AJN RESOURCES INC.

Condensed Interim Consolidated Financial Statements

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

(Unaudited - Expressed in Canadian dollars)

Notice of Disclosure of Non-Auditor Review of the Condensed Interim Consolidated Financial Statements for the Three and Nine Months ended April 30, 2022 and 2021

Pursuant to subsection 4.3(3)(a) of National Instrument 51-102 - Continuous Disclosure Obligations, 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 consolidated financial statements of AJN Resources Inc. (the “Company”) for the interim periods ended April 30, 2022 and 2021, 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 the Company’s management.

The Company’s independent auditors, Dale Matheson Carr-Hilton Labonte LLP, have not performed a review of these condensed interim consolidated financial statements.

June 29, 2022

AJN RESOURCES INC.
Condensed Interim Consolidated Statements of Financial Position
As at April 30, 2022 and July 31, 2021
(Unaudited - Expressed in Canadian dollars)

	Note	April 30, 2022	July 31, 2021
		$	$
Assets			
Current			
Cash and cash equivalents		**582,696**	1,569,307
Restricted cash		**127,920**	-
Receivables		**5,404**	8,285
Prepaid expenses and deposits		**148,122**	9,030
		864,142	1,586,622
Reclamation bond	4	**19,142**	19,142
Equipment	5	**23,665**	28,663
Exploration and evaluation assets	4	**151,888**	151,888
Total assets		**1,058,837**	1,786,315
Liabilities			
Current			
Accounts payable and accrued liabilities	6	**102,102**	64,605
Accrued interest payable	7	**32,521**	9,034
Convertible debenture - current	7	**1,147,610**	-
		1,282,233	73,639
Convertible debenture	7	**-**	1,069,958
Total liabilities		**1,282,233**	1,143,597
Shareholders' (Deficiency) Equity			
Share capital	8	**4,000,847**	3,895,831
Reserves	9	**963,559**	1,008,575
Accumulated other comprehensive loss		**(31,656)**	(40,020)
Deficit		**(5,156,146)**	(4,221,668)
Total shareholders' (deficiency) equity		**(223,396)**	642,718
Total liabilities and shareholders' (deficiency) equity		**1,058,837**	1,786,315

Nature of operations and going concern (Note 1)
Subsequent events (Note 13)

These condensed interim consolidated financial statements are approved and authorized for issuance on behalf the Board of Directors on June 29, 2022:

"Klaus Eckhof"	*"Mark Gasson"*
Director	Director

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

AJN RESOURCES INC.
Condensed Interim Consolidated Statements of Loss and Comprehensive Loss
For the three and nine months ended April 30, 2022 and 2021
(Unaudited - Expressed in Canadian dollars, except number of shares)

	Note	Three months ended **2022**	Three months ended April 30, 2021	Nine months ended **2022**	Nine months ended April 30, 2021
		$	$	**$**	$
Operating expenses					
Amortization	5	**1,940**	1,888	**5,756**	5,801
Consulting fees	6	**111,440**	97,000	**280,490**	334,187
Director fees	6	**12,000**	14,000	**36,000**	36,000
Exploration expenses		**102,347**	-	**102,347**	-
Filing fees		**3,255**	1,550	**7,905**	10,240
Office and miscellaneous		**50,916**	20,431	**73,131**	72,890
Professional fees	6	**174,398**	41,696	**250,588**	179,569
Travel expenses		**57,198**	10,737	**79,297**	15,354
Total operating expenses		**513,494**	187,302	**835,514**	654,041
Other expenses (income)					
Loss on foreign exchange		**13**	30	**13**	647
Accretion expense	7	**25,918**	23,600	**77,652**	70,003
Interest income		**(380)**	(2,303)	**(2,188)**	(8,285)
Interest expense	7	**7,656**	7,658	**23,487**	24,337
Net loss		**(546,701)**	(216,287)	**(934,478)**	(740,743)
Other comprehensive (loss) income					
Currency translation adjustment on foreign operations		**856**	(18,079)	**8,364**	(43,527)
Net loss and comprehensive loss		**(545,845)**	(234,366)	**(926,114)**	(784,270)
Loss per share					
Basic and diluted		**(0.02)**	(0.01)	**(0.04)**	(0.03)
Weighted average number of shares					
Basic and diluted		**25,941,427**	25,083,000	**25,632,451**	25,083,000

