

FORTY PILLARS MINING CORP.

Condensed Interim Financial Statements

For the Three Months Ended May 31, 2024 and 2023

(Unaudited - expressed in Canadian Dollars)

**NOTICE OF NO AUDITOR REVIEW OF
CONDENSED 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 financial statements have not been reviewed by an auditor.

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

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

FORTY PILLARS MINING CORP.**Condensed Interim Statements of Financial Position****(Unaudited - expressed in Canadian Dollars)**

	Note	May 31, 2024	February 29, 2024
		\$	\$
ASSETS			
Current assets			
Cash		17,838	58,175
Amounts receivable		14,865	9,992
Deferred share issuance costs	13	5,932	-
		38,635	68,167
Exploration and evaluation assets	3	536,983	536,931
		575,618	605,098
LIABILITIES			
Current liabilities			
Accounts payable and accrued liabilities	8	374,733	312,544
		374,733	312,544
SHAREHOLDERS' EQUITY			
Share capital	7	3,030,787	2,890,787
Subscriptions Received	13	40,000	-
Reserves		424,392	389,147
Deficit		(3,294,294)	(2,987,380)
		200,885	292,554
		575,618	605,098

Nature of operations and going concern (Note 1)**Subsequent events (Note 13)****Approved on behalf of the Board of Directors on July 25, 2024**/s/ Nader VatanchiNader Vatanchi
Director/s/ Ashish MisquithAshish Misquith
Director

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

FORTY PILLARS MINING CORP.**Condensed Interim Statements of Loss and Comprehensive Loss
(Unaudited - expressed in Canadian Dollars)**

		Three months ended	
	Note	2024	May 31, 2023
		\$	\$
Expenses			
Consulting fees		48,750	-
Filing and listing fees		3,255	2,653
Interest expense	5,6	-	47,164
Management and director fees	8	24,000	22,500
Office and general		2,013	2,779
Professional fees	8	43,651	6,000
Share based compensation	7	35,245	-
Operating expenses		(156,914)	(81,096)
Unrealized loss on fair value of investments	4	-	(9,163)
Impairment of exploration and evaluation asset	3	(150,000)	-
Loss and comprehensive loss for the period		(306,914)	(90,259)
Basic and diluted loss per common share		(0.03)	(0.02)
Weighted average number of common shares outstanding – basic and diluted		11,348,400	4,897,530

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

FORTY PILLARS MINING CORP.**Condensed Interim Statements of Cash Flows**
(Unaudited - expressed in Canadian Dollars)

		Three months ended May 31, 2023
	2024	
	\$	\$
Cash flows used in operating activities		
Loss for the period	(306,914)	(90,259)
Items not affecting cash:		
Interest expense	-	47,164
Unrealized loss on fair value of investments	-	9,163
Impairment of exploration and evaluation asset	150,000	-
Share based compensation	35,245	-
Changes in non-cash working capital:		
Amounts receivable	(4,873)	(424)
Accounts payable and accrued liabilities	62,189	33,040
Deferred share issuance costs	(5,932)	-
	(70,285)	(1,316)
Cash flows used in investing activities		
Exploration and evaluation assets	(52)	-
Cash paid to acquire Element 92 Uranium Property	(10,000)	-
	(10,052)	-
Cash flows provided by financing activities		
Subscriptions received	40,000	-
	40,000	-
Change in cash during the period	(40,337)	(1,316)
Cash, beginning of period	58,175	981
Cash, end of period	17,838	-
Bank indebtedness, end of period	-	335

Supplemental cash flow information (Note 9)

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

FORTY Pillars Mining Corp.
Condensed Interim Statements of Changes in Shareholders' Equity
(Unaudited - expressed in Canadian Dollars)

