# LEOPARD LAKE GOLD CORP.

# CONDENSED INTERIM FINANCIAL STATEMENTS

# MARCH 31, 2023

# (Expressed In Canadian Dollars)

# (Unaudited)

## 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 condensed interim financial statements, they must be accompanied by a notice indicating that the condensed interim financial statements have not been reviewed by an auditor.

The accompanying unaudited condensed interim financial statements of the Company have been prepared by and are the responsible of the Company's management. The unaudited condensed interim financial statements have been prepared using accounting policies in compliance with International Financial Reporting Standards for the preparation of unaudited condensed interim financial statements and are in accordance with International Accounting Standard 34 - Interim Financial Reporting.

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

**LEOPARD LAKE GOLD CORP.**
**CONDENSED INTERIM STATEMENTS OF FINANCIAL POSITION**
**AS AT MARCH 31, 2023 AND DECEMBER 31, 2022**
**(Unaudited)**
(Expressed in Canadian dollars)

| | | **March 31, 2023** | | December 31, 2022 |
|---|---|---|---|---|
| **ASSETS** | | | | |
| Current assets | | | | |
| Cash | **$** | **26,112** | $ | 174,779 |
| Amounts receivable | | **6,758** | | 12,239 |
| Prepaid expenses | | **62,891** | | 28,920 |
| | | **95,761** | | 215,938 |
| EXPLORATION AND EVALUATION ASSET (*Note 4*) | | **1,684,399** | | 1,565,998 |
| | **$** | **1,780,160** | $ | 1,781,936 |
| **LIABILITIES** | | | | |
| Current liabilities | | | | |
| Accounts payable | **$** | **52,330** | $ | 87,292 |
| Flow-through premium liability (Note 5) | | **55,842** | | 55,842 |
| | | **108,172** | | 143,134 |
| **SHAREHOLDERS' EQUITY** | | | | |
| Share capital (*Note 5*) | | **2,243,552** | | 2,131,052 |
| Subscriptions receivable *(Note 5)* | | **-** | | - |
| Contributed surplus | | **287,657** | | 287,657 |
| Deficit | | **(859,221)** | | (779,907) |
| | | **1,671,988** | | 1,638,802 |
| | **$** | **1,780,160** | $ | 1,781,936 |

Nature of business and continuing operations (*Note 1*)
Commitments (*Note 10)*
Subsequent Events (*Note 11)*

Approved on May 29, 2023 on behalf of the Board of Directors:

*" Norman Ross "*
Director

*"Mark Lotz "*
Director

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

**LEOPARD LAKE GOLD CORP.**
**CONDENSED STATEMENTS OF LOSS AND COMPREHENSIVE LOSS**
**FOR THE THREE MONTHS PERIOD ENDED MARCH 31**
**(Unaudited)**
(Expressed in Canadian dollars)

| | **2023** | 2022 |
|---|---|---|
| EXPENSES | | |
| Professional fees | **23,956** | 11,968 |
| Management fees (*Note 6)* | **35,150** | 18,000 |
| Office and miscellaneous expense (recovery) | **13,325** | 3,213 |
| Listing fees | **4,633** | 4,853 |
| Rent (*Note 6)* | **2,250** | 2,250 |
| Share-based payment *(Note 5)* | **-** | 71,875 |
| **NET LOSS AND COMPREHENSIVE LOSS** | **$ 79,314** | $ 114,659 |
| **LOSS PER SHARE – BASIC AND DILUTED** | **$ (0.01)** | $ (0.01) |
| **WEIGHTED AVERAGE NUMBER OF COMMON SHARES OUTSTANDING – BASIC AND DILUTED** | **29,464,041** | 21,502,040 |

