
**INSPIRATION ENERGY CORP.
(FORMERLY ROCK EDGE RESOURCES LTD.)**

CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEARS ENDED APRIL 30, 2024 AND 2023

(EXPRESSED IN CANADIAN DOLLARS)

INDEPENDENT AUDITOR'S REPORT

To the Shareholders of Inspiration Energy Corp. (formerly Rock Edge Resources Ltd.):

Opinion

We have audited the consolidated financial statements of Inspiration Energy Corp. (formerly Rock Edge Resources Ltd.) and its subsidiary (together the "Company"), which comprise the consolidated statements of financial position as at April 30, 2024 and 2023, and the consolidated statements of loss and comprehensive loss, consolidated statements of changes in shareholders' equity (deficiency) and consolidated statements of cash flows for the years then ended, and notes to the consolidated financial statements, including material accounting policy information.

In our opinion, the accompanying consolidated financial statements present fairly, in all material respects, the consolidated financial position of the Company as at April 30, 2024 and 2023, and its consolidated financial performance and its consolidated cash flows for the years then ended in accordance with IFRS Accounting Standards.

Basis for Opinion

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Consolidated Financial Statements* section of our report. We are independent of the Company in accordance with the ethical requirements that are relevant to our audit of the consolidated financial statements in Canada, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Material Uncertainty Related to Going Concern

We draw attention to Note 1 in the consolidated financial statements, which describes conditions indicating that a material uncertainty exists that may cast significant doubt on the Company's ability to continue as a going concern. Our opinion is not modified in respect of this matter.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the consolidated financial statements for the year ended April 30, 2024. These matters were addressed in the context of our audit of the consolidated financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

In addition to the matter described in the *Material Uncertainty Related to Going Concern* section of our auditor's report, we have determined the matter described below to be the key audit matters to be communicated in our report.

Key audit matter	How our audit addressed the key audit matter
<i>Assessment of the existence of impairment indicators for exploration and evaluation assets</i>	
Refer to note 5	Our approach to addressing the matter involved the following procedures, among others:
<p>As at April 30, 2024, the carrying amount of the Company's exploration and evaluation assets was \$140,750.</p> <p>At each reporting period, management assesses exploration and evaluation assets to determine whether there are any indicators of impairment. If any such indicators exist, the asset's recoverable amount is estimated. An impairment loss is recognized if the carrying amount of an asset exceeds its estimated recoverable amount.</p> <p>Management assesses exploration and evaluation assets for impairment based on, at minimum, the presence of any of the following indicators:</p> <ul style="list-style-type: none"> (i) the period for which the Company has the right to explore in the specific area has expired during the year or will expire in the near future, and is not expected to be renewed; (ii) substantive expenditure on further exploration for and evaluation of mineral resources in the specific area is neither budgeted nor planned; (iii) the Company has decided to discontinue exploration for and evaluation of mineral resources in the specific area; and/or, (iv) for areas of likely development, available data indicates that the carrying amount exceeds the recoverable amount. <p>Impairment indications were identified for the Stockwork, Superb, Maun Lithium, Terrier Lithium, and Pag North properties. The carrying amounts exceed the recoverable amounts of the assets and for the year ended April 30, 2024, an impairment of \$565,943 was recognized.</p> <p>We considered this a key audit matter due to the significance of the exploration and evaluation assets and the judgments made by management in their assessment of impairment indicators related to exploration and evaluation assets. These factors have resulted in a high degree of subjectivity in performing audit procedures, related to the judgment applied by management.</p>	<p>Evaluating the judgments made by management in determining the impairment indicators, which included the following:</p> <ul style="list-style-type: none"> • Obtained, for a sample of claims by reference to government registries, evidence to support (i) the right to explore the area and (ii) claim expiration dates. • Read the board of directors' minutes and resolutions, and obtained evidence supporting the continued and planned exploration expenditures. • Assessed whether available data indicates the potential for commercially viable mineral resources. • Based on evidence obtained in other areas of the audit, considered whether other facts and circumstances suggest that the carrying amount may exceed the recoverable amount.

Other Information

Management is responsible for the other information. The other information comprises the information included in the Management's Discussion and Analysis filed with the relevant Canadian securities commissions.

Our opinion on the consolidated financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the consolidated financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the consolidated financial statements or our knowledge obtained in the audit and remain alert for indications that the other information appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact in this auditor's report. We have nothing to report in this regard.

Responsibilities of Management and Those Charged with Governance for the Consolidated Financial Statements

Management is responsible for the preparation and fair presentation of the consolidated financial statements in accordance with IFRS Accounting Standards, and for such internal control as management determines is necessary to enable the preparation of consolidated financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Consolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated financial statements.

As part of an audit in accordance with Canadian generally accepted auditing standards, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the consolidated financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

The engagement partner on the audit resulting in this independent auditor's report is Aycha Aziz.

Baker Tilly WM LLP

CHARTERED PROFESSIONAL ACCOUNTANTS

Vancouver, B.C.
October 28, 2024

INSPIRATION ENERGY CORP. (FORMERLY ROCK EDGE RESOURCES LTD.)
CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
(Expressed in Canadian Dollars)

	April 30, 2024	April 30, 2023
ASSETS		
CURRENT		
Cash	\$ 1,996	\$ 169,293
Amounts receivable	9,717	13,710
Prepaid	30,333	71,733
	42,046	254,736
EXPLORATION AND EVALUATION ASSETS (Note 5)	140,750	493,813
	\$ 182,796	\$ 748,549

LIABILITIES

CURRENT		
Accounts payable and accrued liabilities (Note 8)	\$ 284,030	\$ 103,309
Loan payable (Note 6)	32,000	-
Flow-through premium liability (Note 9)	20,093	65,350
	336,123	168,659

SHAREHOLDERS' EQUITY (DEFICIENCY)

SHARE CAPITAL (Note 7)	1,811,297	1,273,502
SHARE-BASED PAYMENTS RESERVE (Note 7)	301,501	244,201
DEFICIT	(2,266,125)	(937,813)
	(153,327)	579,890
	\$ 182,796	\$ 748,549

NATURE OF BUSINESS AND CONTINUING OPERATIONS (Note 1)
SUBSEQUENT EVENTS (Note 14)

Approved on behalf of the Board:

"James H. Place"
Director

"Charles Desjardins"
Director

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

INSPIRATION ENERGY CORP. (FORMERLY ROCK EDGE RESOURCES LTD.)
CONSOLIDATED STATEMENTS OF LOSS AND COMPREHENSIVE LOSS
FOR THE YEARS ENDED APRIL 30, 2024 and 2023
(Expressed in Canadian Dollars)

	2024	2023
EXPENSES		
Consulting fees (<i>Note 8</i>)	\$ 307,000	\$ 239,175
Filing and transfer agent fees	25,138	20,762
Penalties and interest (<i>Note 6</i>)	12,000	-
Loss on control on subsidiary (<i>Note 4</i>)	132,900	-
Management fees (<i>Note 8</i>)	25,000	32,500
Office and miscellaneous	52,407	65,514
Professional fees (<i>Note 8</i>)	101,438	101,088
Property investigation	425	6,160
Flow-through premium recovery (<i>Note 9</i>)	(45,257)	-
Share-based payments (<i>Note 8</i>)	35,500	135,800
Travel	115,818	52,041
Write-off of exploration and evaluation assets (<i>Note 5</i>)	565,943	34,500
NET LOSS AND COMPREHENSIVE LOSS	\$ (1,328,312)	\$ (687,540)
LOSS PER SHARE – BASIC AND DILUTED	\$ (0.20)	\$ (0.17)
WEIGHTED AVERAGE NUMBER OF COMMON SHARES OUTSTANDING – BASIC AND DILUTED	6,519,591	3,381,859

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

INSPIRATION ENERGY CORP. (FORMERLY ROCK EDGE RESOURCES LTD.)
CONSOLIDATED STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED APRIL 30, 2024 and 2023
(Expressed in Canadian Dollars)