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

AJN RESOURCES INC.
Condensed Interim Consolidated Statements of Changes in Shareholders' (Deficiency) Equity
For the nine months ended April 30, 2022 and 2021
(Unaudited - Expressed in Canadian dollars, except number of shares)

	Share capital					
	Common shares	**Amount**	**Reserves**	**Accumulated other comprehensive income (loss)**	**Deficit**	**Total shareholders' (deficiency)equity**
	#	$	$	$	$	$
Balance, July 31, 2020	25,083,000	3,826,947	1,037,459	5,377	(3,214,634)	1,655,149
Exercise of stock options	400,000	68,884	(28,884)	-	-	40,000
Comprehensive loss for the period	-	-	-	(43,527)	-	(43,527)
Net loss for the period	-	-	-	-	(740,743)	(740,743)
Balance, April 30, 2021	25,483,000	3,895,831	1,008,575	(38,150)	(3,955,377)	910,879
Comprehensive loss for the period	-	-	-	(1,870)	-	(1,870)
Net loss for the period	-	-	-	-	(266,291)	(266,291)
Balance, July 31, 2021	25,483,000	3,895,831	1,008,575	(40,020)	(4,221,668)	642,718
Exercise of stock options	600,000	105,016	(45,016)	-	-	60,000
Comprehensive loss for the period	-	-	-	8,364	-	8,364
Net loss for the period	-	-	-	-	(934,478)	(934,478)
Balance, April 30, 2022	**26,083,000**	**4,000,847**	**963,559**	**(31,656)**	**(5,156,146)**	**(223,396)**

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

AJN RESOURCES INC.
Condensed Interim Consolidated Statements of Cash Flows
For the nine months ended April 30, 2022 and 2021
(Unaudited - Expressed in Canadian dollars)

	Nine months ended April 30,	
	2022	2021
	$	$
Operating activities		
Net loss for the period	**(934,478)**	(740,743)
Items not affecting cash:		
Amortization	**5,756**	5,801
Accretion expense	**77,652**	70,003
Interest expense	**23,487**	24,337
Changes in non-cash working capital		
Restricted cash	**(127,920)**	-
Receivables	**2,881**	27,031
Prepaid expenses and deposits	**(139,092)**	110,491
Accounts payable and accrued liabilities	**37,497**	(69,749)
Accrued interest payable	**-**	(31,404)
Net cash used in operating activities	**(1,054,217)**	(604,233)
Financing activities		
Exercises of options	**60,000**	40,000
Net cash provided by financing activities	**60,000**	40,000
Effect of exchange rate changes on cash	**7,606**	(40,554)
Change in cash and cash equivalents	**(986,611)**	(604,787)
Cash and cash equivalents, beginning of period	**1,569,307**	2,384,496
Cash and cash equivalents, end of period	**582,696**	1,779,709
Cash and cash equivalents consist of:		
Cash	**116,864**	518,009
Guaranteed investment certificate	**465,832**	1,261,700
Total	**582,696**	1,779,709

During the nine months ended April 30, 2022, and 2021, no amounts were paid for income tax expense.

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

1. NATURE OF OPERATIONS AND GOING CONCERN

AJN Resources Inc. (the "Company") is in the business of the exploration and evaluation of mineral properties. The Company was incorporated under the Business Corporations Act of British Columbia on September 1, 2016. On June 12, 2018, the Company listed its shares on the Canadian Securities Exchange ("CSE") and trades under the symbol AJN. The address of the Company's registered and records office and principal place of business is Suite 1400 - 1199 West Hastings St., Vancouver, British Columbia, V6E 3T5 Canada.