	Number of common shares	Share Capital	Subscriptions Received	Reserves – Share-based payments	Reserves – Capital Contribution	Total Reserves	Deficit	Total
		\$	\$	\$	\$	\$	\$	\$
Balance, February 28, 2023	4,897,530	2,625,039	-	106,153	282,994	389,147	(1,372,022)	1,642,164
Loss for the period	-	-	-	-	-	-	(90,259)	(90,259)
Balance, May 31, 2023	4,897,530	2,625,039	-	106,153	282,994	389,147	(1,462,281)	1,551,905
Units issued for cash	2,440,000	122,000	-	-	-	-	-	122,000
Share issuance costs	-	(13,752)	-	-	-	-	-	(13,752)
Shares issued for debt settlement	2,250,000	157,500	-	-	-	-	-	157,500
Loss for the period	-	-	-	-	-	-	(1,525,099)	(1,525,099)
Balance, February 29, 2024	9,587,530	2,890,787	-	106,153	282,994	389,147	(2,987,380)	292,554
Shares issued for exploration and evaluation assets	2,000,000	140,000	-	-	-	-	-	140,000
Shares subscriptions received	-	-	40,000	-	-	-	-	40,000
Share based compensation	-	-	-	35,245	-	35,245	-	35,245
Loss for the period	-	-	-	-	-	-	(306,914)	(306,914)
Balance, May 31, 2024	11,587,530	3,030,787	40,000	141,398	282,994	424,392	(3,294,294)	200,885

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

FORTY PILLARS MINING CORP.

**Notes to the Condensed Interim Financial Statements
For the Three Months Ended May 31, 2024 and 2023
(Unaudited - expressed in Canadian Dollars)**

1. NATURE OF OPERATIONS AND GOING CONCERN

Forty Pillars Mining Corp. (the "Company") was incorporated under the Business Corporations Act (British Columbia) ("BCBCA") on February 4, 2021. The address of its head office is located at Suite 488-625 Howe Street, Vancouver, British Columbia, Canada V6C 2T6. The Company's registered and records office is 400 – 725 Granville Street, Vancouver, British Columbia, Canada, V7Y 1G5.

The Company was created to facilitate an Arrangement Agreement dated April 1, 2021 ("Arrangement Agreement") with Origen Resources Inc. ("Origen"). In accordance with the Arrangement Agreement, the Company was incorporated as a wholly-owned subsidiary of Origen. Origen transferred its mineral exploration business and other assets to the Company in exchange for 3,242,589 common shares. The common shares were then distributed to Origen and the shareholders of Origen. The exchange in shares for the exploration business and other assets has been recorded as a capital transaction at the fair value of the net assets received.

On May 31, 2021, the Company was listed on the Canadian Securities Exchange ("CSE") under the symbol PLLR.

The Company's continuing operations, as intended, are dependent upon its ability to identify, evaluate and negotiate an acquisition of or participation in an interest in properties, assets or businesses.

These financial statements have been prepared on a going concern basis in accordance with IFRS Accounting Standards with the assumption that the Company will be able to realize its assets and discharge its liabilities in the normal course of business.

The ability of the Company to continue as a going concern is dependent on its ability to obtain additional equity financing and achieve future profitable operations. As at May 31, 2024, the Company had a working capital deficit of \$336,098, had not yet achieved profitable operations and had an accumulated deficit of \$3,294,294 since its inception. The Company expects to incur further losses in the development of its business. All of these circumstances comprise a material uncertainty which may cast significant doubt on the Company's ability to continue as a going concern. While the Company has been successful in securing financings in the past, there is no assurance that it will be able to do so in the future. If the going concern assumption were not appropriate for these financial statements, it could be necessary to restate the Company's assets and liabilities on a liquidation basis.

These condensed interim financial statements do not include any adjustments relating to the recoverability and classification of recorded asset amounts and classification of liabilities that might be necessary should the Company be unable to continue in existence.

There are many external factors that can adversely affect general workforces, economies and financial markets globally. Examples include, but are not limited to, the COVID-19 global pandemic and political conflict in other regions. It is not possible for the Company to predict the duration or magnitude of adverse results of such external factors and their effect on the Company's business or ability to raise funds.

FORTY PILLARS MINING CORP.

Notes to the Condensed Interim Financial Statements
For the Three Months Ended May 31, 2024 and 2023
(Unaudited - expressed in Canadian Dollars)

2. BASIS OF PRESENTATION

These condensed interim financial statements have been prepared in accordance to IAS 34 Interim Financial Reporting using accounting policies consistent with IFRS Accounting Standards ("IFRS") issued by the International Accounting Standards Board ("IASB"). The condensed interim financial statements should be read in conjunction with the annual financial statements for the year ended February 29, 2024.

