

# Westmount Minerals Corp.

---

## Financial Statements

For the nine-month ended December 31, 2022 and 2021

(Expressed in Canadian Dollars - Unaudited)

---

### **NOTICE OF NO AUDITOR REVIEW OF CONDENSED INTERIM FINANCIAL STATEMENTS**

In accordance with National Instrument 51-102, Part 4, subsection 4.3 (3) (a), if an auditor has not performed a review of the interim financial statements, they must be accompanied by a notice indicating that an auditor has not reviewed the financial statements.

The accompanying unaudited condensed interim financial statements of the Company have been prepared by and are the responsibility of the Company's management and have been approved by the Board of Directors of the Company.

These condensed interim consolidated financial statements have not been reviewed by the Company's auditor

**Westmount Minerals Corp.**

## Statements of Financial Position

As at December 31, 2022 and March 31, 2022

*(Expressed in Canadian Dollars - Unaudited)*

	As at December 31, 2022	As at March 31, 2022
<b>ASSETS</b>		
<b>CURRENT ASSETS</b>		
Cash	\$ 45,723	\$ 436,787
GST Recoverable	41,139	23,941
Accounts Receivable	16,316	-
<b>TOTAL ASSETS</b>	<b>\$ 103,178</b>	<b>\$ 460,728</b>
<b>LIABILITIES</b>		
<b>CURRENT LIABILITIES</b>		
Accounts payable and accrued liabilities	\$ 62,169	\$ 84,847
Flow-through share liability (Note 4)	30,188	51,188
<b>TOTAL LIABILITIES</b>	<b>92,357</b>	<b>136,035</b>
<b>SHAREHOLDERS' EQUITY</b>		
Share capital (Note 4)	755,855	730,936
Contributed surplus (Note 5)	87,478	57,478
Deficit	(832,512)	(463,721)
<b>TOTAL EQUITY</b>	<b>10,821</b>	<b>324,693</b>
<b>TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY</b>	<b>\$ 103,178</b>	<b>\$ 460,728</b>

**NATURE OF OPERATIONS AND GOING CONCERN** (Note 1)**SUBSEQUENT EVENTS** (Note 11)

Approved and authorized for issue on behalf of the Board on February 24, 2023

/s/ David Tafel Director      /s/ Jeremy Wright Director

The accompanying notes are an integral part of these unaudited financial statement

**Westmount Minerals Corp.**

## Statements of Comprehensive Loss

For the nine-month period ended December 31, 2022 and 2021

*(Expressed in Canadian Dollars - Unaudited)*

		Three-month ended		Nine-month ended	
	Note	December 31, 2022	December 31, 2021	December 31, 2022	December 31, 2021
		\$	\$	\$	\$
<b>EXPENSES</b>					
Communication		4,012	-	13,465	-
Consulting fees		13,200	-	29,200	-
Filing fee		2,250	10,428	8,893	10,428
General exploration expenditures		82,075	-	208,504	88,989
Insurance		1,470	-	1,470	-
Management fees	8	7,500	7,500	22,500	35,745
Office		2,966	374	13,503	439
Professional fees	8	10,922	6,000	37,387	21,000
Rent		6,088	4,700	17,242	13,700
Share-based compensation		-	-	30,000	23,182
Transfer agent and filing fees		190	-	590	-
Travel and promotion		-	2,715	7,037	2,715
<b>LOSS BEFORE OTHER ITEM</b>		<b>(130,673)</b>	<b>(31,717)</b>	<b>(389,791)</b>	<b>(196,198)</b>
<b>OTHER ITEM</b>					
Flow-through premium recovery	4	7,000	20,000	21,000	48,147
<b>NET LOSS AND COMPREHENSIVE LOSS</b>		<b>(123,673)</b>	<b>(11,717)</b>	<b>(368,791)</b>	<b>(148,051)</b>
<b>LOSS PER SHARE –</b>					
Basic and diluted		(0.01)	-	(0.02)	(0.01)
<b>WEIGHTED AVERAGE NUMBER OF COMMON SHARES OUTSTANDING</b>					
		19,230,740	13,650,001	18,966,728	12,784,546

The accompanying notes are an integral part of these unaudited financial statements

