BIG GOLD INC

Interim Condensed Financial Statements

As at and for the three and nine months ended

September 30, 2022, and 2021

(Stated in $CAD)

(Unaudited)

Big Gold Inc.
Interim Condensed Statements of Financial Position
As at September 30, 2022 and December 31, 2021

(Unaudited)

(Expressed in Canadian dollars)

As at	**Note**		**September 30, 2022**		**December 31, 2021**
ASSETS					
Current:					
Cash		$	395,070	$	794,109
Accounts receivable			39,076		5,000
Prepaid expenses			28,248		113,000
Receivable from related party	6		1,500		1,264
Total Assets		**$**	**463,894**	**$**	**913,373**
LIABILITIES					
Current:					
Accounts payable and accrued liabilities	5	$	46,219	$	32,147
Share premium liability	7		57,293		137,962
			103,512		**170,109**
SHAREHOLDERS' EQUITY					
Common shares	8		1,644,755		1,644,755
Warrant reserve	9		138,962		138,962
Share based payments reserve	10		291,022		-
Accumulated deficit			(1,714,357)		(1,040,453)
Total Shareholders' Equity			**360,382**		**743,264**
Total Liabilities and Shareholders' Equity		**$**	**463,894**	**$**	**913,373**

Nature of operations and going concern (Note 1)
Commitments and contractual obligations (Note 13)
Subsequent events (Note 14)

Big Gold Inc.
Interim Condensed Statements of Net Loss and Comprehensive Loss
For the three and nine months ended September 30, 2022 and 2021

(Unaudited)

((Expressed in Canadian dollars)

	Note	Three months ended September 30, 2022	Three months ended September 30, 2021	Nine months ended September 30, 2022	Nine months ended September 30, 2021
Expenses					
Consulting fees		$ 14,500	$ 40,764	$ 23,500	$ 62,222
Exploration and evaluation expense		15,676	9,927	92,731	9,927
Share based compensation	10	-	-	291,022	-
Acquisition costs		-	580,000	-	580,000
Professional fees	6	51,758	30,000	132,636	38,000
Regulatory expenses		36,202	1,636	92,682	3,746
Office and general		34,874 -	282	122,002	11,333
Total expenses		153,010	662,045	754,573	705,228
Deferred income tax recovery	7	7,019	-	80,669	-
Net loss and comprehensive loss		$ 145,991	$ 662,045	$ 673,904	$ 705,228
Weighted average shares outstanding					
- Basic and diluted		20,802,099	15,919,238	20,802,099	14,150,250
Basic and diluted loss per share		$ (0.01)	$ (0.04)	$ (0.03)	$ (0.05)

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

Big Gold Inc.

Interim Condensed Statements of Cash Flows

For the nine months ended September 30, 2022 and 2021

(Unaudited)

(Expressed in Canadian dollars)

	Notes	September 30, 2022	September 30, 2021
Operating activities			
Net Loss for the period		$ (673,904)	$ (705,228)
Items not affecting cash			
Shares for services		-	7,500
Deferred income tax recovery		(80,669)	-
Share based payments		291,022	-
Change in non-cash working capital items			
Accounts receivable		(34,076)	(5,000)
Prepaid expenses		84,752	(56,776)
Accounts payable and accrued liabilities	5	14,072	57,602
Cash Flows used for operating activities		(398,803)	(701,902)
Financing activities			
Proceeds from issuance of common shares, net of issue cos	7	-	1,352,711
Net advances from/(to) related parties	6	(236)	(16,220)
Cash Flows provided from financing activities		(236)	1,336,491
(Decrease)/Increase in cash		(399,039)	634,589
Cash, beginning of period		794,109	179
Cash, end of period		**$ 395,070**	**$ 634,768**
Non-cash transaction			
Shares issued for services	$	-	7,500
Deferred income tax recovery		(80,669)	-
Share based payments		291,022	-

Big Gold Inc.
Interim Condensed Statements of Changes in Equity (Deficiency)
For the period from January 1, 2021 to September 30, 2022

(Unaudited)

(Expressed in Canadian dollars)