The Company uses the same accounting policies and methods of computation as in the annual financial statements for the year ended February 29, 2024.

The condensed interim financial statements have been prepared on the historical cost basis except for certain financial instruments that are measured at revalued amounts or fair values. In addition, the condensed interim financial statements have been prepared using the accrual basis of accounting, except for cash flow disclosure.

The preparation of interim financial statements requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates.

The condensed interim financial statements are presented in Canadian dollars, which is also the Company's functional currency.

FORTY PILLARS MINING CORP.**Notes to the Condensed Interim Financial Statements****For the Three Months Ended May 31, 2024 and 2023****(Unaudited - expressed in Canadian Dollars)****3. EXPLORATION AND EVALUATION ASSETS**

As at May 31, 2024 and February 29, 2024, the Company has capitalized the following acquisition, exploration and evaluation costs on its mineral properties:

	Silver Dollar \$	Beatrice \$	Wishbone \$	Element 92 Uranium \$	Total \$
Acquisition Costs					
Balance, February 28, 2023	434,040	17,880	3,205,089	-	3,657,009
Impairment	-	-	(1,308,442)	-	(1,308,442)
Disposal	-	-	(1,896,647)	-	(1,896,647)
Balance, February 29, 2024	434,040	17,880	-	-	451,920
Additions:					
Cash acquisition costs	-	-	-	10,000	10,000
Share acquisition costs	-	-	-	140,000	140,000
Impairment	-	-	-	(150,000)	(150,000)
Balance, May 31, 2024	434,040	17,880	-	-	451,920
Exploration and Evaluation Costs					
Balance, February 28, 2023	84,906	52	3,875	-	88,833
Reporting and other	-	53	-	-	53
Impairment	-	-	(3,875)	-	(3,875)
Balance, February 29, 2024	84,906	105	-	-	85,011
Reporting and other	-	52	-	-	52
Balance, May 31, 2024	84,906	157	-	-	85,063
Balance, February 29, 2024	518,946	17,985	-	-	536,931
Balance, May 31, 2024	518,946	18,037	-	-	536,983

Silver Dollar Property, British Columbia

On May 21, 2021, the Company acquired the Silver Dollar Property as part of the Arrangement Agreement.

The Company owns a 100% interest in the Silver Dollar Property, located in the Revelstoke Mining District of British Columbia, subject to an existing 1.0% net smelter return ("NSR") royalty held by Happy Creek Minerals Ltd., beginning upon commencement of commercial production on the property.

Beatrice Mineral Property, British Columbia

The Company acquired 100% of the Beatrice Mineral Property as part of the Arrangement Agreement. The Beatrice Property is located to the south of the Silver Dollar Property.

FORTY PILLARS MINING CORP.

Notes to the Condensed Interim Financial Statements
For the Three Months Ended May 31, 2024 and 2023
(Unaudited - expressed in Canadian Dollars)

Wishbone Property

On October 4, 2021, the Company entered into a Sale and Assignment Agreement (the "Agreement") with Origen to acquire an option to acquire 100% interest to 10 mineral claims located in the Liard Mining Division in British Columbia (the "Wishbone Property"). The Wishbone Property is subject to a 1% NSR Royalty. The Company also granted a 1% NSR to Origen. Half of the NSR (0.5%) could have been purchased prior to commercial production for \$1,000,000.

The Company had the option to acquire the property by:

- Paying total cash consideration of \$3,000,000, of which \$1,000,000 was paid in cash and \$2,000,000 was paid in the form of a promissory note with a 3-year term, bearing interest at 5% per annum, with interest payable monthly (Note 5).
- Reimbursing Origen \$140,089 for airborne survey costs incurred (paid); and
- Making the remaining share issuances and cash payments under the original property agreement, being:
 - 66,667 common shares (issued and valued at \$15,000) and \$50,000 cash (paid) by May 29, 2022; and
 - 66,667 common shares and \$50,000 cash by May 29, 2023; and
 - Advance royalty payments of \$10,000 cash commencing May 29, 2024, until the commencement of commercial production.