	2024	2023
OPERATING ACTIVITIES		
Net loss for the year	\$ (1,328,312)	\$ (687,540)
Items not affecting cash:		
Share-based payments	35,500	135,800
Flow-through premium recovery	(45,257)	-
Loss of control on subsidiary	132,900	-
Penalties and interest	12,000	-
Write-off of exploration and evaluation assets	565,943	34,500
Changes in non-cash working capital balances:		
Amounts receivable	3,993	(2,511)
Prepaid expenses	41,400	(71,733)
Accounts payable and accrued liabilities	87,753	2,969
Cash used in operating activities	(494,080)	(588,515)
INVESTING ACTIVITIES		
Additions to exploration and evaluation assets	(178,812)	(125,500)
Cash used in investing activities	(178,812)	(125,500)
FINANCING ACTIVITIES		
Proceeds from loan	50,000	-
Repayment of loan	(30,000)	-
Shares issued for cash	524,550	709,100
Share issuance costs	(38,955)	(37,712)
Cash provided by financing activities	505,595	671,388
CHANGE IN CASH	(167,297)	(42,627)
CASH, BEGINNING OF YEAR	169,293	211,920
CASH, END OF YEAR	\$ 1,996	\$ 169,293
SUPPLEMENTAL CASH FLOW DISCLOSURES		
Interest paid	\$ -	\$ -
Income taxes paid	\$ -	\$ -
Exploration and evaluation assets included in accounts payable	\$ 92,968	\$ -
Fair value of broker's warrants granted	\$ 21,800	\$ -
Fair value of warrants issued for exploration and evaluation assets	\$ -	\$ 42,900
Flow-through share premium liability	\$ -	\$ 65,350
Shares issued for exploration and evaluation assets	\$ 74,000	\$ 202,000

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

INSPIRATION ENERGY CORP. (FORMERLY ROCK EDGE RESOURCES LTD.)
CONSOLIDATED STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY (DEFICIENCY)
(Expressed in Canadian Dollars)

	Common shares		Share-based payments reserve	Deficit	Total equity (deficiency)
	Number of shares	Amount			
As at April 30, 2022	2,740,000	\$ 465,464	\$ 65,501	\$ (250,273)	\$ 280,692
Private placements	2,145,833	709,100	-	-	709,100
Share issuance costs	-	(37,712)	-	-	(37,712)
Flow-through premium liability	-	(65,350)	-	-	(65,350)
Shares issued for exploration and evaluation assets	330,000	142,000	-	-	142,000
Acquisition of 1403437 B.C. Ltd.	150,000	60,000	42,900	-	102,900
Share based payments	-	-	135,800	-	135,800
Net loss and comprehensive loss	-	-	-	(687,540)	(687,540)
As at April 30, 2023	5,365,833	1,273,502	244,201	(937,813)	579,890
Private placements	2,923,667	524,550	-	-	524,550
Share issuance costs	47,183	(60,755)	21,800	-	(38,955)
Shares issued for exploration and evaluation assets	420,000	74,000	-	-	74,000
Share-based payments	-	-	35,500	-	35,500
Net loss and comprehensive loss	-	-	-	(1,328,312)	(1,328,312)
As at April 30, 2024	8,756,683	\$ 1,811,297	\$ 301,501	\$ (2,266,125)	\$ (153,327)

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

INSPIRATION ENERGY CORP. (FORMERLY ROCK EDGE RESOURCES LTD.)
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEARS ENDED APRIL 30, 2024 AND 2023
(Expressed in Canadian Dollars)

1. NATURE OF BUSINESS AND CONTINUING OPERATIONS

Inspiration Energy Corp. (formerly Rock Edge Resources Ltd.) was incorporated on January 10, 2020 under the laws of the province of British Columbia. The address of the Company's corporate office and principal place of business is Suite 1240 - 789 West Pender Street, Vancouver, British Columbia, Canada.

On February 27, 2024, the Company changed its name to Inspiration Energy Corp.

On June 28, 2024, the Company consolidated its common shares on a 5:1 basis. All share and per share amounts in the consolidated financial statements have been retroactively restated to reflect the share consolidation.

The Company's principal business activities include the acquisition and exploration of mineral property assets. As at April 30, 2024, the Company has not yet determined whether the Company's mineral property assets contain ore reserves that are economically recoverable. The recoverability of the amount shown for exploration and evaluation assets is dependent upon the discovery of economically recoverable reserves, confirmation of the Company's interest in the underlying mineral claims, the ability of the Company to obtain the necessary financing to complete the development of and the future profitable production from the properties or realizing proceeds from their disposition.

The Company had a deficit of \$2,266,125 as at April 30, 2024 (2023 - \$937,813), which has mainly 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. The outcome of these matters cannot be predicted at this time and there is a material uncertainty related to these conditions that may cast significant doubt on the Company's ability to continue as a going concern.

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

2. BASIS OF PREPARATION

Statement of Compliance

The consolidated financial statements of the Company have been prepared in accordance with IFRS Accounting Standards ("IFRS") issued by the International Accounting Standards Board ("IASB") and interpretation of the IFRS Interpretation Committee ("IFRIC").

Approval of the Consolidated Financial Statements

The consolidated financial statements were reviewed by the Audit Committee and approved and authorized for issuance by the Board of Directors on October 28, 2024.

Basis of Measurement

These consolidated financial statements have been prepared on the historical cost basis except for certain financial instruments which are measured at fair value as explained in the accounting policies set out in Note 3.

The functional and presentation currency of the Company and its subsidiary is the Canadian dollar.

Basis of Consolidation

These consolidated financial statements include the financial statements of the Company and the entities controlled by the Company. The financial statements of subsidiaries are included in the consolidated financial statements from the date that control commences until the date that control ceases.

INSPIRATION ENERGY CORP. (FORMERLY ROCK EDGE RESOURCES LTD.)
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEARS ENDED APRIL 30, 2024 AND 2023
(Expressed in Canadian Dollars)

2. BASIS OF PREPARATION *(continued)*

Basis of Consolidation (continued)

Control is defined as the exposure, or rights, to variable returns from involvement with an investee and the ability to affect those returns through power over the investee. Power over an investee exists when an investor has existing rights that give it the ability to direct the activities that significantly affect the investee's returns. This control is generally evidenced through owning more than 50% of the voting rights or currently exercisable potential voting rights of a Company's capital stock. All significant intercompany transactions and balances have been eliminated.

The controlled subsidiaries are listed in the following table:

Name of subsidiary	Country of incorporation	Ownership interest at April 30, 2024	Ownership interest at April 30, 2023	Principal Activity
1403437 BC Ltd.	Canada	-	100%	Holding company

3. MATERIAL ACCOUNTING POLICIES

a) Significant Accounting Estimates and Judgments

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

Significant assumptions about the future and other sources of estimation uncertainty that management has made at the consolidated financial position reporting date, that 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:

Significant accounting estimates

- i. the inputs used in accounting for share-based payments (Note 7).

INSPIRATION ENERGY CORP. (FORMERLY ROCK EDGE RESOURCES LTD.)
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEARS ENDED APRIL 30, 2024 AND 2023
(Expressed in Canadian Dollars)

3. MATERIAL ACCOUNTING POLICIES (*continued*)

b) Significant Accounting Estimates and Judgments (*continued*)

Significant accounting judgments

- i. the assessment of the potential impairment of the carrying value and recoverability of the exploration and evaluation asset included in the consolidated statements of financial position is based on management's best judgment of the prospect.
- ii. Management exercised judgment in their assessment of the acquisition of 1403437 BC Ltd. during the year and concluded that the transaction was an asset acquisition as the acquired entity did not have any processes capable of generating outputs and therefore did not constitute a business as defined in terms of IFRS 3 Business Combinations.

b) Income Taxes

Current income tax is the expected income tax payable or receivable on the taxable income or loss for the year, using tax rates enacted or substantively enacted at the consolidated financial statements date, and includes any adjustments to tax payable or receivable in respect of previous years.

