ARCHER EXPLORATION CORP.

Condensed Interim Consolidated Financial Statements

For the three and twelve months ended September 30, 2023 and 2022

(Unaudited - Expressed in Canadian dollars)

Archer Exploration Corp.
Condensed Interim Consolidated Statements of Financial Position
(Unaudited - Expressed in Canadian dollars)

	Note	**September 30, 2023**	September 30, 2022
		$	$
ASSETS			
Current			
Cash		**2,054,239**	213,231
Receivables	6	**1,195,561**	95,943
Prepaid expenses	7	**159,179**	6,650
		3,408,979	315,824
Other assets	8	**57,500**	-
Exploration and evaluation assets	9	**35,661,032**	-
Property and equipment	10	**91,119**	-
Total assets		**39,218,630**	315,824
LIABILITIES			
Current			
Trade and other payables	11	**1,130,648**	238,315
Flow-through premium liability	12	**292,315**	-
Decommissioning and restoration provision	13	**189,146**	-
		1,612,109	238,315
Decommissioning and restoration provision	13	**1,736,644**	-
Deferred tax liability		**180,000**	-
Total liabilities		**3,528,753**	238,315
SHAREHOLDERS’ EQUITY			
Share capital	14	**37,648,281**	3,186,256
Warrants reserve		**2,795,154**	699,457
Contributed surplus		**1,883,114**	414,785
Deficit		**(6,636,672)**	(4,222,989)
Total shareholders' equity		**35,689,877**	77,509
Total liabilities and shareholders' equity		**39,218,630**	315,824

Nature of operations and going concern (Note 1)
Subsequent events (Note 18)

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

Archer Exploration Corp.
Condensed Interim Consolidated Statements of Loss and Comprehensive Loss
(Unaudited - Expressed in Canadian dollars)

		Three months ended		Twelve months ended	
			September 30,		September 30,
	Note	**2023**	2022	**2023**	2022
		$	$	**$**	$
Operating expenses					
Consulting fees		**38,685**	-	**534,040**	370,111
Depreciation	10	**1,268**	-	**2,131**	-
Exploration and evaluation costs		**-**	9,392	**-**	177,886
Filing fees		**13,928**	2,271	**97,845**	26,738
General and administrative		**50,626**	33,101	**214,569**	150,788
Management fees	15	**423,510**	40,316	**917,101**	184,988
Marketing		**101,843**	7,300	**383,273**	30,817
Professional fees		**95,142**	441,861	**371,659**	900,451
Rent		**12,000**	8,000	**48,000**	44,000
Share-based payments	14	**238,507**	67,770	**1,469,329**	393,130
		975,509	610,011	**4,037,947**	2,278,909
Other income (expenses)					
Amortization of flow through liability	12	**375,308**	-	**1,961,258**	-
Change in decommissioning and restoration provision	13	**-**	-	**(116,588)**	-
(Loss) gain on foreign exchange		**1,001**	14,132	**(1,420)**	6,755
Impairment of option agreement rights	9	**-**	-	**-**	(147,490)
Impairment of prepaid expenses		-	(298,808)	-	(1,060,142)
Interest expense and penalties		**(171)**	-	**(105,215)**	-
Interest income		**28,857**	-	**214,257**	-
Loss before Income Taxes		**(570,514)**	(894,687)	**(2,085,655)**	(3,479,786)
Income taxes					
Deferred income tax (expense)		**(304,000)**	-	**(369,000)**	-
Net loss and comprehensive loss		**(874,514)**	(894,687)	**(2,454,655)**	(3,479,786)
Basic and diluted loss per common share		**(0.01)**	(0.06)	**(0.03)**	(0.35)
Weighted average number of common shares outstanding - Basic and diluted		**90,672,321**	13,804,998	**82,171,842**	9,893,340

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

Archer Exploration Corp.
Condensed Interim Consolidated Statements of Cash Flows
(Unaudited - Expressed in Canadian dollars)

	Twelve months ended September 30, 2023	2022
	$	$
Operating activities:		
Net loss for the period	**(2,454,655)**	(3,479,786)
Items not affecting cash:		
Depreciation	**2,131**	-
Share-based payments	**1,469,329**	393,130
Amortization of flow through liability	**(1,961,258)**	-
Change in decommissioning and restoration costs	**116,588**	-
Unrealized foreign exchange loss	**1,105**	-
Impairment of option agreement rights	**-**	147,490
Impairment of prepaid expenses	**-**	1,060,142
Deferred income tax expense	**369,000**	-
Changes in non-cash working capital:		
Receivables	**(487,388)**	(90,346)
Prepaid expenses	**(152,529)**	(305,458)
Trade and other payables	**134,307**	13,704
Other assets	**(57,500)**	-
Decommissioning and restoration provision	**(551,949)**	-
Cash used in operating activities	**(3,572,819)**	(2,261,124)
Investing activities:		
Exploration and evaluation costs	**(6,356,296)**	(109,990)
Wallbridge assets acquisition costs	**(250,696)**	-
Cash acquired in the Wallbridge assets acquisition	**2,652,997**	-
Purchase of equipment	**(15,786)**	-
Cash used in investing activities	**(3,969,781)**	(109,990)
Financing activities:		
Proceeds from exercise of stock options	**2,000**	500
Proceeds from exercise of warrants	**-**	780,000
Proceeds from issuance of non-flow-through units	**3,000,000**	1,072,499
Proceeds from issuance of flow-through units	**3,182,501**	-
Proceeds from issuance of charity flow-through units	**3,999,999**	-
Share issuance costs	**(800,892)**	-
Cash provided by financing activities	**9,383,608**	1,852,999
Change in cash	**1,841,008**	(518,115)
Cash, beginning of period	**213,231**	731,346
Cash, end of period	**2,054,239**	213,231
Supplemental cash flow information:		
Cash paid for income taxes	**-**	-
Cash interest received	**(214,257)**	-
Accounts receivable acquired in the Wallbridge assets acquisition	**612,230**	-
Agents warrants issued as share issuance costs	**(145,944)**	-
Issuance of common shares in the Wallbridge assets acquisition	**28,564,545**	-
Shares issued as finders’ fees in the Wallbridge assets acquisition	**714,114**	-
Exploration and evaluation costs included in trade and other payables	**756,921**	-
Exploration and evaluation costs from capitalized depreciation	**9,674**	-

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

Archer Exploration Corp.
Condensed Interim Consolidated Statements of Changes in Shareholders' Equity
(Unaudited - Expressed in Canadian dollars; except number of shares)