On June 28, 2023, the Company entered into an agreement whereby Origen repurchased the rights to the Wishbone Property in exchange for extinguishment of the promissory note. During the year ended February 29, 2024, an impairment of \$1,312,317 was recorded for the Wishbone Property. The impairment recognized is due to the difference between the carrying value of the Wishbone Property and the promissory note.

Element 92 Uranium Property

On March 1, 2024, the Company entered into a property purchase agreement with an arm's length party, Oberon Uranium Corp. ("Oberon"), pursuant to which the Company agreed to acquire the Element 92 Uranium Property, comprised of a single Saskatchewan mineral claim number covering 5,961 hectares located in northern Saskatchewan, Canada on the southern end of the Athabasca region.

The Company acquired the property by:

- Paying total cash consideration of \$10,000 (paid) on March 12, 2024.
- Issuing 2,000,000 common shares (issued and valued at \$140,000) at a deemed price of \$0.07 on March 12, 2024.

On May 29, 2024, the Company announced that it will no longer be proceeding with the Element 92 Uranium Property in order to focus resources on the Silver Dollar Property and elected to allow the mineral claim to lapse. During the three months ended May 31, 2024, an impairment of \$150,000 was recorded for the Element 92 Uranium Property.

FORTY Pillars Mining Corp.

Notes to the Condensed Interim Financial Statements
For the Three Months Ended May 31, 2024 and 2023
(Unaudited - expressed in Canadian Dollars)

4. INVESTMENTS

The movements in investments during the three months ended May 31, 2024 and year ended February 29, 2024 are summarized as follows:

	Share Purchase Warrants \$	Total Investments \$
Balance, February 28, 2023	9,252	9,252
Revaluation loss	(9,252)	(9,252)
Balance, February 29, 2024 and May 31, 2024	-	-

Alpha Copper Corp. (CAVU Energy Metals Corp.)

During the year ended February 28, 2022, the Company acquired 500,000 units of CAVU Energy Metals Corp. ("CAVU") at a price of \$0.40 per unit totaling \$200,000. Each unit was comprised of one common share and one common share purchase warrant. Each whole warrant was exercisable into a common share at an exercise price of \$0.60 until January 21, 2024. On initial recognition, no value was attributed to the share purchase warrants.

On December 19, 2022, CAVU was acquired by Alpha Copper Corp. ("ALCU") pursuant to a plan of arrangement. As a result, each holder of a common share of CAVU received 0.7 common share of ALCU. Warrants of CAVU were also exchanged for ALCU warrants based on the 0.7 exchange ratio.

During the year ended February 28, 2023, and prior to the acquisition of CAVU by ALCU, the Company sold 500,000 common shares of CAVU for net proceeds of \$74,485 and recorded a realized loss on investments of \$60,515.

On October 23, 2023, ALCU consolidated its common shares on the basis of one-post-consolidation common share for every four pre-consolidation common shares.

On January 21, 2024, 87,500 warrants of ALCU expired unexercised.

FORTY PILLARS MINING CORP.**Notes to the Condensed Interim Financial Statements****For the Three Months Ended May 31, 2024 and 2023****(Unaudited - expressed in Canadian Dollars)****5. PROMISSORY NOTE**

	\$
Balance, February 28, 2023	1,834,386
Interest	62,261
Extinguishment of promissory note	(1,896,647)
Balance, February 29, 2024 and May 31, 2024	-

On October 4, 2021, as part of the Agreement with Origen to acquire the Wishbone Property the Company issued a promissory note for \$2,000,000, bearing interest at 5% per annum and maturing on October 4, 2024. As Origen is a significant shareholder of the Company, the Company determined that a below-market interest rate was provided. The Company fair valued the loan at \$1,679,240 using a 6% discount rate, which represented the difference between the market interest rate of 11% and the promissory note interest rate of 5%. The difference between the initial fair value and the face value of the promissory note of \$320,760 (\$234,155 net of tax effect) was treated as a capital contribution to the Company from Origen, since Origen is a significant shareholder of the Company. The promissory note will be accreted to its face value over the term of the note at an effective interest rate of 5.70%.

