

Lode Metals Corp. (formerly Crane Capital Corp.)

Condensed Consolidated Interim Financial Statements

For three months ended April 30, 2022

(Expressed in Canadian Dollars - unaudited)

Lode Metals Corp. (formerly Crane Capital Corp.)
Condensed Consolidated Interim Statements of Financial Position
(Expressed in Canadian Dollars)

	April 30, 2022 (unaudited)	January 31, 2022
ASSETS		
Current asset		
Cash	\$ 1,454,454	\$ 561,087
Restricted cash	-	1,264,311
GST receivable	31,022	23,936
Prepaid expenses	66,663	67,312
	1,552,139	1,916,646
Deposits (Note 5)	11,253	91,311
Exploration and evaluation asset (Notes 5 and 10)	1,892,428	1,670,539
TOTAL ASSETS	\$ 3,455,820	\$ 3,678,496
LIABILITIES		
Current liabilities		
Accounts payable and accrued liabilities (Notes 6 and 10)	\$ 121,947	\$ 175,807
Loans payable (Notes 7 and 13)	138,960	138,595
TOTAL LIABILITIES	260,907	314,402
SHAREHOLDERS' EQUITY		
Share capital (Note 8)	4,967,271	2,482,386
Subscription receipts (Note 8)	-	1,264,331
Special warrants (Note 8)	-	1,236,000
Reserve (Note 9)	236,159	190,891
Accumulated deficit	(2,008,517)	(1,809,514)
TOTAL SHAREHOLDERS' EQUITY	3,194,913	3,364,094
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	\$ 3,455,820	\$ 3,678,496

Subsequent event (Note 13)

These financial statements were authorized for issue by the Board of Directors on June 24, 2022. They are signed on behalf of the Board of Directors by:

/s/ "Ken Tullar"
Director

/s/ "James Yates"
Director

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

Lode Metals Corp. (formerly Crane Capital Corp.)
Condensed Consolidated Interim Statements of Loss and Comprehensive Loss
(Expressed in Canadian Dollars - unaudited)

	Three Months Ended	
	April 30, 2022	April 30, 2021
EXPENSES (INCOME)		
Consulting fees	\$ 57,000	\$ -
Foreign exchange loss (Note 7)	3,186	4,548
General and administrative costs	33,366	12,666
Marketing fees	14,723	-
Professional fees	34,376	18,212
Stock-based compensation (Notes 4 and 9)	45,268	1,186,728
Transfer agent, regulatory and listing fees	11,084	11,000
NET AND COMPREHENSIVE LOSS	\$ 199,003	\$ 1,233,154
Basic and diluted loss per share	\$ (0.00)	\$ (0.06)
Weighted average number of common shares outstanding	41,346,720	21,494,192

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

Lode Metals Corp. (formerly Crane Capital Corp.)
Condensed Consolidated Interim Statements of Cash Flows
(Expressed in Canadian Dollars - unaudited)

	For the Three Months Ended April 30, 2022	For the Three Months Ended April 30, 2021
Cash flows provided from (used in):		
OPERATING ACTIVITIES		
Net loss	\$ (199,003)	\$ (1,233,154)
Non-cash items:		
Stock-based compensation	45,268	1,186,728
Foreign exchange loss	3,186	4,548
Net changes in non-cash working capital items:		
GST receivable and prepaid expenses	(6,437)	(1,637)
Accounts payable and accrued liabilities	(31,125)	217,195
Net cash flows (used in) provided from operating activities	(188,111)	173,680
INVESTING ACTIVITIES		
Mineral property acquisition and exploration costs	(247,445)	(197,859)
Cash received upon reverse takeover transaction	-	733,623
Deposits	80,058	(3,777)
Net cash flows (used in) provided from investing activities	(167,387)	404,128
FINANCING ACTIVITIES		
Proceeds from issuance of common shares	-	20,000
Share issuance costs	(15,446)	-
Net cash flows (used in) provided from financing activities	(15,446)	20,000
Net (decrease) increase in cash	(370,944)	597,808
Cash, beginning	1,825,398	5,865
Cash, ending	\$ 1,454,454	\$ 603,673
Non-cash investing activity:		
Exploration and evaluation expenditures included within accounts payable	\$ 28,703	\$ -

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

Lode Metals Corp. (formerly Crane Capital Corp.)
Condensed Consolidated Interim Statement of Changes in Shareholders' Equity
(Expressed in Canadian Dollars - unaudited)