	Note	Common shares		Reserves		Accumulated deficit	Total
		No. of shares	Dollar Amount	Warrants	Share based payments		
As at January 1, 2021	**8. i) ii), iii), iv)**	**8,030,549**	**$ 90,001**	**$ -**	**$ -**	**$ (157,785)**	**$ (67,784)**
Issuance of common shares for debt settlement	8. v)	150,000	7,500	-		-	7,500
Issuance in connection with acquisition of property	4	4,000,000	580,000	-		-	580,000
Common shares issued under private placement, net of issuance costs	8. vi), vii) viii) 9.	6,994,550	758,482	92,949	-	-	851,431
Net loss and comprehensive loss for the period		-	-	-	-	(705,228)	(705,228)
As at September 30, 2021		**19,175,099**	**1,435,983**	**92,949**	**-**	**(863,013)**	**665,919**
Common shares issued under private placement, net of issuance costs	8. vi), vii) viii) 9.	1,627,000	208,772	46,013		-	254,785
Net loss and comprehensive loss for the period		-	-	-		(177,440)	(177,440)
As at December 31, 2021		**20,802,099**	**1,644,755**	**138,962**	**-**	**(1,040,453)**	**743,264**
Share based payments	10	-	-	-	291,022	-	291,022
Net loss and comprehensive loss for the period		-	-	-	-	(673,904)	(673,904)
As at September 30, 2022		**20,802,099**	**$ 1,644,755**	**$ 138,962**	**$ 291,022**	**$ (1,714,357)**	**$ 360,382**

1. NATURE OF OPERATIONS AND GOING CONCERN

Big Gold Inc. (Formerly 1093681 B.C. Ltd.) (the "Company" or "Big Gold") was formed by a plan of arrangement incorporated on October 19, 2016, under the British Columbia Corporations Act with its head office located at 9th floor 1021 West Hastings Street, Vancouver, British Columbia, Canada, V6E 0C3. The Company changed its name on May 18, 2021, to Big Gold Inc. The Company, a reporting issuer in the province of British Columbia, is subject to the rules and regulations of the relative provincial securities commission, but its shares do not trade on any stock exchange.

The Company is a mineral exploration and development company focused on the acquisition and exploration of mineral properties. The Company's primary focus is the exploration and development of the Martin Kenty project (See Note 4) located in Kenora, Ontario in the Rainy River mining district.

Going concern

As at September 30, 2022, the Company had working capital of $360,382 (December 31, 2021 – $743,264) had not yet achieved profitable operations, had accumulated losses of $1,714,357 (December 31, 2021 - $1,040,453), and currently expects to incur further losses in the exploration and development of its business.

The Company has $395,070 of cash at September 30, 2022, which the Company believes is sufficient working capital to fund the Company's planned next 12 months of activities. However, from time to time, the Company may pursue the raising of funds by an equity investment, debt borrowing or a combination of both. The Company has yet to discover a mineral deposit that is economically recoverable, therefore there is no assurance that the operations of the Company and any future operations will be successful and profitable. These conditions raise material uncertainties which casts significant doubt as to the use of the going concern assumption in these financial statements.

These interim condensed financial statements have been prepared on the basis of accounting principles 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 its liabilities in the normal course of operations as they come due. In assessing whether the going concern assumption is appropriate, management takes into account all available information about the future, which is at least, but is not limited to, twelve months from the end of the reporting period. Management is aware, in making its assessment, of material uncertainties related to events or conditions that cast significant doubt upon the Company's ability to continue as a going concern.

These interim condensed financial statements do not reflect the adjustments to the carrying values of assets and liabilities and the reported expenses and balance sheet classifications that would be necessary if the Company were unable to realize its assets and settle its liabilities as a going concern in the normal course of operations. Such adjustments could be material.

Covid-19

The outbreak of the novel strain of corona virus, specifically identified as "COVID-19", has resulted in governments worldwide enacting emergency measures to combat the spread of the virus. These measures, which include the implementation of travel bans, self-imposed quarantine periods and social distancing, have caused material disruption to businesses globally resulting in an economic slowdown. Global equity markets have experienced significant volatility and weakness. Governments and central banks have reacted with significant monetary and fiscal interventions designed to stabilize economic conditions. The duration and impact of the COVID-19 outbreak is unknown at this time, as is the efficacy of the government and central bank interventions. The Company cannot accurately predict the impact COVID-19 will have on third parties' ability to meet their obligations with the Company, including due to uncertainties relating to the ultimate geographic spread of the virus, the severity of the disease, the duration of the outbreak, and the length of travel and quarantine restrictions imposed by governments of affected countries. In particular, the continued spread of COVID-19 globally could materially and adversely impact the Company's business including without limitation, employee health, workplace productivity, and other factors that will depend on future developments beyond the Company's control.

