VOLATUS CAPITAL CORP.

CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

FOR THE THREE-MONTH PERIOD ENDED APRIL 30, 2022

(Expressed in Canadian Dollars)

NOTICE OF NO AUDITOR REVIEW OF INTERIM FINANCIAL STATEMENTS

Under National Instrument 51-102, Part 4, subsection 4.3(3)(a), if an auditor has not performed a review of the interim financial statements, they must be accompanied by a notice indicating that the financial statements have not been reviewed by an auditor.

The accompanying unaudited condensed interim financial statements have been prepared by and are the responsibility of the Company's management.

The Company's independent auditor has not performed a review of these condensed interim financial statements in accordance with the standards established by the Chartered Professional Accountants of Canada for a review of interim financial statements by an entity's auditor.

VOLATUS CAPITAL CORP.
CONDENSED INTERIM CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
(Expressed in Canadian dollars)
(Unaudited – Prepared by Management)

	April 30, 2022	January 31, 2022
ASSETS		
Current assets		
Cash	$ 1,753	$ 4,827
Amounts receivable	155,490	150,080
Prepaid expenses	1,050	1,500
Marketable securities (Note 4)	600	28,000
	158,893	184,407
Investment in Leigh Creek (Note 10)	3,887,170	3,887,170
Exploration and evaluation assets (Note 3)	6,349,422	6,297,161
Reclamation deposit	30,000	30,000
	$ 10,425,485	$ 10,398,738
LIABILITIES		
Current liabilities		
Accounts payable and accrued liabilities (Note 6)	$ 617,329	$ 969,673
Loan payable (Note 6)	72,288	146,393
	689,617	1,116,066
SHAREHOLDERS' EQUITY		
Share capital (Note 5)	11,129,211	10,519,211
Reserves (Note 5)	180,529	180,529
Deficit	(1,573,872)	(1,417,068)
	9,735,868	9,282,672
	$ 10,425,485	$ 10,398,738

Nature and continuance of operations (Note 1)
Subsequent event (Note 11)

APPROVED ON BEHALF OF THE DIRECTORS:

"Fred Tejada"	Director	*"Jason Cubitt"*	Director
Fred Tejada		Jason Cubitt	

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

VOLATUS CAPITAL CORP.
CONDENSED INTERIM CONSOLIDATED STATEMENTS OF INCOME (LOSS) AND COMPREHENSIVE INCOME (LOSS)
(Expressed in Canadian dollars)
(Unaudited – Prepared by Management)
FOR THE THREE MONTHS ENDED APRIL 30,

	2022	2021
Expenses		
Interest on loans receivable (Note 6)	$ -	$ (12,070)
Interest on loans payable (Note 6)	62,811	-
Management, director and consulting fees (Note 6)	39,750	89,250
Office and miscellaneous	1,135	1,308
Professional fees	18,861	10,850
Realized gain on marketable securities (Note 4)	(698)	(28,472)
Rent	5,175	22,750
Transfer agent and filling fees	2,870	2,500
Unrealized loss (gain) on marketable securities (Note 4)	26,900	(118,602)
Write-off of exploration and evaluation assets (Note 3)	-	2,400
Income (loss) and comprehensive income (loss) for the period	$ (156,804)	$ 30,086
Income (loss) per share – basic and diluted	$ (0.01)	$ 0.00
Weighted average number of shares Outstanding – basic and diluted	16,616,265	10,942,352

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

VOLATUS CAPITAL CORP.
CONDENSED INTERIM CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
(Expressed in Canadian dollars)
(Unaudited – Prepared by Management)

	Common Shares				
	Number of shares	**Share Capital**	**Reserves**	**Deficit**	**Total**
Balance, January 31, 2021	**10,942,352**	**$ 8,867,711**	**$ 180,529**	**$ (586,836)**	**$ 8,461,404**
Income for the period	-	-	-	30,086	30,086
Balance, April 30, 2021	**10,942,352**	**8,867,711**	**180,529**	**(556,750)**	**8,491,490**
Private placement	3,793,750	1,624,000	-	-	1,624,000
Flow-through share premium	-	(40,000)	-	-	(40,000)
Shares issued for exploration and evaluation assets	156,250	67,500	-	-	67,500
Loss for the period	-	-	-	(860,318)	(860,318)
Balance, January 31, 2022	**14,892,352**	**10,519,211**	**180,529**	**(1,417,068)**	**9,282,672**
Private placement	3,050,000	610,000	-	-	610,000
Loss for the period	-	-	-	(156,804)	(156,804)
Balance, April 30, 2022	**17,942,352**	**$ 11,129,211**	**$ 180,529**	**$ (1,573,872)**	**$ 9,735,868**

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

VOLATUS CAPITAL CORP.
CONDENSED INTERIM CONSOLIDATED STATEMENTS OF CASH FLOWS
(Expressed in Canadian dollars)
(Unaudited – Prepared by Management)
FOR THE THREE MONTHS ENDED APRIL 30,

	2022	2021
Cash flows from operating activities		
Income (loss) for the period	$ (156,804)	$ 30,086
Changes in non-cash items:		
Interest on loans receivable/payable, net	62,811	(11,674)
Realized gain on marketable securities	(698)	(28,472)
Unrealized loss (gain) on marketable securities	26,900	(118,602)
Write-off of exploration and evaluation assets	-	2,400
Changes in non-cash working capital items:		
Amounts receivable	(5,410)	(4,268)
Prepaid expenses	450	37,950
Accounts payable and accrued liabilities	(129,342)	90,550
Cash used in operating activities	(202,093)	(2,030)
Cash flows from investing activities		
Purchase of marketable securities	-	(437,643)
Proceeds on disposal of marketable securities	1,198	356,110
Exploration and evaluation assets	(275,263)	(2,160)
Cash used in investing activities	(274,065)	(83,693)
Cash flows from financing activities		
Proceeds from private placement	610,000	-
Repayment of loan payable	(365,916)	-
Loan payable	229,000	-
Cash provided by financing activities	473,084	-
Change in cash	(3,074)	(85,723)
Cash, beginning of the period	4,827	2,172
Cash, end of the period	$ 1,753	$ (83,551)
Non-cash financing and investing activities		
Cash paid for interest and income taxes	$ 63,917	$ -
Cash received for interest and income taxes	$ -	$ -
Exploration and evaluation assets included in accounts payable and accrued liabilities	$ 358,037	$ 34,552

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

1. NATURE AND CONTINUANCE OF OPERATIONS

Volatus Capital Corp. ("the Company") which was incorporated on November 6, 2018, under the laws of British Columbia, is a public company listed on the Canadian Securities Exchange (the "CSE") and trades under the symbol VC. The address of the Company's corporate office and its principal place of business is 3043 - 595 Burrard Street, Vancouver, British Columbia, Canada, V7X 1J1.

