LIDA RESOURCES INC.

Condensed Interim Consolidated Financial Statements

For the three and six months ended February 28, 2023 and 2022

(Unaudited - Expressed in Canadian dollars)

Notice of Disclosure of Non-auditor Review of the Condensed Interim Consolidated Financial Statements for the Three and Six Months Ended February 28, 2023 and 2022.

Pursuant to National Instrument 51-102 *Continuous Disclosure Obligations*, part 4, subsection 4.3(3)(a) issued by the Canadian Securities Administrators, if an auditor has not performed a review of the interim financial statements, they must be accompanied by a notice indicating that the interim financial statements have not been reviewed by an auditor.

The accompanying unaudited condensed interim consolidated financial statements of Lida Resources Inc. for the interim periods ended February 28, 2023 and 2022, have been prepared in accordance with the International Accounting Standard 34 *Interim Financial Reporting* as issued by the International Accounting Standards Board and are the responsibility of management.

The independent auditors, DMCL Chartered Professional Accountants, have not performed a review of these condensed interim consolidated financial statements.

April 27, 2023

LIDA RESOURCES INC.
Condensed Interim Consolidated Statements of Financial Position
(Unaudited - Expressed in Canadian dollars)

	Note	**February 28, 2023**	August 31, 2022
		$	$
ASSETS			
Current			
Cash		**1,201**	337
Goods and services tax receivable		**50,889**	39,942
Loans receivable	4	**6,594**	6,296
Total assets		**58,684**	46,575
LIABILITIES			
Current			
Accounts payable and accrued liabilities	5, 6, 9	**877,820**	674,361
Promissory notes payable	7, 9	**366,016**	305,424
Total liabilities		**1,243,836**	979,785
SHAREHOLDERS' DEFICIENCY			
Share capital	8(b)	**3,964,550**	3,964,550
Reserves		**105,455**	105,455
Accumulated other comprehensive loss		**(24,295)**	(15,454)
Deficit		**(5,230,862)**	(4,987,761)
Total shareholders' deficiency		**(1,185,152)**	(933,210)
Total liabilities and shareholders' deficiency		**58,684**	46,575

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

Approved and authorized for issue on behalf of the Board of Directors:

"/s/ Anthony Zelen"	*"/s/ Geoff Balderson"*
Director	Director

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

LIDA RESOURCES INC.
Condensed Interim Consolidated Statements of Loss and Comprehensive Loss
(Unaudited - Expressed in Canadian dollars, except number of shares)

	Note	Three months ended February 28, 2023	Three months ended February 28, 2022	Six months ended February 28, 2023	Six months ended February 28, 2022
		$	$	**$**	$
Operating expenses					
Consulting fees		**30,000**	30,000	**60,000**	60,000
Exploration and evaluation costs	5	**-**	43,920	**-**	69,127
General and administrative	9	**7,987**	2,572	**15,924**	15,173
Professional fees		**111,540**	31,020	**138,768**	35,500
Transfer agent and regulatory fees		**3,900**	16,663	**6,800**	20,708
		153,427	124,175	**221,492**	200,508
Other expenses					
Interest expense	7, 9	**(11,189)**	(8,052)	**(21,609)**	(12,999)
Net loss		**(164,616)**	(132,227)	**(243,101)**	(213,507)
Currency translation adjustment		**(3,396)**	(3,635)	**(8,841)**	(6,106)
Loss and comprehensive loss		**(168,012)**	(135,862)	**(251,942)**	(219,613)
Loss per share:					
Basic and diluted		**(0.06)**	(0.05)	**(0.09)**	(0.08)
Weighted average number of common shares:					
Basic and diluted		**2,769,155**	2,769,155	**2,769,155**	2,769,155

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

LIDA RESOURCES INC.
Condensed Interim Consolidated Statements of Cash Flows
(Unaudited - Expressed in Canadian dollars)

	Six months ended February 28, 2023	2022
	$	$
Operating activities:		
Net loss for the period	**(243,101)**	(213,507)
Item not affecting cash:		
Interest expense	**21,609**	12,999
Changes in non-cash working capital:		
Goods and services tax receivable	**(10,947)**	(7,258)
Prepaid expenses	**-**	(2,814)
Accounts payable and accrued liabilities	**194,323**	89,891
Cash used in operating activities	**(38,116)**	(120,689)
Financing activities:		
Proceeds from promissory notes payable	**39,000**	125,000
Cash provided by financing activities	**39,000**	125,000
Effect of foreign exchange on cash	**(20)**	(6,106)
Change in cash	**864**	(1,795)
Cash, beginning of the period	**337**	4,186
Cash, end of the period	**1,201**	2,391
Supplemental cash flow information		
Cash interest paid	**-**	-
Cash taxes paid	**-**	-