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

**LEOPARD LAKE GOLD CORP.**
**CONDENSED INTERIM STATEMENTS OF CASH FLOWS**
**FOR THE THREE MONTHS ENDED MARCH 31, 2023 AND MARCH 31, 2022**
**(Unaudited)**
(Expressed in Canadian dollars)

| | 2023 | 2022 |
|---|---|---|
| **OPERATING ACTIVITIES** | | |
| Loss | **$ (79,314)** | $ (114,659) |
| Items not affecting cash:: | | |
| Share-based payment | **-** | 71,875 |
| Net change in non-cash working capital items: | | |
| Amounts receivable | **5,482** | 17,284 |
| Prepaid expenses | **(33,971)** | (7,088) |
| Accounts payable | **10,037** | (31,495) |
| Cash used in operating activities | **(97,765)** | (64,083) |
| **INVESTING ACTIVITIES** | | |
| Exploration and evaluation assets | **(55,901)** | (32,933) |
| **FINANCING ACTIVITIES** | | |
| Shares issued upon the exercise of warrants | **5,000** | - |
| Shares issued for cash | **-** | 137,791 |
| Cash provided by financing activities | **5,000** | 137,791 |
| Net change in cash | **(148,667)** | 40,775 |
| CASH, BEGINNING OF PERIOD | **174,779** | 351,357 |
| CASH, END OF PERIOD | **$ 26,112** | $ 392,132 |

| | | |
|---|---|---|
| **Supplementary cash flow information** | | |
| Shares issued for exploration and evaluation assets | **$ 62,500** | - |
| Shares issued for debt | **45,000** | - |

The Company did not pay any interest or income taxes in cash during the periods.

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

**LEOPARD LAKE GOLD CORP.**
**CONDENSED INTERIM STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY**
**FOR THE PERIOD ENDED MARCH 31, 2023 AND MARCH 31, 2022**
**(Unaudited)**
(Expressed in Canadian dollars)

| | Common shares | | | | | |
|---|---|---|---|---|---|---|
| | Number of shares | Amount | Contributed surplus | Obligation to issue units | Deficit | Total equity |
| | | $ | $ | $ | $ | $ |
| As at December 31, 2021 | 24,490,001 | 1,162,598 | 125,907 | (143,873) | (304,219) | 840,413 |
| Shares issued for property | 1,071,429 | 150,000 | - | - | - | 150,000 |
| Share issuance costs | - | (6,082) | - | - | - | (6,082) |
| Subscriptions received | - | - | - | 143,873 | - | 143,873 |
| Share based payments | - | - | 71,875 | - | - | 71,875 |
| Net loss for the period | - | - | - | - | (105,572) | (105,572) |
| As at March 31, 2022 | 25,561,430 | 1,306,516 | 197,782 | - | (409,791) | 1,094,507 |
| | | | | | | |
| As at December 31, 2022 | 29,365,430 | 2,131,052 | 287,657 | - | (779,907) | 1,638,802 |
| Shares issued for property | 500,000 | 62,500 | - | - | - | 62,500 |
| Shares issued for debt | 562,500 | 45,000 | - | - | - | 45,000 |
| Shares issued upon exercise of warrants | 50,000 | 5,000 | - | - | - | 5,000 |
| Net loss for the period | - | - | - | - | (79,314) | (79,314) |
| As at March 31, 2023 | 30,477,930 | 2,243,552 | 287,657 | - | (859,221) | 1,671,988 |

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

## 1. NATURE OF OPERATIONS AND GOING CONCERN

Leopard Lake Gold Corp. ("the Company") was incorporated on July 9, 2020 under the laws of British Columbia. The address of the Company's corporate office and its principal place of business is 9285 – 203B Street, Langley, British Columbia, Canada. The common shares of the Company trade on the Canadian Stock Exchange under the symbol CSE:LP.

The Company's principal business activities include the acquisition and exploration of mineral property assets. As at March 31, 2023, the Company had not yet determined whether the Company's mineral property assets contain ore reserves that are economically recoverable. The recoverability of amounts shown for exploration and evaluation asset 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 outcome of these matters cannot be predicted at this time and the uncertainties cast significant doubt upon the Company's ability to continue as a going concern.

The Company had a deficit of $859,221 as at March 31, 2023, 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 value is dependent upon obtaining additional financing and generating revenues sufficient to cover its operating costs.

These 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.