	Number of shares	Amount	Subscription receipts	Special warrants	Reserve	Accumulated deficit	Total
Balance at January 31, 2021	16,485,714	\$ 220,200	\$ -	\$ -	\$ -	\$ (79,561)	\$ 140,639
Shares issued in private placements (Note 8)	1,000,000	20,000	-	-	-	-	20,000
Shares issued for reverse takeover (Note 4)	21,597,005	2,159,700	-	-	-	-	2,159,700
Net and comprehensive loss for the period	-	-	-	-	-	(1,233,154)	(1,233,154)
Balance at April 30, 2021	39,082,719	174,000	-	-	-	(1,312,715)	1,087,185
Balance at January 31, 2022	39,425,719	2,482,386	1,264,331	1,236,000	190,891	(1,809,514)	3,364,094
Conversion of subscription receipts (Note 8)	3,612,316	1,264,331	(1,264,331)	-	-	-	-
Conversion of special warrants (Note 8)	3,531,426	1,236,000	-	(1,236,000)	-	-	-
Share issuance costs	-	(15,446)	-	-	-	-	(15,446)
Stock-based compensation (Note 9)	-	-	-	-	45,268	-	45,268
Net and comprehensive loss for the period	-	-	-	-	-	(199,003)	(199,003)
Balance at April 30, 2022	46,569,461	\$ 4,967,271	\$ -	\$ -	\$ 236,159	\$ (2,008,517)	\$ 3,194,913

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

Lode Metals Corp. (formerly Crane Capital Corp.)

Notes to the Condensed Consolidated Interim Financial Statements

For the Three Months Ended April 30, 2022

(Expressed in Canadian Dollars - unaudited)

1. NATURE OF OPERATIONS AND GOING CONCERN

Lode Metals Corp. (formerly Crane Capital Corp.) (the “Company” or “Lode Metals”) is a gold focused Canadian exploration company. The Company’s registered office is located at Suite 1008, 550 Burrard Street, Vancouver, BC, V6C 2B5.

On April 12, 2021, Lode Metals acquired all of the outstanding shares of 2262496 Alberta Ltd. (“226”) by way of share exchange agreement (Note 4) (the “Transaction”). 226 has been identified for accounting purposes as the acquirer, and accordingly the Company is considered to be a continuation of 226, and the net assets of Lode Metals at the date of the reverse acquisition are deemed to have been acquired by 226. These consolidated financial statements include the results of operations of Lode Metals from April 12, 2021. The comparative figures are those of 226 prior to the reverse acquisition. The Transaction provided the Company with business operations for the purposes of the listing of the Company’s common shares on the Canadian Securities Exchange (“CSE”). On March 23, 2022, the Company received final receipt from the British Columbia Securities Commission of the Company’s Long Form Prospectus dated March 22, 2022 and the Company’s common shares were listed on the CSE.

These financial statements have been prepared on a going concern basis, which assumes that the Company will continue in operation for the foreseeable future and will be able to realize its assets and settle its liabilities in the normal course of business. At April 30, 2022, the Company had cash of \$1,454,454 and its current assets exceed its current liabilities by \$1,291,232. The Company currently has no active business and is not generating any revenues. It has incurred losses since inception and had an accumulated deficit of \$2,008,517 as at April 30, 2022. Whether and when the Company can obtain profitability and positive cash flows from operations is uncertain. These uncertainties may cast significant doubt on the ability of the Company to continue as a going concern. The Company’s ability to continue its operations is dependent on its success in raising equity through share issuances, suitable debt financing and/or other financing arrangements. While the Company has been successful in raising equity in the past, there can be no guarantee that it will be able to raise sufficient funds to fund its activities and general and administrative costs in the next twelve months and in the future. These financial statements do not give effect to the required adjustments to the carrying amounts and classification of assets and liabilities should the Company be unable to continue as a going concern. Such adjustments could be material.

On March 11 2020, the World Health Organization characterized the outbreak of a strain of the novel coronavirus (“COVID-19”) as a pandemic which has resulted in a series of public health and emergency measures that have been put in place to combat the spread of the virus. The duration and impact of COVID-19 is unknown at this time and it is not possible to reliably estimate the impact that the length and severity of these developments will have on the financial results and condition of the Company in future periods, including the possible impact on future financing opportunities.

2. BASIS OF PREPARATION

(a) Statement of compliance

These condensed consolidated interim financial statements have been prepared in accordance with IAS 34, Interim Financial Reporting, using accounting policies consistent with the International Financial Reporting Standards (“IFRS”) as issued by the International Accounting Standards Board (“IASB”) and Interpretations of the International Financial Reporting Interpretations Committee (“IFRIC”).