**Westmount Minerals Corp.**

## Statements of Change in Deficiency

For the nine-month period ended December 31, 2022 and 2021

*(Expressed in Canadian Dollars - Unaudited)*

	<b>Number of outstanding shares</b>	<b>Share capital</b>	<b>Contributed Surplus</b>	<b>Deficit</b>	<b>Total</b>
Balance, April 1, 2021	11,650,001	\$ 184,000	\$ 5,672	\$ (21,696)	\$ 167,976
Shares issued for cash	2,000,000	100,000	-	-	100,000
Share issuance costs	-	(40,000)	-	-	(40,000)
Share-based payments	-	-	23,182	-	23,182
Net loss for the period	-	-	-	(148,051)	(148,051)
<b>Balance, December 31, 2021</b>	<b>13,650,001</b>	<b>\$ 244,000</b>	<b>\$ 28,854</b>	<b>\$ (169,747)</b>	<b>\$ 103,107</b>
Balance, April 1, 2021	18,834,001	\$ 730,936	\$ 57,478	\$ (463,721)	\$ 324,693
Share issuance costs	-	(81)	-	-	(81)
Shares for properties	500,000	25,000	-	-	25,000
Share-based payments	-	-	30,000	-	30,000
Net loss for the period	-	-	-	(368,791)	(368,791)
<b>Balance, December 31, 2022</b>	<b>19,334,001</b>	<b>\$ 755,855</b>	<b>\$ 87,478</b>	<b>\$ (832,512)</b>	<b>\$ 10,821</b>

The accompanying notes are an integral part of these unaudited financial statements

**Westmount Minerals Corp.**

## Statement of Cashflows

For the nine-month period ended December 31, 2022 and 2021

*(Expressed in Canadian Dollars - Audited)*

	December 31, 2022	December 31, 2021
<b>Cash provided by (used in):</b>		
<b>OPERATING ACTIVITIES</b>		
Net loss for the period	\$ (368,791)	\$ (148,051)
Item not involving cash:		
Flow-through premium recovery	(21,000)	(48,147)
Share-based payments	30,000	23,182
Shares issued for mineral property interest	25,000	
Change in non-cash working capital components:		
GST recoverable	(17,198)	(14,359)
Accounts receivable	(16,316)	-
Prepaid expense	-	42,578
Accounts payable and accrued liabilities	(22,678)	2,153
<b>Net cash used in operating activities</b>	<b>(390,983)</b>	<b>(142,644)</b>
<b>FINANCING ACTIVITIES</b>		
Shares issued for cash	-	100,000
Share issuance cost	(81)	(40,000)
<b>Net cash provided by financing activities</b>	<b>(81)</b>	<b>60,000</b>
<b>INCREASE IN CASH</b>	<b>(391,064)</b>	<b>(82,644)</b>
<b>CASH, BEGINNING OF PERIOD</b>	<b>436,787</b>	<b>223,749</b>
<b>CASH, END OF PERIOD</b>	<b>\$ 45,723</b>	<b>\$ 141,105</b>
<b>SUPPLEMENTAL CASH DISCLOSURES</b>		
Interest paid	\$ -	\$ -
Income taxes paid	\$ -	\$ -

The accompanying notes are an integral part of these unaudited financial statements

## **Westmount Minerals Corp.**

Notes to the financial statements

For the nine-month period ended December 31, 2022 and 2021

*(Expressed in Canadian Dollars - Unaudited)*

---

### **1. Nature of Operations and Going Concern**

Westmount Minerals Corp. (the "Company") was incorporated on November 27, 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 520, 470 Granville Street, Vancouver, British Columbia, Canada. The Company's principal business activities include the acquisition and exploration of mineral property assets. As at December 31, 2022, the Company had not yet determined whether the Company's mineral properties contain ore reserves that are economically recoverable.

These unaudited financial statements have been prepared on the basis of accounting principles applicable to going concern, which assumed that the Company will continue in operation for at least the next twelve months and will be able to realize its assets and discharge its liabilities in the normal course of operations.

Several adverse conditions may cast significant doubt about the Company's ability to continue as a going concern. The Company is in the exploration and evaluation stage and, accordingly, has not yet commenced commercial operations. As at December 31, 2022, the Company has accumulated losses of \$832,512 since inception and will continue to incur further losses in the development of its business. The ability of the Company to continue as a going-concern depends upon its ability to develop profitable operations and to continue to raise adequate financing required to maintain its operations, and to ultimately attain future profitable commercial operations. Management expects the Company to continue as a going concern and plans to meet any financing requirements through equity financing and seeking other business opportunities to expand the Company's operations. The outcome of these matters cannot be predicted at this time and there are no assurances that the Company will be successful in achieving its goals. The financial statements do not include any adjustments that might be necessary if the Company is unable to continue as a going concern. These adjustments could be material.