## 2. BASIS OF PREPARATION

### Statement of Compliance

These unaudited condensed interim financial statements of the Company have been prepared in accordance with International Accounting Standard 34, "Interim Financial Reporting" ("IAS 34") and International Financial Reporting Standards ("IFRS") as issued by the International Accounting Standards Board ("IASB") and Interpretations of the Financial Reporting Interpretations Committee ("IFRIC"). These unaudited condensed interim financial statements do not include all the information required for full annual financial statements and should be read in conjunction with the audited financial statements and notes thereto as of and for the year ended December 31, 2022. These unaudited condensed interim financial statements were authorized for issue in accordance with a resolution from the Board of Directors on May 27, 2023.

### Basis of Measurement

These unaudited condensed interim 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. These unaudited condensed interim financial statements follow the same accounting policies and methods of application as the annual audited financial statements for the year ended December 31, 2022. The adoption of new accounting standards has had no material impact on the financial statements. The functional and presentation currency of the Company is the Canadian dollar.

### Critical accounting estimates and judgments

The preparation of financial statements in conformity with IFRS requires management to make estimates and assumptions. These estimates and assumptions affect the reported amounts of assets, liabilities, shareholders' equity, and the disclosure of contingent assets and liabilities as at the date of the financial statements, and expenses for the years reported.

Significant assumptions about the future and other sources of estimation uncertainty that management has made at the end of the reporting period, which could result in a material adjustment to the carrying amounts of assets and liabilities in the event that actual results differ from assumptions made, relate to, but are not limited to, the following:

(a) The recoverability of receivables, prepayments and deposits that are included in the consolidated statements of financial position.

(b) The fair value of stock options, warrants and compensation options, which requires the estimation of stock price volatility, the expected forfeiture rate and the expected term of the underlying instruments.

(c) The fair value of restricted share units which requires the estimation of the number of awards likely to vest on grant and at each reporting date up to the vesting date.

(d) The fair value of the investment for which a quoted market price in an active market is not available.

(e) The recoverability of deferred tax assets based on the assessment of the Company's ability to utilize the underlying future tax deductions against future taxable income prior to expiry of those deductions.

(f) The assessment of the Company's ability to continue as a going concern and to raise sufficient funds to pay its ongoing operating expenditures and to meet its liabilities for the ensuing year involves significant judgment based on historical experience and other factors, including expectation of future events that are believed to be reasonable under the circumstances.

The classification and allocation of expenses as exploration and evaluation expenditures or operating expenses.

## 3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Company's significant accounting policies and critical accounting estimates applied in the unaudited condensed interim financial statements are the same as those applied on the Company's annual financial statements for the period ended December 31, 2022.

(Expressed in Canadian dollars)

4. EXPLORATION AND EVALUATION ASSET

| | **Stella Property** | **St. Robert Property** | **Leduc Property** | **Total** |
|---|---|---|---|---|
| *Acquisition costs* | | | | |
| | **$** | **$** | **$** | |
| Balance, at December 31, 2021 | 23,000 | 145,000 | 46,000 | **214,000** |
| Option payments | - | 25,000 | - | **25,000** |
| Shares | - | 150,000 | - | **150,000** |
| Balance, at March 31, 2022 | 23,000 | 320,000 | 46,000 | **389,000** |
| | | | | |
| Balance, December 31, 2022 | 518,000 | 468,825 | 86,000 | **1,072,825** |
| Shares | - | 62,500 | - | **62,500** |
| **Balance, March 31, 2023** | 518,000 | 531,325 | 86,000 | 1,135,325 |
| | | | | |
| *Exploration costs* | | | | |
| Balance, December 31, 2021 | - | - | 103,657 | **103,657** |
| Exploration expenses | - | - | 1,388 | **1,388** |
| Geological services | - | - | 6,545 | **6,545** |
| Balance, March 31, 2022 | - | - | 111,590 | **111,590** |
| | | | | |
| Balance, December 31, 2022 | - | 372,539 | 120,634 | **493,173** |
| Claims renewal | 2,867 | - | - | **2,867** |
| Supplies | - | - | 102 | **102** |
| Geological services | - | 31,407 | 18,050 | **49,457** |
| Permitting and regulatory fees | - | 220 | - | **220** |
| Assay | - | 3,255 | - | **3,255** |
| **Balance, March 31, 2023** | 2,867 | 407,421 | 138,786 | **549,074** |
| | | | | |
| **Total mineral property costs at March 31, 2023** | **520,867** | **938,746** | **224,786** | **1,684,399** |