On October 14, 2022, the Company entered into a loan reduction agreement with Origen. Pursuant to the terms of the agreement, the Company paid Origen \$70,000 to reduce the principal of the promissory note by \$140,000. A new promissory note was signed for the principal amount of \$1,860,000 with all other terms and conditions being the same. During the year ended February 28, 2023, the Company recorded a gain on debt modification of \$48,839 to capital contributions in reserves.

On June 28, 2023, the Company entered into an agreement whereby Origen repurchased the rights to the Wishbone Property in exchange for extinguishment of the promissory note (Note 3).

During the three months ended May 31, 2024, accretion expense of \$nil (2023 - \$23,914) has been included in interest expense on the condensed interim statements of loss and comprehensive loss.

6. LOANS PAYABLE

	\$
Balance, February 28, 2023	-
Loans received	10,000
Interest	196
Loan repayment	(10,196)
Balance, February 29, 2024 and May 31, 2024	-

On November 14, 2023, the Company received two \$5,000 loans from third-party lenders. The loans bore interest at 10% per annum and were due on demand.

FORTY PILLARS MINING CORP.**Notes to the Condensed Interim Financial Statements
For the Three Months Ended May 31, 2024 and 2023
(Unaudited - expressed in Canadian Dollars)**

During the year ended February 29, 2024, the Company repaid both \$5,000 loans and associated interest of \$196.

As at May 31, 2024, total loans owing was \$nil (February 29, 2024 - \$nil).

7. SHARE CAPITAL**Authorized**

Unlimited number of common shares without par value

Issued and outstanding

During the three months ended May 31, 2024, the Company had the following share issuance:

- On March 12, 2024, 2,000,000 common shares were issued to purchase the Element 92 Uranium Property. The fair value of the common shares was \$140,000.

During the year ended February 29, 2024, the Company had the following share issuances:

- On January 16, 2024, the Company closed a private placement for gross proceeds of \$122,000 through the sale of 2,440,000 units at a price of \$0.05 per unit. Each unit was comprised of one common share and one common share purchase warrant of the Company. Each warrant will entitle the holder to purchase one additional common share at a price of \$0.06 per share for a 60-month period. The warrants were fair valued at \$nil using the residual value method. Share issuance costs of \$5,870 were incurred in connection with the private placement.
- On February 13, 2024, 2,250,000 common shares were issued to settle \$225,000 of trade payables. The fair value of the common shares was \$157,500 and the Company recognized a gain on debt settlement of \$67,500. Share issuance costs of \$7,882 were incurred in connection with the debt settlement.

Stock options

The Company has a stock option plan under which it can grant options to directors, officers, employees, and consultants for up to 20% of the issued and outstanding common shares, combined with the number of restricted share units outstanding. The exercise price of each option is based on the market price of the Company's stock at the date of grant. The options can be granted for a term of ten years and vest as determined by the board of directors.

FORTY PILLARS MINING CORP.**Notes to the Condensed Interim Financial Statements****For the Three Months Ended May 31, 2024 and 2023****(Unaudited - expressed in Canadian Dollars)**

Share option transactions are summarized as follows:

	Share Options #	Weighted Average Exercise Price \$
Balance, February 28, 2023	191,665	0.66
Cancelled	(158,331)	0.66
Balance, February 29, 2024 and May 31, 2024	33,334	0.66

During the three months ended May 31, 2024 and year ended February 29, 2024, the Company did not issue any share options.

A summary of the share options outstanding and exercisable at May 31, 2024 is as follows:

Number of Options Outstanding and Exercisable	Exercise Price \$	Remaining Life (years)	Expiry Date
33,334	0.66	2.00	May 31, 2026

Restricted share units

The Company has a restricted share unit ("RSU") plan under which it can grant RSUs to directors, officers, employees, and consultants for up to 20% of the issued and outstanding common shares, combined with the number of share options outstanding.

