lithium Corp.
Notes to the Condensed Interim Consolidated Financial Statements
For the three and nine months ended April 30, 2023 and 2022
(Unaudited - Expressed in Canadian Dollars)

Stock options outstanding as at April 30, 2023, are as follows:

Exercise price (\$ per share)	Number of options outstanding	Number of options exercisable	Expiry date	Weighted average remaining contractual life (years)
3.50	28,568	28,568	July 9, 2023	0.19
0.64	1,450,000	1,450,000	November 6, 2025	2.52
1.11	300,000	300,000	February 19, 2026	2.80
1.18	250,000	250,000	February 19, 2026	2.80
1.22	150,000	150,000	March 17, 2026	2.87
0.60	2,550,000	2,550,000	December 23, 2026	3.64
0.35	4,000,000	4,000,000	March 14, 2028	4.86
	8,728,568	8,728,568		3.94

(g) Restricted share units

On August 19, 2022, the Company announced that it had granted an aggregate of 4,050,000 restricted share units ("RSUs") to the directors and officers of the Company in accordance with the Company's Equity Incentive Plan (the "New Equity Plan") which was proposed by the Board on August 11, 2022, and was subject to approval by the Company's shareholders and the CSE. Each RSU that was granted had a fair market value of \$0.29 and were to vest in full on December 12, 2022.

During the three months ended April 30, 2023, the Board determined that it would not proceed with obtaining shareholder approval for the proposed New Equity Plan and did not include the resolution in the Company's management information circular for its Annual General Meeting of Shareholders held on June 20, 2023. As a result, the 4,050,000 RSUs which were granted subject to shareholder and regulatory approval, were never issued.

During the three months ended January 31, 2023, the Company recorded share-based payments of \$1,174,500 relating to the RSUs that vested during the period (January 31, 2022 - \$Nil). The charge was reversed in the three months ended April 30, 2023, after the Board's determination that the New Equity Plan would not be put forward for shareholder and regulatory approval.

8. Related party transactions

(a) Balances

As at April 30, 2023, approximately \$9,000 (July 31, 2022 - \$56,000) is due to related parties and is included in trade payables and accrued liabilities (Note 6). These amounts are unsecured, non-interest bearing and have no fixed terms of repayment.

(b) Transactions

Transactions between the Company and its subsidiaries have been eliminated on consolidation and are not disclosed in this note. The Company's transactions with related parties consisting of companies controlled by current and former directors, and former officers of the Company during the three and nine months ended April 30, 2023, and 2022, are as follows:

- (i) Management fees of \$10,000 and \$60,000 for the three and nine months ended April 30, 2023 (April 30, 2022 - \$30,000 and \$130,000) to a Company controlled by the former CEO and former director of the Company.
- (ii) Management fees of \$25,000 and \$85,000 for the three and nine months ended April 30, 2023 (April 30, 2022 - \$30,000 and \$125,000) to a Company controlled by the former CFO and former director of the Company.

United Lithium Corp.
Notes to the Condensed Interim Consolidated Financial Statements
For the three and nine months ended April 30, 2023 and 2022
(Unaudited - Expressed in Canadian Dollars)

- (iii) Management fees of \$134,000 and \$134,000 for the three and nine months ended April 30, 2023 (April 30, 2022 - \$Nil and \$Nil) to a Company controlled by the CEO and director of the Company.
- (iv) Consulting fees of \$1,750 and \$1,750 for the three and nine months ended April 30, 2023 (April 30, 2022 - \$Nil and \$Nil) to a Company controlled by the CFO of the Company.
- (v) Consulting fees of \$1,500 and \$1,500 for the three and nine months ended April 30, 2023 (April 30, 2022 - \$Nil and \$Nil) to a Company controlled by the Corporate Secretary of the Company.
- (vi) Consulting fees of \$4,500 and \$4,500 for the three nine months ended April 30, 2023 (April 30, 2022 - \$Nil and \$Nil) to a Company controlled by a current director of the Company.

(c) Key management compensation

Key management personnel include those persons having authority and responsibility for planning, directing and controlling the activities of the Company as a whole. The Company has determined that its key management personnel consists of the Company's officers and directors.