In addition, a significant outbreak of contagious diseases in the human population could result in a widespread health crisis that could adversely affect the economies and financial markets of many countries resulting in an economic downturn that could negatively impact the Company's financial position, financial performance, cash flows, and its ability to raise capital. It is not possible to reliably estimate the length and severity of these developments and the impact on the financial results and condition of the Company in future periods.

2. BASIS OF PRESENTATION

(a) Statement of compliance

These unaudited interim condensed financial statements have been prepared in accordance with IAS 34 "Interim Financial Reporting". Accordingly, they do not include all of the information required for full annual financial statements required by IFRS as issued by IASB and interpretations issued by IFRIC. The same accounting policies, methods of computation and note disclosures are followed in these unaudited interim condensed financial statements as compared to the Company's annual financial statements for the years ended December 31, 2021 and 2020. Any subsequent changes to IFRS that are given effect in the Company's annual financial statements for the year ending December 31, 2022 could result in restatement of these condensed interim financial statements. In particular, the Company's significant accounting policies are presented as Note 3 in those audited financial statements have been consistently applied in the preparation of these unaudited interim condensed financial statements.

These unaudited interim condensed financial statements were authorized for issuance by the Board of Directors on November 18, 2022.

(b) Basis of presentation

These unaudited interim condensed financial statements are presented in Canadian dollars, which is the Company's functional currency. All financial information is expressed in Canadian dollars unless otherwise stated and have been rounded to the nearest dollar.

These unaudited interim financial statements have been prepared on the going concern basis, under the historical cost convention, except for certain financial instruments that are measured at fair value, as explained in the accounting policies described herein. Further these interim financial statements have been prepared using the accrual basis of accounting, except for cash flow information.

c) Significant judgements, estimates and assumptions

The preparation of these interim financial statements requires management to make judgments and estimates and form assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and reported amounts of revenues and expenses during the reporting period. On an ongoing basis, management evaluates its judgments and estimates in relation to assets, liabilities, revenue and expenses. Management uses historical experience and various other factors it believes to be reasonable under the circumstances as the basis for its judgments and estimates. Actual outcomes may differ from these estimates under different assumptions and conditions. Significant estimates and judgements include but are not limited to the following:

i. Share-based compensation

The Company recognizes as compensation the fair value of stock options issued in exchange for services provided by officers and directors and outside consultants. The cost of officer and director compensation is calculated using the fair value method based on the fair value of the stock option on the granting date. The cost of outside consultant compensation is calculated using the fair value method based on the fair value of the common share purchase warrant or stock option on the earlier of a) date when performance is complete, b) date on which a commitment for performance by the counterparty to earn the compensation is reached, or c) the grant date. Compensation expense is recognized over the vesting period of the related instrument granted or the service period for which such instrument is granted, whichever is shorter.

The proceeds from the exercise of stock options are recognized in share capital upon exercise at the exercise price paid by the holder, along with the related cost of such items originally credited to the options.

Option pricing models require the input of highly subjective assumptions, including the expected price volatility. Changes in the subjective input assumptions can materially affect the fair value estimate and therefore the existing models do not necessarily provide a reliable single measure of the fair value of the stock options issued.

ii. Going Concern

The assessment of the Company's ability to continue as a going concern involves judgment regarding future funding available for its operations and working capital requirements as discussed in note 1.

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

These unaudited interim condensed financial statements have been prepared following the same accounting policies used in the preparation of the audited financial statements of the Company for the year ended December 31, 2021.

New standards not yet adopted, and interpretations issued but not yet effective

At the date of authorization of these Financial Statements, the IASB and the IFRS Interpretations Committee have issued certain new and revised Standards and Interpretations which are not yet effective. Many are not applicable or do not have a significant impact to the Company and have been excluded from these financial statements. The Company has not early adopted and is currently assessing what impact the application of these standards or amendments will have on the financial statements of the Company.

4. ACQUISITION OF MARTIN KENTY PROJECT

The Company completed on July 19, 2021, the acquisition of the resource property located in Kenora, Ontario in the Rainy River mining district, known as the Martin Kenty project ("Martin Kenty") which consists of 264 mineral claims.

In exchange for the 264 mineral claims the company issued 4,000,000 common shares of the Company at a fair value of $0.145 per common share for total consideration of $580,000. The Company has expensed the $580,000 as acquisition costs in the year ended December 31, 2021.