The application of the going concern concept is dependent upon the Company's ability to satisfy its liabilities as they become due and to obtain the necessary financing to complete the exploration and development of its mineral property interests, the attainment of profitable mining operations, or the receipt of proceeds from the disposition of its mineral property interests. Management is actively engaged in the review and due diligence on opportunities of merit in the mining sector and is seeking to raise the necessary capital to meet its funding requirements. There is, primarily as a result of the conditions described above, significant doubt as to the appropriateness of the use of the going concern assumption.

The novel coronavirus ("COVID-19"), which was declared a pandemic by the World Health Organization on March 11, 2020, has led to adverse impacts on the Canadian and global economies, disruptions of financial markets, and created uncertainty regarding potential impacts to the Company's supply chain and operations. The COVID-19 pandemic has impacted and could further impact the Company's operations and the operations of the Company's suppliers and vendors as a result of quarantines, facility closures, and travel and logistics restrictions. The extent to which the COVID-19 pandemic impacts the Company's business, results of operations and financial condition will depend on future developments, which are highly uncertain and cannot be predicted, including, but not limited to the duration, spread, severity, and impact of the COVID-19 pandemic, the effects of the COVID-19 pandemic on the Company's suppliers and vendors and the remedial actions and stimulus measures adopted by local and federal governments, and to what extent normal economic and operating conditions can resume.

## **Westmount Minerals Corp.**

Notes to the financial statements

For the nine-month period ended December 31, 2022 and 2021

*(Expressed in Canadian Dollars - Unaudited)*

---

### **1. Nature of Operations and Going Concern (continued)**

The management team is closely following the progression of COVID-19 and its potential impact on the Company. Even after the COVID-19 pandemic has subsided, the Company may experience adverse impacts to its business as a result of any economic recession or depression that has occurred or may occur in the future. Therefore, the Company cannot reasonably estimate the impact at this time on our business, liquidity, capital resources and financial results.

The Company is not expected to be profitable during the ensuing twelve months and therefore must rely on securing additional funds from either equity financing or loan from shareholders or directors for cash consideration, and while the Company has been successful at raising funds in the past, there is no assurance that it will continue to generate sufficient funds for future operations.

### **2. Significant Accounting Policies**

#### **Statement of Compliance and Presentation**

These unaudited financial statements have been prepared in accordance with International Financial Reporting Standards ("IFRS") issued by the International Accounting Standards Board ("IASB").

These unaudited financial statements were authorized for issue in accordance with a resolution from the Board of Directors on February 24, 2022.

#### **Basis of Presentation**

These unaudited financial statements have been prepared on a historical cost basis, with the exception of financial instruments which are measured at fair value, as explained in the accounting policies set out below. In addition, these unaudited financial statements have been prepared using the accrual basis of accounting, except for cash flow information.

These unaudited financial statements have been prepared in Canadian dollars, which is the functional currency of the Company.

The accounting policies set out below have been applied consistently to all periods presented in these unaudited financial statements.

#### **Critical Accounting Estimates and Judgements**

The preparation of these unaudited financial statements requires management to make certain estimates, judgements and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and reported amounts of expenses during the reporting period. Actual outcomes could differ from these estimates. These unaudited financial statements include estimates, which, by their nature, are uncertain. The impacts of such estimates are pervasive throughout the 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 revisions affect 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.

**Westmount Minerals Corp.**

Notes to the financial statements

For the nine-month period ended December 31, 2022 and 2021

*(Expressed in Canadian Dollars - Unaudited)*

---

**2. Significant Accounting Policies (continued)**

Significant assumptions about the future and other sources of estimation uncertainty that management has made at the 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 assumption made, relate to, but are not limited to, the following:

*Significant accounting estimates*

- i. The measurement of deferred income tax assets and liabilities
- ii. The measurement of share-based payments

*Significant accounting judgements*

- i. The evaluation of the Company's ability to continue as a going concern

**Cash**

Cash includes cash on hand and deposits held at call with banks.

**Mineral Exploration and Evaluation Expenditures**

Costs incurred with respect to exploration and evaluation ("E&E") of the Company's mineral properties, including acquisition costs, are expensed as incurred until the technical feasibility and commercial viability of extracting the mineral resource is determined. Following the technical feasibility and commercial viability of extracting the mineral resource having been determined, costs directly related to E&E expenditures will be capitalized. Costs directly attributable to E&E activities are expensed the year in which they occur.