Effective May 19, 2022, the Company consolidated its common shares on a 4:1 basis. These condensed interim consolidated financial statements reflect the share consolidation for all shares, warrants, options and per share amounts retrospectively.

The Company's principal business activities include the acquisition and exploration of mineral property assets. As at April 30, 2022, the Company had not yet determined whether the Company's mineral property assets contain ore reserves that are economically recoverable. The recoverability of amount shown for exploration and evaluation assets is dependent upon the discovery of economically recoverable reserves, confirmation of the Company's interest in the underlying mineral claims, the ability of the Company to obtain the necessary financing to complete the development of and the future profitable production from the property or realizing proceeds from its disposition. The Company had a deficit of $1,573,872 as at April 30, 2022, which has been funded by the issuance of equity. The Company's ability to continue its operations and to realize its assets at their carrying values is dependent upon obtaining additional financing and generating revenues sufficient to cover its operating costs. The outcome of these matters cannot be predicted at this time and these uncertainties may cast significant doubt upon the Company's ability to continue as a going concern.

These condensed interim consolidated financial statements do not give effect to any adjustments which would be necessary should the Company be unable to continue as a going concern and therefore be required to realize its assets and discharge its liabilities in other than the normal course of business and at amounts different from those reflected in these financial statements.

During the year ended January 31, 2022, there was a global pandemic outbreak of COVID-19. The actual and threatened spread of the virus globally has had a material adverse effect on the global economy and specifically, the regional economies in which the Company operates. The pandemic could result in delays in the course of business, including potential delays to its business plans and activities, and continue to have a negative impact on the stock market, including trading prices of the Company's shares and its ability to raise new capital.

2. SIGNIFICANT ACCOUNTING POLICIES

Statement of compliance

These condensed interim consolidated financial statements have been prepared in accordance with International Financial Reporting Standards ("IFRS") as issued by the International Accounting Standards Board ("IASB"), and in accordance with International Accounting Standards ("IAS") 34, Interim Financial Reporting.

These condensed interim consolidated financial statements were approved by the Board of Directors on June 27, 2022.

2. SIGNIFICANT ACCOUNTING POLICIES (continued)

Basis of presentation and consolidation

These condensed interim consolidated financial statements have been prepared on a historical cost basis, except for financial instruments classified as financial instruments at fair value through profit and loss, which are stated at their fair value. In addition, these condensed interim consolidated financial statements have been prepared using the accrual basis of accounting, except for cash flow information.

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

These condensed interim consolidated financial statements include the accounts of the Company and its wholly-owned subsidiary, MagMetal Tech Pty Ltd. ("MagMetal"). All significant inter-company balances and transactions have been eliminated upon consolidation.

The condensed interim consolidated financial statements of the Company are presented in Canadian dollars, which is the functional and reporting currency of the Company and MagMetal.

Control exists when the Company has the power, directly or indirectly, to govern the financial and operating policies of an entity so as to obtain benefits from its activities. The financial statements of subsidiaries are included in the condensed interim consolidated financial statements from the date that control commences until the date that control ceases. For partly owned subsidiaries, the interest attributable to non-controlling shareholders is reflected in non-controlling interest. All inter-company balances and transactions have been eliminated upon consolidation.

These condensed interim consolidated financial statements include the financial statements of the Company and its subsidiaries are listed in the following table:

Name of Subsidiary	Country of Incorporation	Proportion of Ownership Interest April 30, 2022	Proportion of Ownership Interest January 31, 2022	Principal Activity
MagMetal Tech Pty Ltd.	Australia	100%	100%	Not Active

Use of estimates and judgments

The preparation of these condensed interim consolidated financial statements in conformity with IFRS requires management to make judgments and estimates and form assumptions that affect the reported amounts of assets and liabilities at the date of the condensed interim consolidated financial statements and reported amounts of revenues and expenses during the reporting periods. 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 given circumstances as the basis for its judgments and estimates. Actual outcomes may differ from these estimates.

Significant accounting judgments

Going concern

The preparation of these condensed interim consolidated financial statements requires management to make judgments regarding the applicability of going concern assumption to the Company.

2. SIGNIFICANT ACCOUNTING POLICIES (continued)

Use of estimates and judgments (continued)

Critical accounting estimates

Key assumptions concerning the future and other key sources of estimation uncertainty that have a significant risk of resulting in a material adjustment to the carrying amount of assets and liabilities within the next financial year include, but are not limited to, the following:

Income taxes

The Company is periodically required to estimate the tax basis of assets and liabilities. Where applicable tax laws and regulations are either unclear or subject to varying interpretations, it is possible that changes in these estimates could occur that materially affect the amounts of deferred income tax assets and liabilities recorded in the financial statements.

Changes in deferred tax assets and liabilities generally have a direct impact on earnings in the period that the changes occur. Each period, the Company evaluates the likelihood of whether some portion or all of each deferred tax asset will not be realized. This evaluation is based on historic and future expected levels of taxable income, the pattern and timing of reversals of taxable temporary timing differences that give rise to deferred tax assets and liabilities, and tax planning initiatives.

Non-cash transactions

The valuation of shares issued in non-cash transactions. Generally, the valuation of non-cash transactions is based on the value of the goods or services received. When this cannot be determined, it is based on the fair value of the consideration. When non-cash transactions are entered into with employees and those providing similar services, the non-cash transactions are measured at the fair value of the consideration given up using market prices.

Economic recoverability and probability of future benefits of exploration and evaluation costs

Management has determined that exploration, evaluation and related costs incurred which were capitalized may have future economic benefits and may be economically recoverable. Management uses several criteria in its assessments of economic recoverability and probability of future economic benefits including, geologic and other technical information, history of conversion of mineral deposits with similar characteristics to its own properties to proven and probable mineral reserves, scoping and feasibility studies, accessible facilities and existing permits.

Exploration and evaluation assets

Upon acquiring the legal right to explore a property, costs related to acquisition and exploration are capitalized by property until the commencement of commercial production. If commercially profitable ore reserves are developed, capitalized costs of the related exploration and evaluation assets are reclassified as mining assets and amortized using the unit of production method. If, after management review, it is determined that capitalized acquisition and exploration costs are not recoverable over the estimated economic life of the exploration and evaluation assets, or the exploration and evaluation assets are abandoned, or management deems there to be an impairment in value, the exploration and evaluation assets are written down to their net realizable value.