During the three months ended May 31, 2024, the Company granted 1,075,000 RSUs to consultants of the Company. The RSUs vest on July 12, 2024.

During the year ended February 29, 2024, the Company did not grant any RSUs.

RSU transactions are summarized as follows:

	Restricted Share Units #
Balance, February 28, 2023 and February 29 2024	-
Granted	1,075,000
Balance, May 31, 2024	1,075,000

During the three months ended May 31, 2024, the Company recorded \$35,245 (2023 - \$nil) of share-based compensation related to RSUs.

FORTY PILLARS MINING CORP.

Notes to the Condensed Interim Financial Statements
For the Three Months Ended May 31, 2024 and 2023
(Unaudited - expressed in Canadian Dollars)

Share purchase warrants

Warrant transactions are summarized as follows:

	Warrants #	Weighted Average Exercise Price \$
Balance, February 28, 2023 and February 29, 2024	4,940,000	0.39
Issued	-	-
Balance, May 31, 2024	4,940,000	0.39

A summary of warrants outstanding at May 31, 2024 is as follows

Number of Warrants	Exercise Price \$	Remaining Life (years)	Expiry Date
2,500,000	0.72	0.41	October 28, 2024
2,440,000	0.06	4.63	January 16, 2029

Escrow shares

As at May 31, 2024, nil common shares (February 29, 2024 – 6,577) remained in escrow.

8. RELATED PARTY TRANSACTIONS

Key management personnel are those persons having authority and responsibility for planning, directing and controlling the activities of the Company, directly or indirectly. Key management personnel include the Company's executive officers and certain of the members of the Board of Directors. Transactions with related parties are made in the normal course of business and are measured at the exchange amount, which is the amount of consideration established and agreed to by the related parties.

Summary of key management personnel compensation is as follows:

	2024 \$	Three months ended May 31, 2023 \$
Management and director fees ¹	24,000	22,500
Professional fees ²	8,400	6,000
Total	32,400	28,500

¹Management fees consist of fees paid or accrued to the CEO and a director.

²Professional fees include amounts paid or accrued to a company in which the CFO acted as management.

FORTY Pillars Mining Corp.**Notes to the Condensed Interim Financial Statements
For the Three Months Ended May 31, 2024 and 2023
(Unaudited - expressed in Canadian Dollars)**

Accounts payable and accrued liabilities at May 31, 2024, includes \$118,596 (February 29, 2024 - \$84,525) owing to directors, officers, or to companies significantly controlled by common directors for unpaid fees and expense reimbursements. All amounts owing are non-interest bearing and incurred in the normal course of business.

During the year ended February 29, 2024, the Company settled \$67,500 of trades payable owing to the CEO and a company in which the CFO acted as management through the issuance of 675,000 common shares valued at \$47,250.

9. SUPPLEMENTAL CASH FLOW INFORMATION

During the three months ended May 31, 2024, the Company entered into the following non-cash transaction:

- The Company issued 2,000,000 common shares with a fair value of \$140,000 pursuant to the acquisition of the Element 92 Uranium Property (Note 3)

During the three months ended May 31, 2023, the Company did not enter into any non-cash transactions.

As at May 31, 2024, \$5,956 (February 29, 2024 - \$5,956) of exploration and evaluation asset expenditures were included in accounts payable and accrued liabilities

10. CAPITAL MANAGEMENT

The Company does not have any externally imposed regulatory capital requirements for managing capital. The Company has defined its capital as items within shareholders' equity, as determined at each reporting date.

The Company's objectives when managing capital are to safeguard the entity's ability to continue as a going concern, so that it can continue to provide returns for shareholders and benefits for other stakeholders. The Company sets the amount of capital in proportion to risk. The Company manages the capital structure and makes adjustments to it in the light of changes in economic conditions and the risk characteristics of the underlying assets. In order to maintain or adjust the capital structure, the Company may issue new shares, or engage in debt financing.

The Company is dependent on the capital markets as its sole source of operating capital and the Company's capital resources are largely determined by the strength of the junior resource markets and by the status of the Company's projects in relation to these markets, and its ability to compete for investor support for its projects.