Deferred taxes are recorded using the liability method whereby deferred tax is recognized in respect of temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the amounts used for taxation purposes.

Deferred tax is measured at the tax rates that are expected to be applied to temporary differences when they reverse, based on the laws that have been enacted or substantively enacted by the consolidated statement of financial position date. Deferred tax is not recognized for temporary differences which arise on the initial recognition of assets or liabilities in a transaction that is not a business combination and that affects neither accounting, nor taxable profit or loss.

A deferred tax asset is recognized for unused tax losses, tax credits and deductible temporary differences, to the extent that it is probable that future taxable profits will be available against which they can be utilized. Deferred tax assets are reviewed at each reporting date and are reduced to the extent that it is no longer probable that the related tax benefit will be realized.

c) Loss Per Share

The Company presents basic and diluted loss per share data for its common shares, calculated by dividing the loss attributable to common shareholders of the Company by the weighted average number of common shares outstanding during the period. Diluted loss per share does not adjust the loss attributable to common shareholders or the weighted average number of common shares outstanding as the effect is anti-dilutive. Basic and diluted loss per share excludes all of the Company's common shares from the weighted average shares calculation that are contingently returnable.

e) Share Issuance Costs

Professional, consulting, regulatory and other costs directly attributable to financing transactions are recorded as deferred financing costs until the financing transactions are completed, if the completion of the transaction is considered likely; otherwise, they are expensed as incurred. Share issue costs are charged to share capital when the related shares are issued. Deferred financing costs related to financing transactions that are not completed are recognized in profit or loss.

INSPIRATION ENERGY CORP. (FORMERLY ROCK EDGE RESOURCES LTD.)
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEARS ENDED APRIL 30, 2024 AND 2023
(Expressed in Canadian Dollars)

3. MATERIAL ACCOUNTING POLICIES (*continued*)

f) Valuation of Equity Units Issued in Private Placements

The Company has adopted the residual value method with respect to the measurement of shares and warrants issued as private placement units. The residual value method first attributes value to the shares based on their quoted trading price at issuance, and the residual amount, if any, is attributed to the value of the warrants. Any fair value attributed to the warrants is recorded within the reserve.

g) Share-based Payments

The fair value of equity settled stock options awarded to employees defined under IFRS 2 Share-based payment (i.e. employees for legal and tax purpose, directors and certain consultants), determined as of the date of grant, and warrants issued to non-employees defined under IFRS 2, are recognized as share-based payments in profit or loss or as share issuance costs, respectively, over the vesting period of the instrument based on the estimated number of instruments expected to vest, with a corresponding increase to equity.

h) Financial Instruments

On initial recognition financial assets are classified as measured at:

- i. Amortized cost;
- ii. Fair value through other comprehensive income ("FVOCI"); and
- iii. Fair value through profit and loss ("FVTPL").

Financial assets are not reclassified subsequent to their initial recognition unless the Company changes its business model for managing financial assets in which case all affected financial assets are reclassified on the first day of the first reporting period following the change in the business model.

At initial recognition, the Company measures a financial asset at its fair value plus, in the case of a financial asset not at FVTPL, transaction costs that are directly attributable to the acquisition of the financial asset. Transaction costs of financial assets carried at FVTPL are expensed in profit or loss. Financial assets are considered in their entirety when determining whether their cash flows are solely payment of principal and interest.

Subsequent measurement of financial assets depends on their classification:

i. Amortized cost

Assets that are held for collection of contractual cash flows where those cash flows represent solely payments of principal and interest are measured at amortized cost. A gain or loss on a debt investment that is subsequently measured at amortized cost is recognized in profit or loss when the asset is derecognized or impaired. Interest income from these financial assets is included as finance income using the effective interest method. The 'effective interest rate' is the rate that amortizes the future cash flows of a financial instrument over the life of the instrument or a shorter period, if deemed appropriate.

The Company does not have any assets classified at amortized cost.

INSPIRATION ENERGY CORP. (FORMERLY ROCK EDGE RESOURCES LTD.)
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEARS ENDED APRIL 30, 2024 AND 2023
(Expressed in Canadian Dollars)

3. MATERIAL ACCOUNTING POLICIES (*continued*)

h) Financial Instruments (*continued*)

ii. FVOCI

Assets that are held for collection of contractual cash flows and for selling the financial assets, where the assets' cash flows represent solely payments of principal and interest, are measured at FVOCI. Movements in the carrying amount are taken through OCI, except for the recognition of impairment gains and losses, interest revenue, and foreign exchange gains and losses which are recognized in profit or loss. When the financial asset is derecognized, the cumulative gain or loss previously recognized in OCI is reclassified from equity to profit or loss and recognized in other gains (losses). Interest income from these financial assets is included as finance income using the effective interest method.

The Company does not have any assets classified at FVOCI.

iii. FVTPL

Assets that do not meet the criteria for amortized cost or FVOCI are measured at FVTPL. A gain or loss on an investment that is subsequently measured at FVTPL is recognized in profit or loss and presented net as revenue in the statement of loss and comprehensive loss in the period in which it arises.

The Company's cash is classified at FVTPL.

Financial Liabilities and Equity

Debt and equity instruments are classified as either financial liabilities or as equity in accordance with the substance of the contractual arrangement. An equity instrument is any contract that evidences a residual interest in the assets of an entity after deducting all of its liabilities. Equity instruments issued by the group entities are recorded at the proceeds received, net of direct issue costs.

Financial liabilities are classified as measured at (i) FVTPL; (ii) FVOCI; or (iii) amortized cost.

A financial liability is classified as at FVTPL if it is classified as held-for-trading or is designated as such on initial recognition. Directly attributable transaction costs are recognized in profit or loss as incurred. The amount of change in the fair value that is attributable to changes in the credit risk of the liability is presented in OCI and the remaining amount of the change in the fair value is presented in profit or loss.

The Company does not classify any financial liabilities at FVTPL or FVOCI.

Other non-derivative financial liabilities are initially measured at fair value less any directly attributable transaction costs. Subsequent to initial recognition, these liabilities are measured at amortized cost using the effective interest method.

The Company classifies its accounts payable and accrued liabilities and loan payable at amortized cost.

A financial asset is derecognized only when the contractual rights to cash flows from the financial assets expire, or when it transfers the financial assets and substantially all of the associated risks and rewards of ownership to another entity

A financial liability is derecognized when the contractual obligation under the liability is discharged, cancelled or expires or its terms are modified and the cash flows of the modified liability are substantially different, in which case a new financial liability based on the modified terms is recognized at fair value.

INSPIRATION ENERGY CORP. (FORMERLY ROCK EDGE RESOURCES LTD.)
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEARS ENDED APRIL 30, 2024 AND 2023
(Expressed in Canadian Dollars)

3. MATERIAL ACCOUNTING POLICIES (*continued*)

i) Exploration and Evaluation Assets (“E&E Assets”)

Once the Company obtains legal title or right to a mineral property, all costs related to the acquisition, exploration and development of mineral properties are capitalized.

Once the technical feasibility and commercial viability of the extraction of mineral resources in an area of interest are demonstrable, capitalized costs of the related property are reclassified as mining assets and, upon commencement of commercial production, are amortized using the units of production method over estimated recoverable reserves. On reclassification from E&E Assets to mining assets, the related properties are assessed for impairment. Impairment is assessed at the level of cash-generating units.

Management annually assesses carrying values of E&E Assets for which events and circumstances may indicate possible impairment. The recoverability of the carrying amounts of E&E Assets is dependent on maintaining the rights and title to E&E Assets, continued plans to explore the property in question, identifying the existence of economically recoverable ore reserves and the ability to obtain the necessary financing to complete the exploration for and development of such ore reserves. Where indicators of impairment are identified for exploration and evaluation assets, the Company must determine the recoverable amount of the property in question. In the event that recoverable amount expected from the property’s use or eventual disposition is determined by management to be insufficient to recover the carrying value of the property, the carrying value is written down to the estimated recoverable amount.