2. SIGNIFICANT ACCOUNTING POLICIES (continued)

Exploration and evaluation assets (continued)

Any option payments received by the Company from third parties or tax credits refunded to the Company are credited to the capitalized cost of the exploration and evaluation assets. If payments received exceed the capitalized cost of the exploration and evaluation assets, the excess is recognized as income in the year received. The amounts shown for exploration and evaluation assets do not necessarily represent present or future values. Their recoverability is dependent upon the discovery of economically recoverable reserves, the ability of the Company to obtain the necessary financing to complete the development, and future profitable production or proceeds from the disposition thereof.

Flow-through shares

Canadian Income Tax legislation permits an enterprise to issue securities referred to as flow-through shares, whereby the investor can claim the tax deductions arising from the renunciation of the related resource expenditures. The Company accounts for flow-through shares whereby the premium paid for the flow-through shares in excess of the market value of the shares without flow-through features at the time of issue is credited to other liabilities and included in profit or loss at the same time the qualifying expenditures are made.

Decommissioning and restoration provision

The Company recognizes liabilities for statutory, contractual, constructive or legal obligations associated with the retirement of exploration and evaluation assets and equipment, when those obligations result from the acquisition, construction, development or normal operation of the assets. The net present value of future rehabilitation cost estimates arising from the decommissioning of plant and other site preparation work is capitalized to mining assets along with a corresponding increase in the rehabilitation provision in the period incurred. Discount rates using a pretax rate that reflect the time value of money are used to calculate the net present value. The rehabilitation asset is depreciated on the same basis as mining assets.

The Company's estimates of reclamation costs could change as a result of changes in regulatory requirements, discount rates and assumptions regarding the amount and timing of the future expenditures. These changes are recorded directly to mining assets with a corresponding entry to the rehabilitation provision. The Company's estimates are reviewed annually for changes in regulatory requirements, discount rates, effects of inflation and changes in estimates. Changes in the net present value, excluding changes in the Company's estimates of reclamation costs, are charged to profit and loss for the period. As at January 31, 2022 and 2021, the Company has no decommissioning or restoration obligations.

Impairment of long-lived assets

The Company evaluates the recoverability of its long-lived assets at each reporting period. An impairment loss is recognized when estimated future cash flows resulting from the use of an asset and its eventual disposition is less than its carrying amount.

A mining enterprise is required to consider the conditions for impairment write-down. The conditions include significant unfavourable economic, legal, regulatory, environmental, political and other factors. In addition, management's development activities towards its planned principal operations are a key factor considered as part of the ongoing assessment of the recoverability of the carrying amount of mineral properties. Whenever events or changes in circumstances indicate that the carrying amount of a mineral property in the exploration stage may be impaired, the capitalized costs are written down to the estimated recoverable amount.

2. SIGNIFICANT ACCOUNTING POLICIES (continued)

Income taxes

Income tax expense comprises current and deferred tax. Current tax and deferred tax are recognized in profit or loss except to the extent that it relates to a business combination or items recognized directly in shareholders' equity.

Current income taxes are recognized for the estimated income taxes payable or receivable on taxable income or loss for the current year and any adjustment to income taxes payable in respect of previous years.

Current income taxes are determined using tax rates and tax laws that have been enacted or substantively enacted by the year-end date.

Deferred tax assets and liabilities are recognized where the carrying amount of an asset or liability differs from its tax base, except for taxable temporary differences arising on the initial recognition of goodwill and temporary differences arising on the initial recognition of an asset or liability in a transaction which is not a business combination and at the time of the transaction affects neither accounting nor taxable profit or loss.

Recognition of deferred tax assets for unused tax losses, tax credits and deductible temporary differences is restricted to those instances where it is probable that future taxable profit will be available against which the deferred tax asset can be utilized. At the end of each reporting period the Company reassesses unrecognized deferred tax assets. The Company recognizes a previously unrecognized deferred tax asset to the extent that it has become probable that future taxable profit will allow the deferred tax asset to be recovered.

Investment in associate

The Company accounts for its investment in associate using the equity method. Under the equity method, the Company's investment in associate was initially recognized at fair value and subsequently increased or decreased to recognize the Company's share of net earnings and losses of the investment in associate, after any adjustments necessary to give effect to uniform accounting policies, and for impairment losses after the initial recognition date. The total carrying amount of the Company's investment in associate also includes any long-term debt interests which in substance form part of the Company's net investment. The Company's share of the losses that are in excess of its investment in associate are recognized only to the extent that the Company has incurred legal or constructive obligations or made payments on behalf of the investment in associate. The Company's share of earnings and losses of the investment in associate are recognized in profit or loss during the period. Dividends and repayment of capital received from a joint venture are accounted for as a reduction in the carrying amount of the Company's investment in associate.

Financial Instruments

Financial assets are classified at initial recognition as either: measured at amortized cost, fair value through profit or loss ("FVTPL"), or fair value through other comprehensive income ("FVTOCI"). The classification depends on the Company's business model for managing the financial assets and the contractual cash flow characteristics. For assets measured at fair value, gains and losses will either be recorded in profit or loss or other comprehensive income ("OCI").

Fair value through profit or loss ("FVTPL") – Financial assets carried at FVTPL are initially recorded at fair value and transaction costs are expensed in profit or loss. Realized and unrealized gains and losses arising from changes in the fair value of the financial asset held at FVTPL are included in profit or loss in the period in which they arise. Derivatives are also categorized as FVTPL unless they are designated as hedges.

2. SIGNIFICANT ACCOUNTING POLICIES (continued)

Financial Instruments (continued)

Fair value through other comprehensive income ("FVTOCI") – Investments in equity instruments at FVTOCI are initially recognized at fair value plus transaction costs. Subsequently, they are measured at fair value, with gains and losses arising from changes in fair value recognized in OCI. There is no subsequent reclassification of fair value gains and losses to profit or loss following the derecognition of the investment.

Financial assets at amortized cost – A financial asset is measured at amortized cost if the objective of the business model is to hold the financial asset for the collection of contractual cash flows, and the asset's contractual cash flows are comprised solely of payments of principal and interest. They are classified as current assets or non-current assets based on their maturity date and are initially recognized at fair value and subsequently carried at amortized cost less any impairment.

Financial liabilities are measured at amortized cost, unless they are required to be measured at FVTPL or the Company has opted to measure at FVTPL. The following summarizes the classification under IFRS 9 for each financial instrument:

The Company has classified its cash and marketable securities at FVTPL. The Company's amounts receivable, loans receivable/payable, accounts payable and accrued liabilities and loan payable are classified at amortized cost.