	Common shares	**Share capital**	**Warrants reserve**	**Flow-through premium liability**	**Contributed surplus**	**Shares to be issued**	**Deficit**	**Total shareholders' equity**
	#	$	$	$	$	$	$	$
Balance, September 30, 2021	6,509,422	1,174,961	429,952	-	21,956	427,500	(743,203)	1,311,166
Issuance of units in private placement	2,000,000	1,230,494	269,505	-	-	(427,500)	-	1,072,499
Shares issued on exercise of stock options	1,667	801	-	-	(301)	-	-	500
Shares issued on exercise of warrants	2,600,000	780,000	-	-	-	-	-	780,000
Share-based payments	-	-	-	-	393,130	-	-	393,130
Net loss and comprehensive loss for the period	-	-	-	-	-	-	(3,479,786)	(3,479,786)
Balance, September 30, 2022	11,111,089	3,186,256	699,457	-	414,785	-	(4,222,989)	77,509
Shares issued upon exercise of stock options	6,666	3,000	-	-	(1,000)	-	-	2,000
Issuance of common shares in the Transaction	66,211,929	28,564,545	-	-	-	-	-	28,564,545
Shares issued as finders' fees in the Transaction	1,655,298	714,114	-	-	-	-	-	714,114
Issuance of non-flow-through units in private placement	4,545,455	1,960,959	1,039,041	-	-	-	-	3,000,000
Issuance of flow-through units in private placement	4,243,334	2,212,521	969,980	-	-	-	-	3,182,501
Issuance of charity flow-through units in private placement	2,898,550	3,337,422	662,577	-	-	-	-	3,999,999
Flow-through premium liability	-	(2,468,856)	-	215,283	-	-	-	(2,253,573)
Share issuance costs net of tax	-	(250,665)	(145,944)	(215,283)	-	-	-	(611,892)
Share-based payments	-	-	-	-	1,469,329	-	-	1,469,329
Reclassification from reserves to deficit upon the expiration of warrants	-	-	(40,972)	-	-	-	40,972	-
Reclassification from reserves to share capital upon the expiration of warrants	-	388,985	(388,985)	-	-	-	-	-
Net loss and comprehensive loss for the period	-	-	-	-	-	-	(2,454,655)	(2,454,655)
Balance, September 30, 2023	**90,672,321**	**37,648,281**	**2,795,154**	**-**	**1,883,114**	**-**	**(6,636,672)**	**35,689,877**

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

1. NATURE OF OPERATIONS AND GOING CONCERN

Archer Exploration Corp. (the "Company") was incorporated under the laws of the Province of British Columbia on October 26, 2018. The Company is focusing on the exploration of mineral claims located in Québec and Ontario, Canada. The Company's registered and records office is located at 1200 Waterfront Centre, 200 Burrard Street, Vancouver, BC V7X 1T2. On February 11, 2021, the shares of the Company began trading on the Canadian Securities Exchange (the "Exchange") under the symbol "RCHR".

In August 2023, the Company announced the change in its fiscal year end from September 30 to December 31, effective as of December 31, 2023. Accordingly, for the 2023 reporting year, the Company will report its audited consolidated financial statements for the fifteen month period ending December 31, 2023, along with its comparative figures for the twelve month period ended September 30, 2022.

a) Going concern

These unaudited condensed interim consolidated financial statements for the three and twelve months ended September 30, 2023 and 2022 (the "financial statements") have been prepared on a 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. There are material uncertainties that may cast significant doubt about the appropriate use of the going concern assumption as the Company is in the exploration and evaluation stage and has not generated any revenues. As at September 30, 2023, the Company has a deficit of $6,636,672 (September 30, 2022 - $4,222,989) and for the three and twelve months ended September 30, 2023, the Company incurred net loss of $874,514 and a net loss of $2,454,655, respectively (2022 - net loss of $894,687 and $3,479,786, respectively). The Company's continuing operations as intended are dependent upon the ability to obtain the necessary financing to explore and commercialize its mineral claims and administer overhead expenses. Should the Company fail to commercialize its mineral claims, its ability to raise sufficient financing to maintain operations may be impaired and, accordingly, the Company may be unable to realize the carrying value of its net assets. These financial statements do not include any adjustments to the recoverability and classification of recorded asset amounts and classification of liabilities that might be necessary should the Company be unable to continue as a going concern. Such adjustments could be material.

b) Share consolidation

On November 8, 2022, the Company completed a consolidation of its common shares on a three to one basis. All share and per share amounts have been retrospectively adjusted to reflect the consolidation. Any references to common shares are on a post-consolidation basis. Numbers of warrants and stock options and their respective exercise prices have been retrospectively adjusted to reflect the effects of the consolidation.

c) Wallbridge assets acquisition

On July 12, 2022, the Company entered into an asset purchase agreement with Wallbridge Mining Company Limited ("Wallbridge") whereby the Company would acquire from Wallbridge a 100% interest in certain mineral properties located in Québec and Ontario (collectively the "Nickel Assets") in exchange for 66,211,929 common shares of the Company (the "Transaction" or "Wallbridge assets acquisition"). The Company granted Wallbridge a 2% net smelter return ("NSR") royalty on production from certain of the acquired assets.

As a condition precedent to the closing of the Transaction, the Company was required to complete an equity financing for gross proceeds of at least $10,000,000. The equity financing closed on November 18, 2022 for gross proceeds of $10,182,500 (Note 14).

2. BASIS OF PREPARATION

a) Statement of compliance

These financial statements were approved by the Board of Directors and authorized for issue on November 22, 2023.

These financial statements have been prepared in accordance with International Financial Reporting Standards ("IFRS") as issued by the International Accounting Standards Board and interpretations of the International Financial Reporting Interpretations Committee applicable to the preparation of interim financial statements including International Accounting Standard 34 *Interim Financial Reporting*. These financial statements do not include all disclosures required for annual audited financial statements. Accordingly, they should be read in conjunction with the notes to the Company's audited financial statements for the years ended September 30, 2022 and 2021 (the "Annual Financial Statements").

2. BASIS OF PREPARATION (continued)

b) Basis of presentation

These financial statements have been prepared using the historical cost basis, except for certain financial assets and liabilities, which are measured at fair value, as specified by IFRS, as well as information presented in the condensed interim consolidated statements of cash flows.

c) Functional and presentation currency

The functional currency is the currency of the primary economic environment in which an entity operates. The functional currency of the Company and its subsidiary is the Canadian dollar. The financial statements are presented in Canadian dollars, except as otherwise noted. References to “USD” are to United States dollars.

d) Reclassification of comparative amounts

Certain prior year amounts in these financial statements have been reclassified to conform to the current year's presentation.

e) Foreign currency translation

Foreign currency transactions are translated into Canadian dollars at exchange rates prevailing on the dates of the transactions. At the end of each reporting period, the monetary assets and liabilities of the Company that are denominated in foreign currencies are translated at the rate of exchange at the date of the statement of financial position. Realized and unrealized exchange gains and losses are recognized in the statements of comprehensive loss. Non-monetary assets and liabilities that are measured in terms of historical cost in a foreign currency are translated using the exchange rate at the date of the transaction.

f) Basis of 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 can affect those returns through its power over the investee. Subsidiaries are included in the consolidated financial statements from the date control commences until the date control ceases. Intercompany balances and transactions are eliminated upon consolidation.

