ETRUSCUS RESOURCES CORP.

Condensed Interim Financial Statements

June 30, 2022

(Expressed in Canadian Dollars)

ETRUSCUS RESOURCES CORP.

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For the three-month period ended June 30, 2022

(Expressed in Canadian Dollars)

MANAGEMENT'S RESPONSIBILITY FOR UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS AND NOTICE OF NO AUDITOR REVIEW

The accompanying condensed interim financial statements of Etruscus Resources Corp. (the "Company") are the responsibility of management and have not been reviewed by the Company's auditors.

These condensed interim financial statements have been prepared by management, on behalf of the Board of Directors, in accordance with the accounting policies disclosed in the notes to the unaudited condensed interim financial statements. Where necessary, management has made informed judgments and estimates in accounting for transactions which were not complete at the financial position date. In the opinion of management, the condensed interim financial statements have been prepared within acceptable limits of materiality and are in accordance with International Accounting Standard 34, Interim Financial Reporting, as issued by the International Accounting Standards Board using accounting policies consistent with International Financial Reporting Standards appropriate in the circumstances.

The Company has established processes, which are in place to provide it sufficient knowledge to support management representations that it has exercised reasonable diligence that (i) the condensed interim financial statements do not contain any untrue statement of material fact or omit to state a material fact required to be stated or that is necessary to make a statement not misleading in light of the circumstances under which it is made, as of the date of, and for the periods presented by, the condensed interim financial statements and (ii) the condensed interim financial statements fairly present in all material respects the financial condition, results of operations and cash flows of the Company, as of the date of and for the periods presented by the condensed interim financial statements.

The Board of Directors is responsible for reviewing and approving the condensed interim financial statements together with other financial information of the Company and for ensuring that management fulfills its financial reporting responsibilities. An Audit Committee assists the Board of Directors in fulfilling this responsibility. The Audit Committee meets with management to review the financial reporting process and the condensed interim financial statements together with other financial information of the Company. The Audit Committee reports its findings to the Board of Directors for its consideration in approving the condensed interim financial statements together with other financial information of the Company for issuance to the shareholders.

Management recognizes its responsibility for conducting the Company's affairs in compliance with established financial standards, and applicable laws and regulations, and for maintaining proper standards of conduct for its activities.

ETRUSCUS RESOURCES CORP.
Condensed Interim Statements of Financial Position
As at June 30, 2022
(Expressed in Canadian Dollars)
(prepared by management)

	June 30, 2022 (unaudited)	*March 31, 2022 (audited)*
ASSETS		
Current assets		
Cash and cash equivalents	**$ 1,025,026**	$ 1,152,650
Receivables *(Note 3)*	**6,182**	18,946
Deposits and prepaid expenses *(Note 4)*	**3,797**	91,335
Total current assets	**1,035,005**	1,262,931
Exploration and evaluation assets (*Note 5*)	**3,917,488**	3,779,966
Reclamation deposits	**24,900**	24,900
Property and equipment *(Note 6)*	**2,484**	8,053
Total assets	**$ 4,979,877**	$ 5,075,850
LIABILITIES		
Current liabilities		
Accounts payable and accrued liabilities *(Note 7)*	**$ 20,000**	$ 20,724
Due to related parties *(Note 9)*	**1,153**	-
Lease liability *(Note 7)*	**-**	5,029
Flow-through share premium liability *(Note 8)*	**44,581**	46,506
Total current liabilities	**65,734**	72,259
Total liabilities	**65,734**	72,259
EQUITY		
Share capital *(Note 8)*	**7,087,436**	7,087,436
Equity reserves	**719,874**	719,874
Deficit	**(2,893,167)**	(2,803,719)
Total equity	**4,914,143**	5,003,591
Total liabilities and equity	**$ 4,979,877**	$ 5,075,850

Nature of Operations and Going Concern *(Note 1)*
Events After the Reporting Period (*Note 13*)

Approved and authorized on behalf of the Board on August 18, 2022.

Gordon Lam Director

Fiore Aliperti Director

(the accompanying notes are an integral part of these condensed interim financial statements)

ETRUSCUS RESOURCES CORP.

Condensed Interim Statements of Operations and Comprehensive Loss

For the three-month periods ended June 30, 2022 and 2021

(Expressed in Canadian Dollars)

(unaudited – prepared by management)

	Three months ended June 30, 2022	*Three months ended June 30, 2021*
Operating Expenses:		
Advertising, marketing, promotion	**$ -**	$ 34,617
Consulting fees (*Note 9*)	**64,150**	72,942
Depreciation (*Note 6*)	**5,569**	5,407
Investor relations fees	**-**	24,000
Office and general	**13,790**	12,690
Regulatory and transfer agent fees	**3,460**	3,414
Rent	**4,335**	3,933
Share-based compensation (*Note 8*)	**-**	8,669
Travel	**961**	-
Total operating expenses	**(92,265)**	(165,672)
Finance income	**925**	11,693
Accretion of lease liability discount	**(33)**	(419)
Other income from settlement of flow-through share premium liability	**1,925**	-
Loss and comprehensive loss for the period	**$ (89,448)**	$ (154,398)
Basic and diluted loss per common share	**$ (0.00)**	$ (0.01)
Weighted average number of common shares outstanding:		
Basic and diluted	**37,386,622**	29,658,882

(the accompanying notes are an integral part of these condensed interim financial statements)

ETRUSCUS RESOURCES CORP.