The Martin Kenty Property has a net smelter return royalty ("NSR") of two percent (2%) owed to the previous owner of the property. The Company has a right to purchase one percent of the NSR back for $1,000,000. The forementioned common shares issued pursuant to the Asset Purchase Agreement were issued on November 11, 2021.

During the nine months ended September 30, 2022, the Company incurred exploration expenses of $92,731 (year ended December 31, 2021 -$157,527) on the Martin Kenty Project.

(Expressed in Canadian dollars)

5. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

		September 30, 2022		December 31, 2021
Consulting fees	$	6,300	$	7,147
Proessional fees		29,654		-
Office and general		141		-
		36,095		7,147
Accrued liabilities		10,124		25,000
Accounts payable and accrued liabilities	**$**	**46,219**	**$**	**32,147**

Accounts payable of the Company principally comprise of amounts outstanding for trade purchases relating to regular business activities and amounts payable for financing activities. The usual credit period taken for purchases is between 30 to 90 days.

6. RELATED PARTY TRANSACTIONS AND KEY MANAGEMENT COMPENSATION

Key management salaries
Key management includes members of the board of directors, the Chief Executive Officer and the Chief Financial Officer. The aggregate value of transactions relating to key management personnel and entities over which they have control or significant influence were as follows for the three and nine months ended September 30, 2022, and 2021:

i) During the three and nine months ended September 30, 2022, $10,000 (2021 - $nil) was charged by the Chief Executive Officer for consulting fees.
ii) During the three and nine months ended September 30, 2022, $6,000 and $18,000 respectively (2021 - $nil) was charged by the Chief Financial Officer under contract with Grove Corporate Services Ltd.
iii) During the nine months ended September 30, 2022, directors and officers of the Company were awarded stock options of 650,000 stock options with an exercise price of $0.20 per share and expire March 10, 2027. The stock based compensation cost of these awards was $99,560.

At September 30, 2022, $1,500 was due from a related party. At December 31, 2021, $1,264 was due from a related party.

(Expressed in Canadian dollars)

7. FLOW THROUGH SHARE PREMIUM LIABILITY

The flow-through common shares issued in the financing completed on December 16, 2021 were issued at a premium to the market price in recognition of the tax benefits accruing to subscribers. The flow-through premium was calculated to be $137,962.

The flow-through premium is derecognized through income as the eligible expenditures are incurred. For the nine months ended September 30, 2022, the Company satisfied $182,737 of its $312,520 flow-through expenditure commitment by incurring eligible expenditures and as a result the flow-through premium was reduced by $80,669.

As at September 30, 2022, the Company was committed to spend $129,783 in eligible flow-through expenditures by December 31, 2022.

8. SHARE CAPITAL

	ref	Number of Common Outstanding	Share Capital	Contributed Surplus Warrant Reserve
Outstanding, December 31, 2020	**i), iii), iv)**	**8,030,549**	**$ 90,001**	**-**
Transactions during the year ended December 31, 2021				
Issuance of common shares for debt settlement	v)	150,000	7,500	-
Issuance in connection with acquisition of property	Note 4	4,000,000	580,000	-
Common shares issued under private placement	vi), vii)	7,419,550	848,410	138,962
Flow-through shares issued pursuant to private placement	viii)	1,202,000	312,520	-
Premium on flow-through financing	viii)	-	(137,962)	-
Issue costs associated with private placements		-	(55,714)	-
Outstanding, December 31, 2021 and September 30, 2022		**20,802,099**	**$ 1,644,755**	**$ 138,962**

(Expressed in Canadian dollars)

i) The Company was initially formed via a plan of arrangement spin out in which existing shareholders of Monterey Minerals Inc. received 1,010,549 common shares of the Company for a nominal amount.

ii) The Company completed a share for debt settlement on January 31, 2020, with a related party by issuing 3,800,000 common shares in exchange for $19,000 in accrued liabilities at a price of $0.005 per common share.

iii) The Company completed a second shares for debt settlement on June 30, 2020, settling $60,000 in loans by issuing 3,000,000 common shares at a price of $0.02 per common share. Included as part of this debt settlement was the settlement of $37,000 for 1,850,000 common shares to the CEO of the Company.

iv) The Company completed a third shares for debt settlement on December 31, 2020, for $11,000 in loans by issuing 220,000 common shares at a price of $0.05 per common share.