These financial statements include the accounts of the Company and its wholly owned subsidiary, 1273600 B.C. Ltd.

3. SIGNIFICANT ACCOUNTING POLICIES

In the preparation of these financial statements, the Company used the same accounting policies as in Note 3 to the Annual Financial Statements, except for the following:

a) Exploration and evaluation assets

Once the legal right to explore a property has been acquired, costs directly related to exploration and evaluation expenditures are recognized and capitalized, in addition to the acquisition costs. These direct expenditures include such costs as mineral concession taxes, option payments, diamond drilling, sonic drilling, wages and salaries, surveying, geological consulting and laboratory costs, field supplies, travel and administration. Costs not directly attributable to exploration and evaluation activities, including general administrative overhead costs, are expensed in the period in which they are incurred. The Company may occasionally enter into option or royalty arrangements, whereby the Company will transfer part of its mineral properties, as consideration, for an agreement by the transferee to meet certain exploration and evaluation expenditures which would have otherwise been undertaken by the Company. Any sales proceeds and costs related to the agreement will be recognized in profit or loss. The Company assesses exploration and evaluation assets for impairment when facts and circumstances suggest that the carrying amount of an asset may exceed its recoverable amount. The recoverable amount is the higher of the asset’s fair value less costs to sell and value in use. Once the technical feasibility and commercial viability of extracting a mineral resource has been determined, the property is considered to be a mine under development and is classified as ‘mines under construction’. Exploration and evaluation assets are tested for impairment before the assets are transferred to mineral properties and mine development costs.

3. SIGNIFICANT ACCOUNTING POLICIES (continued)

b) Property and equipment

Property and equipment are stated at historical cost net of accumulated depreciation and impairment losses.

The cost of an item of property and equipment includes the purchase price or construction cost, any costs directly attributable to bringing the asset to the location and condition necessary for its intended use, an initial estimate of the costs of dismantling and removing the item and restoring the site on which it is located, and for qualifying assets, the associated borrowing costs.

Costs incurred for major overhaul of existing equipment and sustaining capital are capitalized as property and equipment and are subject to depreciation once they are available for use. Major overhauls include improvement programs that increase the productivity or extend the useful life of an asset beyond that initially envisaged. The costs of routine maintenance and repairs that do not constitute improvement programs are accounted for as repairs and maintenance.

The carrying amounts of property and equipment are depreciated to their estimated residual value over the estimated useful lives of the specific assets concerned, or the estimated life of mine or lease, whichever is shorter. Depreciation starts on the date when commissioning is complete, and the asset is ready for its intended use. A summary of the Company's annual depreciation rates and methods is as follows:

Class of property and equipment	Depreciation rate	Depreciation method
Bridges	25 years	Straight-line
Computers	55%	Declining balance
Equipment	5 years	Straight-line

c) Decommissioning and restoration provision

The Company recognizes a provision for statutory, contractual, constructive, or legal obligations associated with decommissioning of mining operations and reclamation and rehabilitation costs arising when environmental disturbance is caused by the exploration or development of exploration and evaluation assets. Provisions for decommissioning and restoration are recognized in the period in which the obligation is incurred or acquired and are measured based on expected future cash flows to settle the obligation, discounted to their present value. The discount rate is a pre-tax rate that reflects current market assessments of the time value of money and risks specific to the liability.

When an obligation is initially recognized, the corresponding cost is capitalized to the carrying amount of the related asset. These costs are depreciated on a basis consistent with the depreciation, depletion, and amortization of the underlying assets.

d) Flow-through shares

Canadian income tax legislation permits companies to issue flow-through instruments whereby the income tax deductions generated by eligible expenditures of the Company, defined in the Income Tax Act (Canada) as qualified Canadian exploration expenses, are claimed by the investors rather than by the Company. Shares issued on a flow-through basis are typically sold at a premium above the market share price which relates to the tax benefits that will flow through to the investors. The Company often issues flow-through shares as part of its equity financing transactions to fund its Canadian exploration activities. The Company estimates the portion of the proceeds attributable to the premium as being the excess of the flow-through share price over the market share price of the common shares without the flow-through feature at the time of issuance. The premium is recorded as a liability which represents the Company's obligation to spend the flow-through funds on eligible expenditures and is amortized as other income through the statement of loss and comprehensive loss as the eligible expenditures are incurred.

4. SIGNIFICANT ACCOUNTING ESTIMATES AND JUDGMENTS

The preparation of the financial statements requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, revenues and expenses. Management continually evaluates these judgments, estimates and assumptions based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. Actual results may differ from these estimates and judgments which may cause a material adjustment to the carrying amounts of assets and liabilities. The Company's interim results are not necessarily indicative of its results for a full year. The critical judgements and estimates applied in the preparation of these financial statements are consistent with those applied and disclosed in Note 4 to the Annual Financial Statements, except for the following:

a) Asset acquisition versus business combination

With each acquisition, the Company has to determine whether it should be accounted for as a business combination or an asset acquisition. As dictated by IFRS 3, the components of a business must include inputs, processes and outputs. Management has assessed the acquisition from Wallbridge (note 5) and has concluded that it did not include all the necessary components of a business. As such, it has been recorded as an asset acquisition, being the purchase of mineral properties and/or working capital.

b) Decommissioning and restoration provision

Mining and exploration activities are subject to various laws and regulations governing the protection of the environment. In general, these laws and regulations are continually changing, and the Company has made, and intends to make in the future, expenditures to comply with such laws and regulations. Accounting for reclamation and remediation obligations requires management to make estimates of the future costs the Company will incur to complete the reclamation and remediation work required to comply with existing laws and regulations at each mining operation and exploration and development property. In addition, future changes to environmental laws and regulations may increase the extent of reclamation and remediation work required to be performed by the Company. Increases in future costs could materially impact the amounts charged to operations for decommissioning and restoration. The provision represents management's best estimate of the present value of the future decommissioning and restoration obligation.