The recoverability of E&E Assets is dependent on the existence of economically recoverable reserves, the ability to obtain the necessary financing to complete the development of the reserves, and the profitability of future operations. The Company has not yet determined whether any of its E&E Assets contains economically recoverable reserves. Amounts capitalized to E&E Assets do not necessarily reflect present or future values.

The Company classifies its E&E Assets as intangible assets.

j) Decommissioning, restoration and similar liabilities

An obligation to incur restoration, rehabilitation and environmental costs arises when environmental disturbance is caused by the exploration or development of a mineral property interest. Such costs arising from the decommissioning of plant and other site preparation work, discounted to their net present value, are provided for and capitalized at the start of each project to the carrying amount of the asset, along with a corresponding liability as soon as the obligation to incur such costs arises. The timing of the actual rehabilitation expenditure is dependent on a number of factors such as the life and nature of the asset, the operating license conditions and, when applicable, the environment in which the mine operates.

Discount rates using a pre-tax rate that reflects the time value of money are used to calculate the net present value. These costs are charged against profit or loss over the economic life of the related asset, through amortization using either the units-of-production or the straight-line method. The corresponding liability is progressively increased as the effect of discounting unwinds creating an expense recognized in profit or loss.

Decommissioning costs are also adjusted for changes in estimates. Those adjustments are accounted for as a change in the corresponding capitalized cost, except where a reduction in costs is greater than the unamortized capitalized cost of the related assets, in which case the capitalized cost is reduced to nil and the remaining adjustment is recognized in profit or loss.

The operations of the Company have been, and may in the future be, affected from time to time in varying degree by changes in environmental regulations, including those for site restoration costs. Both the likelihood of new regulations and their overall effect upon the Company are not predictable.

The Company has no material restoration, rehabilitation and environmental obligations as the disturbance to date is immaterial.

INSPIRATION ENERGY CORP. (FORMERLY ROCK EDGE RESOURCES LTD.)
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEARS ENDED APRIL 30, 2024 AND 2023
(Expressed in Canadian Dollars)

3. MATERIAL ACCOUNTING POLICIES (*continued*)

k) Flow-through shares

The resource expenditure deductions for income tax purposes related to exploration and development activities funded by flow-through share arrangements are renounced to investors in accordance with Canadian tax legislation. The proceeds received on issuance of the flow-through share or unit are allocated as follows: i) to the fair value of the common share based on the market price of the Company's shares; ii) to attached warrants (if any); and iii) to the flow-through premium. The allocation to the attached warrants and flow-through premium are done using the residual value method. The premium recorded on the flow-through share, being the difference in price over a common share with no tax attributes, is recognized as a liability. As expenditures are incurred, the liability associated with the renounced tax deductions is recognized through profit and loss with a pro-rata portion of the deferred premium.

To the extent that the Company has deferred tax assets in the form of tax loss carry-forwards and other unused tax credits as at the reporting date, the Company may use them to reduce its deferred tax liability relating to tax benefits transferred through flow-through shares.

l) Adoption of new accounting standards, interpretations and amendments

Effective May 1, 2023, amendments to IAS 1 Presentation of Financial Statements were adopted with respect to disclosure of the Company's accounting policies. The adoption of the amendments did not result in any changes to the Company's accounting policies, the only impact was to the accounting policy information disclosed in the consolidated financial statements. Where management determined necessary, clarifying language was applied in order to enhance focus on the materiality of a policy, and immaterial policy language was deleted.

Effective May 1, 2023, amendments to IAS 8 Accounting Policies, Changes in Accounting Estimates and Errors were adopted with respect to the new definition of "accounting estimates". The amendments clarify how measurement techniques and inputs are used to develop accounting estimates, and also clarify changes in accounting estimates (now defined), changes in accounting policies, and correction of prior period errors. The adoption of the amendments did not result in any impact to the Company's consolidated financial statements

In April 2024, the IASB issued IFRS 18 Presentation and Disclosure in Financial Statements. This standard aims to improve the consistency and clarity of financial statement presentation and disclosures by providing updated guidance on the structure and content of financial statements. Key changes include enhanced requirements for the presentation of financial performance, financial position, and cash flows, as well as additional disclosures to improve transparency and comparability. IFRS 18 is effective for annual reporting periods beginning on or after January 1, 2027. The Company is currently assessing the impact that the adoption of IFRS 18 will have on its consolidated financial statements.

The Company has not yet adopted certain new standards, amendments and interpretations to existing standards, which have been published but are only effective for accounting periods beginning on or after May 1, 2024 or later periods. The new and amended standards are not expected to have a material impact on the Company.

INSPIRATION ENERGY CORP. (FORMERLY ROCK EDGE RESOURCES LTD.)
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEARS ENDED APRIL 30, 2024 AND 2023
(Expressed in Canadian Dollars)

4. ACQUISITION OF 1403437 B.C. LTD.

On April 12, 2023, the Company entered into an agreement to acquire 1403437 B.C. Ltd. by paying a total of \$30,000 in cash (an additional \$30,000 was to be paid on the one year anniversary of the transactions closing date), issuing 150,000 common shares (issued and fair valued at \$60,000) and issuing 150,000 share purchase warrants (issued and fair valued at \$42,900) over a one-year period.

The transaction did not constitute a business combination, as 1403437 B.C. Ltd. did not meet the definition of a business under IFRS 3 – Business Combinations. As a result, the acquisition of 1403437 B.C. Ltd. was accounted for as an asset acquisition, whereby all of the assets acquired and liabilities assumed were recorded at fair value. The net assets acquired pursuant to the acquisition were as follows:

Net assets acquired	
Exploration and evaluation assets	\$ 132,900

Total purchase price	
Cash	\$ 30,000
Issuance of 150,000 common shares	60,000
Issuance of 150,000 share purchase warrants	42,900
	<hr/>
	\$ 132,900

During the year ended April 30, 2024, the Company did not make the final \$30,000 payment required to complete the acquisition of 1403437 B.C. Ltd. and recorded a loss of \$132,900 on the loss of control of the subsidiary.

INSPIRATION ENERGY CORP. (FORMERLY ROCK EDGE RESOURCES LTD.)
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEARS ENDED APRIL 30, 2024 AND 2023
(Expressed in Canadian Dollars)

5. EXPLORATION AND EVALUATION ASSETS

Stockwork Property

On September 23, 2020, the Company entered into an agreement to acquire a 100% undivided interest subject to the net smelter returns ("NSR") of 3% in the Stockwork Project near Vernon, British Columbia in the Vernon Mining Division.

The Company is required to issue a total of 120,000 common shares, make cash payments totaling \$160,000, and incur an aggregate of \$500,000 in exploration expenditures on the property as follows:

Cash payments

- \$5,000 upon signing the option agreement (paid);
- \$5,000 upon listing of the Company's common shares on a Canadian Stock Exchange (the "Listing") (paid);
- \$20,000 on or before April 6, 2023 (paid \$10,000);
- \$30,000 on or before April 6, 2024; and
- \$100,000 on or before April 6, 2025.

Share issuances

- 20,000 common shares upon Listing (issued at a fair value of \$10,000);
- 20,000 common shares on or before April 6, 2023 (issued at a fair value of \$4,000);
- 20,000 common shares on or before April 6, 2024; and
- 60,000 common shares on or before April 6, 2025.

Exploration expenditures

- Incur exploration expenditures of \$100,000 on or before April 6, 2023 (incurred);
- Incur exploration expenditures of \$100,000 on or before April 6, 2024; and
- Incur exploration expenditures of \$300,000 on or before April 6, 2025.

The Company has the right to 1% NSR for \$750,000 and the remaining 2% NSR for \$1,000,000.