v) In March 2021, the Company issued 150,000 common shares to settle outstanding debt of $7,500. Included as the debt settlement was the settlement of $7,500 to directors of the Company for services performed in their capacity as directors.

vi) The Company completed in June 2021 a private placement of 5,065,550 common shares at a price of $0.10 per common share.

vii) The Company completed a private placement of 2,354,000 units consisting of one common share and one warrant of the Company at an average price of $0.20 per common share for gross proceeds of $470,800. The private placement was completed in two tranches. The warrants have an exercise price of $0.30 per common share purchase warrant for a period of two years.

viii) The Company completed a private placement of 1,202,000 common shares of the Company at an average price of $0.26 per common share issued as flow-through shares for gross proceeds of $312,520. The private placement was completed in two tranches. The flow-through shares were issued at a premium of $0.11 to the fair value of the Company's shares. The premium was recognized as a short term liability for $137,962 with a subsequent pro-rata reduction of the liability recognized as flow-through premium income as the required expenditures are incurred. The transaction costs amounted to $55,714 and have been netted against the gross proceeds on closing.

9. WARRANT RESERVE

Share purchase warrant transactions for the period ended September 30, 2022, and the year ended December 31, 2021, are as follows:

	Number of Warrants	Weighted Average Exercise Price	Fair Value
Balance outstanding, January 1, 2021	**-**	**$ -**	**$ -**
Warrants issued (i),(ii)	2,536,880	0.300	138,962
Warrants exercised	-	-	-
Balance outstanding, December 31, 2021, and September 30, 2022	**2,536,880**	**$ 0.300**	**138,962**

(Expressed in Canadian dollars)

i.) Pursuant to the issuance of 2,354,000 units at $0.20 per unit, the Company issued 2,354,000 common share purchase warrants. Each whole warrant is exercisable at a price of $0.30 per share and expire on the earlier of (i) October 1, 2023 or (ii) 30 days following the date that a notice is delivered from the Company to the holder of the warrants in the event the common shares trade on an exchange for ten or more consecutive days at a price in excess of $0.45 per share.

ii.) The Company issued a further 182,880 common share purchase warrants as a finder's fee in connection with the private placement. Each whole warrant is exercisable at a price of $0.30 per share and expire on the earlier of (i) October 1, 2023 or December 16, 2023 or (ii) 30 days following the date that a notice is delivered from the Company to the holder of the warrants in the event the common shares trade on an exchange for ten or more consecutive days at a price in excess of $0.45 per share.

The following table reflects the Black-Scholes pricing model assumptions:

		Fiscal December 31, 2021
Average exercise price ($)	$	0.30
Fair value of the award	$	138,962
Risk free interest rate		1.04%
Expected dividend yield		0.00%
Expected volatility		105%
Expected life of the warrants		2 years

10. SHARE BASED PAYMENTS RESERVE

Equity Incentive Plan

The shareholders of the Company have approved an executive incentive plan (the "Plan") pursuant to which the Company may issue up to 10% of the common shares of the Company to employees, directors and officers. The exercise price of each equity incentive issued pursuant to the terms of the Plan shall be established at the grant date by the Board of Directors of the Company and in all cases shall not be less than the closing price of the common shares of the Company on the trading day immediately preceding the grant date. The equity incentive plans granted can be exercised for up to 5 years and vest as determined by the Board of Directors.

(Expressed in Canadian dollars)

Stock Options
A summary of the status of the stock option component of the Company's Plan as at September 30, 2022, is as follows:

	Number of options		Weighted Average Exercise Price
Balance outstanding, January 1, 2022	**-**	**$**	**-**
Issued	1,900,000		0.200
Balance outstanding, September 30, 2022	**1,900,000**	**$**	**0.200**

The fair value of the options granted was estimated at the grant date using an option pricing model with the following assumptions:

		Nine month ended September 30, 2022
Average exercise price ($)	$	0.20
Fair value of the award	$	291,022
Risk free interest rate		2.40%
Expected dividend yield		0.00%
Expected volatility		103%
Expected life of the warrants		5 years

All 1,900,000 outstanding options at September 30, 2022 vested on the March 10, 2022, the grant date and have a remaining life of 4.69 years.