On January 18, 2020, the Company signed a Memorandum of Understanding (MoU) with Société Minière de Kilo-Moto SA ("SOKIMO") whereby SOKIMO proposed to obtain from the Company the conversion of its rights to a direct participation in various gold licences held by SOKIMO into shares in the Company. The gold licences are located within the Kilo-Moto gold province in the north-east of the Democratic Republic of the Congo ("DRC"). On March 23, 2020, the Company incorporated AJN Resources Congo SASU ("AJN Congo") based in DRC. AJN Congo is a 100% owned subsidiary of the Company. On February 8, 2022, the Company announced that it entered into a memorandum of understanding (the "MoU") with DRC to acquire a number of exploration permits in the highly prospective Kilo Moto Gold Belt in North-East DRC, which hosts Barrick's Kibali Gold Mine.

The Company's primary business is the acquisition and exploration of mineral properties. The Company's exploration and evaluation assets (Note 4) do not presently host any known mineral deposits nor, given the high degree of risk involved, can there be any assurance that its exploration activities will result in the definition of such deposits being located or, ultimately, a profitable mining operation in the future.

These condensed interim consolidated financial statements (the "interim financial statements") have been prepared on a going concern basis, which assumes the Company will continue in operation for the foreseeable future and will be able to realize its assets and discharge its liabilities and commitments in the normal course of business. The Company incurred a net loss of $934,478 during the nine months ended April 30, 2022 (2021 - $740,743), has working capital deficiency as at April 30, 2022 of $418,091 (July 31, 2021 - working capital of $1,512,983), and has accumulated deficit as at April 30, 2022 of $5,156,146 (July 31, 2021 - $4,221,668). Further, the Company has no source of operating cash flows, and there is no assurance that sufficient funding (including adequate financing) will be available to conduct required exploration and development of its mineral property projects. These factors indicate that a material uncertainty exists that may cast significant doubt on the Company's ability to continue as a going concern.

The application of the going concern concept is dependent upon the Company's ability to generate future profitable operations and receive continued financial support from its creditors and shareholders. These interim financial statements do not give effect to any adjustments that might be required should the Company be unable to continue as a going concern and such adjustments could be material.

The coronavirus pandemic continues to have global impacts on workforces, economies, and financial markets. It is not possible for the Company to predict the duration or magnitude of any adverse effects that the pandemic may have on the Company's business or ability to raise funds. As of the date of these interim financial statements, COVID-19 has had no impact on the Company's ability to access and explore its current properties but may impact the Company's ability to raise funding or explore its properties should travel restrictions related to COVID-19 be extended or expanded in scope.

2. BASIS OF PRESENTATION

a) Statement of compliance

These interim financial statements, including comparatives, have been prepared in accordance with International Accounting Standard ("IAS") 34 *Interim Financial Reporting*, using accounting policies consistent with International Financial Reporting Standards ("IFRS"), as issued by the International Accounting Standards Board. IFRS includes IAS and interpretations issued by the IFRS Interpretations Committee. As such, these interim financial statements do not contain all the disclosures required by IFRS for annual financial statements and should be read in conjunction with the Company's audited annual financial statements for the years ended July 31, 2021 and 2020.

These interim financial statements were approved and authorized for issuance by the Company's Board of Directors on June 29, 2022.

2. BASIS OF PRESENTATION (continued)

b) Basis of measurement

These interim financial statements have been prepared on an historical cost basis, except for financial instruments measured at fair value. In addition, these financial statements have been prepared using the accrual basis of accounting, except for cash flow information.

c) Principles of consolidation

The consolidated financial statements include the accounts of the Company and its wholly owned subsidiary, AJN Congo, which is located in Kinshasa, DRC. Inter-company transactions and balances are eliminated upon consolidation.

d) Functional and presentation currency

Each entity within the Company has its results measured using the primary economic environment in which the entity operates. Judgment is necessary in assessing each entity's functional currency. The Company considers the primary and secondary indicators as part of its decision-making process. The interim financial statements are presented in Canadian dollars, which is also the functional currency of the Company. The functional currency of AJN Congo is the U.S. dollar.