Condensed Interim Statements of Changes in Equity

For the periods ended June 30, 2022 and 2021

(Expressed in Canadian Dollars)

(unaudited – prepared by management)

	Number of Shares	*Amount*	*Equity Reserves*	*Deficit*	*Total Equity*
Balance at March 31, 2021	**28,514,306**	**$ 4,575,149**	**$ 640,217**	**$ (2,163,576)**	**$ 3,051,790**
Shares issued for cash- private placements	8,372,316	2,604,127	-	-	2,604,127
Share issuance costs	-	(172,708)	68,051	-	(104,657)
Flow-through share premium liability	-	(92,432)	-	-	(92,432)
Share-based compensation	-	-	8,669	-	8,669
Loss for the period	-	-	-	(154,398)	(154,398)
Balance at June 30, 2021	**36,886,622**	**$ 6,914,136**	**$ 716,937**	**$ (2,317,974)**	**$ 5,313,099**
Shares issued for property	500,000	175,000	-	-	175,000
Share-based compensation	-	-	2,937	-	2,937
Loss for the period	-	-	-	(344,494)	(344,494)
Balance at December 31, 2021	**37,386,622**	**$ 7,087,436**	**$ 719,874**	**$ (2,662,468)**	**$ 5,144,842**
Loss for the period	-	-	-	(141,251)	(141,251)
Balance at March 31, 2022	**37,386,622**	**$ 7,087,436**	**$ 719,874**	**$ (2,803,719)**	**$ 5,003,591**
Loss for the period	-	-	-	(89,448)	(89,448)
Balance at June 30, 2022	**37,386,622**	**$ 7,087,436**	**$ 719,874**	**$ (2,893,167)**	**$ 4,914,143**

(the accompanying notes are an integral part of these condensed interim financial statements)

ETRUSCUS RESOURCES CORP.
Condensed Interim Statements of Cash Flows
For the three-month periods ended June 30, 2022 and 2021
(Expressed in Canadian Dollars)
(unaudited – prepared by management)

	2022	*2021*
Cash flows provided by (used in) operating activities		
Loss for the period	**$ (89,448)**	$ (154,398)
Add-back non-cash items:		
Depreciation	**5,569**	5,407
Share-based compensation	**-**	8,669
Accretion of lease liability discount	**33**	419
Other income from settlement of flow-through share premium liability	**(1,925)**	(11,693)
Changes in non-cash working capital items:		
Receivables	**12,764**	(3,833)
Retainers, deposits and prepaid expenses	**-**	(50,489)
Accounts payable and accrued liabilities	**(724)**	55,159
Due to related parties	**1,153**	(19,826)
Net cash used in operating activities	**(72,578)**	(170,585)
Cash flows provided by (used in) investing activities		
Investment in exploration and evaluation assets	**(49,984)**	(67,144)
Payment of reclamation deposit	**-**	(30,800)
Net cash used in investing activities	**(49,984)**	(97,944)
Cash flows provided by (used in) financing activities		
Shares issued for cash	**-**	2,604,127
Share issuance costs	**-**	(106,657)
Lease payments	**(5,062)**	(5,063)
Net cash provided by (used in) financing activities	**(5,062)**	2,494,407
Increase (decrease) in cash and cash equivalents during the period	**(127,624)**	2,225,878
Cash and cash equivalents, beginning of period	**1,152,650**	31,106
Cash and cash equivalents, end of period	**$ 1,025,026**	$ 2,256,984

Cash and cash equivalents consist of:		
Bank deposits	**$ 1,025,026**	$ 2,256,984

Supplemental Disclosure with Respect to Cash Flows *(Note 12)*

(the accompanying notes are an integral part of these condensed interim financial statements)

1. NATURE OF OPERATIONS AND GOING CONCERN

Etruscus Resources Corp. ("the Company") was incorporated under the Business Corporations Act (British Columbia) on July 1, 2017. The Company's registered office is located at Suite #1400 - 1125 Howe St., Vancouver, British Columbia, V6Z 2K8, and its operating office is located at Suite #604 - 850 West Hastings St., Vancouver, British Columbia V6C 1E1. The Company's common shares are listed for trading on the Canadian Securities Exchange ("CSE") under the symbol "ETR".

The Company is engaged in the exploration of mineral properties and has not yet determined whether any of its properties contain economically recoverable reserves. To date, the Company has not earned any operating revenues and is in the exploration stage. The mining exploration business involves a high degree of risk. The recoverability of the amounts expended on mineral interests by the Company is dependent upon the existence of economically recoverable reserves, the ability of the Company to obtain necessary financing to complete the exploration and development of its mineral properties and upon future profitable production or proceeds from disposition of its mineral interests.