Measurement

Financial assets and liabilities at FVTPL are initially recognized at fair value and transaction costs are expensed in profit or loss. Realized and unrealized gains and losses arising from changes in the fair value of the financial assets or liabilities held at FVTPL are included in profit or loss in the period in which they arise.

Financial assets and liabilities at amortized cost are initially recognized at fair value, and subsequently carried at amortized cost less any impairment.

Impairment

The Company assesses on a forward-looking basis the expected credit loss ("ECL") associated with financial assets measured at amortized cost. The impairment methodology applied depends on whether there has been a significant increase in credit risk.

An impairment loss in respect of a financial asset measured at amortized cost is calculated as the difference between its carrying amount and the present value of the estimated future cash flows discounted at the asset's original effective interest rate. Losses are recognized in profit or loss and reflected in an allowance account against receivables. When a subsequent event causes the amount of impairment loss to decrease, the decrease in impairment loss is reversed through profit or loss.

2. SIGNIFICANT ACCOUNTING POLICIES (continued)

Share capital

Common shares are classified as share capital. Transaction costs directly attributable to the issue of common shares and share options are recognized as a deduction from share capital.

The Company has adopted a residual value method with respect to the measurement of shares and warrants issued as private placement units. The residual value method first allocates value to the more easily measurable component based on fair value and then the residual value, if any, to the less easily measurable component. The Company considers the fair value of common shares issued in a private placement to be the more easily measurable component and the common shares are valued at their fair value. The balance, if any, is allocated to the attached warrants. Any fair value attributed to the warrants is recorded to reserves.

Loss per share

Basic loss per share is computed by dividing the loss for the period by the weighted average number of common shares outstanding during the period. Diluted loss per share reflects the potential dilution that could occur if potentially dilutive securities were exercised or converted to common shares. The dilutive effect of options and warrants and their equivalent is computed by application of the treasury stock method. Fully diluted amounts are not presented when the effect of the computations is anti-dilutive due to the losses incurred.

Share-based payments

The Company grants stock options to acquire common shares of the Company to directors, officers, employees and consultants. An individual is classified as an employee when the individual is an employee for legal or tax purposes, or provides services similar to those performed by an employee.

The fair value of stock options is measured on the date of grant, using the Black-Scholes option pricing model, and is expensed over the vesting terms. Consideration paid for the shares on the exercise of stock options is credited to share capital.

In situations where equity instruments are issued to non-employees and some or all of the goods or services received by the Company as consideration cannot be specifically identified, they are measured at the fair value of the share-based payment. Otherwise, share-based payments are measured at the fair value of goods or services received.

(Expressed in Canadian dollars)

3. EXPLORATION AND EVALUATION ASSETS

Period Ended April 30, 2022	**Split Dome Copper Property**	**Untapped Property**	**To Do and Lions Den Gold Properties**	**JD Property**	**Belle Property**	**More Creek Property**	**Bentley Property**	**Lone Mountain Property**	**Williams EXT**	**Total**
Acquisition Costs:										
Balance, beginning of period	$ 363,500	$ 960,000	$ 1,205,000	$ 262,500	$ 124,793	$ 106,606	$ 41,250	$ 550,000	$ 220,000	$3,833,399
Balance, end of period	363,500	960,000	1,205,000	262,250	124,793	106,606	41,250	550,000	220,000	3,833,399
Exploration Costs:										
Balance, beginning of period	117,524	98,159	183,059	1,618,379	700	168,391	56,286	95,951	125,313	2,463,762
Administration and consulting	-	-	6,750	10,623	-	-	-	-	-	17,373
Field work	-	-	500	34,388	-	-	-	-	-	34,888
Balance, end of period	117,524	98,159	190,309	1,663,390	700	168,391	56,286	95,951	125,313	2,516,023
Total	$ 481,024	$1,058,159	$ 1,395,309	$1,925,640	$ 125,493	$ 274,997	$ 97,536	$ 645,951	$ 345,313	$6,349,422

(Expressed in Canadian dollars)

3. EXPLORATION AND EVALUATION ASSETS (continued)

Year Ended January 31, 2022	Split Dome Copper Property	Sunset Copper Star Property	Untapped Property	To Do and Lions Den Gold Properties	JD Property	Belle Property	More Creek Property	Bentley Property	Lone Mountain Property	Lunar-Frog Property	Williams EXT	Gosco and Last Zone Properties	Total
Acquisition Costs:													
Balance, beginning of year	$ 363,500	$ -	$ 960,000	$ 1,205,000	$ 139,750	$ 88,543	$ 81,606	$ -	$ 550,000	$ 330,000	$ 220,000	$ 66,000	$ 4,004,399
Acquisition costs – cash	-	-	-	-	100,000	25,000	25,000	7,500	-	-	-	25,000	182,500
Acquisition costs – shares	-	-	-	-	22,500	11,250	-	33,750	-	-	-	-	67,500
Write-down	-	-	-	-	-	-	-	-	-	(330,000)	-	(91,000)	(421,000)
Balance, end of year	363,500	-	960,000	1,205,000	262,250	124,793	106,606	41,250	550,000	-	220,000	-	3,833,399
Exploration Costs:													
Balance, beginning of year	-	-	-	-	196,778	700	500	-	-	-	-	-	197,978
Administration and consulting	61,126	2,400	8,263	14,175	213,988	-	6,750	2,537	49,850	-	125,313	287	484,689
Assay	-	-	-	-	5,720	-	-	-	-	-	-	-	5,720
Field work	56,398	-	89,896	168,884	1,232,224	-	161,141	53,749	46,101	-	-	-	1,808,393
Cost recovery	-	-	-	-	(30,331)	-	-	-	-	-	-	-	(30,331)
Write-down	-	(2,400)	-	-	-	-	-	-	-	-	-	(287)	(2,687)
Balance, end of year	117,524	-	98,159	183,059	1,618,379	700	168,391	56,286	95,951	-	125,313	-	2,463,762
Total	$ 481,024	$ -	$ 1,058,159	$ 1,388,059	$ 1,880,629	$ 125,493	$ 274,997	$ 97,536	$ 645,951	$ -	$ 345,313	$ -	$ 6,297,161

3. EXPLORATION AND EVALUATION ASSETS (continued)

Although the Company has taken steps to verify title to mineral properties in which it has an interest, these procedures do not guarantee the Company's title. Such properties may be subject to prior agreements or transfers and title may be affected by undetected defects.