During the year ended April 30, 2024, the Company decided not to proceed further with the Stockwork Property and wrote off exploration and evaluation assets of \$176,913.

Superb Property

On November 24, 2022, the Company entered into an option agreement to acquire a 70% interest in the Superb Lake lithium project located in the Thunder Bay Mining District of Northwestern Ontario, Canada.

The Company was required to issue a total of 440,000 common shares (100,000 common shares issued with a fair value of \$40,000), make cash payments totaling \$200,000, and incur an aggregate of \$700,000 (incurred \$60,148) in exploration expenditures on the property over a two-year period.

During the year ended April 30, 2023, the Company issued 10,000 common shares (issued at a value of \$4,000) as finder's fees.

During the year ended April 30, 2024, the Company decided not to proceed further with the Superb Property and wrote off exploration and evaluation assets of \$104,148.

INSPIRATION ENERGY CORP. (FORMERLY ROCK EDGE RESOURCES LTD.)
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEARS ENDED APRIL 30, 2024 AND 2023
(Expressed in Canadian Dollars)

5. EXPLORATION AND EVALUATION ASSETS (*continued*)

Mt. Milligan Property

On August 5, 2022, the Company entered into an option agreement to acquire 100% interest in the Mt. Milligan project located in Mount Milligan, British Columbia, Canada and made a cash payment of \$34,500.

During the year ended April 30, 2023, the Company decided not to proceed further with the Mt. Milligan Property and wrote off exploration and evaluation assets of \$34,500.

Maun Lithium Property

On December 30, 2022, the Company entered into an option agreement to acquire 100% interest in the Maun Lithium property located in the Thunder Bay Mining District of Northwestern Ontario, Canada.

The Company was required to issue a total of 80,000 common shares (40,000 common shares issued with a fair value of \$20,000) and make cash payments totaling \$75,000 (paid \$12,000) over a three-year period.

During the year ended April 30, 2024, the Company decided not to proceed further with the Maun Lithium Property and wrote off exploration and evaluation assets of \$32,000.

Terrier Lithium Property

On December 30, 2022, the Company entered into an option agreement to acquire 100% interest in the Terrier Lithium property located in the Thunder Bay Mining District of Northwestern Ontario, Canada.

The Company was required to issue a total of 80,000 common shares (40,000 common shares issued with a fair value of \$20,000) and make cash payments totaling \$81,000 (paid \$12,000) over a three-year period.

During the year ended April 30, 2024, the Company decided not to proceed further with the Terrier Lithium Property and wrote off exploration and evaluation assets of \$79,679.

Maraschino Uranium Property

On January 22, 2024, the Company entered into an option agreement to acquire a 100% interest in the Maraschino Uranium Property, located in the Territory of Nunavut.

The Company is required to issue a total of 700,000 common shares, make cash payments totaling \$290,000 over a two-year period, as follows:

Cash payments

- \$10,000 upon execution of the option agreement (paid);
- \$55,000 on or before March 22, 2024 (included in accounts payable at April 30, 2024);
- \$100,000 on or before January 22, 2025; and
- \$125,000 on or before January 22, 2026.

Share issuances

- 200,000 common shares upon approval of exchange (issued at a fair value of \$30,000).
- 200,000 common shares on or before January 22, 2025; and
- 300,000 common shares on or before January 22, 2026.

The vendors will retain a 1.5% NSR on the property, of which the Company can purchase 0.5% NSR for \$750,000 upon completion of option agreement.

INSPIRATION ENERGY CORP. (FORMERLY ROCK EDGE RESOURCES LTD.)
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEARS ENDED APRIL 30, 2024 AND 2023
(Expressed in Canadian Dollars)

5. EXPLORATION AND EVALUATION ASSETS (*continued*)

Bentley Uranium Property

On March 11, 2024, the Company entered into an option agreement to acquire 100% interest in the Bentley Uranium Property located in Athabasca Basin, Saskatchewan. The Company is required to pay \$5,000 (paid) and issue 200,000 common shares (issued at a fair value of \$40,000) upon execution of the option agreement.

The vendor will retain a 2% NSR to the property, of which the Company can repurchase 1.0% NSR for \$1,000,000.

Pag North Lithium Property

On February 6, 2023, the Company entered into an option agreement to acquire a 100% interest in the Pag North Lithium Property, located east of LongLac, northwestern Ontario.

The Company was required to issue a total of 60,000 common shares (issued at a fair value of \$30,000) and make cash payments totaling \$94,000 (paid \$22,000) over a three-year period.

On April 4, 2023, the Company entered into a second option agreement to acquire a 100% interest in additional claims in the Pag North Lithium Property by making a cash payment of \$10,000 (paid) and issuing an additional 80,000 common shares (issued at a fair value of \$28,000).

On June 4, 2023, the Company entered into an option agreement to acquire a 100% interest in additional claims in the Pag North Lithium Property by making a cash payment of \$12,200.

During the year ended April 30, 2024, the Company decided not to proceed further with the Pag North Lithium Property and wrote off exploration and evaluation assets of \$173,203.

Val-d'Or East Lithium Property

On April 12, 2023, the Company entered into an agreement to acquire a 100% interest in Val-d'Or East Lithium Property through the acquisition of 100% of the common shares of a privately held company that owns the property (Note 4).

During the year ended May 31, 2024, the Company decided not to proceed further with acquisition of the privately held company and its property, which resulted in a loss of control of subsidiary of \$132,900 (Note 4).

INSPIRATION ENERGY CORP. (FORMERLY ROCK EDGE RESOURCES LTD.)
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEARS ENDED APRIL 30, 2024 AND 2023
(Expressed in Canadian Dollars)

5. EXPLORATION AND EVALUATION ASSETS (*continued*)

Plateau Uranium Property

On April 23, 2024, the Company entered into an option agreement to acquire a 70% interest in the Plateau Uranium Property, located in the Athabasca Basin, Saskatchewan.

The Company is required to issue a total of 433,023 common shares and incur expenditures totaling \$3,800,000 over a five-year period, as follows:

Share issuances

- 433,023 common shares upon approval of exchange (subsequently issued).

Exploration expenditures

- Incur exploration expenditures of \$400,000 on or before September 1, 2024 (\$Nil incurred as at April 30, 2024);
- Incur exploration expenditures of \$400,000 on or before September 1, 2025; and
- Incur exploration expenditures of \$3,000,000 on or before September 1, 2028.

The vendor will retain a 2% NSR to the property.

Subsequent to April 30, 2024, the Company decided not to proceed further with the Plateau Uranium Property.

Ledge Uranium Property

On April 23, 2024, the Company entered into an option agreement to acquire a 70% interest in the Ledge Uranium Property, located in the Athabasca Basin, Saskatchewan.

The Company is required to issue a total of 433,023 common shares and incur expenditure totaling \$4,200,000 over a five-year period, as follows:

Share issuances

- 433,023 common shares upon approval of exchange (subsequently issued).

Exploration expenditures

- Incur exploration expenditures of \$600,000 on or before September 1, 2024 (\$Nil incurred as at April 30, 2024);
- Incur exploration expenditures of \$600,000 on or before September 1, 2025; and
- Incur exploration expenditures of \$3,000,000 on or before September 1, 2028.

The vendor will retain a 2% NSR to the property.

Subsequent to April 30, 2024, the Company decided not to proceed further with the Ledge Uranium Property.