These financial statements have been prepared on the basis that the Company will continue as a going concern which assumes that the Company will be able to 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 operations. As an exploration stage company, as at June 30, 2022, the Company has incurred an accumulated deficit since its inception of $2,893,167. The ability of the Company to continue as a going concern depends upon its ability to raise adequate financing and to ultimately develop profitable operations. These factors indicate the existence of a material uncertainty that may cast significant doubt on the Company's ability to continue as a going concern.

Since incorporation on July 1, 2017, the Company raised equity financing from investors to provide for its early-stage exploration and working capital needs. The Company may also consider convertible debentures, third party earn-ins or joint ventures using debt or equity financing structures, to ensure the continuation of Company's exploration activities. To the extent future financing is not available, future working capital commitments may not be satisfied and future exploration programs would face curtailment and could result in a loss of property ownership or earning opportunities for the Company.

There can be no assurance that the Company will be able to raise the funds necessary to continue future operations beyond 2023. Should the Company be unable to realize its assets and discharge its liabilities in the normal course of business, the net realizable value of its assets may be materially less than the amounts recorded on the statements of financial position. These condensed interim financial statements do not include adjustments to amounts and classifications of assets and liabilities that might be necessary should the Company be unable to continue operations.

On March 11, 2020, the World Health Organization declared the coronavirus COVID-19 a global pandemic and at the date of this report still considered it to be a pandemic. COVID-19 has continued to spread resulting in adverse public health developments, affecting global workforces, economies, and financial markets, triggering economic upheavals. It is not possible at this time for the Company to predict the duration or magnitude of the adverse results of the outbreak nor its future impacts on the Company's business or operations.

2. SIGNIFICANT ACCOUNTING POLICIES

The accounting policies set out below have been applied consistently to all periods presented in these financial statements.

Basis of presentation

These condensed interim financial statements have been prepared in accordance with International Financial Reporting Standards ("IFRS"), as issued by the International Accounting Standards Board ("IASB") and Interpretations issued by the International Financial Reporting Interpretations Committee ("IFRIC") and are presented in Canadian dollars which is the financial currency of the Company. These condensed interim financial statements have been prepared on a historical cost basis, except for certain financial instruments which are classified as fair value through profit or loss. In addition, these condensed interim financial statements have been prepared using the accrual basis of accounting, except for cash flow information.

These condensed interim financial statements should be read in conjunction with the Company's annual financial statements and notes thereto for the year ended March 31, 2022. These condensed interim financial statements do not include all disclosures required in annual financial statements but rather they follow recommendations for condensed interim financial statements in accordance with International Accounting Standard 34, Interim Financial Reporting ("IAS 34") as issued by the International Accounting Standards Board ("IASB"). These condensed interim financial statements follow the same accounting policies and methods of their application as those followed in the March 31, 2022 annual financial statements.

Future changes in accounting policies

Certain new accounting standards and interpretations have been published that are not mandatory for the June 30, 2022 reporting period. These standards have been assessed by the Company and are not expected to have a significant impact on the Company's financial statements.

3. RECEIVABLES

	June 30, 2022	*March 31, 2022*
Recoverable sales taxes	$ 6,182	$ 18,946
Total receivables	$ 6,182	$ 18,946

(Expressed in Canadian Dollars)

4. DEPOSITS AND PREPAID EXPENSES

The deposits and prepaid expenses of the Company consist of the following:

	June 30, 2022	March 31, 2022
Advances on exploration surveys and helicopters	**$ -**	$ 84,538
Prepaid insurance	**3,797**	6,797
	$ 3,797	$ 91,335

5. EXPLORATION AND EVALUATION ASSETS – Mineral Properties

	Lewis Gold Property	*Rock & Roll Property*	*Sugar Property*	*Total*
Balance, March 31, 2021	$ -	$ 2,761,011	$ 75,978	$ 2,836,989
Additions:				
Acquisition costs	285,000	-	-	285,000
Accommodation and camp costs	36,597	61,340	7,755	105,692
Assays and laboratory analysis	61,120	29,458	2,416	92,994
Community relations	-	40,000	-	40,000
Field expenses	2,923	29,667	-	32,590
Geological and geophysical consulting	162,412	144,649	8,487	315,548
Helicopters and aircraft support	-	67,234	28,665	95,899
Licenses, claim fees and permits	-	2,652	-	2,652
Surveying	-	4,936	-	4,936
*Less: Recoveries**	-	(32,334)	-	(32,334)
Subtotal – net additions	548,052	347,602	47,323	942,977
Balance, March 31, 2022	$ 548,052	$ 3,108,613	$ 123,301	$ 3,779,966
Additions:				
Assays and laboratory analysis	84	176	-	260
Geological and geophysical consulting	28,200	22,700	-	50,900
Licenses, claim fees and permits	400	1,425	-	1,825
Surveying	84,537	-	-	84,537
Subtotal – net additions	113,221	24,301	-	137,522
Balance, June 30, 2022	$ 661,273	$ 3,132,914	$ 123,301	$ 3,917,488

*Comprised of 2020 BCMETC credit of $236,411 and 2019 BCMETC credit of $14,827.