4. EXPLORATION AND EVALUATION ASSET (continued)

**Leduc Gold Project Property**

On August 17, 2020, the Company ("Optionee") entered into a mineral property option agreement with Gravel Ridge Resources Ltd. ("Optionor") to acquire a 100% interest, subject to a 1.5% royalty, in the mineral claims known Leduc Gold Project Property located in the Thunder Bay Mining Division of Ontario. Under the agreement, the Company is obligated to make cash payments totaling $81,000 and issue 400,000 common shares as follows:

- $12,000 on signing of this Agreement – paid,
- issue 200,000 common shares of the Optionee upon listing on a Canadian Exchange **–** issued**,**
- $14,000 on or before August 17, 2021 **–** paid**,**
- $20,000 on or before August 17, 2022 – paid,
- issue 200,000 common shares on or before October 5, 2022 – paid,
- final payment of $35,000 on or before August 17, 2023.

The Company has the option to purchase 33.33%, being 0.5% of the optionor's NSR for further cash consideration of $500,000.

**St. Robert Property**

On December 9, 2021, the Company entered into mineral property option agreement to acquire a 50% interest in 106 mining claims proximal to the above claims in the Marlow and Riseborough Townships in St.-Robert-Bellarmin. This agreement requires the Company will make the following payments:

- $25,000 and issue $150,000 worth of common shares prior to January 31, 2022 – paid,
- $50,000 and issue $350,000 of common shares prior to May 31, 2022 – cash paid and $187,500 common shares issued,
- Issue $200,000 of common shares prior to October 3, 2022, - not issued,
- $25,000 and issue $300,000 of common prior to March 31, 2023, - cash paid,
- $450,000 of common shares prior to October 31, 2023,
- $450,000 of common shares prior to March 31, 2024.

Shares issued under the agreement are valued on a 10-day volume weighted average trading price. On January 23, 2023, the Company and the vendor amended the property agreement to limit the obligation to issue further shares such that vendor would stay below the threshold of an insider as defined under the Securities Act (British Columbia). The Company and the vendor agreed that the Company will not be in violation of the purchase terms so long as they are in compliance with the amended terms of acquisition.

The claims will be subject to a 2% net smelter return royalty, which the Company may reduce by 50% for cash consideration of $1,200,000. The remaining 50% for may be purchases for an additional $2,400,000.

4. EXPLORATION AND EVALUATION ASSET (continued)

**Stella Property**

On November 15, 2021, the Company entered into mineral property option agreement with to acquire a 100% interest two distinct groups of claims together identified as the Stella Mining Claims in the Province of Quebec. The agreement required the Company to make the following payments to acquire the interest:

- On or before November 15, 2021, issue 1,500,000 common shares **–** issued**,**
- $35,000 cash on or before November 15, 2021 **–** paid**,**
- No later than May 15, 2022, issue an additional 2,500,000 common shares -1,100,000 shares issued

On November 15, 2021 the Company entered into a Mineral property option agreement to acquire a 100% interest in additional property claims. Under the agreement the Company made the following payments to acquire the interest:

- 1,000,000 common shares,
- $15,000 cash.

5. SHARE CAPITAL

a) Authorized: Unlimited number of common shares without par value.

b) Escrow shares:

As at March 31, 2023, there were 2,535,000 common shares held in escrow.

c) Common shares Issued and outstanding as at March 31, 2023: 30,477,930

During the period ended March 31, 2023 the Company had the following share capital transactions:

On February 9, 2023, the Company issued 50,000 shares pursuant to an exercise of warrants.