INSPIRATION ENERGY CORP. (FORMERLY ROCK EDGE RESOURCES LTD.)
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEARS ENDED APRIL 30, 2024 AND 2023
(Expressed in Canadian Dollars)

5. EXPLORATION AND EVALUATION ASSETS (*continued*)

	Stockwork Property	Superb Property	Mt. Milligan Property	Maun Lithium Property	Terrier Lithium Property	Maraschino Uranium Property	Bentley Uranium Property	Pag North Property	Val-d'Or East Lithium Property	Total
Balance at April 30, 2022	\$ 157,913	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 157,913
Acquisition Costs:										
Cash Payment	5,000	-	34,500	12,000	12,000	-	-	32,000	30,000	125,500
Issuance of shares	-	44,000	-	20,000	20,000	-	-	58,000	60,000	202,000
Issuance of warrants	-	-	-	-	-	-	-	-	42,900	42,900
Write-off	-	-	(34,500)	-	-	-	-	-	-	(34,500)
	5,000	44,000	-	32,000	32,000	-	-	90,000	132,900	335,900
Balance at April 30, 2023	162,913	44,000	-	32,000	32,000	-	-	90,000	132,900	493,813
Acquisition Costs:										
Cash Payment	10,000	-	-	-	-	65,000	5,000	10,000	-	90,000
Issuance of shares	4,000	-	-	-	-	30,000	40,000	-	-	74,000
Write-off	(34,000)	(44,000)	-	(32,000)	(32,000)	-	-	(100,000)	(132,900)	(374,900)
	(20,000)	(44,000)	-	(32,000)	(32,000)	95,000	45,000	(90,000)	(132,900)	(210,900)
Exploration Costs:										
Assays/lab	-	1,653	-	-	7,406	-	-	4,938	-	13,997
Geological consulting	-	40,268	-	-	20,331	-	750	36,136	-	97,485
Field Supplies	-	7,378	-	-	-	-	-	-	-	7,378
Travel and accommodation	-	10,849	-	-	19,942	-	-	32,129	-	62,920
Write-off	(142,913)	(60,148)	-	-	(47,679)	-	-	(73,203)	-	(323,943)
	(142,913)	-	-	-	-	-	750	-	-	(142,163)
Balance at April 30, 2024	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 95,000	\$ 45,750	\$ -	\$ -	\$ 140,750

INSPIRATION ENERGY CORP. (FORMERLY ROCK EDGE RESOURCES LTD.)
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEARS ENDED APRIL 30, 2024 AND 2023
(Expressed in Canadian Dollars)

6. LOAN PAYABLE

On June 29, 2023, the Company signed a promissory note with an arm's-length company to receive \$50,000. Pursuant to the promissory note, the Company is required to repay the principal amount along with interest of \$5,000 on or before October 1, 2023. If the amount is not paid at the due date, a penalty of \$1,000 will be charged for each period of 30 days the amount remains outstanding.

During the year ended April 30, 2024, the Company incurred penalties and interest of \$12,000 and as of April 30, 2024, the total outstanding amount was \$32,000.

	Outstanding balance as at April 30, 2024	Outstanding balance as at April 30, 2023
Principal amount	\$ 20,000	\$ -
Penalties and interest	12,000	-
	\$ 32,000	\$ -

7. SHARE CAPITAL

- a) Authorized: Unlimited number of common shares without par value.
- b) Issued and outstanding as at April 30, 2024: 8,756,683 common shares

During the year ended April 30, 2024, the Company:

- i) completed a non-brokered private placement for 2,063,667 units at a price of \$0.15 per unit for gross proceeds of \$309,050. Each unit consists of one common share and one warrant which entitles the holder therefore to purchase one share at a price of \$0.06, exercisable on or before February 13, 2026. The warrant portion of the units were valued at \$Nil using the residual value method.

In connection to the private placement, the Company paid finders' fees of \$23,755 in cash, 47,183 finders' shares (valued at \$7,077) and 79,183 finders' warrants (valued at \$8,000). The warrants vested on the grant date and are exercisable at \$0.30 per share until February 13, 2026.

- ii) completed a critical minerals flow-through private placement and issued 420,000 flow-through units at a price of \$0.25 per share for gross proceeds of \$105,000. Each unit included one flow-through common share and one-half warrant, of which one whole warrant entitles the holder thereof to purchase one additional share at a price of \$0.50 per share, exercisable on or before August 8, 2025. The warrant portion of the units were valued at \$Nil using the residual value method. A value of \$Nil was attributed to the flow-through premium liability in connection with the financing.

In connection to the critical minerals flow-through private placement, the Company paid \$6,400 in cash and 25,600 broker's warrants (valued at \$7,500) as share issuance costs. Each broker's warrant entitles the holder thereof to purchase one additional share at a price of \$0.50 per share, exercisable on or before August 8, 2025.

- iii) completed a private placement and issued 440,000 units at a price of \$0.25 per share for gross proceeds of \$110,000. Each unit included one common share and one warrant, which entitles the holder thereof to purchase one additional share at a price of \$0.375 per share, exercisable on or before August 16, 2025. The warrant portion of the units were valued at \$Nil using the residual value method.

In connection to the private placement, the Company paid \$8,800 in cash and 35,200 broker's warrants (valued at \$6,300) as share issuance costs. Each broker's warrant entitles the holder thereof to purchase one additional share at a price of \$0.375 per share, exercisable on or before August 16, 2025.

INSPIRATION ENERGY CORP. (FORMERLY ROCK EDGE RESOURCES LTD.)
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEARS ENDED APRIL 30, 2024 AND 2023
(Expressed in Canadian Dollars)

7. SHARE CAPITAL (*continued*)

- iv) issued 20,000 common shares with a fair value of \$4,000 pursuant to the acquisition for the Stockwork property (Note 5).
- v) issued 200,000 common shares with a fair value of \$30,000 pursuant to the acquisition for the Maraschino Uranium property (Note 5).
- vi) issued 200,000 common shares with a fair value of \$40,000 pursuant to the acquisition for the Bentley Uranium property (Note 5).

During the year ended April 30, 2023, the Company:

- i) issued 100,000 common shares with a fair value of \$40,000 pursuant to the acquisition for the Superb property. The Company also issued 10,000 common shares with a fair value of \$4,000 as finder's fees (Note 5).
 - ii) completed a non flow-through private placement and issued 1,492,333 units at a price of \$0.30 per share for gross proceeds of \$447,700 and paid share issuance costs of \$37,712. The unit included one common share and one warrant which entitles the holder thereof to purchase one share at a price of \$0.50 per share, exercisable on or before January 26, 2025. The warrant portion of the units were valued at \$Nil using the residual value method.
 - iii) completed a flow-through private placement and issued 653,500 units at a price of \$0.40 per share for gross proceeds of \$261,400 and allocated \$65,350 to flow-through premium liability. The unit included one common share and one warrant which entitles the holder thereof to purchase one share at a price of \$0.50 per share, exercisable on or before January 26, 2025. The warrant portion of the units were valued at \$Nil using the residual value method.
 - iv) issued 40,000 common shares with a fair value of \$20,000 pursuant to the acquisition for the Maun Lithium property (Note 5).
 - v) issued 40,000 common shares with a fair value of \$20,000 pursuant to the acquisition for the Terrier Lithium property (Note 5).
 - vi) issued 60,000 common shares with a fair value of \$30,000 pursuant to the acquisition for the Pag North property (Note 5).
 - vii) issued 150,000 common shares with a fair value of \$60,000 pursuant to the acquisition of 1403437 B.C. Ltd (Note 4).
 - viii) issued 80,000 common shares with a fair value of \$28,000 pursuant to the acquisition for the Pag North property extension (Note 5).
- c) Stock Options

The Company has an incentive stock option plan (the "Plan") pursuant to which the Board may, from time to time, grant options to directors, officers, employees and consultants of the Company. The number of common shares granted under each option and the vesting terms thereof are at the discretion of the Board after discussion with management. Options granted under the Plan must have a term of no more than ten years from the date of grant. The exercise price of each option granted under the Plan is at the discretion of the Board, provided that the exercise price cannot be below the closing price of the common shares on the last trading day before the date of grant. The number of common shares that may be optioned under the Plan is limited to 10% of the outstanding common shares from time to time; provided, that any one participant under the Plan shall not be entitled to receive options to acquire an aggregate of greater than 5% (2% in the case of consultants and 1% in the case of those providing investor relations services) of the outstanding common shares in any 12-month period.