3. SIGNIFICANT ACCOUNTING JUDGMENTS AND ESTIMATES

The Company's management makes judgments in its process of applying the Company's accounting policies in the preparation of the interim financial statements. In addition, the preparation of the financial data requires that the Company's management make assumptions and estimates of the impacts of uncertain future events on the carrying amounts of the Company's assets and liabilities at the end of the reporting period, and the reported amounts of expenses during the reporting period. Actual results may differ from those estimates as the estimation process is inherently uncertain. Estimates are reviewed on an ongoing basis based on historical experience and other factors considered to be relevant under the circumstances. Revisions to estimates and the resulting impacts on the carrying amounts of the Company's assets and liabilities are accounted for prospectively.

4. EXPLORATION AND EVALUATION ASSETS

The Company entered into an option agreement (the "Option Agreement") dated April 25, 2017, and as last amended on October 3, 2017, to acquire a 100% interest in certain claims comprising the Salt Wells Lithium Project (the "Salt Wells Property") located in Nevada, USA. Pursuant to the Option Agreement, the Company was obligated to pay USD$255 per claim for initial filing fees (paid $26,666 (USD$19,125)) and a further USD$167 per claim annually. The Company paid $nil during the nine months ended April 30, 2022, and 2021, respectively. The Company was also obligated to complete an exploration development program with a first-year work requirement of USD$60,000 and a second-year work requirement of USD$80,000. As at April 30, 2022, the Company's exploration expenditures have met the work requirements and the Company has made the required annual filing fee payments.

The Salt Wells Property is subject to a 4.5% Net Smelter Return as payable to the Vendor, 1.5% of which the Company shall have the right to buy back from the vendor within 90 days of the property going into production for USD$500,000, and an additional 1.5% of which the Company shall have the right to buy back from the Vendor within 180 days of the property going into production for USD$1,250,000. Furthermore, a cash payment of USD$250,000 is payable to the vendor upon the property attaining commercial production.

(Unaudited - Expressed in Canadian dollars - unless otherwise noted)

4. EXPLORATION AND EVALUATION ASSETS (continued)

During the nine months ended April 30, 2022, and 2021, there was no addition to the exploration and evaluation assets.

	July 31, 2021	Net change	**April 30, 2022**
	$	$	**$**
Acquisition costs	81,142	-	**81,142**
Exploration costs:			
Field expenses	118,559	-	**118,559**
Geological consulting	94,316	-	**94,316**
Geophysical	30,367	-	**30,367**
Total exploration costs	324,384	-	**324,384**
Impairment	(172,496)	-	**(172,496)**
Total	151,888	-	**151,888**

As at April 30, 2022 and July 31, 2021, the Company has a deposit of $19,142 (USD$15,457) towards a reclamation bond held with the Bureau of Land Management of Nevada.

During the three and nine months ended April 30, 2022 the Company incurred $102,347, and $102,347, respectively ($nil and $nil for the three and nine months ended April 30, 2021, respectively) of exploration expenditures on the DRC project which were recorded to the statement of loss and comprehensive loss, noting that the Company did not own or control the related mining or property rights at the time of acquisition to meet the exploration and evaluation asset capitalization criteria.

5. EQUIPMENT

	Computer equipment	**Furniture and fixtures**	**Total**
	$	$	$
Cost			
Balance, July 31, 2020	15,957	24,255	40,212
Impact of foreign exchange	(1,121)	(1,714)	(2,835)
Balance, July 31, 2021	14,836	22,541	37,377
Impact of foreign exchange	393	606	999
Balance, April 30, 2022	**15,229**	**23,147**	**38,376**
Accumulated amortization			
Balance, July 31, 2020	532	808	1,340
Amortization	2,927	4,447	7,374
Balance, July 31, 2021	3,459	5,255	8,714
Amortization	2,283	3,473	5,756
Impact of foreign exchange	96	145	241
Balance, April 30, 2022	**5,838**	**8,873**	**14,711**
Carrying amounts			
Balance, July 31, 2021	11,377	17,286	28,663
Balance, April 30, 2022	**9,391**	**14,274**	**23,665**

(Unaudited - Expressed in Canadian dollars - unless otherwise noted)