On March 25, 2023, the Company issued 500,000 shares related to additional claims acquired on the St. Robert property. The fair value of the common shares issued was $62,500.

On March 25, 2023, the Company issued 562,500 shares to settle debts. The fair value of the shares issued was $45,000.

d) Issued and outstanding as at March 31, 2022: 25,561,430 common shares.

During the period ended March 31, 2022, the Company had the following transactions:

On March 30, 2022 the Company issued 1,071,429 shares pursuant to a property purchase in Quebec as described in Note 4. The fair value of the common shares issued was $143,873.

(Expressed in Canadian dollars)

5. SHARE CAPITAL (continued)

e) Stock options

During the period ended March 31, 2023, the Company did not grant any stock options.

During the period ended March 31, 2022,

On March 30, 2022 the Company granted 800,000 stock options to the directors and officers. The options vested on the grant date and are exercisable at $0.14 per share for a period of five years.

Share-based payments for options granted was measured using the Black -Scholes option pricing model with the following assumptions

| | **November 2022** | **March 2022** | **2021** |
|---|---|---|---|
| Exercise price per option | $0.12 | $0.14 | $0.10 |
| Share price | $0.12 | $0.14 | $0.10 |
| Expected life | 3 years | 5 years | 5 years |
| Dividend yield | Nil | NIL | Nil |
| Expected Volatility | 183% | 133% | 125% |
| Risk free interest rate | 3.60% | 2.42% | %0.92 |

Information regarding the Company's stock options activity is summarized below:

| | Number of Options | Weighted average exercise price |
|---|---|---|
| | | $ |
| Balance December 31, 2021 | 750,000 | 0.1000 |
| Granted | 1,400,000 | 0.13 |
| **Balance, December 31, 2022 and March 31, 2033** | **2,150,000** | **0.12** |

The following table summarizes stock options outstanding at March 31, 2023:

| Expiry Date | Exercise price | Number of options Outstanding |
|---|---|---|
| | $ | |
| March 30, 2027 | $0.140 | 800,000 |
| April 6, 2026 | 0.100 | 750,000 |

(Expressed in Canadian dollars)

f) Warrants

During the period ended March 31, 2023, the Company did not issue any new warrants.

During the period ended March 31, 2022, the Company issued 369,000 finders' warrants and 400,000 warrants that were attached to units described above.

The 369,000 finders' warrants were valued at $32,603; using the Black-Scholes option pricing model and assuming the following:

| | **Compensation Options** |
|---|---|
| Exercise price per option | $0.10 |
| Expected life | 5 years |
| Dividend yield | Nil |
| Expected Volatility | 125% |
| Estimated fair value per warrant | $0.08 |

Information regarding the Company's warrant activity is summarized below:

| | Number of warrants | Weighted average exercise price |
|---|---|---|
| | | $ |
| Balance, December 31, 2021 | 769,000 | 0.18 |
| Issued | 725,000 | 0.25 |
| Balance December 31, 2022 | 1,497,000 | - |
| Exercised | (50,000) | 0.10 |
| **Balance, March 31, 2023** | **1,447,000** | **0.0178** |

The following table summarizes warrants outstanding at March 31, 2023:

| Expiry Date | Exercise price | Number of warrants Outstanding |
|---|---|---|
| | $ | |
| December 31, 2023 | 0.25 | 400,000 |
| October 27, 2024 | 0.25 | 372,000 |
| November 10, 2024 | 0.25 | 356,000 |
| October 5, 2026 | 0.10 | 319,000 |
| | | **1,447,000** |

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 ("CEO") and Chief Financial Officer ("CFO").

(Expressed in Canadian dollars)

6. RELATED PARTY BALANCES AND TRANSACTIONS (continued)

Legal fees are incurred with firm controlled by a close family member of the CFO.