Split Dome Copper Property

During the year ended January 31, 2020, the Company entered into a related party purchase and sale agreement with a Company owned by the Chief Executive Officer to acquire up to a 100% interest, subject to a 0.25% NSR royalty, in the Split Dome project located near Hazelton, British Columbia.

In exchange for the 100% interest, during the year ended January 31, 2021, the Company issued 250,000 shares with a value of $270,000 and 125,000 warrants with a term of 36 months and an exercise price of $1.20. The warrants were fair valued at $93,500 using the Black-Scholes pricing model using a share price of $1.08, expected life of three years, a discount rate of 1.54% and a volatility of 120%.

Sunset Copper Star Property

Pursuant to an option agreement dated November 16, 2018, the Company was granted an option to acquire a 100% undivided interest in the Sunset Copper Star property located north of Campbell River area in the Nanaimo Mining Division, British Columbia.

In accordance with the agreement, the Company has acquired a 51% undivided interest in the property by paying $5,000. The Company had the option to earn the remaining 49% interest in the property by issuing a total of 50,000 common shares of the Company, making cash payments totalling $155,000, and incurring a total of $500,000 in exploration expenditures.

The optionors will retain a 3% Net Smelter Returns ("NSR") royalty on the property. The Company has the right to purchase the first 1% of the royalty for $750,000 and the remaining 2% for $1,000,000 at any time prior to the commencement of commercial production.

During the year ended January 31, 2022, the Company decided to forego making certain payments to maintain the Sunset Copper Star Property and impaired the property to $Nil and recorded a write-down of $2,400 (January 31, 2021 - $133,795) in the statement of loss and comprehensive loss.

Untapped Property (formerly Compass Project)

In June 2020, the Company earned a 100% interest in the Untapped property by issuing 800,000 common shares with a value of $960,000 to a significant shareholder of the Company. The property is subject to a 1% NSR royalty of which the Company may purchase 0.5% for $500,000.

To Do and Lions Den Gold Properties (formerly Peak and Lions Den Gold Properties)

In June 2020, the Company entered into a purchase and sale agreement with a company controlled by the Chief Executive Officer to acquire a 100% interest in the To Do and Lions Den Gold properties located in northwestern British Columbia. The property is subject to a 1.5% NSR.

In exchange for the 100%, the Company must:

i) issue 950,000 common shares (issued with a value of $1,140,000);
ii) pay $65,000 cash (paid).
iii) Incur exploration expenditures of $100,000 (incurred).

3. EXPLORATION AND EVALUATION ASSETS (continued)

JD Property

In July 2020, the Company entered into an agreement to acquire a 100% interest subject to a 2.5% NSR royalty, in the JD property located in the Omineca Mining Division in northern British Columbia. To earn the interest, the Company must make payments totaling $1,200,000, issue 1,000,000 common shares and incur exploration expenditures totaling $16,000,000, as follow:

i) $70,000 in cash (paid) and shares valued at $30,000 (issued) in accordance with regulatory requirements;
ii) $100,000 (paid) and 62,500 common shares (issued at a value of $22,500) on July 28, 2021;
iii) $200,000 and 125,000 common shares on July 28, 2022;
iv) $200,000 and 187,500 common shares on July 28, 2023;
v) $250,000 and 250,000 common shares on July 28, 2024;
vi) $350,000 and 375,000 common shares on July 28, 2025;
vii) incur not less than $200,000 on or before October 28, 2020 (incurred);
viii) incur $1,000,000 on or before October 28, 2021 (incurred);
ix) incur $1,300,000 on or before October 28, 2022;
x) incur $2,000,000 on or before October 28, 2023;
xi) incur $3,000,000 on or before October 28, 2024;
xii) incur $4,000,000 on or before October 28, 2025; and
xiii) incur $4,500,000 on or before October 28, 2026.

The Company also issued 28,393 common shares (valued at $39,750) as finder's fees.

Belle Property

During the year ended January 31, 2021, the Company entered into an option agreement to acquire a 100% interest in the Belle property, located in northern British Columbia. To execute the option, the Company is required to make the following payments:

i) $25,000 (paid) and 31,250 common shares on August 5, 2020 (issued at a value of $50,000);
ii) $25,000 (paid) and 31,250 common shares on or before August 5, 2021(issued at a value of $11,250);
iii) $25,000 and 31,250 common shares on or before August 5, 2022; and
iv) $25,000 and 31,250 common shares on or before August 5, 2023.

The Company also issued 8,464 common shares as finder's fees (valued of $13,543). The property is subject to a 2% NSR.

More Creek Property

During the year ended January 31, 2021, the Company entered into an option agreement to acquire a 100% interest in the More Creek property, located in northwest British Columbia. To execute the option, the Company is required to make the following payments:

i) $25,000 on August 21, 2020 (paid);
ii) 25,000 common shares on or before September 1, 2020 (issued at a value of $39,000);
iii) $25,000 in cash or shares on or before July 22, 2021 (paid);
iv) $50,000 in cash or shares on or before August 21, 2022; and
v) $50,000 in cash or shares on or before July 22, 2023.

3. EXPLORATION AND EVALUATION ASSETS (continued)

More Creek Property (continued)

The Company is required to incur exploration expenditures totaling $600,000 as follow:
i) $100,000 on or before December 31, 2021 (incurred);
ii) $250,000 on or before August 21, 2023; and
iii) $250,000 in development costs on or before December 31, 2023.

The Company also issued 11,286 common shares as finder's fees (valued of $17,606).

The property is subject to a 2% NSR. In the event the Company acquires 100% interest in the property, the Company will be subject to an additional 1% NSR of which 0.5% can be purchased at any time for $500,000.

Bentley Property

During the year ended January 31, 2022, the Company acquired a 100% interest in the Bentley property, located in the Toodoggone district in north central British Columbia by issuing 62,500 common shares (issued at a value of $33,750) and paying $7,500 (paid).

Williams EXT (formerly Williams Extension East-West Property)

During the year ended January 31, 2021, the Company acquired a 100% interest in the Williams EXT from a company related by a common director located in British Columbia by issuing 250,000 common shares (issued at a value of $220,000).

Lunar-Frog Property

During the year ended January 31, 2021, the Company entered into an agreement to acquire a 100% interest in Lunar-Frog property located in British Columbia. To earn the interest, the Company issued 375,000 common shares (issued at a value of $330,000). The property is subject to a 2.5% NSR, of which 1.5 % NSR is for Crest and 1% is an underlying NSR. The acquisition is considered a related party transaction by way of common directors.