6. RELATED PARTY TRANSACTIONS

During the three and nine months ended April 30, 2022 and 2021, the Company paid the following amounts to directors and officers of the Company:

	Three months ended April 30,		Nine months ended April 30,	
	2022	2021	**2022**	2021
	$	$	**$**	$
Consulting fees	**109,912**	58,000	**278,962**	216,500
Director fees	**12,000**	14,000	**36,000**	36,000
Professional fees	**-**	900	**-**	12,450
Total	**121,912**	72,900	**314,962**	264,950

Amounts due to related parties are unsecured, non-interest bearing and measured at the amount of consideration established and agreed to by the related parties. The amounts due to related parties as at April 30, 2022 and July 31, 2021 were $84,607 and $31,360, respectively, and are included in accounts payable and accrued liabilities.

7. CONVERTIBLE DEBENTURE

On April 17, 2020, the Company issued a convertible debenture for total proceeds of $1,256,115 maturing on April 17, 2023. The convertible debenture bears interest of 2.5% per annum, payable annually.

The convertible debenture is convertible at the holder's or issuer's option into fully paid and non-assessable common shares of the Company at a base conversion price of $0.40 per share, being a rate of 250,000 common shares for each $100,000 principal amount of convertible debenture.

The election to convert the convertible debenture to shares may be made during the period from the date of issuance to maturity as follows:

1. By the holder at any time; and
2. By the issuer, at any time after:

   a. The closing price on the CSE of the issuer's common shares has been equal to or greater than $2.00 per common share for a period of 15 consecutive trading days; and
   b. Two years have elapsed from the date of issuance of the convertible debenture.

Upon initial recognition, the Company discounted the face value of the convertible debenture at a market rate of 12.5%, which was the estimated rate for a similar debt instrument without a conversion feature. The difference between the discounted value and face value of $307,740 was recorded to reserves to recognize the equity component applying the residual value method.

Interest expense for the three and nine months ended April 30, 2022 was $7,656 and $23,487, respectively (2021 - $7,658 and $24,337, respectively), and was recorded as accrued interest payable. Non-cash accretion expense for the three and nine months ended April 30, 2022 was $25,918 and $77,652, respectively (2021 - $23,600 and $70,003, respectively). As at April 30, 2022, the convertible debenture liability balance was $1,147,610 (July 31, 2021 - $1,069,958) and accrued interest payable was $32,521 (July 31, 2021 - $9,034).

8. SHARE CAPITAL

The Company is authorized to issue an unlimited number of common shares without par value.

Share transactions

During the nine months ended April 30, 2022, 600,000 common shares were issued for gross proceeds of $60,000 on the exercise of stock options. Accordingly, the Company reallocated $45,016 from reserves to share capital.

During the year ended July 31, 2021, 400,000 common shares were issued for gross proceeds of $40,000 on the exercise of stock options. Accordingly, the Company reallocated $28,884 from reserves to share capital.

(Unaudited - Expressed in Canadian dollars - unless otherwise noted)

9. RESERVES

Convertible debenture

During the year ended July 31, 2020, the Company issued a convertible debenture which allows the holder to convert the debenture into common shares of the Company (Note 7). The $307,740 fair value of the equity conversion feature was recorded under the reserves account.

Stock options

There were no stock options granted during the nine months ended April 30, 2022 or during the ended July 31, 2021.

In February 2022, 600,000 stock options were exercised at a price of $0.10 per share. Accordingly, the Company reallocated $45,016 from reserves to share capital.

In February 2021, 400,000 stock options were exercised at a price of $0.10 per share. Accordingly, the Company reallocated $28,884 from reserves to share capital.