When a project is deemed to no longer have commercially viable prospects to the Company, capitalized E&E expenditures in respect of that project are deemed to be impaired and capitalized amount in excess of the estimated recoverable amounts are written off of the statement of comprehensive loss.

The Company assesses each significant asset for impairment when facts and circumstances suggest that the carrying amount of an asset may exceed its recoverable amount. The recoverable amount is the higher of the asset's fair value less costs to sell and value in use. These assessments require the use of estimates and assumptions such as long-term commodity prices, discount rates, future capital requirements, exploration and operating performance.

Once technical feasibility and commercial viability of extracting the mineral resource has been determined, the property is considered to be a mine under development and is classified as "mines under construction". E&E assets are testing for impairment before the assets are transferred to development properties.



**Westmount Minerals Corp.**

Notes to the financial statements

For the nine-month period ended December 31, 2022 and 2021

*(Expressed in Canadian Dollars - Unaudited)*

---

**2. Significant Accounting Policies (continued)****Restoration, Rehabilitation and Environmental Obligations**

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.

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.

**Impairment of Non-Financial Assets**

At the end of each reporting period, the Company reviews the carrying amounts of its non-financial assets with finite lives to determine whether there is any indication that those assets have suffered an impairment loss. Where such an indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss. The recoverable amount is the higher of an asset's fair value less cost to sell or its value in use. An impairment loss is recognized for the amount by which the asset's carrying amount exceeds its recoverable amount. In addition, long-lived assets that are not amortized are subject to an annual impairment assessment.

**Share Capital**

The proceeds from the exercise of stock options, warrants and escrow shares are recorded as share capital in the amount for which the option, warrant or escrow share enabled the holder to purchase a share in the Company.

Depending on the terms and conditions of each financing agreement, the warrants are exercisable into additional common shares prior to expiry at a price stipulated by the agreement. Warrants that are part of units are accounted for using the residual method, following an allocation of the unit price to the fair value of the common shares that were concurrently issued. Warrants that are issued as payment for an agency fee or other transaction costs are accounted for as share-based payments.

Commissions paid to agents and other related share issue costs are charged directly to share capital.

**Westmount Minerals Corp.**

Notes to the financial statements

For the nine-month period ended December 31, 2022 and 2021

*(Expressed in Canadian Dollars - Unaudited)*

---

**2. Significant Accounting Policies (continued)****Flow-through Shares**

The resource expenditure deduction for income tax purposes related to exploration and development activities funded through flow-through share arrangement are renounced to investors in accordance with Canadian tax legislation. On issuance, the premium recorded on the flow-through share, being the 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 based on the 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 the reporting date, the Company may use them to reduce its deferred tax liability relating to tax benefits transferred through flow-through shares.

**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 when the effect is anti-dilutive.

**Provisions**

A provision is recognized when the Company has a present legal or constructive obligation as a result of a past event, it is probable that an outflow of economic benefits will be required to settle the obligation, and the amount of the obligation can be reliably estimated. If the effect is material, provisions are determined by discounting the expected future cash flows at a pre-tax rate that reflects current market assessments of the time value of money and, where appropriate, the risks specific to the liability.

The Company had no material provisions as at December 31, 2022.

**Financial Instruments**

Financial instruments consist of financial assets and financial liabilities and are initially recognized at fair value along with, in the case of a financial asset or liability not at fair value through profit and loss, transaction costs that are directly attributable to the acquisition or issue of the financial asset or liability. Transaction costs of financial assets and financial liabilities carried at fair value through profit or loss are expensed in profit and loss.

The Company classifies its financial assets and financial liabilities in the following measurement categories:

- i) Those to be measured subsequently at fair value (either through other comprehensive income or through profit or loss); and
- ii) Those to be measured at amortized cost.

## **Westmount Minerals Corp.**

Notes to the financial statements

For the nine-month period ended December 31, 2022 and 2021

*(Expressed in Canadian Dollars - Unaudited)*

---

### **2. Significant Accounting Policies (continued)**

The classification of financial assets depends on the business model for managing the financial assets and the contractual terms of the cash flows. Financial assets that are held within a business model whose objective is to collect the contractual cash flows, and that have contractual cash flows that are solely payment of principal and interest on the principal outstanding, are generally measured at amortized cost at the end of subsequent accounting periods. All other financial assets are measured at their fair values at the end of the subsequent accounting periods, with any changes taken through profit and loss or other comprehensive income.