(Expressed in Canadian Dollars)

5. EXPLORATION AND EVALUATION ASSETS – Mineral Properties (continued)

Lewis Gold Property, Newfoundland, Canada

On July 20, 2021, the Company announced it had received an option (the "Lewis Option Agreement") to earn a 100% interest in the Lewis Gold Property (the "Lewis Property") in central Newfoundland from the vendors, a group of three parties independent to the Company. The Lewis Property consists of two claim blocks in the heart of the Peyton Linear gold trend: the Peyton South claims and the Linear claims. Together, the Lewis Property totals 25.67 square kilometers (2,567 Hectares ("Ha")) and establishes the Company in a key location within central Newfoundland's highly active exploration region. Each claim block carries a two percent (2%) Net Smelter Returns royalty, subject to the purchase of one percent (1%) for $2,000,000 on or before commercial production.

The Lewis Option Agreement requires aggregate staged payments each year over a four-year period as follows:

Date	Cash	Shares
Acceptance Date**	$110,000	500,000
First Anniversary	$150,000	625,000
Second Anniversary	$150,000	650,000
Third Anniversary	$195,000	650,000
Fourth Anniversary	$265,000	675,000
Total	$870,000	3,100,000

**In July 2021, cash of $110,000 was paid and 500,000 shares were issued at a fair value of $0.35, for share compensation totalling $175,000.

Rock & Roll Property, Liard Mining Division, Northwest British Columbia, Canada

The Rock & Roll Property (the "Property") consists of thirty-nine (39) contiguous mineral claims totaling 21,955 Ha situated in the Liard Mining Division of British Columbia, in the Iskut River Valley of the Coast Mountains in northwestern British Columbia.

In 2018, the Company acquired the first 14 contiguous claims totalling 4,723 Ha from Equity Exploration Consultants Ltd. ("Equity"), for $50,000 cash and 800,000 common shares of the Company at a value of $0.10 per share, for a total initial acquisition cost of $130,000. Those claims are subject to a 2% net smelter return ("NSR") royalty, held by a group of six parties (the "Royalty Holders"). The Company received an option to purchase one-half of the 2% NSR (the "NSR Buyout Option") for a future payment of $2,000,000 to the Royalty Holders within 30 days of the commencement of commercial production or December 31, 2030, whichever comes earlier. The NSR Buyout Option was granted to the Company by the issuance of 300,000 shares to the Royalty Holders immediately after the Listing Date, issued at a fair value of $0.25 per share for a total fair value of $75,000, capitalized to exploration and evaluation assets. During the year ended March 31, 2020, the Company staked an additional 25 mineral claims contiguous to the Property, totaling 17,233 Ha at a cost of $36,013.

Equity has notified the Company that there may be unregistered royalties on the Property in favour of Prime Equities International Corporation. To the Company's best information and belief, such royalties (i) are not evidenced by any completed legal instrument and (ii) have not been the subject of any notice or claim to Equity asserting such royalties. The Company has agreed to indemnify Equity against all costs, charges, and expenses, including any amount paid to settle a threatened or an actual action or to satisfy a judgment, reasonably incurred by Equity in the event that such possible royalties are validated as existing legal obligations binding on the Property.

(Expressed in Canadian Dollars)

5. EXPLORATION AND EVALUATION ASSETS – Mineral Properties (continued)

Sugar Property - Liard Mining Division, Northwest British Columbia, Canada

During the year ended March 31, 2020, the Company staked 11 contiguous mineral claims totaling 5,181 Ha at a cost of $9,566. The group of claims is known as the Sugar Property ("Sugar") and is located approximately 7 km northwest of the Company's Rock & Roll Property and 25 km southwest of Teck Resources/Newmont Gold's Galore Creek joint venture project. No historical drilling has been recorded at Sugar.

Title to mineral properties involves certain inherent risks due to the difficulties of determining the validity of certain claims, as well as the potential for problems arising from the frequently ambiguous conveyance history characteristic of many mineral properties. The Company has investigated title to its mineral properties, and, to the best of its knowledge, titles are in good standing.

6. PROPERTY AND EQUIPMENT

	Right-of-use assets	*Computers and software*	*Furniture and fixtures*	Total
Cost:				
Balance, March 31, 2021 and 2022 and June 30, 2022	$ 60,827	$ 4,938	$ 8,938	$ 74,703
Accumulated depreciation:				
Balance, March 31, 2021	35,166	4,490	5,366	45,022
Depreciation for year	20,308	248	1,072	21,628
Balance, March 31, 2022	55,474	4,738	6,438	66,650
Depreciation for period	5,353	28	188	5,569
Balance, June 30, 2022	$ 60,827	$ 4,766	$ 6,626	$ 72,219
Net book value - March 31, 2022	$ 5,353	$ 200	$ 2,500	$ 8,053
Net book value – June 30, 2022	**$ -**	**$ 172**	**$ 2,312**	**$ 2,484**

7. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES AND LEASE LIABILITY

Accounts payable and accrued liabilities for the Company are comprised as follows:

	June 30, 2022	*March 31, 2022*
Accounts payable	$ -	$ 724
Accrued liabilities	20,000	20,000
	$ 20,000	$ 20,724

(Expressed in Canadian Dollars)

7. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES AND LEASE LIABILITY (continued)

Lease liability:

On July 1, 2019, the Company entered into a premises sublease for a three-year period, with terms following those of the head lease. The lease expired on June 30, 2022. The lessor is Metallis Resources Inc. ("MTS"), a public company related by two common directors and a common officer. The sublease is for ½ of the space leased by MTS for fixed monthly lease payments of $1,688 per month. The sublease falls under the scope of IFRS 16. Accordingly, the lease liability was measured at the present value of the remaining lease payments, discounted at the Company's incremental borrowing rate of 8%, the same discount rate as that used by MTS for its head lease accounting. At the inception of the sublease, the Company recognized on the statement of financial position a lease liability of $54,210 and a corresponding ROU asset of the same amount. Leasehold improvement costs of $6,617 were also recorded as ROU assets.

The following tables summarize the lease liability recognized in the financial statements:

Lease liability

Balance as at March 31, 2021	$ 24,172
Lease payments	(20,250)
Lease interest	1,107
Balance as at March 31, 2022	5,029
Lease payments	(5062)
Lease interest	33
Balance as at June 30, 2022	$ -

8. SHARE CAPITAL

Authorized: Unlimited number of common shares, without par value.

Issued: 37,386,622 common shares (March 31, 2022 – 37,386,622 common shares)

Transactions for the period ended June 30, 2022:

None.

Transactions for the year ended March 31, 2022:

a) On June 30, 2021, the Company completed a non-brokered private placement for total gross proceeds of $2,604,127. The financing consisted of 6,523,672 non-flow-through units at a price of $0.30 per unit for proceeds of $1,957,102 and 1,848,644 flow-through units at a price of $0.35 per unit for proceeds of $647,025. Each non-flow-through unit consists of one common share and ½ of a common share purchase warrant exercisable at $0.40 per share for a period of 2 years. Each flow-through unit consists of one flow-through common share and ½ of a non-flow-through common share purchase warrant exercisable at $0.45 per share for a period of 2 years. No residual value was assigned to the warrant component of either the flow-through or non-flow-through units.

(Expressed in Canadian Dollars)

8. SHARE CAPITAL (continued)

Transactions for the year ended March 31, 2022: (continued)

The Company recorded a flow-through premium liability of $92,432 as a deduction from share capital, being the difference between the amounts recognized in common shares and the amounts investors paid for the units. Total finders' fees of $90,832 were paid and 478,273 finders' warrants were issued to arm's length parties, as permitted by securities law. The finders' warrants are exercisable at $0.33 per share for a two-year period, and were valued at $68,051 following the Black Scholes pricing model.

All shares issued under the private placement completed by the Company were subject to a hold period of four months and one day from the date of issuance. Proceeds from the non-flow-through financings is used for exploration and general working capital. Proceeds from the issuance of flow-through shares are only used to fund Canadian Exploration Expenses (within the meaning of the *Income Tax Act* (Canada)) which shall qualify as "flow-through mining expenditures", for purposes of the *Income Tax Act* (Canada). The Company renounced these expenses of $647,025 to the purchasers as required under the Act, with an effective date of December 31, 2021.

b) On each of July 15, 2021 and January 15, 2022, 1,500,000 common shares were released from escrow. As at June 30, 2022 there were no common shares remaining in escrow.

c) On July 23, 2021 the Company issued 500,000 common shares to the vendors of the Lewis Property pursuant to the Lewis Option Agreement. The shares were fair valued at $0.35 per share, for total share compensation of $175,000.

Flow-through share premium liability:

The Company's issuances of flow-through common shares as described above results in flow-through share premium liabilities which are reduced by the incurrence of qualifying exploration expenses. As at June 30, 2022, the Company had remaining obligations to incur qualifying exploration costs in British Columbia in calendar 2022 totalling $312,069 which would, upon being incurred, eliminate the current flow-through share premium liability of $44,581 with the amount recorded as other income on settlement of flow-through share premium liability.

Changes in Flow-through share premium liability:	Three months ended June 30, 2022	Year ended March 31, 2022
Balance, beginning of period	$ 46,506	$ 53,844
Liability incurred on flow-through shares issued	-	92,432
Settlement of flow-through share premium liability upon incurring eligible expenditures	(1,925)	(99,770)
Balance, end of period	$ 44,581	$ 46,506

(Expressed in Canadian Dollars)

8. SHARE CAPITAL (continued)

Stock options:

At the Company's Annual General Meeting on October 22, 2021, the shareholders adopted a 10% Rolling Stock Option Plan ("SOP") under which the Company is authorized to grant stock options to executive officers and directors, employees and consultants. The exercise price of each stock option equals the market price of the Company's stock as calculated on the date of grant. The options vest upon grant, except for investor relations options which vest over a minimum of a one-year period, pursuant to regulation. The fair value of the option grants is determined, and the vested portion is recorded over time pursuant to the Black-Scholes option pricing model as a credit to equity reserves.