During the year ended January 31, 2022, the Company decided to focus on its other claims due to their relative proximity and accordingly has written the Lunar-Frog property down to $Nil due to no currently planned exploration.

Lone Mountain Property

During the year ended January 31, 2021, the Company acquired a 100% interest in Lone Mountain property located in British Columbia by issuing 625,000 common shares (issued at a value of $550,000). The Lone Mountain property is subject to a historical underlying 2% NSR.

Gosco and Last Zone Properties

During the year ended January 31, 2021, the Company entered into an agreement to acquire a 100% interest in the Gosco and Last Zone properties located in British Columbia. To earn the interest, the Company paid $25,000 and issued 75,000 common shares (issued at a value of $66,000). The Gosco and Last Zone properties are subject to a 1% NSR.

(Expressed in Canadian dollars)

3. EXPLORATION AND EVALUATION ASSETS (continued)

Gosco and Last Zone Properties (continued)

During the year ended January 31, 2022, the Company decided to focus on its other claims due to their relative proximity and accordingly has written the Gosco and Last Zone properties down to $Nil due to no currently planned exploration.

4. MARKETABLE SECURITIES

A summary of the marketable security transactions for the period ended April 30, 2022 and year ended January 31, 2022 is as follows:

	Common shares $	Warrants $	Total $	Total gain (loss) $
Cost				
February 1, 2021	579,442	-	579,442	
Additions	929,409	-	929,409	
Proceeds on sale	(1,357,795)	-	(1,357,795)	
Realized loss	(150,056)	-	(150,056)	(150,056)
January 31, 2022	1,000	-	1,000	
Fair value				
February 1, 2021	694,893	114,000	808,893	
Additions	929,409	-	929,409	
Cost of disposals	(1,727,463)	-	(1,727,463)	
Unrealized gain (loss)	105,661	(88,500)	17,161	17,161
January 31, 2022	2,500	25,500	28,000	
Total loss				(132,895)
Cost				
February 1, 2022	1,000	-	1,000	
Proceeds on sale	(1,198)	-	(1,198)	
Realized gain	698	-	698	698
April 30, 2022	500	-	5,000	
Fair value				
February 1, 2022	2,500	25,500	28,000	
Cost of disposals	(500)	-	(500)	
Unrealized loss	(1,400)	(25,500)	(26,900)	(26,900)
April 30, 2022	600	-	600	
Total loss				(26,202)

5. SHARE CAPITAL AND RESERVES

a) Authorized:

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

b) Escrow Shares:

The Company entered into an escrow agreement, whereby common shares will be held in escrow and are scheduled for release at 10% on the listing date and 15% on every six months from the date of listing. At April 30, 2022, there were 26,250 (January 31, 2022 – 52,500) common shares held in escrow.

c) Common Shares

Effective May 19, 2022, the Company consolidated its common shares on a 4:1 basis. These consolidated financial statements reflect the share consolidation for all shares, warrants, options and per share amounts retrospectively.

Issued and Outstanding as at April 30, 2022: 17,942,352 common shares.

During the period ended April 30, 2022, the Company closed a non-brokered private placement and issued 3,050,000 units at $0.20 per unit for gross proceeds of $610,000. Each unit consists of one common share and one share purchase warrant. Each warrant entitles the holder to purchase one additional common share of the Company at a price of $0.28 for a term of five years expiring March 9, 2027.

During the year ended January 31, 2022, the Company had the following share capital transactions:

(i) issued 62,500 common shares at a value of $33,750 pursuant to the acquisition of Bentley Project (Note 3).

(ii) issued 31,250 common shares at a value of $11,250 pursuant to the acquisition of Bella Property (Note 3).

(iii) issued 62,500 common shares at a value of $22,500 pursuant to the acquisition of JD Property (Note 3).

(iv) closed a non-brokered private placement and issued 1,562,500 flow-through shares at $0.48 per share for total proceeds of $750,000. A value of $Nil was attributed to the flow-through premium liability in connection with the financing.

(v) closed the first tranche of a non-brokered private placement and issued 1,000,000 flow-through units at $0.40 per share for total proceeds of $400,000. Each unit consists of one common share and one share purchase warrant. Each warrant entitles the holder to purchase one common share for a period of five years at a price of $0.48. A value of $Nil was attributed to the flow-through premium liability in connection with the financing.

(vi) closed the second tranche of a non-brokered private placement and issued 1,000,000 flow-through shares at $0.40 per share for total proceeds of $400,000. Each unit consists of one common share and one share purchase warrant. Each warrant entitles the holder to purchase one common share for a period of five years at a price of $0.48. A value of $40,000 was attributed to the flow-through premium liability in connection with the financing. The Company incurred the flow-through proceeds and accordingly, recorded $40,000 as a recovery of flow-through premium during the year ended January 31, 2022.

(Expressed in Canadian dollars)

5. SHARE CAPITAL AND RESERVES (continued)

c) Common Shares (continued)

(vii) closed the third and final tranche of a non-brokered private placement and issued 231,250 units at $0.32 per unit for gross proceeds of $74,000. Each unit consists of one common share and one share purchase warrant. Each warrant entitles the holder to purchase one additional common share of the Company at a price of $0.48 for a term of five years expiring November 12, 2026.

d) Stock Options

During the year ended January 31, 2020, the Company adopted a Stock Option Plan (the "Plan") for directors, officers, employees and consultants of the Company. Under the Plan, the Company may grant incentive stock options to directors, officers, employees and consultants to the Company, as determined by the Board of Directors of the Company at the fair market value on the date the option is granted. The maximum number of common shares which may be issuable under the Plan cannot exceed 10% of the total number of shares issued and outstanding on a non-diluted basis.

During the period ended April 30, 2022 and the year ended January 31, 2022, the Company did not grant any share options.

e) Warrants

A summary of changes in warrants during the period is as follows:

	Number of warrants		**Weighted average exercise price**
Outstanding and exercisable January 31, 2021	526,750	$	0.74
Granted	2,231,250		0.48
Exercised	(401,750)		0.60
Outstanding and exercisable January 31, 2022	2,356,250		0.52
Granted	3,050,000		0.28
Outstanding and exercisable April 30, 2022	5,406,250	$	0.38

(Expressed in Canadian dollars)

5. SHARE CAPITAL AND RESERVES (continued)

e) Warrants (continued)

The following warrants were outstanding at April 30, 2022:

Expiry Date	Exercise Price	Number of warrants	Number of warrants Exercisable
February 5, 2023	$1.20	125,000	125,000
September 22, 2026	$0.48	1,000,000	1,000,000
October 12, 2026	$0.48	1,000,000	1,000,000
November 12, 2026	$0.48	231,250	231,250
March 9, 2027	$0.28	3,050,000	3,050,000
		5,406,250	5,406,250

6. RELATED PARTY BALANCES AND TRANSACTIONS

Parties are considered to be related if one party has the ability, directly or indirectly, to control the other party or exercise significant influence over the other party in making financial and operating decisions. Related parties may be individuals or corporate entities. A transaction is considered to be a related party transaction when there is a transfer of resources or obligations between related parties.