Due to uncertainties concerning environmental remediation, the ultimate cost to the Company of future site restoration could differ from the amounts provided. The estimate of the total provision for future decommissioning and restoration costs are subject to change based on amendments to laws and regulations, changes in technology, price increases and changes in interest rates, and changes in mine life, and as new information concerning the Company's closure and reclamation obligations becomes available.

c) Mineral property impairment indicator assessment

In accordance with the Company's accounting policy for mineral properties, exploration and evaluation expenditures on mineral properties are capitalized. There is no certainty that the expenditures made by the Company in the exploration of its property interests will result in discoveries of commercial quantities of minerals. The Company applies judgment to determine whether indicators of impairment exist for these capitalized costs. Management uses several criteria in making this assessment, including the period for which the Company has the right to explore, expected renewals of exploration rights, whether substantive expenditures on further exploration and evaluation of mineral properties are budgeted, and evaluation of the results of exploration and evaluation activities up to the reporting date.

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

5. WALLBRIDGE ASSETS ACQUISITION

On November 18, 2022, the Company completed its previously announced Transaction.

As consideration for the Nickel Assets, the Company issued to Wallbridge 66,211,929 common shares at approximately $0.43 per share for an aggregate fair value of $28,564,545. The Company granted to Wallbridge a 2% NSR royalty on production from the Grasset Project (Note 9).

In connection with the Transaction, the Company entered into a finders' fee agreement with two parties. As compensation for the introduction of the Company and Wallbridge, the Company issued to the finders 1,655,298 common shares at approximately $0.43 per share for an aggregate fair value of $714,114.

The Company incurred $250,696 in legal fees prior to the closing of the Transaction and the amount is allocated as part of the consideration (the "Transaction costs").

The acquisition has been accounted for as an equity-settled share-based payment transaction within the scope of IFRS 2 *Share-based Payment*. The acquisition did not qualify as a business combination under IFRS 3 *Business Combinations*, as the significant inputs, processes, and outputs that together constitute a business did not exist in the Company or the Nickels Assets at the time of acquisition. Accordingly, no goodwill was recorded with respect to the acquisition.

A summary of the Company's consideration paid and the net assets acquired from Wallbridge as at the November 18, 2022 acquisition date is as follows:

	$
Purchase price:	
Fair value of common shares issued to Wallbridge	28,564,545
Fair value of finders' shares	714,114
Transaction costs	250,696
	29,529,355
Net assets acquired:	
Cash	2,652,997
Account receivable with Magna (Note 6)	612,230
Exploration and evaluation assets (Note 9)	28,538,141
Property and equipment (Note 10)	87,138
Decommissioning and restoration provision (Note 13)	(2,361,151)
	29,529,355

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

6. RECEIVABLES

A summary of the Company's receivables is as follows:

	September 30, 2023	September 30, 2022
	$	$
Account receivable with Magna	**612,230**	-
GST/HST/QST recoverable	**583,331**	95,943
	1,195,561	95,943

Prior to closing the Transaction, the Nickel Assets included a 20.4% share ownership of Lonmin Canada Inc. ("Loncan"), which was sold to Magna Mining Inc. ("Magna"). As a result of the sale, the Nickel Assets recognized a $612,230 account receivable with Magna, which was transferred to the Company upon closing of the Transaction (Note 5). The account receivable is to be settled with Magna shares or cash on or before November 18, 2023. The Company received the proceeds in cash on November 6, 2023.

7. PREPAID EXPENSES

A summary of the Company's prepaid expenses is as follows:

	September 30, 2023	September 30, 2022
	$	$
Insurance	**8,555**	2,218
Vendor prepayments	**150,624**	4,432
	159,179	6,650

8. OTHER ASSETS

A summary of the Company's other assets is as follows:

	September 30, 2023	September 30, 2022
	$	$
Investments	**57,500**	-
	57,500	-

This amount represents guaranteed investment certificates held with the bank as collateral for the Company's credit cards issued to key personnel. The GIC bears interest at a rate of Prime less 2.9%

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

9. EXPLORATION AND EVALUATION ASSETS

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

	Caster Property	Grasset	Parkin	Sudbury W	Wahnapitae	Wisner	NW Ontario	Ontario Other	Quebec Other	Total
	$	$	$	$	$	$	$	$	$	$
Balance, September 30, 2021	37,500	-	-	-	-	-	-	-	-	37,500
Exploration and evaluation costs	109,990	-	-	-	-	-	-	-	-	109,990
Impairment	(147,490)	-	-	-	-	-	-	-	-	(147,490)
Balance, September 30, 2022	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**
Acquisition and Maintenance Costs	-	27,367,462	979,858	302,412	233,929	116,965	58,482	10,000	-	29,069,108
Assay and Analysis	-	70,659	-	-	-	-	27,385	-	-	98,044
Camp Costs	-	749,105	-	-	-	-	122	51,015	-	800,242
Communications	-	32,432	-	-	-	-	3,260	125	-	35,817
Drilling	-	2,742,908	-	-	-	-	-	-	-	2,742,908
Field and Equipment	-	102,392	5,063	-	-	-	9,687	10,000	-	127,142
Fuel	-	63,616	-	-	-	-	78	-	-	63,694
Geological Consulting	-	346,182	16,972	-	-	-	106,771	25,875	-	495,800
Geophysics	-	420,030	65,516	-	-	-	-	37,855	-	523,401
Ground Logistics	-	415,263	-	-	-	-	-	-	-	415,263
Helicopter	-	303,717	-	-	-	-	-	-	-	303,717
Permit and Environment	-	3,728	-	-	-	-	-	-	-	3,728
Property Maintenance	-	50,874	30,758	3,174	138	5,289	27,248	33,310	2,674	153,465
Salaries and Wages	-	723,856	27,994	-	92	-	13,170	-	-	765,112
Travel and Transportation	-	49,448	281	-	-	-	13,316	546	-	63,591
	-	6,074,210	146,584	3,174	230	5,289	201,037	158,726	2,674	6,591,924
Balance, September 30, 2023	**-**	**33,441,672**	**1,126,442**	**305,586**	**234,159**	**122,254**	**259,519**	**168,726**	**2,674**	**35,661,032**

9. EXPLORATION AND EVALUATION ASSETS (continued)

The Company's primary mineral property is the Grasset Project in Quebec. The Company also holds a portfolio of 41 mineral properties in Ontario, of which 38 are situated in the Sudbury mining district.

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

The Company is required to make a $32,000 per year advance royalty payment in order to maintain certain property agreements in good standing, as outlined below. The Company is also required to make statutory license and property tax expenditures each year to maintain its properties in good standing.