No stock options were granted by the Company during the period ended June 30, 2022 or the year ended March 31, 2022.

The following parameters were used for valuing stock options that vested during the year ended March 31, 2022:

	Year ended March 31, 2022
Weighted average assumptions:	
Risk-free interest rate	0.97%
Expected dividend yield	-
Expected option life (years)	3.5
Expected stock price volatility	81%
Weighted average share price at grant date	$0.33
Weighted average fair value at grant date	$0.345
Expected forfeiture rate	-

Number of stock options outstanding:	Number of Stock options	Weighted average exercise price
Balance at March 31, 2021	2,525,000	$ 0.28
Options terminated	(250,000)	0.27
Balance at March 31, 2022	2,275,000	0.28
Options terminated	(100,000)	0.25
Balance at June 30, 2022	2,175,000	$ 0.28

(Expressed in Canadian Dollars)

8. SHARE CAPITAL (continued)

Stock options: (continued)

The following table shows outstanding and vested stock options as at June 30, 2022:

Expiry Date	Number of Outstanding Stock Options	Number of Vested Stock Options	Exercise Price ($)	Weighted average remaining contractual life (years)
January 15, 2024	1,150,000	1,150,000	0.25	1.55
January 21, 2024	60,000	60,000	0.25	1.56
March 15, 2024	50,000	50,000	0.28	1.71
February 27, 2025	60,000	60,000	0.25	2.67
May 25, 2025	230,000	230,000	0.25	2.90
September 21, 2025	625,000	625,000	0.36	3.23
Total outstanding options	2,175,000	2,175,000		2.21

Warrants:

Through certain unit offerings that completed, the Company has issued warrants in addition to shares. Warrant transactions are summarized as follows:

Schedule of changes in share purchase warrants:	Number of warrants	Weighted average exercise price
Balance at March 31, 2021	7,315,491	$ 0.47
Warrants issued	4,664,430	0.40
Warrants expired	(917,250)	0.42
Balance at March 31, 2022	11,062,671	0.45
Warrants expired	(1,225,000)	0.40
Balance at June 30, 2022	9,837,671	$ 0.45

(Expressed in Canadian Dollars)

8. SHARE CAPITAL (continued)

Warrants: (continued)

As at June 30, 2022, the following warrants are outstanding:

Expiry Date	Number of Warrants outstanding	Exercise Price ($)	Weighted average remaining contractual life (years)
December 18, 2022	365,000	0.40	0.47
December 18, 2022	445,625	0.50	0.47
December 18, 2022	50,000	0.285	0.47
December 30, 2022	125,000	0.40	0.50
December 30, 2022	8,000	0.285	0.50
May 19, 2023	270,000	0.40	0.89
May 19, 2023	636,072	0.45	0.89
May 19, 2023	68,400	0.33	0.89
June 8, 2023	534,166	0.40	0.94
June 8, 2023	103,250	0.45	0.94
June 8, 2023	58,450	0.33	0.94
June 30, 2023	2,457,669	0.40	1.00
June 30, 2023	185,000	0.45	1.00
June 30, 2023	351,423	0.33	1.00
August 6, 2023	3,130,000	0.50	1.10
August 6, 2023	53,861	0.45	1.10
August 6, 2023	276,444	0.60	1.10
September 4, 2023	390,000	0.50	1.18
September 4, 2023	318,111	0.60	1.18
September 4, 2023	11,200	0.45	1.18
Total	9,837,671		0.98

9. RELATED PARTY TRANSACTIONS AND BALANCES

All related party transactions are recorded at the exchange amount which is the amount agreed to by the Company and the related party.

As at June 30, 2022, the directors of the Company continue to be Fiore Aliperti, Jason Leikam, Gordon Lam and Michael Sikich. There were no changes to the management team during the period ended June 30, 2022.

9. RELATED PARTY TRANSACTIONS AND BALANCES (continued)

The following related parties for the periods presented include officers, directors and key management personnel, including those entities in which such individuals may hold positions that result in them having control or significant influence over the financial or operation policies of these entities:

a) Hatch 8 Consulting is a company controlled by a former Chief Executive Officer who resigned from that position on July 1, 2021, remains a director of the Company, and provides consulting services to the Company;

b) Lever Capital Corp. is a company owned by the Chief Financial Officer and provides consulting services to the Company;

c) Avanti Consulting Inc. is a company controlled by the President and CEO of the Company who was appointed by the Board of Directors on November 23, 2021, providing such services to the Company commensurate with the position;

d) Maxus Management Corp. is a company controlled by a director who was also the Company's President and Chief Executive Officer from July 1, 2021 to November 23, 2021, and who provided consulting services to the Company during his term as the President and CEO;

e) Wetherup Geological Consultants is a business operated by the Company's Vice-President of Exploration who was appointed by the Board of Directors on July 15, 2021 and provides the Company with geological consulting services. Amounts billed are recognized as either capitalized under exploration and evaluation assets or expensed under Property investigation;

f) DRW Geological Consultants Ltd. is a company controlled by the Company's former Vice-President of Exploration and which provided the Company with geological consulting services up to March 31, 2021, the amounts of which were capitalized under exploration and evaluation assets with a final amount of $5,000 paid during the period ended June 30, 2021; and

g) Metallis Resources Inc. ("MTS") is a public company that has two directors and an officer in common with the Company. Etruscus subleased one-half of MTS' office premises. The Company and MTS also shared their exploration camp facilities in BC's Golden Triangle region in 2021, as their respective properties lie about 35 – 40 km apart from each other. Consequently, some administrative and exploration costs are accordingly shared or reimbursable, occasionally resulting in non-material period-end intercompany balances.