During the three and nine months ended April 30, 2023, and 2022, the following amounts were incurred with directors and officers of the Company:

	Three months ended April 30,		Nine months ended April 30,	
	2023	2022	2023	2022
Director fees	\$ 3,000	\$ 12,000	\$ 27,000	\$ 36,000
Salaries, management and consulting fees ¹	173,000	60,000	293,000	255,000
Share-based payments	(642,429)	46,251	592,088	1,146,070
Total key management compensation	\$ (466,429)	\$ 118,251	\$ 912,088	\$ 1,437,070

⁽¹⁾ Includes total salaries, management and consulting fees paid to the former CEO (until February 27, 2023), former CFO (until April 18, 2023), the current CEO (as of February 28, 2023), the current CFO (as of April 18, 2023) and the current Corporate Secretary (as of April 18, 2023).

9. Non-controlling Interest

On February 14, 2022, the Company completed the acquisition of 83.6% of the issued and outstanding share capital of Litiumlödös, for total consideration of \$840,000 (Note 4(b)).

As at April 30, 2023, the Company holds 83.6% (July 31, 2022 – 83.6%) interest in Litiumlödös resulting in a 16.4% ownership interest held by non-controlling shareholders.

Reconciliation of non-controlling interest as follows:

	April 30, 2023	July 31, 2022
Balance, beginning of period	\$ (1,217)	\$ -
Share in net loss for the period	(9,836)	(1,217)
Balance, end of period	\$ (11,053)	\$ (1,217)

10. Financial instruments and risk management

The Company's financial instruments consist of cash, amounts receivable, and accounts payable and accrued liabilities. The fair value of these financial instruments approximates their carrying value due to the short-term nature of these investments. Cash is measured at fair value using Level 1 inputs.

IFRS 7, Financial Instruments: Disclosures establishes a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value as follows:

- Level 1 – Unadjusted quoted prices in active markets for identical assets or liabilities;
- Level 2 – Inputs other than quoted prices included in level 1 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 for the asset or liability that are not based on observable market data (unobservable inputs).

Cash and cash equivalents are carried at fair value using a level 1 fair value measurement and the receivables, deposits and accounts payable and accrued liabilities approximate their fair value because of the short-term nature of these instruments.

The Company does not have any level 2 or level 3 financial instruments.

Fair value estimates of financial instruments are made at a specific point in time, based on relevant information about financial markets and specific financial instruments. As these estimates are subjective in nature, involving uncertainties and matters of significant judgment, they cannot be determined with precision. Changes in assumptions can significantly affect estimated fair values.

The Company is exposed in varying degrees to a variety of financial instrument-related risks, including credit risk, liquidity risk and market risk. The Board approves and monitors the risk management processes, inclusive of documented investment policies, counterparty limits, and controlling and reporting structures. The type of risk exposure and the way in which such exposure is managed is summarized as follows:

(a) Credit risk

Credit risk is the risk that one party to a financial instrument will fail to discharge an obligation and cause the other party to incur a financial loss. The Company's primary exposure to credit risk is on its cash held in bank accounts. The majority of cash is deposited in bank accounts at a major bank in Canada. As most of the Company's cash is held by one bank there is a concentration of credit risk. This risk is managed by using major banks that are high credit quality financial institutions as determined by rating agencies. Receivables consist primarily of value added tax receivables from the Government of Canada and Government of Finland. The Company has been successful in recovering input tax credits in the past and believes credit risk with respect to receivables is insignificant. Overall, credit risk is assessed as low.

(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. The Company ensures that there are sufficient funds to meet its short-term business requirements, taking into account its anticipated cash flows from operations and its holdings of cash.

Historically, the Company's sole source of funding has been the issuance of equity securities for cash, primarily through private placements. The Company's access to financing is always uncertain. There can be no assurance of continued access to necessary levels of equity funding. The Company believes that its current cash is sufficient to settle its near-term obligations including general corporate activities and

United Lithium Corp.
Notes to the Condensed Interim Consolidated Financial Statements
For the three and nine months ended April 30, 2023 and 2022
(Unaudited - Expressed in Canadian Dollars)

planned exploration expenditures, based on its cash position, its ability to modify planned activities or exploration programs and ability to pursue additional sources of financing, including further equity placements. The Company will continue forecasting its cash flows to maintain liquidity and investigate opportunities to obtain further financing through transactions such as equity placements, debt or joint venture arrangements, if necessary. Liquidity risk is assessed as high.