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

	Number of options outstanding	Weighted average exercise price
	$	$
Balance, July 31, 2020	2,425,000	0.33
Exercised	(400,000)	0.10
Balance, July 31, 2021	2,025,000	0.38
Exercised	(600,000)	0.10
Balance, April 30, 2022	**1,425,000**	**0.50**

A summary of the Company's stock options outstanding and exercisable at April 30, 2022 is presented below:

Expiry date	Exercise prices	Options outstanding and exercisable	Weighted average years remaining
	$	#	years
June 12, 2023	0.10	300,000	1.12
August 21, 2024	0.25	400,000	2.31
February 24, 2024	0.80	725,000	1.82
Balance, April 30, 2022	**0.38**	**1,425,000**	**1.61**

10. FINANCIAL INSTRUMENTS AND RISK MANAGEMENT

The Company provides disclosures that enable users to evaluate (a) the significance of financial instruments for the entity's financial position and performance; and (b) the nature and extent of risks arising from financial instruments to which the entity is exposed during the period and at the date of the statement of financial position, and how the entity manages these risks.

The Company provides information about its financial instruments measured at fair value at one of three levels according to the relative reliability of the inputs used to estimate the fair value:

Level 1 - quoted prices (unadjusted) 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).

The Company's financial instruments consist of cash and cash equivalents, restricted cash, receivables, accounts payables and accrued liabilities and convertible debenture. The carrying values of these financial instruments approximate their respective fair values due to the term of these instruments.

(Unaudited - Expressed in Canadian dollars - unless otherwise noted)

10. FINANCIAL INSTRUMENTS AND RISK MANAGEMENT (continued)

The Company's risk exposures and the impact on the Company's financial instruments are summarized below.

Credit risk

The Company's primary exposure to credit risk are its cash and cash equivalents of $582,696 at April 30, 2022 (July 31, 2021 - $1,569,307) and restricted cash of $127,920 (July 31, 2021 - $nil). With cash on deposit with reputable financial institutions and restricted cash held in trust with counsel, it is management's opinion that the Company is not exposed to significant credit risks arising from the financial instruments.

Liquidity risk

Liquidity risk is the risk that the Company will not be able to meet its financial obligations as they fall due. As at April 30, 2022, the Company has working capital deficiency (defined as current assets less current liabilities) of $418,091 (July 31, 2021 - working capital of $1,512,983) and is not exposed to significant liquidity risk at this time. However, since the Company is in the exploration stage, it will periodically have to raise funds to continue operations and intends to raise further financing through private placements.

Market risk

Market risk is the risk that changes in market prices such as commodity prices, foreign exchange rates and interest rates will affect the Company's income. The objective of market risk management is to manage and control market risk exposure within acceptable parameters. The Company does not use derivative instruments to reduce its insignificant exposure to market risks.

11. CAPITAL MANAGEMENT

The Company includes shareholders' equity and any debt it may issue, in the definition of capital. The Company's objective when managing capital is to maintain its ability to continue as a going concern in order to provide returns for shareholders and benefits for other stakeholders.

The Company manages its capital structure and makes adjustments to it, based on the funds available to the Company, in order to support the acquisition and exploration of mineral properties. The Board of Directors does not establish quantitative return on capital criteria for management but rather relies on the expertise of the Company's management and consultants to sustain future development of the business.

The Company's property is in the exploration stage and as such the Company is dependent upon external financings to fund activities. In order to carry out planned exploration and pay for administrative costs, the Company will spend its existing working capital and raise additional funds required.

Management reviews its capital management approach on an ongoing basis and believes that this approach is reasonable given the relative size of the Company. There were no changes to the Company's approach to capital management during the nine months ended April 30, 2022. The Company is not subject to any external covenants.

12. SEGMENTED INFORMATION

	April 30, 2022	July 31, 2021
Total assets:	**$**	$
Canada	**586,136**	1,228,312
United States	**180,061**	180,061
DRC	**292,640**	377,942
Total	**1,058,837**	1,786,315

13. SUBSEQUENT EVENTS

On June 7, 2022, the Company issued 2,400,000 units at a price of $0.40 per unit for gross proceeds of $960,000. Each unit is comprised of one common share and one share purchase warrant with each warrant exercisable at $0.50 per share on or before May 26, 2023.

On June 7, 2022, the Company announced a non-brokered private placement offering of up to 750,000 units at a price of $0.40 per unit to raise gross proceeds of up to $300,000. Each unit will consist of one common share and one share purchase warrant, where each warrant will entitle the holder to purchase one additional common share at an exercise price of $0.50 per share for a one-year period.