Amounts owing to all related parties at June 30, 2022 is $1,153 (March 31, 2022 - $Nil), comprised of (I) amounts owing to management and/or (II) amounts owing to MTS, as follows:

(Expressed in Canadian Dollars)

9. RELATED PARTY TRANSACTIONS AND BALANCES (continued)

I) The aggregate value of key management compensation and outstanding balances relating to the officers noted above are as follows:

		Transactions for the three-month period ended June 30, 2022	Transactions for the year ended March 31, 2022	**Balance payable as at June 30, 2022**	Balance payable as at March 31, 2022
Short-term benefits:					
Hatch 8 Consulting	**(a)**	**$ 18,000**	$ 90,000	**$ -**	$ -
Lever Capital Corp.	**(b)**	**13,500**	54,000	**-**	-
Avanti Consulting Inc.	**(c)**	**18,000**	48,000	**-**	-
Maxus Management Corp.	**(d)**	**-**	54,000		
Wetherup Geological Consultants	**(e)**	**24,000**	72,000	**-**	-
DRW Geological Consultants Ltd.	**(f)**	**-**	5,000	**-**	-
Total		**$ 73,500**	$ 323,000	**$ -**	$ -

II) During the period ended June 30, 2022, the company entered into transactions with MTS as follows:

	Due to MTS, March 31, 2022	Invoiced	Paid	**Due to MTS, June 30, 2022**
Rent	$ -	$ 9,334	$ 9,334	**$ -**
Office expenses, net	-	1,153	-	**1,153**
Exploration costs		-	-	**-**
Total	$ -	$ 10,487	$ 9,334	**$ 1,153**

10. FINANCIAL INSTRUMENTS AND FINANCIAL RISK MANAGEMENT

Financial instruments consist of financial assets and financial liabilities and are accounted for under *IFRS 9 – Financial Instruments*. Financial instruments are initially recognized at fair value along with, in the case of a financial asset or liability not at fair value through profit and loss, transaction costs that are directly attributable to the acquisition or issue of the financial asset or liability. Transaction costs of financial assets and financial liabilities carried at fair value through profit or loss are expensed in profit and loss.

The Company classifies its financial assets and financial liabilities in the following measurement categories:

i) those to be measured subsequently at fair value (either through other comprehensive income or through profit or loss); and
ii) those to be measured at amortized cost.

10. FINANCIAL INSTRUMENTS AND RISK MANAGEMENT (continued)

The classification of financial assets depends on the business model for managing the financial assets and the contractual terms of the cash flows. Financial assets that are held within a business model whose objective is to collect the contractual cash flows, and that have contractual cash flows that are solely payments of principal and interest on the principal outstanding, are generally measured at amortized cost at the end of subsequent accounting periods. All other financial assets are measured at their fair values at the end of subsequent accounting periods, with any changes taken through profit and loss or other comprehensive income.

Financial liabilities are classified as those to be measured at amortized cost unless they are designated as those to be measured subsequently at fair value through profit or loss (irrevocable election at the time of recognition). Any fair value changes due to credit risk for liabilities designated at fair value through profit and loss are recorded in other comprehensive income.

The Company has implemented the following classifications for financial instruments:

- The Company's financial assets are cash and cash equivalents, and reclamation deposits. Cash and cash equivalents and reclamation deposits are classified as fair value through profit or loss on a recurring basis and any changes to fair value subsequent to initial recognition are recorded in profit or loss for the period in which they occur. The fair values of these financial instruments equal their carrying values.

- Financial liabilities comprise accounts payable, lease liability and amounts due to related parties which are classified as other financial liabilities and measured at amortized cost using the effective interest rate method. Interest expense is recorded in profit or loss, as applicable. The fair values of these financial instruments approximates their carrying values due to their short term maturities.

The Company reclassifies financial assets when and only when its business model for managing those assets changes. Financial liabilities are not reclassified.

Fair values of financial instruments are classified in a fair value hierarchy based on the inputs used to determine fair values, as follows:

The three levels of the fair value hierarchy are:

Level 1 – Unadjusted quoted prices in active markets for identical assets or liabilities;
Level 2 – Inputs other than quoted prices that are observable for the asset or liability either directly or indirectly; and
Level 3 – Inputs that are not based on observable market data, with fair value measurement derived from valuation techniques.

The fair values of cash and cash equivalents and reclamation deposit are measured at fair value on a recurring basis based on Level 1 inputs of the fair value hierarchy.