Grasset Project, Québec

The Grasset Project is a resource-exploration stage Ni-Cu-Co-PGM project located in the James Bay territory in Nord-du-Québec administrative region of the province of Québec, Canada, approximately 77 kilometres west-northwest of the city of Matagami and 170 kilometres north of the town of Amos. The Grasset Project consists of 153 claims blocks and an aggregate area of 81.81 km2 located in the Archean Abitibi Subprovince of the southern Superior Province in the Canadian Shield. The Company owns a 100% interest in the Grasset Project, subject to a 2% underlying royalty.

Parkin Project - Sudbury, Ontario

The Parkin Project is comprised of an interest in 4 properties including 60 unpatented mining claims. In addition, the Company holds an interest in 12 mining leases and 5 patented claims. The Parkin Project has a total land area of 25.3 km2.

On November 18, 2022, the Company and Wallbridge entered into an Assignment and Assumption Agreement whereby the Company agreed to acquire the rights, title, and interest in several joint venture agreements, including a joint venture and option agreement between Wallbridge and Impala Platinum Holdings Limited ("Impala") dated December 31, 2014, as amended (the "Impala Option Agreement"). Pursuant to the terms of the Impala Option Agreement, the Company has the right to acquire Impala's remaining 49.6% interest in the Parkin Project by making a cash payment of $1 million to Impala by June 30, 2023. The Company may exercise this option at its discretion.

During the period ended June 30, 2023 the terms of the Impala Option Agreement were extended whereby the Company may acquire Impala's remaining 49.6% interest in the Parkin Project offset joint venture by making i) an initial cash payment of $500,000 by June 30, 2023, and ii) a deferred cash payment of $500,000 by December 31, 2023. The Company has made the initial cash payment and intends to exercise the option by making the deferred cash payment by December 31, 2023.

The Company is required to make a $12,000 per year advance royalty payment in order to maintain certain property agreements in good standing.

Sudbury West – Sudbury, Ontario

The Sudbury West project is comprised of an interest in 18 properties including 532 unpatented mining claims. In addition, the Company holds an interest in 4 mining leases, 2 patented claims and 1 exploratory licence of occupation. The Sudbury West project covers a total area of 218 km2.

The Company is required to make a $20,000 per year advance royalty payment in order to maintain certain property agreements in good standing.

Wahnapitae – Sudbury, Ontario

The Wahnapitae project is comprised of an interest in 5 properties including 51 unpatented mining claims. In addition, the Company holds an interest in 1 mining lease, 5 patented claims and 3 mining licences of occupation. The Wahnapitae project has a total land area of land area of 22 km2.

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

9. EXPLORATION AND EVALUATION ASSETS (continued)

Wisner – Sudbury, Ontario

The Wisner project is comprised of an interest in 5 properties including 46 unpatented mining claims. In addition, the Company holds an interest in 2 mining lease, and 1 patented claim. The Wisner project has a total land area of land area of 11 km2.

Distributed throughout all the Wisner properties are irregular bodies of Sudbury Breccia, which is the main host rock for footwall-style copper, nickel and platinum group metal mineralization.

Northwestern Ontario

The Northwestern Ontario project is comprised of an interest in 3 properties including 747 unpatented mining claims. The Northwestern Ontario project has a total land area of land area of 158 km2.

Caster Property

On August 1, 2020, the Company entered into an option agreement with Geomap Exploration Inc. whereby the Company was granted an exclusive option to acquire a 100% interest in the "Caster Property" located in Lac Paul, Québec.

On May 31, 2022, the Company decided to discontinue further exploration of the Caster Property and as a result, fully impaired its investment.

10. PROPERTY AND EQUIPMENT

A summary of the Company's property and equipment is as follows:

	Bridges	Equipment	Computers	Total
	$	$	$	$
Cost				
Balance, September 30, 2022 and 2021	-	-	-	-
Acquired through the Transaction (Note 5)	49,266	37,872	-	87,138
Additions	-	-	15,786	15,786
Balance, September 30, 2023	**49,266**	**37,872**	**15,786**	**102,924**
Accumulated depreciation				
Balance, September 30, 2022 and 2021	-	-	-	-
Additions	1,706	6,558	3,541	11,805
Balance, September 30, 2023	**1,706**	**6,558**	**3,541**	**11,805**
Carrying amount				
Balance, September 30, 2022 and 2021	-	-	-	-
Balance, September 30, 2023	**47,560**	**31,314**	**12,245**	**91,119**

During the twelve months ended September 30, 2023, depreciation of $9,674 was capitalized to exploration and evaluation assets (2022 - $nil).

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

11. TRADE AND OTHER PAYABLES

A summary of the Company's trade and other payables is as follows:

	September 30, 2023	September 30, 2022
	$	$
Trade payables	**528,937**	238,315
Accrued liabilities	**601,711**	-
	1,130,648	238,315

All trade payables and accrued liabilities are due within the next 12 months.

12. FLOW-THROUGH PREMIUM LIABILITY

Flow-through shares are issued at a premium, calculated as the difference between the price of a flow-through share and the price of a common share at that date. The tax deductions generated by the eligible expenditures are passed through to the shareholders of the flow-through shares once the eligible expenditures are incurred and renounced.

On November 18, 2022, the Company issued 4,545,455 non-flow-through units ("NFT Units") at a price of $0.66 per NFT Unit, 4,243,334 flow-through units ("FT Units") at a price of $0.75 per FT Unit, and 2,898,550 charity flow-through units ("Charity FT Units") at a price of $1.38 per Charity FT Unit for gross proceeds of $10,182,500 (Note 14(b)).

A summary of the Company's flow-through financing and related flow-through premium liability is as follows:

	Number of units	**Unit price**	**Flow-through premium per unit**	**Flow-through premium liability**
	#	$	$	$
FT Units	4,243,334	0.75	0.09	381,900
Charity FT Units	2,898,550	1.38	0.72	2,086,956
	7,141,884			**2,468,856**

A summary of the Company's flow-through premium liability and remaining eligible expenditure obligation movement is as follows:

	Remaining eligible expenditure obligation	**Flow-through premium liability**
	$	$
Balance, September 30, 2022 and 2021	-	-
Flow-through units issued	7,182,500	2,468,856
Eligible expenditures incurred	(6,250,845)	(1,961,258)
Share issuance cost - FT shares	-	(215,283)
Balance, September 30, 2023	**931,655**	**292,315**

Funds raised through the issuance of FT Units and Charity FT Units are required to be expensed on qualifying Canadian mineral exploration expenditures, as defined pursuant to Canadian income tax legislation on or before December 31, 2023.

To the extent that the Company has deferred tax assets that were not recognized in previous periods, a deferred tax recovery is recorded as an offsetting recovery in profit or loss.