Financial liabilities are classified as those to be measured at amortized cost unless they are designated as those to be measured subsequently at fair value through profit or loss (irrevocable election at the time of recognition). Any fair value changes due to credit risk for liabilities designated at fair value through profit and loss are recorded in other comprehensive income.

The Company has implemented the following classifications for financial instruments:

- The Company's financial assets are cash. Cash is classified as fair value through profit or loss ("FVTPL") and any changes to fair value subsequent to initial recognition are recorded in profit or loss for the period in which they occur.
- Financial liabilities are comprised of accounts payable. These financial liabilities are classified as, and are measured at, amortized cost using the effective interest rate method. Interest expense is recorded in profit or loss, as applicable.

The Company reclassifies financial assets when and only when its business model for managing those assets changes. Financial liabilities are not reclassified.

IFRS 9 uses an expected credit loss impairment model. The impairment model is applicable to financial assets measured at amortized cost where any expected future credit losses are provided for, irrespective of whether a loss event has occurred as at the reporting date.

#### **Accounting Standards Issued But Not Yet Effective**

A number of new standards, and amendments to standards and interpretations, are not yet effective for the fiscal year ended March 31, 2022 and have not been early adopted in preparing these unaudited financial statements for the nine-month period ended December 31, 2022. These new standards, and amendments to standards and interpretations are either not applicable or are not expected to have a significant impact on the Company's financial statements.

**Westmount Minerals Corp.**

Notes to the financial statements

For the nine-month period ended December 31, 2022 and 2021

*(Expressed in Canadian Dollars - Unaudited)***3. Mineral Exploration and Evaluation Expenditures**

The following exploration and evaluation expenditures were incurred by the Company for the nine-month period ended:

	<b>December 31, 2022</b>	<b>December 31, 2021</b>
Assays	\$ 51,420	\$ -
Geological expenses	96,684	11,222
Survey expenses	-	77,767
Property payments	60,400	-
	<b>\$ 208,504</b>	<b>\$ 88,989</b>

***Douay East Property***

The Company entered into an option agreement with 1544230 Ontario Inc. and Gravel Ridge Resources Ltd. (the "Douay Owner"), dated February 4, 2021, to acquire a 100% interest in the Douay East Property claims located in Matagami, Quebec (the "Douay Property").

On October 4, 2021, Solstice Gold Inc. completed the purchase of the Douay Property (the "Solstice Douay Purchase"). In connection with the Solstice Douay Purchase, the optionors of the Douay Property sold and transferred to Solstice all of their rights, title and interest in and to all of the mining claims that are subject to the option agreement. The Solstice Douay Purchase does not affect Westmount's option agreement.

To acquire a 100% interest in the property, the Company has agreed to issue 500,000 common shares and make cash payments over a 3-year period to the Owner totaling \$82,000, as set out below:

- a) \$6,000 (paid) on signing of the term sheet,
- b) \$6,000 (paid) on signing of this agreement,
- c) 300,000 (issued) common shares on completion of the Company's initial public offering ("IPO") and listing on the CSE,
- d) \$16,000 (paid) on or before the one-year anniversary of the agreement,
- e) 200,000 common shares on or before the one-year anniversary of the IPO,
- f) \$24,000 on or before the two-year anniversary of the agreement signing, and
- g) \$30,000 on or before the three-year anniversary of the agreement signing.

The Douay Owners retain a 1.5% NSR on all mineral production, 0.75% of which can be purchased by the Company for \$400,000.

## **Westmount Minerals Corp.**

Notes to the financial statements

For the nine-month period ended December 31, 2022 and 2021

*(Expressed in Canadian Dollars - Unaudited)*

---

### **3. Mineral Exploration and Evaluation Expenditures (continued)**

#### ***Bell Gold Property***

The Company entered into an option agreement with 1544230 Ontario Inc. and Gravel Ridge Resources Ltd. (the "Bell Owner"), dated February 5, 2021, to acquire a 100% interest in the Bell Gold Property claims located in Matagami, Quebec (the "Bell Property").

On October 4, 2021, Solstice Gold Inc. completed the purchase of the property optioned pursuant to the Bell Gold Agreement (the "Solstice Bell Purchase"). In connection with the Solstice Bell Purchase, the optionors of the Bell Property have sold and transferred to Solstice all of their rights, title and interest in and to all of the mining claims that are subject to the Bell Gold Agreement. The Solstice Bell Purchase does not affect Westmount's option agreement.