(Expressed in Canadian Dollars)

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

Credit risk arises from the potential that one or more counterparties fail to meet their obligations. The Company is exposed to credit risk through its cash and cash equivalents, receivables and reclamation deposits. As at June 30, 2022, the Company's maximum credit risk is equal to $1,056,108. The Company manages credit risk associated with its cash and cash equivalents by using reputable financial institutions, from which management believes the risk to be remote. Receivables have historically consisted primarily of goods and services for which management believes the collectability of these amounts to be assured.

Liquidity risk

Liquidity risk is related to the ability of the Company to meet its obligations as they come due. The Company's basic approach to managing liquidity risk is to ensure that it will have sufficient liquidity to meet liabilities when due. The Company has historically relied on equity financings to satisfy its capital requirements and will continue to depend upon equity capital as required but may also enter into earn-in arrangements or the sale of certain property interests. However, there can be no assurance the Company will be able to obtain its future financing needs on acceptable terms. The ability of the Company to continue on this course will depend, in part, on the prevailing market conditions, the market interest in financing the Company's mineral property exploration programs, and the scope of such programs.

The following are the contractual maturities of financial liabilities as at June 30, 2022:

	Carrying Amount	Contractual Cash Flows	Within 1 year	Within 2 years
Accounts payable and accrued liabilities	$ 20,000	$ 20,000	$ 20,000	$ -
Demand loans from related parties	1,153	1,153	1,153	-
Lease liabilities	-	-	-	-
Total	$ 21,153	$ 21,153	$ 21,153	$ -

As at June 30, 2022, the Company has working capital of $969,271. There is sufficient liquidity to meet day-to-day operating obligations for the ensuing year and fund its 2022 Phase I exploration programs, including its obligations to incur certain qualifying exploration expenditures by the end of December 2022. Depending on the scope of additional exploration work programs, additional financing may be required.

Interest rate risk

The Company is not exposed to material risk in the event of interest rate fluctuations. Recent interest rate increases still leave the current rate below historical norms. The Company has no long-term debt and has not entered into any interest rate swaps or other financial arrangements to mitigate the exposure to interest rate fluctuations. For these reasons, the Company believes it is not subject to material risks if and when interest rates change.

Market risk

The Company is subject to limited market risk as the price of its short-term money market investments fluctuates due to market forces. The Company has no control over their fluctuating prices, does not hedge its investments and the fluctuations are limited in scope and volatility. June 30, 2022, the Company held no short-term money market investments.

10. FINANCIAL INSTRUMENTS AND RISK MANAGEMENT (continued)

Foreign currency risk

The Company's functional currency is the Canadian dollar, and an immaterial amount of transactions are in other currencies. Management believes the foreign exchange risk derived from currency conversions is immaterial and therefore does not need to hedge its foreign exchange risk.

11. CAPITAL MANAGEMENT

Capital is comprised of all components of equity, and the Company is not subject to externally imposed capital requirements. The Company's objectives when managing capital are to fund critical exploration work, meet its on-going liabilities, continue as a going concern, maintain creditworthiness and to ultimately maximize returns for shareholders over the long term. Meeting current and future liabilities and obligations as a non-revenue early-stage explorer requires management to plan for its current and future cash needs while continually monitoring the Company's internal, exploration and financing risks. The Company endeavors to maintain capital balances over the periods to alleviate unexpected cash flow shortfalls and remains confident that sufficient financing will be raised to ensure working capital needs are met and future exploration funds are available for future exploration. Management strives to minimize shareholder dilution through executing future financings at higher equity prices than prior financings, subject to market conditions.

The capital for operations and the acquisition and exploration of exploration and evaluation assets has historically come from the issuance of common shares.

There were no changes in the Company's capital management objectives during the period ended June 30, 2022.

12. SUPPLEMENTAL DISCLOSURE WITH RESPECT TO CASH FLOWS

The significant non-cash investing and financing transaction during the period ended June 30, 2022 was as follows:

a) The Company's exploration costs incurred during the period included $13,476 of qualifying expenses which reduced the flow-through premium liability by $1,925 and which was recognized as other income on settlement of flow-through premium liability for the period ended June 30, 2022;

The significant non-cash investing and financing transactions during the period ended June 30, 2021 were as follows:

a) The Company's completion of a flow-through private placement during the period resulted in an increase of the flow-through premium liability of $92,432, recorded as a reduction from share capital;

b) Exploration costs incurred during the period resulted in a $11,693 debit against the flow-through premium liability; and

c) As at June 30, 2021, BC METC receivable of $236,411 was included in exploration and evaluation assets as a recovery.

13. EVENTS AFTER THE REPORTING PERIOD

On July 1, 2022, the Company entered into a sublease extension with MTS for a three-year period, after the initial sublease expired on June 30, 2022. The fixed lease rate for the first two years remains the same at $1,687 per month and will rise to $1,744 per month for the third year.

On July 27, 2022, the Company paid $150,000 and issued 625,000 common shares in respect of the 1st anniversary payments pursuant to the Lewis Option Agreement.