INSPIRATION ENERGY CORP. (FORMERLY ROCK EDGE RESOURCES LTD.)
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEARS ENDED APRIL 30, 2024 AND 2023
(Expressed in Canadian Dollars)

7. SHARE CAPITAL (*continued*)

c) Stock Options (*continued*)

On November 30, 2022, the Company granted 125,000 stock options to directors and officers of the Company. The stock options vested on the grant date and are exercisable at \$0.40 per share until November 30, 2024. The fair value of the options was \$36,100.

On December 6, 2022, the Company granted 6,000 stock options to a consultant of the Company. The stock options vested on the grant date and are exercisable at \$0.40 per share until December 6, 2024. The fair value of the options was \$1,700.

On January 10, 2023, the Company granted 40,000 stock options to a director of the Company. The stock options vested on the grant date and are exercisable at \$0.40 per share until January 10, 2025. The fair value of the options was \$11,800.

On January 27, 2023, the Company granted 200,000 stock options to directors, officers, and consultants of the Company. The stock options vested on the grant date and are exercisable at \$0.55 per share until January 27, 2026. The fair value of the options was \$82,700.

On March 17, 2023, the Company granted 10,000 stock options to a consultant of the Company. The stock options vested on the grant date and are exercisable at \$0.50 per share until March 17, 2025. The fair value of the options was \$3,500.

On June 7, 2023, the Company granted 40,000 stock options to consultants of the Company. The stock options vested on the grant date and are exercisable at \$0.30 per share until June 7, 2025. The fair value of the options was \$7,600.

On January 16, 2024, the Company granted 180,000 stock options to directors and consultants of the Company. The stock options vested on the grant date and are exercisable at \$0.25 per share until January 16, 2026. The fair value of the options was \$15,200.

On January 29, 2024, the Company granted 40,000 stock options to directors of the Company. The stock options vested on the grant date and are exercisable at \$0.25 per share until January 29, 2026. The fair value of the options was \$4,200.

On March 4, 2024, the Company granted 50,000 stock options to a consultant of the Company. The stock options vested on the grant date and are exercisable at \$0.25 per share until March 4, 2026. The fair value of the options was \$8,500.

A continuity of the stock options is as follows:

	Number of Stock Options	Weighted average exercise price
Outstanding, April 30, 2022	100,000	\$ 0.50
Granted	381,000	0.50
Outstanding, April 30, 2023	481,000	0.50
Granted	310,000	0.25
Expired/Cancelled	(255,000)	0.26
Outstanding, April 30, 2024	536,000	\$ 0.35

INSPIRATION ENERGY CORP. (FORMERLY ROCK EDGE RESOURCES LTD.)
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEARS ENDED APRIL 30, 2024 AND 2023
(Expressed in Canadian Dollars)

7. SHARE CAPITAL (*continued*)

c) Stock Options (*continued*)

Details of options outstanding as at April 30, 2024 are as follows:

Number of Options	Exercisable	Exercise Price	Expiry Date	Contractual Life
125,000	125,000	\$0.40	November 30, 2024	0.59 years
6,000	6,000	\$0.40	December 6, 2024	0.60 years
10,000	10,000	\$0.50	March 17, 2025	0.88 years
40,000	40,000	\$0.30	June 7, 2025	1.10 years
180,000	180,000	\$0.25	January 16, 2026	1.72 years
85,000	85,000	\$0.55	January 27, 2026	1.75 years
40,000	40,000	\$0.25	January 29, 2026	1.75 years
50,000*	50,000	\$0.25	March 4, 2026	1.84 years
536,000	536,000	\$0.35		1.40 years

* Subsequently cancelled.

The weighted average fair value of stock options granted during the year was \$0.10 (2023 - \$0.50), calculated using the Black-Scholes option pricing model on the grant date using the following weighted average assumptions:

	April 30, 2024	April 30, 2023
Share price	\$0.25	\$0.50
Exercise price	\$0.25	\$0.50
Risk-free interest rate	4.18%	3.85%
Expected life	2 years	2.53 years
Dividend Rate	0.00%	0.00%
Annualized volatility	159.35%	154.12%

d) Warrants

On August 8, 2023, the Company issued 25,600 warrants to PI Financial who acted as an agent for the Company in completion of a critical minerals flow-through private placement. The warrants vested on the grant date and are exercisable at \$0.50 per share until August 8, 2025.

On August 16, 2023, the Company issued 35,200 warrants to PI Financial and Research Capital Corporation who acted as an agent for the Company in completion of a private placement. The warrants vested on the grant date and are exercisable at \$0.38 per share until August 16, 2025.

On February 13, 2024, the Company issued 79,183 warrants to PI Financial, Research Capital Corporation and EMD Financial Inc. who acted as an agent for the Company in completion of a private placement. The warrants vested on the grant date and are exercisable at \$0.30 per share until February 13, 2026.

INSPIRATION ENERGY CORP. (FORMERLY ROCK EDGE RESOURCES LTD.)
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEARS ENDED APRIL 30, 2024 AND 2023
(Expressed in Canadian Dollars)

7. SHARE CAPITAL (*continued*)

d) Warrants (*continued*)

A continuity of the warrants is as follows:

	Number of Warrants	Weighted average exercise price
Outstanding, April 30, 2022	74,000	\$ 0.50
Issued	2,295,833	0.55
Outstanding, April 30, 2023	2,369,833	0.55
Issued	2,853,650	0.35
Expired	(74,000)	0.50
Outstanding, April 30, 2024	5,149,483	\$ 0.45

Details of warrants outstanding as at April 30, 2024 are as follows:

Number of Warrants	Exercise Price	Expiry Date
1,492,333	\$0.50	January 26, 2025
653,500	\$0.60	January 26, 2025
210,000	\$0.50	August 08, 2025
25,600	\$0.50	August 08, 2025
440,000	\$0.38	August 16, 2025
35,200	\$0.38	August 16, 2025
2,063,667	\$0.30	February 13, 2026
79,183	\$0.30	February 13, 2026
150,000	\$1.00	April 12, 2026
5,149,483	\$0.45	

The weighted average fair value of agent warrants granted during the year was \$0.15 (2023 - \$Nil), calculated using the Black-Scholes option pricing model on the grant date using the following weighted average assumptions:

	April 30, 2024	April 30, 2023
Share price	\$0.20	N/A
Exercise price	\$0.35	N/A
Risk-free interest rate	4.57%	N/A
Expected life	2 years	N/A
Dividend Rate	0.00%	N/A
Annualized volatility	164.09%	N/A

e) Shares held in escrow

400,000 common shares issued on September 22, 2020 are subject to escrow provisions. As at April 30, 2024, 126,000 common shares (2023 – 252,000) remain in escrow. The remaining shares held in escrow will be released over a period of 12 months.

INSPIRATION ENERGY CORP. (FORMERLY ROCK EDGE RESOURCES LTD.)
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEARS ENDED APRIL 30, 2024 AND 2023
(Expressed in Canadian Dollars)

8. RELATED PARTY BALANCES AND KEY MANAGEMENT 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 Chief Executive Officer (“CEO”) and Chief Financial Officer (“CFO”).

The Company incurred the following key management personnel costs during the years ended April 30, 2024 and 2023:

	2024	2023
Management fees (Company controlled by former CEO) \$	-	\$ 12,500
Management fees (former CEO & President)	25,000	20,000
Consulting fees (CFO)	12,000	11,000
Consulting fees (Directors)	93,000	71,675
Share based compensation	7,578	38,197
Total	\$ 137,578	\$ 153,372

As at April 30, 2024, included in the accounts payable and accrued liabilities balance is a total of \$13,426 (2023 - \$1,050) owed to the CEO and CFO of the Company.

9. 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 share at issuance date, as 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.