11. FINANCIAL INSTRUMENTS AND RISK MANAGEMENT

Fair value
Financial instruments of the Company consist of cash, accounts payable and accrued liabilities, advances or due from related parties. There are no significant differences between the carrying amounts of the items reported on the statements of financial position and their estimated fair values.

The Company has determined the estimated fair values of its financial instruments based on appropriate valuation methodologies. Where quoted market values are not readily available, the Company may use considerable judgment to develop estimates of fair value. Accordingly, any estimated values are not necessarily indicative of the amounts the Company could realize in a current market exchange and could be materially affected by the use of different assumptions or methodologies.

Fair value hierarchy
Financial instruments recognized at fair value are classified using a fair value hierarchy that reflects the significance of inputs used in making the measurements. The hierarchy is summarized as follows:

• Level 1 - quoted prices (unadjusted) that are in active markets for identical assets or liabilities
• Level 2 - inputs that are observable for the asset or liability, either directly (prices) for similar assets or liabilities in active markets or indirectly (derived from prices) for identical assets or liabilities in markets with insufficient volume or infrequent transactions
• Level 3 - inputs for assets or liabilities that are not based upon observable market data

The Company classifies its financial instruments as follows:

		Fair Value Hierarchy			
Financial Instrument	Classification	**Level 1**	**Level 2**	**Level 3**	**Total**
Financial Assets					
Cash	FVTPL	395,070	-	-	395,070
Accounts receivable	Amortized cost	-	-	39,076	39,076
Financial Liabilities					
Accounts payable and accrued liabilities	Amortized cost	-	-	46,219	46,219

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

Market risk
Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices. Market prices comprise four types of risk: interest rate risk, foreign exchange risk, commodity price risk and other price risk, such as equity risk. The Company has no financial instruments affected by market risk.

Interest rate risk
The Company is exposed to 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 is exposed to interest rate risk arising from fluctuations in interest rates received on its cash balance. Fluctuations in market interest rates do not have a significant impact on the Company's results of operations due to the short-term nature of interest-bearing cash.

Liquidity risk
The Company is exposed to liquidity risk. Liquidity risk is the exposure of the Company to the risk of not being able to meet its financial obligations as they fall due. The Company's approach to managing liquidity risk is to ensure that it will have sufficient liquidity to meet liabilities when due. The Company's future liquidity is dependent on factors such as the ability to generate cash from operations and to raise money through debt or equity financing (see note 1).

Foreign exchange risk
The Company's functional currency is the Canadian dollar, and all major purchases are transacted in Canadian dollars. Management believes the foreign exchange risk is negligible and therefore does not hedge its foreign exchange risk.

Credit risk
Credit risk is the risk of loss associated with counterparty's inability to fulfill its payment obligations. The Company's credit risk is primarily attributable to cash. Cash is held with a reputable Canadian chartered bank. Management believes that the credit risk concentration with respect to financial instruments included in cash is minimal.

12. CAPITAL MANAGEMENT

The Company manages its capital structure and makes adjustments to it, based on the funds available to the Company, in order to support the development of its planned business activities. 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 to sustain future development of the business. In order to carry out the planned business activities and pay for administrative costs, the Company will spend its existing working capital and raise additional funds as needed. Management reviews its capital management approach on an ongoing basis and believes that this approach, given the relative size of the Company, is reasonable.

The Company is not subject to other externally imposed capital requirements. The Company considers its capital to be shareholders' equity (deficiency), which is comprised of share capital, reserves, and accumulated deficit.

The Company's objective when managing capital is to obtain adequate levels of funding to support its business activities, to obtain corporate and administrative functions necessary to support organizational functioning and obtain sufficient funding to further the development of its business. The Company raises capital, as necessary, to meet its needs and take advantage of perceived opportunities and, therefore, does not have a numeric target for its capital structure. Funds are primarily secured through equity capital raised by way of private placements and issuance of convertible debentures. There can be no assurance that the Company will be able to continue raising equity capital in this manner.

13. COMMITMENTS

As of September 30, 2022, the Company must incur $129,783 in eligible exploration expenditures on or before December 31, 2022.

The Company has no other commitments as at September 30, 2022.

14. SUBSEQUENT EVENTS

On October 18, 2022, the Company announced the acquisition of a further 237 mineral claims in the Kenora Mining district of Ontario for 2,000,000 common shares of the Company. The Company also is obligated to pay a 2% net smelter royalty ("NSR") on the property. The Company has the right to purchase 1% of the NSR in return for paying $1,000,000.