(c) Market risk

(i) Foreign exchange risk

The Company's report and functional currency is the Canadian dollar ("CAD") but also undertakes transactions denominated in US dollars ("USD"), Swedish Krona ("SEK"), Euros ("EUR") and Swiss Francs ("CHF"). As the exchange rates between the CAD, and the SEK, USD and EUR fluctuate, the Company experiences foreign exchange gains and losses. The Company has cash and cash equivalents, receivables and accounts payable and accrued liabilities denominated in foreign currencies, which are subject to currency risk.

The carrying amount of the Company's foreign currency-denominated monetary assets and liabilities as at April 30, 2023 are as follows:

	April 30, 2023				July 31, 2022		
	EUR	USD	CHF	SEK	EUR	USD	SEK
Cash	\$ 14,959	\$ 403,364	\$ -	\$ 243,509	\$ 13,072	\$ 17,544	\$ 119,594
Receivables	145,859	-	-	33,164	7,237	-	166,104
Accounts payable and accrued liabilities	(5,536)	(1,453)	(30,412)	(152,872)	112,614	46,551	(199,275)
Total	\$ 155,282	\$ 401,911	\$ (30,412)	\$ 123,801	\$ 132,923	\$ 64,095	\$ 86,423

As at April 30, 2023, a 10% change in foreign exchange rates between Euro, US dollars, SEK, CHF and CAD would result in an approximate \$65,000 decrease or increase in the Company's net loss (July 31, 2022 - \$28,000).

The Company does not enter into any financial instruments to hedge currency risk, but the Company monitors its foreign exchange exposure and considers its exposure to foreign currency risk to be minimal as at April 30, 2023.

(ii) Interest rate risk

Interest rate risk is the risk that the fair values and future cash flows of the Company's financial instruments will fluctuate because of changes in market interest rates. The Company is exposed to interest rate risk on its bank deposits, which is insignificant due to their short-term nature. The Company's current policy is to invest excess cash in investment-grade short-term deposit certificates issued by highly rated financial institutions. The Company monitors the investments it makes and is satisfied with the credit ratings of its banks. As at April 30, 2023, the Company held approximately \$5.0 million of its cash and cash equivalents in investment-grade short-term deposit certificates.

(d) Price risk

The mining industry is heavily dependent upon the market price of the metals or minerals being mined. There is no assurance that, even if commercial quantities of mineral resources are discovered, a profitable market will exist for their sale. There can be no assurance that mineral prices will be such that the Company's properties can be mined at a profit. Factors beyond the control of the Company may affect the marketability of any minerals discovered. The price of silver has experienced volatile and significant price movements over short periods of time and is affected by numerous factors beyond the Company's control. The Company's profitability and ability to raise capital to fund exploration,

evaluation and production activities is subject to risks associated with fluctuations in mineral prices. The Company closely monitors commodity prices, individual equity movements, and the stock market to determine the appropriate course of action to be taken by the Company.

11. Capital Management

The Company's primary objectives in capital management are to safeguard the Company's ability to continue as a going concern in order to provide returns for shareholders and to maintain sufficient funds to finance the acquisition and exploration of its exploration and evaluation assets. Capital is comprised of the Company's shareholders' equity. The Company manages its capital structure to maximize its financial flexibility making adjustments to it in response to changes in economic conditions and the risk characteristics of the underlying assets and business opportunities. The Company does not presently utilize any quantitative measures to monitor its capital and is not subject to externally imposed capital requirements.

The properties in which the Company currently has an interest are in the exploration stage and do not currently generate revenue; as such, the Company is dependent on external financing to fund its activities. The Company will spend its existing working capital and seek to raise additional amounts as needed by way of equity financing or debt to carry out its planned corporate development, general administrative costs and exploration and development programs. The Company will continue to assess new properties and seek to acquire an interest in additional properties if it feels there is sufficient geologic or economic potential and if it has adequate financial resources to do so. There has been no change in the Company's management of capital during the three and nine months ended April 30, 2023.

12. Subsequent events

On June 21, 2023, the Company announced that a total of 1,165,000 stock options had been granted to directors and consultants of the Company. The stock options granted vest immediately, have an exercise price of \$0.35 and expire 60 months after the date of the grant.