(b) Basis of presentation

These financial statements have been prepared on a historical cost basis, except for financial instruments classified as financial instruments at fair value through profit or loss (“FVTPL”), which are stated at their fair value. In addition, these financial statements have been prepared using the accrual basis of accounting, except for cash flow information. The significant accounting policies, as disclosed, have been applied consistently to all periods presented in these financial statements.

(c) Basis of Consolidation

The consolidated financial statements include the accounts of the Company and its wholly owned subsidiaries, 226 and Elkhorn Gold Exploration LLC. Inter-company balances and transactions, including unrealized income and expenses arising from inter-company transactions, are eliminated on consolidation.

2. BASIS OF PREPARATION (continued)

(d) Presentation and functional currency

The presentation and functional currency of the Company and its subsidiaries is the Canadian dollar. All amounts in these financial statements are expressed in Canadian dollars, unless otherwise indicated.

(e) Significant accounting judgments and estimates

The preparation of financial statements in accordance with IFRS requires management to make certain critical accounting estimates and assumptions about the future and to exercise judgment in applying the Company's accounting policies. Actual results could differ from these estimates. Estimates and underlying assumptions are reviewed on an ongoing basis. The impacts of changes to estimates are recognized in the period estimates are revised and in future periods affected. The critical judgments and assumptions made by management and other major sources of measurement uncertainty.

3. SIGNIFICANT ACCOUNTING POLICIES

The accounting policies followed by the Company are set out in Note 3 to the audited financial statements for the year ended January 31, 2022 and have been consistently followed in the preparation of these condensed consolidated interim financial statements. Other accounting pronouncements with future effective dates are either not applicable or are not expected to have a material impact on the Company's financial statements.

4. REVERSE TAKEOVER TRANSACTION

On April 12, 2021, the Company closed the acquisition of 226 contemplated in the letter of intent (the "LOI") dated January 28, 2021, which constituted a reverse takeover transaction (the "Transaction") (Note 1). Pursuant to the Transaction, 226 shareholders were issued an aggregate of 17,485,714 common shares of the Company in exchange for all of the issued and outstanding shares of 226, with 226 continuing as a wholly owned subsidiary of the Company. The original shareholders of the Company retained 21,597,005 common shares.

The Transaction resulted in 226 obtaining control of the combined entity by obtaining control of governance and management decision-making processes, and the resulting authority to govern the financial and operating policies of the combined entity. The Transaction has been accounted for as a reverse acquisition transaction in accordance with IFRS 2, Share-based payments. The Company did not meet the definition of a business in accordance with IFRS 3, Business combinations, as such, the Transaction does not constitute a business combination.

For accounting purposes, 226 is treated as the accounting parent (legal subsidiary) and the Company as the accounting subsidiary (legal parent). The fair value of the consideration paid by 226, less the fair value of net assets of Lode Metals acquired by 226 constitutes stock-based compensation expense and has been recorded in the condensed consolidated interim statement of loss and comprehensive loss.

The purchase price is allocated as follows:

Consideration	
Fair value of the Company's shares	
(21,597,005 common shares at \$0.10 per share)	\$ 2,159,700
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Net assets acquired	
Cash	733,623
Receivables	298,206
Accounts payable	(58,857)
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Net assets	972,972
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Stock-based compensation expense	\$ 1,186,728

5. EXPLORATION AND EVALUATION ASSET

	Cracker Creek	
Acquisition Costs		
Balance, January 31, 2021	\$	253,588
Additions		247,720
Balance, January 31, 2022, and April 30, 2022	\$	501,308
Deferred Exploration Costs		
Balance, January 31, 2021	\$	81,997
Consulting (Note 10)		761,162
Land maintenance		94,411
Geophysics		142,676
Other		88,985
Balance, January 31, 2022	\$	1,169,231
Consulting (Note 10)		116,842
Land maintenance		193
Geophysics		28,527
Other		76,327
Balance, April 30, 2022	\$	1,391,120
Total		
Balance, January 31, 2022	\$	1,670,539
Balance, April 30, 2022	\$	1,892,428

Cracker Creek Gold Property, Oregon, USA

On November 9, 2020, 226 entered into an Exploration and Purchase Option Agreement (the "Option Agreement") with Cracker Creek Gold Corporation ("Cracker Creek") whereby 226 has the option (the "Option") to acquire an undivided 100% legal and beneficial right, title and interest in and to the Cracker Creek Gold Property (the "Property") located in Bourne, Oregon, USA for a total purchase price of US\$3,000,000 (the "Purchase Price").