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

13. DECOMMISSIONING AND RESTORATION PROVISION

A summary of the Company's discounted liabilities for decommissioning and restoration provisions is as follows:

	$
Balance, September 30, 2022 and 2021	-
Decommissioning and restoration provision acquired in the Transaction (Note 5)	2,361,151
Change in decommissioning and restoration provision	116,588
Expenditures on Broken Hammer Project	(551,949)
Balance, September 30, 2023	**1,925,790**
Current portion	189,146
Non-current portion	1,736,644

As part of the acquisition of the Nickel Assets, the Company acquired the liability associated with the Broken Hammer Project closure activities. The Broken Hammer Project has been in a state of inactivity since 2015 and closure plan activities have been ongoing.

The undiscounted amount of estimated cash flows required to settle the decommissioning and restoration costs of the Broken Hammer Project at the end of the project's life was estimated to be $2,449,775 as at September 30, 2023. The key assumptions on which the provision estimates were based as at September 30, 2023 are as follows:

- Expected timing of the cash flows is based on the estimated useful life of the mines forming part of the Broken Hammer Project. The majority of the expenditures are expected to occur between 2023 and 2034, which is based on the currently anticipated closure dates of the project; and
- The discount rate used is 3.28%.

14. SHARE CAPITAL

a) Authorized share capital

The authorized share capital of the Company consists of an unlimited number of common shares without par value.

b) Issued share capital

During the twelve months ended September 30, 2023, the Company had the following share transactions:

- On October 7, 2022, the Company issued 6,666 common shares pursuant to the exercise of 6,666 stock options with an exercise price of $0.30. The Company received gross proceeds of $2,000 and reclassified $1,000 from the Company's contributed surplus to share capital.

- On November 18, 2022, in connection with the Transaction, the Company closed a private placement of 4,545,455 non-flow-through units ("NFT Units") at a price of $0.66 per NFT Unit, 4,243,334 flow-through units ("FT Units") at a price of $0.75 per FT Unit and 2,898,550 charity flow-through units ("Charity FT Units") at a price of $1.38 per Charity FT Unit, for gross proceeds of $10,182,500. Each NFT Unit consists of one common share and one common share purchase warrant. Each FT Unit and Charity FT Unit consists of one flow-through share and one common share purchase warrant. Each common share purchase warrant entitles the holder thereof to acquire one additional common share of the Company at a price of $1.02 until November 18, 2024, the date which is twenty-four months following the closing date of the Transaction. The Company halted trading of its shares on July 13, 2022 and did not resume trading until November 29, 2022. As a result, the shares of the Company were not being traded in an active market at the time of the acquisition. In connection with the Transaction, the Company completed a private placement where NFT Units were issued at a price of $0.66. Each unit contains a common share and one common share purchase warrant. As the unit price of $0.66 presents both a single common share and a single warrant, a valuation technique was applied to estimate the fair value to be $0.43 and $0.23 respectively. As a result, $7,510,902 was allocated to share capital and $2,671,598 was allocated to warrants reserve. A summary of the Company's assumptions used in the valuation technique were as follows:

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

14. SHARE CAPITAL (continued)

Share price	$0.43
Expected life	2 years
Expected volatility	136.40%
Risk-free rate	3.97%
Dividend yield	0.00%

- In connection with the private placement, the Company paid cash finders' fees of $799,479 and issued 385,031 finders' warrants with a fair value of $176,100. Each finders' warrant will be exercisable into one common share of the Company at an exercise price of $0.66 per warrant until May 18, 2024, the date which is eighteen months after the closing date of the Transaction. Total fair value of the finders warrants issued was $176,100 and was recorded as share issuance costs to warrants reserve. A summary of the Company's assumptions used in the Black-Scholes option pricing model for finders' warrants issued on November 18, 2022 is as follows:

Share price	$0.43
Expected life	1.5 years
Expected volatility	136.40%
Risk-free rate	3.97%
Dividend yield	0.00%

- On November 18, 2022, pursuant to the closing of the Transaction, the Company issued 66,211,929 common shares of the Company to Wallbridge at a fair value of $0.43 per share, for an aggregate value of $28,564,545 (Note 5). In connection with the Transaction, the Company issued 1,655,298 common shares to finders at $0.43 per share for an aggregate value of $714,114 (Note 5).

During the year ended September 30, 2022, the Company had the following share transactions:

- On October 1, 2021, the Company closed a non-brokered private placement for gross proceeds of $1,499,999 from the issuance of 2,000,000 units (the "Units") at a price of $0.75 per Unit (the "Private Placement"). Each Unit consists of one common share and one-half warrant. A whole warrant may be exercised for one common share at price of $1.50 for a period of twenty-four months from the closing date of the Private Placement. Gross proceeds were allocated between share capital and warrants reserve using the relative fair value method. As a result, $1,230,494 was allocated to share capital and $269,505 was allocated to warrants reserve.

- On January 26, 2022, the Company issued 1,667 common shares for gross proceeds of $500 on the exercise of stock options. As a result, $301 was reallocated from contributed surplus to share capital.

- During the year ended September 30, 2022, the Company issued a total of 2,600,000 common shares for gross proceeds of $780,000 on the exercise of warrants.

c) Warrants

A summary of the Company's warrant activity is as follows:

	Number of warrants	**Weighted average exercise price**
	#	$
Balance, September 30, 2021	4,031,663	0.62
Issued	999,987	1.50
Exercised	(2,600,000)	0.30
Balance, September 30, 2022	2,431,650	1.33
Issued	12,072,370	1.00
Expired	(1,431,663)	1.00
Balance, September 30, 2023	**13,072,357**	**1.05**

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

14. SHARE CAPITAL (continued)

A summary of the Company's warrants outstanding as at September 30, 2023 is as follows:

Expiry date	Weighted average exercise price	Number of warrants	Weighted average remaining life
	$	#	years
October 1, 2023	1.50	999,987	0.00
May 18, 2024	0.66	385,031	0.63
November 18, 2024	1.02	11,687,339	1.14
Balance, September 30, 2023	**1.05**	**13,072,357**	**1.04**

d) Stock options

On October 12, 2022, the Company's shareholders passed an ordinary resolution approving an omnibus equity incentive compensation plan (the "Omnibus Plan") with an effective date of October 13, 2022 (the "Effective Plan Date"). The Omnibus Plan consists of (i) a "rolling" plan pursuant to which the number of common shares that are issuable pursuant to the exercise of stock options granted under the Omnibus Plan shall not exceed 10% of the issued and outstanding shares of the Company as at the date of any stock option grant; and (ii) a "fixed" plan under which the number of common shares that are issuable pursuant to all equity awards other than stock options granted under the Omnibus Plan, in aggregate is a maximum of 10% of the issued and outstanding common shares of the Company as on the Effective Plan Date.