The Company had incurred the following key management personnel cost from related parties:

| | **March 31, 2023** | **March 31, 2022** |
|---|---|---|
| Accounting fees | 17,150 | - |
| Legal fees | 27,510 | 14,070 |
| Management fees | 18,000 | 18,000 |
| Rent | 2,250 | 2,250 |
| Share-based payment | - | 71,875 |

During the period ended March 31, 2022, the Company issued 800,000 stock options with an estimated fair value of $71,875.

During the year ended December 31, 2022, the Company paid management fees of $38,000 and rent of $9,000 to a company controlled by the CEO and President of the Company.

As at December 31, 2022 the Company had $7,000 in accounts payable and accrued liabilities owing to a company controlled by the CFO of the company and $38,600 owing to a company controlled by a director of the Company.

During the period ended December 31, 2020, the Company issued 2,000,000 common shares with estimated fair value of $40,000 (see Note 5c) to directors and officers of the Company. Accordingly, the Company recorded an amount of $30,000 as share-based payments for the period ended December 31, 2020.

During the period ended December 31, 2020, the Company paid management fees of $14,300 and rent of $3,000 to the CEO and President of the Company.

During the period ended December 31, 2020, the Company entered into a mineral property option agreement with Gravel Ridge Resources Ltd. (the “Optionor”) as described in Note 4. The Company and the Optionor share key management personnel.

7. MANAGEMENT OF CAPITAL

The Company defines capital as all components of shareholders’ equity. The Company manages its capital structure and makes adjustments to it, based on the funds available to the Company. The Board of Directors does not establish quantitative return on capital criteria for management, but rather relies on the expertise of the Company’s management to sustain future development of the business.

In the past, the Company has raised funds through the issuance of common shares. However, it is uncertain whether the Company will continue to be successful in raising funds through the issuance of common shares in the future. Management reviews its capital management approach on an ongoing basis and believes this approach, given the relative size of the Company, is reasonable.

There were no changes to the Company’s approach to capital management during the three month period ended March 31, 2023.

8. FINANCIAL INSTRUMENTS AND FINANCIAL RISK

The Company’s financial instruments are subject to certain risks.

**Credit risk**

Financial instruments that potentially subject the Company to concentrations of credit risk consist principally of cash, amounts receivable and deposits. The risk arises from the non-performance by counterparties of contractual financial obligations. To minimize credit risk, the Company places cash and deposits with high credit quality financial institutions and brokerage firms. The Company’s amounts receivable consists mainly of input tax credits due from the Government of Canada and as such are exposed to insignificant credit risk.

The maximum exposure to credit risk is the carrying amount of the Company’s financial instruments.

**Liquidity risk**

The Company’s approach to managing liquidity risk is to have sufficient funds to meet liabilities when they become due.

**Market risk**

Market risks consist of interest rate risk, foreign currency risk and other price risk.

Interest rate risk

As at March 31, 2023, the Company is not exposed to interest rate risk.

Foreign 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. The principal business of the Company is the identification and evaluation of assets or a business and once identified or evaluated, to negotiate an acquisition or participation in a business subject to receipt of shareholder approval and acceptance by regulatory authorities.

Other price risk

Other price risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate due to changes in market prices, other than those arising from interest rate risk.

The Company is exposed to price risk with respect to equity prices. Equity price risk is defined as the potential adverse impact on the Company’s earnings due to movements in individual equity prices or general movements in the level of the stock market. The Company’s ability to raise capital to fund operations is subject to risks associated with equity prices.

## 9. COMMITMENTS

During the year ended December 31, 2022, the Company closed a brokered private placement selling 728 units to raise a total $586,040. Each unit consisted of 4,500 flow-through common shares, 1,000 common shares, and 1,000 common share purchase warrants. As a result of the private placement the Company issued 3,276,000 flow-through common shares. The flow-through share premium recognized upon issuance was $98,296. Expenditures related to the use of flow-through share proceeds are not available as a tax deduction to the Company as the tax benefits of these expenditures are renounced to the investors. The Company is obligated to renounce $491,400. As at March 31, 2023, the Company had incurred $181,743 in qualifying exploration expenditures.

The Company is committed to certain cash payments, common share issuances and exploration expenditures as described in Note 4.