Key management includes directors and key officers of the Company, including the President, Chief Executive Officer and Chief Financial Officer. The remuneration of directors and other members of key management personnel during the periods ended April 30, 2022 and 2021 were as follows:

	Nature of transactions	2022	2021
Related parties:			
Chief Executive Officer	Exploration	$ 30,000	$ -
Former Chief Executive Officer	Management fees	$ -	$ 15,000
Chief Financial Officer	Management fees	$ 3,000	$ 3,000
A Company controlled by a director of the Company's subsidiary	Management fees	$ -	$ 12,000
A Company related by a common former Chief Executive Officer	Management fees	$ 21,750	$ 21,750
A Company related by a common former Chief Executive Officer	Consulting fees	$ -	$ 37,500

(Expressed in Canadian dollars)

6. RELATED PARTY BALANCES AND TRANSACTIONS (continued)

As at April 30, 2022, accounts payable and accrued liabilities include $136,117 (January 31, 2022 - $170,009) due to related parties. All amounts due to related parties are unsecured, non-interest bearing and have no fixed terms of repayment.

	November 2019	May 2020	June 2020	June 2020	August 2020	Total
Balance January 31, 2021	$ 8,842	$ 46,523	$ 6,707	$ 114,597	$ 55,458	$ 231,767
Repayment of loans receivable	-	(51,993)	-	(13,313)	(60,656)	(125,962)
Interest	42	5,470	(54)	8,613	5,198	19,269
Transferred to accounts payable	(8,524)	-	(6,653)	(109,897)	-	(125,074)
Balance January 31, 2022 and April 30, 2022	$ -	$ -	$ -	$ -	$ -	$ -

During the period ended April 30, 2022, the Company entered into a loan agreement with a Company controlled by a common director to borrow $187,000. The principal amount of the loan plus accrued interest of 10% per annum and a 20% bonus shall be payable on August 2, 2022. During the period ended April 30, 2022, the Company accrued $38,578 of interest. During the period ended April 30, 2022, the Company repaid the loan in full.

During the period ended April 30, 2022, the Company entered into a loan agreement with a Company controlled by a common director to borrow $30,000. The principal amount of the loan plus accrued interest of 10% per annum and a 20% bonus shall be payable on September 30, 2022. During the period ended April 30, 2022, the Company accrued $255 of interest.

During the period ended April 30, 2022, the Company entered into a loan agreement with a Company controlled by a common director to borrow $12,000. The principal amount of the loan plus accrued interest of 10% per annum and a 20% bonus shall be payable on October 20, 2022. During the period ended April 30, 2022, the Company accrued $33 of interest.

During the year ended January 31, 2022, the Company entered into a loan agreement with a Company controlled by a common director to borrow $115,000. The principal amount of the loan plus accrued interest of 10% per annum and a 20% bonus shall be payable on June 17, 2022. During the year ended January 31, 2022, the Company accrued $1,393 of interest. During the period ended April 30, 2022, the Company accrued $23,945 of interest. During the period ended April 30, 2022, the Company repaid the loan in full.

During the year ended January 31, 2021, the Company entered into a loan agreement with a Company controlled by the former Chief Executive Officer to lend $40,000. The principal amount of the loan plus accrued interest of 2% per month shall be payable on or before 10 days after notice in writing of demand by the Company. The borrower has pledged 4,000,000 common shares of Origen Resources Inc. as collateral against repayment of the loan and accrued interest. During the year ended January 31, 2022, the Company accrued $4,760 (2021 - $6,523) in interest receivable and received $51,286.

6. RELATED PARTY BALANCES AND TRANSACTIONS (continued)

During the year ended January 31, 2021, the Company entered into a loan agreement with a Company controlled by a common director to lend $150,000. The principal amount of the loan plus accrued interest of 2% per month shall be payable on or before 10 days after notice in writing of demand by the Company. During the year ended January 31, 2021, the Company accrued $6,707 of interest and received $150,000. During the year ended January 31, 2022, the Company transferred $6,653 to accounts payable. At January 31, 2022, $Nil (2021 - $6,707) of interest remained unpaid.

During the year ended January 31, 2021, the Company entered into a loan agreement with a Company controlled by a common director to lend $100,000. The principal amount of the loan plus accrued interest of 2% per month shall be payable on or before 10 days after notice in writing of demand by the Company. The Company received a 5% interest in certain mineral claims of True Grit and Middle Ridge projects in Newfoundland as a loan fee (valued at $Nil) (Note 3). During the year ended January 31, 2022, the Company accrued $8,613 (2021 - $14,597) of interest, received $13,313, and transferred $109,897 to accounts payable.

During the year ended January 31, 2021, the Company entered into a loan agreement with a Company controlled by a common director to lend $50,000. The principal amount of the loan plus accrued interest of 2% per month shall be payable on or before 10 days after notice in writing of demand by the Company, such demand not to be made before February 18, 2021. The Company received a 5% interest in certain mineral claims in Labrador and Quebec as a loan fee (valued at $Nil) (Note 3). During the year ended January 31, 2022, the Company accrued $5,198 (2021 - $5,458) and received $60,656.

During the year ended January 31, 2020, the Company entered into a loan agreement with a Company controlled by a common director to lend $100,000. The principal amount of the loan plus accrued interest of 12% per annum shall be payable on demand and the borrower has pledged marketable securities as collateral against repayment of the loan and accrued interest. During the year ended January 31, 2020, the Company accrued $2,334 of interest. During the year ended January 31, 2021, the Company accrued $6,148 of interest and received $100,000. During the year ended January 31, 2022, the Company accrued $42 and transferred $8,524 to accounts payable. At January 31, 2022, $Nil (2021 - $8,482) of interest remained unpaid.