To acquire a 100% interest in the property, the Company has agreed to issue 500,000 common shares and make cash payments over a 3-year period to the Bell Owner totaling \$82,000, as set out below:

- a) \$6,000 (paid) on signing of the term sheet,
- b) \$6,000 (paid) on signing of this agreement,
- c) 300,000 (issued) common shares on completion of the Company's initial public offering ("IPO") and listing on the Canadian Securities Exchange (the "CSE"),
- d) \$16,000 (paid) on or before the one-year anniversary of the agreement,
- e) 200,000 common shares on or before the one-year anniversary of the IPO,
- f) \$24,000 on or before the two-year anniversary of the agreement signing, and
- g) \$30,000 on or before the

The Bell Owners retain a 1.5% NSR on all mineral production, 0.75% of which can be purchased by the Company for \$400,000.

#### ***Casault Property***

On May 12, 2022, the Company entered into an option agreement with 1544230 Ontario Inc. and Gravel Ridge Resources Ltd. (the "Casault Owner"), to acquire a 100% interest in the Casault Property claims located in Matagami, Quebec.

To acquire a 100% interest in the Casault Property, the Company has agreed to issue 500,000 common shares and make cash payments over a 3-year period to the Casault Owner totaling \$82,000, as set out below:

- a) \$8,000 (paid) on signing of this agreement,
- b) 300,000 common shares on approval by the CSE,
- c) \$16,000 on or before the one-year anniversary of the agreement,
- d) 200,000 common shares on or before the one-year anniversary of the IPO,
- e) \$18,000 on or before the two-year anniversary of the agreement signing, and
- f) \$30,000 on or before the three-year anniversary of the agreement signing.

The Casault Owners retain a 1.5% NSR on all mineral production, 0.75% of which can be purchased by the Company for \$400,000.

**Westmount Minerals Corp.**

Notes to the financial statements

For the nine-month period ended December 31, 2022 and 2021

*(Expressed in Canadian Dollars - Unaudited)*

---

**3. Mineral Exploration and Evaluation Expenditures (continued)**

***Otatakan and Pilot East Lithium Properties***

The Company entered into purchase option agreements for two lithium properties with 1544230 Ontario Inc. and Gravel Ridge Resources Ltd. (the "Owner"), dated October 4, 2022, to acquire a 100% interest. The claims are located within the Red Lake Mining Division of northwestern Ontario.

Otatakan Lithium Property:

To acquire a 100% interest in the property, the Company has agreed to issue 500,000 common shares and make cash payments over a 3-year period to the Owner totaling \$80,400, as set out below:

- a) \$12,400 (paid) on signing of the agreement,
- b) 250,000 (issued) common shares upon Exchange approval,
- c) \$18,000 and 250,000 common shares on or before the one-year anniversary of the agreement,
- d) \$20,000 on or before the two-year anniversary of the agreement signing, and
- e) \$30,000 on or before the three-year anniversary of the agreement signing.

The Owners retain a 1.5% NSR on all mineral production, 0.5% of which can be purchased by the Company for \$500,000.

Pilot East Property:

To acquire a 100% interest in the property, the Company has agreed to issue 500,000 common shares and make cash payments over a 3-year period to the Owner totaling \$83,000, as set out below:

- f) \$15,000 (paid) on signing of the agreement,
- g) 250,000 (issued) common shares upon Exchange approval,
- h) \$18,000 and 250,000 common shares on or before the one-year anniversary of the agreement,
- i) \$20,000 on or before the two-year anniversary of the agreement signing, and
- j) \$30,000 on or before the three-year anniversary of the agreement signing.

The Owners retain a 1.5% NSR on all mineral production, 0.5% of which can be purchased by the Company for \$500,000.

## Westmount Minerals Corp.

Notes to the financial statements

For the nine-month period ended December 31, 2022 and 2021

(Expressed in Canadian Dollars - Unaudited)

---

### 4. Share Capital

a) Authorized:

The Company is authorized to issue an unlimited number of common shares without par value.

b) Escrow Shares:

There were 4,125,001 common shares held in escrow as at December 31, 2022 (December 31, 2021: Nil).

c) Issued and Outstanding as at December 31, 2022: 19,334,001 common shares (December 31, 2021: 13,650,001)

During the nine-month period ended December 31, 2022

On October 19, 2022, the Company issued 500,000 common shares valued at \$25,000 to the owners of the Otatakan and Pilot East properties in accordance with the option agreements detailed on Note 3.