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

LIDA RESOURCES INC.
Condensed Interim Consolidated Statements of Changes in Shareholders' Deficiency
(Unaudited - Expressed in Canadian dollars, except number of shares)

	Number of shares	Share capital	Reserves	Accumulated other comprehensive loss	Deficit	Total shareholders' equity (deficiency)
	#	$	$	$	$	$
Balance, August 31, 2021	2,769,155	3,964,550	105,455	(4,342)	(3,492,403)	573,260
Currency translation adjustment	-	-	-	(6,106)	-	(6,106)
Net loss for the period	-	-	-	-	(213,507)	(213,507)
Balance, February 28, 2022	2,769,155	3,964,550	105,455	(10,448)	(3,705,910)	353,647
Currency translation adjustment	-	-	-	(5,006)	-	(5,006)
Net loss for the period	-	-	-	-	(1,281,851)	(1,281,851)
Balance, August 31, 2022	2,769,155	3,964,550	105,455	(15,454)	(4,987,761)	(933,210)
Currency translation adjustment	-	-	-	(8,841)	-	(8,841)
Net loss for the period	-	-	-	-	(243,101)	(243,101)
Balance, February 28, 2023	**2,769,155**	**3,964,550**	**105,455**	**(24,295)**	**(5,230,862)**	**(1,185,152)**

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

1. NATURE OF OPERATIONS AND GOING CONCERN

The Company was incorporated pursuant to the Business Corporations Act of British Columbia on September 8, 2017 and is an exploration stage company. The Company's head and registered and records office is located at Suite 1500, 1055 West Georgia Street, Vancouver, British Columbia, V6E 4N7.

These unaudited condensed interim consolidated financial statements for the three and six months ended February 28, 2023 and 2022 (the "financial statements") have been prepared on the going concern basis, which assumes that the Company will be able to realize its assets and discharge its liabilities in the normal course of business. The Company has not generated any revenues from operations and incurred a net loss of $243,101 during the six months ended February 28, 2023 (2022 - $213,507). As at February 28, 2023, the Company has an accumulated deficit of $5,230,862 (August 31, 2022 - $4,987,761). The continued operations of the Company are dependent on its ability to generate future cash flows or obtain additional financing. There is a risk that additional financing will not be available on a timely basis or on terms acceptable to the Company. These factors indicate the existence of material uncertainties that may cast significant doubt on the Company's ability to continue as a going concern. These financial statements do not reflect any adjustments that may be necessary if the Company is unable to continue as a going concern. Such adjustments could be material.

2. BASIS OF PRESENTATION

a) Statement of compliance

These financial statements have been prepared using accounting policies in compliance with International Accounting Standards 34 *Interim Financial Reporting*, using the principles of International Financial Reporting Standards issued by the International Accounting Standards Board and interpretations of the International Financial Reporting Interpretations Committee. These financial statements do not include all disclosures required for annual audited consolidated financial statements for the years ended August 31, 2022 and 2021 (the "Annual Financial Statements"). Accordingly, they should be read in conjunction with the notes to the Company's Annual Financial Statements, which include the information necessary or useful to understanding the Company's business and financial statement presentation.

These financial statements were prepared using accounting policies consistent with those in Note 3 to the Annual Financial Statements.

These financial statements were authorized for issuance in accordance with a resolution from the Board of Directors on April 27, 2023.

b) Basis of presentation

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

c) Functional and presentation currency

These financial statements are presented in Canadian dollars, except as otherwise noted. The functional currency is the currency of the primary economic environment in which an entity operates. The functional currency of the Company is the Canadian dollar. The functional currency of the Company's wholly owned subsidiaries, Imperium Mining SAC ("Imperium") and Lida Resources SAC, is the Peruvian soles ("S/"). References to "USD" are to United States dollars.

(Unaudited - Expressed in Canadian dollars, except where noted)

2. BASIS OF PRESENTATION (continued)

d) Basis of consolidation

These financial statements include the accounts of the Company and its wholly owned subsidiaries, Imperium and Lida Resources SAC, both incorporated in Peru. All intercompany transactions and balances are eliminated on consolidation. Control exists where the parent entity has power over the investee and is exposed, or has rights, to variable returns from its involvement with the investee and has the ability to affect those returns through its power over the investee. A subsidiary is included in the financial statements from the date control commences until the date control ceases.