During the year ended January 31, 2021, the Company received 432,500 shares of Exploits, a company controlled by the Company's Chief Executive Officer, at a fair value of $142,025 as a loan fee (Note 3). The Company purchased 50,000 shares of Exploits, at a fair value of $32,495 and sold 50,000 shares for $33,312 resulting in a realized gain of $15,227. At January 31, 2021, the fair value of the shares was $203,275 using the quoted trading price. An unrealized gain on marketable securities of $46,840 was recognized on profit or loss. During the year ended January 31, 2022, the Company sold 432,500 shares for $212,977 resulting in a realized gain of $56,542 and an unrealized loss of $46,840.

During the year ended January 31, 2021, the Company purchased 400,000 units in Origen Resources Inc., a company controlled by the Company's Chief Executive Officer, at a fair value of $72,000. Each unit consists of one common share and one common share purchase warrant. Each warrant may be exercised to purchase a additional common share at a price of $0.22 on or before April 28, 2022. The fair value of the warrants was $49,800 resulting in a gain on investment of $49,800. The Company purchased an additional 427,000 shares in Origen Resources Inc., at a fair value of $102,377 and sold 85,000 shares for $11,972 resulting in a realized loss of $3,328. At January 31, 2021, the fair value of the shares was $170,660 using the quoted trading price. An unrealized gain on marketable securities of $11,583 was recognized on profit or loss. During the year ended January 31, 2022, the Company purchased 496,500 shares at a fair value of $137,158 and sold 708,500 shares for $197,766 resulting in a realized gain of $27,917 and an unrealized loss of $11,583. The Company transferred 530,000 shares to Rain City Resources Inc. as compensation when the Company exercised 3,000,000 warrants of Rain City Resources Inc. resulting in a loss on investment of $126,387. At April 30, 2022, the fair value of the warrants was $Nil (January 31, 2022 - $25,500) resulting in a loss on investment of $25,500 (January 31, 2022 - $24,300).

7. MANAGEMENT OF CAPITAL

The Company's objectives when managing capital are to safeguard the Company's ability to continue as a going concern in order to pursue the sourcing and exploration of its resource property. Capital is comprised of the Company's shareholders' equity.

The Company considers the aggregate of its share capital, reserves and deficit as capital. The Company manages the capital structure and makes adjustments to it in light of changes in economic conditions and the risk characteristics of the underlying assets. To maintain or adjust the capital structure, the Company may attempt to issue new shares or dispose of assets or adjust the amount of cash.

The Company does not presently utilize any quantitative measures to monitor its capital and is not subject to externally imposed capital requirements. There were no changes in the Company's approach to capital management during the period ended April 30, 2022.

8. FINANCIAL INSTRUMENTS AND FINANCIAL RISK

The Company's financial instruments consist of cash, amounts receivable, loans payable, marketable securities and accounts payable and accrued liabilities.

An entity classifies fair value measurements using a fair value hierarchy that reflects the significance of the inputs used in making the measurement. The fair value hierarchy has the following levels:

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).

Fair Value of Financial Instruments

The Company's financial assets of cash and marketable securities are classified as Level 1 except for the underlying warrants which are classified as Level 3. The carrying value of amounts receivable, loan payable, and accounts payable and accrued liabilities approximate their fair values due to the relatively short periods of maturity of these instruments.

Financial risk management objectives and policies

Management manages and monitors these exposures to ensure appropriate measures are implemented on a timely and effective manner.

(i) Currency risk

The Company's expenses are denominated in Canadian dollars. The Company's corporate office is based in Canada and current exposure to exchange rate fluctuations is minimal.

The Company does not have any significant foreign currency denominated monetary liabilities.

8. FINANCIAL INSTRUMENTS AND FINANCIAL RISK (continued)

(ii) Interest rate risk

The Company has cash balances and loans receivable. The Company is satisfied with the credit ratings of its banks. The Company believes it has no significant interest rate risk.

The Company has not entered into any derivative instruments to manage interest rate fluctuations.

(iii) Credit risk

Credit risk is the risk of loss associated with the counterparty's inability to fulfill its payment obligations. Financial instruments that potentially subject the Company to concentrations of credit risks consist principally of cash. To minimize the credit risk the Company places these instruments with a high quality financial institution.

The Company is exposed to credit risk with respect to uncertainties as to timing and among of collectability of receivables. The Company believes its credit risk is low because the loans receivable are secured by collateral and amounts receivable is recoverable from the government of Canada. Management does not believe the receivables are impaired.

(iv) Liquidity risk

In the management of liquidity risk of the Company, the Company maintains a balance between continuity of funding and the flexibility through the use of borrowings. Management closely monitors the liquidity position and expects to have adequate sources of funding to finance the Company's projects and operations.

9. SEGMENTED INFORMATION

The Company has two operating segments: the exploration and evaluation assets in Canada and its investment in Leigh Creek Magnesite Pty Ltd. of $3,887,170 (January 31, 2022 - $3,887,170) in Australia. The Company's exploration and evaluation assets at April 30, 2022 were $6,349,422 (January 31, 2022 - $6,297,161).

(Expressed in Canadian dollars)

10. ACQUISITION OF MAGMETAL TECH PTY LTD.

During the year ended January 31, 2021, the Company acquired MagMetal, a private Australian Issuer holding a 20% interest in the Leigh Creek Magnesite Pty Ltd ("Leigh Creek"). MagMetal is a holding company with no other assets or liabilities other than a 20% equity investment in Leigh Creek.

The underlying property is subject to a NSR ranging from 1.25% to 2.5%.

The transaction does not constitute a business combination as MagMetal does not meet the definition of a business under IFRS 3 – Business Combinations. As a result, the acquisition of MagMetal has been accounted for as an asset acquisition, whereby all of the assets acquired and liabilities assumed are assigned a carrying amount based on their relative fair values. Upon closing the transaction, MagMetal became a subsidiary of the Company. The net assets acquired pursuant to the acquisition are as follows:

Net Assets Acquired	
Investment in Leigh Creek	$ 3,887,170

Total Purchase Price	
Cash	$ 300,000
Accrued acquisition costs (paid in fiscal 2022)	500,000
Issuance of 1,788,724 common shares	3,040,831
Transaction costs	46,339
	$ 3,887,170

The fair value of 1,788,724 common shares of the Company was determined to be $1.70 per common share, based on the market value at the date of issuance.

Leigh Creek had no operations for the period from acquisition to April 30, 2022 and no significant assets or liabilities other than holding title to an exploration license in Southern Australia.

11. SUBSEQUENT EVENT

Subsequent to the period ended April 30, 2022, the Company entered into a loan agreement with a Company controlled by a common director to borrow $10,000. The principal amount of the loan plus accrued interest of 10% per annum and a 20% bonus shall be payable on November 30, 2022.