During the nine-month period ended December 31, 2021

On July 28, 2021, the Company issued 2,000,000 common shares at \$0.05 per common share for gross proceeds of \$100,000 and incurred share issuance costs of \$40,000.

d) Flow-through share liability

---

Flow-through premium recognized	\$	105,000
Less amount recovered during the period		(25,246)
Balance at March 31, 2021	\$	79,754
Less amount recorded during the year		(28,566)
Balance at March 31, 2022	\$	51,188
Less amount recorded during the period		(21,000)
Balance at December 31, 2022	\$	30,188

---

e) Escrow securities

On February 14, 2022, the Company entered into an escrow agreement whereby 5,500,001 common shares and 1,000,000 stock options will be held in escrow and are scheduled for release in accordance with the terms of the escrow agreement. Pursuant to the escrow agreement, the shares will be released as follows: 10% on the Listing Date (March 17, 2022), and 15% will be released on 6, 12, 18, 24, 30, and 36 months thereafter.

**Westmount Minerals Corp.**

Notes to the financial statements

For the nine-month period ended December 31, 2022 and 2021

*(Expressed in Canadian Dollars - Unaudited)***5. Warrants**

On March 17, 2022, the Company granted 458,400 agent warrants in conjunction with the IPO. The warrants vested upon issuance, with an exercise price of \$0.10 per common share and an expiration date three years from the date of grant. The fair value of the warrants at issuance was \$28,624.

The fair value of the warrants was estimated using the Black Scholes option pricing model with the following assumptions:

	<b>December 31, 2022</b>	<b>March 31, 2022</b>
Share Price	\$ -	\$ 0.10
Risk Free Interest Rate	-	1.90%
Expected Life	-	3 years
Expected Volatility*	-	100%
Expected Dividend	-	NIL

\*Expected volatility has been estimated based on volatility of the common share prices of a selection of comparable publicly traded companies.

During the nine-month period ended December 31, 2022, the Company had the following warrants outstanding:

	<b>Number of Warrants</b>	<b>Weighted Average Exercise Price</b>
Outstanding and exercisable, March 31, 2021	-	\$ -
Granted	-	-
Outstanding and exercisable, December 31, 2021	-	-
Granted	458,400	0.10
Outstanding and exercisable, March 31, 2022, and December 31, 2022	458,400	\$ 0.10

The following warrants were outstanding and exercisable as at December 31, 2022

<b>Number of Warrants</b>	<b>Weighted Average Exercise Price</b>	<b>Expiry Date</b>	<b>Remaining Life (in years)</b>
458,400	\$ 0.10	March 17, 2025	2.21
458,400	\$ 0.10		2.21



## Westmount Minerals Corp.

Notes to the financial statements

For the nine-month period ended December 31, 2022 and 2021

(Expressed in Canadian Dollars - Unaudited)

### 6. Stock Options

The Company has an incentive share option plan for granting options to directors, employees and consultants, under which the total outstanding options are limited to 10% of the outstanding common shares of the Company at any one time.

On December 21, 2020, the Company granted 300,000 stock options to directors of the Company. The options vested on the grant date, with an exercise price of \$0.005 per common share and an expiration date 5 years from the date of grant. The fair value of the stock options was \$1,109

On February 24, 2021, the Company granted 375,000 stock options to directors and consultants of the Company. The options vested on the grant date, with an exercise price of \$0.02 per common share and an expiration date 5 years from the date of grant. The fair value of the stock options was \$4,563.

On July 23, 2021, the Company granted 625,000 stock options to directors of the Company. The options vested on the grant date, with an exercise price of \$0.05 per common share and an expiration date 5 years from the date of grant. The fair value of the stock options was \$23,182

On April 14, 2022, the Company granted 300,000 stock options to a director and a consultant of the Company. The options vested on the grant date, with an exercise price of \$0.10 per common share and an expiration date 5 years from the date of grant. The fair value of the stock options was \$30,000.

As at December 31, 2022, 750,000 stock options held in escrow (December 31, 2021 – Nil).

The fair values of the stock options were estimated using the Black Scholes option pricing model with the following assumptions:

	December 31, 2022	March 31, 2022
Share Price	\$ 0.10	\$ 0.05
Risk Free Interest Rate	-	0.82%
Expected Life	5 years	5 years
Expected Volatility*	100%	100%
Expected Dividend	NIL	NIL

\*Expected volatility has been estimated based on volatility of the common share prices of a selection of comparable publicly traded companies.