3. SIGNIFICANT ACCOUNTING ESTIMATES AND JUDGMENTS

The preparation of these financial statements requires management to make certain estimates, judgments and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and reported amounts of expenses during the reporting period. Actual outcomes could differ from these estimates. These financial statements include estimates which, by their nature, are uncertain. The impacts of such estimates are pervasive throughout these financial statements and may require accounting adjustments based on future occurrences. Revisions to accounting estimates are recognized in the period in which the estimate is revised and future periods if the revision affects both current and future periods. These estimates are based on historical experience, current and future economic conditions and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

These financial statements were prepared using significant accounting estimates and judgements consistent with those in Note 3 to the Annual Financial Statements.

4. LOANS RECEIVABLE

As at February 28, 2023, the Company had loans receivable of $6,594 (S/ 18,425) (August 31, 2022 - $6,296 (S/ 18,425)) with the VP Operations which are non-interest bearing, unsecured and due on demand.

5. MINERAL INTERESTS

A summary of the Company's acquisition costs related to the San Vicente mineral property is as follows:

	$
Balance, August 31, 2021	1,116,450
Impairment of mineral interests	(1,116,450)
Balance, February 28, 2023 and August 31, 2022	**-**

A summary of the Company's exploration and evaluation costs is as follows:

	Three months ended February 28,		Six months ended February 28,	
	2023	2022	**2023**	2022
	$	$	**$**	$
Camp operations	**-**	415	**-**	1,263
Licenses, taxes, and claim fees	**-**	695	**-**	807
Transportation	**-**	2,921	**-**	2,953
Wages and salaries	**-**	39,889	**-**	64,104
	-	43,920	**-**	69,127

(Unaudited - Expressed in Canadian dollars, except where noted)

5. MINERAL INTERESTS (continued)

San Vicente mineral property, Peru

On March 5, 2018, Imperium acquired 100% of the "San Vicente mineral property", which is comprised of one mining concession referred to as El Otro Lado located on the western side of the Central Andean Cordillera in Northern Peru. Pursuant to the acquisition agreement, the Company is required to pay USD 100,000, of which $49,453 (USD 34,000) remains outstanding as at February 28, 2023 (August 31, 2022 - $42,188 (USD 34,000)) and is included in accounts payable and accrued liabilities.

During the year ended August 31, 2022, the Company decided not to pursue the San Vicente property. Accordingly, management elected to discontinue exploration and the carrying value of the property was fully written off during the year ended August 31, 2022. As a result, no exploration and evaluation activities were conducted during the three and six months ended February 28, 2023.

6. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

A summary of the Company's accounts payable and accrued liabilities is as follows:

	February 28, 2023	August 31, 2022
	$	$
Accounts payable	**849,460**	646,001
Accrued liabilities	**28,360**	28,360
	877,820	674,361

7. PROMISSORY NOTES PAYABLE

The Company issued promissory notes payable with several arm's length parties. The promissory notes payable accrue interest from 10% to 20% per annum and are payable on demand.

A summary of the Company's promissory notes payable is as follows:

	$
Balance, August 31, 2021	126,866
Additions	144,500
Interest expense	34,058
Balance, August 31, 2022	305,424
Additions	39,000
Interest expense	21,592
Balance, February 28, 2023	**366,016**

8. SHARE CAPITAL

a) Authorized share capital

Unlimited number of common shares without par value.

b) Issued and outstanding

During the six months ended February 28, 2023 and the year ended August 31, 2022, the Company did not have any share capital transactions.

(Unaudited - Expressed in Canadian dollars, except where noted)

8. SHARE CAPITAL (continued)

c) Stock option plan

The Company adopted a stock option plan (the "Plan") to provide an incentive to directors, officers, employees, consultants and other personnel of the Company. The aggregate outstanding options are limited to 10% of the outstanding common shares. The exercise price of a stock option granted under this Plan is determined by the Board of Directors when such stock option is granted and may not be lower than the greater of the closing market prices of the underlying securities on (a) the trading day prior to the date of grant of the stock options; and (b) the date of grant of the option. All options are subject to vesting limitations which may be imposed by the Board of Directors at the time such stock option is granted. During the six months ended February 28, 2023 and the year ended August 31, 2022, the Company did not grant any stock options. As at February 28, 2023, the Company had no stock options outstanding.

d) Common share purchase warrants

The common share purchase warrants issued are valued using the residual method. Each common share purchase warrant entitles the holder to acquire one common share at an exercise price of $5.00. A summary of the Company's warrants is as follows:

	Warrants outstanding and exercisable	Weighted average exercise price
	#	$
Balance, August 31, 2021	471,925	5.00
Expired	(471,925)	5.00
Balance, February 28, 2023 and August 31, 2022	**-**	**-**

e) Agent warrants

The agent warrants were issued as consideration for brokers' fees and are valued using the Black-Scholes option pricing model. Each agent warrant entitles the holder to acquire one common share at an exercise price of $2.00.