To maintain the Option Agreement in good standing, 226 must:

- i) Pay US\$100,000 in cash upon signing (paid \$131,503 during the period ended January 31, 2021); and
- ii) Pay US\$60,000 every six months after the signing date until the date that 226 exercises the Option as provided under the Option Agreement or until the date that the Option Agreement is terminated according to its terms (\$149,017 paid during the year ended January 31, 2022).

If the Option Agreement has been maintained in good standing, 226 may exercise its option to purchase the Property at any time after the signing date as follows:

- i) On or before May 1, 2024, deliver notice to Cracker Creek of 226's decision to exercise the Option (the "Exercise Notice");
- ii) Concurrently with 226's delivery of the Exercise Notice to Cracker Creek, pay Cracker Creek by wire transfer US\$300,000 immediately as a deposit towards the Purchase Price; and
- iii) Perform certain closing requirements including payment in full of the remaining balance of the Purchase Price.

The Property is subject to a 2.5% net smelter returns ("NSR") royalty held by Cracker Creek.

On November 21, 2020, 226 entered into a Services Agreement (the "Services Agreement") with Minefinders LLC ("Minefinders") for services provided by Minefinders related to the signing of the Option Agreement with Cracker Creek. As consideration for services rendered, 226 has agreed to make certain payments to Minefinders and to grant to Minefinders a 0.5% NSR royalty (the "Minefinders NSR") at the commencement of commercial production at the Property. 226 shall have the option (the "Royalty Option") to purchase the Minefinders NSR at any time within two years of signing the Services Agreement for US\$500,000.

5. EXPLORATION AND EVALUATION ASSET (continued)

The payments for services rendered shall be made by 226 as follows:

- i) US\$40,000 in cash upon signing (paid \$68,797 during the period ended January 31, 2021);
- ii) US\$40,000 every six months after the signing date until the earlier of (i) the date that 226 exercises its Option as provided under the Option Agreement, (ii) the date that the Option Agreement is terminated according to its terms and (iii) May 1, 2024 (paid \$53,288 during the period ended January 31, 2021 and \$98,703 during the year ended January 31, 2022);
- iii) Unless the Royalty Option has been exercised by 226, US\$500,000 on the date that commercial production is achieved; and
- iv) Unless the Royalty Option has been exercised by 226, US\$500,000 on the date that is 12 months from the date that commercial production is achieved.

As at April 30, 2022, the Company had advanced \$11,253 (January 31, 2022 - \$91,311) towards deferred exploration costs.

6. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

The Company's accounts payable and accrued liabilities are composed of the following:

	April 30, 2022		January 31, 2022	
Accounts payable	\$	110,890	\$	133,072
Accrued liabilities		11,057		42,735
Total	\$	121,947	\$	175,807

7. LOANS PAYABLE

On June 26, 2020, 226 entered into a Bridge Loan Agreement (the "First Loan") with two arms' length parties and one related party (the "Lenders") for a total of US\$50,000 (\$68,797). The First Loan is unsecured, non-interest bearing and repayment is due within 45 days of written demand by the Lenders. On April 30, 2022, 226 revalued the loans to \$63,960 (January 31, 2022 - \$63,595) and accordingly, recorded a foreign exchange loss of \$365, which is included within foreign exchange loss on the statement of loss and comprehensive loss for the three months ended April 30, 2022 (2021 - \$2,586). (Note 13)

On October 26, 2020, 226 entered into a second Bridge Loan Agreement (the "Second Loan") with the Lenders for a total of \$75,000. The Second Loan is also unsecured, non-interest bearing and repayment is due within 45 days of written demand by the Lenders. (Note 13)

8. SHARE CAPITAL

a) Authorized

Unlimited number of common shares without par value.

b) Issued

Three months ended April 30, 2022:

On March 29, 2022, the Company converted the subscription receipts and special warrants into common shares, which resulted in the issuance of 7,143,742 common shares, concurrent with final receipt from the British Columbia Securities Commission of the Company's Long Form Prospectus, and the Company's common shares were listed on the CSE. The Company incurred share issuance costs of \$15,446 in connection with the conversion.

Three months ended April 30, 2021:

On April 12, 2021, the Company issued 21,597,005 common shares with a fair value of \$2,159,700 to 226 shareholders in accordance with the Transaction (Note 4).

During the three months ended April 30, 2021, the Company issued 1,000,000 common shares for gross proceeds of \$20,000 to the CEO (Note 10).