During the period ended December 31, 2022, the Company had the following stock options outstanding:

	Number of Options	Weighted Average Exercise Price
Outstanding and exercisable, November 27, 2020	-	\$ -
Granted	675,000	0.013
Outstanding and exercisable, March 31, 2021	675,000	0.013
Granted	625,000	0.05
Outstanding and exercisable, March 31, 2022	1,300,000	0.03
Granted	300,000	0.10
Outstanding and exercisable, December 31, 2022	1,600,000	0.04

**Westmount Minerals Corp.**

Notes to the financial statements

For the nine-month period ended December 31, 2022 and 2021

*(Expressed in Canadian Dollars - Unaudited)***6. Stock Options (continued)**

The following stock options were outstanding and exercisable as at December 31, 2022

<b>Number of Options</b>	<b>Weighted Average Exercise Price</b>	<b>Expiry Date</b>	<b>Remaining Life (in years)</b>
300,000	\$ 0.005	December 20, 2025	2.97
375,000	0.020	February 23, 2026	3.15
625,000	0.050	July 22, 2026	3.56
300,000	0.100	April 14, 2027	4.28
1,600,000	\$ 0.040		3.49

**7. Related Party Transactions**

Parties are considered 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 a related party transaction when there is a transfer of resources or obligations between related parties.

During the nine-month period ended December 31, 2022, the Company paid a company controlled by the CEO of the Company \$22,500 (2021: \$22,500) for Advisory Fees which have been included as Administration expenses.

During the nine-month period ended December 31, 2022, the Company paid a company controlled by the CFO of the Company \$18,000 (2021: \$18,000) for CFO services which have been included in Professional Fees.

During the nine-month period ended December 31, 2022, the Company granted 200,000 stock options to a director of the Company.

**8. Management of Capital**

The Company's objectives when managing capital are to safeguard the Company's ability to continue as a going concern in order to pursue the sourcing and exploration of its resource properties. The Company does not have any externally imposed capital requirements to which it is subject.

The Company considers the aggregate of its share capital, contributed surplus, and deficit as capital. 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 new shares or dispose of assets or adjust the amount of cash.

**Westmount Minerals Corp.**

Notes to the financial statements

For the nine-month period ended December 31, 2022 and 2021

*(Expressed in Canadian Dollars - Unaudited)***9. Financial Instruments and Financial Risk**

International Financial Reporting Standards 7, *Financial Instruments: Disclosures*, establishes a fair value hierarchy that reflects the significance of the inputs used in making the 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).

**Fair Value of Financial Instruments**

The Company's financial assets include cash, which is classified as Level 1, and accounts payable for which the carrying value approximates the fair values due to the relatively short period of maturity of this instrument.

Assets and liabilities measured at fair value on a recurring basis were presented on the Company's statement of financial position as at December 31, 2022 are as follows:

	Fair Value Measurements Using			Total
	Quoted Prices in Active Markets For Identical Instruments (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)	
Cash (i)	\$ 45,723	-	-	45,723
Accounts payable (ii)	53,169	-	-	53,169
	\$ 98,892	-	-	98,892

(i) FVTPL

(ii) Amortized cost

**Westmount Minerals Corp.**

Notes to the financial statements

For the nine-month period ended December 31, 2022 and 2021

*(Expressed in Canadian Dollars - Unaudited)*

---

**9. Financial Instruments and Financial Risk (continued)**

## Financial Risk Management Objectives and Policies

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

## (i) Currency risk

The Company's financial instruments are all denominated in Canadian Dollars and as result the Company is not exposed to any currency risk.

## (ii) Interest rate risk

The Company is exposed to interest rate risk to the extent that the cash maintained at the financial institutions. The fair value interest rate risk on cash is insignificant due to their short-term nature.

The Company has not entered into any derivative instruments to manage interest rate fluctuations.

## (iii) Credit risk

Credit risk is the risk of 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 of cash. To minimize credit risk the Company places these instruments with a high-quality financial institution.

## (iv) Liquidity risk

In the management of liquidity risk of the Company, the company maintains a balance between continuity of funding and flexibility through the use of borrowings. Management closely monitors the liquidity position and expects to have adequate sources of funding to finance the Company's projects and operations.

**10. Subsequent Events**

There were no subsequent events.