A summary of the Company's agent warrants is as follows:

	Warrants outstanding and exercisable	Weighted average exercise price
	#	$
Balance, August 31, 2021	82,732	2.00
Expired	(82,732)	2.00
Balance, February 28, 2023 and August 31, 2022	**-**	**-**

9. RELATED PARTY TRANSACTIONS

During the three and six months ended February 28, 2023, the Company incurred fees of $7,500 and $15,000, respectively (2022 - $7,500 and $15,000, respectively), recorded in general and administrative expenses, to a company controlled by the Chief Financial Officer ("CFO"). As at February 28, 2023, the Company had amounts due to the CFO of $57,750 (August 31, 2022 - $42,000) recorded in accounts payable and accrued liabilities.

As at February 28, 2023, the Company had amounts due from VP Operations of $6,594 (August 31, 2022 - $6,296) (Note 4), which was included in loans receivable.

All amounts due to and due from related parties are non-interest bearing with no specific terms of repayment.

10. FINANCIAL INSTRUMENTS AND RISKS

The Company's financial instruments consist of cash, loans receivable, accounts payable and accrued liabilities, and promissory notes payable are held at amortized cost. The carrying values of these financial instruments approximate their respective fair values due to the term of these instruments.

Credit risk

Credit risk is the risk of an unexpected loss if an exploration partner, counterparty or third party to a financial instrument fails to meet its contractual obligations. The Company is exposed to credit risk through its cash and loans receivable. To reduce credit risk, cash is deposited at major financial institutions. The carrying value of the cash and loans receivable represents the maximum credit exposure. The Company minimizes credit risk by reviewing the credit risk of the counterparties to its arrangements on a periodic basis.

Liquidity risk

Liquidity risk is the risk that the Company will be unable to meet its financial obligations as they fall due. All of the Company's financial liabilities have contractual maturities of less than 90 days. The Company manages its liquidity risk by forecasting cash flows from operations and anticipated investing and financing activities. As at February 28, 2023, the Company's cash balance of $1,201 (August 31, 2022 - $337) will not be sufficient to meet its obligations related to its accounts payable and accrued liabilities balance of $877,820 (August 31, 2022 - $674,361), promissory notes payable balance of $366,016 (August 31, 2022 - $305,424). Therefore, the Company is exposed to liquidity risk and will be required to raise additional capital in the future to fund its operations. Liquidity risk has been assessed as high.

Market risk

Market risk is the risk that changes in market prices, such as interest rates and foreign exchange rates will affect the Company's income or the value of its holdings of financial instruments. The objective of market risk management is to manage and control market risk exposures within acceptable parameters, while optimizing the return.

a) Interest rate risk

Interest rate risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Company manages its interest rate risk by entering into fixed interest rate agreements. The Company is not exposed to interest rate risk.

b) Foreign currency risk

The Company is exposed to foreign currency risk, as certain monetary financial instruments are denominated in USD and S/. A summary of the Company's financial assets and liabilities that are denominated in USD and S/ is as follows:

	February 28, 2023	August 31, 2022
	$	$
Cash	**700**	60
Loans receivable	**6,594**	6,296
Accounts payable and accrued liabilities	**(201,445)**	(192,327)

The Company has not entered any foreign currency contracts to mitigate this risk. A 5% increase or decrease in the United States dollar and the Peruvian sole exchange rates would result in a net impact of approximately $11,000 to the Company's loss and comprehensive loss. The Company is exposed to significant foreign currency risk.

11. CAPITAL MANAGEMENT

The Company manages its capital with the objectives of maintaining its ability to continue as a going concern and to provide returns to shareholders and benefits to other stakeholders. The capital structure of the Company consists of promissory notes payable and issued share capital.

The Company manages its capital structure and makes adjustments to it in in light of changes in economic conditions and the risk characteristics of the underlying assets. The Company, upon approval from its Board of Directors, will balance its overall capital structure through issuance of new shares or by undertaking other activities as deemed appropriate under the specific circumstances.

The Company is not subject to externally imposed capital requirements and the Company's overall strategy with respect to capital risk management remains unchanged since incorporation.

12. SEGMENTED INFORMATION

During the six months ended February 28, 2023, the Company operated in one industry segment: mineral exploration. The Company and its wholly owned subsidiary are operated as one entity with common management located at the Company's head office in Canada. The Company's mineral interests in Peru were fully written off during the year ended August 31, 2022.

13. SUBSEQUENT EVENT

On April 11, 2023 the Company announced that its amalgamation agreement with Continental Potash Corp. has terminated and the transactions contemplated thereby will not proceed. For more information on the amalgamation agreement and the transactions contemplated thereby, please see the Company's news releases dated July 7, 2022, September 7, 2022, October 13, 2022 and December 7, 2022.