Funds raised through the issuance of flow-through shares are required to be expended on qualifying Canadian mineral exploration expenditures, as defined pursuant to Canadian income tax legislation. The flow-through gross proceeds less the qualified expenditures made to date represent the funds received from flow-through share issuances that have not been spent and are held by the Company for such expenditures.

On January 26, 2023, the Company issued 653,500 flow-through shares at a purchase price of \$0.40 per flow-through share for gross proceeds of \$261,400. The flow-through shares were issued at a premium of \$0.10 per share. As a result, a flow-through premium liability of \$65,350 was recorded.

On August 8, 2023, the Company issued 420,000 critical mineral flow-through shares at a purchase price of \$0.25 per flow-through share for gross proceeds of \$105,000. The flow-through shares were issued at a premium of \$Nil per share. As a result, no flow-through premium liability was recorded.

The following table is a continuity of the flow-through share funding and expenditures along with the corresponding impact on the flow-through share premium liability:

	Flow-through funding and expenditure requirements	Flow-through premium liability (recovery)
Balance, April 30, 2022	\$ -	\$ -
Flow-through funds raised and premium recorded as liability	261,400	65,350
Balance, April 30, 2023	261,400	65,350
Settlement of flow-through liability on incurring expenditures	(181,030)	(45,257)
Balance, April 30, 2024	\$ 80,370	\$ 20,093

INSPIRATION ENERGY CORP. (FORMERLY ROCK EDGE RESOURCES LTD.)
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEARS ENDED APRIL 30, 2024 AND 2023
(Expressed in Canadian Dollars)

10. MANAGEMENT OF CAPITAL

The Company's capital structure consists of the components of shareholders' equity. As at April 30, 2024, the Company's shareholders' equity totaled \$153,327 (2023 - \$579,890). The Company manages the capital structure and makes adjustments to it in light of changes in economic conditions and the risk characteristics of the underlying assets. To maintain or adjust the capital structure, the Company may attempt to issue common shares or dispose of assets or adjust the amount of cash.

The Company does not have any externally imposed capital requirements to which it is subject. The Company's strategy for managing capital did not change during the year ended April 30, 2024.

11. FINANCIAL INSTRUMENTS AND FINANCIAL RISK

Fair value of financial instruments

IFRS 13, Fair value measurement, establishes a fair value hierarchy that reflects the significance of the inputs used in making the fair value measurements. The fair value hierarchy has the following levels:

Level 1 - quoted prices (unadjusted) in active markets for identical assets or liabilities;

Level 2 - inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (i.e., as prices) or indirectly (i.e., derived from prices); and

Level 3 - inputs for the asset or liability that are not based on observable market data (unobservable inputs).

The Company's financial instruments include cash, accounts payable and accrued liabilities and loan payable. The carrying values of accounts payable and accrued liabilities and loan payable approximates their fair values due to the relatively short period of maturity of the instruments.

Assets measured at fair value on a recurring basis presented on the Company's consolidated statements of financial position as at April 30, 2024 and 2023 were as follows:

	Carrying amount	Fair value measurement using		
		Level 1	Level 2	Level 3
Cash	\$ 1,996	\$ 1,996	\$ -	\$ -

	Carrying amount	Fair value measurement using		
		Level 1	Level 2	Level 3
Cash	\$ 169,293	\$ 169,293	\$ -	\$ -

Financial risk management objectives and policies

The risks associated with the Company's financial instruments and the policies on how these risks are mitigated are set out below. Management manages and monitors these exposures to ensure appropriate measures are implemented on a timely and effective manner.

Credit Risk

Credit risk is the risk of financial loss associated with the counterparty's inability to fulfill its payment obligations. Financial instruments that potentially subject the Company to concentrations of credit risks consist principally of cash. To minimize the credit risk the Company places these instruments with a high quality financial institution. The Company's exposure to and approach to the management of credit risk has not changed from that of the prior year.

11. FINANCIAL INSTRUMENTS AND FINANCIAL RISK (*continued*)

Financial risk management objectives and policies (*continued*)

Liquidity risk

Liquidity risk is the risk that an entity will encounter difficulty in meeting obligations associated with financial liabilities that are settled by delivering cash or another financial asset. In the management of liquidity risk of the Company, the Company maintains a balance between continuity of funding and the flexibility through the use of borrowings. Management closely monitors the liquidity position and the Company will require additional sources of funding to finance the Company's projects and operations (Note 14). The Company's exposure to and approach to the management of liquidity risk has not changed from that of the prior year. As at April 30, 2024, the Company had a cash balance of \$1,996 (2023 – \$169,293) to settle current liabilities of \$316,030 (2023 – \$103,309), excluding flow-through premium liability.

Market risk

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises three types of risk: currency risk, interest rate risk and other price risk.

Interest Rate Risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Company is exposed to interest rate risk on the variable rate of interest earned on bank deposits. The fair value interest rate risk on bank deposits is not considered to be material as the deposits are short term.

The Company has not entered into any derivative instruments to manage interest rate fluctuations. The Company's exposure to and approach to the management of interest rate risk has not changed from that of the prior year.

Currency risk

Currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rates. 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's exposure to and approach to the management of currency risk has not changed from that of the prior year.

Other price risk

Other price risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices (other than interest and currency rates), whether those changes are caused by factors specific to the individual financial instrument or its issuer or by factors affecting all similar financial instruments traded in the market. The Company is not exposed to material other price risk. The Company's exposure to and approach to the management of price risk has not changed from that of the prior year.

INSPIRATION ENERGY CORP. (FORMERLY ROCK EDGE RESOURCES LTD.)
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEARS ENDED APRIL 30, 2024 AND 2023
(Expressed in Canadian Dollars)

12. INCOME TAXES

The following table reconciled the amount of income tax recoverable on application of the combined statutory Canadian federal and provincial income tax rates:

	2024		2023	
Net loss for the year	\$	(1,328,312)	\$	(687,540)
Canadian statutory income tax rate		27%		27%
Income tax recovery at statutory rate		(359,000)		(186,000)
Share issuance costs		(16,000)		(10,000)
Non-deductible items and other		3,000		39,000
Change in estimate		42,000		-
Change in deferred tax assets not recognized		330,000		157,000
Income tax recovery	\$	-	\$	-

The components of unrecognized deferred tax assets and liabilities of the Company are as follows:

	2024		2023	
Non-capital loss carry forwards	\$	405,000	\$	213,000
Share issuance costs		41,000		41,000
Resource pools		125,000		(13,000)
		571,000		241,000
Unrecognized deferred tax assets and other differences		(571,000)		(241,000)
	\$	-	\$	-

As at April 30, 2024, the Company had approximately \$1,500,000 in non-capital loss carry forwards available to reduce taxable income for future years. The non-capital losses expire as follows:

2041	94,000
2042	184,000
2043	545,000
2044	677,000
	1,500,000

13. SEGMENTED INFORMATION

The Company operates in one reportable operating segment being the acquisition, exploration and evaluation of exploration and evaluation assets in Canada.

14. SUBSEQUENT EVENTS

Subsequent to the year ended April 30, 2024, the Company:

- i) issued 433,023 common shares pursuant to the acquisition for the Plateau Uranium property (Note 5).
- ii) issued 433,023 common shares pursuant to the acquisition for the Ledge Uranium property (Note 5).
- iii) On June 10, 2024, the Company granted 100,000 stock options to a consultant of the Company. The stock options vested on the grant date and are exercisable at \$0.25 per share until June 10, 2027.

INSPIRATION ENERGY CORP. (FORMERLY ROCK EDGE RESOURCES LTD.)
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEARS ENDED APRIL 30, 2024 AND 2023
(Expressed in Canadian Dollars)

14. SUBSEQUENT EVENTS *(continued)*

- iv) On October 11, 2024, the Company completed a private placement and issued 4,600,000 units at a price of \$0.05 per share for gross proceeds of \$230,000. Each unit included one common share and one warrant, which entitles the holder thereof to purchase one additional share at a price of \$0.05 per share, exercisable on or before October 11, 2029.