The exercise price of each stock option is determined by the Board of Directors at the time of grant and cannot be less than the price permitted by the Exchange. Currently, the Exchange requires that the exercise price of stock options must be equal to or greater than the discounted market price (as defined in the policies of the Exchange). The exercise price of stock options is solely payable in cash. The Board of Directors has the discretion to determine the term and vesting provisions of any stock options granted under the Plan at the time of grant subject to the policies of the Exchange.

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

	Number of stock options	Weighted average exercise price
	#	$
Balance, September 30, 2021	348,438	0.36
Granted	500,000	1.53
Cancelled	(160,059)	0.36
Exercised	(1,667)	0.30
Balance, September 30, 2022	686,712	1.21
Granted	2,905,000	0.51
Cancelled	(96,705)	0.36
Exercised	(6,666)	0.30
Balance, September 30, 2023	**3,488,341**	**0.65**

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

14. SHARE CAPITAL (continued)

A summary of the Company's stock options outstanding as at September 30, 2023, is as follows:

Expiry date	Weighted average exercise price	Number of outstanding stock options	Number of exercisable stock options	Weighted average remaining life
	$	#	#	years
December 6, 2023	0.36	33,346	33,346	0.18
June 8, 2026	0.36	49,998	29,999	2.69
October 20, 2026	1.53	499,997	199,999	3.06
December 13, 2027	0.55	2,325,000	775,000	4.21
March 17, 2028	0.55	225,000	75,000	4.47
March 22, 2028	0.38	100,000	33,333	4.48
June 1, 2028	0.16	230,000	76,667	4.67
July 5, 2028	0.14	25,000	8,333	4.77
Balance, September 30, 2023	**0.65**	**3,488,341**	**1,231,677**	**4.04**

On December 13, 2022, the Company granted 2,325,000 stock options to certain directors, officers, employees, and consultants. The stock options are exercisable until December 13, 2027 at an exercise price of $0.55 per stock option, and vest in three equal annual installments commencing on the date of the grant. A summary of the Company's assumptions used in the Black-Scholes option pricing model for stock options granted on December 13, 2022 is as follows:

Share price	$0.42
Expected life	5 years
Expected volatility	136.00%
Risk-free rate	3.00%
Dividend yield	0.00%

On March 17, 2023, the Company granted 225,000 stock options to certain directors, officers, employees, and consultants. The stock options are exercisable until March 17, 2028 at an exercise price of $0.55 per stock option, and vest in three equal annual installments commencing on the date of the grant. A summary of the Company's assumptions used in the Black-Scholes option pricing model for stock options granted on March 17, 2023 is as follows:

Share price	$0.33
Expected life	5 years
Expected volatility	136.70%
Risk-free rate	2.89%
Dividend yield	0.00%

On March 22, 2023, the Company granted 100,000 stock options to certain officers. The stock options are exercisable until March 22, 2028 at an exercise price of $0.38 per stock option, and vest in three equal annual installments commencing on the date of the grant. A summary of the Company's assumptions used in the Black-Scholes option pricing model for stock options granted on March 22, 2023 is as follows:

Share price	$0.22
Expected life	5 years
Expected volatility	136.90%
Risk-free rate	2.77%
Dividend yield	0.00%

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

14. SHARE CAPITAL (continued)

On June 1, 2023, the Company granted 230,000 stock options to certain officers and consultants. The stock options are exercisable until June 1, 2028 at an exercise price of $0.16 per stock option, and vest in three equal annual installments commencing on the date of the grant. A summary of the Company's assumption used in the Black-Scholes option pricing model for stock options granted on June 1, 2023 is as follows:

Share price	$0.15
Expected life	5 years
Expected volatility	135.30%
Risk-free rate	3.41%
Dividend yield	0.00%

On July 5, 2023, the Company granted 25,000 stock options to certain officers and consultants. The stock options are exercisable until July 5, 2028 at an exercise price of $0.135 per stock option, and vest in three equal annual installments commencing on the date of the grant. A summary of the Company's assumption used in the Black-Scholes option pricing model for stock options granted on July 5, 2023 is as follows:

Share price	$0.135
Expected life	5 years
Expected volatility	135.90%
Risk-free rate	3.82%
Dividend yield	0.00%

During the three and twelve months ended September 30, 2023, the Company recorded $211,566 and $834,112, respectively (2022 - $67,770 and $393,130, respectively), of share-based payments expense related to the vesting of stock options net of cancellations.

During the twelve months ended September 30, 2023, the weighted average share price on the date of exercise was $0.65 per share (2022 - $1.26 per share).

e) Restricted share units

On December 13, 2022, the Company granted 350,000 restricted share units ("RSUs") to certain officers, employees, and consultants of the Company. The fair value of RSUs is based on the closing price of the Company's common shares on the Exchange on the date immediately preceding the grant date. The RSUs will vest in equal one third annual installments commencing on December 13, 2023 and ending on December 13, 2025.

When the Company issues RSUs, it records a share-based payments expense in the year or period, which the RSUs are granted and/or vested.

A summary of the Company's RSU activity is as follows:

	Number of RSUs	**Weighted average issue price**
	#	$
Non-vested balance, September 30, 2022 and 2021	-	-
Granted	350,000	0.50
Non-vested balance, September 30, 2023	**350,000**	**0.50**

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

14. SHARE CAPITAL (continued)

A summary of the Company's non-vested RSUs at September 30, 2023, is as follows:

Vesting date	**Number of RSUs**	**Weighted average issue price**
	#	$
December 13, 2025 (1)	350,000	0.50
	350,000	**0.50**

(1) The RSUs vest rateably over a period of three years with the first tranche vesting on December 13, 2023, the second tranche vesting on December 13, 2024, and the final tranche vesting on December 13, 2025. The vesting date listed above represents the end of the three-year term.

During the three and twelve months ended September 30, 2023, the Company incurred share-based payments of $26,941 and $85,217, respectively, in connection with RSUs vested (2022 - $nil and $nil, respectively).

f) Deferred share units

On December 13, 2022, the Company granted 1,100,000 deferred share units ("DSUs") to certain directors of the Company. The fair value of the DSUs is the closing price of the Company's common shares on the Exchange on the date immediately preceding the grant date. The DSUs shall vest when the recipient director ceases to be a director of the Company provided that no DSUs will vest within twelve months of the grant date and are otherwise subject to the Omnibus Plan.