Lode Metals Corp. (formerly Crane Capital Corp.)**Notes to the Condensed Consolidated Interim Financial Statements****For the Three Months Ended April 30, 2022**

(Expressed in Canadian Dollars - unaudited)

9. RESERVE

During the three months ended April 30, 2022, the Company recognized stock-based compensation of \$45,628 (2021 - \$Nil) related to the vesting of previously granted options.

A continuity schedule of the Company's outstanding stock options for the three months ended April 30, 2022 and 2021 are as follows:

	April 30, 2022		April 30, 2021	
	Number outstanding	Weighted average exercise price	Number outstanding	Weighted average exercise price
Outstanding, beginning of year	3,832,500	\$ -	-	\$ -
Granted	-	0.15	2,882,500	0.15
Outstanding, end of period/year	3,832,500	\$ 0.15	2,882,500	\$ 0.15
Exercisable, end of period/year	2,391,250	\$ 0.15	-	\$ -

At April 30, 2022, the Company had outstanding stock options exercisable to acquire common shares of the Company as follows:

Expiry date	Options outstanding	Options exercisable	Exercise price	Weighted average remaining contractual life (in years)
April 30, 2026	2,882,500	1,641,250	\$ 0.15	4.00
May 12, 2026	750,000	750,000	\$ 0.15	4.04
August 30, 2021	200,000	Nil	\$ 0.15	4.34
	3,832,500	2,391,250	\$ 0.15	4.03

10. RELATED PARTY TRANSACTIONS

The Company's related parties consist of its key management personnel, including its directors and officers.

During the three months ended April 30, 2022, the Company incurred total consulting fees of \$43,096 to the CEO (2021 - \$Nil). The amount was capitalized in exploration and evaluation assets as it relates to project management on the property (Note 5).

During the three months ended April 30, 2022, the Company recognized stock-based compensation expense related to options granted to directors and officers of \$22,611 (2021 - \$Nil).

During the three months ended April 30, 2021, the Company issued 1,000,000 common shares for gross proceeds of \$20,000 to the CEO.

11. FINANCIAL INSTRUMENTS

a) Categories of financial instruments and fair value measurements

The Company's financial assets and liabilities are classified as follows:

	April 30, 2022	January 31, 2022
Financial assets:		
<i>Fair value through profit and loss</i>		
Cash and restricted cash	\$ 1,454,454	\$ 1,825,398
Financial liabilities:		
<i>Amortized cost</i>		
Accounts payable	\$ 110,890	\$ 133,072
Loans payable	138,960	138,595

The fair values of the Company's accounts payable and loans payable approximate their carrying amounts due to the short-term nature of these instruments.

b) Management of financial risks

Credit risk

Credit risk is the risk that one party to a financial instrument will fail to discharge an obligation and cause the other party to incur a financial loss. At April 30, 2022, the Company was exposed to credit risk on its cash.

The Company's cash is held with a high credit quality financial institution and in escrow with the Company's legal counsel in Canada and as at April 30, 2022, management considers its exposure to credit risk to be low.

Liquidity risk

Liquidity risk is the risk that the Company will encounter difficulty in meeting obligations associated with its financial liabilities. The Company manages liquidity risk by maintaining adequate cash and managing its capital and expenditures.

At April 30, 2022, the Company had cash of \$1,454,454 (January 31, 2022 – \$1,825,398) and current liabilities of \$260,907 (January 31, 2022 – \$314,402) with contractual maturities of less than one year. The Company had sufficient cash to meet its current liabilities at April 30, 2022. The Company assessed its liquidity risk as moderate as at April 30, 2022.

Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate due to changes in market interest rates. The Company's financial assets and financial liabilities are not exposed to interest rate risk due to their short-term nature and maturity. The Company is not exposed to interest rate risk at April 30, 2022.

Foreign currency risk

Foreign currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate due to changes in foreign exchange rates. The Company is exposed to foreign currency risk to the extent that it has monetary assets and liabilities denominated in foreign currencies. As at April 30, 2022, management considers its exposure to foreign currency risk to be low.

12. CAPITAL MANAGEMENT

The Company manages its capital to maintain its ability to continue as a going concern and to provide returns to shareholders and benefits to other stakeholders. The capital structure of the Company consists of equity composed of issued share capital. The Company manages its capital structure and makes adjustments to it in light of economic conditions. The Company, upon approval from its Board of Directors, will balance its overall capital structure through new share issuances or by undertaking other activities as deemed appropriate under the specific circumstances. The Company is not subject to externally imposed capital requirements.

13. SUBSEQUENT EVENT

In May 2022, the Company repaid the full amounts of principal owing on its short-term loans.