FORTY PILLARS MINING CORP.**Notes to the Condensed Interim Financial Statements****For the Three Months Ended May 31, 2024 and 2023****(Unaudited - expressed in Canadian Dollars)****11. FINANCIAL INSTRUMENTS AND RISK MANAGEMENT****Categories of financial assets and financial liabilities**

Financial instruments are classified into one of the following categories: FVTPL; amortized cost; and FVTOCI. The carrying values of the Company's financial instruments are classified into the following categories:

Financial Instrument	Category	May 31, 2024	February 29, 2024
		\$	\$
Cash	Amortized cost	17,838	58,175
Accounts payable and accrued liabilities	Amortized cost	(374,733)	(312,544)

The Company's financial instruments recorded at fair value require disclosure about how the fair value was determined based on significant levels of inputs described in the following hierarchy:

Level 1 - Quoted prices are available in active markets for identical assets or liabilities as of the reporting date. Active markets are those in which transactions occur in sufficient frequency and value to provide pricing information on an ongoing basis.

Level 2 - Pricing inputs are other than quoted prices in active markets included in Level 1. Prices in Level 2 are either directly or indirectly observable as of the reporting date. Level 2 valuations are based on inputs including quoted forward prices for commodities, time value and volatility factors, which can be substantially observed or corroborated in the market-place.

Level 3 - Valuations in this level are those with inputs for the asset or liability that are not based on observable market data.

The recorded amounts for cash and accounts payable and accrued liabilities, approximate their fair value due to their short-term nature.

Risk exposure

The Company's risk exposures and the impact on the Company's financial instruments are summarized below:

a) Credit risk

Credit risk is the risk of loss associated with a counterparty's inability to fulfill its payment obligations. The Company's credit risk is primarily attributable to cash. Management believes that the credit risk concentration with respect to financial instruments is remote.

b) Liquidity risk

Liquidity risk is the risk that the Company will not be able to meet its obligations as they come due. The Company's ability to continue as a going concern is dependent on management's ability to raise the required capital through future equity or debt issuances but there can be no assurance that such

FORTY PILLARS MINING CORP.**Notes to the Condensed Interim Financial Statements
For the Three Months Ended May 31, 2024 and 2023
(Unaudited - expressed in Canadian Dollars)**

financing will be available on a timely basis under terms acceptable to the Company. The Company manages its liquidity risk by forecasting cash flows from operations and anticipating any investing and financing activities. As at May 31, 2024, the Company had a cash balance of \$17,838 to settle current liabilities of \$374,733 and is subject to liquidity risk (Note 1).

c) Market risk

Market risk is the risk of loss that may arise from changes in market factors such as interest rates and commodity prices. These fluctuations may be significant.

- Interest rate risk

Interest rate risk is the risk the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. Financial assets and liabilities with variable interest rates expose the Company to cash flow interest rate risk. The Company does not hold any financial liabilities with variable interest rates. The Company does not believe it is currently subject to any significant interest rate risk.

- Price risk

The Company is exposed to price risk with respect to commodity prices. Commodity price risk is defined as the potential adverse impact on earnings and economic value due to commodity price movements and volatilities. The Company closely monitors commodity prices, and the stock market to determine the appropriate course of action to be taken by the Company.

12. SEGMENTED INFORMATION

As at May 31, 2024, the Company currently operates in one segment, being the acquisition and exploration and evaluation of resource assets located in Canada as described in Note 3.

13. SUBSEQUENT EVENTS

Subsequent to May 31, 2024:

- In July 2024, the Company closed a private placement for gross proceeds of \$285,000 through the sale of 5,700,000 units at a price of \$0.05 per unit. Each unit consists of one common share and one transferable common share purchase warrant of the Company. Each warrant entitles the holder to purchase one additional common share at a price of \$0.065 per share for a 60-month period.

As at May 31, 2024, share issuance costs of \$5,932 were incurred in connection with the private placement and has been recorded as deferred share issuance costs on the condensed interim statements of financial position. As at May 31, 2024, gross proceeds of \$40,000 have been received by the Company and has been recorded as subscriptions received on the condensed interim statements of financial position.