A summary of the Company's DSU activity is as follows:

	Number of DSUs	**Weighted average issue price**
	#	$
Non-vested balance, September 30, 2022 and 2021	-	-
Granted	1,100,000	0.50
Non-vested balance, September 30, 2023	**1,100,000**	**0.50**

During the three and twelve months ended September 30, 2023, the Company incurred share-based payments of $nil and $550,000, respectively, in connection with the grant of DSUs (2022 - $nil and $nil, respectively).

15. RELATED PARTY TRANSACTIONS

Related party personnel are those who have the authority and responsibility for planning, directing, and controlling activities of the Company directly or indirectly. Related parties include the Board of Directors, officers, close family members and entities that are controlled by these individuals.

a) The Company had the following transactions with related party entities:

	Period ended September 30, **2023**	2022
	$	$
Wallbridge Mining Company (i)	**880,809**	-
Inventa Capital Corp. (ii)	**176,262**	150,401
	1,057,071	150,401

(i) Effective November 18, 2022, the Company entered into a sub-lease agreement with Wallbridge for a portion of their premises relating to the nickel assets acquired and a secondment agreement to provide the Company with Wallbridge personnel for work on the nickel assets on an as needed basis. Wallbridge also charges Archer for the use of Wallbridge accommodations at their Detour-Fenelon Gold Trend site facilities in the Northern Abitibi region of Quebec. At September 30, 2023, the Company had a payable to Wallbridge of

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

15. RELATED PARTY TRANSACTIONS (continued)

$216,866 (September 30, 2022 - $nil). Wallbridge and Archer are also parties to an Investor Rights Agreement and Exploration Agreement.

(ii) Effective July 1, 2021 the Company entered into a management services agreement with Inventa Capital Corporation ("Inventa"), a company controlled by Michael Konnert, a director of the Company, for office rent and administrative functions. The Company has provided 180 days notice under the terms of the contract with an effective termination date of October 22, 2023.

These transactions were in the normal course of operations and measured at fair value.

b) Key management personnel

The Company's key management personnel are its directors and officers.

A summary of the Company's key management personnel remuneration is as follows:

	Twelve months ended September 30, **2023**	Twelve months ended September 30, 2022
	$	$
Management and consulting fees [(i)]	**793,792**	140,238
Share-based payments [(ii)]	**1,267,127**	59,078
	2,060,919	163,875

(i) Included in management and consulting fees was $171,666 (September 30, 2022 - $Nil) capitalized as exploration and evaluation assets.

(ii) Share-based compensation expense is the fair value of options, RSUs, DSUs, granted which have been calculated as disclosed in Note 14.

As at September 30, 2023, accounts payable and accrued liabilities included $656,866 (September 30, 2022 - $30,257) payable to directors, officers and companies controlled or related to directors and/or officers. Amounts payable to related parties have no specific terms of repayment, are unsecured and do not bear interest.

In connection with the Transaction, the Company issued 827,649 common shares as finders' fees to Christian Karl-Simard, a director of the Company.

16. FINANCIAL INSTRUMENTS AND RISK MANAGEMENT

a) Fair value

As at September 30, 2023, the financial instruments such as cash, investments, accounts receivable with Magna and trade and other payables are classified and measured at amortized cost. The carrying value of cash, investments, accounts receivable with Magna, and trade and other payables approximate the fair value due to the relatively short-term nature of these instruments.

The Company is exposed in varying degrees to a variety of financial instrument related risks. The type of risk exposure and the way in which such exposure is managed is provided as follows:

b) Credit risk

Credit risk is the risk that one party to a financial instrument will cause a financial loss for the Company by failing to discharge an obligation. Credit risk for the Company is associated with its cash and accounts receivable with Magna. The Company has minimal exposure of credit risk on its cash as the Company's cash is held with major Canadian financial institutions. The maximum exposure of the Company's accounts receivable with Magna is $612,230. However, credit risk is not considered significant as the Company has entered into a contract to receive cash or a variable number of common shares of Magna equivalent to $612,230 at the settlement date.

16. FINANCIAL INSTRUMENTS AND RISK MANAGEMENT (continued)

c) Liquidity risk

Liquidity risk is the risk that the Company will encounter difficulty in meeting obligations associated with financial liabilities that are settled by delivering cash or another financial assets. At September 30, 2023, the Company had cash and taxes receivable balances of $2,637,570 (September 30, 2022 - $309,174) to settle current liabilities of $1,612,109 (September 30, 2022 - $238,315). The Company also has a remaining flow-through commitment to spend $931,655 on Canadian Exploration Expenditures by December 31, 2023 which will be fulfilled using existing cash. Liquidity risk for the Company is associated with its trade and other payables. There is no assurance that the necessary financing will be available in a timely manner or on terms acceptable to the Company.

d) Market risk

Market risk is the risk of loss that may arise from changes in market factors such as interest rates and foreign exchange rates.

The Company is not exposed to significant interest rate risk on the basis that it does not hold any financial liabilities subject to variable interest rates.

Foreign currency risk is the risk that the value of the Company's financial instruments denominated in foreign currencies will fluctuate due to changes in foreign exchange rates. The Company does not use derivative instruments to reduce its exposure to foreign currency risk.

The Company is mainly exposed to foreign currency risk on financial instruments (consisting of cash and trade and other payables) denominated in USD. As at September 30, 2023, the Company does not carry significant cash and trade and other payables balances denominated in USD.

17. CAPITAL MANAGEMENT

The Company's capital structure consists of all components of shareholders' equity. The Company's objective when managing capital is to maintain adequate levels of funding to continue as a going concern and support its exploration of mineral claims. The Company obtains funding primarily through issuing common stock. Future financings are dependent on market conditions and there can be no assurance the Company will be able to raise funds in the future.

There were no changes to the Company's approach to capital management during the twelve months ended September 30, 2023. The Company is not subject to externally imposed capital requirements.

18. SUBSEQUENT EVENTS

Subsequent to September 30, 2023 the following events occurred:

- On October 1, 2023, 999,987 warrants expired unexercised.
- On October 23, 2023, the Company announced a non-brokered private placement to raise total gross proceeds up to $1,500,000. The Offering will be comprised of: (i) Quebec charity flow-through units (the "CFT Units") to be sold at a price of $0.155 per CFT Unit; (ii) flow-through units (the "FT Units") to be sold at a price of $0.09 per FT Unit; and (iii) non-flow-through units (the "NFT Units") to be sold at a price of $0.08 per NFT Unit.
- On November 15, 2023, the Company announced it is increasing the size of its previously announced non-brokered private placement from $1,500,000 to $2,000,000 (the "Amended Offering"). Under the Amended Offering, the Company will also include the sale of Quebec flow-through units (the "QFT Units") at a price of $0.10 per QFT Unit.